Integrated Food Park Private Limited

2016-17

INDEPENDENT AUDITOR'S REPORT
To The Members of Integrated Food Park Private Limited

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying standalone Ind AS financial statements of Integrated Food Park Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, and the Statement of Profit and Loss (Including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information. (hereinafter referred to as "standalone Ind AS financial statements")

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs(financial position), profit or loss(financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our 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 there under.

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing 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 Standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS 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 the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2017, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143(11) of the Act, we give in the "Annexure A**"**, a statement on the matters specified in the paragraph 3 and 4 of the order

2. As required by the section 143 (3) of the Act, we report that:

    a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

    b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

    c. The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

    d. In our opinion, the aforesaid Standalone Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act;

    e. On the basis of the written representations received from the directors as on 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Act;

    f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

    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 Company does not have any Pending Litigations;

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

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

iv. The Company has provided requisite disclosures in its standalone Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016 and these are in accordance with the books of accounts maintained by the Company.

For Borkar & Muzumdar
Chartered Accountants
Firm Reg. No. 101569W

CA Nandan Pai
Partner
Membership No109394

Place: Bangalore
Date: May 22, 2017

Annexure - A to the Auditor's Report:

The Annexure referred to in Independent Auditor's Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31 March 2017, we report that:

i.

a. The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

b. As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size and nature of the Company. Discrepancies notices on such physical verification have been properly dealt in the books of accounts;

c. According to the information and explanation given to us and on the basis of our examination of records of the Company, the title deeds of immovable properties are held in the name of the company.

ii. During the Operating cycle of Company, management regularly conduct physical verification of Finished Goods, Packing Material and Stores and Spares which in our opinion is reasonable, having regard to the size and nature of the Company. The discrepancies noticed on such verification were not significant and the same have been properly dealt with in the books of account.

iii. The Company has not granted any loans, secured or unsecured to Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013, therefore clause iii (a) to (c) of the Order, is not applicable to the Company.

iv. In our opinion and according to the information and explanations given to us, the Company has not made any investment, provided any Loan, security and guarantee, so provision of Section 185 and 186 of the Companies Act, 2013 is not applicable.

v. The Company has not accepted any deposits from Public.

vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the Services provided by the Company.

vii. **Statutory Dues**

a. According to our information and explanations given to us and on the basis of examination of the records of the company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, service tax, sales tax, value added tax, duty of customs, cess and any other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employee's state insurance, and duty of excise.

   According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, service tax, sales tax, value added tax, duty of customs, cess and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.

b. According to the information and explanations given to us, there are no material dues of duty of customs, Income Tax, sales tax, Value added tax, Service tax, Cess and Provident fund which have not been deposited with the appropriate authorities on account of any dispute.

viii. In our opinion and according to the information and explanation given to us the company has not defaulted in repayment of loans or borrowings to a financial institutions or bank. The company has not issued any debentures.

ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.

x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

xi. According to the information and explanations give to us and based on our examination of the records of the Company, the provisions of Section 197 read with Schedule V to the Companies Act, 2013 is not applicable to Company.

xii. In our opinion and according to the information and explanation given to us, Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

xiii. In our opinion and according to the information and explanations given to us all transactions with the related parties are in compliance with section 177 and 188 of companies act, 2013 where applicable and the details have been disclosed in the IND AS financial statements as required by the applicable accounting standards.

xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Borkar & Muzumdar
Chartered Accountants
Firm Reg. No. 101569W

CA Nandan Pai
Partner
Membership No. 109394

Place: Bangalore
Date: May 22, 2017

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

We have audited the internal financial controls over financial reporting of **Integrated Food Park Private Limited** ("the Company") as of 31 March 2017 in conjunction with our audit of the standalone IND AS financial statements of the Company for the year ended on that date.

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

Auditors' 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 judgment, including the assessment of the risks of material misstatement of the Standalone IND AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's 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 Company has, 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 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Borkar & Muzumdar
Chartered Accountants
Firm Reg. No. 101569W

CA Nandan Pai
Partner
Membership No109394

Place: Bangalore
Date: May 22, 2017

Integrated Food Park Private Limited
Standalone Balance Sheet as at March 31, 2017
All amounts are in Rupees in lakhs unless otherwise stated

	Notes	As at March 31,		As at April 1,
		2017	2016	2015
ASSETS				
Non-current assets				
Property, plant and equipment	2.01	22,428.97	20,099.82	19,863.52
Capital work-in-progress		302.74	339.37	184.90
Investment Property		-	-	-
Goodwill		-	-	-
Other Intangible assets	2.02	383.77	0.05	0.18
Intangible assets under development		26.85	-	-
Financial assets				
Investments		-	-	-
Trade Receivables	2.03	-	-	-
Loans	2.04	118.33	63.61	58.79
Other financial assets	2.05	-	-	-
Deferred tax assets (Net)	2.06	-	-	-
Other non-current assets	2.07	83.77	1,008.00	492.79
Total non-current assets		**23,344.43**	**21,510.85**	**20,600.18**
Current Assets				
Inventories	2.08	63.55	31.05	39.66
Financial Assets				
Investments		-	-	-
Trade Receivables	2.03	305.40	127.91	58.24
Cash and cash equivalents	2.09	48.67	65.81	43.84
Bank balances other than 2.09 above	2.09	-	-	-
Loans	2.04	4.00	4.00	4.00
Other financial assets	2.05	126.21	26.80	29.49
Current tax assets (Net)	2.10	71.92	56.89	12.77
Non-current assets classified as held for sale		-	-	-
Other current assets	2.07	187.14	129.53	227.85
Total current assets		**806.89**	**441.99**	**415.85**
Total assets		**24,151.32**	**21,952.84**	**21,016.03**
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	2.11	2,900.00	2,900.00	2,900.00
Other Equity	2.12	126.28	1,803.56	3,032.05
Total equity		**3,026.28**	**4,703.56**	**5,932.05**
Liabilities				
Non-current liabilities				
Financial Liabilities				
Borrowings	2.13	3,885.19	5,020.20	5,249.95
Trade payables	2.14	-	-	-
Other financial liabilities	2.15	22.67	7.76	-
Provisions	2.16	5.99	2.05	6.54
Deferred tax liabilities (Net)	2.06	1,738.08	1,665.76	1,665.76
Other non-current liabilities	2.17	4,254.22	4,040.43	4,232.10
Total non-current liabilities		**9,906.15**	**10,736.20**	**11,154.35**
Current liabilities				
Financial Liabilities				
Borrowings	2.13	7,099.26	4,455.47	2,097.00
Trade payables				
Total outstanding dues of Micro Enterprises & Small Enterprises		-	-	-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	2.14	132.09	92.56	58.81
Other financial liabilities	2.15	3,394.64	1,469.05	1,210.31
Provisions	2.16	84.64	60.04	38.10
Current Tax Liabilities (Net)		-	-	-
Other current liabilities	2.17	508.26	435.96	525.41
Liabilities directly associated with assets classified as held for sale		-	-	-
Total current liabilities		**11,218.89**	**6,513.08**	**3,929.63**
Total equity and liabilities		**24,151.32**	**21,952.84**	**21,016.03**
Significant Accounting Policies	1	-	-	-

The Notes referred to above from integral part of Standalone financial Statements

As per our report of even date
Borkar & Muzumdar
Chartered Accountants
Firm Reg No : 101569W

For and on behalf of the Board of Directors of
Integrated Food Park Private Limited

Nandan Pai
Partner
M. no: 109394

Avinit Bagri
Director
DIN : 02694496

Samir Kedia
Director
DIN : 06968510

Place : Bangalore
Date : May 22, 2017.

Place : Bangalore
Date : May 22, 2017.

Integrated Food Park Private Limited

Statement of Profit or Loss and Other Comprehensive Income for the year ended March 31, 2017

All amounts are in Rupees in lakhs unless otherwise stated

	Notes	Year ended March 31,	
		2017	**2016**
Revenue from operations	3.01	951.94	705.22
Other income	3.02	348.44	270.83
Total Income		**1,300.38**	**976.05**
Expenses			
Cost of materials consumed	3.03	0.66	-
Purchase of stock-in-trade		-	-
Changes in inventories of finished goods, work-in-progress and stock-in-trade	3.04	-0.66	-
Excise duty on sale of goods		-	-
Operating expenses	3.05	412.97	329.36
Employee benefits expense	3.06	322.15	256.38
Finance costs	3.07	1,083.45	731.12
Depreciation and amortization expense		911.70	769.52
Other expenses	3.08	177.27	125.38
Total Expenses		**2,907.54**	**2,211.76**
Profit / (loss) before exceptional items and tax		-1,607.16	-1,235.71
Exceptional items		-	-
Profit / (loss) before tax		**-1,607.16**	**-1,235.71**
Tax expenses	3.09		
Current tax		-	-
Deferred tax		72.32	-
		-1,679.48	**-1,235.71**
Profit / (loss) for the period from continuing operations		**-1,679.48**	**-1,235.71**
Profit / (loss) for the period from discontinued operations before tax		-	-
Tax expense of discontinued operations		-	-
Profit / (loss) for the period from discontinued operations (after tax)		-	-
Profit/ (loss) for the period		**-1,679.48**	**-1,235.71**
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans		-1.22	3.32
Equity instruments through other comprehensive income		-	-
		-1.22	3.32
Income tax relating to items that will not be reclassified to profit or loss		-	-
Total other comprehensive income		**-1.22**	**3.32**
Total comprehensive income for the period		**-1,680.70**	**-1,239.03**
Earnings per equity share (for continuing operations) :			
Basic (in Rs.)		-5.79	-4.26
Diluted (in Rs.)		-5.79	-4.26
Earnings per equity share (for discontinued operations) :			
Basic (in Rs.)		-	-
Diluted (in Rs.)		-	-
Earnings per equity share (for discontinued and continuing operations) :			
Basic (in Rs.)		-5.79	-4.26
Diluted (in Rs.)		-5.79	-4.26
Significant accounting policies	1		
The Notes referred to above from integral part of Standalone financial Statements			

As per our report of even date
Borkar & Muzumdar
Chartered Accountants
Firm Reg No : 101569W

For and on behalf of the Board of Directors of
Integrated Food Park Private Limited

Nandan Pai
Partner
M. no: 109394

Avinit Bagri
Director
DIN : 02694496

Samir Kedia
Director
DIN : 06968510

Place : Bangalore
Date : May 22, 2017.

Place : Bangalore
Date : May 22, 2017.

