

PUBLIC ANNOUNCEMENT FOR THE ATTENTION OF THE SHAREHOLDERS OF

Aditya Birla Capital Ltd.
(Formerly known as Aditya Birla Financial Services Ltd.)

Registered Office: Indian Rayon Compound, Veraval, Gujarat - 362 266.
+91 2876 245711 | abc.secretarial@adityabirla.com | www.adityabirlacapital.com
CIN: U67120GJ2007PLC058890



Statutory Advertisement of Aditya Birla Capital Limited ("ABCL" or the "Company") in compliance of sub-clause (b) of clause II (A) of Securities and Exchange Board of India (SEBI) Circular no. CIR/CFD/CMD/16/2015 dated November 30, 2015 read with Sub-Rule (7) of Rule 19 of the Securities Contract (Regulation) Rules, 1957 ("SCRR") pursuant to grant of relaxation by SEBI from the applicability of Rule 19 (2) (b) of SCRR.

About the Scheme of Arrangement

A Scheme of Arrangement was entered into between Aditya Birla Nuvo Limited ("ABNL"), Grasim Industries Limited ("Grasim") and the Company and their respective shareholders and creditors pursuant to the provisions of Sections 391 to 394 of the Companies Act, 1956 and other applicable provisions of the Companies Act, 2013 and Sections 230 to 232 of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (to the extent notified and applicable) and was sanctioned by the National Company Law Tribunal, Ahmedabad Bench ("NCLT") on June 1, 2017 (the "Scheme of Arrangement" or the "Scheme"). Under the Scheme of Arrangement, inter alia, the following events have taken place:

- amalgamation of ABNL into Grasim with effect from Effective Date 1 i.e. July 1, 2017;
- subsequent to this amalgamation, the demerger of the financial services business of the amalgamated Grasim and transfer of the same to the Company with effect from Effective Date 2 i.e. July 4, 2017;
- issuance and allotment of equity shares of Grasim to those equity shareholders of ABNL who have been determined as the members of ABNL for the purpose of such issuance on Record Date 1 i.e. July 6, 2017; and
- issuance and allotment of equity shares of the Company to those equity shareholders of Grasim who have been determined as the members of Grasim for the purpose of such issuance on Record Date 2 i.e. July 20, 2017.

Pursuant to the completion of the events listed in (a) to (d) above, the Company has further applied to BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE") (together referred to as the "Stock Exchanges") for listing of its equity shares and has filed an Information Memorandum dated August 16, 2017 with the Stock Exchanges which is available at <http://adityabirlacapital.com/Pages/Investors/FinReports.aspx> (the "Information Memorandum").

A. Name and address of Registered Office

Company Name: Aditya Birla Capital Limited (Formerly known as Aditya Birla Financial Services Limited)
Registered Office: Indian Rayon Compound, Veraval - 362266, Gujarat
Tel: +91 2876 243257
Fax: +91 2876 243220
The Registered Office was changed from 'A-1, Aditya Birla Centre, S.K. Ahire Marg, Worli, Mumbai, 400 030' to 'Indian Rayon Compound, Veraval, Gujarat, 362 266' with effect from December 15, 2009.

B. Details of change of name and/or object clause

The Company was originally incorporated on October 15, 2007 under the Companies Act, 1956 as Aditya Birla Financial Services Private Limited with the Registrar of Companies, Maharashtra at Mumbai. The Company was converted to a public limited company and the name of the Company was changed to Aditya Birla Financial Services Limited and a fresh certificate of incorporation was issued on December 4, 2014 by Registrar of Companies, Gujarat at Ahmedabad (the "ROC"). Further, the name of the Company was changed to Aditya Birla Capital Limited and a fresh certificate of incorporation was issued by the ROC on June 21, 2017. There is no change in the Object Clause of the Company since its incorporation.

C. Capital structure - pre and post scheme of arrangement

Pre Scheme of Arrangement

Particulars	Amount (in Rupees)
Authorised Share Capital	
400,00,00,000 Equity shares of ₹10/- each	4,000,00,00,000
Total	4,000,00,00,000
Issued, Subscribed and Paid-up Share Capital	
1,28,06,40,000 ⁽¹⁾ Equity Shares of ₹10/- each fully paid-up	1,280,64,00,000

⁽¹⁾ In accordance with clause 20.13 of the Scheme, our Company issued and allotted 48,400,000 Equity Shares to P I Opportunities Fund - I on a private placement basis on June 30, 2017.

Post Scheme of Arrangement

Particulars	Amount (in ₹)
Authorised Share Capital	
400,00,00,000 Equity shares of ₹10 each	4,000,00,00,000
Total	4,000,00,00,000
Issued, Subscribed and Paid-up Share Capital	
220,09,06,951 ⁽¹⁾ Equity Shares of ₹10 each fully paid-up	2,200,90,69,510 ⁽¹⁾

⁽¹⁾ Pursuant to the Scheme, 92,02,66,951 Equity Shares of ₹10 each of the Company were issued and allotted to the Shareholders of Grasim Industries Limited in the ratio of 7 : 5 on account of demerger on August 14, 2017.

D. Shareholding pattern of the Company

- Name of Listed Entity: **ADITYA BIRLA CAPITAL LIMITED**
- Scrp Code/Name of Scrp/Class of Security: EQUITY SHARES
- Share Holding Pattern Filed under: Reg. 31(1)(a)/Reg.31(1)(b)/Reg.31(1)(c)
 - if under 31(1)(b) then indicate the report for period ending 20/07/2017
 - if under 31(1)(c) then indicate date of allotment/extinguishment
- Declaration : The Listed entity is required to submit the following declaration to the extent of submission of information:

Particulars	YES*	NO*
a Whether the Listed Entity has issued any partly paid up shares	YES*	NO*
b Whether the Listed Entity has issued any Convertible Securities or Warrants?	YES*	NO*
c Whether the Listed Entity has any shares against which depository receipts are issued?	YES*	NO*
d Whether the Listed Entity has any shares in locked-in?	YES*	NO*
e Whether any shares held by promoters are pledged or otherwise encumbered?	YES*	NO*

*if the Listed Entity selects the option "NO" for the questions above, the columns for the partly paid up shares, Outstanding Convertible Securities/Warrants, depository receipts, locked-in shares, No of shares pledged or otherwise encumbered by promoters, as applicable, shall not be displayed at the time of dissemination on the Stock Exchange website. Also wherever there is 'No' declared by Listed entity in above table the values will be considered as 'Zero' by default on submission of the format of holding of specified securities.

5 The tabular format for disclosure of holding of specified securities is as follows:

Table I - Summary Statement holding of specified securities

Category	No of Shareholders	No of fully paid up equity shares held	No of Partly paid-up equity shares held	No of Shares Underlying Depository Receipts	Total No of Shares Held (IV+V+VI)	Shareholding as a % of total no of shares (A+B+C2)	Number of Voting Rights held in each class of securities			No of Shares Underlying Outstanding convertible securities (Including Warrants)	Shareholding as a % assuming full conversion of convertible Securities (as a percentage of diluted share capital)	Number of Locked in Shares	Number of Shares pledged or otherwise encumbered	Number of equity shares held in dematerialized form
							Class X	Class Y	Total					
(i)	(ii)	(iii)	(iv)	(v)	(vi)	(vii)	(viii)	(ix)	(x)	(xi)	(xii)	(xiii)	(xiv)	
(A) Promoter & Promoter Group	29	158172067	0	0	158172067	3.95	0	0	0	0	0	0	0	158172067
(B) Public	263084	59881429	0	0	59881429	14.72	0	0	0	0	0	0	0	59881429
(C) Non Promoter-Non Public	0	0	0	0	0	0.00	0	0	0	0	0	0	0	0
(C1) Shares underlying DRs	0	0	0	0	0	0.00	0	0	0	0	0	0	0	0
(C2) Shares held by Employees/Trusts	0	0	0	0	0	0.00	0	0	0	0	0	0	0	0
Total	263113	218043496	0	0	218043496	5.42	0	0	0	0	0	0	0	218043496

Table II - Statement showing shareholding pattern of the Promoter and Promoter Group

Category	Category & Name of the Shareholder	PAN	No of Shareholders	No of fully paid up equity shares held	No of Partly paid-up equity shares held	No of Shares Underlying Depository Receipts	Total No of Shares Held (IV+V+VI)	Shareholding as a % of total no of shares (calculated as per SCRR, 1957 (VII) As a % of (A+B+C2)	Number of Voting Rights held in each class of securities			No of Shares Underlying Outstanding convertible securities (Including Warrants)	Shareholding as a % assuming full conversion of convertible Securities (as a percentage of diluted share capital) (VII)+(X) As a % of (A+B+C2)	Number of Locked in Shares	Number of Shares pledged or otherwise encumbered	Number of equity shares held in dematerialized form	
									Class X	Class Y	Total						
(i)	(ii)	(iii)	(iv)	(v)	(vi)	(vii)	(viii)	(ix)	(x)	(xi)	(xii)	(xiii)	(xiv)				
(1) Indian																	
(a) Individuals/Hindu undivided Family			5	1219624	0	0	1219624	0.06	1219624	0	1219624	0.06	0	0	0	1219624	
(b) Central Government/State Government(s)			0	0	0	0	0	0.00	0	0	0	0.00	0	0	0	0	
(c) Financial Institutions/Banks			0	0	0	0	0	0.00	0	0	0	0.00	0	0	0	0	
(d) Any Other			19	1566452443	0	0	1566452443	71.17	1566452443	0	1566452443	71.17	0	0	1566452443		
(1) BIRLA CONSULTANTS LIMITED	AAACB4330R		1	122334	0	0	122334	0.01	122334	0	122334	0.01	0	0	122334		
(1) BIRLA INDUSTRIAL FINANCE (INDIA) LIMITED	AAACB4394F		1	122479	0	0	122479	0.01	122479	0	122479	0.01	0	0	122479		
(1) BIRLA INDUSTRIAL INVESTMENTS (INDIA) LIMITED	AAACB4397G		1	26119	0	0	26119	0.00	26119	0	26119	0.00	0	0	26119		
(1) ECE INDUSTRIES LTD.	AAACE1936C		1	471931	0	0	471931	0.02	471931	0	471931	0.02	0	0	471931		
(1) GRASIM INDUSTRIES LIMITED	AAACG4464B		1	123240000	0	0	123240000	55.99	123240000	0	123240000	55.99	123240000	100.00	123239940		
(1) HINDALCO INDUSTRIES LIMITED	AAACH1201R		1	39511455	0	0	39511455	1.80	39511455	0	39511455	1.80	0	0	39511455		
(1) BIRLA GROUP HOLDINGS PRIVATE LIMITED	AAACR2250C		1	7668178	0	0	7668178	0.35	7668178	0	7668178	0.35	0	0	7668178		
(1) RAJATRA HOLDINGS PRIVATE LIMITED	AAACR2896D		1	938	0	0	938	0.00	938	0	938	0.00	0	0	938		
(1) UMANG COMMERCIAL COMPANY PRIVATE LIMITED	AAACU3731B		1	37444766	0	0	37444766	1.70	37444766	0	37444766	1.70	0	0	37444766		
(1) VIKRAM HOLDINGS PVT LTD	AAACV1713C		1	1050	0	0	1050	0.00	1050	0	1050	0.00	0	0	1050		
(1) VAIBHAV HOLDINGS PRIVATE LIMITED	AAACV1889K		1	938	0	0	938	0.00	938	0	938	0.00	0	0	938		
(1) BIRLA INSTITUTE OF TECHNOLOGY AND SCIENCE	AAATB2599R		1	925687	0	0	925687	0.04	925687	0	925687	0.04	0	0	925687		
(1) Piani Investment And Industries Corporation Ltd.	AAABCP7642R		1	31673756	0	0	31673756	1.44	31673756	0	31673756	1.44	0	0	31673756		
(1) RENUKA INVESTMENTS & FINANCE LIMITED	AAABCR260P		1	339059	0	0	339059	0.02	339059	0	339059	0.02	0	0	339059		
(1) IGH HOLDINGS PRIVATE LIMITED	AAABCT4426F		1	46887810	0	0	46887810	2.13	46887810	0	46887810	2.13	0	0	46887810		
(1) TURJOISE INVESTMENT AND FINANCE PRIVATE LIMITED	AAABCT5911H		1	58967770	0	0	58967770	2.68	58967770	0	58967770	2.68	0	0	58967770		
(1) TRAPTI TRADING AND INVESTMENTS PRIVATE LIMITED	AAABCT6006B		1	58135303	0	0	58135303	2.64	58135303	0	58135303	2.64	0	0	58135303		
(1) TGS INVESTMENT & TRADE PRIVATE LIMITED	AAABCT6593K		1	50234905	0	0	50234905	2.28	50234905	0	50234905	2.28	0	0	50234905		
(1) MANAV INVESTMENT AND TRADING CO. LTD.	AAACMO875E		1	1677965	0	0	1677965	0.08	1677965	0	1677965	0.08	0	0	1677965		
Sub-Total (A)(1)			24	1567672067	0	0	1567672067	71.23	1567672067	0	1567672067	71.23	1232240000	100.00	1677965	0.11	1567672067
(2) Foreign																	
(a) Individuals (Non-Resident Individuals/Foreign Individuals)			0	0	0	0	0	0.00	0	0	0	0.00	0	0	0	0	
(b) Government			0	0	0	0	0	0.00	0	0	0	0.00	0	0	0	0	
(c) Institutions			0	0	0	0	0	0.00	0	0	0	0.00	0	0	0	0	
(d) Foreign Portfolio Investor			0	0	0	0	0	0.00	0	0	0	0.00	0	0	0	0	
(e) Any Other			5	0	0	0	33616128	1.53	33616128	0	33616128	1.53	0	0	0	0	33616128
(1) Indo Bharat Rayon			1	0	0	0	28005628	1.27	28005628	0	28005628	1.27	0	0	0	0	28005628
(1) P T Sunrise Bunt Textiles			1	0	0	0	1776250	0.08	1776250	0	1776250	0.08	0	0	0	0	1776250
(1) P T elegant Textile Industry			1	0	0	0	1132250	0.05	1132250	0	1132250	0.05	0	0	0	0	1132250
(1) Thai Rayon Public Company Limited			1	0	0	0	2695000	0.12	2695000	0	2695000	0.12	0	0	0	0	2695000
(1) Surya Kiran Investments Pte Limited			1	0	0	0	7000	0.00	7000	0	7000	0.00	0	0	0	0	7000
Sub-Total (A)(2)			5	0	0	0	33616128	1.53	33616128	0	33616128	1.53	0	0	0	0	33616128
Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)			29	1567672067	0	0	1601288195	72.76	1601288195	0	1601288195	72.76	1232240000	100	1677965	0.10	1601288195

