



The large entrance lobby has an interesting mix of some of our favourite corners – Starbucks, BLUNT, Nature's Basket, a food court and the crèche

CONSOLIDATED FINANCIALS

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF GODREJ CONSUMER PRODUCTS LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of GODREJ CONSUMER PRODUCTS LIMITED (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and an associate, comprising of the Consolidated Balance Sheet as at March 31, 2016, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these Consolidated Financial Statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act"), that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its associate in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group and associate are responsible

for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing 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 Consolidated Financial

Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the Consolidated Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the Consolidated Financial Statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity

with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, and its associate as at March 31, 2016, their consolidated profit and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Note 13(b) to the Consolidated Financial Statements regarding the Scheme of Amalgamation of the erstwhile Godrej Household Products Limited with the Company approved by The Hon'ble High Court of Judicature at Bombay, whereby an amount of ₹ 52.75 crore, for the year ended on March 31, 2016, equivalent to the amortization of the Goodknight and Hit Brands is directly debited to the General Reserve Account instead of debiting the same to the Statement of Profit and Loss as per the provisions of AS 26. The said accounting treatment is in accordance with the accounting treatment prescribed in the Order of the High Court of Mumbai dated February 28, 2011 under section 394 of the Companies Act, 1956.

Had this amount been charged to the Statement of Profit and Loss, the profit for the year ended March 31, 2016 would have been lower by ₹ 52.75 crore and the General Reserve would have been higher by ₹ 52.75 crore.

Our opinion is not modified in respect of this matter.

Other Matters

a) We did not audit the financial statements of eleven subsidiaries, whose consolidated financial statements reflect total assets of ₹ 7037.98 crore as at March 31, 2016, total revenues of ₹ 4,306.46 crore and net cash

flows amounting to ₹ 202.42 crore for the year ended on that date, as considered in the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

b) The consolidated financial statements also include the Group's share of net profit of ₹ 0.10 crore for the year ended March 31, 2016, as considered in the consolidated financial statements, in respect of an associate, whose financial statements have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this associate and our report in terms of sub-sections (3) and (11) of section 143 of the Act in so far as it relates to the aforesaid associate, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the

reports of the other auditors and the financial statements certified by the Management.

Report on Other Legal and Regulatory Requirements

As required by section 143(3) of the Act, based on our audit and on the consideration of the report of other auditors on the separate financial statements of certain subsidiaries, as noted in sub-paragraph(a) of the Other Matters paragraph above, we report, to the extent applicable 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 of the aforesaid Consolidated Financial Statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements.
- d) Except for the matter described in the Emphasis of Matter paragraph above,

in our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

- e) On the basis of the written representations received from the Directors of the Holding Company as on March 31, 2016 and taken on record by the Board of Directors of the Holding Company, none of the Directors of the Holding Company, is disqualified as on March 31, 2016, 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 Holding Company incorporated in India and the operating effectiveness of such controls, refer to our separate report in "Annexure A". We have not commented on the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls in respect of the subsidiaries since all the subsidiaries are incorporated outside India.
- 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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the

consideration of the report of the other auditors on the separate financial statements of certain subsidiaries, as noted in sub-paragraph (a) of the Other Matters paragraph above:

- i) The Consolidated Financial Statements disclose the impact of pending litigations on the consolidated financial position of the Group and its associate. Refer Note 33 to the Consolidated Financial Statements.
- ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company.

For **KALYANIWALLA & MISTRY**
Chartered Accountants
Firm Registration No. 104607W

Roshni R. Marfatia
Partner

M. No.: 106548

Mumbai: May 03, 2016

Annexure A to the Independent Auditor's Report

Referred to in Para 1 (f) 'Report on Other Legal and Regulatory Requirements' in our Independent Auditor's Report to the members of the Company on the Consolidated Financial Statements for the year ended March 31, 2016.

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 Godrej Consumer Products Limited (hereinafter referred to as "the Holding Company"), as of March 31, 2016 in conjunction with our audit of the Consolidated 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 (the "Guidance Note") 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (the "Act" or the "Companies Act")

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 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 issued by the ICAI. 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 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 authorizations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the

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

Opinion

In our opinion, the Holding Company 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 March 31, 2016, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **KALYANIWALLA & MISTRY**
Chartered Accountants
Firm Registration No. 104607W

Roshni R. Marfatia
Partner

M. No.: 106548

Mumbai: May 03, 2016.

Consolidated Balance Sheet as at March 31, 2016

₹ Crore

	Note No.	Current Year	Previous Year
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	3	34.05	34.04
(b) Reserves and Surplus	4	5063.63	4276.65
		5097.68	4310.69
2. Minority Interest		84.19	162.04
3. Non-Current Liabilities			
(a) Long-term Borrowings	5	2449.03	2023.03
(b) Deferred Tax Liabilities (Net)	6	2.42	3.13
(c) Other Long-term Liabilities	7	0.05	0.10
(d) Long-term Provisions	8	34.71	26.34
		2486.21	2052.60
4. Current Liabilities			
(a) Short-term Borrowings	9	181.89	146.66
(b) Trade Payables	10	1037.16	1088.12
(c) Other Current Liabilities	11	1201.50	1302.71
(d) Short-term Provisions	12	64.82	65.33
		2485.37	2602.82
TOTAL		10153.45	9128.15
II. ASSETS			
1. Non-Current Assets			
(a) Fixed Assets	13		
(i) Tangible Assets		847.09	558.11
(ii) Intangible Assets		889.21	948.79
(iii) Capital Work-in-Progress		41.49	217.66
(iii) Intangible assets under development		2.17	6.95
		1779.96	1731.51
(b) Goodwill on Consolidation		4574.06	4044.05
(c) Non-Current Investments	14	34.42	34.31
(d) Deferred Tax Assets (Net)	15	43.68	34.34
(e) Long-term Loans and Advances	16	174.06	194.32
(f) Other Non-Current Assets	17	0.24	0.06
		6606.42	6038.59
2. Current Assets			
(a) Current Investments	18	152.94	151.38
(b) Inventories	19	1306.98	1071.71
(c) Trade Receivables	20	1118.01	804.58
(d) Cash and Bank Balances	21	745.87	894.22
(e) Short-term Loans and Advances	22	211.68	160.09
(f) Other Current Assets	23	11.55	7.58
		3547.03	3089.56
TOTAL		10153.45	9128.15
Significant Accounting Policies	1		

The accompanying notes are an integral part of the Financial Statements.

As per our Report attached
For Kalyaniwalla & Mistry
 Chartered Accountants
 Firm Regn No. 104607W

Roshni R. Marfatia
 Partner
 M. No. 106548

Mumbai: May 3, 2016

V Srinivasan
 Chief Financial Officer &
 Company Secretary

For and on behalf of the Board
Adi Godrej
 Chairman

Vivek Gambhir
 Managing Director

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

₹ Crore

	Note No.	Current Year	Previous Year
I. Revenue from Operations			
Revenue from Operations (Gross)	24	9274.03	8549.50
Less : Excise Duty		(306.22)	(273.14)
Net Revenue from Operations		8967.81	8276.36
II. Other Income	25	81.95	91.51
III. Total Revenue (I + II)		9049.76	8367.87
IV. Expenses			
Cost of Raw Materials including Packing Material Consumed	26	3436.05	3370.75
Purchases of Stock in Trade		501.36	435.73
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	27	(91.90)	35.04
Employee Benefits Expenses	28	959.92	776.95
Finance Costs	29	100.17	103.21
Depreciation and Amortization Expenses		103.11	90.78
Other Expenses	30	2538.23	2289.52
Total Expenses		7546.94	7101.98
V. Profit Before Exceptional Items and Tax (III-IV)		1502.82	1265.89
VI. Exceptional Items	31	(26.83)	(17.17)
VII. Profit Before Tax (V+VI)		1475.99	1248.72
VIII. Tax Expense			
(1) Current Tax		327.12	286.09
(2) Deferred Tax		(10.02)	(13.80)
		317.10	272.29
IX. Profit for the year Before Minority Interest (VII-VIII)		1,158.89	976.43
X. Share of Profit / (Loss) in Associate Company		0.10	0.04
XI. Minority Interest		(39.58)	(69.35)
XII. Profit for the Year (IX+X-XI)		1,119.41	907.12
XIII. Earnings per Equity Share (Face Value ₹ 1)	32		
(1) Basic (₹)		32.87	26.65
(2) Diluted (₹)		32.86	26.64
Significant Accounting Policies	1		

The accompanying notes are an integral part of the Financial Statements.

As per our Report attached
For Kalyaniwalla & Mistry
Chartered Accountants
Firm Regn No. 104607W

Roshni R. Marfatia
Partner
M. No. 106548

Mumbai: May 3, 2016

V Srinivasan
Chief Financial Officer &
Company Secretary

For and on behalf of the Board
Adi Godrej
Chairman

Vivek Gambhir
Managing Director

Consolidated Cash Flow Statement for the period ended March 31, 2016

₹ Crore

	Current Year	Previous Year
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Exceptional items and Tax	1502.82	1265.89
Adjustments for:		
Non-Cash Items		
Depreciation and Amortization Expenses	103.11	90.78
Bad Debts Written off	7.67	3.83
Provision / (Write-back) for Doubtful Debts / Advances	6.19	1.71
Write in of Old Balances	(1.17)	(0.94)
Expenses on Employee Stock Grant Scheme (ESGS)	6.13	7.32
Interest Expense & Discounting Charges	100.17	100.15
(Profit) / Loss on Fixed Assets Sold / Discarded (Net)	11.20	(8.29)
(Profit) / Loss on Sale of Investments (Net)	(13.19)	(9.88)
Recovery from GCPL ESOP Trust	(0.60)	(25.25)
Interest Income	(44.76)	(28.36)
	174.75	131.07
Operating Cash Flows Before Working Capital Changes	1677.57	1396.96
Effect of exchange difference on translation of assets and liabilities	(21.91)	(15.07)
Adjustments for :		
Inventories	(235.27)	25.64
Trade Receivables	(322.71)	(81.44)
Loans and Advances	(52.06)	7.98
Other Assets	(2.22)	8.96
Liabilities and Provisions	152.62	(33.20)
	(459.64)	(72.06)
Cash Generated from Operations	1196.02	1309.83
Adjustment for:		
Direct taxes paid	(336.03)	(257.33)
Net Cash Flow from Operating Activities Before Exceptional Items	859.99	1052.50
Exceptional Items :		
Restructuring Cost	(20.90)	(25.77)
Net Cash Flow from Operating Activities After Exceptional Items	839.09	1026.73
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase / Sale of Fixed Assets (Net)	(208.13)	(212.60)
Investments in Mutual Funds (Net)	91.63	(39.50)
Investments in NBFC Deposits	(80.00)	-
Investments in Fixed Deposits having maturities greater than 3 months (Net)	305.80	(410.01)
Investments in Subsidiaries (Net)	(647.34)	(629.84)
Repayment of Loan by ESOP Trust	0.60	25.25
Interest Received	42.80	22.13
Exceptional Item :		
Interest received from ESOP Trust	-	8.60
Net Cash Flow From Investing Activities	(494.64)	(1235.97)

Consolidated Cash Flow Statement for the period ended March 31, 2016

₹ Crore

	Current Year	Previous Year
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Allotment of Equity Shares under ESGS	0.01	-
Issue of Debentures (Net of Expenses)	(0.25)	249.63
Redemption of Debentures (including Premium on Redemption)	(277.64)	(299.35)
Short term / Long term Borrowings (Net)	416.86	349.25
Cash Credits (Net)	15.01	18.46
Proceeds from Packing Credit	2.75	-
Interest and Discounting Charges Paid	(118.81)	(118.89)
Dividend Paid	(187.27)	(178.72)
Dividend Tax Paid	(38.12)	(32.42)
Net Cash Flow from Financing Activities	(187.46)	(12.04)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	156.99	(221.28)
CASH AND CASH EQUIVALENTS:		
AS AT THE BEGINNING (Refer Note 21)	403.93	625.06
Acquired Pursuant to Business Combination	-	0.15
AS AT THE ENDING (Refer Note 21)		
Cash and Bank Balances	560.95	403.97
Unrealised Foreign Exchange Restatement in Cash and Cash Equivalents	(0.03)	(0.04)
	560.92	403.93
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	156.99	(221.28)

Note: The above cash flow statement includes amount of ₹ 14.57 crore (previous year ₹ 16.08 crore) (Refer Note 43) on account of Corporate Social Responsibility expenditure which has been fully paid.

