INDEPENDENT AUDITOR'S REPORT

To
The Members of
Jyothy Laboratories Limited

REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS

We have audited the accompanying consolidated financial statements of Jyothy Laboratories Limited (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") comprising of the consolidated Balance Sheet as at March 31, 2016, the consolidated Statement of Profit and Loss and consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms with the requirement of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph (a) of the Other Matters below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group as at March 31, 2016, their consolidated profit, and their consolidated cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by section 143 (3) of the Act, we report, to the extent applicable, that:

(a) We / the other auditors whose reports we have relied upon have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid consolidated financial statements;

(b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors;

(c) The consolidated Balance Sheet, consolidated Statement of Profit and Loss, and consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;

(d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2016 taken on record by the Board of Directors of the Holding Company and the reports of the auditors who are appointed under Section 139 of the Act, of its subsidiary companies incorporated in India, none of the directors of the Group's companies incorporated in India is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting of the Holding Company and its subsidiary companies incorporated in India, refer to our separate report in "Annexure 1" to this report;

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

    i. The consolidated financial statements disclose the impact of pending litigations on its consolidated financial position of the Group. Refer Note 34 to the consolidated financial statements;

    ii. The Group did not have any material foreseeable losses in long-term contracts including derivative contracts.

    iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiaries incorporated in India.

OTHER MATTER

(a) The accompanying consolidated financial statements include total assets of Rs 2,115.10 lacs as at March 31, 2016, and total revenues and net cash inflows of Rs 1,689.47 lacs and Rs 224.45 lacs for the year ended on that date, in respect of four subsidiaries, which have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of such other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements above, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements and other financial information certified by the Management.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/ E300003

per Vikram Mehta
Partner
Membership Number: 105938

Place of Signature: Mumbai
Date: May 23, 2016

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF JYOTHY LABORATORIES LIMTED

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

To the Members of Jyothy Laboratories Limited

In conjunction with our audit of the consolidated financial statements of Jyothy Laboratories Limited as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting of Jyothy Laboratories Limited (hereinafter referred to as the "Holding Company") and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, both, issued by Institute of Chartered Accountants of India, and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls over internal reporting. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, maintained in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting of the Holding Company, insofar as it relates to 2 subsidiary companies, which are companies incorporated in India, is based on the corresponding reports of the auditors of such subsidiary companies incorporated in India.

We also have audited, in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India as specified under section 143(10) of the Act, the consolidated financial statements of the Holding Company, which comprise the Consolidated Balance Sheet as at March 31, 2016, and the Consolidated Statement of Profit and Loss and Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, and our report dated March 23, 2016 expressed an unqualified opinion thereon.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/ E30003

Vikram Mehta
Partner
Membership Number:105938
Place of Signature: Mumbai
Date: May 23, 2016

CONSOLIDATED BALANCE SHEET

as at March 31, 2016

₹ In Lacs

	Note	2016	2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	4	1,811.20	1,810.23
Reserves and surplus	5	82,802.46	76,155.74
		84,613.66	**77,965.97**
Minority Interest		169.74	143.74
Non-current liabilities			
Long-term borrowings	6	727.44	44,902.44
Deferred tax liabilities (Net)	7	2,530.38	54.24
Other long term liabilities	8	498.50	16,157.72
Provisions	9	1,776.65	1,370.42
		5,532.97	**62,484.82**
Current liabilities			
Trade payables	10		
Total outstanding dues of micro enterprises and small enterprises		4,718.54	3,741.78
Total outstanding dues of creditors other than micro enterprises and small enterprises		11,365.50	9,505.01
Other current liabilities	11	64,585.76	15,748.76
Provisions	9	5,738.53	12,082.41
		86,408.33	**41,077.96**
TOTAL		**176,724.70**	**181,672.49**
ASSETS			
Non-current assets			
Fixed assets			
(i) Tangible assets	12	27,794.80	28,371.21
(ii) Intangible assets	12	78,982.93	79,031.01
(iii) Capital work-in-progress		552.18	1,619.49
(iv) Intangible assets under development		240.00	-
Non-current investments	13	2.59	149.89
Loans and advances	14	23,699.48	17,645.64
Other assets	15	93.87	250.93
		131,365.85	**127,068.17**
Current assets			
Current investments	16	8,344.00	19,201.64
Inventories	17	18,265.50	18,520.36
Trade receivables	18	9,411.03	5,741.90
Cash and Bank balances	19	6,119.84	7,462.69
Loans and advances	14	2,561.65	3,174.07
Other assets	15	656.83	503.66
		45,358.85	**54,604.32**
TOTAL		**176,724.70**	**181,672.49**
Summary of significant accounting policies	3		

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

As per our report of even date

For **S R B C & CO LLP**
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per **Vikram Mehta**
Partner
Membership No.: 105938

Place: Mumbai
Date: May 23, 2016

For and on behalf of the Board of Directors of
Jyothy Laboratories Limited

M.P. Ramachandran
Chairman and Managing Director
DIN: 00553406

K.Ullas Kamath
Joint Managing Director and Chief Financial Officer
DIN: 00506681

M.L. Bansal
Company Secretary
Membership No.: F2297

S.Raghunandan
Whole Time Director and Chief Executive Officer
DIN: 02263845

Place: Mumbai
Date: May 23, 2016

CONSOLIDATED STATEMENT OF PROFIT AND LOSS

for the year ended March 31, 2016

₹ In Lacs

	Note	2015-16	2014-15
REVENUE			
Sales (net of trade discount)		166,084.75	151,596.75
Less: Excise duty		(5,917.36)	(5,272.30)
Net sales		160,167.39	146,324.45
Sale of services		4,305.94	4,205.02
Other operating income	20	183.39	954.03
Revenue from operations		**164,656.72**	**151,483.50**
Other income	21	1,025.45	562.45
Total Revenue (I)		**165,682.17**	**152,045.95**
EXPENSES			
Cost of raw material and components consumed	22	49,662.91	46,776.34
Purchase of traded goods		30,134.51	31,485.68
(Increase)/ decrease in inventories of finished goods, work-in-progress and traded goods	23	115.30	(515.95)
Employee benefits expense	24	16,610.22	15,026.14
Employee stock option expenses	24	1,750.26	2,871.13
Other expenses	25	44,373.95	39,539.10
Total Expense (II)		**142,647.15**	**135,182.44**
EARNINGS BEFORE INTEREST, TAX, DEPRECIATION,			
AMORTIZATION AND IMPAIRMENT (EBITDA) (I) – (II)		**23,035.02**	**16,863.51**
Depreciation, amortisation and impairment	12	3,140.15	3,254.55
Finance Costs	26	603.30	1,376.76
Interest Income	27	434.67	429.66
PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX		**19,726.24**	**12,661.86**
Exceptional Item	42	-	209.18
PROFIT BEFORE TAX		**19,726.24**	**12,452.68**
Current tax (MAT)		4,314.38	3,087.06
Less MAT credit entitlement		(2,860.03)	(3,084.75)
- Net Current Tax		**1,454.35**	**2.31**
- Deferred tax charge/(credit)		2,476.14	(60.51)
- Excess tax provision / MAT credit reversal of earlier years		-	412.45
PROFIT AFTER TAX		**15,795.75**	**12,098.43**
Minority Share (share in loss)		(0.29)	(13.96)
PROFIT AFTER TAX AND MINORITY SHARE		**15,796.04**	**12,112.39**
EARNINGS PER SHARE (EPS)			
Basic (₹)	41	8.72	6.69
Diluted (₹)	41	8.60	6.65
Nominal value per share (₹)		1.00	1.00
Summary of significant accounting policies	3		

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

As per our report of even date

For **S R B C & CO LLP**
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per **Vikram Mehta**
Partner
Membership No.: 105938

Place: Mumbai
Date: May 23, 2016

For and on behalf of the Board of Directors of
Jyothy Laboratories Limited

M.P. Ramachandran
Chairman and Managing Director
DIN: 00553406

K.Ullas Kamath
Joint Managing Director and Chief Financial Officer
DIN: 00506681

M.L. Bansal
Company Secretary
Membership No.: F2297

S.Raghunandan
Whole Time Director and Chief Executive Officer
DIN: 02263845

Place: Mumbai
Date: May 23, 2016

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended March 31, 2016

₹ In Lacs

		2015-16	2014-15
A.	CASH FLOWS PROVIDED BY/(USED IN) OPERATING ACTIVITIES:		
	Profit before Tax	19,726.24	12,452.68
	Adjustment to reconcile profit before tax to net cash flow:		
	Depreciation, amortisation and impairment (net)	3,140.15	3,254.55
	Loss on fixed assets discarded	115.08	134.14
	Profit on sale of fixed assets	(48.90)	(16.17)
	Profit on sale of current investments	(934.71)	(500.93)
	Interest and finance charges	603.30	1,376.76
	Interest income	(434.67)	(429.66)
	Liabilities no longer required written back (net)	-	(389.17)
	Differential Tariff towards power and fuel expenses of earlier years	-	(400.31)
	Foreign exchange fluctuation gain (net)	(14.47)	(13.51)
	Provision for doubtful debts / bad debt written off	23.91	130.21
	Provision for doubtful advances	74.67	14.43
	Employee stock option expenses	1,750.26	2,871.13
	Operating profit before working capital changes	**24,000.86**	**18,484.15**
	Movements in working capital :		
	Increase/ (decrease) in trade payables	2,856.33	2,398.67
	Increase / (decrease) in provisions	437.85	509.97
	Increase/ (decrease) in other liabilities	1,381.43	(623.27)
	Decrease / (increase) in trade receivables	(3,678.57)	824.37
	Decrease / (increase) in inventories	254.86	(1,140.33)
	Decrease / (increase) in loans and advances	(986.07)	157.09
	Decrease / (increase) in other current assets	51.96	189.96
	Cash generated from operations	**24,318.65**	**20,800.61**
	Taxes paid (net)	(5,171.76)	(4,170.86)
	Net cash (Used in) / generated from operating activities (A)	**19,146.89**	**16,629.75**
B.	CASH FLOWS PROVIDED BY/(USED IN) INVESTING ACTIVITIES:		
	Purchase of fixed assets including capital work-in-progress and Capital Advances	(2,740.78)	(1,707.04)
	Proceeds from sale of fixed assets	169.55	66.65
	Proceeds from / (Investment in fixed deposit) [having original maturity of more than three months]	1,233.47	(1,860.31)
	Profit on sale of current investments	934.71	500.93
	Interest Income received	436.68	431.34
	Net cash (Used in) / generated from investing activities (B)	**33.63**	**(2,568.43)**