Integrated Food Park Private Limited
Statement of Cash Flows for the year ended March 31, 2017
All amounts are in Rupees in lakhs unless otherwise stated

	Year ended March 31,	
	2017	**2016**
Cash flow from operating activities		
Profit Before Tax from Continuing Operations	-1,605.94	-1,239.03
Profit Before Tax from Discontinuing Operations	-	-
Profit before income tax including discontinued operations	**-1,605.94**	**-1,239.03**
Non-cash Adjustment to Profit Before Tax:		
Depreciation and amortization expense	911.70	769.52
Employee share-based payment expense	0.98	10.54
Loss on disposal of property, plant and equipment	2.49	-
Foreign Exchange gain/(loss) capitalised to Fixed Assets	106.16	-341.62
Provision for doubtful advances	4.60	-
Interest income classified as investing cash flows	-6.56	-7.40
Finance costs	1,083.45	731.12
Amortisation of Government grant	-279.28	-261.45
Unrealised foreign currency gains and losses	234.46	-0.95
	452.06	**-339.27**
Change in operating assets and liabilities :		
Decrease/(increase) in trade receivables	-177.49	-69.67
Decrease/(increase) in inventories	-32.50	8.61
Decrease/(increase) in other financial assets	-	-
Decrease/(increase) in other non-current assets	120.11	-48.60
Decrease/(increase) in other current assets	-77.24	54.20
Increase/(decrease) in trade payables	39.53	33.75
Increase/(decrease) in provisions	28.54	17.45
Increase/(decrease) in other financial liabilities	1,940.50	266.50
Increase/(decrease) in other current liabilities	719.20	25.51
Cash generated from operations	3,012.71	-51.52
Direct taxes paid (net of refunds)	-	-
Net cash flow from/(used in) operating activities (A)	**3,012.71**	**-51.52**
Cash flow from investing activities		
Payments for acquisition of property, plant and equipment including capital advances	-2,607.17	-1,625.82
Security Deposits - Paid	-54.72	-4.82
Payments for software development costs	-447.52	-
Advances to employees and other parties	-99.41	-
Proceeds from sale of property, plant and equipment	7.06	-
Repayment of advances by employees and other parties	-	2.69
Interest received	6.56	7.40
Net cash flow from/(used in) investing activities (B)	**-3,195.20**	**-1,620.55**
Cash flows from financing activities		
Proceeds from long term borrowings including Foreign exchange revaluation and current maturities of long term debt	-	605.72
Repayment of Long-term borrowings	-1,717.00	-539.03
Receipts of Short term borrowings	8,730.16	4,700.47
Repayment of short-term borrowings	-6,086.37	-2,342.00
Interest paid	-1,083.45	-731.12
Capital Grant Received	322.00	-
Net cash flow from/(used in) in financing activities (C)	**165.34**	**1,694.04**
Net increase/(decrease) in cash and cash equivalents (A+B+ C)	-17.15	21.97
Effect of exchange differences on cash & cash equivalent held in foreign currency	-	-
Cash and cash equivalents at the beginning of the year	65.81	43.84
Cash and cash equivalents at the end of the year	**48.66**	**65.81**
Non-cash financing and investing activities		
Acquisition of property, plant and equipment by means of finance lease	-	-
	-	-
Reconciliation of cash and cash equivalents as per the cash flow statement :		
Cash and cash equivalents	48.67	65.81
Bank overdrafts	-	-
Balance as per the cash flow statement :	**48.67**	**65.81**

Significant accounting policies 1
The Notes referred to above from integral part of Standalone financial Statements

As per our report of even date
Borkar & Muzumdar
Chartered Accountants
Firm Reg No : 101569W

For and on behalf of the Board of Directors of
Integrated Food Park Private Limited

Nandan Pai
Partner
M. no: 109394

Avinit Bagri
Director
DIN : 02694496

Samir Kedia
Director
DIN : 06968510

Place : Bangalore
Date : May 22, 2017.

Place : Bangalore
Date : May 22, 2017.

Integrated Food Park Private Limited

Statement of changes in equity for the year ended March 31, 2017

All amounts are in Rupees in lakhs unless otherwise stated

Equity share capital	**Amount**
Balance at April 1, 2015	2,900.00
Changes in equity share capital during the year	-
Balance at March 31, 2016	**2,900.00**
Changes in equity share capital during the year	-
Balance at March 31, 2017	**2,900.00**

Integrated Food Park Private Limited

Statement of changes in equity for the year ended March 31, 2017 - continued

All amounts are in Rupees in lakhs unless otherwise stated

Other equity	Reserves and Surplus				Items of Other Comprehensive Income		Total
	Capital Redemption reserve	Share Based Payment Reserve	General reserve	Retained earnings	Remeasurements of the defined benefit plans	Items of Other Comprehensive Income	
Balance at April 1, 2015	-	-	-	3,032.05	-	-	3,032.05
Profit for the year	-	-	-	-1,235.71	-	-	-1,235.71
Other comprehensive income	-	-	-	-	-3.32	-	-3.32
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Addition to Share based Payment Reserve	-	10.54	-	-	-	-	10.54
Restated balance at the beginning of the reporting period on Implementation of IND AS	-	-	-	-	-	-	-
Total comprehensive income for the year	**-**	**10.54**	**-**	**1,796.34**	**-3.32**	**-**	**1,803.56**
Dividends	-	-	-	-	-	-	-
Related income tax	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-3.32	3.32	-	-
Any other change (to be specified)	-	-	-	-	-	-	-
Balance at April 1, 2016	**-**	**10.54**	**-**	**1,793.02**	**-**	**-**	**1,803.56**
Profit for the year	-	-	-	-1,679.48	-	-	-1,679.48
Other comprehensive income	-	-	-	-	1.22	-	1.22
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Addition to Share based Payment Reserve	-	0.98	-	-	-	-	0.98
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-
Total comprehensive income for the year	**-**	**11.52**	**-**	**113.54**	**1.22**	**-**	**126.28**
Dividends	-	-	-	-	-	-	-
Related income tax	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	1.22	-1.22	-	-
Any other change (to be specified)	-	-	-	-	-	-	-
Balance at March 31, 2017	**-**	**11.52**	**-**	**114.76**	**-**	**-**	**126.28**

Integrated Food Park Private Limited
Notes to Financial Statements for the year ended March 31, 2017
All amounts are in Rupees in lakhs unless otherwise stated

2.01 Property, plant and equipment :

	Gross Carrying Amount							Depreciation					Net Block	
	As at April 1, 2016	Addition	Disposal	Acquisition through business combinations	Effect of Foreign currency exchange differences	Construction expenditures capitalised	As at March 31, 2017	As at April 1, 2016	For the Year	Elimination on disposal	Other adjustments	As at March 31, 2017	As at March 31, 2017	As at March 31, 2016
Own Assets:														
Land	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Lease hold Land Improvement	863.48	5.55	-	-	-	-	869.03	-	-	-	-	-	869.03	863.48
Plant & Machinery	3,420.30	263.12	10.17	-	-31.59	-	3,641.66	230.95	249.57	0.61	-	479.91	3,161.75	3,189.35
Buildings	9,296.33	820.72	-	-	-53.61	14.01	10,077.45	238.62	252.58	-	-	491.20	9,586.25	9,057.71
Roads	714.56	3.52	-	-	-4.68	-	713.40	137.80	145.50	-	-	283.30	430.10	576.76
Furniture & Fixtures	236.41	52.37	-	-	-0.23	-	288.55	28.10	29.94	-	-	58.04	230.51	208.31
Electrical Equipments	1,043.72	188.34	-	-	-10.14	-	1,221.92	102.78	115.78	-	-	218.56	1,003.36	940.94
Office Equipment	29.15	18.45	-	-	-	-	47.60	5.01	6.93	-	-	11.94	35.66	24.14
Computer	7.93	4.69	-	-	-	-	12.62	4.50	2.49	-	-	6.99	5.63	3.43
Vehicles	13.29	-	-	-	-	-	13.29	3.88	1.69	-	-	5.57	7.72	9.41
Hydraulic works and pipelines	589.91	28.58	-	-	-5.91	-	612.58	39.18	40.14	-	-	79.32	533.26	550.73
Lab equipments	8.36	99.61	-	-	-	-	107.97	0.21	3.28	-	-	3.49	104.48	8.15
Total ….A	**16,223.44**	**1,484.95**	**10.17**	**-**	**-106.16**	**14.01**	**17,606.07**	**791.03**	**847.90**	**0.61**	**-**	**1,638.32**	**15,967.75**	**15,432.41**
Assets taken on Finance Lease:														
Leasehold Land	4,667.41	1,793.81	-	-	-	-	6,461.22	-	-	-	-	-	6,461.22	4,667.41
Plant and Machinery	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total ….B	**4,667.41**	**1,793.81**	**-**	**-**	**-**	**-**	**6,461.22**	**-**	**-**	**-**	**-**	**-**	**6,461.22**	**4,667.41**
Total …. A+B	**20,890.85**	**3,278.76**	**10.17**	**-**	**-106.16**	**14.01**	**24,067.29**	**791.03**	**847.90**	**0.61**	**-**	**1,638.32**	**22,428.97**	**20,099.82**

	Gross Carrying Amount												Net Block	
	As at April 1, 2015	Addition	Disposal	Acquisition through business combinations	Effect of Foreign currency exchange differences	Construction expenditures capitalised	As at March 31, 2016	As at April 1, 2015	For the Year	Elimination on disposal	Other adjustments	As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Own Assets:														
Land	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Lease hold Land Improvement	852.88	10.60	-		-	-	863.48	-	-	-	-	-	863.48	852.88
Plant & Machinery	3,084.15	234.22	-	-	101.93	-	3,420.30	10.11	220.84	-	-	230.95	3,189.35	3,074.04
Buildings	8,863.04	260.99	-	-	172.30	-	9,296.33	-	238.62	-	-	238.62	9,057.71	8,863.04
Roads	656.42	43.09			15.05	-	714.56	-	137.80	-	-	137.80	576.76	656.42
Furniture & Fixtures	210.01	25.65	-	-	0.75	-	236.41	2.45	25.65	-	-	28.10	208.31	207.56
Electrical Equipments	956.15	54.97	-	-	32.60	-	1,043.72	2.85	99.93	-	-	102.78	940.94	953.30
Office Equipment	20.62	8.53			-	-	29.15	0.36	4.65	-	-	5.01	24.14	20.26
Computer	5.69	2.24	-	-	-	-	7.93	2.57	1.93	-	-	4.50	3.43	3.12
Vehicles	13.29	-	-	-	-	-	13.29	2.19	1.69	-	-	3.88	9.41	11.10
Hydraulic works and pipelines	554.37	16.55	-	-	18.99	-	589.91	1.11	38.07	-	-	39.18	550.73	553.26
Lab equipments	1.13	7.23	-		-	-	8.36	-	0.21	-	-	0.21	8.15	1.13
Total ….A	**15,217.75**	**664.07**	**-**	**-**	**341.62**	**-**	**16,223.44**	**21.64**	**769.39**	**-**	**-**	**791.03**	**15,432.41**	**15,196.11**

Assets taken on Finance Lease:														
Lease hold Land	4,667.41	-	-	-	-	-	4,667.41	-	-	-	-	-	4,667.41	4,667.41
Plant and Machinery	-	-	-	-	-	-	-						-	-
Total ….B	**4,667.41**	**-**	**-**	**-**	**-**	**-**	**4,667.41**	**-**	**-**	**-**	**-**	**-**	**4,667.41**	**4,667.41**
Total …. A+B	**19,885.16**	**664.07**	**-**	**-**	**341.62**	**-**	**20,890.85**	**21.64**	**769.39**	**-**	**-**	**791.03**	**20,099.82**	**19,863.52**

Assets pledged as security :
Entire Fixed Assets in Note No 2.01 with a carrying amount of Rs.2,24,28.97 lakhs(as at March 31, 2016: Rs.2,00,99.82 lakhs, as at April 1, 2015: Rs.19,863.52) have been pledged to secure borrowings(Term Loans from banks in Foreign Currency).

