



NOTES TO THE FINANCIAL STATEMENTS

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles in India ('Indian GAAP'), includes generally under the historical cost convention on accrual basis and exceptions to this basis, if any, are herein specifically mentioned. Indian GAAP comprises of mandatory Accounting Standards issued by the National Advisory Committee on Accounting Standards (NACAS) and The Institute of Chartered Accountants of India (ICAI), the provisions of the Companies Act, 2013 and the Guidelines issued by ICAI and Securities and Exchange Board of India (SEBI). Accounting policies have been consistently adopted except where a change in existing GAAP requires a change in accounting policy hitherto in use.

The Board of Directors has approved a Scheme of Amalgamation between Trinetra Cement Limited and Trishul Concrete Products Limited with The India Cements Ltd effective 1st January 2014. Petitions have been filed in the Honorable High Court of Judicature at Madras under Section 391 to Section 394 of the Companies Act, 1956 for completing the procedural requirements for the said Scheme. The Shareholders of the respective Companies have approved the Scheme of Amalgamation. Pending sanction of the scheme, these Financial Statements have been prepared and submitted for adoption of Shareholders.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Use of estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

2.2 Fixed Assets

(a) Fixed assets are stated at cost of acquisition or construction. All costs including financing and applicable overheads incurred on specific projects are capitalised.

(b) Expenditures and outlays of money on uncompleted projects of a capital nature are shown as capital works-in-progress until such time these projects are completed and put into commercial operation.

(c) Depreciation on fixed assets is provided in the following manner:

(i) Depreciation on fixed assets is provided to the extent of depreciable amount on the Straight Line Method (SLM). Depreciation is provided on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013, except in respect of assets installed in the premises of Third Party on licence to use basis and is depreciated over the term of the licence/agreement

(ii) Depreciation on additions is provided on pro rata basis for the period for which assets are put to use.

(iii) Assets costing less than Rs.5000 are fully depreciated in the year of purchase.

(iv) Leasehold land is not amortised.

(v) Fixed assets are tested for impairment and impairment loss, if any, is charged to the Profit and Loss Account.

2.3 Sale / Turnover includes sale value of goods and excise duty thereon but excludes VAT recovered.

2.4 Inventories

(a) Valuation of inventories of raw materials, packing materials, stores, spares, fuels is at weighted average cost.

(b) Work-in-Process (WIP) & Semi-finished goods are valued at cost or net realisable value whichever is lower. The value of WIP and Semi-finished goods does not include interest and other administrative overheads.

(c) Finished goods are valued at cost or net realisable value whichever is lower. The value of finished goods includes excise duty and does not include interest and other administrative overheads.

2.5 Borrowing Costs

Interest and other costs in connection with borrowing of funds to the extent related/attribution to the acquisition/construction of qualifying fixed assets are capitalised upto the end of the month in which such assets are put into commercial operation. Other borrowing costs are recognised in Statement of Profit and Loss in the period in which they are incurred.

2.6 Claims / Incomes arising from price escalation and/or any other item of compensation and which are indeterminate are accounted on cash basis.

2.7 Retirement benefits are provided by charge to revenue including provision for gratuity and superannuation fund determined on an actuarial basis. Unavailed leave balances are accounted based on respective employee's earnings as at the Balance sheet date.

2.8 Foreign Currency Transactions

Foreign exchange transactions, on current account, are accounted at the exchange rates prevailing at the time of transactions or at contracted rates. Current assets and liabilities in foreign currencies are translated at values prevailing as at the Balance sheet date. Gains/ losses, if any, arising therefrom are recognised in the Statement of Profit & loss.