As per our Report attached
For Kalyaniwalla & Mistry
Chartered Accountants
Firm Regn. No. 104607W

Roshni R. Marfatia
Partner
M. No. 106548

Mumbai: May 3, 2016

V Srinivasan
Chief Financial Officer &
Company Secretary

For and on behalf of the Board
Adi Godrej
Chairman

Vivek Gambhir
Managing Director

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

NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES

a. Accounting Convention

The financial statements are prepared under the historical cost convention, on accrual basis, in accordance with the Generally Accepted Accounting Principles in India. The Company has prepared these financial statements under the historical cost convention on an accrual basis to comply in all material respects with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India and the relevant provisions of the Companies Act 2013. The accounting policies have been consistently applied by the Company.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria's set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time taken between acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle as twelve months for the purpose of the classification of assets and liabilities into current and non-current.

b. Use of Estimates

The preparation of financial

statements in conformity with Generally Accepted Accounting Principles requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities as of the date of the financial statements and reported amounts of income and expenses during the period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from the estimates and differences, if any, are recognized in the period in which the results are known / materialize.

c. Fixed Assets

Fixed assets are stated at cost (net of cenvat credit and capital subsidy / grant wherever applicable) less accumulated depreciation and impairment losses, if any. The cost includes cost of acquisition, construction, erection, installation etc., preoperative expenses (including trial run) and borrowing costs incurred during construction period of the qualifying assets. Subsequent expenditure incurred on existing fixed assets is expensed out except where such expenditure increases the future economic benefits from the existing assets.

d. Asset Impairment

Management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is

recognized whenever the carrying value of the asset exceeds its recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. An impairment loss, if any, is recognised in the Statement of Profit & Loss in the period in which the impairment takes place.

e. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition or construction of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of that asset till the date it is ready for its intended use or sale. Other borrowing costs are recognised as an expense in the period in which they are incurred.

f. Operating Leases

Leases of assets under which significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease payments/receipts under operating leases are recognised as an expense/income on a straight-line basis over the lease term.

g. Investments

Investments are classified into current and non-current investments. Investments that are readily realizable and are intended to be held for a period less than twelve months from the date on which such investments are made are classified as 'Current Investments'. Investments

other than Current Investments are classified as 'Non-Current Investments'.

Current Investments are stated at lower of cost and fair value and the resultant decline, if any, is charged to Statement of Profit & Loss. Non-Current Investments are carried at cost. Provision for diminution, if any, in the value of each non-current investment is made to recognise a decline, other than of a temporary nature.

h. Inventories

Inventories are valued at lower of cost and net realizable value. Cost is computed on the weighted average basis and is net of CENVAT credits. Finished goods and work in progress include cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Finished goods valuation also includes excise duty. Provision is made for cost of obsolescence and other anticipated losses, whenever considered necessary.

i. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present values and are determined based on management estimate required to settle the obligation at the balance

sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent Assets are neither recognised nor disclosed in the financial statements.

j. Revenue Recognition

- i) Sales are recognised on supply of goods when significant risks and rewards of ownership in the goods are transferred to the buyer. Sales are recorded net of returns, trade discounts, rebates, sales taxes and excise duties.
- ii) Income from processing operations is recognised on completion of production / dispatch of the goods, as may be provided in the terms of contract.
- iii) Dividend income is recognised when the right to receive the same is established.
- iv) Interest income is recognised on a time proportion basis.

k. Expenditure

- i) Expenses are accounted for on accrual basis, net of recoveries, if any and provision is made for all known losses and liabilities.
- ii) Revenue expenditure on research and development is charged to the Statement of

Profit and Loss of the year in which it is incurred. Capital expenditure incurred during the year on research and development is shown as addition to fixed assets.

l. Foreign Currency Transactions

- i) Transactions in foreign currency are recorded at the exchange rates prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currency remaining unsettled at the period end are translated at the period end exchange rates. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign currency transactions are recognised in the Statement of Profit and Loss.
- ii) The Group uses forward exchange contracts to hedge its exposure against movements in foreign exchange rates. Forward exchange contracts, remaining unsettled at the period end, backed by underlying assets or liabilities are translated at period end exchange rates and the resultant gains and losses as well as the gains and losses on cancellation of such contracts are recognised in the Statement of Profit and Loss. Premium or discount on forward foreign exchange contracts is amortised over the period of the contract and recognised as income or expense for the period. Realised gain/losses on cancellation/settlement of

forward exchange contracts are recognised in the Statement of Profit and Loss.

- iii) Non-monetary foreign currency items like investments in foreign subsidiaries are carried at cost and expressed in Indian currency at the rate of exchange prevailing at the time of making the original investment.
- iv) For the purpose of consolidation of non-integral foreign operations, all assets and liabilities, both monetary and non-monetary are translated at the closing rate. Items of income and expenditure are translated at yearly average exchange rates. All resulting exchange differences are accumulated in a Foreign Currency Translation Reserve until disposal of the net investment.

m. Employee Benefits

i) Short-term Employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Short Term Employee Benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the employee renders the related service.

ii) Post Employment Benefits

a) Defined Contribution Plans

Payments made to a defined contribution plan such as Provident Fund maintained with Regional Provident Fund Office and Superannuation Fund are charged as an expense in the Statement of Profit and Loss as they fall due.

b) Defined Benefit Plans

Gratuity Fund

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The Company's liability towards gratuity is actuarially determined using the Projected Unit Credit Method by an independent actuary. Actuarial gains and losses are recognised in the Statement of Profit and Loss as income or expense in the period in which they arise. Gratuity is payable to all eligible employees on death or on separation/termination in terms of the provisions of the payment of the Gratuity (Amendment) Act, 1997 or as per the Company's scheme whichever is more beneficial to the employees.

Provident Fund

Provident Fund Contributions which are made to a Trust administered by the Company are considered as Defined Benefit Plans.

The interest rate payable to the members of the Trust shall not be lower than the statutory rate of interest declared by the Central Government under the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and shortfall, if any, shall be made good by the Company. The Company's liability towards interest shortfall, if any, is actuarially determined at the year end.

c) Other Long Term Employee Benefits

Other Long Term Employee Benefits viz, compensated absences and long service bonus are recognised as an expense in the Statement of Profit and Loss as and when it accrues. The Company determines the liability towards compensated absences based on an actuarial valuation carried out by an independent actuary as at the Balance Sheet date which is calculated using Projected Unit Credit Method. Actuarial gains and losses in respect of such benefits are charged to the Statement of Profit and Loss in the period in which they arise.

n. Incentive Plans

The Company has a scheme of Performance Linked Variable Remuneration (PLVR) which rewards its employees based on Economic Value Addition (EVA).

The PLVR amount is related to actual improvements made in EVA over the previous year when compared with expected improvements.

Up to March 31, 2009, the EVA awards would flow through a notional bank whereby only the prescribed portion of the bank is distributed each year and the balance is carried forward. The amount distributed out of the notional bank is charged to the Statement of Profit and Loss. The notional bank was held at risk and charged to EVA of future years and was payable at that time, if future performance so warranted. The notional bank balance accumulated till March 31, 2009, as at the beginning of the current year is being paid @ 33% every year on the reducing balance.

The entire EVA award for the year has been charged to the Statement of Profit and Loss.

o. Employee share based payments

Equity settled stock options granted under the Company's Employee stock option (ESOP) scheme and Employee Stock Grant Scheme (ESGS) are accounted as per the accounting treatment prescribed by SEBI (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and the Guidance Note on Accounting for Employee Share based payments issued by ICAI. The Company measures compensation cost relating to employee stock options and stock grants using the intrinsic

value method and compensation expense, if any, is amortised over the vesting period of the option on a straight line basis.

p. Depreciation and Amortisation

Depreciation is provided, under the Straight Line Method, pro rata to the period of use, based on useful lives specified in Schedule II to the Companies Act, 2013 except the following items where useful lives estimated by the management based on internal technical assessment, past trends and expected operational lives differ from those provided in Schedule II of the Companies Act 2013 :

Tangible Assets

- (i) Leasehold land is amortised equally over the lease period.
- (ii) Leasehold Improvements are depreciated over the shorter of the unexpired period of the lease and the estimated useful life of the assets.
- (iii) Office Equipments are depreciated over 5 to 10 years.
- (iv) Tools, dies and moulds are depreciated over a period of 9 years and 3 years respectively.
- (v) Vehicles are depreciated over a period ranging from 5 years to 8 years depending on the use of vehicles.
- (vi) In some of the subsidiaries, useful lives are estimated to be lower as compared to useful lives defined in Schedule II of the Companies Act 2013 for certain class of assets due to geographical environment.

Intangible Assets

Intangible assets are amortised on straight line basis as given below:

- i) Software license is amortised over a period of 6 years.
- ii) SAP licenses acquired pursuant to the Scheme of the Amalgamation of the erstwhile Godrej Household Products Limited (GHPL) with the Company are amortised over a period of 4 years. The cost of SAP licenses incurred for certain subsidiaries are being recovered from respective subsidiaries.
- iii) Trademarks acquired are amortised equally over the best estimate of their useful life not exceeding a period of 10 years, except in the case of Goodknight, HIT, Kinky, Soft & Gentle and Pamela Grant & Milleofiori brands where the brands are amortised equally over a period of 20 years. In accordance with the Court order approving the Scheme of Amalgamation of the erstwhile GHPL with the Company, an amount equivalent to the amortisation of the Goodknight and HIT brands at the end of each financial year is directly debited to the balance in the General Reserve Account.
- iv) Goodwill is amortised over a period of 5 years.
- v) Technical Knowhow is depreciated over a period of 10 years.

Residual value, is estimated to be immaterial by management and

hence has been considered at ₹ 1.

It is estimated that the impact on depreciation and amortization of the difference in expected useful lives between the holding company and subsidiaries is not material.

q. Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year determined in accordance with the provisions of the Income-tax Act, 1961. Deferred tax subject to consideration of prudence is recognised on timing differences; being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax asset / liabilities in respect of timing differences which originate and reverse during the tax holiday period are not recognised. Deferred tax assets are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future

taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets on unabsorbed tax losses and tax depreciation are not recognized unless there is virtual certainty supported by convincing evidence that future taxable income will be available against which such deferred tax assets can be realized. MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal tax during specified period. The tax effect is calculated on the accumulated timing differences at the year-end based on the tax rates and laws enacted or substantially enacted on the balance sheet date.

r. Cash and Cash Equivalents

Cash and Cash equivalents includes cash in hand, deposits with banks and short term highly liquid investments, which are readily convertible into cash and have maturities of three months or less from the balance sheet date.

s. Earnings Per Share

Basic Earnings per share is calculated by dividing the net profit for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit for the period attributable to the equity shareholders and the weighted average number of equity shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

t. Segment Reporting

The Group is considered to be a single segment group – engaged in the manufacture of Personal and Household Care products. The Group has identified business segment as its primary segment. Geographic segments of the Group are 'Within India' and 'Outside India'. Segment revenues and assets have been identified to represent segments on the basis of their relationship to the respective segment.

NOTE 2 : PRINCIPLES OF CONSOLIDATION

- a. The consolidated financial statements relate to Godrej Consumer Products Limited, the Holding Company, its subsidiaries and associate. The consolidation of accounts of the Company with its subsidiaries and associate (collectively known as "Group") has been prepared in accordance with Accounting Standard (AS) 21 - Consolidated Financial Statements. The financial statements of the parent and its subsidiaries are combined on a line by line basis and intra group balances, intra group transactions and unrealised profits or losses are fully eliminated.
- b. The consolidated financial statements are prepared by adopting uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the parent company's separate financial statements unless stated otherwise.
- c. The Audited financial statements of the subsidiaries used in the consolidation are drawn up to the same reporting date as of the Holding Company i.e. up to March 31, 2016.
- d. In the consolidated financial statements, 'Goodwill' represents the excess of the cost to the Company of its investment in the subsidiaries over its share of equity, at the respective dates on which the investments are made. Alternatively, where the share of equity as on the date of investment is in excess of cost

of investment, it is recognised as 'Capital Reserve' in the consolidated financial statements.

- e. Minority interest in net income of the consolidated subsidiaries is adjusted against the income of the group in order to arrive at the net income attributable to shareholder's of the Company. Minority Interest in the net assets of consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the respective dates on which investments are made by the Company in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investment as stated above.
- f. Investment in the Associate is dealt with in accordance with Accounting Standard (AS) 23 - Accounting for Investments in Associates in Consolidated Financial Statements using 'Equity Method'. The Company's share of the post-acquisition profits or losses is included in the carrying cost of investments.

Particulars of Subsidiaries, Associate and Joint Venture

The Company, its subsidiaries, associate and its joint venture considered in the consolidated financial statements along with their Country of Incorporation are as under:

Godrej Household Products Lanka (Private) Limited (Srilanka)
(100% subsidiary of Godrej Consumer Products Limited)

Godrej Household Products (Bangladesh) Private Limited (Bangladesh)
(100% subsidiary of Godrej Consumer Products Limited)

Godrej Consumer Products Bangladesh Limited (Bangladesh)
(100% subsidiary of Godrej Consumer Products Limited)

Godrej South Africa (Proprietary) Limited (South Africa)
(100% subsidiary of Godrej Consumer Products Limited)

Godrej Netherlands B.V. (Netherlands)
(100% subsidiary of Godrej Consumer Products Limited)

Godrej UK Limited (UK)
(100% subsidiary of Godrej Netherlands B.V.)