Table III - Statement showing shareholding pattern of the Public shareholder

Category	Category & Name of the Shareholder	PAN	No of Shareholders	No of fully paid up equity shares held	No of Partly paid-up equity shares held	No of Shares Underlying Depository Receipts	Total No of Shares Held (IV+V+VI)	Shareholding as a % of total no of shares (A+B+C2)	Number of Voting Rights held in each class of securities			No of Shares Underlying Outstanding convertible securities (Including Warrants)	Shareholding as a % assuming full conversion of convertible Securities (as a percentage of diluted share capital)	Number of Locked in Shares	Number of Shares pledged or otherwise encumbered	Number of equity shares held in dematerialized form
									Class X	Class Y	Total					
(i)	(ii)	(iii)	(iv)	(v)	(vi)	(vii)	(viii)	(ix)	(x)	(xi)	(xii)	(xiii)	(xiv)			
(1) Institutions																
(a) Mutual Funds			204	46256707	0	0	46256707	2.10	46256707	0	46256707	2.10	0	0	0	46195958
(b) Venture Capital Funds			0	0	0	0										

E. Names and shareholding of ten largest shareholders of the Company:

Sl. No.	Name of the Shareholder	No. of Equity Shares	Percentage of the paid up share capital (%)
1.	Grasim Industries Limited	1,23,22,40,000	55.99
2.	Citibank N.A. New York, NYADR Department*	6,44,22,405	2.93
3.	Turquoise Investments And Finance Private Limited	5,89,67,770	2.68
4.	Trapti Trading & Investments Private Limited	5,81,35,303	2.64
5.	Life Insurance Corporation Of India	5,34,32,489	2.43
6.	TGS Investment & Trade Private Limited	5,02,34,905	2.28
7.	PI Opportunities Fund- I	4,84,00,000	2.20
8.	IGH Holdings Private Limited	4,68,87,810	2.13
9.	Hindalco Industries Limited	3,95,11,455	1.80
10.	Umang Commercial Company Private Limited	3,74,44,766	1.70
	Total	1,68,96,76,903	76.77

*Includes 3,36,16,128 Equity Shares underlying proposed GDRs to be held by Promoter Group companies and 3,08,06,277 equity shares underlying proposed GDRs to be held by Public.

F. Details of the Promoter of the Company

Grasim Industries Limited is the Promoter of our Company.

Details of our Promoter

Grasim Industries Limited was incorporated as The Gwalior Rayon Silk Manufacturing (Weaving) Company Limited on August 25, 1947 in the then State of Gwalior under the provisions of the Gwalior Companies Act (1 Samvat 1963). The name of The Gwalior Rayon Silk Manufacturing (Weaving) Company Limited was subsequently changed to the current name i.e. Grasim Industries Limited with effect from July, 22 1986. The CIN of Grasim Industries Limited is L1712AMP1947PLC000410.

Registered Office**Grasim Industries Limited**

Birlagram, Nagda, District Ujjain

Madhya Pradesh – 456 331, India

Tel: Corporate Office: +91 2266525000/2499500

Fax: 91 2266525114

E-mail: grasim.secretarial@adityabirla.com

Website: www.grasim.com

Grasim is engaged in the business of manufacturing of viscose staple fibre, textiles, chemicals and cement. The equity shares of Grasim are listed on BSE Limited and National Stock Exchange of India Limited. The Global Depository Receipts ("GDR") issued by Grasim are listed on the Luxembourg Stock Exchange.

G. Business of the Company and its Management

ABCL was incorporated on October 15, 2007 and is registered with the RBI as a non-deposit taking systemically important core investment company ("CIC-ND-SI"). It is the holding company of all the financial service businesses of the Aditya Birla Group. It has a significant presence across several business sectors including NBFC, asset management, life insurance, health insurance and wellness, housing finance, private equity, general insurance broking, wealth management, broking, online personal finance management, and pension fund management.

For further details, please refer to the section "Summary of our Business" on page 22 of the Information Memorandum.

Management:

Name	Designation
Arun Adhikari	Independent Director
Pinky Mehta	Whole-time Director and Chief Financial Officer
Puranam Hayagreva Ravikumar	Independent Director
Shriram Jagetia	Non-Executive Director
Subhash Chandra Bhargava	Independent Director
Vijayalakshmi Rajaram Iyer	Independent Director

Further, please note that the Nomination and Remuneration Committee of the Board of Directors of the Company has recommended appointment of Mr. Kumar Mangalam Birla, Dr. Sanjiv Misra and Mr. Sushil Agarwal as additional (non-executive) directors of the Company and has further recommended appointment of Mr. Ajay Srinivasan as the Managing Director of the Company, subject to requisite statutory approvals (including prior approval from the RBI) and approvals from the Board of Directors and Shareholders of the Company.

For further details, please refer to the section "Our Management" on page 140 of the Information Memorandum.

H. Reason / Rationale for the Scheme of Arrangement

The reason / rationale for the Scheme of Arrangement, as mentioned in its clause C of the Scheme, is as follows:

- The proposed restructuring will create a large and well diversified company, having a portfolio of leading manufacturing and services businesses with healthy mix of steady cash flows and long-term growth opportunities.
- The Demerged Company will be participating in high growth financial services business and tap opportunities available in a low penetrated market with support from its strong balance sheet.
- The proposed demerger of the financial services business to our Company will unlock value for the equity shareholders of our Company, attract investors and provide better flexibility in accessing capital.
- It is believed that this Scheme will create enhanced value for our equity shareholders and allow a focused growth strategy which would be in the best interests of all the stakeholders. The restructuring proposed by this Scheme will also provide flexibility to the investors to select investments which best suit their investment strategies and risk profile.

I. Financial Statements of the Company for the previous three years prior to the date of listing

The following tables set forth the summary financial statements derived from ABCL's audited consolidated financial statements as of, and for the years ended, March 31, 2017, 2016 and 2015. These financial statements have been prepared in accordance with the Indian GAAP and the Companies Act.

The summary financial statements of ABCL presented below should be read in conjunction with such financial statements, notes and annexures thereto included in the section "Financial Statements" on page F-1 of the Information Memorandum dated August 16, 2017 filed with the Stock Exchanges and available at <http://adityabirlacapital.com/Pages/Investors/FinReports.aspx>.

ABCL – Summary Consolidated Statement of Assets and Liabilities

Particulars	(in ₹ million)		
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	12,322	25,336	19,146
Reserves and Surplus	53,632	19,212	10,556
Equity Attributable to Owners of the Parent	65,954	44,548	29,702
Non Controlling Interest	19,518	7,557	3,069
Total Equity - (A)	85,472	52,105	32,771
Preference Share issued by Subsidiary Companies (B)	147	147	4,277
Non-Current Liabilities			
Long-Term Borrowings	1,81,935	1,43,466	87,987
Deferred Tax Liabilities (Net)	0	0	0
Other Long-Term Liabilities	1,775	2,027	398
Long-Term Provisions	2,860	1,790	1,400
Policyholders' Fund	3,21,997	-	-
Fund for Discontinued Policies	3,562	-	-
Fund for Future Appropriations	42	-	-
Sub Total - (C)	5,12,171	1,47,283	89,785
Current Liabilities			
Short-Term Borrowings	1,16,858	71,745	41,062
Short-Term Provisions	2,525	1,122	589
Trade Payables	7,800	2,070	1,841
Other Current Liabilities	48,046	25,942	26,096
Policyholders' Fund	5,442	-	-
Fund for Discontinued Policies	2,818	-	-
Fund for Future Appropriations	27	-	-
Sub Total - (D)	1,83,516	1,00,879	69,588
TOTAL (A+B+C+D)	7,81,307	3,00,415	1,96,421
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	1,069	418	289
Intangible Assets including goodwill on consolidation	6,707	2,719	2,556
Capital Work-in-Progress	11	0	1
Intangible Assets under Development	333	112	79
Non-Current Investments			
Investments of Life Insurance Business	90,019	-	-
Investments of Health Insurance Business	1,871	-	-
Other Investment	3,912	3,666	3,318
Assets Held to Cover Linked Liabilities of Life Insurance Business	2,20,870	-	-
Deferred Tax Assets(Net)	1,068	993	642
Long-term Loans and Advances	2,87,358	1,86,026	97,118
Other Non-Current Assets	422	11	10
Sub Total (E)	6,13,641	1,93,946	1,04,013
Current Assets			
Current Investments			
Investments of Life Insurance Business	4,774	-	-
Investments of Health Insurance Business	418	-	-
Other Investment	21,292	13,268	8,554
Assets Held to Cover Linked Liabilities of Life Insurance Business	28,007	-	-
Trade Receivable	3,693	1,786	1,242
Cash and Bank Balances	8,037	1,137	2,809
Short-Term Loans and Advances	94,378	86,417	78,257
Other Current Assets	7,066	3,862	1,546
Sub Total (F)	1,67,665	1,06,470	92,409
TOTAL (E+F)	7,81,307	3,00,415	1,96,421

ABCL – Summary Consolidated Statement of Profits and Losses

Particulars	(in ₹ million)		
	For the fiscal year ended		
	March 31, 2017	March 31, 2016	March 31, 2015
INCOME			
Revenue from operations	58,057	35,980	26,640
Other Income	802	712	479

TOTAL REVENUE (A)	58,859	36,691	27,119
EXPENSES			
Employee Benefit Expense	7,172	5,012	4,261
Provision for Doubtful Debts & contingencies (incl bad debts)	1,175	939	659
Depreciation & Amortisation	432	329	375
Interest Expenses and Other Charges/ relating to lending activity of Subsidiaries	22,882	15,999	11,053
Finance Cost	108	88	53
Benefit Paid (Insurance Business)	4,162	-	-
Change in valuation of liability in respect of life insurance policies in force	2,768	-	-
Other Expenses	9,502	5,637	5,115
TOTAL EXPENSES (B)	48,201	28,004	21,516
Exceptional Items-Impairment of Goodwill	0	0	414
PROFIT BEFORE TAX FOR THE YEAR (A-B)	10,658	8,687	5,189
Less :			
-Current Tax	3,805	3,729	2,254
-Write Back of Excess Provision for Tax	-4	-4	-
-Short/(Excess) Provision for Tax of Earlier Years (Net)	20	72	8
-Deferred Tax	-75	-351	-161
PROFIT AFTER TAX FOR THE YEAR	6,912	5,241	3,088
Profit for the Year Attributable to			
Owners of Parent	5,300	3,805	2,392
Minority Interest	1,612	1,436	696
Profit for the Year	6,912	5,241	3,088

ABCL - Summary Consolidated Cash Flow Statement

Particulars	31-Mar-17	31-Mar-16	31-Mar-15
CASH FLOW FROM OPERATING ACTIVITIES (A)			
Profit before tax Adjustment for non-cash item/items, to be disclosed separately	10657	8,686	5,190
Add:			
Exceptional Item	0	0	414
Depreciation and Amortisation Expenses	373	329	375
(Gain)/Loss on Sale of Investments	-569	-129	-343
(Gain)/Loss on Fixed Assets Sold	-1	-1	-3
Interest income – others	-162	-314	-94
Interest Expense Other Than NBFC	108	88	53
General Contingency Provision written back	0	198	0
Foreign Currency Translation Reserve	(4)	4	0
Change in valuation of liability in respect of life insurance policies in force	5,420	0	0
Dividend Income	-14	-27	-22
Total	5,151	148	380
Operating Profits before Changes in Working Capital Total (A)	15,808	8,834	5,570
Adjustment for Changes in working capital and provisions (B)			
Decrease/(Increase) in Loans and Advances	-11,021	-99,232	-58,964
Decrease/(Increase) in Other Assets	75	-25	-149
Increase/(Decrease) in Trade Payables	(360)	229	571
Increase/(Decrease) in Other Liabilities	25,033	5,710	2,171
Increase/(Decrease) in Provisions	2,008	401	332
Decrease/(Increase) in trade and Other Receivables	-964	-544	-39
Decrease/(Increase) in Stock of Securities	-2526	1,374	-3,509
Total	-87,755	-92,087	-59,587
Cash generated from operations Total (A + B)	-71,947	-83,253	-54,017
Taxes Paid (net of refunds) (C)	-3863	-3,721	-2,261
NET CASH USED IN OPERATING ACTIVITIES (A+B+C)	-75,810	-86,974	-56,278
CASH FLOW USED IN INVESTING ACTIVITIES (D)			
Sale/(Purchase) of Current Investments (Net)	-8425	-5,958	1,327
Purchase of fixed assets	-1,169	-481	-364
Sale of fixed assets	42	7	13
Acquisition of Additional Shares/Investment in Subsidiary	-12,270	-448	-725
Interest Received – Others	156	350	61
ICDs (Net)	90	-30	-290
Redemption of Long Term Investment	674	0	0
Bank Deposits more than 3 months (Net)	-112	157	-387
Dividend Income	14	27	22
NET CASH FROM INVESTING ACTIVITIES Total (D)	-21,000	-6,376	-343
CASH FLOW FROM FINANCING ACTIVITIES (E)			
Increase/(Decrease) in Borrowings	80,763	81,974	51,212
Proceeds of Preference Shares (Including shares issued by subsidiary)	700	7,550	7,161
Redemption of preference share	-14,711	0	0
Proceeds from Issue of Equity Shares (Including Securities Premium)	28,781	2,500	0
Dividend paid by subsidiaries to MI	-96	-79	-58
Dividend	-8	-8	0
Dividend Tax	-70	-14	-9
Interest paid (Other than NBFC)	-108	-86	-54
Dilution of stake in subsidiaries	3,344	0	0
NET CASH FROM FINANCING ACTIVITIES Total (E)	98,595	91,837	58,252
NET CHANGES IN CASH & CASH EQUIVALENTS (A+B+C)	1,785	-1,513	1,631
Cash And Cash Equivalents at the beginning of the year	553	2,066	436
Add : Cash and cash equivalents of a Subsidiary on acquisition thereof	4,991	0	0
Cash And Cash Equivalents at the end of the year	7,329	553	2,067
NET INCREASE OF CASH OR CASH EQUIVALENTS DURING THE YEAR	1,785	-1,513	1,631

Note: The group is preparing Consolidated Financial Statement for first time and is availing exemption from presenting comparatives for the cash flow statement given in transitional provision to Accounting Standard AS-21, "Consolidated Financial Statement" issued by the Institute of Chartered Accountants of India.