2.02 Other Intangible Assets :

	Gross Carrying Amount							Depreciation					Net Block	
	As at April 1, 2016	**Addition**	**Disposal**	**Acquisition through business combinations**	**Effect of Foreign currency exchange differences**	**Construction expenditures capitalised**	**As at March 31, 2017**	**As at April 1, 2016**	**For the Year**	**Elimination on disposal**	**Other adjustments**	**As at March 31, 2017**	**As at March 31, 2017**	**As at March 31, 2016**
Software	0.66	447.52	-	-	-	-	448.18	0.61	63.80	-	-	64.41	383.77	0.05
Total	**0.66**	**447.52**	**-**	**-**	**-**	**-**	**448.18**	**0.61**	**63.80**	**-**	**-**	**64.41**	**383.77**	**0.05**

	Gross Carrying Amount							Depreciation					Net Block	
	As at April 1, 2015	**Addition**	**Disposal**	**Acquisition through business combinations**	**Effect of Foreign currency exchange differences**	**Construction expenditures capitalised**	**As at March 31, 2016**	**As at April 1, 2015**	**For the Year**	**Elimination on disposal**	**Other adjustments**	**As at March 31, 2016**	**As at March 31, 2016**	**As at March 31, 2015**
Software	0.66	-	-	-	-	-	0.66	0.48	0.13	-	-	0.61	0.05	0.18
Total	**0.66**	**-**	**-**	**-**	**-**	**-**	**0.66**	**0.48**	**0.13**	**-**	**-**	**0.61**	**0.05**	**0.18**

Range of remaining period of amortisation of Intangible Assets is as below:

	0 to 5 years	6 to 10 years	Total WDV
Software	383.77	-	383.77

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2.03 Trade Receivables

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Secured, considered good	-	-	-	-	-	-
Unsecured, considered good	-	-	-	305.40	127.91	58.24
Doubtful	-	-	-	-	-	-
	-	-	-	**305.40**	**127.91**	**58.24**
Allowance for doubtful debts (expected credit loss)	-	-	-	-	-	-
Total	-	-	-	**305.40**	**127.91**	**58.24**

Trade Receivable stated above include debts due by:	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Related Parties	-	-	-	146.48	64.09	58.24
Directors	-	-	-	-	-	-
Other Officers of the Company	-	-	-	-	-	-
Firm in which Director is a partner	-	-	-	-	-	-
Private Company in which Director is a member	-	-	-	-	-	-
	-	-	-	**146.48**	**64.09**	**58.24**

*either severally or jointly.

The entity has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward-looking information. The Company does not have a history of credit losses and therefore no provisions have been made under the provision matrix.

Age of receivables	As at March 31,		As at April 1,
	2017	2016	2015
Within the credit period	153.35	113.80	58.48
0-3 Months past due	152.05	4.99	-
3-6 Months past due	-	9.11	-
	305.40	**127.90**	**58.48**

Movement in the expected credit loss allowance	As at March 31,		
	2017	2016	2015
Balance at beginning of the year	-	-	-
Movement in expected credit loss allowance on trade receivables calculated at lifetime expected credit losses	-	-	-
Balance at end of the year	-	-	-

The concentration of credit risk is high as the services are rendered to Parent Company and companies with the same group. The exposure to Parent Companies and Group Companies was 47.96% of the outstanding as on 31.03.2017.

2.04 Loans

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Security Deposits						
Secured, considered good	-	-	-	-	-	-
Unsecured, considered good	118.33	63.61	58.79	4.00	4.00	4.00
Doubtful	-	-	-	-	-	-
Total	**118.33**	**63.61**	**58.79**	**4.00**	**4.00**	**4.00**

include debts due by:	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Directors	-	-	-	-	-	-
Other Officers of the Company	-	-	-	-	-	-
Firm in which Director is a partner	-	-	-	-	-	-
Private Company in which Director is a member	-	-	-	-	-	-
	-	-	-	-	-	-

*either severally or jointly.

2.05 Other financial assets

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Staff advances	-	-	-	0.23	-	-
Security deposit receivable	-	-	-	47.12	-	-
Advances others	-	-	-	53.50	-	-
Other Receivables(representing advance with KIADB)	-	-	-	25.36	26.80	29.49
Total	-	-	-	**126.21**	**26.80**	**29.49**

2.06 Deferred tax assets/ liabilities (net)

	As at March 31,		As at April 1,
	2017	2016	2015
Deductible temporary differences			
Unabsorbed Depreciation as per Income Tax	-	-	-
	-	-	-
Taxable temporary differences			
Government Grant	1,016.49	944.17	944.17
Increase in fair value of property Plant and equipment	721.59	721.59	721.59
	1,738.08	1,665.76	1,665.76
Net deferred tax asset/ (liabilities)	**-1,738.08**	**-1,665.76**	**-1,665.76**

Movement in deferred tax Account during the year is as follows:

	Opening balance	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Acquisitions/ Disposals	Closing Balance
2016 - 17 :						
Deferred tax (liabilities)/assets in relation to :						
Government Grant	-944.17	-72.32	-	-	-	-1,016.49
Increase in fair value of property Plant and equipment	-721.59	-	-	-	-	-721.59
Others	-	-	-	-	-	-
	-1,665.76	-72.32	-	-	-	-1,738.08
Tax losses	-	-	-	-	-	-
Others	-	-	-	-	-	-
	-	-	-	-	-	-
	-1,665.76	**-72.32**	-	-	-	**-1,738.08**
2015 - 16 :						
Deferred tax (liabilities)/assets in relation to :						
Government Grant	-944.17	-	-	-	-	-944.17
Increase in fair value of property Plant and equipment	-721.59	-	-	-	-	-721.59
Others	-	-	-	-	-	-
	-1,665.76	-	-	-	-	-1,665.76
Tax losses	-	-	-	-	-	-
Others	-	-	-	-	-	-
	-	-	-	-	-	-
	-1,665.76	-	-	-	-	**-1,665.76**

The Analysis of Deferred tax Assets and Deferred tax Laibilities is as follows:

	As at March 31,		As at April 1,
	2017	2016	2015
Deferred Tax Assets:			
Deferred Tax Assets to be recovered after more than 12 months	-	-	-
Deferred Tax Assets to be recovered within 12 months	-	-	-
	-	-	-
Deferred Tax Liabilities			
Deferred Tax Liabilities to be recovered after more than 12 months	-1,738.08	-1,665.76	-1,665.76
Deferred Tax Liabilities to be recovered within 12 months	-	-	-
	-1,738.08	-1,665.76	-1,665.76

Unrecognised deductible temporary differences, unused tax losses and unused tax credits :	As at March 31,		As at April 1,
	2017	2016	2015
Deductible temporary differences, unused tax losses and unused tax credts for which no deferred tax assets have been recognised are attributable to the following			
- Business Losses	898.33	699.40	-
- Unabsorbed depreciation	3,566.82	2,048.71	758.46
	4,465.15	2,748.11	758.46

Expiry date of Unrecognised deductible temporary differences, unused tax losses and unused tax credits :	As at March 31,		As at April 1,
Deductible temporary differences, unused tax losses and unused tax credts for which no deferred tax assets have been recognised	2017	2016	2015
- Unabsorbed depreciation (No expiry dates)	3,566.82	2,048.71	758.46
- Business Losses with following expiry dates(residual)			
8 years	198.93	699.40	-
7 Years	699.40	-	-

	As at March 31,		As at April 1,
	2017	2016	2015
Aggregate current and deferred tax relating to items that are charged or credited directly to equity	Nil	Nil	Nil
	-	-	-

2.07 Other assets

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Capital Advances						
Secured, considered good	-	-	-	-	-	-
Unsecured, considered good	73.83	877.95	411.34	-	-	-
Doubtful	4.60	-	-	-	-	-
	78.43	877.95	411.34	-	-	-
Provision for Doubtful advances	-4.60	-	-	-	-	-
Total	**73.83**	**877.95**	**411.34**	-	-	-
Advances other than Capital Advances						
Advances to related parties	-	-	-	-	-	-
Advances to other parties	-	-	-	2.31	0.07	-
CENVAT/ VAT credit Receivable	-	123.20	73.93	170.76	123.20	221.78
Prepaid expenses	9.94	6.85	7.52	14.07	6.26	6.07
Others	-	-	-	-	-	-
	83.77	**1,008.00**	**492.79**	**187.14**	**129.53**	**227.85**

Advances due by directors or other officers, etc.,

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
The above include						
Dues from Directors*	-	-	-	-	-	-
Dues from other officers of the Company*	-	-	-	-	-	-
Firms in which any director is a partner*	-	-	-	-	-	-
Private Company in which the director is a director or member	-	-	-	-		
	-	-	-	-	-	-
					-	-

*either severally or jointly.

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2.08 Inventories	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Raw materials	-	-	-
Goods-in-transit	-	-	-
Work-in-progress	-	-	-
Goods-in-transit	-	-	-
Finished goods	0.66	-	-
Goods-in-transit	-	-	-
Packing Materials	14.73	-	-
Goods-in-transit	-	-	-
Stock-in-trade	-	-	-
Goods-in-transit	-	-	-
Stores and spares	48.16	31.05	39.66
Goods-in-transit	-	-	-
Total inventories valued at the lower of cost and net realisable value	**63.55**	**31.05**	**39.66**

Write-downs of inventories carried to net realisable value amounted to Rs. Nil (March 31, 2016 - Rs. Nil).

2.09 Cash and Bank Balances	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Cash and cash equivalent			
Balances with banks:			
On current accounts	48.04	65.65	43.81
Deposits with original maturity of less than 3 months	-	-	-
Cash on hand	0.63	0.16	0.03
	48.67	**65.81**	**43.84**
Bank balances other than above			
Deposits with original maturity for more than 3 months but less than 12 months	-	-	-
	-	-	-

Balances with banks - Other earmarked accounts include Rs. Nil (As at March 31, 2016 Rs.Nil) which have restriction on repatriation.