Godrej Consumer Products (UK) Limited (UK)
(100% subsidiary of Godrej UK Limited)

Godrej Consumer Investments (Chile) Spa (Chile)
(76.19% held by Godrej Netherlands B.V. and 23.81% held by Godrej UK Limited)

Godrej Holding (Chile) Limitada (Chile)
(99.99% held by Godrej Consumer Investments (Chile) Spa and 0.01% held by Godrej UK Limited)

Cosmetica Nacional (Chile)
(60% subsidiary of Godrej Holding Chile Limitada upto August 31, 2015)
(100% subsidiary of Godrej Holding Chile Limitada w.e.f. September 1, 2015)

Plasticos Nacional (Chile)
(100% subsidiary of Cosmetica Nacional)

Godrej Consumer Products Mauritius Limited (Mauritius)
(100% subsidiary of Godrej Consumer Products Limited)

Godrej Nigeria Limited (Nigeria)
(99.99% held by Godrej Consumer Products Mauritius Limited and

0.01% held by Godrej Consumer Products Holding (Mauritius) Limited)	(Netherlands) (100% subsidiary of Godrej Consumer Products Dutch Cooperatief U.A.) [Refer Note 42 (c)]	6.81% held by Godrej Consumer Products Netherlands B.V.)
Godrej Easy IP Holdings (FZC) (Dubai) (50% joint venture held by Godrej Consumer Products Mauritius Limited & 50% joint venture held by Easy Holding S.A.L)	PT Indomas Susemi Jaya (Indonesia) (96.93% held by Godrej Consumer Holdings (Netherlands) B.V. and 3.07% held by Godrej Consumer Products Netherlands B.V.)	Deciral S.A. (Uruguay) (100% subsidiary of Laboratoria Cuenca S.A)
Godrej Hair Care Nigeria Limited (Nigeria) (99.99% held by Godrej Consumer Products Mauritius Limited and 0.01% held by Godrej Consumer Products Holding (Mauritius) Limited w.e.f. January 12, 2016)	PT Intrasari Raya (Indonesia) (99% held by Godrej Consumer Holdings (Netherlands) B.V. and 1% held by Godrej Consumer Products Netherlands B.V.)	Consell S.A. (Argentina) (97.31% held by Laboratoria Cuenca S.A., 2.42% held by Godrej Consumer Holdings (Netherlands) B.V and 0.27% held by Godrej Consumer Products Netherland B.V)
Godrej Household Insecticide Nigeria Limited (Nigeria) (99.99% held by Godrej Consumer Products Mauritius Limited and 0.01% held by Godrej Consumer Products Holding (Mauritius) Limited w.e.f. January 12, 2016)	PT Megasari Makmur (Indonesia) (99.95% held by Godrej Consumer Holdings (Netherlands) B.V. and 0.05% held by Godrej Consumer Products Netherlands B.V.)	Issue Brazil Limited (Brazil)(19.72% held by Laboratoria Cuenca S.A. and 80.28% held by Godrej Consumer Holdings (Netherlands) B.V.)
Godrej Hair Weave Nigeria Limited (Nigeria) (99.99% held by Godrej Consumer Products Mauritius Limited and 0.01% held by Godrej Consumer Products Holding (Mauritius) Limited w.e.f. March 2, 2016)	PT Ekamas Sarijaya (Indonesia) (96% held by Godrej Consumer Holdings (Netherlands) B.V. and 4% held by Godrej Consumer Products Netherlands B.V.)	Panamar Produccioness S.A. (Argentina) (90% held by Godrej Consumer Holdings (Netherlands) B.V. and 10% held by Godrej Consumer Products Netherlands B.V.)
Godrej Consumer Products Dutch Cooperatief U.A. (Netherlands) (42.39% held by Godrej Consumer Products Holding (Mauritius) Limited, 57.61% held by Godrej Consumer Products Mauritius Limited) [Refer Note 42 (c)]	PT Sarico Indah (Indonesia) (98.51% held by Godrej Consumer Holdings (Netherlands) B.V. and 1.49% held by Godrej Consumer Products Netherlands B.V.)	Argencos S.A. (Argentina) (85.81% held by Godrej Consumer Holdings (Netherlands) B.V. and 14.19% held by Panamar Producciones S.A.)
Godrej Consumer Products (Netherlands) B.V. (Netherlands) (100% subsidiary of Godrej Consumer Products Dutch Cooperatief U.A.) [Refer Note 42 (c)]	Godrej Consumer Holdings (Netherlands) B.V. and 1.49% held by Godrej Consumer Products Netherlands B.V.)	Godrej Consumer Products Holding (Mauritius) Limited (Mauritius) (100% subsidiary of Godrej Consumer Products Limited)
Godrej Consumer Holdings (Netherlands) B.V.	Laboratoria Cuenca S.A. (Argentina) (93.19% held by Godrej Consumer Holdings (Netherlands) B.V. and	Godrej Global Mid East FZE (UAE) (100% subsidiary of Godrej Consumer Products Holding Mauritius Limited (Mauritius))
		Indovest Capital Limited, Labuan (Malaysia)

<i>(100% subsidiary of Godrej Consumer Products Holding (Mauritius) Limited)</i>	<i>held by Godrej Mauritius Africa Holdings Limited)</i>	<i>0.01% held by Godrej East Africa Holdings Limited)</i>
Godrej Indonesia IP Holdings Limited (Mauritius)	Godrej West Africa Holdings Limited (Mauritius)	Charms Industries Limited
<i>(100% subsidiary of Godrej Consumer Products Holding (Mauritius) Limited)</i>	<i>(90% held by Godrej Africa Holdings Limited)</i>	<i>(51% subsidiary of Godrej East Africa Holdings Limited w.e.f. August 14, 2015)</i>
Godrej Mid East Holding Limited (Dubai)	Subinite Pty Limited (South Africa)	Godrej Tanzania Holdings Limited (Mauritius)
<i>(100% subsidiary of Godrej Indonesia IP Holding Limited w.e.f. July 28, 2015)</i>	<i>(100% subsidiary of Godrej West Africa Holdings Limited)</i>	<i>(100% subsidiary of Godrej Consumer Products Limited)</i>
Godrej Consumer Products US Holding Limited (Mauritius)	Weave IP Holding Mauritius Private Limited (Mauritius)	DGH Tanzania Ltd (Mauritius)
<i>(100% subsidiary of Godrej Consumer Products Holdings (Mauritius) Limited w.e.f. March 29, 2016)</i>	<i>(100% subsidiary of Godrej West Africa Holdings Limited)</i>	<i>(100% subsidiary of Godrej Tanzania Holdings Limited)</i>
Godrej Mauritius Africa Holdings Limited (Mauritius)	Weave Mozambique Limitada (Mozambique)	Sigma Hair Industries Limited
<i>(100% subsidiary of Godrej Consumer Products Limited)</i>	<i>(99.99% held by Godrej West Africa Holdings Limited and 0.01% held by Godrej Africa Holdings Limited)</i>	<i>(99.95% held by DGH Tanzania Limited and 0.05% held by Godrej Tanzania Holdings Limited)</i>
<i>Darling Trading Company Mauritius Limited (Mauritius) (90% held by Godrej Mauritius Africa Holdings Limited)</i>	Weave Trading Mauritius Private Limited (Mauritius)	Belaza Mozambique LDS (Mozambique)
Godrej Africa Holdings Limited	<i>(51% subsidiary of Godrej Africa Holdings Limited)</i>	<i>(99% held by Godrej Tanzania Holdings Limited and 1% held by DGH Tanzania Limited w.e.f. April 30, 2015)</i>
<i>(89.68% held by Godrej Mauritius Africa Holdings Limited and 10.32% held by Godrej Consumer Products Mauritius Limited)</i>	Hair Trading (Offshore)	DGH Angola
Frika Weave (Pty) Limited (South Africa)	S.A.L. (Lebanon)	<i>(51% held by Godrej Tanzania Holdings Limited w.e.f. September 11, 2015) [Erstwhile Godrej Megasari Holdings Limited (Mauritius)] [Erstwhile 100% held by Godrej Consumer Products Holding (Mauritius) Limited])</i>
<i>(100% subsidiary of Godrej Africa Holdings Limited)</i>	<i>(99.80% subsidiary of Weave Trading Mauritius Private Limited)</i>	Hair Credentials Zambia Limited
<i>Kinky Group (Proprietary) Limited</i>	Godrej East Africa Holdings Limited (Mauritius)	<i>(100% held by DGH-Angola w.e.f. December 23, 2015)</i>
<i>(100% subsidiary of Godrej Africa Holdings Limited)</i>	<i>(100% subsidiary of Godrej Consumer Products Limited)</i>	Godrej SON Holdings Inc. (USA)
Weave Ghana	DGH Phase Two Mauritius Private Limited (Mauritius)	<i>(100% subsidiary of Godrej Consumer Products Limited w.e.f. March 24, 2016)</i>
<i>(100% subsidiary of Godrej Africa Holdings Limited)</i>	<i>(51% subsidiary of Godrej East Africa Holdings Limited upto February 29, 2016)</i>	Bhabani Blunt Hairdressing Private Limited
<i>Lorna Nigeria Limited (Nigeria) (99.99% held by Godrej Africa Holdings Limited and 0.01%</i>	<i>(90% subsidiary of Godrej East Africa Holdings Limited w.e.f. March 1, 2016)</i>	<i>(30% associate of Godrej Consumer Products Limited)</i>
	<i>Style Industries Limited (Kenya) (99.99% held by DGH Phase Two Mauritius Private Limited and</i>	

NOTE 3 : SHARE CAPITAL

₹ Crore

	Current Year	Previous Year
Authorised		
410,000,000 Equity Shares (<i>previous year 410,000,000</i>) of ₹ 1 each	41.00	41.00
10,000,000 Preference Shares (<i>previous year 10,000,000</i>) of ₹ 1 each	1.00	1.00
Issued		
340,564,947 Equity Shares (<i>previous year 340,478,025</i>) of ₹ 1 each	34.06	34.05
Subscribed and Fully Paid up		
340,533,823 Equity Shares (<i>previous year 340,446,901</i>) of ₹ 1 each fully paid up	34.05	34.04
TOTAL	34.05	34.04

NOTES:

- During the year, the Company has issued 86,922 equity shares (*previous year 68,591*) under the Employee Stock Grant Scheme.
- 31,124 Right Issue equity shares (*previous year 31,124 equity shares*) are kept in abeyance due to various suits filed in courts / forums by third parties for which final order is awaited.
- The reconciliation of number of equity shares outstanding and the amount of share capital at the beginning and at the end of the reporting period:

	Current Year		Previous Year	
	No. of Shares	₹ Crore	No. of Shares	₹ Crore
Shares outstanding at the beginning of the year	340,446,901	34.04	340,378,310	34.04
Add : Shares Issued during the year*	86,922	0.01	68,591	0.00
Shares outstanding at the end of the year	340,533,823	34.05	340,446,901	34.04

* amount less than ₹ 0.01 crore

d) Terms / rights attached to equity shares

The Company has issued only one class of equity shares having a par value of ₹ 1 each. Each equity shareholder is entitled to one vote per share.

During the year ended March 31, 2016 the amount of per share dividend recognised as distribution to equity shareholders was ₹ 5.75 (*previous year ₹ 5.50*).

- Shares held by Holding Company and Subsidiary of Holding Company and details of shareholders holding more than 5% shares in the Company:

Name of the Shareholder	Current Year		Previous Year	
	No. of Shares	% held	No. of Shares	% held
Holding Company				
Godrej & Boyce Manufacturing Co. Ltd.	118,503,815	34.80%	119,163,815	35.00%
Subsidiary of Holding Company				
Godrej Industries Limited	80,937,620	23.77%	80,277,620	23.58%

f) Shares Reserved for issue under options

The Company has 141,096 (*previous year 174,121*) equity shares reserved for issue under Employee Stock Grant Scheme as at March 31, 2016. (*As detailed in Note 41*)

- Information regarding aggregate no. of Equity shares during the five years immediately preceding the date of Balance Sheet:

The Company has not issued any bonus shares or shares for consideration other than cash and has not brought back any shares during the past five years.

The Company has not allotted any shares pursuant to contract without payment being received in cash.

- There are no calls unpaid on equity shares, other than shares kept in abeyance as mentioned in Note (b) above.
- No equity shares have been forfeited.

NOTE 4 : RESERVES AND SURPLUS

₹ Crore

	Current Year	Previous Year
1. CAPITAL INVESTMENT SUBSIDY RESERVE		
Balance as per last financial statements	0.15	0.15
2. CAPITAL REDEMPTION RESERVE		
Balance as per last financial statements	1.46	1.46
3. SECURITIES PREMIUM ACCOUNT		
Balance as per last financial statements	1439.88	1461.56
(+) Premium Received on Allotment of Shares	6.45	4.05
(-) Expenses on Issue of Debentures	(0.25)	(0.37)
(-) Premium on Redemption of Debentures	(17.00)	(25.36)
Closing Balance	1429.08	1439.88
4. DEBENTURE REDEMPTION RESERVE		
Balance as per last financial statements	24.39	44.78
(+) Transfer to Surplus (Net)	(24.39)	(20.39)
Closing Balance	-	24.39
5. EMPLOYEE SHARE OPTIONS OUTSTANDING		
Gross Employee Compensation for Options granted	13.51	13.35
(-) Deferred Employee Compensation Expense	(5.11)	(4.64)
Closing Balance	8.40	8.71
6. FOREIGN CURRENCY TRANSLATION RESERVE	(109.64)	(76.74)
7. GENERAL RESERVE		
Balance as per last financial statements	154.05	206.80
(-) Trademark and Brands amortisation Pursuant to Scheme of Amalgamation of GHPL (Refer Note 13(b))	(52.75)	(52.75)
Closing Balance	101.30	154.05
8. SURPLUS		
Balance as per last financial statements	2724.75	2047.35
Net Profit for the Year	1,119.41	907.12
Appropriations:		
Dividends - Interim	(195.81)	(187.24)
Tax on Distributed Profit	(39.86)	(36.73)
Transfer from Debenture Redemption Reserve	24.39	20.39
Adjustment pursuant to implementation of Schedule II of Companies Act, 2013 (Refer Note 13(d))	-	(1.23)
Adjustment pursuant to Scheme of Amalgamation of GKHL with GCIHL	-	(24.91)
Closing Balance	3632.88	2724.75
TOTAL	5063.63	4276.65

NOTE 5 : LONG-TERM BORROWINGS

₹ Crore

	Current Year	Previous Year
Unsecured		
Term loans		
From Banks	2445.37	2022.79
From Other Parties	3.66	0.24
TOTAL	2449.03	2023.03

NOTES:

- a) Unsecured loans represent borrowings mainly for acquisitions, repayable at a floating rate of interest ranging from 1.5% - 2.5%.
- b) The Group does not have any continuing default as on the Balance Sheet date in repayment of loans and interest.