J. Latest audited financial statements**Consolidated Balance Sheet as at 31st March, 2017**

	Note No.	As at	
		31st March, 2017	31st March, 2016
			₹ in crore
EQUITY AND LIABILITIES			
(A) Shareholders' Funds			
Share Capital	2A	1,232.24	2,533.62
Reserves and Surplus	3	5,363.25	1,921.18
Equity Attributable to Owners of the Parent		6,595.49	4,454.80
Minority Interest		1,951.80	755.76
Total Equity	Sub-Total - (A)	8,547.29	5,210.56
(B) Preference Share issued by Subsidiary Companies	2B	14.70	14.70
(C) Non-Current Liabilities			
Long-term Borrowings	4A	18,193.50	14,346.59
Other Long-term Liabilities	5A	177.55	202.68
Long-term Provisions	6A	285.98	179.02
Policyholders' Fund		32,199.69	-
Fund for Discontinued Policies		356.19	-
Fund for Future Appropriations		4.20	-
Total	Sub-Total - (C)	51,217.11	14,728.29
(D) Current Liabilities			
Short-term Borrowings	4B	11,685.83	7,174.53
Trade Payables- total outstanding dues of - Micro enterprises and small enterprises		12.61	-
- Creditors other than micro enterprises and small enterprises		767.42	207.00
Other Current Liabilities	5B	4,804.59	2,594.21
Short-term Provisions	6B	252.57	112.24
Policyholders' Fund		544.21	-
Fund for Discontinued Policies		281.76	-
Fund for Future Appropriations		2.66	-
Total	Sub-Total - (D)	18,351.65	10,087.98
TOTAL (A)+(B)+(C)+(D)		78,130.75	30,041.53
ASSETS			
(E) Non-Current Assets			
Fixed Assets			
Tangible Assets	7A	106.96	41.84
Intangible Assets	7B	90.78	24.73
Capital Work-in-Progress		1.05	-

Standard (AS) – 21, "Consolidated Financial Statements". The Consolidated Financial Statements are prepared by applying uniform accounting policies in use at the Group.

The excess/deficit of cost to the Company of its investment over its portion of net worth in the consolidated entities at the respective dates, on which the investment in such entities was made, is recognised in the CFS as Goodwill/Capital reserve.

Minority Interest in the net assets of Subsidiaries consists of:

- The amount of equity attributable to the minorities at the date on which investment in Subsidiary is made.
- The minorities' share of movements in equity since the date the parent –subsidiary relationship came into existence.

Entities acquired during the year have been consolidated from the respective dates of their acquisition.

List of companies included in Consolidation are mentioned in Annexure A

V. TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible Fixed Assets are stated at cost, less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Each part of an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item is depreciated separately. This applies mainly to components for machinery. When significant parts of fixed assets are required to be replaced at intervals, the Group recognises such parts as individual assets with specific useful lives and depreciates them accordingly. Any trade discounts and rebates are deducted in arriving at the purchase price.

Depreciation on Tangible Fixed Assets is provided on Straight Line Method using the rates arrived at based on the useful lives as specified in the Schedule II of the Companies Act, 2013 or estimated by the management. The Group has used the following useful life to provide depreciation on its fixed assets.

A) Assets where useful life differs from Schedule II:-

Asset	Useful Life as Prescribed by Schedule II of the Companies Act, 2013	Estimated Useful Life
1. Buildings	30 Years	60 Years
2. Office Electronic Equipments	5 Years	4 Years
3. Office Computers (end user devices desktop, laptops)	3 Years	3 Years to 5 years
4. Servers	6 Years	3 Years to 5 Years
5. Vehicles	8-10 Years	4 Years to 5 years
6. Electrically operated vehicles	8 Years	5 Years
7. Furniture & Fixtures and Other Office Equipments	10 Years	2 Years to 10 years

Useful life of assets different from prescribed in Schedule II has been estimated by management supported by technical assessment.

B) Leasehold Assets:

1. Leasehold Improvements	Period of Lease
2. Leasehold land	Period of Lease

Fixed Assets, individually costing less than Rupees five thousands, are fully depreciated in the year of purchase. Depreciation on the Fixed Assets added/dropped off/discarded during the year is provided on pro-rata basis with reference to the month of addition/disposal/discarded.

VI. INTANGIBLE ASSETS AND AMORTISATION

Intangible Assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over their estimated useful lives.

Assets	Estimate Useful Life
I. Brands / Trademarks	5 to 10 years
II. Computer Software	2 to 6 years
III. Investment Management Rights	Over period of 10 years
IV. Non-Complete Fees	3 Years
V. Goodwill on Consolidation	Not being amortised (Tested for Impairment)

Intangible assets under development

Expenditure on development eligible for capitalisation are carried as Intangible asset under development where such assets are not yet ready for intended use.

VII. IMPAIRMENT OF ASSETS

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying cost of the assets exceeds its recoverable value. An impairment loss, if any, is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. Reversal of impairment losses recognised in the prior years is recorded when there is an indication that the impairment losses recognised for the assets no longer exist or have decreased.

VIII. BORROWING COST

Borrowing Costs attributable to acquisition and construction of qualifying assets are capitalised as a part of the cost of such assets up to the date when such assets are ready for its intended use. Other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.

IX. TRANSLATION OF FOREIGN CURRENCY ITEMS

Transactions in foreign currency are recorded at the rate of exchange prevailing on the date of transaction. Foreign currency monetary items are reported using closing rate of exchange at the end of the year. With respect to exchange difference arising on translation/settlement of long-term foreign currency items from 1st April, 2011, the Group has adopted following policy:

- Foreign exchange difference on account of a depreciable asset is adjusted in the cost of the depreciable asset, which would be depreciated over the balance life of the asset.
- In other cases, the foreign exchange difference is accumulated in a Foreign Currency Monetary Item Translation Difference Account, and amortised over the balance period of such long-term asset/liability.

Exchange difference on restatement of all other monetary items is recognised in the Statement of Profit and Loss. Other non-monetary items like fixed assets, investments in equity shares are carried in terms of historical cost using the exchange rate at the date of transaction.

Translation of foreign subsidiary is done in accordance with AS – 11 (Revised) - "The Effects of Changes in Foreign Exchange Rates". In the case of subsidiaries, the operation of which are considered as integral, the Balance Sheet items have been translated at closing rate except share capital and fixed assets, which have been translated at the transaction date. The income and expenditure items have been translated at the average rate for the year. Exchange Gain/(Loss) is recognised in the Statement of Profit and Loss.

In case of subsidiaries, the operation of which are considered as non-integral, all assets and liabilities are converted at the closing rate at the end of the year and items of income and expenditure have been translated at the weighted average rates, where such rates approximate the exchange rate at the date of transaction. Exchange gain/(loss) arising on conversion is recognised under Foreign Currency Translation Reserve.

X. INVESTMENT

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

Investments are recorded at cost on the date of purchase, which includes acquisition charges such as brokerage, stamp duty, taxes, etc. but excludes pre-acquisition interest i.e. (from the previous coupon date to the transaction settlement date), if any, on purchase. If an investment is acquired in exchange of another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current Investments are stated at lower of cost and net realisable value. Long term investments are stated at cost after deducting provisions made, if any, for other than temporary diminution in the value.

Investments of Life Insurance Business

Investments are made in accordance with the Insurance Act, 1938, the Insurance Regulatory and Development Authority (Investment) Regulations, 2000, the Insurance Regulatory and Development Authority (Investment) (Amendment) Regulations, 2001, and various other circulars/notifications issued by the Insurance Regulatory and Development Authority in this context from time to time.

Debt Securities-

a) Investments of Shareholders' fund and non-linked fund of Policyholders: All debt securities, including government securities, are considered as 'held to maturity' and stated at amortised cost.

b) Policyholders' linked funds: All debt securities, including government securities, are valued using CRISIL Bond Value/CRISIL Gilt Prices, as applicable.

Equity Shares –

Listed equity shares are valued and stated at fair value, using the last quoted closing prices on the National Stock Exchange (NSE), at the Balance Sheet date. If the equity shares are not traded on the NSE, then closing prices of the Bombay Stock Exchange (BSE) is considered. Equity shares acquired through primary markets, and awaiting listing are valued at their issue price. Unlisted equity shares are valued as per the valuation policy duly approved by its Investment Committee.

• **Mutual Funds** - Mutual fund units are valued at previous day's Net Asset Value.

XI. STOCK OF SECURITIES OF NBFC BUSINESS

Stocks of securities of NBFC Business are valued at lower of cost and net realizable value. Cost includes cost of purchase and other directly attributable cost towards purchase costs.

Net realizable value is the estimated fair value of securities as on the Balance Sheet date.

XII. REVENUE RECOGNITION

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and can be reliably measured.

Revenue from services are recognised as they are rendered based on agreements/arrangements with the concerned parties and recognised net of Service Tax. In case of fixed price contracts revenue is recognised on percentage of completion method and revenue from time and materials contract is recognised as the services are provided.

Interest Income is recognised on a time proportion basis taking into account the amount outstanding and applicable interest rate except in case of NBFC business non-performing assets are recognised on receipt basis. Dividend income on investments is accounted for when the right to receive the payment is established.

For **Life Insurance Business**, revenue is recognised as follows:

Premium is recognised as income when due from policyholders. For unit-linked businesses, premium income is recognized when the associated units are created. Premium on lapsed policies is recognised as income when such policies are re-instated. Premiums are net of Service Tax on risk premium collected, if any.

In case of Linked Business, Top-up premiums paid by policyholders are considered as single premium and are unitised as prescribed by the regulations. This premium is recognised when the associated units are created.

Income from linked policies, which includes asset management fees, policy administration charges, mortality charges and other charges, if any, are recovered from the linked funds in accordance with the terms and conditions of the policies and recognised when due.

Accretion of discount and amortisation of premium relating to debt securities is recognised over the remaining maturity period on a straight-line basis.

The realised gain/loss on debt securities held for linked business and on sale of equity shares/mutual fund units is the difference between the net sale consideration and weighted-average cost.

Reinsurance premium ceded is accounted for at the time of recognition of the premium income in accordance with the terms and conditions of the relevant treaties with the reinsurers. Impact on account of subsequent revisions to or cancellations of premium is recognised in the year in which they occur.

Income from Financial Services includes brokerage and fees on mutual fund units, bonds, fixed deposits, IPOs private equity and other alternative products, and services which is recognised when due, on completion of transaction. Management fees are recognised on accrual basis at specific rates, applied on the average daily net assets of each scheme. The fees charged are in accordance with the terms of Scheme Information Documents of respective schemes and are in line with the provisions of SEBI (Mutual Funds) Regulations, 1996, as amended from time to time. Advisory and portfolio management fees are accounted on an accrual basis as per contractual terms with clients. Income on discounted instruments is recognised over the tenure of the instrument on a straight-line basis. Stock and Commodity Brokerage Income is recognised on the trade date of the transaction upon confirmation of the transactions by the exchanges. Trusteeship fee is recognised on an accrual basis, in accordance with the terms of the Trust Deed.

XIII. BENEFITS PAID (INCLUDING CLAIMS)

In case of Life Insurance Business, deaths and other claims are accounted for, when notified. Survival and maturity benefits are accounted when due. Surrenders/Withdrawals under linked policies are accounted in the respective schemes when the associated units are cancelled. Reinsurance recoverable thereon is accounted for in the same period as the related claim. Repudiated claims, disputed before judicial authorities, are provided for based on the management prudence considering the facts and evidences available in respect of such claims.

XIV. SCHEME EXPENSES (ASSET MANAGEMENT BUSINESS)

Expenses relating to New Fund Offer are charged to the Statement of Profit and Loss. Expenses of schemes

of Birla Sun Life Mutual Fund in excess of the stipulated limits as per SEBI (Mutual Fund) Regulations, 1996, and expenses incurred directly (inclusive of advertisement/brokerage of expenses) on behalf of the schemes of Birla Sun Life Mutual Fund are charged to the Statement of Profit and Loss in the year in which they are incurred. Trail Commission paid for future period for Equity Link Saving Schemes (ELSS), Fixed Tenure Schemes, Close-ended Schemes and Systematic Investment Plans (SIPs) in the different schemes during the year are treated as prepaid expenses, and such brokerage and commission are expensed out over three years in case of ELSS or duration of closed schemes or over the duration of the SIP. Any other brokerage/commission is expensed in the year in which they are incurred. Brokerage paid in advance in respect of Portfolio Management Business is amortised over the contractual period.

XV. DISTRIBUTION COST (PRIVATE EQUITY FUND)

Distribution costs incurred by the Group in respect of Private Equity - Fund I and the Aditya Birla Private – Sunrise Fund, have been accrued over the Commitment Period and the extended Commitment Period of the Fund I and the Sunrise Fund, respectively, as defined in the Fund's Private Placement Memorandum.

XVI. FUND FOR FUTURE APPROPRIATION AND FUND FOR DISCONTINUED POLICIES (LIFE INSURANCE BUSINESS)

Amounts estimated by the Appointed Actuary as Funds for Future Appropriation in respect of lapsed Unit Linked Policies are set aside in the Balance Sheet, and are not available for distribution to shareholders until expiry of the revival period. Premium Discontinuation Fund represents the fund value of all policies which are issued and discontinued after July 2010 and are set-aside in the Balance Sheet as per requirement of relevant regulations.

XVII. RETIREMENT AND OTHER EMPLOYEE BENEFITS

a) Defined Contribution Plan:

The Group makes defined contribution to Government Employee Provident Fund, Government Employee Pension Fund, Employee Deposit Linked Insurance, ESI and Superannuation Scheme which are recognised in the Statement of Profit and Loss on accrual basis.

b) Defined Benefit Plan

The Group's liabilities under Payment of Gratuity Act, long-term compensated absences and pension are determined on the basis of actuarial valuation made at the end of each financial year using the projected unit credit method except for short-term compensated absences which are provided for based on estimates. Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss as income or expense. Obligation is measured at the present value of estimated future cash flows using a discounted rate that is determined by reference to market yields at the Balance Sheet date on Government bonds where the terms of the Government bonds are consistent with the estimated terms of the defined benefit obligation.

In respect of certain employees, Provident Fund contributions are made to a Trust administered by the Group. 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 Group. The Group's liability is actuarially determined (using the Projected Unit Credit Method) at the end of the year, and any shortfall in the Fund size maintained by the Trust set up by the Group is additionally provided for. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.

c) Long term Incentive Plan

Provision for long term incentive plan for different cadre of employees is based on the estimated future liability of long term plan and same is assessed on yearly basis.

XVIII. EMPLOYEE STOCK OPTIONS

The stock options and Stock appreciation rights (SAR) granted are accounted for as per the accounting treatment prescribed by Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 issued by Securities and Exchange Board of India and the Guidance Note on Accounting for Employee Share-based Payments, issued by the ICAI, whereby the intrinsic value of the option is recognised as employee compensation. The employee compensation is charged to the Statement of Profit and Loss on the straight-line basis over the vesting period of the option.

In respect of re-pricing of existing stock options, the incremental intrinsic value of the options is accounted as employee cost over the remaining vesting period.