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended March 31, 2016

₹ In Lacs

	2015-16	2014-15
C. CASH FLOWS PROVIDED BY/(USED IN) FINANCING ACTIVITIES:		
Interest and finance charges paid	(982.34)	(1,367.18)
Allotment of equity shares under ESOP Scheme	0.97	-
Proceeds from / (Repayment of) long-term borrowings	(11,675.00)	3,810.50
Repayment of Deferred Payment Liability	(180.00)	-
Proceed from issue of shares by subsidiary	26.29	-
Expenditure incurred on issue of Debentures	-	(15.00)
Dividend paid	(14,485.73)	(3,620.47)
Dividend tax paid	(2,948.95)	(615.30)
Net cash (Used in) /generated from financing activities (C)	**(30,244.76)**	**(1,807.45)**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	**(11,064.24)**	**12,253.87**
Cash and cash equivalents at the beginning of the year	21,775.64	9,521.77
Cash and cash equivalents at the end of the year	**10,711.40**	**21,775.64**
Components of cash and cash equivalents		
Cash in hand	37.84	42.69
Balance with scheduled banks - Current account	1,764.96	2,477.97
- Deposit account	425.32	-
Unclaimed dividend accounts *	139.28	53.34
Cash and cash equivalents (Note 19)	**2,367.40**	**2,574.00**
Mutual Fund Investments (Note 16)	8,344.00	19,201.64
Cash and cash equivalents considered for cash flows statement	**10,711.40**	**21,775.64**
* Not available for use by the management for any other purpose		
Summary of significant accounting policies Note 3		

As per our report of even date

For **S R B C & CO LLP**
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per **Vikram Mehta**
Partner
Membership No.: 105938

Place: Mumbai
Date: May 23, 2016

For and on behalf of the Board of Directors of
Jyothy Laboratories Limited

M.P. Ramachandran
Chairman and Managing Director
DIN: 00553406

K.Ullas Kamath
Joint Managing Director and Chief Financial Officer
DIN: 00506681

M.L. Bansal
Company Secretary
Membership No.: F2297

S.Raghunandan
Whole Time Director and Chief Executive Officer
DIN: 02263845

Place: Mumbai
Date: May 23, 2016

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

NOTE 1 - BACKGROUND

The Consolidated financials statement comprise the financial statements of Jyothy Laboratories Limited ('the Company') and its subsidiaries hereinafter referred to as 'the Group'. The Group is principally engaged in manufacturing and marketing of fabric whiteners, soaps, detergents, mosquito coils and incense sticks and also provides laundry and dry cleaning services.

NOTE 2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS

a) The financial statements of the Group have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Group has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared under the historical cost convention on an accrual basis except in case of assets which has been recorded on fair value and assets for which provision for impairment is made. The accounting policies have been consistently applied by the Group and are consistent with those used in the previous year.

b) The consolidated financial statements of the Group have been consolidated on a line-by-line basis by adding together the book values of subsidiary companies like items of assets, liabilities, income and expenses, after eliminating intra-group balances and the unrealised profits / unrealised losses on intra-group transactions as per Accounting Standard 21(AS 21) " Consolidated Financial Statements". The results of subsidiaries are included from the date of acquisition of a controlling interest. The excess/ shortfall of cost to the Group of its investments in the subsidiary companies is recognised in the financial statements as goodwill/ capital reserves, as the case may be. Goodwill on consolidation is tested for impairment at every reporting date.

c) Minority interest in net asset of consolidated subsidiary consist of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the company in subsidiary companies and further movement in their share in equity, subsequent to the dates of investment.

d) The Consolidated Financial Statements for the year ended March 31, 2016 includes the financial statements of the following subsidiaries:

Name of the Company		Country of incorporation	Percentage of ownership either directly or indirectly through subsidiaries as at	
			March 31, 2016	March 31, 2015
(a)	**Direct Subsidiaries**			
1.	Associated Industries Consumer Products Pvt Ltd $	India	(Note II)	100.00
2.	Jyothy Fabricare Services Limited	India	75.10	75.10
3.	Jyothy Consumer Products Ltd	India	(Note II)	(Note II)
4.	Jyothy Kallol Bangladesh Limited	Bangladesh	75.00	75.00
5.	Jyothy Consumer Products Marketing Ltd	India	100.00	100.00
(b)	**Indirect Subsidiaries ***			
6.	Snoways Laundrers and Drycleaners Pvt. Ltd (Note I)	India	36.80	36.80
7.	Diamond Fabcare Private Limited	India	(Note II)	(Note II)
8.	Akash Cleaners Private Limited	India	(Note II)	(Note II)
9.	Fab Clean & Care Private Limited	India	(Note II)	(Note II)
10.	Four Seasons Dry Cleaning Co. Private Limited	India	75.10	75.10
11.	JFSL-JLL(JV)	India	81.32	81.32

* Effective holding % of Company directly and indirectly through its subsidiaries.

$ Merged with Jyothy Consumer Products Marketing Limited w.e.f. 01 April, 2014

Note :

I Jyothy Fabricare Services Limited has 49% share in Snoways Laundrers & Drycleaners Pvt. Ltd and has entered into agreement which enable it to control the composition of the Board of Directors of the latter, making it a subsidiary company of Jyothy Fabricare Services Limited.

II These entities have been merged with the Company or its subsidiaries under an approved scheme of amalgamation of High Court in earlier years. There is no impact of this merger on the consolidated financial statements of the Group, since the business was already included in the consolidated financial statements of earlier years.

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

NOTE 3 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Group, in respect of the consolidated financial statements are as follows:

a) Use of estimates

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

b) Tangible fixed assets

Fixed assets are initially recorded at cost . Cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use. The cost of the tangible assets acquired in an amalgamation in the nature of purchase is their fair value as at the date of amalgamation. Following initial recognition, tangible assets are carried at cost less accumulated depreciation and impairment losses, if any.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from derecognition of tangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

The group identifies and determines cost of asset significant to the total cost of the asset having useful life that is materially different from that of the remaining life.

c) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over the estimated useful economic life. The Group uses a rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

d) Depreciation and amortisation

Depreciation is provided using the Straight Line Method as per the useful lives of the assets estimated by the management.

The estimated useful life of the assets is as follows:

Category	Estimated useful life (in years)
Factory Buildings	10-30
Building (Other than Factory Building)	30-60
Building (Fences and temporary structure)	3-6
Plant and machinery	13-15
Furniture and fixtures	5-10
Leasehold Improvements (Outlets on lease)	3
Dies and moulds	3
Computers	3-6
Office equipments	5
Vehicles	6-10
Know-how	3-5
Trademarks and Copyrights	9-10
Softwares and Licences	10

The goodwill purchased is not amortised but tested for impairment purposes for every year. Assets costing less then ₹ 5,000 are depreciated at the rate of 100 %. Leasehold land is amortised over the period of the lease on a straight-line basis which ranges between 60-90 years.

The management has estimated, supported by independent assessment by professionals, the useful lives of the following classes of assets (which were taken over during the merger of erstwhile Jyothy Consumer Products Limited), which are lower than those indicated in Schedule II.

Category	Estimated useful life (in years)
Factory Buildings	10
Building (Other than Factory Building)	30
Plant and machinery	13
Furniture and fixtures	5
Vehicles	6

The amortization/ depreciation period and the amortization/ depreciation method are reviewed at least at each financial year end.

If the expected useful life of the asset is significantly different from previous estimates, the amortization / depreciation period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization/ depreciation method is changed to reflect the changed pattern. Such changes are accounted for in accordance with *AS 5 Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies.*

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e) Impairment

i) The company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. An impairment loss is recognized wherever the carrying amount of an asset exceed its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the pre-tax discount rate. In determining net selling price , recent market transaction are taken into account, if available. If no such transaction can be identified, an appropriate valuation model is used.

ii) After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

iii) A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years.

f) Operating Leases

i. Where the company is a lessee;

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Lease payments on operating leases are recognized as an expense in the statement of profit and loss on a straight-line basis, over the lease term.

ii. Where the company is a lessor;

Leases in which the company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

g) Government grants and subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/ subsidy will be received and all attaching conditions will be complied with. When the grant or subsidy relates to revenue item, it is recognized as income over the periods necessary to match them on a systematic basis to the costs, which it is intended to compensate. Where the grant or subsidy relates to an asset, its value is deducted from the gross value in arriving at the carrying amount of the related asset. Government grant in the nature of promoters' contribution is credited to the investment subsidy reserve.

h) Investment

Investments that are readily realisable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties and other costs that arise on acquisition of investment. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments. On disposal of investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

An investment in land or building, which is not intended to be occupied substantially for use by, or in the operations of the Group is classified as investment property. Investment properties are stated at cost, net of accumulated depreciation and impairment losses, if any.

i) Inventories

Inventories of raw materials, packing materials, work-in-progress, finished goods, operating supplies, stores and consumables items are valued at cost or net realizable value, whichever is lower. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

Cost is ascertained on First-in-First out ('FIFO') basis and includes all applicable costs incurred in bringing goods to their present location and condition. Cost of work in progress, manufactured packing material and finished goods includes materials and all applicable manufacturing overheads. The Group accrues for excise duty liability in respect of manufactured finished goods/ intermediary inventories lying in the factory.

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to the Consolidated Financial Statements for the year ended March 31, 2016

Traded goods are valued at lower of cost and net realizable value. Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on a FIFO basis.

Operating supplies are items in circulation. Cost is ascertained on First-in-First out ('FIFO') basis and includes all applicable costs incurred in bringing goods to their present location and condition and then written off over their estimated period of usage.