NOTE 6 : DEFERRED TAX LIABILITIES (NET)

₹ Crore

	Current Year	Previous Year
1. Deferred Tax Liability		
a) Depreciation	28.69	22.92
	28.69	22.92
2. Deferred Tax Assets		
a) Tax Disallowances	(22.77)	(16.46)
b) Provision for Doubtful Debts and Advances	(2.65)	(3.22)
c) Others	(0.85)	(0.11)
	(26.27)	(19.79)
TOTAL	2.42	3.13

NOTE 7 : OTHER LONG TERM LIABILITIES

₹ Crore

	Current Year	Previous Year
Security Deposits Received	0.05	-
Others	-	0.10
TOTAL	0.05	0.10

NOTE 8 : LONG TERM PROVISIONS

₹ Crore

	Current Year	Previous Year
Provision for Employee Benefits		
Compensated Absences	2.72	3.99
Gratuity	31.99	22.35
Total	34.71	26.34

NOTE 9 : SHORT-TERM BORROWINGS

₹ Crore

	Current Year	Previous Year
A. Secured		
Loans Repayable on Demand		
Cash Credit from Bank (Refer Note (a) below)	34.35	19.34
B. Unsecured		
Short Term Loan from Bank	144.79	127.32
Packing Credit from Bank (Refer Note (b) below)	2.75	-
TOTAL	181.89	146.66

NOTES:

- a) Cash Credit from Bank is secured by hypothecation of Inventories and Book debts.
- b) The packing credit is granted by banks for a maximum tenure of 180 days at Bank's base rate less interest subvention of 3% per annum as per Interest Equalisation Scheme of Government of India.
- c) The Group does not have any default as on the Balance Sheet date in the repayment of any loan or interest.

NOTE 10 : TRADE PAYABLES

₹ Crore

	Current Year	Previous Year
Due to Micro, Small and Medium Enterprises	-	-
Others	1037.16	1088.12
TOTAL	1037.16	1088.12

NOTE:

There are no Micro, Small and Medium Enterprises, to whom the Group owes dues, which are outstanding for more than 45 days as at the balance sheet date. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Group. This has been relied upon by the auditors.

NOTE 11 : OTHER CURRENT LIABILITIES

₹ Crore

	Current Year	Previous Year
1. Current Maturities of Long Term Debt (Refer Note (a) below)	260.20	547.46
2. Interest Accrued but not Due on Borrowings	5.37	8.58
3. Security Deposit Received	4.66	4.41
4. Unpaid Dividends (Refer Note (b) below)	7.21	6.75
5. Taxes, Duties and Other Levies Payable	86.37	87.02
6. Interim Dividend Payable	93.65	85.11
7. Tax on Interim Dividend	19.06	17.33
8. Other Payables (Refer Note (c) below)	724.98	546.05
TOTAL	1201.50	1302.71

NOTES:

- Current Maturities of Long term Debt in previous year include 2,500 zero-coupon, unsecured, redeemable, non-convertible debentures having a face value of ₹ 10 lac each, redeemable at a premium, which will yield 9.35% p.a. at maturity. These debentures have been redeemed on December 18, 2015.
- There are no amounts due to be credited to Investor Education and Protection Fund in accordance with Section 205C of the Companies Act, 1956 as at the year end.
- Other payables include employee benefits payables, accruals for expenses, customer advances and other vendor payables.

NOTE 12 : SHORT-TERM PROVISIONS

₹ Crore

	Current Year	Previous Year
1. Provision for Employee Benefits		
Gratuity (Net)	27.76	21.54
Compensated Absences	2.59	2.79
2. Others		
Provision for Taxes [Net of Advance Tax - ₹ 44.32 crore (previous year ₹ 62.87 crore)]	34.47	41.00
TOTAL	64.82	65.33

NOTE 13 : FIXED ASSETS

₹ Crore

ASSETS	GROSS BLOCK			DEPRECIATION / AMORTISATION				NET BLOCK						
	Opening	Additions	Disposals	Acquisitions through Business Combinations	Other Adjustments	Closing	Opening	Depreciation for the Year	On Disposals	On Acquisitions through Business Combinations	Other Adjustments / Impairments	Closing	Current Year	Previous year
A. TANGIBLE ASSETS														
Owned Assets														
Freehold Land	36.28	4.73	(0.04)	-	(3.83)	37.14	-	-	-	-	-	-	37.14	36.28
Leasehold Land	18.03	32.34	-	-	(0.30)	50.08	1.06	0.66	-	-	(0.01)	1.70	48.38	16.97
Leasehold Improvements	15.41	18.20	(0.48)	-	0.20	33.33	3.55	3.08	(0.07)	-	0.04	6.60	26.73	11.86
Buildings	233.62	89.95	(0.14)	-	0.61	324.04	54.39	8.16	(0.06)	-	(0.05)	62.44	261.60	179.23
Plant and Equipments	546.84	101.95	(26.34)	-	(6.35)	616.10	288.42	44.34	(15.43)	-	(1.89)	315.44	300.66	258.42
Furniture, Fixtures and Fittings	29.11	11.31	(0.56)	-	(2.31)	37.55	17.20	2.75	(0.40)	-	(1.27)	18.28	19.27	11.91
Office Equipment	19.02	8.26	(1.90)	-	(1.08)	24.30	11.19	2.22	(1.24)	-	(0.25)	11.92	12.38	7.83
Vehicles	49.29	20.46	(6.66)	-	(2.39)	60.70	25.74	7.85	(4.37)	-	(0.87)	28.35	32.35	23.55
Computers	33.69	13.49	(4.40)	-	(0.99)	41.79	21.63	6.41	(4.10)	-	(0.75)	23.19	18.60	12.06
Assets under Finance Lease:														
Leased Vehicles	-	-	-	-	2.15	2.15	-	0.22	-	-	0.90	1.11	1.04	0.00
Assets given on Lease														
Building	-	90.26	-	-	-	90.26	-	1.32	-	-	-	1.32	88.94	-
(A)	981.29	390.95	(40.52)	-	(14.29)	1317.44	423.18	77.01	(25.67)	-	(4.15)	470.35	847.09	558.11
B. INTANGIBLE ASSETS														
Goodwill	12.60	-	-	-	-	12.60	10.21	2.47	-	-	(0.08)	12.60	-	2.39
Trademarks and Brands	1225.28	0.29	(1.54)	-	(1.67)	1222.36	317.80	13.43	(1.53)	-	51.28	380.99	841.37	907.48
Computer Software	67.23	20.60	(2.54)	-	(2.06)	83.23	30.16	9.93	(1.94)	-	(1.18)	36.97	46.26	37.07
Technical Knowhow	2.64	-	-	-	-	2.64	0.79	0.26	-	-	-	1.06	1.58	1.85
(B)	1307.75	20.89	(4.08)	-	(3.73)	1320.83	358.96	26.09	(3.47)	-	50.02	431.62	889.21	948.79
(A+B)	2289.04	411.84	(44.60)	-	(18.02)	2638.27	782.14	103.10	(29.14)	-	45.87	901.97	1736.30	-
Previous Year	2251.05	151.38	(22.43)	0.38	(91.30)	2289.04	682.14	90.78	(12.99)	-	22.25	782.14	-	1506.90
C. CAPITAL WORK-IN-PROGRESS													41.49	217.66
D. INTANGIBLE ASSETS UNDER DEVELOPMENT													2.17	6.95
TOTAL													1779.96	1731.51

NOTES:

- a) Trademarks and Brands acquired pursuant to the Scheme of the Amalgamation of the erstwhile Godrej Household Products Limited (GHPL) with the Company and Soft and Gentle Brand of UK, Pamela Grant and Milleofiori Brand of Chile are amortised over a period of 20 years. The major influencing factors behind amortising these brands over a period of 20 years are that Goodknight and HIT brands have been in existence since the last two decades and been growing at a fast pace. Soft and Gentle has been in existence for 40 years, and has spent much of that recent time ranked as the 4th largest by Market share in the female deodorant market in the UK. Pamela Grant and Milleofiori have been in existence for 60 years and 10 years respectively, and ranked as the 4th largest by Market share in the

- makeup category and the 2nd largest by Market share in the Hair Removal category in Chile.
- b) In accordance with the Scheme of Amalgamation of the erstwhile GHPL with the Company which was sanctioned by the High Court of Judicature at Bombay, an amount of ₹ 52.75 crore for the year (*previous year ₹ 52.75 crore*), equivalent to the amortisation of the Goodknight and HIT brands is charged directly to the General Reserve.
- c) Other adjustments include re-classification of assets.
- d) During the previous year, pursuant to Schedule II to the Companies Act, 2013 becoming applicable w.e.f. April 1, 2014, the Company has realigned the useful lives of its fixed assets in accordance with Schedule II and the carrying amount of such assets as on April 1, 2014 has been depreciated over the remaining useful lives. Further, in accordance with the transitional provision, an amount of ₹ 1.23 crore (*net of deferred tax*) has been recognised in the opening balance of retained earnings for adjustments of the carrying amount of fixed assets whose remaining useful life was Nil.

NOTE 14 : NON-CURRENT INVESTMENTS

₹ Crore

	Face Value ₹	Numbers		Amounts	
		Current Year	Previous Year	Current Year	Previous Year
Trade Investments (At Cost)					
1. Investments in Equity Instruments:					
Of Associate Company					
<i>Unquoted, fully paid up:</i>					
Bhabhani Blunt Hairdressing Pvt Ltd	10	5,546	5,546	22.42	22.31
Of Fellow Subsidiary					
<i>Unquoted, fully paid up:</i>					
Godrej One Premised Management Pvt. Ltd.*	10	1,400	-	0.00	-
2. Investments in Compulsorily Convertible Debentures of Associate Company					
<i>Unquoted, fully paid up:</i>					
Bhabhani Blunt Hairdressing Pvt Ltd	10	3,060	3,060	12.00	12.00
TOTAL				34.42	34.31
Aggregate Amount of Quoted Investments				-	-
Aggregate Amount of Unquoted Investments				34.42	34.31

* amount less than ₹ 0.01 crore

NOTE 15 : DEFERRED TAX ASSETS (NET)

₹ Crore

	Current Year	Previous Year
1. Deferred Tax Assets		
a) Tax Disallowances	34.93	30.09
b) Others	13.19	7.30
	48.12	37.39
2. Deferred Tax Liability		
a) Depreciation	(3.62)	(2.68)
b) Others	(0.82)	(0.37)
	(4.44)	(3.05)
TOTAL	43.68	34.34

NOTE 16 : LONG TERM LOANS AND ADVANCES

₹ Crore

	Current Year	Previous Year
Unsecured, Considered Good, Unless Otherwise Stated		
1. Capital Advances (Refer Note below)	8.74	27.25
2. Security Deposits	28.41	17.90
3. Other Loans and Advances		
a) Balances with Government Authorities		
Considered Good	98.17	112.13
Considered Doubtful	18.64	14.59
Less: Provision for Doubtful Advances	(18.64)	(14.59)
	98.17	112.13
b) Advance Tax	32.74	30.37
[Net of Provisions - ₹ 1075.53 crore (previous year ₹ 930.87 crore)]		
c) Miscellaneous Loans and Advances	6.00	6.68
TOTAL	174.06	194.32

NOTE:

Capital Advances include ₹ 0.08 crore (previous year : ₹ 5.18 crore) due from Related Parties.

NOTE 17 : OTHER NON-CURRENT ASSETS

₹ Crore

	Current Year	Previous Year
Unsecured, Considered Good, Unless Otherwise Stated		
Fixed Deposits with maturity of more than 12 months - under lien against Bank Guarantees	0.24	0.06
TOTAL	0.24	0.06

NOTE 18 : CURRENT INVESTMENTS

₹ Crore

	Face Value ₹	Numbers		Amounts	
		Current Year	Previous Year	Current Year	Previous Year
Investments in Mutual Funds					
(Valued at lower of cost and fair value)					
Unquoted, fully paid-up:					
ICICI Prudential Banking & PSU Debt Fund - Direct - Growth	10	9,128,152	-	15.49	-
Kotak Low Duration Fund - Direct - Growth	1,000	58,431	-	10.79	-
Kotak Bond (Short Term) - Direct - Growth	10	7,449,549	-	21.37	-
Reliance Medium Term Fund - Direct -Growth	10	2,853,234	-	9.00	-
Liquidity Serial A		187	-	1.46	-
Corporate Serial A		430,526	-	9.79	-
Birla Sun Life Savings Fund - Direct - Growth	100	171,776	1,304,239	5.04	35.17
ICICI Prudential Liquid - Direct - Growth	100	-	144,926	-	3.00
ICICI Prudential Flexible Income - Direct - Growth	100	-	195,437	-	5.14
Reliance Money Manager Fund - Direct -Growth	1000	-	259,848	-	50.07
Kotak Liquid Scheme - Plan A Direct - Growth	1000	-	186,965	-	53.00
SBI Magnum Insta Cash Fund - Direct Plan - Growth	1000	-	16,182	-	5.00
Investments in Deposits with NBFCs					
IL& FS Financial Services Ltd.		-	-	50.00	-
Bajaj Finance Ltd.		-	-	30.00	-
TOTAL				152.94	151.38
Aggregate amount of quoted investments				-	-
Aggregate amount of unquoted investments				152.94	151.38