In case of forfeiture stock option which is not vested, amortised portion is reversed by credit to employee compensation expense. In a situation where the stock option expires unexercised, the related balance standing to the credit of the employees Stock Options Outstanding Account are transferred to the General Reserve.

XIX. TAXATION

Tax expense comprises of current and deferred tax.

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income-tax Act, 1961, and tax laws prevailing in the respective tax jurisdictions the Group operates.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts, and there is an intention to settle the asset and the liability on a net basis.

The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future.

The carrying amount of deferred tax assets are reviewed at each Balance Sheet date. The Group writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain that sufficient future taxable income will be available.

In case of unabsorbed losses and unabsorbed depreciation, deferred tax assets thereon are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profit. At each Balance Sheet date the Group reassesses unrecognised deferred tax assets.

Minimum Alternatives Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the companies in the Group will pay normal income tax during the specified period. In the year, in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in the Guidance Note issued by The Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The companies in the Group review the same at each Balance Sheet date and write down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Group will pay normal Income Tax during the specified period.

XX. OPERATING LEASES

i. As a Lessee:

Leases where significant portion of risk and reward of ownership are retained by the Lessor are classified as Operating Leases, and lease rentals thereon are charged to the Statement of Profit and Loss on a straightline basis over the lease term.

ii. As a Lessor:

The Group has leased certain tangible assets and such leases, where the Group has substantially retained all the risks and rewards of ownership are classified as operating leases.

Lease income is recognised in the Statement of Profit and Loss on a straight-line basis over lease term. Initial direct costs are recognised in the Statement of Profit and Loss.

XXI. FINANCE LEASE

As a Lessee:

Leases where substantially all the risks and benefits incidental to ownership of the leased item are transferred to the Lessee are classified as finance lease. The group has capitalised the leased item at lower of fair value and present value of the minimum lease payments at the inception of the lease and disclosed as leased assets. Such assets are amortised over the period of lease or estimated life of such asset whichever is less.

Lease payments are apportioned between the finance charges and reduction of the lease liability based on implicit rate of return. Finance charges are charged directly against income. Lease management fees, lease charges and other initial direct costs are capitalised.

XXII. CASH AND CASH EQUIVALENT

Cash and Cash Equivalents for the purpose of cash flow statement comprise cash in hand and cash at bank including fixed deposit with original maturity period of three months or less and short-term highly liquid investments with an original maturity of three months or less.

XXIII. SEGMENT REPORTING

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the Group.

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

Further, inter-segment revenue have been accounted for based on the transaction price agreed to between segments which is primarily market based.

Unallocated items include general corporate income and expense items, which are not allocated to any business segment.

XXIV. CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Group are segregated.

XXV. EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted-average number of equity shares outstanding during the period. The weighted-average number of equity shares outstanding during the period and for all periods presented is adjusted for events such as bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

XXVI. CONTINGENT LIABILITIES AND PROVISIONS

Contingent Liabilities are possible but not probable obligation as on the Balance Sheet date, based on the available evidence.

Provisions are recognised when there is 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 its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date.

In case of NBFC Business, Non-performing loans are written off/provided for, as per management estimates, subject to the minimum provision required as per the Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015. Provision on Standard assets is made @ 0.30% as per the notification DNBR 009/ CGM (CDS)-2015 dated March 27, 2015 issued by Reserve Bank of India.

In case of Housing Finance Companies, Overdue loans are written off/provided for, as per management estimates, subject to the minimum provision required as per Housing Finance Companies (NHB) Directions, 2010 as amended. Provision on Standard assets is made as per Housing Finance Companies (NHB) Directions, 2010.

Annexure 'A' to Note – 1 "Significant Accounting Policies"

Particulars	Country of Incorporation	Proportion of Ownership Interest as on March 31, 2017	Proportion of Ownership Interest as on March 31, 2016
SUBSIDIARIES			
Aditya Birla Capital Advisors Private Limited (ABCAPL)	India	100.00%	100.00%
Aditya Birla Customer Services Limited (ABCSSL) (Formerly known as Aditya Birla Customer Services Private Limited)	India	93.70%	93.70%
Aditya Birla Trustee Company Private Limited (ABTCLPL)	India	100.00%	100.00%
ABCAP Trustee Company Private Limited (w.e.f. 25th March, 2016)	India	100.00%	100.00%
Aditya Birla Money Limited (ABML)	India	75.00%	75.00%

Aditya Birla Commodities Broking Limited (ABCBL) (100% Subsidiary of ABML)	India	75.00%	75.00%
Aditya Birla Financial Shared Services Limited (ABFSSL)	India	100.00%	100.00%
Aditya Birla Finance Limited (ABFL)	India	90.23%	90.45%
Aditya Birla Housing Finance Limited	India	100.00%	100.00%
Aditya Birla Health Insurance Co. Limited (w.e.f. 28th March, 2016)	India	51.00%	100.00%
Aditya Birla Wellness Private Limited (w.e.f. 23rd June, 2016)	India	51.00%	Nil
Birla Sun Life Insurance Company Limited (w.e.f. 23rd March, 2017)	India	51.00%	Nil
Aditya Birla Insurance Brokers Limited (ABIBL)	India	50.01%	50.01%
Aditya Birla Money Mart Limited (ABMML)	India	100.00%	100.00%
Aditya Birla Money Insurance Advisory Services Limited (ABMIASL) (100% Subsidiary of ABMML)	India	100.00%	100.00%
Birla Sun Life Asset Management Company Limited (BSAMC)	India	51.00%	51.00%
Birla Sun Life AMC (Mauritius) Ltd. (100% Subsidiary of BSAMC)	Mauritius	51.00%	51.00%
Aditya Birla Sun Life AMC Ltd., Dubai (100% Subsidiary of BSAMC)	Dubai	51.00%	51.00%
Aditya Birla Sun Life AMC Pte. Ltd., Singapore (100% Subsidiary of BSAMC)	Singapore	51.00%	51.00%
India Advantage Fund Limited* (Subsidiary of BSAMC)	Mauritius	51.00%	51.00%
International Opportunities Fund SPC (IOF)** (Subsidiary of BSAMC)	Cayman islands	51.00%	51.00%
Birla Sun Life Trustee Company Private Limited (BSTPL)	India	50.85%	50.85%
Global Clean Energy Fund SPC (100% Subsidiary of Aditya Birla Sun Life AMC Pte. Ltd., Singapore (w.e.f. 1st April, 2016)***	Singapore	51.00%	Nil
Birla Sun Life Pension Management Limited (100% Subsidiary of Birla Sun Life Insurance Company Limited (w.e.f. 10th March, 2017)	India	51.00%	Nil
Aditya Birla ARC Limited (w.e.f. 10th March, 2017)	India	100.00%	Nil

* India Advantage Fund Limited (IAFL), wholly owned Subsidiary of Birla Sun Life Asset Management Company Limited, is a collective investment scheme set up as a fund in Mauritius with the status of a limited company under the Mauritius Companies Act. In terms of constitution and private placement memorandum, IAFL has classes of redeemable participating shares. Each class of participating shares has its own Balance Sheet and Statement of Profit and Loss. The Profit/Loss of each such class belongs to the participating shareholders of that class. Birla Sun Life Asset Management Company Limited (BSAMC) owns 100% of the management share, and management shareholder is not entitled to any beneficial interest in the profit/loss of various classes nor is required to make good any shortfall. In substance, there are no direct or indirect economic benefits received by the management shareholders. The substance over form must prevail. Accordingly, the Group has not consolidated IAFL in the Consolidated Financial Statements.

** Aditya Birla Sun Life AMC Pte Limited, Singapore has made investment in international Opportunities Fund. International Opportunities Fund SPC (IOF) is segregated portfolio company set up as a fund in Cayman Islands under the Cayman Islands Monetary Act. In terms of constitution and private placement memorandum, IOF has various segregated portfolio which issue redeemable participating shares. Each Segregated Portfolio of participating shares has its own Balance Sheet and Profit and Loss account. The Profit/Loss each such Portfolio belongs to the participating shareholders of that segregated portfolio. Aditya Birla Sun Life Asset Management Pte. Limited (ABSLAMC) owns 100% of the management share and management shareholder is not entitled to any beneficial interest in the profit/loss of various segregated portfolios nor is required to make good any shortfall. In substance there are no direct or indirect economic benefits received by the management shareholders. The substance over form must prevail. Accordingly, the Group has not consolidated IOF in the Consolidated Financial Statement.

*** Aditya Birla Sun Life AMC Pte. Limited, Singapore has made investment in Global Clean Energy Fund SPC (GCEF) is established as a segregated portfolio company in Cayman Islands under the Cayman Islands Monetary Act. In terms of constitution and private placement memorandum, GCEF has facility to create multiple segregated portfolio which issue redeemable participating shares. Each Segregated Portfolio of participating shares will have its own Balance Sheet and Profit and Loss account. The Profit / Loss arising from each such Portfolio belongs to the participating shareholders of that segregated portfolio. Aditya Birla Sun Life Asset Management Company Pte Limited (ABSLAMC) owns 100% of the management share and management shareholder are not entitled to any beneficial interest in the profit / loss of various segregated portfolios nor is required to make good any shortfall. In substance there are no direct or indirect economic benefits received by the management shareholders. The substance over form must prevail. Accordingly, the Group has not consolidated GCEF in the Consolidated Financial Statement.

		₹ in crore	
	Number of shares	As at 31st March, 2017	As at 31

Premium on issue of compulsory convertible preference shares of the subsidiary company	-	23.04
3) Other Reserves	3,544.63	766.30
i) General Reserve		
Opening Balance as per last audited Financial Statements	6.99	4.86
Addition:		
Transfer from Surplus in the Statement of Profit and Loss	-	2.13
	6.99	6.99
ii) Special Reserve ^(a)		
Opening Balance as per last audited Financial Statements	209.47	127.67
Addition:		
Transfer from Surplus in the Statement of Profit and Loss	117.10	81.80
	326.57	209.47
iii) Capital Fund ^(b)	0.01	0.01
iv) Foreign Currency Translation Reserve		
Opening Balance as per last audited Financial Statements	2.09	1.67
Addition:		
Addition During the Year	-	0.42
Deduction:		
Deduction during the year	0.44	-
	1.65	2.09
v) Credit/(Debit) Fair Value Change Account		
Opening Balance as per last audited Financial Statement	-	-
Addition/ (Deduction) during the year	0.03	-
Total	0.03	-
Total Other Reserves	335.25	218.56
4) Surplus/(Deficit) in the Statement of Profit and Loss		
Opening Balance as per last audited Financial Statement	871.60	426.36
Addition:		
Profit of the Year	529.82	380.53
Merger of MGLRCL with ABFL	-	151.23
Stake change in Subsidiaries	155.84	-
Less: Appropriations		
Transfer to General Reserve	-	2.13
Transfer to Special Reserve	117.10	81.80
Dividend on Preference shares issued by subsidiary Company	-	0.80
Corporate Tax on Proposed Dividend of Subsidiaries	-	1.79
Corporate tax on Interim Dividend on Preference Shares	5.19	-
	1,434.96	871.60
	5,363.25	1,921.18

(a) Special Reserve

Special Reserve represents the reserve created pursuant to the Reserve Bank of India Act, 1934 (the "RBI Act"). In terms of Section 45-IC of the RBI Act, a Non-Banking Finance Company is required to transfer an amount not less than 20 per cent of its net profit to a Reserve Fund before declaring any dividend. Appropriation from this Reserve Fund is permitted only for the purposes specified by RBI.

(b) Capital Fund

Capital fund comprises an amount received, on a non-repatriable basis from the Sponsor, as a contribution to the Birla Sun Life Mutual Fund ('the Fund') in accordance with the terms of the Trust Deed, together with accretion thereon. The amount is held by the Company in its fiduciary capacity as the trustee to the Fund and is intended to be utilised only for the purposes of settlement of claims, if any, from the unit holders of the mutual fund schemes launched by the Fund.

₹ in crore

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 4A		
LONG-TERM BORROWINGS		
SECURED		
Debentures	8,174.90	5,156.00
Rupree Term Loans from Banks	8,609.74	8,489.64
Finance Lease Liabilities	8.86	3.80
Total	16,793.50	13,649.44
UNSECURED		
Debentures	1,399.00	696.50
Rupree Term Loans from Others	1.00	0.65
Total	1,400.00	697.15
Total	18,193.50	14,346.59
NOTE: 4B		
SHORT-TERM BORROWINGS		
SECURED		
Term Loan	1,272.54	-
Loan Repayable on Demand from Banks	1,667.56	2,662.72
	2,940.10	2,662.72
UNSECURED		
Loan Repayable on Demand from:		
Banks	200.00	209.25
Others	7.23	-
Other Loans and Advances		
Commercial Papers*	8,538.50	4,295.82
Loans from Related Parties	-	6.74
Total	8,745.73	4,511.81
Total	11,685.83	7,174.53

*Commercial Papers are shown net of unamortised discounting charges.