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

j) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. The following specific criteria must also be met before revenue is recognised;

Sale of Goods :

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods. Excise Duty, Sales Tax and VAT deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability arising during the year. The Group collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the Group. Hence, they are excluded from revenue. Revenue includes the amount of excise duty refund received / due in accordance with incentive scheme. Revenue is net of trade discount given.

Sale of Services :

Service revenue is recognised on completion of services and where no significant uncertainty exists regarding the amount of the consideration that will be derived from rendering the service. Service revenue are net of service tax.

Interest :

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

k) Foreign currency translation

(i) Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign currency monetary items are reported using the exchange rate prevailing at the reporting date. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

(iii) Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

l) Retirement and other employee benefits

i) Retirement benefit in the form of provident fund and super annuation fund is a defined contribution scheme. The Group has no obligation, other than the contribution payable to the respective fund. The Group recognizes contribution payable to the provident fund/ super annuation scheme as an expenditure, when an employee renders the related service.

ii) Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

iii) Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Group measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

iv) The Group treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end.

v) Actuarial gains/ losses are immediately taken to the statement of profit and loss and are not deferred.

m) Sales promotion items

Sales promotion items are valued at cost. Cost is ascertained on First-in-First out ('FIFO') basis and includes all applicable costs incurred in bringing goods to their present location and condition.

n) Income-tax

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to

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to the Consolidated Financial Statements for the year ended March 31, 2016

the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations of unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

In the situations where an entity in the Group is entitled to a tax holiday under the Income-tax Act, 1961 enacted in India or tax laws prevailing in the respective tax jurisdictions where it operates, no deferred tax (asset or liability) is recognized in respect of timing differences which reverse during the tax holiday period, to the extent the entity's gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of timing differences which reverse after the tax holiday period is recognized in the year in which the timing differences originate. However, the entity restricts recognition of deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the timing differences which originate first are considered to reverse first.

At each balance sheet date unrecognised deferred tax assets are re-assessed. It recognises unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each reporting date. Write-down of the carrying amount of a deferred tax asset is done to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that normal income tax will be paid during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the Guidance Note on Accounting for credit Available in respect of Minimum Alternate Tax under the Income Tax Act, 1961, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT Credit Entitlement. MAT credit entitlement is reviewed at each balance sheet date and is written down to the extent there is no longer convincing evidence to the effect that normal Income Tax will be paid during the specified period.

o) Provisions

A provision is recognised when there is a present obligation as a result of past event; 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 are not discounted to its present value and are determined based on 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.

p) Excise duty

Excise duty on turnover is reduced from turnover. Excise duty relating to the difference between the opening stock and closing stock is recognised as income/ expense as the case may be, separately in the statement of profit and loss.

q) Segment Reporting

Identification of segments:

The Group's operating businesses are organized and managed separately according to the nature of products, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Group operate.

Segment accounting policies :

The Group prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Group as a whole.

Intersegment transfer :

The Group generally accounts for inter segment sales and transfers as if the sales or transfer were to third parties at market price.

Allocation of common costs:

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items:

It includes general corporate income and expense items which are not allocated to any business segment.

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to the Consolidated Financial Statements for the year ended March 31, 2016

r) Earnings per Share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year are adjusted for event of bonus issue, bonus element in a rights issue to existing shareholders, share split, and reverse share split that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

s) Cash and Cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

t) Borrowing Costs

Borrowing costs consist of interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the respective asset. All other borrowing costs are expensed in the period they occur.

u) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Group does not recognize a contingent liability but discloses its existence in the financial statements.

v) Measurement of EBITDA

The company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. In its measurement, the company does not include depreciation and amortization expense, finance costs, interest income and tax expense.

w) Employee stock compensation cost

Employees in senior management of the company receive remuneration in the form of share based payment transactions, whereby employees render services as consideration for equity instruments (equity-settled transactions).

In accordance with the Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and the Guidance Note on Accounting for Employee Share-based Payments, the cost of equity-settled transactions is measured using the intrinsic value method. The cumulative expense recognized for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the company's best estimate of the number of equity instruments that will ultimately vest. The expense or credit recognized in the statement of profit and loss for a period represents the movement in cumulative expense recognized as at the beginning and end of that period and is recognized in employee benefits expense.

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to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	As at March 31, 2016	As at March 31, 2015
NOTE 4		
SHARE CAPITAL		
AUTHORISED CAPITAL		
2,570,000,000 (2015 - 2,570,000,000) equity shares of ₹ 1 (2015 - ₹ 1) each	25,700.00	25,700.00
	25,700.00	**25,700.00**
ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
181,119,680 (2015 - 181,023,496) equity shares of ₹ 1 (2015 - ₹ 1) each fully paid	1,811.20	1,810.23
	1,811.20	**1,810.23**

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

	As at March 31, 2016		As at March 31, 2015	
	No.	Amount	No.	Amount
At the beginning of the period	181,023,496	1,810.23	181,023,496	1,810.23
Issued / Subscribed during the year (ESOP)	96,184	0.97	-	-
Outstanding at the end of the period	181,119,680	1,811.20	181,023,496	1,810.23

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

	As at March 31, 2016		As at March 31, 2015	
	No.	% Holding in the class	No.	% Holding in the class
Equity shares of ₹ 1 each fully paid				
M. P. Ramachandran	72,112,060	39.81%	72,112,060	39.81%
Sahyadri Agencies Limited	15,000,000	8.28%	15,000,000	8.28%

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

c. **Terms/ rights attached to equity shares**

The Company has only one class of equity shares having par value of 1 ₹ per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended March 31, 2016 the amount of per share dividend recognized as distributions to equity shareholders was ₹ 5 (2015 - ₹ 4) including interim dividend of ₹ 4 per equity share paid during the year.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

d. **Aggregate number of bonus shares issued, shares issued for consideration other than cash during the period of five years immediately preceding the reporting date:**

	As at March 31, 2016	As at March 31, 2015
	No.	No.
Equity shares allotted as fully paid bonus shares by capitalization of securities premium (FY 2013 - 2014)	2,379,748	2,379,748
Equity shares issued for consideration other than cash, pursuant to scheme of amalgamation with erstwhile Jyothy Consumer Products Limited (JCPL) (FY 2013 - 2014)	2,379,748	2,379,748
	4,759,496	**4,759,496**

In addition the company has issued 96,184 share (2015 Nil) during the period of five years immediately preceding the reporting date on exercise of option granted under the employee stock option plan (ESOP) wherein part consideration was received in form of employee services.

e. **Share received for issue under option**

For details of shares reserved for issue under the employee stock option plan (ESOP) of the company, please refer Note 36.

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to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	As at March 31, 2016	As at March 31, 2015
NOTE 5		
RESERVES AND SURPLUS		
Surplus in the statement of profit and loss :		
Balance, beginning of the year	(14,651.09)	(12,312.30)
Profit for the year	15,796.04	12,112.41
	1,144.95	**(199.89)**
Less : Appropriations		
Proposed dividend (amount per share ₹ 1 (2015 - ₹ 4))	(1,811.20)	(7,240.94)
Tax on proposed dividend	(368.72)	(1,474.08)
Interim dividend (amount per share ₹ 4 (2015 - ₹ Nil))	(7,244.79)	-
Tax on Interim dividend	(1,474.87)	-
Transfer to Debenture Redemption Reserve	(4,560.01)	(5,372.51)
Depreciation as per Schedule II of Companies Act, 2013*	-	(363.67)
Net (deficit) in the statement of profit and loss	**(14,314.64)**	**(14,651.09)**
Capital Reserve	**5,480.32**	**5,480.32**
Securities premium		
Balance, beginning of the year	37,814.38	39,191.20
Add : Addition on ESOPs exercised	180.54	-
Less: Expenses incurred on issue of Debentures	-	(15.00)
Less: Premium payable on redemption of non convertible debentures issued	-	(1,361.82)
Balance, end of the year	**37,994.92**	**37,814.38**
Investment subsidy	**106.90**	**106.90**
Debenture Redemption Reserve		
Balance, beginning of the year	11,995.02	6,622.51
Add: Amount transferred from surplus balance in the statement of profit and loss	4,560.01	5,372.51
Less: Amount transferred to General Reserves	(2,875.00)	-
Balance, end of the year	**13,680.03**	**11,995.02**
General reserves		
Balance, beginning of the year	32,539.08	32,539.08
Add: Amount transferred from Debenture Redemption Reserve	2,875.00	-
Balance, end of the year	**35,414.08**	**32,539.08**
Employee Stock Option Outstanding		
Balance, beginning of the year	2,871.13	-
Add: Compensation on stock option granted during the year	2,397.87	2,871.13
Less: Compensation on stock option cancelled during the year	(647.61)	-
Less: Transfer to securities premium on exercise of stock options	(180.54)	-
	4,440.85	**2,871.13**
	82,802.46	**76,155.74**

* The Group has not recognised deferred tax assets on the same in the absence of virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	NON CURRENT		CURRENT	
	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
NOTE 6				
LONG-TERM BORROWINGS				
Term loans from Bank (secured)	727.44	902.44	175.00	175.00
Secured Redeemable Zero Coupon Non Convertible Debentures				
4,000 (2015-4,000) Debentures of ₹ 10,00,000 (2015-₹ 10,00,000) each	-	40,000.00	40,000.00	-
9.65% Secured Redeemable Non Convertible Debentures				
Nil (2015-650) Debentures of ₹ Nil (2015-₹ 10,00,000) each	-	-	-	6,500.00
10.25% Secured Redeemable Non Convertible Debentures				
Nil (2015-500) Debentures of ₹ Nil (2015-₹ 10,00,000) each	-	-	-	5,000.00
Unlisted, Redeemable, Non Convertible Debentures				
400 (2015-400) Debentures of ₹ 10,00,000 (2015-₹ 10,00,000) each	-	4,000.00	4,000.00	-
Deferred Payment Liability (Unsecured)	-	-	180.00	360.00
Amount disclosed under 'Other Current Liabilities' (Note 11)	-	-	(44,355.00)	(12,035.00)
	727.44	**44,902.44**	**-**	**-**

Details of loan:

a) Term loan of ₹ 902.44 (2015 - ₹ 1,077.44) from bank has been taken in financial year 2012-13. The loan is repayable in 32 quarterly installments beginning from August 2013. The loan is secured by exclusive first charge on the entire fixed assets and current assets of the JFSL-JLL (JV) and further secured by corporate guarantee given by the company.

b) 4,000 Zero Coupon Non Convertible Redeemable Debentures of ₹ 10,00,000 each - Redeemable at premium of ₹ 368,022 per debenture after 3 years from the date of allotment i.e. November 14, 2013. These debentures are secured by first charge on all fixed assets and select Brands (Maxo and Exo).

c) 400 Unlisted, Redeemable, Non Convertible Debentures of ₹ 10,00,000 each - Redeemable at a premium of ₹ 340,455 per debenture after 3 years from the date of allotment i.e. January 12, 2015. The Debentures are unsecured and covered by corporate guarantee given by the Company.

d) Deferred payment liability are repayable over a period of 3 years in equal installments.