NOTE 19 : INVENTORIES

	Current Year	Previous Year
<i>(Valued at lower of cost and net realizable value)</i>		
Raw Materials (including Packing Materials)	677.19	538.60
Goods-in Transit	3.52	2.50
	680.71	541.10
Work-in-Progress	49.32	63.12
Finished Goods	470.42	391.10
Stock-in-Trade	93.56	67.18
Stores and Spares	12.97	9.21
TOTAL	1306.98	1071.71

NOTE 20 : TRADE RECEIVABLES

₹ Crore

	Current Year	Previous Year
<i>Unsecured, Considered Good, Unless Otherwise Stated</i>		
Trade Receivables Outstanding for a Period Exceeding Six Months from the due date		
Considered Good	47.88	35.76
Considered Doubtful	13.45	13.36
	61.33	49.12
Less: Provision for Doubtful Debts	(13.45)	(13.36)
	47.88	35.76
Other Trade Receivables		
Secured : Considered Good	86.99	85.61
Unsecured : Considered Good	983.13	683.21
Considered Doubtful	7.17	5.66
	1,077.30	774.48
Less: Provision for Doubtful Debts	(7.17)	(5.66)
	1,070.12	768.82
TOTAL	1,118.01	804.58

NOTE 21 : CASH AND BANK BALANCES

₹ Crore

	Current Year	Previous Year
1. Cash and Cash Equivalents		
a) Balances with Banks		
In Current Accounts	398.64	250.95
Deposits with less than 3 months maturity	152.67	138.15
	551.31	389.10
b) Cheques, Drafts on Hand	6.66	5.27
c) Cash on Hand	2.95	9.56
	560.92	403.93
2. Other Bank Balances		
a) Deposits with maturities more than 3 months but less than 12 months	176.00	481.50
b) Deposits under lien against Bank Guarantees	1.74	2.04
c) In Unpaid Dividend Accounts	7.21	6.75
	184.95	490.29
TOTAL	745.87	894.22

NOTE 22 : SHORT TERM LOANS AND ADVANCES

₹ Crore

	Current Year	Previous Year
Unsecured, Considered Good, Unless Otherwise Stated		
1. Security Deposits	4.48	1.72
2. Excise and VAT Receivables	103.34	85.53
3. Miscellaneous Loans and Advances		
<i>Considered Good (Refer Note below)</i>	103.86	72.84
Considered Doubtful	0.90	0.36
Less: Provision for Doubtful Loans and Advances	(0.90)	(0.36)
	103.86	72.84
TOTAL	211.68	160.09

NOTE:

Short Term Loans and Advances include ₹ 0.01 crore (*previous year ₹ 0.57 crore*) due from Related Parties.

NOTE 23 : OTHER CURRENT ASSETS

₹ Crore

	Current Year	Previous Year
Accrued Interest	9.12	7.16
Deferred Premium on Forward Contracts	1.71	0.42
Others	0.72	-
TOTAL	11.55	7.58

NOTE 24 : REVENUE FROM OPERATIONS

₹ Crore

	Current Year	Previous Year
1. Sale of Products	9263.37	8515.34
2. Other Operating Revenues		
Miscellaneous Income	10.66	34.16
	9274.03	8549.50
3. Less : Excise Duty	(306.22)	(273.14)
TOTAL	8967.81	8276.36

NOTE 25 : OTHER INCOME

₹ Crore

	Current Year	Previous Year
1. Interest Income		
On Advances and Deposits	42.73	27.46
On Right Issue Proceeds	2.03	-
On Loan to ESOP Trust	-	0.90
2. Net Gain on Sale of Current Investments	13.19	9.88
3. Other Non-Operating Income		
Net Gain on Foreign Currency Transactions and Translations	15.08	-
Profit on Sale of Fixed Assets	1.33	9.62
Claim Received	0.27	0.31
Miscellaneous Non-operating Income (<i>Refer note below</i>)	7.32	43.34
	81.95	91.51

NOTE :

Miscellaneous non-operating income includes an amount of ₹ 0.60 crore (*Previous Year : ₹ 25.25 crore*), recovered from the GCPL ESOP Trust towards loan repayment, which was earlier written off against Reserves under a Scheme of Amalgamation approved by the Hon'ble High Court of Bombay.

NOTE 26 : COST OF RAW MATERIALS INCLUDING PACKING MATERIAL CONSUMED ₹ Crore

	Current Year	Previous Year
Opening Inventory	541.10	517.26
Add : Purchases (Net)	3575.66	3394.59
	4116.76	3911.85
Less: Closing Inventory	(680.71)	(541.10)
Cost of Raw Materials including Packing Material Consumed	3436.05	3370.75

NOTE 27 : CHANGES IN INVENTORIES OF FINISHED GOODS, WORK IN PROGRESS AND STOCK-IN-TRADE

	Current Year	Previous Year
Opening Inventory		
Finished Goods	391.10	397.17
Stock - in - trade	67.18	108.00
Work-in-Progress	63.12	51.27
	521.40	556.44
Less: Closing Inventory		
Finished Goods	470.42	391.10
Stock - in - trade	93.56	67.18
Work-in-Progress	49.32	63.12
	613.30	521.40
(Increase) / Decrease in Inventories	(91.90)	35.04

NOTE 28 : EMPLOYEE BENEFITS EXPENSES ₹ Crore

	Current Year	Previous Year
1. Salaries and Wages	901.38	724.39
2. Contribution to Provident and Other Funds	18.23	18.96
3. Expense on Employee Stock Grant Scheme (ESGS)	6.13	7.32
4. Staff Welfare Expenses	34.18	26.28
	959.92	776.95

NOTE 29 : FINANCE COSTS ₹ Crore

	Current Year	Previous Year
1. Interest Expense	65.22	63.30
2. Discounting Charges	34.95	39.91
	100.17	103.21

NOTE 30 : OTHER EXPENSES

₹ Crore

	Current Year	Previous Year
Consumption of Stores and Spare Parts	27.33	26.14
Power and Fuel	109.99	109.92
Rent (Net) (Refer Note (a) below)	45.40	42.50
Repairs and Maintenance		
Plant and Equipment	11.46	9.57
Buildings	8.34	4.03
Others	38.56	33.27
	58.36	46.87
Insurance	14.34	18.14
Rates and Taxes	36.76	33.16
Miscellaneous Expenses (Net)	128.56	115.72
Processing and Other Manufacturing Charges	150.54	131.34
Excise Duty	23.09	19.62
Travelling and Conveyance	62.65	48.72
Legal and Professional Charges	78.15	61.54
Donations	8.26	1.08
Advertising, Publicity and Sales Promotion (Refer note (c) below)	1335.12	1206.58
Selling and Distribution Expenses	154.95	137.29
Freight	261.68	253.91
Bank Charges	9.03	9.25
Royalty Expense	1.64	1.71
Commission	11.79	12.09
Discount	1.20	3.21
Net Loss on Sale / Write off of Fixed Assets	12.53	1.33
Net Loss on Foreign Currency Transactions and Translations	-	3.25
Bad Debts Written Off	7.67	3.83
Provision for Doubtful Debts / Advances	(0.81)	2.32
TOTAL	2538.23	2289.52

NOTE :

- (a) During the year, the Company has netted off the rental income in respect of corporate office premises amounting to ₹ 7.99 crore for the year ended on March 31, 2016 (Previous Year NIL) with rental expenses amounting to ₹ 7.99 crore for the year ended on March 31, 2016 (Previous Year NIL) in respect of similar premises in the same building.
- (b) Miscellaneous Expenses include the Company's share of various expenses incurred by group companies for sharing of services and use of common facilities.
- (c) The Company has paid ₹ 0.10 crore for its advertisement in the commemorative souvenir on Pandit Jawaharlal Nehru published by the All India Congress Committee included under Advertising, Publicity and Sales Promotion above.

NOTE 31 : EXCEPTIONAL ITEMS

₹ Crore

	Current Year	Previous Year
Interest Income	-	8.60
Restructuring Cost	(26.83)	(25.77)
TOTAL	(26.83)	(17.17)

NOTE :

The above exceptional items pertains to interest earned from GCPL ESOP Trust for the period from July 1, 2012 to March 31, 2014, during the previous year, which was earlier waived on account of uncertainty of receipt and restructuring costs incurred by certain subsidiaries.

NOTE 32 : EARNINGS PER SHARE

	Current Year	Previous Year
Net Profit After Tax ₹ Crore	1119.41	907.12
Number of Shares outstanding at the beginning of the year	340,446,901	340,378,310
Add : Shares Issued during the year	86,922	68,591
Number of Shares outstanding at the end of the year	340,533,823	340,446,901
Weighted Average Number of Equity Shares		
For calculating Basic EPS	340,513,052	340,427,124
For calculating Diluted EPS	340,604,523	340,540,598
Earnings Per Share Before and After Extraordinary Items (Face Value ₹ 1)		
Basic (₹)	32.87	26.65
Diluted (₹)	32.86	26.64

NOTE 33 : CONTINGENT LIABILITIES

	Current Year	Previous Year
a) CLAIMS FOR EXCISE DUTIES, TAXES AND OTHER MATTERS		
i) Excise duty demands aggregating ₹ 69.14 crore (<i>previous year ₹ 69.70 crore</i>) against which the Company has preferred appeals (net of tax).	45.64	46.01
ii) Sales tax demands aggregating ₹ 50.35 crore (<i>previous year ₹ 62.46 crore</i>) against which the Company has preferred appeals (net of tax).	33.31	41.23
iii) Income-tax matters Demand notices issued by Income-tax Authorities.	71.13	16.01
iv) Other matters : ₹ 3.00 crore (<i>previous year ₹ 3.00 crore</i>) (net of tax).	1.98	1.98
b) GUARANTEES		
Guarantees against Borrowings (in excess of Loans outstanding)		
i) Guarantee amounting to GBP 30.0 million (<i>previous year GBP 30.0 million</i>) given by the Company to HSBC, Hongkong against loan provided to Godrej Netherlands BV.	57.28	55.48
ii) Guarantee amounting to USD 84.0 million (<i>previous year USD 84.0 million</i>) given by the Company to HSBC, Hongkong & SCB Mauritius Limited against loan provided to Godrej East Africa Holdings Limited.	53.00	50.00
iii) Guarantee amounting to GBP 0.55 million (<i>previous year GBP 4.95 million</i>) given by the Company to HSBC, Hongkong against loan provided to Godrej Netherlands BV.	0.48	4.16
iv) Guarantee amounting to USD 145.20 million (<i>previous year NIL</i>) given by the Company to HSBC, Hongkong, DBS & SCB against loan provided to Godrej Mauritius Africa Holding Limited	87.46	-
v) Guarantee amounting to USD 57.20 million (<i>previous year NIL</i>) given by the Company to DBS Bank Limited, Singapore against loan provided to Godrej Mauritius Africa Holding Limited	34.45	-
vi) Guarantee amounting to USD 41.60 million (<i>previous year NIL</i>) given by the Company to Barclays Bank PLC, London against loan provided to Godrej Mauritius Africa Holding Limited	27.56	-
vii) Guarantee amounting to USD 52 million (<i>previous year NIL</i>) given by the Company to HSBC & SCB against loan provided to Godrej East Africa Holding Limited	34.45	-
viii) Guarantee amounting to USD 5.0 million (<i>previous year USD 5.0 million</i>) given by the Company to HSBC Hongkong towards interest rate swap/derivative facilities provided to Godrej Netherlands BV.	33.13	31.25

	Current Year	Previous Year
Others		
i) Guarantees issued by banks [secured by bank deposits under lien with the bank ₹ 1.98 crore (<i>previous year ₹ 2.10 crore</i>)]	8.81	7.61
ii) Guarantee given by the Company to secure credit facilities extended by Citibank Sri Lanka and Citibank Bangladesh to Godrej Household Products (Lanka) Private Limited and Godrej Household Products (Bangladesh) Private Limited respectively.	-	2.96
iii) Guarantee given by the Company to Yes Bank for credit facilities extended to M/s Broadcast Audience Research Council	0.80	0.80
c) Claims against the Company not acknowledged as debt		
i) Claims by various parties on account of unauthorized, illegal and fraudulent acts by an employee.	32.22	32.22
ii) Others	0.28	0.28
d) The Group has received all its pending litigations and proceedings and has adequately made provisions wherever required and disclosed as contingent liability wherever applicable in financial statements. The Group does not expect the outcome of the proceedings to have a materially adverse effect on its financial results.		

NOTE 34 : COMMITMENTS

Estimated amount of contracts remaining to be executed on capital account and not provided, net of advances amounting to ₹ 3.40 crore (<i>previous year ₹ 20.30 crore</i>)	40.27	45.61
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NOTE 35 : LEASES

The Group's significant leasing agreements are in respect of operating lease for Computers and Premises (office, godown, etc.) and the aggregate lease rentals payable, are charged as rent. The Total lease payments accounted for the year ended March 31, 2016 is ₹ 15.41 crore (*previous year ₹ 3.10 crore*).

The future minimum lease payments outstanding under non-cancellable operating leases are as follows:

	₹ Crore	
	Current Year	Previous Year
Not later than one year	24.51	17.15
Later than one year and not later than five years	52.16	56.33
Later than five years	6.18	2.01
TOTAL	82.85	75.49

The Group has entered into agreement to give one of its office building on operating lease effective May, 2015. Total lease rentals earned during the year ended March 31, 2016 amounting to ₹ 7.99 crore have been netted off against rent expense of ₹ 7.99 crore in Note 30 for similar premises in the same building.