₹ in crore

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 5A		
OTHER LONG-TERM LIABILITIES		
Trade Payables	-	45.06
Interest Accrued but Not Due on Borrowings	163.89	154.84
Other Payables		
Advance from Customers	2.37	0.17
Income Received in Advance	0.15	-
Others	0.02	2.61
Liability for Rent Straight Lining	11.12	-
Total	177.55	202.68
NOTE: 5B		
OTHER CURRENT LIABILITIES		
Current Maturities of Long-term Borrowings	1,050.81	1,490.07
Current Maturities of Finance Lease Obligations	3.70	1.31
Current maturities of Redeemable Non Convertible Debentures	2,004.00	-
Interest Accrued but Not Due on Borrowings	573.52	250.52
Income Received in Advance	8.24	7.47
Other Payables		
Advance from Customers	181.45	108.37
Bank Overdraft	527.52	648.40
Payables for Capital Expenditure	8.67	3.68
Statutory Dues	38.15	20.62
Deposits	8.26	11.70
Due to Life Insurance Policyholders	174.74	-
Unallocated premium	54.73	-
Others	170.80	52.07
Total	4,804.59	2,594.21

₹ in crore

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 6A		
LONG-TERM PROVISIONS		
Provisions for:		
Employee Benefits	68.93	17.96
Others		
Contingent Provision on Standard Asset of Financing Activities	105.76	58.94
Provision for Doubtful Loans and Advances of Financing Activities	89.03	101.94
Other Long-term Provisions#	2.04	0.18
Provision for Soft accounts	20.23	-
Total	285.98	179.02
NOTE: 6B		
SHORT-TERM PROVISIONS		
Provisions for:		
Employee Benefits	175.67	56.37
Others		
Taxation (Net of Advance Tax)	5.90	26.70
Preference shares	-	0.80
Provision for Corporate Tax on Dividend	-	-
Equity shares	-	1.62
Preference shares	-	0.17
Contingent Provision on Standard Asset of Financing Activities	33.26	26.58
Reserve for unexpired risk	37.74	-
Total	252.57	112.24
# Additional Disclosure as per Accounting Standard - 29		
*Provisions, Contingent Liabilities and Contingent Assets"		

A. Warranty		
Opening Balance	0.18	0.11
Arising during the year	0.01	0.07
Utilised	(0.04)	-
Unused Amounts Reversed	-	-
Closing Balance	0.15	0.18
Long-term	0.15	0.18
Short-term	-	-
	0.15	0.18

NOTE: 7A

TANGIBLE ASSETS

	Freehold Land	Freehold Buildings	Leasehold Improvements	Plant & Equipments	Furniture & Fixtures	Office Equipment	Vehicles	TOTAL
Gross Block								
As at 1st April, 2015	0.15	0.26	24.94	16.98	14.10	71.32	6.14	133.89
Additions	-	2.62	4.37	4.20	1.27	14.68	2.98	30.12
Deletions	-	-	0.68	0.08	1.02	6.68	1.23	9.69
Foreign Exchange Translation Difference	-	-	(0.90)	-	0.04	0.05	-	(0.81)
As at 31st March, 2016	0.15	2.88	27.73	21.10	14.39	79.37	7.89	153.51
Additions	-	-	7.45	6.43	2.83	29.89	10.84	57.45
Deletions	-	-	3.78	1.41	4.95	19.41	2.06	31.61
Foreign Exchange Translation Difference	-	-	(0.03)	-	(0.02)	(0.03)	-	(0.08)
Stake Change/Merger/Divestment/Demergers/Acquisition	-	-	36.33	2.66	15.20	106.17	2.65	163.02
As at 31st March, 2017	0.15	2.88	67.70	28.78	27.45	196.00	19.32	342.29
As at 1st April, 2015	-	0.04	19.88	13.41	10.43	58.58	2.64	104.99
For the year	-	0.03	3.19	1.70	1.86	8.48	1.37	16.63
Deletions	-	-	0.62	0.08	0.96	6.63	0.81	9.10
Foreign Exchange Translation Difference	-	-	(0.92)	-	0.03	0.04	-	(0.85)
As at 31st March, 2016	-	0.07	21.53	15.04	11.36	60.47	3.20	111.67
For the year	-	0.05	4.60	2.95	2.24	13.95	2.62	26.42
Deletions	-	-	3.59	1.39	4.56	18.53	1.24	29.30
Foreign Exchange Translation Difference	-	-	(0.02)	-	(0.01)	(0.03)	-	(0.06)
Stake Change/Merger/Divestment/Demergers/Acquisition	-	-	29.97	2.05	11.92	82.05	0.62	126.62
As at 31st March, 2017	-	0.12	52.49	18.65	20.95	137.91	5.20	235.35
Net Block as at 31st March, 2017	0.15	2.75	15.21	10.13	6.50	58.09	14.12	106.96
Net Block as at 31st March, 2016	0.15	2.81	6.20	6.06	3.03	18.90	4.70	41.84

A) Gross Block of Tangible Assets includes:

(i) Registration of Freehold Land of ₹ 0.15 Crore (Previous Year: ₹ 0.15 Crore) in favour of the Group is subject to resolution of disputes.

NOTE: 7B

INTANGIBLE ASSETS

Particulars	Brands/ Trademarks	Computer Software	Investment Management Rights	Non-Compete Fees	TOTAL
Gross Block					
As at 1st April, 2015	4.64	83.56	57.62	0.33	146.15
Additions	-	17.38	-	-	17.38
Deletions	-	1.20	-	-	1.20
As at 31st March, 2016	4.64	99.74	57.62	0.33	162.33
Additions	-	52.35	-	-	52.35
Deletions	3.67	3.75	-	-	7.42
Stake Change/Merger/Divestment/Demergers/Acquisition	3.67	159.23	-	-	162.90
As at 31st March, 2017	4.64	307.57	57.62	0.33	370.16
Accumulated Amortisation/ Impairment					
As at 1st April, 2015	4.45	66.43	51.33	0.33	122.54
Amortisation for the year	0.19	12.96	3.07	-	16.22
Deletions	-	1.16	-	-	1.16
As at 31st March, 2016	4.64	78.23	54.40	0.33	137.60
Amortisation for the year	-	16.37	0.38	-	16.75
Deletions	3.67	2.93	-	-	6.60
Foreign Exchange Translation Difference	-	(0.00)	-	-	(0.00)
Stake Change/Merger/Divestment/Demergers/Acquisition	3.67	127.96	-	-	131.63
As at 31st March, 2017	4.64	219.63	54.78	0.33	279.38
Net Block as at 31st March, 2017	-	87.94	2.84	-	90.78
Net Block as at 31st March, 2016	-	21.51	3.22	-	24.73

₹ in crore

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 8A		
INVESTMENTS OF LIFE INSURANCE BUSINESS: NON-CURRENT		
(i) Shareholders' Investments		
Quoted		
Investments in		
Government or Trust Securities	687.91	-
Equity Instrument	15.00	-
Debentures/Bonds	796.76	-
Unquoted		
Investments in		
Equity Instruments	1.25	-
Others	39.90	-
Less: Provision for diminution on investments	-	-
Sub-Total - (i)	1,540.82	-
(ii) Policyholders' Investments		
Quoted		
Investments in		
Equity Instruments	622.75	-
Preference Shares	0.26	-
Government or Trust Securities	4,042.47	-
Debentures and Bonds	2,672.38	-
Mutual Funds	0.98	-
Other	-	-
Unquoted		
Investments in		
Others (Fixed Deposits)	61.10	-
Venture Capital Funds	7.75	-
Social Capital Fund	53.47	-
Sub-Total - (ii)	7,461.16	-
Total - (i) + (ii)	9,001.98	-
Aggregate Market Value of Quoted Investments	9,400.00	-
Aggregate Book Value of Quoted Investments	8,838.51	-
Aggregate Book Value of Unquoted Investments	163.47	-

NOTE: 8B

INVESTMENTS OF LIFE INSURANCE BUSINESS: CURRENT

	As at 31st March, 2017	As at 31st March, 2016
(i) Shareholders' Investments		
Quoted		
Investments in		
Government or Trust Securities	1.00	-
Debentures/Bonds	24.40	-
Mutual Funds	4.00	-
Unquoted		
Investments in		
Other	0.82	-
Fixed Deposits	32.15	-
Sub-Total - (i)	62.37	-
(ii) Policyholders' Investments		
Quoted		
Investments in		
Government or Trust Securities	19.95	-
Debentures/Bonds	47.59	-
Mutual Funds	265.52	-
Unquoted		
Investments in		
Others	53.16	-
Fixed Deposits	12.92	-
Collateralised Borrowing and Lending Obligation	15.92	-
Sub-Total - (ii)	415.06	-
Total - (i) + (ii)	477.43	-
Aggregate Market Value of Quoted Investments	363.05	-
Aggregate Book Value of Quoted Investments	362.46	-
Aggregate Book Value of Unquoted Investments	114.98	-

₹ in crore

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 9A		
INVESTMENTS OF HEALTH INSURANCE BUSINESS: NON-CURRENT		
(i) Shareholders' Investments		
Quoted		
Investments in		
Government or Trust Securities	84.70	-
Debentures/Bonds	102.43	-
Sub-Total - (i)</		

₹ in crore					
	Face Value	Number of shares	As at 31st March, 2017	Number of shares	As at 31st March, 2016
NOTE: 10B					
OTHER INVESTMENTS : CURRENT					
Debentures and Commercial Papers					
Mahindra Worldcity Jaipur Limited	1,000,000.00	-	-	1,650	165.00
AJ Financiers (India) Limited	1,000,000.00	-	-	1,000	100.00
Dalmia Cement Bharat Limited	1,000,000.00	-	-	1,000	100.00
KKR Financial Services Private Limited	10,000,000.00	100.00	100.00	50	50.00
Indiabulls Housing Finance Company	1,000,000.00	-	-	500	50.00
Karvy Financial Services Private Limited (Commercial papers)	500,000.00	-	-	-	-
Vijaya Bank	-	-	194.70	-	-
OBC Bank	-	-	107.00	-	-
SD Corp Private Limited	-	-	50.00	-	-
Bank of Baroda	-	-	125.00	-	-
Allahabad Bank	-	-	17.50	-	-
ICICI Bank Limited	-	-	100.00	-	-
Axis Bank Limited	-	-	100.00	-	-
			794.20		465.00
Mutual Funds			752.22		531.56
TOTAL CURRENT INVESTMENT			1,546.42		996.56
Aggregate Market Value of Quoted Investments			37.89		50.28
Aggregate Book Value of Quoted Investments			30.00		41.34
Aggregate Book Value of Unquoted Investments			1516.42		955.22

₹ in crore			
	As at 31st March, 2017	As at 31st March, 2016	
NOTE: 11A			
ASSET HELD TO COVER LINKED LIABILITIES OF LIFE INSURANCE BUSINESS : NON-CURRENT			
Quoted			
Investments in Equity Instruments	9,984.78	-	-
Preference Shares	10.32	-	-
Government or Trust Securities	4,889.63	-	-
Debentures or Bonds	6,757.18	-	-
Mutual Funds	243.97	-	-
	21,885.88	-	-
Unquoted			
Investments in Fixed Deposits	142.98	-	-
Other Current Assets	-	-	-
Interest Accrued on Investments	58.10	-	-
	201.08	-	-
Total	22,086.96		
Aggregate Market Value of Quoted Investments	20,168.63	-	-
Aggregate Book Value of Quoted Investments	21,885.88	-	-
Aggregate Book Value of Unquoted Investments	201.08	-	-

₹ in crore			
	As at 31st March, 2017	As at 31st March, 2016	
NOTE: 11B			
ASSET HELD TO COVER LINKED LIABILITIES OF LIFE INSURANCE BUSINESS : CURRENT			
Quoted			
Investments in Equity Instruments	-	-	-
Government or Trust Securities	614.20	-	-
Debentures or Bonds	337.94	-	-
Mutual Funds	863.21	-	-
	1,815.35	-	-
Unquoted			
Investments in Fixed Deposits	86.02	-	-
Collateralised Borrowing and Lending Obligation	153.30	-	-
Certificate of Deposits	138.22	-	-
Commercial Papers	135.50	-	-
Other Current Assets	-	-	-
Bank Balances	0.49	-	-
Interest Accrued on Investments	387.25	-	-
Dividend Receivables	1.79	-	-
Outstanding Contracts	82.84	-	-
	985.41	-	-
Total	2,800.76		
Aggregate Market Value of Quoted Investments	1,541	-	-
Aggregate Book Value of Quoted Investments	1,815	-	-
Aggregate Book Value of Unquoted Investments	513	-	-

₹ in crore			
	As at 31st March, 2017	As at 31st March, 2016	
NOTE: 12			
DEFERRED TAX LIABILITIES			
Deferred Tax Liabilities at the year end comprise timing differences on account of:			
Depreciation	0.60	-	-
	0.60		
DEFERRED TAX ASSETS			
Deferred Tax Assets at the year end comprise timing differences on account of:			
Depreciation	5.80	5.49	
Expenditure/Provisions Allowable on Payment Basis	-	16.78	
Provision for Doubtful Debt and Advances	20.22	76.68	
Contingent provision against standard assets	40.58	-	
Others	40.80	0.33	
	107.40	99.28	
Net Deferred Tax Liabilities/(Assets)	(106.80)	(99.28)	
Deferred Tax presented in Balance Sheet			
Deferred Tax Assets (Net)	106.80	99.28	
Net Deferred Tax Liabilities/(Assets)	(106.80)	(99.28)	

Deferred Tax Assets in certain subsidiaries are recognised on losses and unabsorbed depreciation only to the extent of Deferred Tax Liabilities in those subsidiaries.

₹ in crore			
	As at 31st March, 2017	As at 31st March, 2016	
NOTE: 13A			
LONG-TERM LOANS AND ADVANCES			
Capital Advance			
Unsecured, Considered Good	8.40	1.58	
Security Deposits			
Unsecured, Considered Good	87.11	18.51	
Unsecured, Considered Doubtful	0.19	0.09	
Less: Provision for Doubtful	(0.19)	(0.09)	
Other Loans and Advances	4.09	-	
Loans and Advances of Financing Activities			
Secured, Considered Good	24,519.08	16,961.63	
Secured, Considered Doubtful	13.94	-	
Unsecured, Considered Good	3,751.34	1,358.78	
Unsecured, Considered Doubtful	157.18	160.47	
Loans against Insurance Policy (Secured, Considered Good)	52.26	-	
Loans & Advances to Related Parties(Unsecured)	-	0.88	
VAT, Other Taxes Recoverable, Statutory Deposits and Dues from Government			
Unsecured, Considered Good	17.34	22.81	
Advance Tax (Net of Provision)	32.83	14.80	
MAT Credit Entitlement	0.72	0.36	
Prepaid Expenses	63.12	58.51	
Advance for Expenses, Materials, Employees and Others	28.38	4.31	
	28,735.79	18,602.64	
NOTE: 13B			
SHORT-TERM LOANS AND ADVANCES			
Security Deposits			

Unsecured, Considered Good	13.54	8.28
Unsecured, Considered Doubtful	0.09	0.05
Less: Provision for Doubtful	(0.09)	(0.05)
Other Loans and Advances	3.36	-
Loans and Advances of Financing Activities		
Secured, Considered Good	6,567.45	5,702.90
Unsecured, Considered Good	2,381.28	2,727.43
Inter-Corporate Deposits		
Unsecured, Considered Good	30.00	39.00
Related Party, Unsecured, Considered Good	1.00	-
Loans against Insurance Policy (Secured, Considered Good)	1.46	-
VAT, Other Taxes Recoverable, Statutory Deposits and Dues from Government		
Unsecured, Considered Good	25.13	5.02
Advance Tax (Net of Provision)	13.36	39.82
Prepaid Expenses	96.19	93.70
Advance for expenses to related party	8.05	-
Agents balance	6.77	-
Advance for Expenses, Material, Employees and Others*		
Unsecured, Considered Good	290.17	25.55
Unsecured, Considered Doubtful	7.61	6.69
Less: Provision for Doubtful	(7.61)	(6.69)
	9,437.76	8,641.70