	As at March 31, 2016	As at March 31, 2015
NOTE 7		
DEFERRED TAX LIABILITIES, (NET)		
a) Deferred tax liability		
Depreciation	4,392.05	4,463.88
Gross Deferred tax liability (A)	**4,392.05**	**4,463.88**
b) Deferred tax assets		
Technical royalty	1.19	1.58
Provision for gratuity	594.12	468.56
Provision for doubtful debts	159.75	159.75
Provision for doubtful advances	542.01	521.28
Provision for leave encashment	282.90	269.72
Provision for impairment losses	59.05	60.27
Provision for bonus	6.58	6.58
Other Disallowances	76.31	32.87
On carry forward loss and unabsorbed depreciation	139.76	2,889.03
Gross Deferred tax assets (B)	**1,861.67**	**4,409.64**
Net deferred tax liabilities (A - B)	**2,530.38**	**54.24**

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to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	As at March 31, 2016	As at March 31, 2015
NOTE 8		
OTHER LONG-TERM LIABILITIES		
Premium payable on redemption of Debentures	16,081.91	16,081.91
Creditors for Capital Goods	-	75.81
Amount disclosed under 'Other Current Liabilities' (Note 11)	(15,583.41)	-
	498.50	**16,157.72**

	NON CURRENT		CURRENT	
	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
NOTE 9				
PROVISIONS				
Provision for employee benefits				
Provision for leave encashment	-	-	830.90	797.74
Provision for gratuity (Note 28)	1,776.65	1,370.42	13.47	10.45
	1,776.65	**1,370.42**	**844.37**	**808.19**
Other provisions				
Provision for wealth tax	-	-	4.17	8.73
Provision for income tax (net of advance tax of ₹ 3,777.52 (2015 - ₹ 2,700.12))	-	-	534.48	374.88
Provision for litigation*	-	-	2,175.59	2,175.59
Proposed dividend	-	-	1,811.20	7,240.94
Tax on proposed dividend	-	-	368.72	1,474.08
	-	**-**	**4,894.16**	**11,274.22**
	1,776.65	**1,370.42**	**5,738.53**	**12,082.41**

*Provision for litigation relates to certain indirect tax cases pending at various levels. There is no movement in the provision in current year.

	As at March 31, 2016	As at March 31, 2015
NOTE 10		
TRADE PAYABLES		
Total outstanding dues of micro enterprises and small enterprises (refer note 43 for details of dues to micro and small enterprises)	4,718.54	3,741.78
Total outstanding dues of creditors other than micro enterprises and small enterprises		
Other trade payable	5,590.95	4,257.19
Accrual for expenses	5,774.55	5,247.82
	16,084.04	**13,246.79**

	As at March 31, 2016	As at March 31, 2015
NOTE 11		
OTHER CURRENT LIABILITIES		
Interest accrued but not due on Long Term Borrowings	-	377.16
Interest accrued and due on Long Term Borrowings	9.01	10.89
Statutory Dues	1,952.29	1,696.04
Unclaimed dividend *	139.28	53.34
Security deposits	33.65	63.09
Advances from customers	614.28	212.43
Advances towards fixed assets/ investment property held for sale	20.00	95.84
Creditors for capital goods	98.39	186.27
Accrual for sales promotion schemes	1,780.45	1,018.70
Current maturities of Long Term Borrowings (Note 6)	44,355.00	12,035.00
Current maturities of premium payable on redemption of Debentures (Note 8)	15,583.41	-
	64,585.76	**15,748.76**

* There are no amounts payable / due to be credited to Investor Education and Protection Fund.

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to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

NOTE 12

TANGIBLE AND INTANGIBLE ASSETS

	Gross Block				Depreciation and Amortisation					Impairment				Net Block	
Particulars	As at April 1, 2015	Addition	Deletions	As at March 31, 2016	As at April 1, 2015	For the year adjusted to reserve as per Schedule II of the Companies Act 2013*	For the year taken to statement of profit & loss	Deletions	As at March 31, 2016	As at April 1, 2015	Charge For the year*	Deletion	As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Intangible assets															
Goodwill	79,058.23	-	-	79,058.23	373.54	-	-	-	373.54	51.50	-	-	51.50	78,633.19	78,633.19
	79,054.78	*3.45*	*-*	*79,058.23*	*373.54*	*-*	*-*	*-*	*373.54*	*51.50*	*-*	*-*	*51.50*		
Trademarks and Copyrights$	618.44	-	-	618.44	489.99	-	45.28	-	535.27	23.68	-	-	23.68	59.49	104.77
	618.44	*-*	*-*	*618.44*	*444.43*	*-*	*45.56*	*-*	*489.99*	*23.68*	*-*	*-*	*23.68*		
Know-how	647.12	-	-	647.12	647.12	-	-	-	647.12	-	-	-	-	-	-
	647.12	*-*	*-*	*647.12*	*575.45*	*-*	*71.67*	*-*	*647.12*	*-*	*-*	*-*	*-*		
Software's and Licences	481.15	47.43	-	528.58	188.10	-	50.23	-	238.33	-	-	-	-	290.25	293.05
	389.82	*117.72*	*26.39*	*481.15*	*163.41*	*-*	*51.06*	*26.37*	*188.10*	*-*	*-*	*-*	*-*		
Total intangible assets	**80,804.94**	**47.43**	**-**	**80,852.37**	**1,698.75**	**-**	**95.51**	**-**	**1,794.26**	**75.18**	**-**	**-**	**75.18**	**78,982.93**	**79,031.01**
	80,710.16	*121.17*	*26.39*	*80,804.94*	*1,556.83*	*-*	*168.29*	*26.37*	*1,698.75*	*75.18*	*-*	*-*	*75.18*		
Tangible assets															
Freehold land ^	3,727.30	-	-	3,727.30	-	-	-	-	-	-	-	-	-	3,727.30	3,727.30
	3,693.97	*33.33*	*-*	*3,727.30*	*-*	*-*	*-*	*-*	*-*	*-*	*-*	*-*	*-*		
Leasehold land	390.74	-	-	390.74	38.55	-	3.99	-	42.54	-	-	-	-	348.20	352.19
	390.74	*-*	*-*	*390.74*	*34.56*	*-*	*3.99*	*-*	*38.55*	*-*	*-*	*-*	*-*		
Building #	15,975.46	609.80	62.88	16,522.38	3,925.64	-	550.58	22.62	4,453.60	-	-	-	-	12,068.78	12,049.82
	15,793.24	*197.00*	*14.78*	*15,975.46*	*3,390.58*	*-*	*540.48*	*5.42*	*3,925.64*	*-*	*-*	*-*	*-*		
Plant and machinery	24,283.58	1,821.71	1,020.73	25,084.56	11,467.51	-	1,969.20	854.89	12,581.82	2,098.48	-	3.53	2,094.95	10,407.79	10,717.59
	24,424.02	*742.99*	*883.43*	*24,283.58*	*9,952.90*	*95.18*	*1,846.23*	*426.80*	*11,467.51*	*2,407.16*	*-*	*308.68*	*2,098.48*		
Dies and moulds	685.65	48.00	66.81	666.84	511.89	-	95.03	64.61	542.31	-	-	-	-	124.53	173.76
	681.39	*176.93*	*172.67*	*685.65*	*555.51*	*4.58*	*123.71*	*171.91*	*511.89*	*-*	*-*	*-*	*-*		
Furniture and fixture	1,017.66	65.30	41.25	1,041.71	565.65	-	108.60	35.28	638.97	1.07	-	-	1.07	401.67	450.94
	1,072.01	*18.13*	*72.48*	*1,017.66*	*456.90*	*25.98*	*151.96*	*69.19*	*565.65*	*1.07*	*-*	*-*	*1.07*		
Leasehold Improvements	402.01	1.10	95.06	308.05	317.35	-	48.65	82.56	283.44	-	-	-	-	24.61	84.66
	531.54	*96.32*	*225.85*	*402.01*	*463.17*	*-*	*80.03*	*225.85*	*317.35*	*-*	*-*	*-*	*-*		
Office equipments	1,466.88	124.87	140.75	1,451.00	1,116.51	-	146.08	137.87	1,124.72	12.75	-	-	12.75	313.53	337.62
	1,417.50	*174.08*	*124.70*	*1,466.88*	*802.62*	*230.78*	*204.75*	*121.64*	*1,116.51*	*14.08*	*-*	*1.33*	*12.75*		
Vehicle	1,006.80	33.18	49.02	990.96	528.56	-	122.51	39.41	611.66	0.91	-	-	0.91	378.39	477.33
	888.75	*236.39*	*118.34*	*1,006.80*	*483.13*	*7.15*	*135.11*	*96.83*	*528.56*	*0.91*	*-*	*-*	*0.91*		
Total tangible assets	**48,956.08**	**2,703.96**	**1,476.50**	**50,183.54**	**18,471.66**	**-**	**3,044.64**	**1,237.24**	**20,279.06**	**2,113.21**	**-**	**3.53**	**2,109.68**	**27,794.80**	**28,371.21**
	48,893.16	*1,675.17*	*1,612.25*	*48,956.08*	*16,139.37*	*363.67*	*3,086.26*	*1,117.64*	*18,471.66*	*2,423.22*	*-*	*310.01*	*2,113.21*		
Total	**1,29,761.02**	**2,751.39**	**1,476.50**	**1,31,035.91**	**20,170.41**	**-**	**3,140.15**	**1,237.24**	**22,073.32**	**2,188.39**	**-**	**3.53**	**2,184.86**	**1,06,777.73**	**1,07,402.22**
Previous year	*1,29,603.32*	*1,796.34*	*1,638.64*	*1,29,761.01*	*17,696.20*	*363.67*	*3,254.55*	*1,144.01*	*20,170.41*	*2,498.40*	*-*	*310.01*	*2,188.39*		

$ Includes trademarks and copyrights of ₹ 315.63 (2015 - ₹ 315.63) pending for registration in the name of the Company and ₹ 37.63 (2015 - ₹ 37.63) pending for registration in the name of the Jyothy Fabricare Services Limited.