VALUE RESEARCH PREMIUM

TRINETRA CEMENT LIMITED

3. SHARE CAPITAL	No. of Shares	Par Value per Share (Rs.)	2016 Rs. Lakhs	No. of Shares	Par Value per Share (Rs.)	2015 Rs. Lakhs
AUTHORISED:						
Equity Shares	60000000	10	6000.00	60000000	10	6000.00
Preference Shares	81500000	100	81500.00	81500000	100	81500.00
			<u>87500.00</u>			<u>87500.00</u>
ISSUED:						
Equity Shares	4500000	10	450.00	4500000	10	450.00
9% Non-Convertible Cumulative Redeemable Preference Shares	1000000	100	1000.00	1000000	100	1000.00
9% Non-Convertible Non-Cumulative Redeemable Preference Shares	69500000	100	69500.00	69500000	100	69500.00
			<u>70950.00</u>			<u>70950.00</u>
SUBSCRIBED AND PAID UP:						
Equity Shares - fully paid up	4475600	10	447.56	4475600	10	447.56
9% Non-Convertible Cumulative Redeemable Preference Shares - fully paid up	1000000	100	1000.00	1000000	100	1000.00
9% Non-Convertible Non-Cumulative Redeemable Preference Shares - fully paid up	69500000	100	69500.00	69500000	100	69500.00
Add : Amount paid on Forfeited Shares, not re-issued (other than directors)			1.22			1.22
Total			<u>70948.78</u>			<u>70948.78</u>

Reconciliation of number of shares

Preference Shares:

Balance at the beginning of the year

9% Non-Convertible Cumulative Redeemable Preference Shares	1000000	100	1000.00	1000000	100	1000.00
9% Non-Convertible Non-Cumulative Redeemable Preference Shares	69500000	100	69500.00	69500000	100	69500.00
Balance at the end of the year			<u>70500.00</u>			<u>70500.00</u>

Rights, preferences and restrictions attached to shares

The Company has only one class of Equity Shares. Each Share has a paid up value of Rs.10/- Every shareholder is entitled to one vote per share.

The Company declares and pays dividend in Indian Rupees at the discretion of Board of Directors, subject to availability of profits. The Dividend proposed by the Board of Directors is subject to the approval of the shareholders at the Annual General Meeting.

During the year 2012-13, the Company issued 90,00,000, 9% Non-Convertible Non-Cumulative Redeemable Preference Shares of Rs.100 each fully paid up. These Preference Shares shall be redeemable at the end of six years commencing from 05.11.2012, the date of allotment.

During the year 2011-12, the Company issued 60,50,000, 9% Non-Convertible Non-Cumulative Redeemable Preference Shares of Rs.100 each fully paid up. These Preference Shares shall be redeemable at the end of six years commencing from 06.02.2012, the date of allotment.

During the year 2010-11, the Company issued 1,00,00,000, 9% Non-Convertible Cumulative Redeemable Preference Shares of Rs.100 each fully paid up. These Preference Shares shall be redeemable at the end of six years commencing from 14.03.2011, the date of allotment.



3. SHARE CAPITAL - (Contd.)	No. of Shares	Par Value per Share (Rs.)	2016 Rs. Lakhs	No. of Shares	Par Value per Share (Rs.)	2015 Rs. Lakhs
Details of Shares held by holding company and subsidiary of holding company						
Equity Shares:						
Held by ICL Financial Services Limited, wholly owned subsidiary of The India Cements Limited, the holding company.	2739874	10	273.99	2739874	10	273.99
Preference Shares:						
9% Non-Convertible Cumulative Redeemable Preference Shares - fully paid up						
Held by The India Cements Limited, the ultimate holding company.	1000000	100	1000.00	1000000	100	1000.00
9% Non-Convertible Non-Cumulative Redeemable Preference Shares - fully paid up						
Held by The India Cements Limited, the ultimate holding company.	69500000	100	69500.00	69500000	100	69500.00
Details of shares held by each shareholder holding more than 5% of shares						
Equity Shares:						
1. ICL Financial Services Limited	2739874 61.22%	10	273.99	2739874 61.22%	10	273.99
2. Kamal Kumar G Jalan	262500 5.87%	10	26.25	262500 5.87%	10	26.25
Preference Shares:						
9% Non-Convertible Cumulative Redeemable Preference Shares						
The India Cements Limited	1000000 100%	100	1000.00	1000000 100%	100	1000.00
9% Non-Convertible Non-Cumulative Redeemable Preference Shares						
The India Cements Limited	69500000 100%	100	69500.00	69500000 100%	100	69500.00
Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash in the last 5 years.	NIL		NIL	NIL		NIL
Aggregate number and class of shares allotted as fully paid up by way of bonus shares in the last 5 years.	NIL		NIL	NIL		NIL
Aggregate number and class of shares bought back in the last 5 years.	NIL		NIL	NIL		NIL