2.10 Current tax assets and liabilities	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Current tax assets			
Taxes Paid	-	-	-
Benefit of tax losses to be carried back to recover taxes paid in prior periods	-	-	-
Tax refund receivable	71.92	56.89	12.77
	71.92	**56.89**	**12.77**
Current tax liabilities			
Provision for Taxation	-	-	-
Income tax payable	-	-	-
Others	-	-	-
	-	-	-

2.11 Share capital	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Authorised share capital :			
29,000,000(March 31, 2016: 29,000,000) equity shares of Rs. 10/- each	2,900.00	2,900.00	2,900.00
	2,900.00	2,900.00	2,900.00
Issued and subscribed capital comprises :			
29,000,000 (March 31, 2016: 29,000,000) equity shares of Rs. 10/- each (fully paid up)	2,900.00	2,900.00	2,900.00
Total issued, subscribed and fully paid-up share capital	**2,900.00**	**2,900.00**	**2,900.00**

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

Equity shares	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the period	2,90,00,000	2,900.00	2,90,00,000	2,900.00	2,90,00,000	2,900.00
Issued During the Year	-	-	-	-	-	-
Outstanding at the end of the period	**2,90,00,000**	**2,900.00**	**2,90,00,000**	**2,900.00**	**2,90,00,000**	**2,900.00**

b. Rights, preference and restrictions attached to shares including restrictions on the distribution of dividends and the repayment of capital:

Equity Shares
The company has only one class of equity shares having a par value of 10 per share. Each holder of equity shares is entitled to one vote per share held. The share holders are entitrled to dividend declared on Proportionate basis .On liquidation of the company, the equity shareholders are eligible to receive remaining assets of the Company after distribution of all preferential amounts in proportion to their shareholding.

c. Details of share holders holding more than 5% shares in the company

	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	No. of Shares	% of holding	No. of Shares	% of holding	No. of Shares	% of holding
Equity shares of Rs. 10 each fully paid						
Name of the Shareholder						
Future Consumer Enterprise Limited	2,14,28,100	73.89%	2,14,28,100	73.89%	2,14,28,100	73.89%
Capital Foods Limited	75,39,999	26.00%	75,39,999	26.00%	75,39,999	26.00%
	2,89,68,099	**99.89%**	**2,89,68,099**	**99.89%**	**2,89,68,099**	**99.89%**

2.12 Other equity	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Retained earnings	114.76	1,793.02	3,032.05
Shared based payment reserve	11.52	10.54	-
	126.28	**1,803.56**	**3,032.05**

Description of reserves
Retained earnings
This represent the surplus/(deficit) of the Profit and loss and is available for distribution of dividend to shareholders

Share Based Payment reserve
This comprises the fair value of options and performance share rights recognised as an expense. Upon exercise of options or performance share rights, any proceeds received are credited to share capital. The share-based payment reserve remains as a separate component of equity.

Retained earnings			
Balance at beginning of year	1,793.02	3,032.05	3,056.34
Profit for the year	-1,679.48	-1,235.71	-24.29
Adjustment relating to transitional provision contained in Schedule II	-	-	-
Items of other comprehensive income recognised directly in retained earnings :	-	-	-
Other comprehensive income arising from remeasurement of defined benefit obligation net of income tax	1.22	-3.32	-
Balance as at the end of the year	**114.76**	**1,793.02**	**3,032.05**
Share Based Payment Reserve			
Balance as at the beginning of the year	10.54	-	-
Movement during the year	0.98	10.54	-
Balance as at the end of the year	**11.52**	**10.54**	-
Total other equity	**126.28**	**1,803.56**	**3,032.05**

2.13 Borrowings	Non Current			Current		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Secured						
Term loans in Foreign Currency from banks	4,906.63	5,565.81	5,750.38	-	-	-
Unsecured						
Inter-corporate deposits	-	-	-	7,099.26	4,455.47	2,097.00
	4,906.63	**5,565.81**	**5,750.38**	**7,099.26**	**4,455.47**	**2,097.00**
Less : Current maturities of long-term debt (included in Note 2.15)	1,021.44	545.61	500.43			
Total	**3,885.19**	**5,020.20**	**5,249.95**			

(a) Nature of Security and terms of repayment for secured borrowings (other than debentures):

Nature of Security	Terms of Repayment	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
i. Term Loan of USD 9.28 Million from (Punjab national Bank International Limited) for Setting up Integrated food processing system infrastructure at Tumkur, karnataka. a. First executive charge on all the immovable and movable assets of the company, existing as well as future. b. Exclusive first mortgage charge as also leave hold rights on all land and building to be acquired or to be acquired for the project including already acquired land on lease (10 Years) from Karnataka Industrial Development Board **Particulars of land already acquired** Lease hold land marked at SlNo. 22/1B, 22/2, 23, 24, 21 industrial area within the limits Bathasandra Village, Kora Hobli, Tumkur Taluk and land marked at SlNo. 92/1, 92/2, 89/1, 89/2, 88 industrial area within the limits of Kempanadadderi Village, Kora Hobli, Tumkur Taluk Karnataka **Collateral Security** Corporate Guarantee of Future Consumer Ltd	The loan is to be repaid in Twenty Quarterly Installments. First Installment falling due in June-2015 and Interest to be paid based on LIBOR(London Interbank Offered rate).	4,906.63	5,565.81	5,750.38
ii. Intercorporate Deposits from parent Company	Repayable on demand within 1 year	7,099.26	4,455.47	2,097.00

(b) Details of long-term borrowings guaranteed by some of the directors or others:

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Term loans from banks			
Principal	-	-	-
Interest	-	-	-

The carrying amount of financial and non-financial assets pledged as security for current and non-current borrowings are disclosed below :

(c) Assets pledged as security:

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Current			
Financial assets			
Cash and cash equivalents	48.67	65.81	43.84
Receivables	305.40	127.91	58.24
Non - financial assets			
Inventories	63.55	31.05	39.66
	417.62	**224.77**	**141.74**
Non - current			
Exclusive charge			
Freehold land	-	-	-
Freehold building	9,586.25	9,057.71	8,863.04
Furniture. fittings and equipment	12,842.72	11,042.11	11,000.48
	22,428.97	**20,099.82**	**19,863.52**
Total assets pledged as security	**22,846.59**	**20,324.59**	**20,005.26**

(d) Undrawn borrowing Facilities:

As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Nil	Nil	Nil
-	-	-

2.14 Trade payables	Non Current			Current		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015

Total outstanding dues of Micro Enterprises & Small Enterprises		-	-	-	1.42	-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises		-	-	132.09	91.14	58.81
	-	**-**	**-**	**132.09**	**92.56**	**58.81**

According to the information available with the management, on the basis of intimation received from its suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, the Company has amounts due to micro and small enterprises under the said Act as at March 31, 2016 as follows :

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
a) Principal amount due	-	-	-	-	1.42	-
b) Interest due on above	-	-	-	-	-	-
c) Amount of interest paid in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-	-	-	-	-
d) Amount of interest due and payable for the period of delay;	-	-	-	-	-	-
e) Amount of interest accrued and remaining unpaid as at year end	-	-	-	-	-	-
f) Amount of further remaining due and payable in the succeeding year	-	-	-	-	-	-

2.15 Other financial liabilities

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Current maturities of long-term debt	-	-	-	1,021.44	545.61	500.43
Interest accrued but not due on loans	-	-	-	394.47	257.46	106.52
Security deposits from customers / others	22.67	7.76	-	73.54	73.54	65.34
Salary and Employee benefits payable	-	-	-	2.57	6.20	1.12
Payables for acquisition of property, plant and equipment						
Dues to Micro Small and Medium Enterprises	-	-	-	2.69	2.95	-
Dues to Other than Micro Small and Medium Enterprises	-	-	-	1,869.32	583.21	532.13
Other Payables	-	-	-	27.79	-	-
Liability for expenses			-	2.82	0.08	4.77
	22.67	**7.76**	**-**	**3,394.64**	**1,469.05**	**1,210.31**

2.16 Provisions

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Employee benefits						
Provision for Gratuity	5.99	2.05	6.54	9.80	9.97	0.73
Provision for Exgratia	-	-	-	60.16	39.50	29.25
Provision for Leave Encashment	-	-	-	14.68	10.57	8.12
	5.99	**2.05**	**6.54**	**84.64**	**60.04**	**38.10**
Others						
Provision for Expenses	-	-	-	-	-	-
Provision for Litigations	-	-	-	-	-	-
	-	-	-	-	-	-
	5.99	**2.05**	**6.54**	**84.64**	**60.04**	**38.10**

(a) Provision for litigations

	As at March 31,		As at April 1,
	2017	2016	2015
At the beginning of the year			
Others	-	-	-
At the end of the year			
Current Portion	-	-	-
Non-current Portion	-	-	-

2.17 Other liabilities

	Non Current			Current		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2017	2016	2015	2017	2016	2015
Advance from customers	-	-	-	40.00	36.00	-
Income received in advance	260.88	69.78	-	46.89	17.50	18.45
Deferred Government Grant	3,993.34	3,970.65	4,232.10	281.49	261.45	261.45
Statutory liabilities	-	-	-	44.16	16.37	24.22
Other payables	-	-	-	95.72	104.64	221.29
	4,254.22	**4,040.43**	**4,232.10**	**508.26**	**435.96**	**525.41**

Integrated Food Park Private Limited
Notes to Financial Statements for the year ended March 31, 2017
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3.01 Revenue from operations	Year ended March 31,	
	2017	2016
Revenue from operations		
Sale of product	-	-
Sale of Services	951.13	686.59
Other operating revenue	0.49	18.63
Scrap Sales	0.32	-
Less: Sales Discount	-	-
Revenue from operations (Gross)	**951.94**	**705.22**

3.02 Other Income	Year ended March 31,	
	2017	2016
Interest Income on		
Interest income earned on financial assets that are not designated as fair value through profit or loss :		
Interest Income on Security deposits	0.54	0.47
Interest on Power deposits	0.76	1.81
Interest on tax refunds	2.53	0.67
Interest Income -Others	5.26	5.12
Other non - operating income		
Amortisation of Government Grant	279.28	261.45
Entry tax Refund	26.09	-
Insurance Claim and recoveries	3.20	-
Other Income	-	-
Balance Written Back	30.78	1.30
Net gain on foreign currency transaction and translations other than finance cost	-	0.01
	348.44	**270.83**

3.03 Cost of materials consumed	Year ended March 31,	
	2017	2016
Consumption - Raw Material	0.66	-
Others	-	-
	0.66	**-**

3.04 (Increase) /decrease in inventories	Year ended March 31,	
	2017	2016
Inventories at the end of the year		
Stock-in-trade	-	-
Work - in - progress	-	-
Finished goods	0.66	-
	0.66	-
Inventories at the beginning of the year		
Stock-in-trade	-	-
Work - in - progress	-	-
Finished goods	-	-
	-	-
	-0.66	**-**

3.05 Operating expenses	Year ended March 31,	
	2017	2016
Rent - Primary Procurement Centres	18.59	17.98
Power & Fuel Consumption Charges	141.16	164.44
Spares & Consumables	9.88	25.63
Plant repair and Upkeep expenses	69.02	22.37
Machine Hire Charges	52.21	18.52
Water charges	26.16	25.21
ETP Operation expenses	3.58	5.58
RTE & IQF operation Expenses	1.07	11.84
Pulping line expenses	73.79	32.27
Transportation Charges	17.27	0.86
Other Operating expenses	0.24	4.66
	412.97	**329.36**

3.06 Employee Benefits Expense	Year ended March 31,	
	2017	2016
Salaries, wages and bonus	293.75	235.69
Contribution to provident and other fund	7.52	2.54
Gratuity	4.98	1.45
Leave Encashment	4.47	2.66
Employee Stock Option Scheme	0.98	10.54
Staff welfare expenses	10.45	3.50
	322.15	**256.38**

3.07 Finance Costs	Year ended March 31,	
	2017	2016
Interest and Finance charges on financial liabilities not a FVTPL		
Interest on ECB	348.14	355.86
Interest on Inter Corporate Deposits	725.56	375.10
Interest on Security Deposits	1.70	0.16
Other interest expenses	-	-
Other borrowing costs		

Other Financial Charges	8.05	-
	1,083.45	**731.12**

The weighted average capitalisation rate on funds borrowed generally is 12.5% per annum (2015-2016: 12.5% per annum).