* Refer note no 34-III

	31st March, 2017	31st March, 2016
NOTE: 14A		
OTHER NON-CURRENT ASSETS		
Other Bank Balances*		
Bank Deposits with more than twelve months maturity	1.08	1.08
Interest Accrued on Loans and Advances and Investments	34.61	0.02
Others	6.56	-
	42.25	1.10
*Lien Marked in favour of IRDA	1.08	1.08
NOTE: 14B		
OTHER CURRENT ASSETS		
Unbilled Revenue	-	0.82
Interest Accrued on Loans and Advances, Investments and Fixed Deposits	683.93	348.47
Receivable from related parties	10.85	-
Others	11.79	36.91
	706.57	386.20

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 15		
STOCK OF SECURITIES OF NBFC BUSINESS		
Details of opening Stock, Purchases, Sales and Closing Stock in respect of Trading in securities of NBFC business are as follows:		
Units of Mutual Funds (Nos.)		
Purchase	116,452,707.94	249,497,071.77
Sales	116,452,707.94	249,497,071.77
Closing	-	-
Stock of Securities (₹ crore)		
Opening	330.20	467.57
Purchase	11,199.46	6,912.33
Sales	10,946.88	7,059.77
Closing	582.78	330.20

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 16		
TRADE RECEIVABLES		
Due for period exceeding six months from the due date of payment		
Secured, Considered Good	3.84	8.27
Unsecured, Considered Good	0.38	1.30
Unsecured, Considered Doubtful	7.94	6.66
Less: Provision for doubtful	(7.94)	(6.66)
Others		
Secured, Considered Good	143.44	123.57
Unsecured, Considered Good	221.70	45.42
Unsecured, Considered Doubtful	1.21	1.78
Less: Provision for doubtful	(1.21)	(1.78)
	369.36	178.56

	As at 31st March, 2017	As at 31st March, 2016
NOTE: 17		
CASH AND BANK BALANCES		
Cash and Cash Equivalents		
Balances with Banks		
Current Accounts	449.05	53.44
Deposit Accounts (with original maturity period of three months or less)	177.78	1.84
Cash on Hand	102.54	0.02
Cheques/Drafts on Hand	3.53	-
	(A) 732.90	55.30
Other Bank Balances		
Deposit Accounts (with original maturity period of more than three months)#	71.88	59.45
	(B) 71.88	59.45
	(A) + (B) 804.78	114.75
Less: Bank Deposits with more than twelve months maturity (transferred to Other Non-Current Assets)	1.08	1.08
	803.70	113.67
# Includes deposits placed under lien towards bank guarantees for margins with exchange/banks.	70.65	58.37

	Year Ended 31st March, 2017	Year Ended 31st March, 2016
NOTE: 18		
REVENUE FROM OPERATIONS		
A. SALE OF SERVICES		
Interest income	3,183.85	2,380.28
Management and Advisory Fees	988.88	766.25
Life Insurance Premium	763.45	-
Health Insurance Premium	50.89	-
Other Financial Services	621.00	451.42
	(A) 5,608.07	3,597.95
B. OTHER OPERATING INCOME		
Investment Income on Life Insurance Policyholders' Fund	23.23	-
Commission Income	142.26	-
Miscellaneous Other Operating Income	32.13	-
	(B) 197.62	-
	(A) + (B) 5,805.69	3,597.95

	Year Ended 31st March, 2017	Year Ended 31st March, 2016
NOTE: 19		
OTHER INCOME		
Interest Income on Investments		
Current	3.38	20.75
Long-term	-	0.09
Interest Income - Others	12.77	10.55
Dividends Income on Investments		
Current	1.36	2.56
Long-term	-	0.09
Net Gain on Sale of Investments		
Net Gain on Sale of Current Investments	56.92	12.91
Long-term	-	0.02
Other Non-Operating Income		
Profit on Sale of Fixed Assets (Net)	0.06	0.10
General Contingency Provision written back	-	19.81
Others	5.69	4.30
	80.18	71.18

	Year Ended 31st March, 2017	Year Ended 31st March, 2016
NOTE: 20		
EMPLOYEE BENEFITS EXPENSE		
Salaries and Wages	659.09	458.48
Contribution to Provident and Other Funds	32.69	23.39
Staff Welfare Expenses	25.43	19.37
	717.21	501.24

	Year Ended 31st March, 2017	Year Ended 31st March, 2016
NOTE: 21A		
FINANCE COST RELATING TO LENDING ACTIVITY OF SUBSIDIARIES		
Interest Expenses	2,278.81	1,597.57
Other Borrowing Costs	9.46	2.32
	2,288.27	1,599.89

	Year Ended 31st March, 2017	Year Ended 31st March, 2016
NOTE: 21B		
OTHER FINANCE COST		
Interest Expenses	10.82	8.78
Other Borrowing Costs	0.01	0.03
	10.83	8.81

	Year Ended March 31, 2017	Year Ended March 31, 2016
NOTE: 22		
DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation of Tangible Assets	26.42	16.63
Amortisation of Intangible Assets	16.75	16.22
	43.17	32.85
NOTE: 23A		
CHANGE IN VALUATION OF LIABILITY IN RESPECT OF INSURANCE POLICIES IN FORCE		
Change in Valuation of Liability in respect of Insurance Policies	648.76	-
Release from funds from future appropriations	(1.26)	-
Change in Premium Discontinuance Fund	(98.48)	-
Investment (Income) / Loss on insurance policyholders' fund related to Linked business	(272.16)	-
	276.86	-
NOTE: 23B		
OTHER EXPENSES		
Rent	59.91	46.51
Repairs and Maintenance of:		
Buildings	0.54	0.62
Plant and Machinery	0.16	0.02
Others	30.95	22.87
Insurance	8.32	7.85
Rates and Taxes	19.90	17.58
Communication Expenses	20.07	16.30
Advertisement and Sales Promotion Expenses	178.91	108.35
Legal and Profession Expenses	63.70	45.75
Bad Debts and Provision for Bad and Doubtful Debts and Advances including Contingency Provision for Standard Assets of NBFC	117.54	93.92
Printing and Stationery	7.00	5.65
Travelling and Conveyance	39.04	26.31
Reserve for unexpired risk	37.74	-
Bank Charges	2.32	2.94
Electricity Charges	9.49	7.24
Foreign Exchange Loss (Net)	0.32	0.32
Information Technology Expenses	30.14	25.81
Miscellaneous Expenses	97.01</	

to fifteen days salary last drawn for each completed year of service. The same is payable on termination of service or retirement, whichever is earlier. The benefit vests after five years of continuous service. In case of some employees, the Group's scheme is more favourable as compared to the obligation under Payment of Gratuity Act, 1972. A small part of the gratuity plan, which is not material, is unfunded and managed within the Group.

	As at 31st March, 2017	As at 31st March, 2016
Amounts recognised in the Balance Sheet in respect of Gratuity		
Present Value of the funded Defined Benefit Obligations at the end of the year	74.25	31.87
Fair Value of Plan Assets	66.38	23.90
Net Liability/(Asset)	7.87	7.97
Amounts recognised in Employee Benefits Expenses in the Statement of Profit and Loss in respect of Gratuity		
Current Service Cost	9.59	5.32
Interest on Defined Benefit Obligations	4.52	2.04
Expected Return on Plan Assets	(3.70)	(1.70)
Net Actuarial (Gain)/Loss recognised during the year	8.15	3.37
Past Service Cost	(0.08)	-
Net Gratuity Cost	18.48	9.02
Actual Return on Plan Assets:		
Expected Return on Plan Assets	4.29	1.70
Actuarial Gain/(Loss) on Plan Assets	2.38	(0.31)
Actual Return on Plan Assets	6.67	1.39
Reconciliation of Present Value of the Obligations and the Fair Value of the Plan Assets:		
Change in Present Value of the Obligations:		
Opening Defined Benefit Obligations	31.86	21.79
Current Service Cost	9.59	5.32
Interest Cost	4.52	2.04
Actuarial (Gain)/Loss	9.42	3.05
Liability on Stake Change/Divestment/Amalgamation of Subsidiaries/Joint Ventures	27.42	0.40
Liabilities Assumed in respect of employees transferred from Group Companies	1.35	-
Past Service Costs	(0.08)	-
Benefits Paid	(9.83)	(0.73)
Closing Defined Benefit Obligations	74.25	31.87
Change in Fair Value of the Plan Assets:		
Opening Fair Value of the Plan Assets	23.90	19.08
Expected Return on Plan Assets	4.29	1.70
Actuarial Gain/(Loss)	2.38	(0.31)
Asset on Stake Change/Divestment/Amalgamation of Subsidiaries/Joint Ventures	27.42	-
Contributions by the Employer	19.66	4.16
Asset acquired on acquisition / (distributed on divestiture)	(1.44)	-
Benefits Paid	(9.83)	(0.73)
Closing Fair Value of the Plan Assets	66.38	23.90
Investment Details of the Plan Assets		
Government of India Securities	46.00%	9.34%
Corporate Bonds	0.00%	0.18%
Special Deposit Scheme	1.00%	0.94%
Insurer Managed Fund*	46.00%	79.04%
Others	7.00%	10.50%
Total	100.00%	100.00%

There are no amount included in the Fair Value of the Plan Assets for Property occupied by or other assets used by the Group.

	31st March, 2017	31st March, 2016	31st March, 2015
Experience Adjustment	74.25	31.86	21.79
Defined Benefit Obligations	66.38	23.90	19.08
Plan Assets	(7.87)	(7.96)	(2.71)
Surplus/(Deficit)	6.10	5.40	0.61
Experience Adjustment on Plan Liabilities	1.86	(0.31)	0.88

Expected rate of return on assets is based on the average long-term rate of return expected on investments of the fund during the estimated term of the obligations.

₹ in Crores

	As at 31st March, 2017	As at 31st March, 2016
Principal Actuarial Assumptions at the Balance Sheet Date		
Discount Rate	6.50 – 7.95%	7.35% - 8.10%
Estimated Rate of Return on the Plan Assets	6.50 – 7.95%	7.60% - 9.00%

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

b) The details of the Group's Defined Benefit Plans in respect of Gratuity (unfunded by the Group):

	As at 31st March, 2017	As at 31st March, 2016
Amounts recognised in the Balance Sheet in respect of Gratuity		
Present Value of the unfunded Defined Benefit Obligation at the end of the year	4.17	2.40
Amounts recognised in Employee Benefits Expenses in the Statement of Profit and Loss in respect of Gratuity		
Current Service Cost	0.89	0.51
Interest on Defined Benefit Obligations	0.18	0.07
Net Actuarial (Gain)/Loss recognised during the year	0.55	0.09
Past services cost	0.06	-
Net Gratuity Cost	1.68	0.67
Reconciliation of Present Value of the Obligation:		
Opening Defined Benefit Obligation	2.40	0.99
Past Service Cost	0.06	0.06
Current Service Cost	0.89	0.51
Interest Cost	0.18	0.07
Actuarial (Gain)/Loss	0.55	0.09
Liability in respect of Employees transferred from funded plan	-	(0.34)
Benefits Paid	0.09	1.08
Closing Defined Benefit Obligation	4.17	2.40

	31st March, 2017	31st March, 2016	31st March, 2015
Defined Benefit Obligation	4.17	2.40	0.99
Experience adjustment on Plan Liabilities	-	-	0.19
Principal Actuarial Assumptions at the balance sheet date			
Discount rate	6.70 – 7.70%		7.60% - 8.10%

c) The details of the Group's Defined Benefit Plans in respect of Group owned Provident Fund Trust

	Year Ended 31st March, 2017	Year Ended 31st March, 2016
Contribution to the Group-Owned Employees' Provident Fund Trust	2.78	1.41

The Guidance Note on implementing AS-15 – 'Employee Benefits (Revised 2005)', issued by the ICAI states that the Provident Funds set-up by employers, which require interest shortfall to be met by the employer, needs to be treated as Defined Benefit Plan. The Group set-up Provident Fund does not have existing deficit of Interest shortfall.

	Year Ended 31st March, 2017	Year Ended 31st March, 2016
Defined Contribution Plans – Amount recognised as an expense and included in the Note: 17 as Contribution to Provident and Other Funds	15.74	13.52

NOTE : 29

Disclosure under Employee Stock Options Scheme of Subsidiary Company

(A) Aditya Birla Money Limited

Stock options granted under ABML – Employee Stock Option Scheme – 2014

The objective of the Employee Stock Option Scheme is to attract and retain talent and align the interest of employees with the Company as well as to motivate them to contribute to its growth and profitability.

In accordance with the Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, as amended by Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (hereinafter referred to as 'SEBI ESOP Regulations') and the Guidance Note on Accounting for Employee Share-based Payments, the cost of equity-settled transactions is measured using the intrinsic value method. The cumulative expense to be recognized for equity-settled transactions at each reporting date until the vesting date will reflect the extent to which the vesting period has expired and the company's best estimate of the number of equity instruments that will ultimately vest. The expense or credit to be recognized in the statement of profit and loss for a period to represent the movement in cumulative expense recognized as at the beginning and end of that period and is to be recognized in employee benefits expense. However, there is no expense that is incurred during the year by the Company for this purpose since the exercise price at which the options have been granted by the Company to eligible employees are at the market price of the shares under ESOP being less than the exercise price of the option. As per the ABML ESOP 2014, 25% of the stock option granted got vested at the end of twelve month from the date of grant of option but none of the employees exercised the vested option till 31st March, 2017.

Stock options granted under ABML – Employee Stock Option Scheme – 2014

The Company had formulated the ABML Employee Stock Option Scheme – 2014 (ABML ESOP Scheme – 2014) with the approval of the shareholders at the Annual General Meeting dated September 09, 2014. The Scheme provides that the total number of options granted there under will be 27,70,000 and to follow the Market Value Method (Intrinsic Value) for valuation of the Options. Each option, on exercise, is convertible into one equity share of the Company having face value of Rs. 1 each. Subsequently, the Nomination and Remuneration Committee of the Board of Directors on December 2, 2014 has granted 25,09,341 stock options to its eligible employees under the ABML ESOP Scheme – 2014 at an exercise price of Rs. 34.25/- . The Exercise Price was based on the

latest available closing price, prior to the December 2, 2014 (the date of grant by the Nomination & Remuneration Committee) on the recognized stock exchanges on which the shares of the Company are listed with the highest trading volume.

Summary of Stock Options granted under ABML ESOP Scheme – 2014 is as under

Options granted on December 02, 2014	Rs. 25,09,341
Options outstanding as on April 01, 2016	Rs. 19,79,120
No. of options granted during the year	Nil
Method of Accounting	Intrinsic Value
Vesting Plan	25% every year
Exercise period	Within 5 years from the date of vesting of respective options
Grant/Exercise price (Rs. per share)	Rs. 34.25/-
Market price as on the date of the grant	Rs. 34.25/- (previous day closing price on the recognized stock exchange)
Options forfeited/lapsed during the year	Rs. 4,50,859 (due to resignation of employees)
Options exercised during the year	Nil
Options outstanding as on March 31, 2017	Rs. 14,45,845

The vesting period in respect of the options granted under ABML ESOP Scheme – 2014 is as follows:

Sr. No	Vesting Dates	% of options that shall vest
1	12 months from the date of grant	25% of the grant
2	24 months from the date of grant	25% of the grant
3	36 months from the date of grant	25% of the grant
4	48 months from the date of grant	25% of the grant

None of the employees have exercised the vested options.