VALUE RESEARCH PREMIUM

TRINETRA CEMENT LIMITED

		2016	2015
	Rs.Lakhs	Rs.Lakhs	Rs.Lakhs
4. RESERVES AND SURPLUS			
Capital Investment Subsidy		15.00	15.00
Amalgamation Reserve		153.60	153.60
Securities Premium		265.07	265.07
General Reserve		3453.36	3453.36
Debit balance of Statement of Profit and Loss			
Opening Balance	(16395.02)		(13929.58)
Profit / (Loss) for the year	931.97		(2417.69)
Less: Adjustment of depreciation on Fixed Assets (Refer Note No. 11.2)	0.00		(47.74)
Closing Balance		(15463.05)	(16395.02)
Total Reserves and Surplus		(11576.02)	(12507.99)
NON-CURRENT LIABILITIES			
5. LONG-TERM BORROWINGS			
1. Secured (Refer Note No.28)			
a. Term Loans from Banks		0.00	0.00
b. Others		12477.96	16146.37
2. Unsecured Loans			
The India Cements Limited, the ultimate holding company		33542.66	37430.30
		<u>46020.62</u>	<u>53576.67</u>
6. OTHER LONG-TERM LIABILITIES			
Trade Deposits		926.87	888.26
7. LONG-TERM PROVISIONS			
Provision for employee benefits (Refer Note No.41)		377.16	384.94
CURRENT LIABILITIES			
8. SHORT-TERM BORROWINGS			
a) Cash Credit facilities from banks		4848.54	3548.64
(The fund based and non-fund based working capital facilities are secured by a first charge on all current assets and second charge on the fixed assets of the cement plant at Banswara, Rajasthan, on pari passu basis.)			
b) Unsecured loans from Banks		1000.00	0.00
		<u>5848.54</u>	<u>3548.64</u>
9. TRADE PAYABLES			
1. Creditors for Goods including Acceptances		3818.43	4303.23
2. Customer Credit balances		659.63	676.14
3. Other Trade Payables		5675.32	6338.22
		<u>10153.38</u>	<u>11317.59</u>
10. OTHER CURRENT LIABILITIES			
1. Current maturities of long-term debt -Secured (Refer Note No. 28)		3415.02	272.00
2. Interest accrued but not due on borrowings		11.47	0.00
3. Creditors for Capital Goods		132.96	322.11
4. Retention Money towards Capital Goods		359.06	382.01
5. Employee Related Payables and Contributions		99.96	105.08
6. Other Liabilities		2009.15	3072.90
		<u>6027.62</u>	<u>4154.10</u>



NON-CURRENT ASSETS

11. FIXED ASSETS

Rs. Lakhs

Particulars	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
	As at 31 st March 2015	Additions	Deductions	As at 31 st March 2016	As at 31 st March 2015	Additions	Deductions	As at 31 st March 2016	As at 31 st March 2016	As at 31 st March 2015
Tangible Assets:										
Land	81.66	0.00	0.00	81.66	0.00	0.00	0.00	0.00	81.66	81.66
Buildings	3679.43	151.39	0.00	3830.82	536.18	155.84	0.00	692.02	3138.80	3143.25
Plant and Machinery including Electrical installations ¹	68525.14	568.13	0.00	69093.27	13405.04	3277.76	0.00	16682.80	52410.47	55120.10
Furniture and Fixtures	109.84	3.26	1.25	111.85	46.61	10.98	0.38	57.21	54.64	63.23
Office Equipments and Computers	162.56	182.77	0.00	345.33	128.01	10.73	0.00	138.74	206.59	34.55
Vehicles	39.82	0.00	0.00	39.82	23.08	3.94	0.00	27.02	12.80	16.74
Total Tangible Assets	72598.45	905.55	1.25	73502.75	14138.92	3459.25	0.38	17597.79	55904.96	58459.53
Intangible Assets:										
Computer software	908.00	30.15	0.00	938.15	368.16	174.03	0.00	542.19	395.96	539.84
Total Tangible and Intangible Assets	73506.45	935.70	1.25	74440.90	14507.08	3633.28	0.38	18139.98	56300.92	58999.37
Capital Work-in-Progress									173.44	296.41
Total									56474.36	59295.78