3.08 Other Expenses	**Year ended March 31,**	
	2017	**2016**
Rent Expenses	16.52	8.81
Travelling Expenses	12.99	23.31
Insurance expenses	4.31	5.45
Legal & Professional Fees	20.86	28.63
Rates & Taxes	4.43	3.25
Security Expenses	23.57	20.67
Service tax & Excise expense	65.72	14.33
Provision for Doubtful advances	4.60	-
Other Expenses	17.19	17.25
Loss on sale of Fixed Assets	2.49	-
Advertisement & Marketing Expenses	0.19	3.68
Corporate social responsibility expenses	4.40	-
	177.27	**125.38**

Payment to Auditors	**Year ended March 31,**	
	2017	**2016**
As auditor:		
Statutory Audit fee	2.00	1.75
Tax Audit Fee	0.25	0.25
Limited Review	0.75	0.75
In other Capacity:		
Taxation matters	-	-
Company law matters	-	-
Management services	-	-
Other services (certification fees)	0.63	0.89
Reimbursement of Expenses	0.17	0.09
	3.80	**3.73**

3.09 Tax expenses	**Year ended March 31,**	
	2017	**2016**
(a) Income tax expenses :		
Current tax assets		
In respect of the current year	-	-
In respect of prior years	-	-
Others	-	-
	-	-
Deferred tax		
In respect of the current year	72.32	-
Others	-	-
	72.32	-
Total income tax expense recognised in the current year	72.32	-
(b) Income tax recognised in other comprehensive income		
Remeasurements of the defined benefit plans	-	-
	-	-

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4.01 Details of Loans given, security provided and investment made during the year 2016-17 as per section 186 (4) of the Companies Act, 2013

Nature of transaction	Name of the recipient	Amount of loan/ security/ acquisition/ guarantee			Interest Rate	Purpose of loan/ security/ acquisition/ guarantee	Period
		2016 - 2017	2015 - 2016	2014 - 2015			
Nil		-	-	-	NA	NA	NA

4.02 Earnings Per Share (EPS)

	Year ended March 31, 2017	Year ended March 31, 2016
Basic earnings per share :		
From continuing operations attributable to equity holders of the company	(5.79)	(4.26)
From discontinued operations attributable to equity holders of the company	-	-
Total basic earnings per share	**(5.79)**	**(4.26)**
Diluted earnings per share :		
From continuing operations attributable to equity holders of the company	(5.79)	(4.26)
From discontinued operations attributable to equity holders of the company	-	-
Total diluted earnings per share attributable to equity holders of the company	**-**	**-**
Reconciliation of earnings used in calculating earnings per share :		
Basic earnings per share		
Profit attributable to equity holders of the company used in calculating basic earnings per share :		
From continuing operations	-1,679.48	-1,235.71
From discontinued operations	-	-
	-1,679.48	**-1,235.71**
Diluted earnings per share		
Profit from continuing operations attributable to equity holders of the company :		
Used in calculating basic earnings per share	-1,679.48	-1,235.71
Used in calculating diluted earnings per share	-1,679.48	-1,235.71
Profit from discontinued operations	-	-
Profit used in calculating diluted earnings per share	**-1,679.48**	**-1,235.71**
Weighted average number of shares used as the denominator :		
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	2,90,00,000	2,90,00,000
Adjustments for calculation of diluted earnings per share :		
Weighted average number of equity shares and potential equity shares used as the denominator in calculating basic earnings per share	**2,90,00,000**	**2,90,00,000**

4.03 Reconciliation between previous GAAP and Ind AS as at April 1, 2015

	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
ASSETS				
Non-current assets				
Property, plant and equipment	A.	15,168.95	4,694.57	19,863.52
Capital work-in-progress		184.90	-	184.90
Investment Property		-	-	-
Goodwill		-	-	-
Other Intangible assets		0.18	-	0.18
Intangible assets under development			-	-
Investments		-	-	-
Trade Receivables		-	-	-
Loans	B.	66.30	-7.51	58.79
Other financial assets		-	-	-
Deferred tax assets (Net)		-	-	-
Other non-current assets	C.	486.11	6.68	492.79
Total non-current assets		**552.41**	**-0.83**	**551.58**
Current Assets				
Inventories		39.66	-	39.66
Financial Assets				
Investments		-	-	-
Trade Receivables		58.24	-	58.24
Cash and cash equivalents		43.84	-	43.84
Bank balances other than above		-	-	-
Loans		4.00	-	4.00
Other financial assets		29.49	-	29.49
Current tax assets (Net)		12.77	-	12.77
Non-current assets classified as held for sale		-	-	-
Other current assets	D.	227.08	0.77	227.85
Total current assets		**415.08**	**0.77**	**415.85**
Total assets		**16,321.52**	**4,694.51**	**21,016.03**
EQUITY AND LIABILITIES				
Equity				
Equity Share capital		2,900.00	-	2,900.00
Other Equity		4,451.35	-1,419.30	3,032.05
Total equity		**7,351.35**	**-1,419.30**	**5,932.05**
Liabilities				
Non-current liabilities				

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Financial Liabilities				
Borrowings	E.	5,282.66	-32.71	5,249.95
Other financial liabilities				-
Provisions		6.54	-	6.54
Deferred tax liabilities (Net)	F.	-	1,665.76	1,665.76
Other non-current liabilities	G.	-	4,232.10	4,232.10
Total non-current liabilities		**5,289.20**	**5,865.15**	**11,154.35**
Current liabilities				
Financial Liabilities				
Borrowings		2,097.00	-	2,097.00
Trade payables				-
Total outstanding dues of Micro Enterprises & Small Enterprises				-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises		58.81	-	58.81
Other financial liabilities	H.	1,223.11	-12.80	1,210.31
Other current liabilities	I.	263.95	261.46	525.41
Provisions		38.09	0.01	38.10
Current Tax Liabilities (Net)				-
Liabilities directly associated with assets classified as held for sale				-
Total current liabilities		**3,680.96**	**248.67**	**3,929.63**
Total equity and liabilities		**16,321.51**	**4,694.52**	**21,016.03**

4.04 Reconciliation between previous GAAP and Ind AS as at March 31, 2016

	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
ASSETS				
Non-current assets				
Property, plant and equipment	A.	15,422.46	4,677.36	20,099.82
Capital work-in-progress		339.37	-	339.37
Investment Property		-	-	-
Goodwill		-	-	-
Other Intangible assets		0.06	-0.01	0.05
Intangible assets under development				-
Financial assets				
Investments			-	-
Trade Receivables		-	-	-
Loans	B.	71.30	-7.69	63.61
Other financial assets		-	-	-
Deferred tax assets (Net)		-	-	-
Other non-current assets	C.	1,001.58	6.42	1,008.00
Total non-current assets		**16,834.77**	**4,676.08**	**21,510.85**
Current Assets				
Inventories		31.05	-	31.05
Financial Assets				
Investments				-
Trade Receivables		127.91	-	127.91
Cash and cash equivalents		65.81	-	65.81
Bank balances other than above		-	-	-
Loans		4.00	-	4.00
Other financial assets		26.80	-	26.80
Current tax assets (Net)		56.89	-	56.89
Non-current assets classified as held for sale			-	-
Other current assets	D.	128.69	0.84	129.53
Total current assets		**441.15**	**0.84**	**441.99**
Total assets		**17,275.92**	**4,676.92**	**21,952.84**
EQUITY AND LIABILITIES				
Equity				
Equity Share capital		2,900.00	-	2,900.00
Other Equity		2,986.67	-1,183.11	1,803.56
Total equity		**5,886.67**	**-1,183.11**	**4,703.56**
Liabilities				
Non-current liabilities				
Financial Liabilities				
Borrowings	E.	5,041.30	-21.10	5,020.20
Trade payables		-	-	-
Other financial liabilities	J.	12.42	-4.66	7.76
Provisions		2.05	-	2.05
Deferred tax liabilities (Net)	F.	-	1,665.76	1,665.76
Other non-current liabilities	G.	67.70	3,972.73	4,040.43
Total non-current liabilities		**5,123.47**	**5,612.73**	**10,736.20**
Current liabilities				
Financial Liabilities				
Borrowings		4,455.47	-	4,455.47
Trade payables				-
Total outstanding dues of Micro Enterprises & Small Enterprises				-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises		92.56	-	92.56

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Other financial liabilities	H.	1,480.66	-11.61	1,469.05
Other current liabilities	I.	177.05	258.92	435.96
Provisions		60.04	-	60.04
Current Tax Liabilities (Net)		-	-	-
Liabilities directly associated with assets classified as held for sale		-	-	-
Total current liabilities		**6,265.78**	**247.31**	**6,513.08**
Total equity and liabilities		**17,275.92**	**4,676.93**	**21,952.84**

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4.05 Reconciliation of total comprehensive income for the year ended March 31, 2016	Notes to first-time adoption	Previous GAAP *	Adjustments	Ind AS
Continuing operations				
Revenue from operations	K.	705.05	0.17	705.22
Other income	G.	3.79	267.04	270.83
Other gains/ (losses) - net		-	-	-
Total Income		**708.84**	**267.21**	**976.05**
Expenses				
Cost of materials consumed		-	-	-
Purchase of stock-in-trade		-	-	-
Changes in inventories of finished goods, work-in-progress and stock-in-trade		-	-	-
Excise duty on sale of goods		-	-	-
Operating expenses	J.	328.53	0.83	329.36
Employee benefits expense	L.	249.16	7.22	256.38
Finance costs	E.	718.15	12.97	731.12
Depreciation and amortization expense	A.	752.30	17.22	769.52
Impairment loss on financial assets		-	-	-
Impairment on non-current assets		-	-	-
Other expenses		125.39	-0.01	125.38
Total Expenses		**2,173.53**	**38.23**	**2,211.76**
Profit / (loss) before exceptional items and tax		-1,464.69	228.98	-1,235.71
Exceptional items				-
Profit / (loss) before tax		**-1,464.69**	**228.98**	**-1,235.71**
Tax expenses				
Current tax		-	-	-
Deferred tax		-	-	-
Total tax expense		-	-	-
Profit / (loss) for the period from continuing operations		-1,464.69	228.98	-1,235.71
Profit / (loss) for the period from discontinued operations before tax				
Profit/ (loss) for the period		**-1,464.69**	**228.98**	**-1,235.71**
Other comprehensive income		-	3.32	3.32
Total comprehensive income		**-1,464.69**	**225.66**	**-1,239.03**

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.