The Company has granted options to the eligible employees at an exercise price of Rs. 34.25 per share being the latest market price as per SEBI ESOP Regulations. In view of this, there being no intrinsic value (being the excess of the market price of share under ESOP over the exercise price of the option), on the date of grant, the Company is not required to account the accounting value of option as per SEBI ESOP Regulations.

Fair Valuation:

The fair value of the options on the date of grant has been done by an independent valuer using Black-Scholes Formula.

The key assumptions are as under:

Risk-free interest rate (%)	8.13%
Expected life (No. of years)	5.00
Expected volatility (%)	54.26%
Dividend yield (%)	0.00
The price of the underlying share in market at the time of option grant	Rs. 34.25/-

(B) Aditya Birla Customer Services Limited

The Company has formulated – Employee Stock Option Scheme – 2015 (ABCSL ESOP Scheme – 2015) with the approval of the shareholders at the Annual General Meeting dated July 07, 2015. The objective of the Employee Stock Option Scheme is to attract and retain talent and align the interest of employees with the Company as well as to motivate them to contribute to its growth and profitability. In accordance with the Guidance Note on Accounting for Employee Share-based Payments, the cost of equity-settled transactions is measured using the Intrinsic Value method. The cumulative expense to be recognized for equity-settled transactions at each reporting date until the vesting date will reflect the extent to which the vesting period has expired and the company's best estimate of the number of equity instruments that will ultimately vest. The expense or credit to be recognized in the statement of profit and loss for a period to represent the movement in cumulative expense recognized as at the beginning and end of that period and is to be recognized in employee benefits expense. However, there is no expense that is incurred during the year by the Company for this purpose since the exercise price at which the options have been granted by the Company to eligible employees are at the Fair Value of the Company and further, the vesting of options is due only in the upcoming years.

The ABCSL ESOP Scheme – 2015 provides that the total number of options granted there under will be 1,134,853 equity shares and to follow the Fair Value method for valuation of the Options. Each option, on exercise, is convertible into one equity share of the Company having face value of Rs. 10 each. Subsequently, the Nomination and Remuneration Committee of the Board of Directors on September 4, 2015 has granted 9,00,618 stock options to its eligible employees under the ABCSL ESOP Scheme – 2015 at an exercise price of Rs. 89/- . The Exercise Price was based on the Fair value method arrived at as per valuation report issued by Independent valuer.

Summary of Options granted under ABCSL ESOP Scheme 2015 is as under

Options outstanding as on 01.04.2016	7,98,884
Number of options granted during the year	0
Method of accounting	Fair value
Vesting Plan	Bullet vesting on 31.03.2018
Exercise period	Within 2 years from the date of vesting of respective options
Grant date	04.09.2015
Grant / Exercise price (Rs / share)	Rs. 89/-
Market price as on the date of the grant	NA
Options forfeited / lapsed / not opted for during the year	2,66,597
Options exercised during the year	Nil
Options outstanding as on 31.3.17	5,32,287

The vesting period in respect of the options granted under ABCSL ESOP Scheme – 2015 is as follows:

Vesting Dates	% of options that shall vest
Options shall vest at one go-bullet vesting at the end of March, 2018 or 100% of the grant more specifically such time period as may be determined by the Compensation committee. specified in the ESOP Scheme	

The fair value of the options on the date of grant has been done by an independent valuer using Black-Scholes Formula. The key assumptions are as under:

Variables	Grant date 04.09.2015 vest 03.09.2020
Fair market value	Rs. 89
Volatility	0%
Risk free rate	7.83%
Exercise price	Rs. 89
Expected Life	6 years
Dividend yield	0%
Option fair value	Rs. 20.74
Vesting schedule	100%
Weighted average fair value	Rs. 20.74

Had the company used the fair value model to determine compensation, its profit / (Loss) after tax and earnings per share are reported would have changed to the amount indicated below

Particular	2016-17	2015-16
Net Profit (as reported)	530.01	380.53
Less: Dividend on Preference Shares	0.97	0.97
Net Profit for equity shareholders	529.04	379.56
Less: Compensation cost as per Fair Value	0.95	2.04
Adjusted Net Income	528.08	378.49
Weighted average number of Basic Equity Shares Outstanding (In Nos.)	83,29,81,799	75,81,82,603
Weighted average number of Diluted Equity Shares Outstanding (In Nos.)	83,29,81,799	87,50,17,575
Face value of the Equity Share (In ₹)	10	10
Reported Earning Per Share (EPS)		
- Basic EPS (₹)	6.35	5.01
- Diluted EPS (₹)	6.35	4.34
Proforma Earning Per Share (EPS)		
- Basic EPS (₹)	6.34	4.99
- Diluted EPS (₹)	6.34	4.33

NOTE: 30

DISCLOSURE IN RESPECT OF RELATED PARTIES PURSUANT TO ACCOUNTING STANDARD-18

1 List of Related Parties

Holding Company
Aditya Birla Nuvo Limited (ABNL)

Fellow Subsidiary
Birla Sunlife Insurance Company Limited (BSLI) (till 23rd March, 2017)
ABNL Investment Limited (AIL)
Aditya Birla Idea Payment Bank Limited (ABIPBL)

Key Management Personnel
Mr. Ajay Srinivasan

2 During the year, following transactions were carried out with the related parties:

Transaction / Nature of Relationship	Holding Company	Fellow Subsidiaries	Key Management Personnel	Grand Total
Revenue From Operation				
BSLI	-	2.93	-	-
	-	(3.53)	-	(3.53)
TOTAL		2.93		(3.53)
Interest Paid				
ABNL	0.80	-	-	0.80
	(2.44)	-	-	(2.44)
TOTAL	0.80			0.80
	(2.44)	-	-	(2.44)
Payment For Reimbursement of Revenue / Capital expenditure				
ABNL	0.05	-	-	0.05
	(0.13)	-	-	(0.13)
BSLI		3.80	-	-
	-	(3.08)	-	(3.08)
ABIPBL		1.24	-	1.24
	-	-	-	-
TOTAL	0.05	5.04		1.29
	(0.13)	(3.08)	-	(3.21)
Receipts against Reimbursement of Expenses				
ABNL	-	-	-	-
	(0.01)	-	-	(0.01)
BSLI		45.46	-	45.46
	-	(39.14)	-	(39.14)
TOTAL		45.46		45.46
	(0.01)	(39.14)	-	(39.15)
Purchase of Fixed Assets				
BSLI	-	0.10	-	-
	-	(0.10)	-	(0.10)
TOTAL		0.10		(0.10)
	-	(0.10)	-	(0.10)

Interest Expenses on NCD			
BSLI	-	11.04	-
	-	(3.15)	-
TOTAL		11.04	(3.15)
	-	(3.15)	-
Interest Expenses on ICD			
ABNL	4.22	-	-
	-	-	-
TOTAL	4.22		4.22
	-	-	-
Insurance premium			
ABNL	3.97	-	-
	-	-	-
TOTAL	3.97		3.97
	-	-	-

Loans / Deposits taken (including Inter-Corporate Deposits)			
ABNL	63.76	-	-
	(53.67)	-	-
TOTAL	63.76		63.76
	(53.67)	-	-

Advance Taken for Expense			
BSLI	-	9.73	-
	-	(10.06)	-
TOTAL		9.73	(10.06

Asset Management	272.64	238.28	258.24	162.11
Insurance Broking	69.39	27.18	33.77	26.84
Life Insurance Business	36,293.56	-	34,182.15	-
Money Broking	481.75	445.50	211.20	144.17
Health Insurance	328.43	17.59	167.57	7.18
Other Financial Services	322.81	276.27	118.58	59.78
Total Segment	77,325.29	29,140.77	69,217.23	24,693.98
Inter-Segment Eliminations	(233.28)	(5.14)	(233.28)	(5.14)
Unallocated Corporate Assets/Liabilities	1,038.74	905.91	584.81	127.44
Total Assets/Liabilities	78,130.75	30,041.53	69,568.76	24,816.27

Other Information	Cost incurred to Acquire Segment Fixed Assets (including CWIP and Capital Advance) for the Year Ended		Depreciation / Amortisation for the Year Ended	
	31st March, 2017	31st March, 2016	31st March, 2017	31st March, 2016
Financial Services				
NBFC	60.97	18.68	12.68	8.83
Asset Management	12.18	6.18	9.78	8.92
Life Insurance Business	-	-	1.03	-
Insurance Broking	8.32	3.47	2.97	1.91
Health Insurance	32.16	-	3.98	-
Money Broking	3.67	2.95	3.16	3.96
Other Financial Services	7.58	18.45	9.58	9.22
Total Segment	124.87	49.74	43.17	32.85
Unallocated	-	-	-	-
Total	124.87	49.74	43.17	32.85

Information about Secondary Business Segments

	For the Year Ended	
	31st March, 2017	31st March, 2016
Revenue by Geographical Market		
In India	5,773.81	3,570.47
Outside India	31.88	27.48
Total	5,805.69	3,597.95
Carrying Amount of Segment Assets		
In India	78,097.78	30,018.12
Outside India	32.97	23.41
Total	78,130.75	30,041.53
Cost incurred to acquire Segment Fixed Assets		
In India	124.77	49.36
Outside India	0.10	0.38
Total	124.87	49.74

NOTE: 32 ADDITIONAL INFORMATION PERSUANT TO SCHEDULE III OF COMPANIES ACT, 2013 FOR CONSOLIDATED FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

Name of the Entity	"Net Assets" as on 31st March, 2017		Net Assets as on 31st March, 2016*		Share in Profit or Loss for the year ended 31st March, 2017		Share in Profit or Loss for the year ended 31st March, 2016	
	% of Consolidated Net Assets	Amount	% of Consolidated Net Assets	Amount	% of Consolidated Profit and Loss	Amount	% of Consolidated Profit and Loss	Amount
HOLDING COMPANY								
Aditya Birla Financial Services Limited	69.91%	4,610.90	70.25%	3,129.71	0.80%	4.24	-0.13%	(0.48)
SUBSIDIARY COMPANIES								
Aditya Birla Capital Advisors Private Limited	0.52%	33.98	0.69%	30.96	0.57%	3.02	1.19%	4.52
Aditya Birla Customer Services Limited	-0.89%	(58.68)	-0.02%	(0.97)	-10.89%	(57.71)	-18.39%	(70.00)
Aditya Birla Financial Shared Services Limited	0.01%	0.39	0.00%	0.13	0.05%	0.26	-0.02%	(0.07)
Aditya Birla Trustee Company Private Limited	0.00%	0.29	0.01%	0.26	0.00%	0.02	0.01%	0.03
Aditya Birla Money Limited Conso	0.64%	42.20	0.91%	40.42	1.37%	7.28	0.87%	3.33
Aditya Birla Money Mart Limited	-0.06%	(3.82)	-0.41%	(18.27)	-0.14%	(0.72)	-1.79%	(6.81)
"Aditya Birla Money Insurance Advisory Services Limited (100% Subsidiary of Aditya Birla Money Mart Limited)"	-0.06%	(4.18)	-0.09%	(3.97)	-0.04%	(0.20)	-0.60%	(2.28)
Aditya Birla Insurance Brokers Limited	0.90%	59.18	0.77%	34.40	4.67%	24.77	5.60%	21.30
Aditya Birla Finance Limited	75.68%	4,991.33	82.96%	3,695.80	110.42%	585.25	107.38%	408.60
Aditya Birla Housing Finance Limited	5.57%	367.48	4.60%	204.76	-2.92%	(15.50)	-7.94%	(30.22)
Birla Sun Life Asset Management Company Limited	13.90%	916.83	18.64%	830.16	40.99%	217.25	55.05%	209.49
Birla Sun Life Trustee Company Private Limited	0.01%	0.55	0.01%	0.51	0.01%	0.04	0.01%	0.05
Aditya Birla Health Insurance Co. Limited	2.21%	145.66	0.06%	2.80	-16.35%	(86.67)	0.00%	-
ABCAP Trustee Company Private Limited	0.00%	(0.00)	0.00%	-	0.00%	(0.01)	0.00%	-
Aditya Birla Wellness Private Limited (w.e.f. June 23, 2016)	0.04%	2.48	0.00%	-	-0.45%	(2.41)	0.00%	-
Birla Sun Life Insurance Company Limited (w.e.f. March 23, 2017)	26.95%	1,777.66	0.00%	-	7.42%	39.33	0.00%	-
Birla Sun Life Pension Management Limited w.e.f. March 23, 2017	0.41%	27.07	0.00%	-	0.04%	0.21	0.00%	-
FOREIGN SUBSIDIARY COMPANIES								
Birla Sunlife AMC (Mauritius) Ltd	0.09%	6.22	0.12%	5.37	0.92%	4.87	1.37%	5.22
Aditya Birla Sun Life AMC Ltd., Dubai	0.07%	4.59	0.12%	5.18	-0.09%	(0.48)	-0.26%	(1.00)
Aditya Birla Sun Life AMC Pte Ltd., Singapore	0.21%	13.91	0.11%	4.69	0.30%	1.57	-1.75%	(6.67)
Minority Interest		(1,951.80)		(755.76)		(161.15)		(143.55)
Preference Share issued by Subsidiary and Joint Venture Companies		(14.70)						
Consolidation Eliminations and Adjustments		(4,372.07)		(2,751.41)		(33.26)		(10.93)
TOTAL ATTRIBUTABLE TO OWNERS		6,595.48		4,454.80		530.01		380.53

* Net Assets = Total Assets - Total liabilities

- India Advantage Fund Limited (IAFL), wholly owned Subsidiary of Birla Sun Life Asset Management Company Limited, is a collective investment scheme set up as a fund in Mauritius with the status of a limited company under the Mauritius Companies Act. In terms of constitution and private placement memorandum, IAFL has classes of redeemable participating shares. Each class of participating shares has its own Balance Sheet and Statement of Profit and Loss. The Profit/Loss of each such class belongs to the participating shareholders of that class. Birla Sun Life Asset Management Company Limited (BSAMC) owns 100% of the management share and management shareholder is not entitled to any beneficial interest in the profit/loss of various classes nor is required to make good any shortfall. In substance, there are no direct or indirect economic benefits received by the management shareholders. The substance over form must prevail. Accordingly, the Group has not consolidated IAFL in the Consolidated Financial Statements.
- Aditya Birla Sun Life AMC Pte Limited, Singapore has made investment in International Opportunities Fund. International Opportunities Fund SPC (IOF) is segregated portfolio company set up as a fund in Cayman islands under the Cayman Islands Monetary Act. In terms of constitution and private placement

memorandum, IOF has various segregated portfolio which issue redeemable participating shares. Each Segregated Portfolio of participating shares has its own Balance Sheet and Profit and Loss account. The Profit/Loss of each such Portfolio belongs to the participating shareholders of that segregated portfolio. Aditya Birla Sun Life Asset Management Pte. Limited (ABSLAMC) owns 100% of the management share and management shareholder is not entitled to any beneficial interest in the profit/loss of various segregated portfolios nor is required to make good any shortfall. In substance there are no direct or indirect economic benefits received by the management shareholders. The substance over form must prevail. Accordingly, the Group has not consolidated IOF in the Consolidated Financial Statement.