¹ Value of Plant and Machinery includes Rs.1207.15 Lakhs being cost of Plant and machinery installed in the premises of third party on "License to use" basis. This amount is depreciated over the term of license / agreement.

² Pursuant to enactment of the Companies Act, 2013, the company has applied the estimated useful lives as specified in Schedule II, except in respect of certain assets as disclosed in Accounting Policies of Depreciation on Fixed Assets. Accordingly the unamortised carrying value is depreciated over the revised / remaining useful lives. In case of fixed assets whose useful life have expired on or before 1st April 2014, the balance depreciable amount of Rs. 47.74 lakhs was provided as depreciation during the financial year 2014-15 by debit to opening balance of Profit and Loss Account.

2016 2015
Rs.Lakhs Rs.Lakhs

12. LONG-TERM LOANS AND ADVANCES

Unsecured and Considered good :

Capital Advances **59134.20** 59134.20

Other Loans and Advances :

Housing Loan and other Loans to Employees **31.16** 42.51

Electricity Board Deposit **268.70** 374.80

59434.06 59551.51

Less : Provision for Doubtful Advances **359.80** 359.80

59074.26 59191.71

CURRENT ASSETS

13. INVENTORIES

Stores / Spares (including coal, fuel and packing material) **3024.73** 3250.43

Raw Materials **328.69** 497.75

Work-in-Process **71.60** 86.86

Semi-finished Goods **456.98** 491.61

Finished Goods **308.55** 343.80

4190.55 4670.45

TRINETRA CEMENT LIMITED

	2016	2015
	Rs.Lakhs	Rs. Lakhs
14. TRADE RECEIVABLES		
Outstanding for more than six months	22.72	35.87
Other debts	1108.77	1219.69
Total - Sundry Debtors, considered good	<u>1131.49</u>	<u>1255.56</u>
15. CASH AND CASH EQUIVALENTS		
Cash on Hand	8.44	8.83
Cash at Banks	17.99	9.15
Total	<u>26.43</u>	<u>17.98</u>
Margin Deposits with banks	9.25	8.52
Total Cash and Cash Equivalents	<u>35.68</u>	<u>26.50</u>
16. SHORT-TERM LOANS AND ADVANCES (Unsecured and considered good)		
Advance for goods	7211.49	7242.73
Prepaid Expenses	47.25	37.13
Other Advances	439.53	507.49
Deposits	122.34	83.64
	<u>7820.61</u>	<u>7870.99</u>
	2015-16	2014-15
	Rs. Lakhs	Rs.Lakhs
17. REVENUE FROM OPERATIONS		
Sales including Excise Duty	56069.21	55371.23
Other Operating Revenues:		
Trade Sales	334.58	1585.03
Revenue from Operations Including Excise Duty	<u>56403.79</u>	<u>56956.26</u>
Less : Excise Duty	<u>(6978.08)</u>	<u>(6993.28)</u>
	<u>49425.71</u>	<u>49962.98</u>
18. OTHER NON-OPERATING INCOME		
Rent Recovery	0.37	0.41
Profit on Sale of Assets	0.01	1.65
Interest Income	33.50	18.16
Miscellaneous Income	125.77	213.22
Total Other Income	<u>159.65</u>	<u>233.44</u>
19. COST OF MATERIALS CONSUMED		
Raw Material Consumed		
Opening Stock	497.76	244.57
Add: Purchases	5401.43	5953.04
Own Quarrying (Net) (Refer Note No.31)	<u>2568.36</u>	<u>2424.87</u>
Less: Closing Stock	<u>328.69</u>	<u>8377.91</u>
Total Raw Materials Consumed	<u>8138.86</u>	<u>8124.72</u>
20. PURCHASES OF STOCK-IN-TRADE		
Trade Purchases	<u>302.52</u>	<u>1343.81</u>