Includes ₹ 452.19 (2015 - ₹ 452.19) represented by unquoted fully paid shares at cost in various co-operative societies. Further, also refer Note 33.

^ Land title deed relating to freehold land of ₹ 536.41 (2015 - ₹ 536.41) are pending for registration in the name of Jyothy Fabricare Services Limited.

* Effective April 1, 2014, the group had revised the useful lives of certain fixed assets based on Schedule II to the Companies Act, 2013 for the purposes of providing depreciation on fixed assets. Accordingly, the carrying amount of the assets as on April 1, 2014 was depreciated over the remaining revised useful life of the fixed assets. Further, an amount of ₹ Nil (2015 - ₹ 363.67) (Net of tax ₹ Nil) representing the carrying amount of the assets with revised useful life as Nil, was charged to the opening reserves as on April 1, 2014.

Figures in italics are in respect of the previous year

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	As at March 31, 2016	As at March 31, 2015
NOTE 13		
NON CURRENT INVESTMENTS (at cost, unless stated otherwise)		
Investment property (Freehold land)#	-	147.30
Trade Investments (Unquoted)		
Henkel SPIC Employees Co-operative Thrift and Credit Society Limited		
2,000 (2015 - 2,000) equity shares of ₹ 100 (2015 - ₹ 100) each fully paid up	2.00	2.00
Capexil (Agencies) Ltd		
5 (2015 - 5) equity shares of ₹ 1,000 (2015 - ₹ 1,000) each fully paid up	0.05	0.05
Madras Industrial Cooperative Analytical Laboratory Limited		
2 (2015 - 2) equity shares of ₹ 500 (2015 - ₹ 500) each fully paid up	0.01	0.01
	2.06	**2.06**
Less: Provision for diminution in the value of investments	(0.06)	(0.06)
	2.00	**2.00**
Non-Trade Investment (Unquoted)		
Investment in Government Securities		
Indira Vikas Patra	0.02	0.02
National Saving Certificates (Pledged with Government authorities)	0.57	0.57
	0.59	**0.59**
	2.59	**149.89**
Aggregate amount of unquoted investments	2.59	149.89

Since this is freehold land no depreciation is charged on same.

	NON CURRENT		**CURRENT**	
	As at March 31, 2016	As at March 31, 2015	**As at March 31, 2016**	As at March 31, 2015
NOTE 14				
LOANS AND ADVANCES				
Unsecured, considered good unless otherwise stated				
Capital Advances	805.90	152.89	-	-
Advance to suppliers*	58.45	65.85	1,585.59	1,500.97
Balance with excise and VAT authorities*	-	-	1,333.16	1,949.96
MAT Credit entitlement	9,194.39	6,344.14	-	-
Deposits*	1,976.48	965.73	218.15	163.70
Balance with government authorities* (Note 38)	7,955.07	7,346.82	95.01	95.59
Prepaid Expenses	4.48	1.18	150.96	192.44
Advance income tax (net of provisions of ₹ 9,966.90 (2015 - ₹ 6,891.90))	3,102.66	2,089.59	52.94	39.25
Other receivables*	853.79	979.41	424.23	461.80
Less: Provisions for doubtful advances	(251.74)	(299.97)	(1,298.39)	(1,229.64)
	23,699.48	**17,645.64**	**2,561.65**	**3,174.07**

* Advances to suppliers, Balance with excise and VAT authorities, Balance with government authorities, Deposits, Capital Advances and Other receivables include ₹ 454.27 (2015 - 385.52), ₹ 881.50 (2015 - ₹ 881.50), ₹ 167.01 (2015 - ₹ 167.00) , ₹ 21.03 (2015 - ₹ 49.26), ₹ Nil (2015 - ₹ 20.01) and ₹ 26.32 (2015 - ₹ 26.32) respectively, considered doubtful and fully provided for.

NOTES
to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	NON CURRENT		CURRENT	
	As at March 31, 2016	As at March 31, 2015	**As at March 31, 2016**	As at March 31, 2015
NOTE 15				
OTHER ASSETS				
Unsecured, considered good				
Inventory-Sales Promotions Items	-	-	242.65	294.61
Interest accrued but not due	-	-	-	2.01
Investment property (Freehold land) held for sale	-	-	147.30	-
Fixed deposit with Banks (Note 19)	93.87	250.93	266.88	207.04
	93.87	**250.93**	**656.83**	**503.66**

	As at March 31, 2016	As at March 31, 2015
NOTE 16		
CURRENT INVESTMENTS Quoted (Cost or Fair value whichever is lower)		
Axis Banking Debt Fund - Growth		
Nil (2015 - 133,859.97) units of ₹ Nil (2015 - ₹ 1,000) each	-	1,700.00
Axis Liquid Fund - Growth		
190,885.668 (2015 - Nil) units of ₹ 1,000 (2015 - ₹ Nil) each	3,200.00	-
Axis Short Term Fund		
Nil (2015 - 3,298,544.68) units of ₹ Nil (2015 - ₹ 10) each	-	500.00
Axis Treasury Advantage Fund - Growth		
Nil (2015 - 265,018.71) units of ₹ Nil (2015 - ₹ 1,000) each	-	4,050.00
HDFC Gilt Fund Long Term Plan - Direct Plan - Growth		
Nil (2015 - 5,672,438.54) units of ₹ Nil (2015 - ₹ 10) each	-	1,600.00
HDFC High Interest Fund - Dynamic Plan		
Nil (2015 - 815,281.64) units of ₹ Nil (2015 - ₹ 10) each	-	400.00
ICICI Prudential STP - Growth		
Nil (2015 - 1,785,912.01) units of ₹ Nil (2015 - ₹ 10) each	-	500.00
ICICI Prudential Ultra Short Term Plan - Dir - Gr		
Nil (2015 - 11,475,961.45) units of ₹ Nil (2015 - ₹ 10) each	-	1,600.00
Indiabulls Ultra Short Term Fund		
77,179.603 (2015 - 115,556.48) units of ₹ 1,000 (2015 - ₹ 1,000) each	1,100.00	1,550.00
Reliance Short Term Fund		
Nil (2015 - 5,143,139.64) units of ₹ Nil (2015 - ₹ 10) each	-	1,350.00
Religare Invesco Short Term Fund		
Nil (2015 - 53,149.72) units of ₹ Nil (2015 - ₹ 1,000) each	-	1,000.00
Reliance Invesco Ultra Short Term Fund - Direct Plan		
Nil (2015 - 51,584.63) units of ₹ Nil (2015 - ₹ 1,000) each	-	1,000.00
Tauras Short Term Income Fund		
Nil (2015 - 20,401.56) units of ₹ Nil (2015 - ₹ 1,000) each	-	500.00
Tauras Ultra Short Term Bond Fund Super Institution		
16,293.485 (2015 - 41,593.42) units of ₹ 1,000 (2015 - ₹ 1,000) each	300.00	700.00

NOTES
to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	As at March 31, 2016	As at March 31, 2015
Axis Treasury Advantage Fund - Direct Growth		
Nil (2015 - 1,465.714) units of ₹ Nil (2015 - ₹ 1,498.8914) each	-	21.97
Religare Invesco Credit Opportunities Fund - Growth (CO-IG)		
Nil (2015 - 46,678.225) units of ₹ Nil (2015 - ₹ 1,563.1972) each	-	729.67
TSTG Tata Short Term Bond Fund Plan A - Growth		
1,953,407.328 (2015 - 1,953,407.328) units of ₹ 25.5963 (2015 - ₹ 25.5963) each	500.00	500.00
HDFC High Interest Fund - Dynamic Plan - Growth		
1,037,150.739 (2015 - 1,037,150.739) units of ₹ 48.2090 (2015 - ₹ 48.2090) each	500.00	500.00
Franklin India Low Duration Fund - Growth		
Nil (2015 - 6,645,622.196) units of ₹ Nil (2015 - ₹ 15.0475) each	-	1,000.00
Kotak Low Duration Fund		
99,822.067 (2015 - Nil) units of ₹ 1,000 (2015 - ₹ Nil) each	1,742.51	-
Tauras Dynamic Income Fund - Growth Option		
68,32,489.199 (2015 - Nil) units of ₹ 10 (2015 - ₹ Nil) each	1,001.49	-
	8,344.00	**19,201.64**
Aggregate amount of quoted investments	8,344.00	19,201.64
Market value of quoted investments	8,589.15	19,497.57

	As at March 31, 2016	As at March 31, 2015
NOTE 17		
INVENTORIES (Valued at lower of cost or net realisable value)		
Raw and packing materials (including goods in transit ₹ 2.19 (2015 - ₹ Nil))	5,034.18	5,238.99
Work in progress	1,547.72	1,371.28
Finished goods manufactured	8,089.44	7,395.12
Traded Goods (including goods in transit ₹ 253.66 (2015 - ₹ 322.89))	3,154.31	4,113.09
Stores, Operating supplies and spare parts	439.85	401.88
	18,265.50	**18,520.36**