4.06 Reconciliation of total equity as at March 31, 2016 and April 1, 2015	March 31, 2016	April 1, 2015
Total equity (shareholder's funds) as per previous GAAP	2,986.67	4,451.35
Adjustments :		
Increase in fair value of Property Plant and equipment due to fair value adoption under IND AS 101	4,697.78	4,697.78
Increase in Depreciation due to changes Fair Value of Property Plant & Equipment	-20.41	-3.21
Reclassification of Government Grants net of Amortisation	-4,232.10	-4,493.55
Reclassification of Loan Processing Fees on ECB net of Amortisation	32.71	45.53
Deferred Tax Liability on Government Grant	-944.17	-944.17
Deferred Tax Liability on fair value of Property plant and equipment	-721.59	-721.59
Interest income on Security deposits Given	0.47	-
Rentals component on Security deposits Taken	0.14	-0.07
Interest Expenses on Security deposits Taken	-0.16	-
Rentals component on Security deposits Given	-0.83	-
Straight lining of Lease Rental Income	-0.04	-
Discounting of Trade Receivables	5.12	-
Total adjustments	**-1,183.08**	**-1,419.28**
Total equity as per Ind AS	**1,803.56**	**3,032.05**

4.07 Reconciliation of total comprehensive income for the year ended March 31, 2016	March 31, 2016
Profit after tax as per previous GAAP	-1,464.68
Adjustments :	
Interest income on Security deposits Given	0.47
Rentals component on Security deposits Taken	0.21
Interest Expenses on Security deposits Taken	-0.16
Rentals component on Security deposits Given	-0.83
Amortisation of Government Grant	261.45
Amortisation of Loan Processing Charges	-12.82
Depreciation due to Revaluation of Property Plant & Equipment	-17.22
Straight lining of Lease Rental Income	-0.04
Interest Income -Discounting of Trade Receivables	5.12
Accounting Employee Stock Option Scheme	-10.54
Gratuity impact under Other Comprehensive Income	3.32
Total adjustments	**228.96**
Profit after tax as per Ind AS	-1,235.71
Other comprehensive income	3.32
Total comprehensive income as per Ind AS	**-1,239.03**

Note: Total comprehensive income was not reported under previous GAAP. Therefore the reconciliation starts with profit under previous GAAP.

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4.08 Impact of Ind AS adoption on the Standalone statements of cash flows for the year ended March 31, 2016	Notes	Previous GAAP	Adjustments	Ind AS
Net cash flow from operating activities	M.	-47.86	-3.66	-51.52
Net cash flow from investing activities	N.	-1,626.78	6.23	-1,620.55
Net cash flows from financing activities	O.	1,696.61	-2.57	1,694.04
Net increase/(decrease) in cash and cash equivalents		**21.97**	**-**	**21.97**
Cash and cash equivalents as at April 1, 2015		43.84	-	43.84
Effect of exchange rate changes on cash & cash equivalents		-		-
Cash and cash equivalents as at March 31, 2016		**65.81**	**-**	**65.81**

4.09 Analysis of changes in cash and cash equivalents for the purposes of statement of cash flows under Ind AS :	Notes	Previous GAAP	Adjustments	Ind AS
Cash and cash equivalents as per previous GAAP		65.81	-	65.81
Bank Overdrafts		-	-	-
Cash and cash equivalents for the purpose of statement of cash flows		**65.81**	**-**	**65.81**

Explanations of adjustments done to previous GAAP to Company with IND AS

Notes to First adoption	Details
A.	Represents Increase on account of fair valuation of property plant and Equipment as per IND AS 101
B.	represents adjustment is on account of Discounting of Security deposits Given
C.	Represents prepaid portion of rent on security deposits given net of amortised rent during the year (non current portion)
D.	Represents prepaid portion of rent on security deposits given net of amortised rent during the year (current portion)
E.	Represents loan processing fees regrouped from Finance costs to Borrowings(non current portion)
F.	Represents Increase in Deferred tax is due to Recognition of Deferred tax liability on Revaluation and Amortisation of Government Grant
G.	Reclassification of Government Grant treated as Deferred Income (non current portion)
H.	Represents impact on current maturities due to loan processing fees regrouped from Finance costs to Borrowings(current portion)
I.	Reclasssification of Government Grant treated as Deferred Income (current portion)
J.	Represents prepaid portion of rent on security deposits taken net of amortised rent during the year (non current portion)
K.	Represents interest income on security deposits accounted under effective interest method
L.	IND AS Adjustments related to Other Comprehensive Income on Gratuity and accounting of Employee Stock option plans
M.	Represents impact on account of prepaid portion of security deposits and discounting impact of trade receivables as per IND AS Impact
N.	Reduction in cash outflow from Investing activities is due to regrouping of Security Deposits paid Net of IND AS Adjustment and regrouping of advances to employees and other parties
O.	Reduction in cash from Financing activities is due to amotisation impact of loan processing fees

4.10 Capital management

Risk management

The group's objectives when managing capital are to

(i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and

(ii) Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Company manages its capital to ensure that it will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings as detailed in notes 2.13 offset by cash and bank balances) and equity of the Company (comprising issued capital and reserves)

The Company is required to maintain a networth of USD 5.30 million i.e. Rs. 3455.90 lakhs excluding Government grants as per the sanction letter issued by Punjab National Bank(International) Ltd. The Company has applied for a permission from the Ministry of Food Processing Industries for infusion of Share capital by the Parent Company and is awaiting approvals for the same

4.11 Contingent liabilities and contingent assets	As at March 31,		As at April 1,
	2017	2016	2015
Contingent liabilities	Nil	Nil	Nil
Contingent assets	Nil	Nil	Nil

4.12 Commitments	As at March 31,		As at April 1,
	2017	2016	2015
Capital commitments- Property, plant and Equipment	495.91	465.89	38.22
Capital commitments- Other Intangible assets	-	-	-
Non-cancellable operating leases	177.56	197.76	217.56

4.13 Leases

a. **Finance lease: company as lessee**

The Company has acquired land allotted by Government of Karnataka on Lease cum Sale basis for construction of Mega Food Park wherein the land would be transferred to the Company during the currency of the agreement or on completion of the conditions mentioned in the agreement or at the end of 10 years or extended period. The said land has been disclosed in Note 2.01 – Fixed Assets as Lease hold Land. The amount of lease costs incurred during the year is Rs. 3.39 lakhs (Previous Year: Rs. 3.39 lakhs). The disclsoures for minimum lease payments are given below:

Particulars	Year ended March 31, 2017 Minimum payments Rupees	Year ended March 31, 2016 Minimum payments Rupees
Within one year	3.39	3.39
After one year but not more than five years	13.56	13.56
More than five years	1.13	4.52
Total minimum lease payments	18.08	21.47

b. **Operating lease: company as lessee**

The company has entered into commercial leases for primary procurement centres. There are no restrictions placed upon the company by entering into these leases. The lease period ranges from 5 years to 10 years
Future minimum rentals payable under non-cancellable operating leases are as follows:

	Year ended March 31, 2017	Year ended March 31, 2016
Within one year	20.36	20.20
After one year but not more than five years	87.28	83.46
More than five years	69.92	94.10
	177.56	**197.76**

The Rent charged to Statement of Profit and Loss during the year in respect of cancellable lease agreements are Rs.11.51 lakhs (PY Rs.5.42 lakhs)

c. **Operating lease commitments - Group as lessor**

The Company has entered into agreements with customers in respect of lease of infrastructure wherein the leases are non-cancellable as per the terms mentioned in the agreement during the lockin period. The future minimum lease payments receivable under non-cancellable period of operating leases in the aggregate and for each of the following periods:

Future minimum rentals receivable under non-cancellable operating leases are as follows:

	Year ended March 31, 2017	Year ended March 31, 2016
Within one year	128.06	26.32
After one year but not more than five years	382.98	48.99
More than five years	-	-
	511.04	**75.31**

4.14 Capitalization of expenditure

During the year, the company has capitalized the following expenses of revenue nature to the cost of fixed asset/ capital work-in-progress (CWIP). Consequently, expenses disclosed under the respective notes are net of amounts capitalized by the company.

	Year ended March 31, 2017	Year ended March 31, 2016
Salaries, wages and bonus (includes Salaries capitalised to Intangible assets under Development Rs.26.85 lakhs)	40.72	-
	40.72	**-**

4.15 Segment information

The company has only one operating segment viz. leasing of Infrastructure for F&V Processing at its food park. The disclosure requirement under IND AS-108 as applicable to a single reporting segment are as follows

1 The company is engaged inter alia in the business of establishment of mega food park in Karnataka in terms of the scheme framed by Ministry of Food Processing Industries

2 Information about Products & Services
The company engaged in providing services which includes leasing of Infrastructure for F&V Processing at its food park.

3 The Operations of the company are restricted to a single geographical area.i.e India

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4.16 Related party disclosures

Names of related parties and related party relationship-where control exists

Holding company	Future Consumer Limited
Ultimate holding company	Future Consumer Limited
Subsidiaries	NA

Related parties with whom transactions have taken place during the year

Joint Venture of Holding Company	Sublime Foods Pvt Ltd
	MNS Foods Pvt Ltd
	Genoa Rice Mills Pvt Ltd
Subsidiary of Holding Company	The Nilgiri Dairy Farms Pvt Ltd
	Future Food and Products Pvt Limited
	Future Food Processing Pvt Limited
Step Down Subsidiary of Holding Company	The Nilgiri Mechanised Bakery Pvt. Ltd
Joint Venture's Subsidiary	Avante Snack Foods Pvt Ltd
Associates	Capital Foods Limited
Jointly controlled entity	NA
Key management personnel	Mr.Sanjay Malpani
Relatives of key management personnel	NA

Related party transactions

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

a. Particulars of transactions with the related parties for the year 2016-17:

Sno	Nature of Transactions	Holding Company	Key Management Personnel (KMP)	Joint Venture of Holding Company	Associates	Joint Venture's Subsidiary	Subsidiary of Holding Company	Step Subsidiary of Holding Company	Total
1	**Sale of Services**								
	2016-2017	582.44	-	74.49	-	9.83	73.11	-	**739.87**
	2015-2016	566.07	-	24.13	-	-	-	-	**590.20**
2	**Reimbursement of Actual Expenses**								
	2016-2017	41.11	-	41.22	-	0.18	-	-	**82.51**
	2015-2016	12.11	-	8.95	-	-	-	-	**21.06**
3	**Purchases**								
	2016-2017	1.11	-	-	-	-	-	-	**1.11**
	2015-2016	-	-	-	-	-	-	-	-
4	**Finance Cost**								
	2016-2017	725.56	-	1.36	-	0.34	-	-	**727.26**
	2015-2016	357.10	-	0.16	-	-	-	-	**357.26**
5	**Rent Paid**								
	2016-2017	-	-	-	-	-	6.11	-	**6.11**
	2015-2016	-	-	-	-	-	-	-	-
6	**Fixed Assets**								
	2016-2017	-	-	-	-	-	-	9.32	**9.32**
	2015-2016	-	-	-	-	-	-	-	-

b. Particulars of Outstanding Payable/ Receivable with the related parties as on 31.03.2017:

Sno	Nature of Transactions	Holding Company	Key Management Personnel (KMP)	Joint Venture of Holding Company	Associates	Joint Venture's Subsidiary	Subsidiary of Holding Company	Step Subsidiary of Holding Company	Total
1	**Share Capital**								
	2016-2017	2,142.81	-	-	754.00	-	-	-	**2,896.81**
	2015-2016	2,142.81	-	-	754.00	-	-	-	**2,896.81**
2	**Trade Receivable**								
	2016-2017	107.15	-	17.54	-	3.25	18.54	-	**146.48**
	2015-2016	27.07	-	37.02	-	-	-	-	**64.09**
3	**Other Receivable- (Security Deposit)**								
	2016-2017	-	-	37.40	-	9.72	-	-	**47.12**
	2015-2016	-	-	-	-	-	-	-	-
4	**Trade Payable**								
	2016-2017	0.91	-	-	-	-	6.38	-	**7.29**
	2015-2016	-	-	-	-	-	-	-	-
5	**Borrowings-(Current)**								
	2016-2017	7,099.26	-	-	-	-	-	-	**7,099.26**
	2015-2016	4,455.47	-	-	-	-	-	-	**4,455.47**
6	**Security Deposit received-(Non Current)**								
	2016-2017	-	-	15.50	-	7.17	-	-	**22.67**
	2015-2016	-	-	7.76	-	-	-	-	**7.76**
7	**Security Deposits Received-(Current)**								
	2016-2017	70.74	-	-	-	-	-	-	**70.74**
	2015-2016	-	-	-	-	-	-	-	-
8	**Advance Rent Received**								
	2016-2017	40.00	-	-	-	-	-	-	**40.00**
	2015-2016	18.45	-	-	-	-	-	-	**18.45**
9	**Advance Rent received- Non Current**								
	2016-2017	-	-	30.23	-	1.53	-	-	**31.76**
	2015-2016	-	-	3.47	-	-	-	-	**3.47**
10	**Advance Rent received- Current**								
	2016-2017	-	-	3.22	-	0.96	-	-	**4.18**
	2015-2016	-	-	1.16	-	-	-	-	**1.16**
11	**Advance from Customer**								
	2016-2017	-	-	-	10.00	-	-	-	**10.00**
	2015-2016	-	-	-	10.00	-	-	-	**10.00**
12	**Interest Accrued but not due on Borrowings**								
	2016-2017	394.47	-	-	-	-	-	-	**394.47**
	2015-2016	257.46	-	-	-	-	-	-	**257.46**
13	**Other payables**								
	2016-2017	27.79	-	-	-	-	-	-	**27.79**
	2015-2016	-	-	-	-	-	-	-	-

c. Details of Borrowings guaranteed by Holding Company

Borrowing (ECB) from Punjab National Bank (International) Ltd referred in Note No.2.13 secured by the Corporate Guarantee from M/s. Future Consumer Limited

d. Remuneration to key managerial personnel

	Year ended March 31,	
	2017	**2016**
Remuneration	66.91	-
Gratuity	2.14	-
Leave encashment	2.22	-
Contribution to Provident and other Funds	3.32	-
	74.59	**-**

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4.17	**Value of imports calculated on CIF basis**	**Year ended March 31,**	
		2017	**2016**
	Components and spare parts	5.27	-
	Capital goods	10.88	-
		16.15	**-**

4.18	**Expenditure in foreign currency (accrual basis)**	**Year ended March 31,**	
		2017	**2016**
	Interest expenses on ECB	348.14	355.86
	Foreign Travel Expenses	1.50	7.54
		349.64	**363.40**

4.19	**Imported and indigenous raw materials, Components and spare parts consumed**	**Year ended March 31,**			
		2017		**2016**	
		% of total consumption	**Amount**	**% of total consumption**	**Amount**
	Raw Materials				
	Imported	-	-	-	-
	Indigenously obtained	100%	0.66	-	-
		100%	**0.66**	**-**	**-**
	Stores and Spare parts				
	Imported	-	-	-	-
	Indigenously obtained	100%	9.88	100%	25.63
		100%	**9.88**	**100%**	**25.63**

4.20	**Earnings in foreign currency (accrual Year of remittance (ending on)**	**Year ended March 31,**	
		2017	**2016**
	Exports at F.O.B. Value	-	-
		-	-

4.21 The company has long term foreign currency borrowings as on 31st March 2017 which have been utilized for the purchase of the fixed assets. The Company has opted for the exemption given in paragraph D13AA of Appendix D to Ind AS 101 and has adjusted the foreign exchange difference on such borrowings to the cost of fixed assets. Due to this, exchange Gain/(Loss) on such borrowing Rs. 106.17 lakhs (PY loss Rs.341.62 lakhs) have been debited to the cost of fixed assets and depreciation of Rs. 3.70 lakhs (PY Rs.10.90 lakhs) have been provided on the same.

4.22 Borrowing costs capitalised to Fixed assets during the year: Rs. Nil (Previous Year Rs.Nil)

4.23 Amount of Expenditure incurred on Corporate Social responsibility during the year Rs. 4.40 lakhs (Previous Year Rs. Nil)

4.24 During the year Company received Government Grant from Ministry of Food Processing Industries amounting to Rs. 322.00 lakhs as per government scheme towards Food park operations. The same is recognised on a systematic basis over the residual useful life of Property Plant And Equipment for which the Grant has been received. There are no unfulfilled conditions and other contingencies attached to the government grants.

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4.25 Employee benefit plans

The Company has determined the liability for employee benefits as at March 31, 2017 in accordance with IND AS 19– Employee benefits

A. Defined Contribution Plan

Contribution to Provident Fund and medical benefits charged to current year's Statement of Profit and Loss is Rs.7.52 lakhs (Previous Year Rs.2.54 lakhs).
Company's contribution to provident fund are determined under the relevant schemes and / or statute and charged to the Statement of Profit and Loss.

B. Defined Benefit Plans

The present value of the defined benefit obligation and the related current cost were measured using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date

1 Gratuity

The Company operates a gratuity plan covering qualifying employees. The benefit payable is calculated as per the Payment of Gratuity Act, 1972. The benefit vests upon completion of five years of continuous service and once vested it is payable to employees on retirement or on termination of employment. The gratuity benefits payable to the employees are based on the employee's service and last drawn salary at the time of leaving. The employees do not contribute towards this plan and the full cost of providing these benefits are met by the Company. In case of death while in service, the gratuity is payable irrespective of vesting.

2 Leave Encashment

The Company operates a scheme for Compensated absences wherein the employee is entitled to avail leave benefits as per the policy of the Company. The leave benefits are linked to the salary of the employee and the employee is entitled to either avail paid leave or encash unavailed leave either during employment or on retirement

Risk exposure to defined benefit plans

The plans typically expose the Company to actuarial risks such as: investment risk, interest rate risk, longevity risk and salary risk

Interest risk

A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's debt investments.

Longevity risk

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

The disclosure requirements are as follows:

a. Principal assumptions

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

Particulars	As at March 31, 2017		As at March 31, 2016	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Discount rate	7.20%	7.20%	8.00%	8.00%
2. Salary escalation	10.00%	10.00%	5.00%	5.00%
3. Mortality rate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate

The amount included in the balance sheet arising from the Company's obligation in respect of its defined benefit plans is as follows:

b. Present Value of obligations

Particulars	As at March 31, 2017		As at March 31, 2016	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Present Value of obligations at beginning of the year	12.03	10.57	7.26	8.12
2. Interest Cost	0.95	0.83	0.58	0.65
3. Current Service Cost	4.03	3.13	0.86	0.59
5. Actuarial loss / (gain)-Demographic	-0.25	0.25	-	-
6. Actuarial loss / (gain)-Financial	2.20	-1.81	-	1.42
7. Actuarial loss / (gain)-Experience	-3.17	2.08	3.32	-
8. Benefits Paid	-	0.36	-	0.21
9. Projected benefit obligation at the end of the period	15.79	14.69	12.02	10.57

c. Fair Value of Plan assets

Particulars	As at March 31, 2017		As at March 31, 2016	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Fair Value of Plan assets at the beginning of the year	-	-	-	-
2. Actual Return on Plan Assets	-	-	-	-
3. Contributions	-	-	-	-
4. Benefits Paid	-	-	-	-
5. Fair Value of Assets at the end of the year	-	-	-	-
6. Funded Status	-	-	-	-
7. Excess of Actual over estimated return on plant assets	-	-	-	-

d. Actuarial Loss or Gain Recognised

Particulars	As at March 31, 2017		As at March 31, 2016	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Actuarial (gain) Loss for the Year – Obligation	-1.22	2.15	3.32	1.42
2. Actuarial Loss for the year – Planned Assets	-	-	-	-
3. Contributions	-	-	-	-
4. Actuarial (Gain)/Loss recognized	-1.22	2.15	3.32	1.42

e. Amount to be recognized in the balance sheet

Particulars	As at March 31, 2017		As at March 31, 2016	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Present Value of obligations as at the end of the year	15.79	14.68	12.03	2.66
2. Fair value of Assets at the end of the year	-	-	-	-
3. Funded Status	-	-	-	-
4. Net Liability/ Asset recognized in balance sheet	15.79	14.68	12.03	2.66

f. Expenses Recognised in the Statement of Profit & Loss

Particulars	As at March 31, 2017		As at March 31, 2016	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Current Service Cost	4.03	3.13	0.86	0.59
2. Interest Cost	0.95	0.83	0.58	0.65
3. Expected return on Plan Assets				
4. Immediate Recognition of (Gains)/ Losses - Other Long Term Benefits	-	0.52	-	1.42
5. Net Actuarial (Gain)/Loss recognized in the year	4.98	4.48	1.44	2.66

6. Expenses recognized in statement of Profit & Loss	4.98	4.48	1.44	2.66

Expenses recognised for defined benefit plan and movement of plan assets and liabilities

Following is the amount recognised in statement of profit and loss, other comprehensive income, movement in defined benefit liability (i.e. gratuity) and movement in plan assets:

	As at March 31, 2017		As at March 31, 2016	
Particulars	**Gratuity**	**Leave Encashment**	**Gratuity**	**Leave Encashment**
A. Components of expense recognised in the Statement of Profit and Loss				
Current service cost	4.03	3.13	0.86	0.59
Past service cost and (gain)/loss from settlements	-	-	-	-
Net interest expenses	0.95	0.83	0.58	0.65
Immediate Recognition of (Gains)/ Losses - Other Long Term Benefits	-	0.52	-	1.42
Total (A)	**4.98**	**4.48**	**1.44**	**2.66**
B. Components of defined benefit costs recognised in other Comprehensive Income				
Remeasurement on the net defined benefit liability:				
-Return on plan assets (excluding amounts included in net interest expense)	-	-	-	-
-Actuarial gains and losses arising from changes in demographic assumptions	-0.25	-	-	-
-Actuarial gains and losses arising from changes in financial assumptions	2.20	-	-	-
-Actuarial gains and losses arising from experience adjustments	-3.17	-	3.32	-
-Adjustments for restrictions on the defined benefit asset	-	-	-	-
Total (B)	**-1.22**	**-**	**3.32**	**-**
C. Movements in the present value of the defined benefit obligation				
Opening defined benefit obligation	12.02	10.57	7.26	8.12
Current service cost	4.03	3.13	0.86	0.59
Interest cost	0.95	0.83	0.58	0.65
Remeasurement (gains)/losses:				
-Actuarial gains and losses arising from changes in demographic assumptions	-0.25	0.25	-	-
-Actuarial gains and losses arising from changes in financial assumptions	2.20	2.08	-	-
-Actuarial gains and losses arising from experience adjustments	-3.17	-1.81	3.32	1.42
Past service cost, including losses/(gains) on curtailments	-	-	-	-
Liabilities assumed/ (settled) in a business combination	-	-	-	-
Benefits paid	-	-0.36	-	-0.21
Closing defined benefit obligation (C)	**15.78**	**14.69**	**12.02**	**10.57**
D. Movements in the fair value of the plan assets				
Opening fair value of plan assets	-	-	-	-
Interest income	-	-	-	-
Remeasurement gain (loss):	-	-	-	-
-Return on plan assets (excluding amounts included in net interest expense)	-	-	-	-
Contributions from Company	-	-	-	-
Contributions from plan participants	-	-	-	-
Assets acquired/ (settled) in a business combination	-	-	-	-
Benefits paid	-	-	-	-
Closing fair value of plan assets (D)	-	-	-	-

Expected Future cashflows	As at March 31, 2017		As at March 31, 2016	
Particulars	**Gratuity**	**Leave Encashment**	**Gratuity**	**Leave Encashment**
Year-1	9.80	9.05	-	-
Year-2	0.13	0.28	-	-
Year-3	0.15	0.29	-	-
Year-4	0.22	0.31	-	-
Year-5	0.38	0.32	-	-
Year 6- 10	6.83	5.53	-	-

Category wise plan assets

The fair value of the plan assets at the end of the reporting period for each category, are as follows:

	As at March 31, 2017		As at March 31, 2016	
Particulars	**Gratuity**	**Leave Encashment**	**Gratuity**	**Leave Encashment**
Cash at bank	-	-	-	-
Central government securities	-	-	-	-
State government securities	-	-	-	-
Private sector bonds	-	-	-	-
Insurer managed funds	-	-	-	-

The above plan assets are unquoted instruments.