	Rs. Lakhs	2015-16 Rs.Lakhs	Rs.Lakhs	2014-15 Rs. Lakhs
21. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS				
Opening Stock:				
Work-in-Process	86.86		79.69	
Semi-finished Goods	491.61		395.47	
Finished Goods	<u>343.80</u>	<u>922.27</u>	<u>829.29</u>	1304.45
Closing Stock:				
Work-in-Process	71.60		86.86	
Semi-finished Goods	456.98		491.61	
Finished Goods	<u>308.55</u>	<u>837.13</u>	<u>343.80</u>	<u>922.27</u>
Total (Increase) / Decrease in stock		<u>85.14</u>		<u>382.18</u>
22. EMPLOYEE BENEFITS EXPENSE				
Salaries, Wages and Bonus		2470.53		2538.93
Contribution to Provident Fund		83.98		78.50
Gratuity		8.16		89.01
Superannuation		72.25		68.00
Employees' Provident Fund Administration Charges		5.99		6.96
Workmen and Staff Welfare Expenses		228.43		235.13
Unavailed leave / leave encashment		84.14		(53.88)
		<u>2953.48</u>		<u>2962.65</u>
23. FINANCE COSTS				
Interest expense		2739.15		2958.90
Other borrowing costs		411.37		706.49
Bank Charges		5.23		17.09
Loss on foreign currency transactions and translation		40.25		34.89
		<u>3196.00</u>		<u>3717.37</u>
24. MANUFACTURING AND OTHER OPERATING EXPENSES				
Stores Consumed		356.25		480.23
Power and Fuel		11764.92		13737.58
Repairs & Maintenance		1174.37		1080.64
Excise Duty on stock adjustment		4.75		(106.16)
		<u>13300.29</u>		<u>15192.29</u>

TRINETRA CEMENT LIMITED

	Rs. Lakhs	2015-16 Rs.Lakhs	Rs.Lakhs	2014-15 Rs. Lakhs
25. ADMINISTRATION AND OTHER CHARGES				
Insurance		57.16		63.65
Rates and Taxes		14.65		611.16
Printing and Stationery		13.18		14.82
Postage, Telephones and Telegrams		31.71		33.14
Other Administration Expenses		466.04		388.80
Consultancy / Legal Fees		16.18		30.67
Auditors' Expenses:				
Statutory Audit Fees	5.00		5.00	
Cost Audit Fees	1.00		1.00	
Certifications / Others	2.25		2.81	
Tax Audit / Other Services	2.34		0.00	
Travel / out of pocket expenses	1.23	11.82	2.06	10.87
		<u>610.74</u>		<u>1153.11</u>
26. SELLING AND DISTRIBUTION EXPENSES				
Packing Charges		2207.40		2189.14
Additional Sales Tax		249.33		234.81
Freight outwards		10872.40		10657.32
Advertisement		188.35		127.13
Canvassing Commission		787.39		702.01
Others		2128.21		2280.73
		<u>16433.08</u>		<u>16191.14</u>
27. COMPUTATION OF EARNINGS / LOSS PER SHARE (EPS)				
Earnings				
Profit / (Loss) after tax but before extraordinary items (Rs. in lakhs)		931.97		(2417.69)
Less: Dividend on Preference Shares including Dividend Distribution tax		(108.32)		(107.99)
Profit / (Loss) after tax and extraordinary items (Rs. in lakhs)		823.65		(2525.68)
No. of Equity Shares- Weighted average (in lakhs)		44.75		44.75
Earnings Per Share- Basic and Diluted (Face Value- Rs.10 per share):				
Before extraordinary items (Rs.)		18.40		(56.43)
After extraordinary items (Rs.)		18.40		(56.43)



Non-Current Portions		Current Maturities		Total	
2016	2015	2016	2015	2016	2015
Rs. Lakhs	Rs. Lakhs	Rs. Lakhs	Rs. Lakhs	Rs. Lakhs	Rs. Lakhs