	As at March 31, 2016	As at March 31, 2015
NOTE 18		
TRADE RECEIVABLES		
Unsecured		
a) Outstanding for a period exceeding six months from the date they are due for payment		
Considered good	876.40	872.49
Considered doubtful	1,200.54	1,397.11
Less: Provision for doubtful receivables	(1,200.54)	(1,397.11)
	876.40	**872.49**
b) Other receivable, considered good	8,534.63	4,869.41
	9,411.03	**5,741.90**

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	NON CURRENT		CURRENT	
	As at March 31, 2016	As at March 31, 2015	**As at March 31, 2016**	As at March 31, 2015
NOTE 19				
CASH AND BANK BALANCES				
Cash in hand	-	-	37.84	42.69
Balance with banks - Current account	-	-	1,764.96	2,477.97
- Deposit account (Original maturity of less than three months)	-	-	425.32	-
Unclaimed dividend accounts	-	-	139.28	53.34
	-	**-**	**2,367.40**	**2,574.00**
Other bank balances				
Deposit account (Original maturity of more than three months)	-	-	273.63	572.03
Deposits with original maturity for more than 12 months*	93.87	250.93	3,745.69	4,523.70
Amount disclosed under 'other assets' (Note 15)	(93.87)	(250.93)	(266.88)	(207.04)
	-	**-**	**3,752.44**	**4,888.69**
	-	**-**	**6,119.84**	**7,462.69**

* Includes deposits provided as securities against bank guarantees, debenture redemption reserves, performance guarantee, margin money and earnest money deposits in relation to tenders from railway authorities ₹ 3,206.04 (2015 - ₹ 2,847.17)

	2015-16	2014-15
NOTE 20		
OTHER OPERATING INCOME		
Export incentives	22.10	25.92
Agricultural Income	6.05	4.28
Sale of scrap	35.04	13.30
Liabilities no longer required written back (net)	-	389.17
Differential Tariff towards power and fuel expenses of earlier years	-	400.31
Others	120.20	121.05
	183.39	**954.03**

	2015-16	2014-15
NOTE 21		
OTHER INCOME		
Lease rent income	8.52	8.29
Profit on sale of current investments	934.71	500.93
Profit on sale of fixed assets	48.90	16.17
Foreign exchange fluctuation gain (net)	14.47	13.51
Miscellaneous income	18.85	23.55
	1,025.45	**562.45**

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	2015-16	2014-15
NOTE 22		
COST OF RAW MATERIALS AND COMPONENTS CONSUMED		
Opening stock	5,238.99	4,437.77
Add: Cost of purchases	49,458.10	47,577.56
	54,697.09	**52,015.33**
Less: Closing stock	5,034.18	5,238.99
	49,662.91	**46,776.34**

	2015-16	2014-15
NOTE 23		
(INCREASE)/ DECREASE IN INVENTORIES OF FINISHED GOODS,WORK IN PROGRESS AND TRADED GOODS		
Closing stock		
Finished goods	8,089.44	7,395.12
Traded Goods	3,154.31	4,113.09
Work in progress	1,547.72	1,371.28
	12,791.47	**12,879.49**
Opening stock		
Finished goods	7,395.12	6,158.76
Traded Goods	4,113.09	4,889.20
Work in progress	1,371.28	1,407.19
	12,879.49	**12,455.15**
Sub-total (A)	**88.02**	**(424.34)**
(Increase)/ decrease in excise duty		
Excise duty on closing stock	175.78	148.50
Excise duty on opening stock	148.50	240.11
Sub-total (B)	**(27.28)**	**91.61**
Total (A-B)	**115.30**	**(515.95)**

	2015-16	2014-15
NOTE 24		
EMPLOYEE BENEFITS EXPENSES		
Salaries, wages and bonus	12,607.38	11,487.74
Contribution to provident and other funds (Note 28)	876.15	765.70
Gratuity (Note 28)	446.71	434.42
Staff welfare expenses	702.24	731.03
Directors' remuneration	807.20	801.94
Commission to directors	799.97	594.10
Field staff incentives	370.57	211.21
Sub-total (A)	**16,610.22**	**15,026.14**
Employee stock option expenses (Note 36)	1,750.26	2,871.13
Sub-total (B)	**1,750.26**	**2,871.13**
Total (A+B)	**18,360.48**	**17,897.27**

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

	2015-16	2014-15
NOTE 25		
OTHER EXPENSES		
Conversion charges	863.74	163.74
Power and fuel expenses	2,650.32	2,922.45
Rent	2,034.99	1,886.77
Insurance	102.88	68.98
Repairs and maintenance		
- Building	124.23	188.08
- Plant and machinery	293.10	326.99
- Others	274.40	228.82
Consumption of stores and spares	733.15	626.31
Research and development	150.35	52.50
Excise duty on captive consumption	710.45	617.29
Printing and stationery	98.33	77.72
Communication costs	349.93	322.40
Legal and professional fees	1,231.46	1,141.16
Rates and taxes	630.20	542.95
Directors' sitting fees	7.70	5.60
Vehicle maintenance	344.12	368.78
Donation	6.61	15.39
Loss on fixed assets discarded	115.08	134.14
Provision for doubtful debts	23.91	123.25
Bad debt written off	-	6.96
Provision for doubtful advances	70.00	14.43
Advertisement and Sales Promotion expense	20,156.20	18,096.58
Freight, handling and forwarding charges	9,580.79	8,693.25
Field staff expenses	1,411.41	1,225.71
Travelling and conveyance	410.31	389.09
Royalty	288.33	245.31
Corporate social responsibility expenses (Note 31)	234.84	121.33
Miscellaneous expenses	1,477.12	933.12
	44,373.95	**39,539.10**

	2015-16	2014-15
NOTE 26		
FINANCE COST		
Interest on term loan and bank overdraft	126.75	164.91
Interest on debentures	448.10	1,139.75
Other borrowing cost	28.45	72.10
	603.30	**1,376.76**

	2015-16	2014-15
NOTE 27		
INTEREST INCOME		
Interest on fixed deposit	426.39	382.38
Interest on inter-corporate deposit	-	42.45
Interest on others	8.28	4.83
	434.67	**429.66**

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

NOTE 28 - EMPLOYEE BENEFIT

(i) Defined Benefit Plans -

The Group has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with Life Insurance Corporation of India.

The following tables summarise the components of net benefit expense recognised in the Statement profit and loss and the funded status and amounts recognised in the balance sheet for the respective plans.

		2015-16	2014-15
		Gratuity	Gratuity
		Funded, except for certain subsidiaries where it is non funded	
(A)	**Summary of the Actuarial Assumptions**		
	Mortality	Indian Assured Lives Mortality (2006-08) Ult	Indian Assured Lives Mortality (2006-08) Ult
	Discount rate	7.80%	7.80%
	Rate of increase in compensation	8.00%	8.00%
	Withdrawal rates	1%-10%	1%-10%
	Rate of return (expected) on plan assets	8.00%-8.50%	8.75%-9.00%
	The estimates of future salary increases, considered in actuarial valuation take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.		
	The overall expected rate of return on assets is determined based on the market price prevailing on that date, applicable to the period over which the obligation is to be settled.		
(B)	**Changes in present value of obligations (PVO)**		
	PVO at beginning of period	2,021.86	1,701.82
	Interest cost	158.51	154.94
	Current Service Cost	202.24	209.24
	Benefits Paid	(334.71)	(129.81)
	Actuarial (gain) / loss on obligation	113.34	85.67
	PVO at end of period	2,161.24	2,021.86
(C)	**Changes in fair value of plan assets**		
	Fair value of plan assets at the beginning of period	640.99	638.62
	Adjustment to Opening Fair Value of plan assets	-	(18.78)
	Expected return on plan assets	56.43	54.55
	Contributions	7.99	119.39
	Benefit paid	(307.42)	(116.99)
	Actuarial gain / (loss) on plan assets	(26.87)	(35.80)
	Fair value of plan assets at end of period	371.12	640.99
(D)	**Net Assets/(Liabilities) recognised in the balance sheet**		
	PVO at end of period	(2,161.24)	(2,021.86)
	Fair value of plan assets at end of period	371.12	640.99
	Funded status (deficit in fair value of plan assets over PVO)	(1,790.12)	(1,380.87)
	Net assets / (Liability) recognised in the balance sheet	(1,790.12)	(1,380.87)
(E)	**Expenses recognised in the statement of profit and loss**		
	Current service cost	202.24	209.24
	Interest cost	158.51	154.94
	Expected return on plan assets	(56.43)	(54.55)
	Net Actuarial (Gain)/Loss recognised for the period	140.21	121.47
	Gratuity borne by the Company	2.18	3.32
	Expense recognised in the statement of profit and loss	446.71	434.42
(F)	**The major categories of plan assets as a percentage of the fair value of total plan assets are as follows :**		
	Investment with insurer	100.00%	100.00%

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ in Lacs

NOTE 28 - EMPLOYEE BENEFIT (contd.)

(G) Amounts for the current and previous four periods are as follows:

	April to March 16	April to March 15	April to March 14	April to March 13	April to March 12
Defined benefit obligation	2,161.24	2,021.86	1,701.82	1,642.97	1,500.66
Plan assets	371.12	640.99	638.62	636.02	677.25
Surplus/ (Deficit)	1,790.12	1,380.87	1,063.20	1,006.95	823.41
Experience adjustments on plan liabilities	113.34	85.67	43.21	14.44	58.92
Experience adjustments on plan assets	(26.87)	(35.80)	2.44	1.28	(39.70)

(H) The Group expects to contribute ₹ 300.00 (2015 - ₹ Nil) to gratuity fund and ₹ 35.53 (2015 - ₹ 34.63) to Superannuation fund in the next year.

(ii) Defined Contribution Plans -

Amount of ₹ 973.35 (2015 - ₹ 870.64) is recognised as an expense and included in Note 24 in the Statement of Profit and Loss.

NOTE - 29 SEGMENT REPORTING

Business segments:

The primary segment of the Group has been determined on the basis of business segment. The Group is organized into four business segments - Soaps and Detergents, Home Care, Laundry services and Others. Segments have been identified taking into account the nature of the products and services, the differing risks and returns, the organization structure and the internal reporting system.