NOTE: 33

Cash transaction in specified bank notes (SBNs)

Details of specified bank notes (SBNs) and transactions therein during the period from 8th November, 2016 to 30th December, 2016 are as given below as required by the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated 8th November, 2016.

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	42,500	10,908	53,408
(+) Permitted receipts	9,556,500	108,298	9,664,798
(-) Permitted payments	(1,500)	(96,523)	(98,023)
(-) Amount deposited in Banks	(9,597,500)	-	(9,597,500)
Closing cash in hand as on 30.12.2016	-	22,683	22,683

Note:

Aditya Birla Finance Limited (ABFL), Subsidiary company of the group

During the notified period the customers of ABFL have directly deposited cash amounting to ₹ 69.40 Lakhs in the bank account of ABFL held with scheduled banks. ABFL has not transacted in the SBN 's and accordingly ABFL did not have any cash balance as on 08.11.2016 and 30.12.2016

Aditya Birla Housing Finance Limited (ABHFL) Subsidiary company of the group

The SBN 's are directly deposited by customers into ABHFL 's central bank account towards the part payment or closure of their outstanding loan amount. ABHFL has obtained the relevant details of deposits from bank and from deposits slips provided by customers and accordingly provided the details in above table.

34. OTHER SIGNIFICANT NOTES

- The Group's pending litigations comprise of claims by or against the Group primarily by the employees / customers / suppliers, etc. and proceedings pending with tax and other government authorities. The Group has reviewed its pending litigations and proceedings and has adequately provided for where Provisions are required and disclosed the contingent liabilities where applicable, in its financial statements. The Group does not expect the outcome of these proceedings to have a materially adverse effect on its financial results. In respect of litigations, where the management assessment of a financial outflow is probable, the Group has made adequate provisions in the financial statements and appropriate disclosure for contingent liabilities is given in note no 26.
- The Group has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses need to be provided as required under any law / accounting standards.
- Pursuant to a Share Purchase agreement ("SPA") between Aditya Birla Nuvo Limited ("ABNL" or "the Purchaser") and Mr.Pratap C Reddy and others ("Erstwhile Promoters") dated August 28, 2008, ABNL had agreed to acquire 31 million equity shares in Aditya Birla Money Limited ("ABML"). The transaction was completed on March 6, 2009.

As per the SPA, the Erstwhile Promoters had agreed to indemnify and hold harmless the Purchaser to the extent of any Losses, resulting from or consequent upon or relating to such breach of representations or warranties, covenants or agreement including but not limited to the recoveries of receivables and other assets in the books of ABML, contingencies on tax and related matters etc.

Subsequent to the completion of the above transaction, the Purchaser noted several breaches of representations and warranties including but not limited to non-recovery of debtors, irrecoverable advances, missing fixed assets etc. Accordingly, ABNL based on its internal assessment of the recoverability of receivables, fixed assets, other assets and matters relating to tax and other contingencies arrived at an amount of Rs 16.66 Crore as Losses incurred on account of breach of representation warranties in the SPA. Further, ABNL vide its letter dated March 5, 2011 made a separate claim of Rs 0.52 Crore for amounts becoming due and payable on accounts of various cases initiated by the customers of ABML. ABNL invoked the arbitration mechanism and filed their Statement of Claim on February 26, 2011 with the Arbitration Tribunal.

Pending the final outcome of the arbitration proceedings, ABML has identified all such receivables, assets etc which are have not been recovered and other items which are the subject matter of the claim to the extent they are in the books of accounts of ABML as at March 31, 2017 aggregating Rs. 18.73 Crore (previous year: Rs. 18.66 Crore) and disclosed the same in Short Term Loans & Advances in Note No 13B of the Balance Sheet, as these amounts would be paid directly to ABML by the Erstwhile Promoters at the direction of ABNL as and when the settlement happens.

Both report submitted by Professional Accounting firm and had also directed the Respondent to file their list of witnesses (if any) by the end of April 2013. The Respondents filed their objections to the audit report and ABNL had also filed its reply to the said objections.

Arguments in rebuttal by the Claimant was completed on 25 October 2013 and written submissions were filed by 29 October 2013. The tribunal has reserved the award.

During the FY 2014-15, Arbitral Tribunal has passed an award, allowing claim of Rs.10.24 Crore, which excluded premature claims pertaining to income tax, service tax, etc. Further, such award directed the Erstwhile Promoters to pay a sum of Rs. 5.73 Crore, alongwith interest @ 14% from the date of award. This award was received by ABNL on 27th May 2014.

Subsequently, during the year both parties have filed petitions under Sec.34 of the Arbitration and Conciliation Act, 1996 seeking to set aside the award and the same are admitted and pending on the file of the High Court of Madras.

In respect of such receivables, which exclude premature claims pertaining to income tax, service tax, etc., ABML has created adequate provision, which also includes claims not awarded by the Arbitral Tribunal to the extent of 44%. In respect of tax claims, ABML has obtained favourable order for certain assessment years & is confident of recovering such amount in due course. Such amounts are fully recoverable from the income tax department.

Further in the month of October 2015, Supreme Court dismissed the appeal filed by ABML against SAT order directing ABML to pay a sum of Rs. 1.66 Crore together with interest thereon. Consequently SEBI served a notice of demand on ABML seeking payment of a sum of Rs. 1.66 Crore towards turnover fee and a sum of Rs. 3.76 Crore and in the month of October 2016, Rs.0.11 Crore towards interest thereon from the respective due dates of payment of the said Turnover Fee.

As the erstwhile promoters have agreed to indemnify ABNL to the extent of any losses resulting from or consequent upon the civil appeal pending before Supreme Court vide Civil Appeal No. 3441/2007 in the SPA, the demand was communicated to the erstwhile promoters and the erstwhile promoters have paid the total turnover fee of Rs. 1.66 Crore to ABML against the payment made by ABML to SEBI.

The request of ABML to SEBI seeking waiver of the interest was not considered favourably and the review petition filed by ABML in Supreme Court was also dismissed. In the meanwhile SEBI issued a Recovery Certificate dated 12.01.2016 seeking to recover the interest amount and ABML remitted the above mentioned interest amount with SEBI under intimation to erstwhile promoters.

Based on legal opinion received by ABML in the previous year and internal assessment, the ultimate company is confident of recovering the allowed claim through the legal process. Further, we confirm that ABNL has committed to transfer any funds received on settlement of arbitration order to ABML. Accordingly in our opinion there is no uncertainty in recovery of such amounts and no additional provision is necessary.

- On 23rd March, 2017 the Company has acquired 51% equity shares of Birla Sun Life Insurance Company Limited ("BSLIC") from Aditya Birla Nuvo Limited. Consequently, BSLIC has become subsidiary of the Company with effect from 23rd March, 2017. Revenue and profit and loss account of BSLIC for the period from 23rd March, 2017 to 31st March, 2017 has been prepared and certified by the management of BSLIC based on estimates and extracted from audited financial statements of BSLIC for the year ended March 31, 2017. Accordingly, total revenue of ₹ 791 Crore, profit before tax of ₹ 40 Crore, and profit after tax of ₹ 40 Crore for the period from 23rd March 2017 to 31st March, 2017 have been consolidated."

v. Scheme of Arrangement between Subsidiary Companies:

- During the year, the Hon'ble High Court of Gujarat, Ahmedabad approved the Scheme of Arrangement vide order O/COMP/445/2016 dated 24th November, 2016, and the certified true copies of the scheme and order were received on December 21, 2016., whereby the Wealth Management Undertaking of Aditya Birla Money Mart Limited (ABMM), a subsidiary of the Company was demerged and transferred to Aditya Birla Finance Limited (ABFL), also a subsidiary of the Company, with the Appointed Date of 1st April, 2016. The Scheme of Arrangement was made effective on 31st December, 2016.
- In consideration of the demerger, the Company has received 10,277,778 equity shares of ₹10 each of ABFL as per the share entitlement ratio determined based on an independent valuation report at 3 equity shares of ₹10 each in ABFL for every 8 equity shares of ₹10 each held in ABMM and 1 equity share of ₹10 each in ABFL for every 36 0.01%-Redeemable Non-Convertible Preference Shares of ₹10 each held in ABMM.
- As per the Scheme of Arrangement, the general purpose borrowings in ABMM have been transferred to the Company in proportion to the value of assets transferred to ABFL. Accordingly, ABFL has issued Compulsory Convertible Debentures (CCD) of value of ₹ 23.99 crore to the Company in lieu of such amount of CCD of ABMM which were transferred to ABFL. Hence the current holding pattern of CCD's by the Company is as under:
 - ABFL - ₹ 23.99 crore
 - AMML - ₹ 26.01 crore

VI. Conversion of Preference Shares:

- During the year 5,65,00,000 0.01%-Non Cumulative Compulsorily Convertible Preference Shares of ₹10 each are due for conversion on the existing terms and condition, accordingly the Company has converted preference shares into 56,50,00,000 fully paid Equity Shares of ₹10 each at premium of ₹90 each.
- During the year the Company has made early conversion of its 28,00,00,000 0.01%-Non Cumulative Compulsorily Convertible Preference Shares of ₹10 each into 2,80,00,000 fully paid Equity Shares of ₹10 each at premium of ₹90 each.
- During the year the Company has reclassified its Authorised Share Capital. The revised structure comprise of 2,20,00,00,000 Equity shares of ₹10 each and 1,80,00,00,000 Preference Shares of ₹10 each.
- During the year the Company made early redemption of its 1,47,11,10,000 6%-Non-Convertible Non-Cumulative Redeemable Preference Shares of ₹10 each held by Aditya Birla Nuvo Limited. The same is approved by Board of Directors and accounted accordingly. The redemption is made as per existing terms and conditions.
- During the year, the Board of Directors of the Company at its Board Meeting held on 11th August, 2016, had

approved a Composite Scheme of Arrangement between Aditya Birla Nuvo Limited (ABNL), Grasim Industries Limited (GIL) and the Company and their respective shareholders and creditors ("Scheme"). The Scheme provides for the amalgamation of ABNL with GIL on a going concern basis, demerger of the financial services business from amalgamated GIL into the Company post the amalgamation and consequent listing of the equity shares of the Company. The approval for the Scheme had been received from the Competition Commission of India. The Hon'ble National Company Law Tribunal, Bench at Ahmedabad (NCLT) had directed holding of the meeting of the Shareholders of the Company on 10th April, 2017 and the Shareholders of the Company have unanimously approved the Scheme. NCLT has approved the Scheme on June 1, 2017. The Boards of ABNL and GIL have decided July 1, 2017 to be the effective date for amalgamation of ABNL into Grasim and fixed the record date at July 6, 2017 for the same. The Board of GIL has decided July 4, 2017 to be the effective date for demerger of the financial services business.

IX. Figures of ₹50,000 or less have denoted by 'p'.

X. Previous year's figures have been regrouped / rearranged to conform to the current year's presentation, wherever necessary.

The above financial statements were approved by the Board of Directors on 26th June 2017.

K. Details of other group companies of the Company including their capital structure and financial statements

The details of Promoter of the Company i.e. Grasim Industries Limited are available on page 172-175 of the Information Memorandum.

The details of subsidiaries of the Company are available in chapter IV, Page no. 160-171 of the Information Memorandum and on the website of the Company i.e. www.adityabirlacapital.com.

The details of other Group Companies are as under:

- UltraTech Cement Limited ("UltraTech")
 - UltraTech was incorporated on August 24, 2000 under the Companies Act, 1956 and has its registered office situated at B Wing, Ahura Centre, 2nd Floor, Mahakali Caves Road, Andheri (East), Mumbai – 400 093. The corporate identification number (CIN) of UltraTech is L26940MH2000PLC128420.
 - UltraTech is involved in the business of manufacturing of grey cement, ready mix concrete ("RMC") and white cement in India.
 - Capital Structure**
 - The authorized equity share capital of UltraTech is ₹ 2,800,000,000 divided into 280,000,000 equity shares of ₹ 10 each. As on June 30, 2017, the issued, subscribed and paid-up equity share capital of UltraTech is ₹ 2,745,228,350 divided into 274,522,835 equity shares of ₹10 per share.
 - Financial Information**
 - The operating results of UltraTech for the last three fiscal years are as follows:

(in ₹ Cr., except per share data)

Particulars	Financial Year ended		
	March 31, 2017#	March 31, 2016#	March 31, 2015
Equity capital	275	274	274
Reserves and surplus (excluding revaluation reserve)	23,667	21,357	18,583
Sales and Other Income	27,162	26,947	25,990
Profit/(Loss) after tax	2,628	2,370	2,015
Book Value per share (₹)	872	788	687

The financial information for the fiscal years 2017 and 2016 is based on financial statements prepared as per Ind AS while financial information for the fiscal year 2015 is based on financial statements prepared as per Indian GAAP.

- Idea Cellular Limited ("Idea")
 - Idea was incorporated on March 14, 1995 under the Companies Act, 1956 and has its registered office situated at Suman Tower, Plot No.18, Sector-11, Gandhinagar, Gujarat—382 011. The corporate identification number (CIN) of Idea is L32100GJ1996PLC030976.
 - Idea is a pan-India integrated GSM operator offering 2G, 3G and 4G services, and has its own national long distance and international long distance operations, and internet service provider license.
 - Capital Structure**
 - The authorized equity share capital of Idea is ₹ 67,750,000,000 divided into 6,775,000,000 equity shares of ₹ 10 each and 1,500 redeemable cumulative non-convertible preference shares of ₹ 10 million each. As on June 30, 2017, the issued, subscribed and paid-up equity share capital of Idea is ₹ 36,064,114,020 divided into 3,606,411,402 equity shares of ₹ 10 per share.
 - Financial Information**
 - The operating results of Idea for the last three fiscal years are as follows:

(in ₹ billion, except per share data)

Particulars	Financial Year ended		
	March 31, 2017#	March 31, 2016#	March 31, 2015