28. SECURITY FOR SECURED BORROWINGS

Secured

Term Loans

From Others

IndoStar Capital Finance Limited	12477.96	16146.37	3415.02	272.00	15892.98	16418.37
Total Secured Loans from others	<u>12477.96</u>	<u>16146.37</u>	<u>3415.02</u>	<u>272.00</u>	<u>15892.98</u>	<u>16418.37</u>
Total Secured long-term borrowings	<u>12477.96</u>	<u>16146.37</u>	<u>3415.02</u>	<u>272.00</u>	<u>15892.98</u>	<u>16418.37</u>

The above secured long-term borrowings are repayable in 44 monthly instalments. The Next instalment is due on 05th April, 2016 and the last instalment falls due on 05th November 2019.

SECURITY CLAUSE

Term Loans are secured in favour of Axis Trustee Services Limited, the Security Trustee for the Lender IndoStar Capital Finance Limited by hypothecation of Company's movable properties, both present and future, including current assets, movable machinery, machinery spares, tools and accessories, tangible and intangible assets of the Company, subject to prior charges on current assets created / to be created in favour of Company's bankers for securing the working capital facilities and further secured by a first pari passu charge on all the fixed assets of the Cement Plant and Thermal Power Plant, at Banswara Rajasthan, pledge of shares held by Promoters and Corporate Guarantee from The India Cements Limited.



29. Commitments

a. Estimated amounts of Capital Expenditure Commitments (Net of Advances)	316.57	124.81
b. Arrears of fixed cumulative dividend on Preference Shares	454.43	364.44

30. Monies for which the Company is contingently Liab

a. Letter of Credit Opened By Bankers	200.22	436.91
b. Bank Guarantees Outstanding	51.66	191.53
c. Claims against the company not acknowledged as debts		
(i) Tax demands under dispute	2313.11	2225.43
(ii) Other Claims	0.00	0.00

31. Raw Materials consumed

Own Quarrying includes:

(i) Salaries & Wages	140.96	96.96
(ii) Stores Consumed	4.51	113.90
(iii) Royalty	1274.79	1160.54

32. Repairs and Maintenance includes Stores & Spares

	1106.25	970.47
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TRINETRA CEMENT LIMITED

	2016 Rs.Lakhs	2015 Rs.Lakhs
33. Detailed quantitative information of goods manufactured during the Report Period		
(a) Installed capacity in Tonnes per annum (as certified by the management and relied upon by the auditors)	1500000	1500000
(b) Production in Tonnes	1345833	1209615
(c) Sales - Quantity in Tonnes - Cement (Excluding trade sales)	1346830	1222114
Sales - Quantity in Tonnes - Clinker	0	0
Sales - Value of Cement (Excluding trade sales)	48756.55	47675.95
Sales - Value of Clinker	0.00	0.00
(d) Opening Stock of Cement produced in Tonnes	10641.00	23140.00
Value	343.80	755.77
(e) Closing stock of Cement produced in Tonnes	9643.00	10641.00
Value	308.55	343.80
34. Value of import on CIF basis (On Payment Basis)		
(a) Raw Materials	Nil	136.36
(b) Fuel	2346.75	4255.33
(c) Spare Parts and Components	22.46	12.75
(d) Capital goods	Nil	Nil
35. Expenditure and earnings in Foreign Currency (on payment basis)	3.08	Nil
36. Details of imported and indigenous materials consumed during the year		
Raw materials:		
Imported	487.59	428.14
Indigenous	7651.27	7696.58
Total	8138.86	8124.72
Percentage to Total Consumption		
Raw materials:		
Imported	5.99%	5.27%
Indigenous	94.01%	94.73%
Total	100.00%	100.00%
Spare Parts and Components:		
Imported	40.93	21.06
Indigenous	315.74	215.56
Total	356.67	236.62
Percentage to Total Consumption		
Spare Parts and Components:		
Imported	11.48%	8.90%
Indigenous	88.52%	91.10%
Total	100.00%	100.00%