The future minimum lease rental receivable under the non-cancellable operating lease is as follows:

	₹ Crore	
	Current Year	Previous Year
Not later than one year	9.13	7.99
Later than one year and not later than five years	28.52	36.50
Later than five years	-	1.14
TOTAL	37.65	45.63

Finance Lease

₹ Crore

	Current Year	Previous Year
Not later than one year	0.01	0.78
Later than one year and not later than five years	-	0.25
Later than five years	-	-
	0.01	1.03

NOTE 36 : HEDGING CONTRACTS

The Group uses forward exchange contracts to hedge its foreign exchange exposure relating to the underlying transactions and firm commitment in accordance with its forex policy as determined by its Forex Committee. The Group does not use foreign exchange forward contracts or commodity futures contracts for trading or speculation purposes.

a) Forward / Spot Contracts outstanding as at March 31, 2016:

	Current Year In Million	Previous Year In Million
Forward Contracts to Purchase (USD)	US \$ 6.28	US \$ 6.51
[19 contracts (previous year 5 contracts)]		
Spot Contract to Purchase (USD)	US \$ 0.25	-
[1 contract (previous year 0 contract)]		
Forward Contracts to Sell (EUR)	€ 4.76	€ 2.00
[11 contracts (previous year 3 contracts)]		

b) The uncovered foreign exchange exposure as at March 31, 2016:

	Currency	Current Year	Previous Year
Payables	USD	40.04	50.32
Payables*	SGD	-	0.00
Payables	EUR	0.49	0.29
Payables*	GBP	0.02	0.00
Payables	ZAR	0.08	1.42
Payables	JPY	1.94	0.95
Payables	CNY	0.21	-
Receivables	USD	28.19	19.09
Receivables	EUR	-	0.51
Receivables	ZAR	0.95	0.76
Receivables	GBP	0.08	0.04
Cash and cash equivalents	USD	4.46	15.72
Cash and cash equivalents	EUR	0.01	0.94
Cash and cash equivalents	ZAR	0.58	0.43
Cash and cash equivalents*	HKD	-	0.00
Cash and cash equivalents	VND	-	1.07
Cash and cash equivalents	CNY	0.93	-
Cash and cash equivalents	GBP	0.00	-
Cash and cash equivalents	AED	0.00	-
Cash and cash equivalents	SGD	0.00	-

* less than 0.01 million

NOTE 37 : INCENTIVE PLAN

The amount carried forward in notional bank as on March 31, 2016 amounting to ₹ 0.38 crore has been provided for as PLVR for the financial year 2015-16 and balance carried forward is NIL as on March 31, 2016 (*previous year ₹ 0.42 crore*).

NOTE 38 : RELATED PARTY DISCLOSURES

A) Related Parties and their Relationship

a) Holding Company:

Godrej & Boyce Mfg. Co. Ltd.

b) Fellow Subsidiaries with whom transactions have taken place during the year:

- i) Godrej Industries Limited
- ii) Godrej Agrovet Limited
- iii) Godrej Tyson Foods Limited
- iv) Godrej Properties Limited
- v) Natures Basket Limited
- vi) Godrej Vikhroli Properties LLP
- vii) Godrej Infotech Limited
- viii) Godrej Projects Development Private Limited
- ix) Godrej Anandan
- x) Godrej One Premises Management Pvt Ltd
- xi) Godrej Seeds & Genetics Limited

c) Associate Company:

- i) Bhabhani Blunt Hairdressing Private Limited

d) Joint Venture:

- i) Godrej Easy IP Holdings (FZC) (Dubai)

e) Key Management Personnel and Relatives:

- i) Mr. Adi Godrej Chairman
- ii) Ms. Nisaba Godrej Executive Director / Daughter of Mr. Adi Godrej
- iii) Mr. Vivek Gambhir Managing Director
- iv) Mr. V. Srinivasan Chief Financial Officer and Company Secretary (*w.e.f. April 1, 2015*)
- v) Mr. P. Ganesh Chief Financial Officer and Company Secretary (*upto March 31, 2015*)
- vi) Ms. Parmeshwar Godrej Wife of Mr. Adi Godrej
- vii) Mr. Pirojsha Godrej Son of Mr. Adi Godrej
- viii) Mr. Nadir Godrej Brother of Mr. Adi Godrej
- ix) Ms. Tanya Dubhash Daughter of Mr. Adi Godrej

NOTE 38 : RELATED PARTY DISCLOSURES (Contd.)

B) The Related Party Transactions are as under :

	₹ Crore											
	Holding Company		Fellow Subsidiaries		Associate Company		Key Management Personnel and Relatives		Total			
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year		
Sale of Goods	0.60	0.64	13.37	18.29	0.63	0.43	-	-	14.60	19.36		
Purchase of Materials and Spares	0.70	2.65	35.07	31.59	-	-	-	-	35.77	34.24		
Payments made towards Assets under Construction	8.60	6.38	1.60	12.91	-	-	-	-	10.20	19.29		
Advance Paid	0.50	0.60	-	-	-	-	-	-	0.50	0.60		
Establishment and Other Expenses Paid / (Received) (Net)	0.51	0.27	17.96	9.59	0.20	0.12	-	-	18.67	9.98		
Guarantees / Surety Bonds Obtained / (Cancelled)	-	-	(13.63)	19.86	-	-	-	-	(13.63)	19.86		
Dividend Paid	65.41	63.87	44.22	40.83	-	-	2.63	2.49	112.26	107.19		
Managerial Remuneration	-	-	-	-	-	-	47.56	33.12	47.56	33.12		
Commission on Profits and Sitting Fees	-	-	-	-	-	-	0.36	0.41	0.36	0.41		
Lease Rentals Paid / (Received) (Net)	-	-	1.84	2.90	-	-	2.46	2.46	4.30	5.36		
Royalty and Technical Fees Paid	-	-	-	-	0.28	0.07	-	-	0.28	0.07		
Outstanding Balances as at March 31, 2016												
Receivables	0.66	0.06	0.36	2.96	0.07	0.04	-	-	1.09	3.06		
Payables	-	-	1.39	0.14	-	-	27.35	15.51	28.74	15.65		
Guarantees Outstanding	-	-	(27.71)	(41.35)	-	-	-	-	(27.71)	(41.35)		

NOTE 38 : RELATED PARTY DISCLOSURES (Contd.)

C) The Significant Related Party Transactions are as under :

	₹ Crore	
Nature of Transaction	Current Year	Previous Year
Sale of Goods		
Godrej Industries Limited	12.52	17.62
Purchase of Materials and Spares		
Godrej Industries Limited	33.63	29.46
Payments made towards Assets under Construction		
Godrej & Boyce Mfg. Co. Limited	8.60	6.38
Godrej Vikhroli Properties LLP	1.50	12.91
Advance Paid		
Godrej & Boyce Mfg. Co. Limited	0.50	0.60
Royalty and Technical Fees Paid		
Bhabhani Blunt Hairdressing Pvt Limited	0.28	0.07
Establishment and Other Expenses Paid / (Received)		
Godrej & Boyce Mfg. Co. Limited	0.51	0.27
Godrej Industries Limited	15.92	9.31
Godrej Agrovet Limited	0.41	0.88
Godrej Properties Limited	(0.75)	(0.34)
Godrej Projects Development Private Limited	(0.36)	(0.33)
Godrej One Premises Management Pvt Limited	2.56	-
Guarantees / Surety Bonds Obtained / (Cancelled)		
Godrej Industries Limited	5.02	19.86
Godrej Agrovet Limited	(18.65)	-
Dividend Paid		
Godrej & Boyce Mfg. Co. Limited	65.41	63.87
Godrej Industries Limited	44.22	40.83
Managerial Remuneration		
Mr. Adi Godrej	18.68	13.18
Ms. Nisaba Godrej	6.12	4.49
Mr. Vivek Gambhir	19.62	12.88
Mr. P. Ganesh	-	2.57
Mr. V. Srinivasan	3.14	-
Commission on Profits and Sitting Fees		
Mr. Nadir Godrej	0.18	0.21
Ms. Tanya Dubhash	0.18	0.20
Lease Rentals Paid / (Received)		
Godrej Industries Limited	1.88	3.03
Natures Basket Limited	(0.02)	(0.13)
Ms. Parmeshwar Godrej	2.46	2.46
Payable		
Mr. Adi Godrej	11.04	6.08
Ms. Nisaba Godrej	3.06	1.74
Mr. Vivek Gambhir	11.63	6.68
Guarantees Outstanding		
Godrej Agrovet Limited	(2.83)	(21.49)
Godrej Industries Limited	(24.88)	(19.86)

NOTE 39 : SEGMENT INFORMATION

₹ Crore

	Within India		Outside india		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Sales Revenue by geographical markets	4873.29	4470.93	4390.08	4044.41	9263.37	8515.34
Carrying amount of segment assets	2515.92	2733.74	7637.53	6394.41	10153.45	9128.15
Total cost incurred during the year to acquire assets	115.56	82.99	115.33	125.93	230.89	208.92

NOTE 40 : EMPLOYEE BENEFITS

a) DEFINED CONTRIBUTION PLAN

Provident Fund:

The contributions to the Provident Fund of certain employees (including some employees of the erstwhile Godrej Household Products Ltd) are made to a Government administered Provident Fund and there are no further obligations beyond making such contribution. The Superannuation Fund constitutes an insured benefit, which is classified as a defined contribution plan as the Company contributes to an Insurance Company and has no further obligation beyond making payment to the insurance company.

b) DEFINED BENEFIT PLAN

Gratuity:

The Company participates in the Employees' Group Gratuity-cum-Life Assurance Scheme of HDFC Standard Life Insurance Co. Ltd., a funded defined benefit plan for qualifying employees. Gratuity is payable to all eligible employees on death or on separation / termination in terms of the provisions of the Payment of Gratuity (Amendment) Act, 1997, or as per the Company's scheme whichever is more beneficial to the employees.

The Gratuity scheme of the erstwhile Godrej Household Products Ltd., which was obtained pursuant to the Scheme of Amalgamation, is funded through Unit Linked Gratuity Plan with HDFC Standard Life Insurance Company Limited. The liability for the Defined Benefit Plan is provided on the basis of a valuation, using the Projected Unit Credit Method, as at the Balance Sheet date, carried out by an independent actuary.

Provident Fund:

The Company manages the Provident Fund plan through a Provident Fund Trust for its employees which is permitted under The Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and is actuarially valued. The plan envisages contribution by the employer and employees and guarantees interest at the rate notified by the Provident Fund authority. The contribution by employer and employee, together with interest, are payable at the time of separation from service or retirement, whichever is earlier.

c) AMOUNTS RECOGNISED AS EXPENSE:

i) **Defined Contribution Plan**

Employer's Contribution to Provident Fund including contribution to Family Pension Fund amounting to ₹ 8.80 crore (*previous year ₹ 7.64 crore*) has been included in Note 28 under Contribution to Provident and Other Funds.

ii) **Defined Benefit Plan**

Gratuity cost amounting to ₹ 5.50 crore (*previous year ₹ 7.88 crore*) has been included in Note 28 under Contribution to Provident and Other Funds.

NOTE 40 : EMPLOYEE BENEFITS (Contd.)

d) The amounts recognised in the Company's financial statements as at year end are as under:

₹ Crore

	Current Year	Previous Year
i) Change in Present Value of Obligation		
Present value of the obligation at the beginning of the year	28.75	21.98
Current Service Cost	2.04	1.52
Interest Cost	2.28	2.05
Actuarial (Gain) / Loss on Obligation	2.28	5.49
Benefits Paid	(2.06)	(2.29)
Present value of the obligation at the end of the year	33.29	28.75
ii) Change in Plan Assets		
Fair value of Plan Assets at the beginning of the year	7.21	7.66
Expected return on Plan Assets	0.57	0.71
Actuarial Gain / (Loss) on Plan Assets	(0.19)	0.46
Contributions by the Employer	-	0.67
Benefits Paid	(2.06)	(2.29)
Fair value of Plan Assets at the end of the year	5.53	7.21
iii) Amounts Recognised in the Balance Sheet:		
Present value of Obligation at the end of the year	33.29	28.75
Fair value of Plan Assets at the end of the year	5.53	7.21
Net Obligation at the end of the year	27.76	21.54
iv) Amounts Recognised in the Statement of Profit and Loss:		
Current Service Cost	2.04	1.52
Interest Cost on Obligation	2.28	2.05
Expected return on Plan Assets	(0.57)	(0.71)
Net Actuarial (Gain) / Loss recognised in the year	2.47	5.02
Net Cost Included in Personnel Expenses	6.22	7.88
v) Actual Return on Plan Assets	0.38	1.17
vi) Estimated contribution to be made in next financial year	6.35	5.42
vii) Major categories of Plan Assets as a % of total Plan Assets		
Insurer Managed Funds	100%	100%

	Current Year	Previous Year
viii) Actuarial Assumptions		
i) Discount Rate	8.01% P.A.	7.96% P.A.
ii) Expected Rate of Return on Plan Assets	8.01% P.A.	7.96% P.A.
iii) Salary Escalation Rate	5.50% P.A.	5.50% P.A.
iv) Employee Turnover	1.00% P.A.	1.00% P.A.
v) Mortality	Indian Assured Lives Mortality (2006-08) Ultimate	

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

ix) Amounts recognised in Current Year and previous four years:

	2015-16	2014-15	2013-14	2012-13	2011-12
Present value of the defined benefit obligation	33.29	28.75	21.98	20.50	16.20
Fair value of the plan assets	5.53	7.21	7.66	8.85	10.47
Surplus / (deficit) in the plan	(27.76)	(21.54)	(14.32)	(11.65)	(5.73)
Experience Adjustments (Gain) / Loss:					
On Plan Liabilities	2.28	2.33	2.32	2.80	1.63
On Plan Assets	0.19	(0.46)	0.23	(0.07)	(0.25)