Sensitivity analysis:

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

	Gratuity		Leave Encashment	
Increase/ (decrease) in defined benefit liability	**As at March 31, 2017**	**As at March 31, 2016**	**As at March 31, 2017**	**As at March 31, 2016**
Impact on discount rate for 100 basis points decrease in defined benefit obligation of gratuity	16.34	12.45	15.22	10.95
Impact on discount rate for 100 basis points increase in defined benefit obligation of gratuity	15.30	11.66	14.21	10.23
Impact on salary escalation rate for 100 basis points decrease in defined benefit obligation of gratuity	15.31	11.66	14.22	10.24
Impact on salary escalation rate for 100 basis points increase in defined benefit obligation of gratuity	16.32	12.43	15.20	10.94

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from previous years.

The weighted average duration of the gratuity plan is 12.59 years (2015-2016: 24.00 years).

4.26 Details of Specified Bank Notes (SBN) Held and Transacted During the Period from 08-11-16 to 30-12-16

Particulars	Specified Bank Notes	Other Denominations	Total
Closing Cash in hand balance as on 08-11-16	0.02	0.20	0.22
Add: Permitted Receipts	-	1.00	1.00
Less: Permitted Payments	-0.02	-0.60	-0.62
Less: Amount Deposited in Banks	-	-	-
Closing Cash in hand balance as on 30-12-16	-	0.60	0.60

4.27 Note on Transition to IND AS:

Fair Value as Deemed Cost:

The company has applied the IND AS 101 election to record certain assets of property, plant and equipment at fair value on the Transition Date. When estimating fair value, market information for similar assets was used. The aggregate of these fair values is Rs. 15,039.74 lakhs resulting in a increase of the carrying amount of property, plant and equipment as at April 1, 2015 and the impact on the financial statements were as follows:

Particulars	Amount in lakhs as at the end of March 31, 2015
Property Plant And Equipment(Gross Block)	4,697.78
Retained earnings	4,694.57
Depreciation as the opening of April 1 ,2015	3.21

The following opening Accumulated depreciation as per previous GAAP have been adjusted to Gross Block as per guidelines on adoption of fair value as deemed cost for Property plant and equipment as per clarifications provided by ICAI

Nature of Property Plant and Equipment	Rs. In Lakhs
Buildings	5.99
Roads	2.62

4.28 Financial Instruments and Risk Review

Financial risk management objectives

The Parent's Corporate Treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Company seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Parent's policies approved by the board of directors. The Company does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

Market Risks

The Company expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates . The Company enters into derivative financial instruments to manage its exposure to foreign currency risk including forward foreign exchange contracts.

Foreign exchange risk

Exposure to foreign exchange risk:

The Company is exposed to foreign exchange risks arising primarily from External Commercial borrowings of the Company which are denominated in US Dollars.

Foreign exchange risk management:

To manage the foreign exchange risk from exposure to external commercial borrowings, the Company enters into foreign exchange forward contracts, according to the Group's foreign exchange risk policy. The parent's Corporate Treasury is responsible for managing and monitoring the expsoure on account of forwrad foreign exchange contracts.

The Company’s foreign exchange risk management policy is to selectively hedge borrowings exposures.

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilizing forward foreign exchange contracts.

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Amount payable			
USD in lakhs (Amount in foreign currency)	76.00	84.40	92.60

Foreign exchange risk sensitivity:

5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rates. The sensitivity analysis includes external loans where the denomination of the loan is in a currency other than the functional currency of the borrower.

A positive number below indicates an increase in profit and negative number below indicates a decrease in profit. Following is the analyze of change in profit where the Indian Rupee strengthens and weakens by 5% against the relevant currency:

Rs. In lakhs

Foreign currency	**For year ended March 31, 2017**		**For year ended March 31, 2017**	
	5% strengthen	**5% weakening**	**5% strengthen**	**5% weakening**
USD	246.39	-246.39	279.92	-279.92

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year.

Interest rate risk

Exposure to interest rate risk:

The Company is exposed to interest rate risk because entities in the Company borrow funds at both fixed and floating interest rates.

Interest rate risk management:

The interest rate risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings.

Interest rate risk sensitivity:

The sensitivity analyses below have been determined based on the exposure to interest rates. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/lower and all other variables were held constant, following is the impact on profit. A positive is increase in profit and negative is decrease in profit.

Particular	For year ended March 31, 2017		For year ended March 31, 2016	
	50 basis points increase	50 basis points decrease	50 basis points increase	50 basis points decrease
Impact on profit (Rs. In lakhs)	-25.00	25.00	-28.00	28.00

Credit risk

Exposures to credit risk:

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises from from deposits with banks and financial institutions, as well as from credit exposures to customers, including outstanding receivables and committed transactions with suppliers.

As at balance sheet date, the Company does not have significant concentration of credit risk neither due to size of customers nor due to country risk.

Credit risk management:

The Company has adopted a policy of only dealing with creditworthy counterparties. The Comapny's exposure are continuously monitored and the aggregate value of transactions concluded is spread amongst approved counterparties. Credit exposure is controlled by counterparty limits that are reviewed and approved annually. Ongoing credit evaluation is performed on the financial condition of accounts receivable.

Apart from Future Consumer Limited, the parent Company, the Company does not have significant credit risk exposure to any single counterparty. The concentration of credit risk is high as the services are rendered to Parent Company and companies with the same group. The exposure to Parent Companies and Group was 47.96% of the oustanding as on 31.03.2017. The Sale of Services to Group Companies constituted 77.72% of the sales during the year ended March 31, 2017. The Company intends to mitigate the risk by diversifying services to non Group Companies with good credit standing in the future years. The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

Collateral held as security and other credit enhancements

The Group does not hold any collateral or other credit enhancements to cover its credit risks associated with its financial assets.

The average credit period on sales of goods is 90 days. No interest is charged on trade receivables.

The Comapny has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experienced and adjusted for forward- looking information. The Company does not have a history of credit losses and therefore no provisions have been made under the provision matrix.

Liquidity risk

The company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The Company has received Inter Company Deposits from parent Company during the year.The company believes that the working capital based on projections and support from Parent Company is sufficient to meet its current requirements. The contractual maturities of all liabilities except for employee benefits scheme and bank loans are within 1 year. The impact of unfunded Employee benefit schemes on liquidity is expected to be managed from cash generated from operations. Accordingly, no liquidity risk is perceived.

Integrated Food Park Private Limited
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All amounts are in Rupees in lakhs unless otherwise stated

4.29 Share based payments

(a) Details of the employee share based plan of the Group

a) The ESOP scheme titled "Future Consumer Enterprise Limited - Employee Stock Option Plan 2014" was approved by the Shareholders of Holding Company "Future Consumer Limited" vide resolution passed at the Extra Ordinary General Meeting held on 12th January, 2015 and through postal ballot on May 12, 2015 in respect of grant of 3,19,50,000 options under primary route (ESOP 2014-Primary)and 7,98,00,000 options under secondary market route (ESOP 2014-Secondary). ESOP 2014 has been implemented through a trust route whereby Vistra ITCL India Limited (Formerly IL&FS Trust Company Limited) has been appointed as the Trustee who monitors and administers the operations of the Trust.
In the previous year, the Nomination and Remuneration / Compensation Committee of Future Consumer Limited, at its meeting held on 15th May 2015, has granted 3,40,000 options under the ESOP 2014-Secondary to certain employees of the Company under the secondary market route. The exercise price per Option for shares granted under the secondary market route shall not exceed market price of the Equity Share of the Company as on date of grant of Option or the cost of acquisition of such equity shares to the Trust applying FIFO basis, whichever is higher. The options granted vest over a period of 3 years from the date of the grant in proportions specified in the Scheme. Options may be exercised within 3 years from date of vesting.

The following share-based payment arrangements were in existence during the current and prior years:

Option scheme	Number of Options Granted	Grant date	Expiry date	Exercise price (Rs.)	Share Price at Grant date	Fair value at grant date
ESOP 2014-Secondary	3,40,000.00	15.05.2015	Note-1 below	Note-2 below	11.20	7.05

Note-1 The options granted vest over a period of 3 years from the date of the grant in proportions specified in the Scheme. Options may be exercised within 3 years from date of vesting.

Note-2 Market price of the Equity Share of the Company as on date of grant of Option or the cost of acquisition of such shares to the Company applying FIFO basis, whichever is higher.

(b) Options were priced using a Black Scholes option pricing model. Expected volatility is based on the historical share price volatility over the past 1 year.

Inputs into the model	**ESOP 2014-Secondary**
Expected volatility (%)	64.18%
Option life (Years)	4-6
Dividend yield (%)	0%
Risk-free interest rate (Average)	7.55% - 7.91%

(c) Movement in share options during the year

The following reconciles the share options outstanding at the beginning and end of the period:

Particulars	**Year ended March 31, 2017**		**Year ended March 31, 2016**	
	Number of options	**Weighted average exercise price (Rs.)**	**Number of options**	**Weighted average exercise price (Rs.)**
Balance at beginning of period	3,40,000	Refer Note-2 above	-	
Granted during the period			3,40,000	Refer Note-2 above
Forfeited during the period	1,36,000	Refer Note-2 above	-	
Exercised during the period	68,000	13.16	-	
Expired during the period			-	
Balance at end of period	1,36,000	Refer Note-2 above	3,40,000	Refer Note-2 above

(d) Share options exercised during the year

The following share options were exercised during the year:

Options scheme	Number exercised	Exercise date	Share price at exercise date (Rs.)
ESOP 2014-Secondary	68,000	Various dates	22.05

(e) Share options outstanding at the end of the year

The share options outstanding at the end of the year had a weighted average remaining contractual life of 1369 days (31.03.2016: 1615 days).