	2016 Rs.Lakhs	2015 Rs.Lakhs
37. Details of Raw Materials consumed		
Quantity in Tonnes:		
Limestone	1358175	1201291
Gypsum	80737	85760
Others	408110	352358
Value:		
Limestone	2568.36	2424.87
Gypsum	1803.46	1742.45
Others	3767.04	3957.40
Total	8138.86	8124.72

38. There are no dues to Micro, Small and Medium Enterprises which are outstanding as at the Balance Sheet date and there were no delays as per the provisions of the Micro, Small and Medium Enterprises Development Act, 2006 in payment of dues to such enterprises. 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 Company and has been relied upon by the auditors.

39. Related Party Disclosures

(Related party relationships are identified by the company and relied upon by the auditors)

A. Names of the related parties and the nature of the relationship:

The India Cements Limited	Ultimate Holding Company and Holding Company of ICL Financial Services Limited
ICL Financial Services Limited	Holding Company
Trishul Concrete Products Limited	Fellow Subsidiary
Key Management personnel [KMP]:	
Sri T.S.Raghupathy	Manager

	2016 Rs.Lakhs	2015 Rs.Lakhs
B. Transactions with Related Parties:		
Purchase of Goods	303.18	907.24
Sale of Goods	10.60	0.00
Loan Outstanding	33542.66	37430.30
Corporate Guarantee	18500.00	18500.00
Transactions with KMP	Nil	Nil

40. Deferred Taxation

- (a) Provision for Income tax / Minimum Alternate Tax (MAT) is not provided in accounts, as Company has unabsorbed Business Losses brought forward from previous year.
- (b) In view of the losses incurred by the Company during last few years, the Company has accumulated net deferred tax assets of Rs.4077.32 Lakhs as on 31.03.2016 (4659.25 Lakhs as on 31.03.2015) in terms of provisions of Accounting Standard 22 "Accounting for Taxes on Income", issued by the Institute of Chartered Accountants of India. However, following prudent accounting policy and the guidelines contained in paragraphs 15 to 18 of the said Accounting Standard, the management has decided not to make the adjustment in the books of accounts for the value of the said deferred tax assets until such time that there is reasonable certainty of realisation of the said deferred tax assets against sufficient future taxable income.

TRINETRA CEMENT LIMITED

41. Employee Benefits

The details of parameters adopted for valuation of post-employment benefit plans and leave benefits, as per Accounting Standard 15 issued by ICAI, are as under:

(a) Leave of absence and encashment:

The Company has different leave plans including paid leave of absence plans and encashment of leave plans for employees at different grades and provision has been made in accordance with Accounting Standard 15. The total amount of provision available for the unavailed leave balances as at 31st March 2016 is Rs.307.15 Lakhs (31st March 2015 is Rs.251.94 Lakhs).

(b) Gratuity:

The employees are eligible for Gratuity benefits as per the Payment of Gratuity Act, 1972. The Gratuity Scheme is governed by a Trust created for this purpose by The India Cements Ltd (Ultimate holding Company). The Company has made a provision for Gratuity for Rs.8.16 Lakhs as per the actuarial valuation.

(c) Contribution to Pension fund:

The company offers pension plans for managerial grade employees. Employees are eligible for Defined contribution plan of pension. The defined contribution plan is managed by Life Insurance Corporation of India. The total amount of contribution payable under defined contribution plan is Rs 72.24 lakhs for year ended 31st March 2016 (year ended 31st March 2015: Rs.68.00 Lakhs).

42. Segment Results: The company operates in single segment, i.e.,Cement.

43. Previous year's figures have been regrouped wherever necessary.

As per our Report of even date

For CHATURVEDI SK & FELLOWS
Chartered Accountants

SRIKANT CHATURVEDI
Partner
Firm Regn. No. 112627W
Partner's Membership No. 70019
Place : Chennai
Date : 26th May, 2016

N.SRINIVASAN
Chairman

R.SRINIVASAN
CFO

B.SRINIVASA RAO
Company Secretary

RUPA GURUNATH
Director

T.S.RAGHUPATHY
Director

V.M.MOHAN
Director