NOTE 41 : EMPLOYEE STOCK BENEFIT PLANS

I. EMPLOYEE STOCK OPTION PLAN OF ERSTWHILE GODREJ HOUSEHOLD PRODUCTS LTD

- a) Under the Scheme of Amalgamation, the Company has obtained the 'Godrej Sara Lee Limited Employees Stock Option Plan' set up for eligible employees of the erstwhile Godrej Household Products Limited. The equity shares of Godrej Industries Limited (GIL) are the underlying equity shares for the stock option plan. The ESOP Scheme is administered by an independent ESOP Trust created with IL&FS Trust Company Limited. The independent ESOP Trust has purchased shares of GIL from the market against which the options have been granted. The purchases have been financed by loans from the erstwhile Godrej Household Products Limited, which together with interest amounted to ₹ 1.95 crore as at beginning of the year. The ESOP Trust has made a net repayment of the loan amounting to ₹ 0.60 crore during the year. The total amount of loans outstanding together with interest thereon as at March 31, 2016 amounts to ₹ 1.35 crore which has been fully adjusted against the reserves in accordance with the scheme of amalgamation duly approved by the Hon'ble High Court of Judicature at Bombay during FY 2010-11. The repayment of the loans granted to the ESOP Trust and interest thereon is dependent on the exercise of the options by the employees and the market price of the underlying shares of the unexercised options at the end of the exercise period.
- b) The status of the above plan (since inception) is as under:

	As at March 31, 2016	As at March 31, 2015
Options Granted	2,129,000	2,129,000
Options Vested	-	-
Options Exercised	20,000	-
Options Lapsed / Forfeited, pending sale	15,000	-
Options Lapsed / Forfeited and sold	2,094,000	2,094,000
Total Number of Options Outstanding	-	35,000

II. EMPLOYEE STOCK GRANT SCHEME

- a) The Company set up the Employees Stock Grant Scheme 2011 (ESGS) pursuant to the approval by the Shareholders on March 18, 2011.
- b) The ESGS Scheme is effective from April 1, 2011, (the "Effective Date") and shall continue to be in force until (i) its termination by the Board or (ii) the date on which all of the shares to be vested under Employee Stock Grant Scheme 2011 have been vested in the Eligible Employees and all restrictions on such Stock Grants awarded under the terms of ESGS Scheme, if any, have lapsed, whichever is earlier.
- c) The Scheme applies to the Eligible Employees of the Company or its Subsidiaries. The entitlement of each employee will be decided by the Compensation Committee of the Company based on the employee's performance, level, grade, etc.
- d) The total number of Stock Grants to be awarded under the ESGS Scheme are restricted to 2,500,000 (Twenty Five Lac) fully paid up equity shares of the Company. Not more than 500,000 (Five Lac) fully paid up equity shares or 1% of the issued equity share capital at the time of awarding the Stock Grant, whichever is lower, can be awarded to any one employee in any one year.
- e) The Stock Grants shall vest in the Eligible Employees pursuant to the ESGS Scheme in the proportion of 1/3rd at the end of each year or as may be decided by the Compensation Committee from the date on which the Stock Grants are awarded for a period of three consecutive years subject to the condition that the Eligible Employee continues to be in employment of the Company or the Subsidiary company as the case may be.
- f) The Eligible Employee shall exercise her / his right to acquire the shares vested in her / him all at one time within 1 month from the date on which the shares vested in her / him or such other period as may be determined by the Compensation Committee.
- g) The Exercise Price of the shares has been fixed at ₹ 1 per share. The intrinsic value, being the difference between market price and exercise price is treated as Employee Compensation Expenses and charged to the Statement of Profit and Loss. The value of the options is treated as a part of employee compensation in the financial statements and is amortised over the vesting period.
- h) The Status of the above plan (since inception) is as under:

	As at March 31, 2016	As at March 31, 2015
Options Granted	465,219	393,989
Options Vested	236,362	149,529
Options Exercised	236,362	149,440
Options Lapsed / Forfeited	87,761	70,428
Total Number of Options Outstanding	141,096	174,121

- III. Pursuant to SEBI notification dated January 17, 2013, no further securities of the Company will be purchased from the open market.
- IV. Had the fair value method of accounting been used, the employee compensation cost for the year ended March 31, 2016 would have been lower by ₹ 0.40 crore (*previous year lower by ₹ 11.65 crore*).

NOTE 42 : ACQUISITIONS AND SCHEMES OF AMALGAMATION

- a) During the quarter, the Company, through one of its wholly owned subsidiaries, has entered into an agreement to acquire 75% stake in Canon Chemicals Limited, Kenya, a home and personal care company.
- b) In April, 2016, the Company, through one of its wholly owned subsidiaries, has completed the acquisition of 100% stake in Strength of Nature, USA a leading hair care company.
- c) Pursuant to a Deed of Merger ("the Scheme"), sanctioned by a Dutch Court, vide its order effective March 31, 2016, Godrej Argentina Dutch Cooperatief UA has been merged with Godrej Consumer Products Dutch Cooperatief UA, Godrej Netherlands Argentina BV has been merged with Godrej Consumer Holdings (Netherlands) B.V. and Godrej Netherlands Argentina Holding BV has been merged with Godrej Consumer Products (Netherlands) B.V with effect from April 1, 2015.

NOTE 43 : CORPORATE SOCIAL RESPONSIBILITY (CSR) EXPENDITURE

Expenditure related to CSR as per section 135 of the Companies Act, 2013 read with Schedule VII thereof, against the mandatory spend of ₹ 14.22 crore :

	₹ Crore	
	Current Year	Previous Year
Expenditure incurred on capital assets under CSR projects	-	9.32
Revenue Expenditure on CSR activities	14.57	6.76
TOTAL	14.57	16.08

NOTE 44 : DISCLOSURE U/S 186 (4) OF THE COMPANIES ACT, 2013

Details of Investments made are disclosed under Note 14 and details of corporate guarantees given to banks on behalf of other body corporates are disclosed under Note 33.

NOTE 45 : ADDITIONAL INFORMATION, AS REQUIRED UNDER SCHEDULE III TO THE COMPANIES ACT, 2013, OF ENTERPRISES CONSOLIDATED AS SUBSIDIARY / ASSOCIATES

	Net Assets (i.e. total assets minus total liabilities)		Share in Profit / Loss	
	As % of consolidated net assets	Amount (₹ in crore)	As % of consolidated profits	Amount (₹ in crore)
Parent				
Godrej Consumer Products Limited	75.00%	3823.25	66.08%	739.72
Subsidiaries				
Foreign				
Argencos SA	0.34%	17.45	0.19%	2.10
Beleza Mozambique LDA	-	-	-	-
Issue Brazil	-0.06%	(2.81)	-0.10%	(1.17)
Cosmetica Nacional	2.84%	144.63	0.91%	10.17
Consell SA	0.00%	0.15	-0.03%	(0.38)
Charm Industries Limited	0.32%	16.11	-0.05%	(0.54)
DGH Tanzania Limited	0.58%	29.74	-0.01%	(0.10)
DGH Phase2	5.21%	265.49	0.37%	4.10
DGH Angola	0.00%	(0.12)	-0.01%	(0.13)
Darling Trading Company Mauritius Ltd	0.77%	39.42	4.26%	47.71
Frika Weave (PTY) LTD	0.06%	3.21	-0.16%	(1.77)
Godrej Africa Holding Limited	40.62%	2070.81	4.11%	46.02
Godrej Consumer Holdings (Netherlands) BV	13.00%	662.63	2.92%	32.63
Godrej Consumer Investments (Chile) Spa	5.20%	264.96	0.00%	0.05
Godrej Consumer Products (Netherlands) BV	0.74%	37.76	-0.02%	(0.24)
Godrej Consumer Products Dutch Coöperatief U.A.	13.85%	705.81	2.92%	32.71
Godrej Consumer Products Holding (Mauritius) Ltd	27.54%	1404.01	1.54%	17.23
Godrej Consumer Products (UK) Ltd.	2.52%	128.29	2.35%	26.34
Godrej Consumer Products Bangladesh Ltd	0.00%	0.05	(0.00)	(0.00)
Godrej Consumer Products Mauritius Ltd	12.71%	647.80	0.15%	1.68
Godrej Consumer Products US Holding Limited	-	-	-	-
Godrej East Africa Holdings Ltd	1.38%	70.28	0.00%	0.00
Godrej Global Mid East FZE	0.23%	11.61	0.11%	1.21
Godrej Holdings (Chile) Limitada	5.49%	279.67	0.89%	9.91
Godrej Hair Care Nigeria Limited	-	-	-	-
Godrej Hair Weave Nigeria Limited	-	-	-	-
Godrej Household Insecticide Nigeria Ltd	-	-	-	-
Godrej Household Products (Bangladesh) Pvt. Ltd.	-0.16%	(8.37)	-1.47%	(16.48)
Godrej Indonesia IP Holdings Ltd	23.68%	1207.07	-0.01%	(0.08)
Godrej Mauritius Africa Holdings Ltd	9.05%	461.48	0.26%	2.94
Godrej MID East Holding Limited	24.20%	1233.66	2.40%	26.85
Godrej Netherlands B.V.	2.14%	109.15	0.26%	2.95
Godrej Nigeria Ltd.	0.66%	33.72	0.36%	3.99

	Net Assets (i.e. total assets minus total liabilities)		Share in Profit / Loss	
	As % of consolidated net assets	Amount (₹ in crore)	As % of consolidated profits	Amount (₹ in crore)
Godrej UK	4.38%	223.31	0.71%	7.94
Godrej SON Holdings Inc	-	-	-	-
Godrej South Africa (Pty) Ltd.	1.96%	99.78	1.46%	16.37
Godrej Tanzania Holdings Ltd.	0.61%	31.06	-0.01%	(0.11)
Godrej West Africa Holdings Ltd.	2.12%	107.90	0.36%	4.05
Hair Credentials Zambia Limited	-	-	-	-
Hair Trading (offshore) S. A. L	1.23%	62.48	6.04%	67.60
Indovest Capital	0.21%	10.47	109.61%	1227.03
Kinky Group (Pty) Ltd	0.21%	10.52	-0.41%	(4.62)
Godrej Household Products (Lanka) Pvt. Ltd.	0.26%	13.39	-0.05%	(0.57)
Laboratoria Cuenca	1.45%	73.77	2.44%	27.37
Lorna Nigeria Ltd.	3.62%	184.65	3.16%	35.42
Panamar Producciones S.A.	0.07%	3.45	-0.02%	(0.22)
Plasticos Nacional	0.09%	4.77	-0.04%	(0.44)
PT Ekamas Sarijaya	0.15%	7.71	0.03%	0.38
PT Intrasari Raya	0.90%	45.69	1.20%	13.45
PT Indomas Susemi Jaya	0.86%	43.65	0.67%	7.55
PT Megasari Makmur	9.86%	502.84	13.31%	148.96
PT Sarico Indah	0.22%	11.06	0.15%	1.63
Sigma Hair Industries Ltd	0.62%	31.78	0.18%	1.98
Subinite (Pty) Ltd.	1.08%	54.93	0.11%	1.28
Style Industries Limited	4.77%	243.39	-0.47%	(5.28)
Deciral Uruguay	0.09%	4.52	-0.27%	(3.02)
Weave Ghana Ltd	0.74%	37.75	0.12%	1.32
Weave IP Holdings Mauritius Pvt. Ltd.	0.05%	2.37	-0.04%	(0.42)
Weave Mozambique Limitada	2.11%	107.81	3.76%	42.11
Weave Trading Mauritius Pvt. Ltd.	0.00%	0.21	2.98%	33.33
Inter-company Eliminations	-203.90%	(10394.41)	-129.67%	(1451.55)
Minority Interest in all subsidiaries	-1.65%	(84.19)	-3.54%	(39.58)
Associates (Investment as per the equity method)				
Indian :				
Bhabani Blunt Hairdressing Pvt. Ltd.	-	-	0.01%	0.10
Joint Ventures (as per proportionate consolidation / investment as per the equity method)				
Godrej Easy IP Holdings (FZC)	0.00%	0.07	-0.01%	(0.07)
Grand total	100.00%	5097.68	100.00%	1119.41

NOTE 46 : GENERAL

- Other information required by Schedule III to the Companies Act, 2013, has been given only to the extent applicable.
- Figures for the previous year have been regrouped / restated wherever necessary to conform to current year's presentation.