Soaps and Detergents includes fabric whiteners, fabric detergents, dishwash bar and soaps including ayurvedic soaps. Home Care products include incense sticks, dhoop, mosquito repellents and scrubber. Laundry services include dry-cleaning & providing linen on rental. Others includes Body care, Tea and coffee.

Secondary segment:

The Group mainly caters to the needs of the domestic market. The export turnover is not significant in the context of total turnover.

Segment revenue and result:

The income/ expense that are not directly attributable to the business segments are shown as unallocated corporate costs.

Segment assets and liabilities:

Segment assets include all operating assets used by a segment and consist principally of debtors, inventories, advances and fixed assets. Assets at corporate level are not allocable to segments on a reasonable basis and thus the same have not been allocated.

Segment liabilities include all operating liabilities and consist principally of creditors and accrued liability.

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ in Lacs

NOTE - 29 SEGMENT REPORTING (contd.)

Information about Business Segments

	Soaps and Detergents		Home care		Laundry Services		Others		Eliminations		Total	
	2015-16	2014-15	**2015-16**	2014-15	**2015-16**	2014-15	**2015-16**	2014-15	**2015-16**	2014-15	**2015-16**	2014-15
Revenue												
External Revenue	119,951.83	111,793.87	38,597.56	32,712.00	4,305.94	4,205.02	1,618.00	1,818.58	-	-	164,473.33	150,529.47
Inter Segment Revenue	35.39	-	144.44	517.69	-	-	-	-	(179.83)	(517.69)	-	-
Net Revenue	**119,987.22**	**111,793.87**	**38,742.00**	**33,229.69**	**4,305.94**	**4,205.02**	**1,618.00**	**1,818.58**	**(179.83)**	**(517.69)**	**164,473.33**	**150,529.47**
Segment results	19,410.89	14,771.34	2,186.28	822.48	(1,454.13)	(1,307.03)	231.10	264.89	-	-	20,374.14	14,551.68
Unallocated expenditure											(1,504.09)	(1,531.81)
Unallocated income											1,459.49	1,018.75
Interest & finance expenses											(603.30)	(1,376.76)
Profit before exceptional items, prior period items and tax											**19,726.24**	**12,661.86**
Exceptional Items											-	209.18
Profit before prior period items and tax											**19,726.24**	**12,452.68**
Tax Expense											(3,930.49)	(354.25)
Profit after tax before Minority Interest											**15,795.75**	**12,098.43**
Minority Interest (share of loss)											0.29	13.96
Profit after tax after Minority Interest											**15,796.04**	**12,112.39**
Other Information												
Segment assets	40,087.14	38,119.24	15,895.10	13,562.87	7,099.91	7,679.47	645.70	537.41	-	-	63,727.85	59,898.99
Unallocated assets											112,996.85	121,773.50
Total assets											**176,724.70**	**181,672.49**
Segment liabilities	14,935.88	13,085.86	7,397.67	5,088.34	689.05	797.88	174.33	97.64	-	-	23,196.93	19,069.72
Unallocated liabilities											68,744.37	84,493.06
Total liabilities (excluding minority interest)											**91,941.30**	**103,562.78**
Segment Capital expenditure (including capital work in progress)	1,054.17	1,060.45	291.36	425.78	105.67	1,150.64	166.97	-	-	-	1,618.17	2,636.87
Unallocated capital expenditure (including capital work in progress)											305.91	351.57
Total capital expenditure (including capital work in progress and excluding the Goodwill on consolidation)											**1,924.08**	**2,988.44**
Segment depreciation and amortisation	1,654.49	1,778.93	363.13	459.55	783.35	622.92	1.65	-	-	-	2,802.62	2,861.41
Unallocated depreciation and amortisation											337.53	393.14
Total depreciation and amortisation											**3,140.15**	**3,254.55**
Segment non cash expenses other than depreciation	83.91	151.16	19.52	29.29	39.53	97.19	-	0.47	-	-	142.96	278.11
Unallocated non cash expenses other than depreciation											70.70	0.67
Total non cash expenses other than depreciation											**213.66**	**278.78**

Information about geographical segment :		**2015-16**		2014-15	
		India	**Outside India**	India	Outside India
1.	Segment Revenue	160,282.96	4,190.37	146,852.55	3,676.92
2.	Segment Assets	176,013.84	710.86	180,969.31	703.18
3.	Capital Expenditure	1,924.08	-	2,983.87	4.57

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ In Lacs

NOTE 30 - RELATED PARTY DISCLOSURES

a) **Parties where control exists**

Individual having control

M.P. Ramachandran — Chairman and Managing Director

As the Managing Director of the Company is an individual having control and hence not separately disclosed as a key management personnel

b) **Related party relationships where transactions have taken place during the year**

Firm / HUF in which the relatives of individual having control are partners / members / proprietor

Quilon Trading Co.

M.P. Divakaran - H.U.F.

M.P. Sidharthan - H.U.F.

Relative of individual having control

M.P. Sidharthan

M.R. Jyothy

M.R. Deepthi

Ananth Rao T

Ravi Razdan

M.P. Divakaran

Enterprises significantly influenced by key management personnel or their relatives

Sahyadri Agencies Ltd.

Key management personnel

K. Ullas Kamath — Joint Managing Director & CFO

S. Raghunandan — Whole Time Director & CEO

Additional related party as per Companies Act, 2013

M.L. Bansal — Company Secretary

c) **Transactions with related parties during the year**

	2015-16	2014-15
Individual having control		
Remuneration*	0.00	0.00
Commission	421.03	312.69
Dividend	5,768.96	1,442.24
Rent Paid - Quilon Trading Company	1.20	1.20
Dividend (M.P. Divakaran - H.U.F. and M.P. Sidharthan - H.U.F.)	257.92	64.48
Dividend (Sahyadri Agencies Ltd.)	1,200.00	300.00
Assignment of Receivables (Sahyadri Agencies Ltd.)	-	1,478.00
Relatives of individuals having control		
Remuneration*		
M R Jyothy (Director)	102.48	96.32
M P Sidharthan	24.00	24.00
M R Deepthy	37.51	27.60
Ananth Rao T	45.03	34.74
Ravi Razdan	37.51	27.60
M. P. Divakaran	24.00	24.00
Dividend	2,327.52	581.97
Contribution to Superannuation fund		
M R Jyothy	-	0.90
M R Deepthi	-	2.40
Ravi Razdan	-	2.40
Key management personnel		
Remuneration*#	727.69	721.09
Commission	378.93	281.42
Dividend	131.75	32.94
Contribution to Superannuation fund	21.60	28.20

* As the future liabilities for gratuity is provided on an acturial basis for the Company as a whole, the amount pertaining to individual is not ascertainable and therefore not included above.

The Company has accrued ₹ 1,544.53 in respect of employee stock options granted to whole time director and CEO. The same has not been considered as managerial remuneration of the current year as defined under Section 2(78) of the Companies Act, 2013 as the options have not been exercised.

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ in Lacs

d) Related party balances

	2015-16	2014-15
Amounts payable		
Trade payables :		
Individual having control	421.03	312.69
Key management personnel	378.93	281.42

NOTE 31 - EXPENDITURE RELATED TO CORPORATE SOCIAL RESPONSIBILITY AS PER SECTION 135 OF THE COMPANIES ACT, 2013 READ WITH SCHEDULE VII IS AS GIVEN BELOW:

Particulars	2015-16	2014-15
Promoting preventing health care and sanitation	44.28	91.44
Contribution to Prime Ministers National Relief Fund	-	19.86
Promotion of Education	5.00	-
Rural/ slum area development	185.56	10.03
Total	**234.84**	**121.33**
Gross amount required to be spent during the year	195.30	166.92

NOTE 32 -UNHEDGED FOREIGN CURRENCY EXPOSURE

Particulars	Foreign Currency	2015-16		2014-15	
		₹ in Lacs	Amount in Foreign Currency	₹ in Lacs	Amount in Foreign Currency
Trade Receivable	USD	178.24	268,709	100.39	160,385
Trade Payable	USD	132.42	199,636	57.60	92,020
Trade Payables	Euro	39.88	53,100	71.70	106,200

NOTE 33 - OPERATING LEASES

In case of assets taken on lease

The Group has entered into Lease agreements for premises, which expire at various dates over the next five years. Certain agreements provide for increase in rent. All lease agreements are cancellable except in case of few agreements wherein there is a lock in period in the range of 11 months to 3 years. Lease rental expense for the year ended March 31, 2016 was ₹ 2,034.99 (2015 - ₹ 1,886.77). There are no restrictions imposed by lease arrangements. There are no subleases.

	2015-16	2014-15
Future lease payment under non - cancellable operating leases are as follows:		
Payable not later than one year	329.50	167.93
Payable later than one year and not later than five years	718.10	57.54
Payable later than five years	104.51	-
	1,152.11	**225.47**

In case of assets given on lease

The Company has leased out few of its premises on operating lease. The gross carrying amount and accumulated depreciation as at March 31, 2016 is ₹ 54.95 and ₹ 8.78 (2015 - ₹ 54.95 and ₹ 7.86) respectively. Lease rent income for the year ended March 31, 2016 was ₹ 8.52 (2015 – ₹ 8.29). There is no escalation clause in the lease agreement and the lease is cancellable in nature. There are no restrictions imposed by lease arrangements.

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ in Lacs

NOTE 34 - CONTINGENT LIABILITIES

	2016	2015
Based on management's evaluation following contingent liabilities is not probable and hence not provided by the Group in respect of:		
(i) Amount outstanding in respect of corporate and other bank guarantees	-	-
(ii) Tax matters		
(a) Disputed sales tax demands – matters under appeal	2,429.72	2,329.45
(b) Disputed excise duty and service tax demand - matter under appeal	4,059.59	3,103.15
(c) Disputed income tax demand - matter under appeal*	6,733.15	3,741.60
(iii) Other statutory dues	4.94	8.88

* The amount shown above does not include contingent liability for assessment years which have been reopened (unless demand order is raised) and those pending assessments.