FORM AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in ₹)

Sl. No.	Name of the Subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Share capital	Reserves & surplus	Total assets	Total Liabilities	Investments	Turnover	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend	% of share holding
1	Argencos SA	01-Apr-2015 To 31-Mar-2016	ARS 4,528	0.84	16.62	23.44	5.98	-	26.10	3.65	1.54	2.10	-	100%
2	Beleza Mozambique LDA	01-Apr-2015 To 31-Mar-2016	MZN 1,310	-	-	-	-	-	-	-	-	-	-	100%
3	Consell SA	01-Apr-2015 To 31-Mar-2016	ARS 4,528	1.31	(1.16)	0.29	0.13	-	0.00	(0.39)	(0.01)	(0.38)	-	100%
4	Cosmetica Nacional	01-Apr-2015 To 31-Mar-2016	CPeso 0,097	130.85	13.78	194.30	49.66	3.22	230.24	12.87	2.70	10.17	-	100%
5	Charm Industries Limited	01-Apr-2015 To 31-Mar-2016	KES 0,653	0.65	15.46	24.68	8.57	-	12.40	(0.75)	(0.21)	(0.54)	-	51%
6	Dairling Trading Company Mauritius Ltd	01-Apr-2015 To 31-Mar-2016	USD 66,177	6.62	32.80	162.35	122.94	-	225.57	47.71	0.00	47.71	-	90%
7	Deciral Uruguay	01-Apr-2015 To 31-Mar-2016	ARS 4,528	3.46	1.06	23.35	18.82	-	21.54	(3.41)	(0.39)	(3.02)	-	100%
8	DGH Phase2	01-Apr-2015 To 31-Mar-2016	USD 66,177	230.77	34.73	266.09	0.60	260.23	9.54	6.63	2.53	4.10	-	90%
9	DGH Tanzania Limited	01-Apr-2015 To 31-Mar-2016	USD 66,177	30.10	(0.36)	29.79	0.05	29.78	-	(0.10)	-	(0.10)	-	100%
10	DGH Angola	01-Apr-2015 To 31-Mar-2016	USD 66,177	0.01	(0.13)	0.00	0.12	-	-	(0.13)	-	(0.13)	-	51%
11	Frika Weave (PTY) LTD	01-Apr-2015 To 31-Mar-2016	ZAR 4,462	4.94	(1.73)	20.09	16.87	-	35.36	(2.50)	(0.73)	(1.77)	-	100%
12	Godrej Africa Holding Limited	01-Apr-2015 To 31-Mar-2016	USD 66,177	1945.65	125.16	2110.95	40.13	2078.69	46.43	46.02	-	46.02	-	100%
13	Godrej Consumer Products Mauritius Ltd	01-Apr-2015 To 31-Mar-2016	USD 66,177	299.35	348.45	687.80	40.00	646.13	2.22	1.68	-	1.68	-	100%
14	Godrej Consumer Holdings (Netherlands) BV	01-Apr-2015 To 31-Mar-2016	USD 66,177	0.17	662.46	662.80	0.17	654.33	37.03	36.34	3.70	32.63	-	100%
15	Godrej Consumer Investments (Chile) Spa	01-Apr-2015 To 31-Mar-2016	USD 66,177	280.16	(15.20)	264.96	0.00	264.68	0.05	0.05	-	0.05	-	100%
16	Godrej Consumer Products (Netherlands) BV	01-Apr-2015 To 31-Mar-2016	USD 66,177	0.15	37.60	37.82	0.07	37.75	0.02	(0.23)	0.00	(0.24)	-	100%

₹ (Crore)

Sl. No.	Name of the Subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Share capital	Reserves & surplus	Total assets	Total Liabilities	Investments	Turnover	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend	% of share holding
17	Godrej Consumer Products (UK) Ltd	01-Apr-2015 To 31-Mar-2016	GBP	95,089	128.01	272.01	143.73	-	521.56	34.74	8.40	26.34	-	100%
18	Godrej Consumer Products Bangladesh Ltd	01-Apr-2015 To 31-Mar-2016	Taka	0.845	0.00	0.05	-	-	-	(0.00)	-	(0.00)	-	100%
19	Godrej Consumer Products Dutch Cooperatief U.A.	01-Apr-2015 To 31-Mar-2016	USD	66,177	38.28	706.12	0.31	705.86	33.25	32.71	-	32.71	-	100%
20	Godrej Consumer Products Holding (Mauritius) Ltd	01-Apr-2015 To 31-Mar-2016	USD	66,177	171.13	1555.33	151.32	1508.68	22.85	17.31	0.08	17.23	-	100%
21	Godrej Consumer Products US Holding Limited	29-Mar-2016 To 31-Mar-2016	USD	66,177	-	-	-	-	-	-	-	-	-	100%
22	Godrej East Africa Holdings Ltd	01-Apr-2015 To 31-Mar-2016	USD	66,177	(31.96)	951.42	881.14	944.34	9.11	0.00	-	0.00	-	100%
23	Godrej Global Mid East FZE	01-Apr-2015 To 31-Mar-2016	AED	18,018	3.35	29.78	18.16	-	57.97	1.21	-	1.21	-	100%
24	Godrej Hair Care Nigeria Limited	12-Jan-2016 To 31-Mar-2016	Naira	0.333	-	-	-	-	-	-	-	-	-	100%
25	Godrej Hair Weave Nigeria Limited	02-Mar-2016 To 31-Mar-2016	Naira	0.333	-	-	-	-	-	-	-	-	-	100%
26	Godrej Holdings (Chile) Limitada	01-Apr-2015 To 31-Mar-2016	USD	66,177	14.74	405.56	125.89	405.36	11.47	9.91	-	9.91	-	100%
27	Godrej Household Products (Bangladesh) Pvt. Ltd.	01-Apr-2015 To 31-Mar-2016	Taka	0.845	(47.96)	47.60	55.97	-	73.07	(16.48)	-	(16.48)	-	100%
28	Godrej Household Products (Lanka) Pvt. Ltd.	01-Apr-2015 To 31-Mar-2016	LKR	0.445	3.10	36.95	23.56	-	39.54	(0.48)	0.09	(0.57)	-	100%
29	Godrej Household Insecticide Nigeria Limited	12-Jan-2016 To 31-Mar-2016	Naira	0.333	-	-	-	-	-	-	-	-	-	100%
30	Godrej Indonesia IP Holdings Ltd	01-Apr-2015 To 31-Mar-2016	USD	66,177	(0.08)	1207.10	0.03	1206.81	-	(0.08)	-	(0.08)	-	100%
31	Godrej Mauritius Africa Holding Ltd.	01-Apr-2015 To 31-Mar-2016	USD	66,177	(54.71)	1967.98	1506.51	1825.86	34.60	2.94	-	2.94	-	100%
32	Godrej MID East Holding Limited	29-Jul-2015 To 31-Mar-2016	USD	66,177	1233.00	1235.29	1.63	-	28.05	26.85	-	26.85	-	100%
33	Godrej Netherlands BV	01-Apr-2015 To 31-Mar-2016	GBP	95,089	109.02	342.72	233.57	342.20	8.29	2.89	(0.07)	2.95	-	100%
34	Godrej Nigeria Ltd.	01-Apr-2015 To 31-Mar-2016	Naira	0.333	33.22	46.42	12.70	-	60.14	6.31	2.32	3.99	-	100%

Sl. No.	Name of the Subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Share capital	Reserves & surplus	Total assets	Total Liabilities	Investments	Turnover	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend	% of share holding
35	Godrej SON Holdings INC	24-Mar-2016 To 31-Mar-2016	USD 66.177	-	-	-	-	-	-	-	-	-	-	100%
36	Godrej South Africa (Pty) Ltd.	01-Apr-2015 To 31-Mar-2016	ZAR 4.462	8.05	91.73	113.31	13.53	-	116.56	22.74	6.37	16.37	-	100%
37	Godrej Tanzania Holdings Ltd	01-Apr-2015 To 31-Mar-2016	USD 66.177	31.43	(0.38)	31.10	0.04	30.97	-	(0.11)	-	(0.11)	-	100%
38	Godrej UK Limited	01-Apr-2015 To 31-Mar-2016	GBP 95.089	107.77	115.54	223.31	0.00	222.34	8.04	7.94	0.00	7.94	-	100%
39	Godrej West Africa Holdings Ltd.	01-Apr-2015 To 31-Mar-2016	USD 66.177	107.74	0.16	107.95	0.04	107.76	3.77	3.66	(0.39)	4.05	-	90%
40	Hair Credentials Zambia Limited	01-Apr-2015 To 31-Mar-2016	ZMK 0.000	-	-	-	-	-	-	-	-	-	-	51%
41	Hair Trading (offshore) S. A. L	01-Apr-2015 To 31-Mar-2016	USD 66.177	0.13	62.35	161.49	99.01	-	425.73	67.61	0.00	67.60	-	51%
42	Indovest Capital	01-Apr-2015 To 31-Mar-2016	USD 66.177	0.00	10.47	10.48	0.01	-	1228.15	1227.07	0.04	1227.03	-	100%
43	Issue Brazil	01-Apr-2015 To 31-Mar-2016	ARS 4.528	20.58	(23.38)	0.65	3.45	-	(0.00)	(1.17)	-	(1.17)	-	100%
44	Kinky Group (Pty) Ltd	01-Apr-2015 To 31-Mar-2016	ZAR 4.462	0.00	10.52	22.25	11.73	-	25.48	(4.54)	0.08	(4.62)	-	100%
45	Laboratoria Cuenca	01-Apr-2015 To 31-Mar-2016	ARS 4.528	4.98	68.79	180.34	106.57	0.03	339.12	43.85	16.48	27.37	-	100%
46	Lorna Nigeria Ltd.	01-Apr-2015 To 31-Mar-2016	Naira 0.333	39.66	144.99	266.07	81.43	-	288.28	35.42	-	35.42	-	100%
47	Panamar Producciones S.A.	01-Apr-2015 To 31-Mar-2016	ARS 4.528	0.25	3.20	3.45	0.00	2.55	-	(0.22)	-	(0.22)	-	100%
48	Plasticos Nacional	01-Apr-2015 To 31-Mar-2016	CPeso 0.097	3.16	1.61	5.59	0.82	-	6.49	(0.50)	(0.06)	(0.44)	-	100%
49	PT Ekamas Sarijaya	01-Apr-2015 To 31-Mar-2016	IDR 0.005	1.25	6.47	7.96	0.24	-	0.89	0.57	0.18	0.38	-	100%
50	PT Indomas Susemi Jaya	01-Apr-2015 To 31-Mar-2016	IDR 0.005	1.44	42.21	50.80	7.15	-	38.39	9.45	1.90	7.55	-	100%
51	PT Intrasar Raya	01-Apr-2015 To 31-Mar-2016	IDR 0.005	0.50	45.19	339.09	293.40	-	1567.88	20.53	7.08	13.45	-	100%
52	PT Megasari Makmur	01-Apr-2015 To 31-Mar-2016	IDR 0.005	73.21	429.63	821.09	318.25	-	1348.53	197.78	48.82	148.96	-	100%
53	PT Sarico Indah	01-Apr-2015 To 31-Mar-2016	IDR 0.005	3.35	7.71	14.02	2.96	-	23.27	2.15	0.52	1.63	-	100%

Sl. No.	Name of the Subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Share capital	Reserves & surplus	Total assets	Total Liabilities	Investments	Turnover	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend	% of share holding
54	Sigma Hair Industries Limited	01-Apr-2015 To 31-Mar-2016	TZS 0.030	29.81	1.98	33.99	2.20	-	3.91	2.83	0.85	1.98	-	100%
55	Style Industries Limited	01-Apr-2015 To 31-Mar-2016	KES 0.653	0.78	242.61	297.07	53.68	-	337.66	(6.70)	(1.42)	(5.28)	-	90%
56	Subinite (Pty) Ltd.	01-Apr-2015 To 31-Mar-2016	ZAR 4.462	0.00	54.93	147.52	92.59	-	251.42	1.80	0.53	1.28	-	90%
57	Weave Ghana Ltd	01-Apr-2015 To 31-Mar-2016	CEDI 17.206	29.16	8.60	79.54	41.79	-	87.08	1.93	0.61	1.32	-	100%
58	Weave IP Holdings Mauritius Pvt. Ltd.	01-Apr-2015 To 31-Mar-2016	USD 66.177	0.01	2.37	2.43	0.05	-	-	(0.42)	-	(0.42)	-	90%
59	Weave Mozambique Limitada	01-Apr-2015 To 31-Mar-2016	MZM 1.310	16.18	91.63	176.17	68.36	-	207.38	43.18	1.07	42.11	-	90%
60	Weave Trading Mauritius Pvt. Ltd.	01-Apr-2015 To 31-Mar-2016	USD 66.177	0.01	0.20	0.38	0.17	0.13	33.41	33.33	-	33.33	-	51%

Names of subsidiaries which are yet to commence operations:

Godrej Consumer Products Bangladesh Limited
 Beleza Mozambique LDA
 Godrej Hair Care Nigeria Limited
 Godrej Household Insecticide Nigeria Limited
 Godrej Hair Weave Nigeria Limited
 Godrej Consumer Products US Holding Limited
 Godrej SON Holdings INC
 Hair Credentials Zambia Limited

Names of subsidiaries which have been liquidated or sold during the year: NIL

Part 'B': Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Sl. No.	Name of Associates/ Joint Ventures	Latest audited Balance Sheet Date	Shares of Associate/Joint Ventures held by the company on the year end			Description of how there is significant influence	Reason why the associate/joint venture is not consolidated	Net worth attributable to Shareholding as per latest audited Balance Sheet	Profit / (Loss) for FY 16	
			No.	Amount of Investment in Associates/ Joint Venture	Extend of Holding %				Considered in Consolidation	Not Considered in Consolidation
1.	Bhabhani Blunt Hairdressing Private Limited	Year ended March 31, 2015	5546 Equity Instruments & 3060 Debentures	₹ 22.32 cr & ₹ 12 cr	30%	Godrej Consumer Products Ltd. is holding more than 20% of share capital	Godrej Consumer Products Ltd. stake is less than 51%	3.05	0.10	0.24
2.	Godrej Easy IP Holdings (FZC)	Year ended March 31, 2016	50 Equity Instruments	₹ 0.14 cr	50%	Godrej Consumer Products Ltd. is holding more than 20% of share capital	Godrej Consumer Products Ltd. stake is less than 51%	0.07	(0.07)	(0.07)

1. Names of associates or joint ventures which are yet to commence operations - NIL

2. Names of associates or joint ventures which have been liquidated or sold during the year - NIL

For and on behalf of the Board

Adi Godrej
ChairmanVivek Gambhir
Managing DirectorV Srinivasan
Chief Financial Officer &
Company Secretary

Date: May 3, 2016