NOTE - 35 - CAPITAL COMMITMENTS (NET OF ADVANCES)

	2016	2015
Estimated amount of contracts remaining to be executed on capital account and not provided for	1,065.67	508.89
	1,065.67	**508.89**

NOTE 36 - EMPLOYEE STOCK OPTION PLANS ('ESOP')

On August 16, 2014 the Remuneration and Compensation Committee of the Board of Directors of the Company approved the Employee Stock Option Scheme 2014 ("ESOS-2014") for issue of stock options to the key employees and Employee Stock Option Scheme 2014-A ("ESOS- 2014-A") for issue of stock options to Whole Time Director & CEO of the Company. According to the scheme, whole time Director and CEO and eligible employees selected by the Remuneration and Compensation Committee will be entitled to options from time to time, subject to satisfaction of prescribed vesting conditions. The relevant terms of the grant are as below : -

Particulars	**("ESOS -2014")**	**("ESOS -2014")**	**("ESOS -2014 - A")**
	Grant – I	**Grant – II**	
Date of Grant	August 16, 2014	January 27, 2015	August 16, 2014
Number of options granted	503,445	34,507	2,715,352
Vesting period	33% - Year 1 33% - Year 2 34% - Year 3	33% - Year 1 33% - Year 2 34% - Year 3	66.67% - Year 1 16.67% - Year 2 16.66% - Year 3
Exercise period	5 years from the respective dates of vesting		
Exercise Price - Per share	₹ 1	₹ 1	₹ 1
Market price at grant date - Per share	₹ 188.70	₹ 289.80	₹ 188.70

The details of the activity under the above schemes are summarised as below;

Particulars	**("ESOS -2014")**	**("ESOS -2014")**	**("ESOS -2014 - A")**
	Grant – I	**Grant – II**	
Outstanding at April 1, 2014	-	-	-
Granted during 2014-15	503,445	34,507	2,715,352
Cancelled during 2014-15	52,994	-	-
Exercised during 2014-15	-	-	-
Outstanding at March 31, 2015	450,451	34,507	2,715,352
Exercisable at March 31, 2015	450,451	34,507	2,715,352
Outstanding at April 1, 2015	450,451	34,507	2,715,352
Granted during 2015-16	-	-	-
Cancelled during 2015-16	87,970	34,507	452,559
Exercised during 2015-16	96,184	-	-
Outstanding at March 31, 2016	266,297	-	2,262,793
Exercisable at March 31, 2016	266,297	-	2,262,793

For option exercised during the period, The weighted average share price at the exercise date was ₹ 297.44 per share (2015 - not applicable since no option exercise)

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ in Lacs

No new stock option have been granted by the company in the current year

The Black Scholes valuation model has been used for computing the weighted average fair value of the stock granted considering the following inputs for the year ended March 31, 2016 and March 31, 2015 :-

Variables	("ESOS -2014")- Grant – I		
	Vest 1	**Vest 2**	**Vest 3**
	August 16, 2015	**August 16, 2016**	**August 16, 2017**
Volatility	36.19%	37.32%	40.33%
Riskfree Rate	8.73%	8.72%	8.72%
Exercise Price (₹)	1.00	1.00	1.00
Time To Maturity (In Years)	3.50	4.50	5.50
Dividend yield	1.59%	1.59%	1.59%
Weighted average fair Value of per stock option granted (₹)		**174.98**	

Variables	("ESOS -2014 - A")		
	Vest 1	**Vest 2**	**Vest 3**
	August 16, 2015	**August 16, 2016**	**August 16, 2017**
Volatility	36.19%	37.32%	40.33%
Risk free Rate	8.73%	8.72%	8.72%
Exercise Price (₹)	1.00	1.00	1.00
Time To Maturity (In Years)	3.50	4.50	5.50
Dividend yield	1.59%	1.59%	1.59%
Weighted average fair Value of per stock option granted (₹)		**176.38**	

The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome.

The Company measures the cost of ESOP using the intrinsic value method. Had the company used the fair value model to determine compensation, its profit after tax and earnings per share as reported would have changed to the amounts as indicated below:

	As at March 31, 2016	As at March 31, 2015
Profit after tax as reported	16,235.96	14,278.95
Add: ESOP cost using the intrinsic value method	1,750.26	2,871.13
Less: ESOP cost using the fair value method	(1,636.78)	(2,661.17)
Proforma profit after tax	16,349.44	14,488.91
Earnings Per Share	₹	₹
Basic		
- As reported	8.97	7.89
- Proforma	9.03	8.00
Diluted		
- As reported	8.84	7.83
- Proforma	8.91	7.95

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ in Lacs

NOTE 37: INFORMATION REQUIRED FOR CONSOLIDATED FINANCIAL STATEMENTS PURSUANT TO SCHEDULE III OF COMPANIES ACT, 2013

The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.

Particulars	31-Mar-16				31-Mar-15			
	Net Assets, i.e. Total Asset minus Total Liabilities		Share in profit and loss		Net Assets, i.e. Total Asset minus Total Liabilities		Share in profit and loss	
	As % of Consolidated net assets	Amount	As % of Consolidated profit or loss	Amount	As % of Consolidated Net Assets	Amount	As % of Consolidated profit or loss	Amount
Parent								
Jyothy Laboratories Limited	142.40%	1,20,500.00	131.81%	20,820.56	139.70%	1,08,919.04	154.40%	18,701.29
Subsidiaries								
Indian								
Jyothy Consumer Products Marketing Limited	(54.15%)	(45,817.88)	(22.85%)	(3,609.11)	(54.14%)	(42,208.76)	(36.94%)	(4,473.78)
Jyothy Fabricare Services Limited	10.68%	9,032.62	(8.72%)	(1,378.17)	13.40%	10,448.33	(17.73%)	(2,148.06)
Snoways Laundrers & Drycleaners Private Limited	0.23%	190.43	0.00%	(0.55)	0.24%	190.98	0.00%	(0.01)
Four Seasons Drycleaning Company Private Limited	(0.12%)	(99.89)	(0.25%)	(38.72)	(0.08%)	(61.17)	(0.42%)	(51.31)
M/s JFSL JLL JV (Partnership Firm)	0.38%	321.35	(0.30%)	(46.85)	0.41%	318.20	0.90%	108.67
Foreign								
Jyothy Kallol Bangladesh Limited	0.78%	656.77	0.31%	48.59	0.65%	503.09	(0.33%)	(38.37)
Minority interest	(0.20%)	(169.74)	0.00%	0.29	(0.18%)	(143.74)	0.12%	13.96
GRAND TOTAL	**100.00%**	**84,613.66**	**100.00%**	**15,796.04**	**100.00%**	**77,965.97**	**100.00%**	**12,112.39**

Net assets and share of profits and losses reported in the above table have been considered from the respective audited financial statements after making necessary changes for consolidation adjustments having impact on the consolidated net assets and net profits.

NOTE - 38

As per the Notification no. 32/99-CE dated July 8, 1999, the Company was entitled to refund of excise duty in Guwahati and Jammu units equivalent to 100% of the amount of the duty paid through Personal Ledger Account ('PLA'). During an earlier year, the Government issued notifications no. 17/2008-CE and 19/2008-CE dated March 27, 2008 restricting the refund amount to a maximum percentage specified in the notification. The Company has received a favourable order from the High Court of Guwahati & Jammu and Kashmir in earlier years. Accordingly, the Company has accrued an additional benefit of ₹ 940.48 (2015 - ₹ 907.06) in the current year.

NOTE - 39

The Company has entered into an option agreement dated May 5, 2011 with Henkel AG & Co. KGaA (Henkel AG) whereby the Company has granted Henkel AG a firm and irrevocable option, at its sole discretion at any time after the beginning of the fifth year and ending upon the expiry of the sixth year of the said agreement or such other mutually extended period, to acquire a maximum of 26% of the issued equity share capital of the Company at a price which will be mutually determined by the parties at a later date.

NOTE 40

At its meeting held on May 23, 2016 the Board of Directors have approved the scheme of amalgamation of Jyothy Consumer Products Marketing Limited (wholly owned subsidiary) with the Company on May 23, 2016. The appointed date under the scheme will be April 1, 2016.

NOTES

to the Consolidated Financial Statements for the year ended March 31, 2016

₹ in Lacs

NOTE 41 - EARNINGS PER SHARE

	2016	2015
Net Profit for calculation of basic and diluted EPS	15,796.04	12,112.39
Weighted average number of shares for calculation of basic EPS	181,077,764	181,023,496
Effect of dilution :		
Stock option granted under ESOP	2,506,850	1,224,545
Weighted average number of shares for calculation of diluted EPS	183,584,614	182,248,041
Basic EPS (₹)	8.72	6.69
Diluted EPS (₹)	8.60	6.65

NOTE 42 - EXCEPTIONAL ITEM

Exceptional item relates additional payment towards retrenchment of employees for the Kandanassery unit in previous year.

NOTE 43 - MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006 ('MSMED')

The disclosure pursuant to the said Act is as under :

	2016	2015
Principal amount due to suppliers under MSMED Act	4,718.54	3,741.78
Interest accrued and due to suppliers under Section 16 of MSMED Act, 2006 on the above amount, unpaid	4.97	4.31
Interest paid to suppliers under the MSMED Act	-	-
Interest due and payable towards suppliers under MSMED Act towards payment already made	-	-
Interest accrued and remaining unpaid at the end of accounting year	4.97	4.31

NOTE 44 - PREVIOUS YEAR FIGURES

Previous year figures have been regrouped / reclassified , where necessary, to conform to this year classification.

Signatures to Notes 1 to 44

As per our report of even date

For **S R B C & CO LLP**
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per **Vikram Mehta**
Partner
Membership No.: 105938

Place: Mumbai
Date: May 23, 2016

For and on behalf of the Board of Directors of
Jyothy Laboratories Limited

M.P. Ramachandran
Chairman and Managing Director
DIN: 00553406

K.Ullas Kamath
Joint Managing Director and Chief Financial Officer
DIN: 00506681

M.L. Bansal
Company Secretary
Membership No.: F2297

S.Raghunandan
Whole Time Director and Chief Executive Officer
DIN: 02263845

Place: Mumbai
Date: May 23, 2016