

***INOX LEASING AND  
FINANCE LIMITED***



**ANNUAL REPORT  
2019-2020**

# CORPORATE INFORMATION

## BOARD OF DIRECTORS

D.K. Jain : Chairman  
P.K. Jain : Managing Director  
V.K. Jain : Director  
Siddharth Jain : Director  
Devansh Jain : Director

## AUDIT COMMITTEE

P.K. Jain  
V.K. Jain  
Siddharth Jain

## KEY MANAGERIAL PERSONNEL

P.K. Jain : Managing Director  
Vijay Saxena : Company Secretary

## AUDITORS

M/s. S. C. Bandi & Co.  
Chartered Accountants

## BANKERS

HDFC Bank Limited  
Axis Bank Limited

## REGISTERED OFFICE

69, Jolly Maker Chambers II,  
Nariman Point,  
Mumbai – 400021

## 25th ANNUAL GENERAL MEETING

30th December, 2020 at 10.00 a.m.  
at Ceejay House, 7th Floor,  
Dr. Annie Besant Road, Worli,  
Mumbai - 400018.

CIN : U65910MH1995PLC085703  
Web site: [www.ilfl.co.in](http://www.ilfl.co.in)  
E Mail : [ilfl.co.in](mailto:ilfl.co.in)

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# NOTICE

NOTICE is hereby given that the Twenty Fifth Annual General Meeting of the Members of **INOX LEASING AND FINANCE LIMITED** will be held on Wednesday, the 30th day of December, 2020 at 10.00 a.m. at Ceejay House, 7th Floor, Dr. Annie Besant Road, Worli, Mumbai - 400018 to transact the following business:

## ORDINARY BUSINESS:

1. To consider and adopt
  - a. the Audited Standalone Financial Statements of the Company for the financial year ended 31 st March, 2020, the reports of the Board of Directors and Auditors thereon; and
  - b. the Audited Consolidated Financial Statements of the Company for the financial year ended 31 st March, 2020 and the report of the Auditors thereon.
2. To ratify Interim dividend paid for the year ended 31 st March, 2020 and confirm the same as Final Dividend.
3. To appoint a Director in place of Mr. Siddharth Jain (DIN: 00030202) who retires by rotation and being eligible offers himself for reappointment.

## SPECIAL BUSINESS:

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 185 of the Companies Act, 2013, as amended from time-to-time and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), and subject to such other permissions, consents and approvals, if any, and any other conditions which may be necessary or desirable in the opinion of the Board of Directors of the Company (hereinafter referred to as the “Board”), approval of the Members of the Company (the “Members”) be and is hereby accorded to the Board for providing from time to time loans, including inter corporate deposits to Inox Wind Limited a company which falls under the explanation to sub-section 2 of the said Section of an aggregate outstanding amount not exceeding Rs. 25,00,00,000/- (Rupees Twenty Five Crores only) at any given point of time provided that the following terms and conditions are followed:

  1. all such actions involving loans, the interest amount charged to Inox Wind Limited shall not be at a rate lower than the prevailing yield of one year, three year, five year or ten year of Government Security closest to the tenure of the loan ;
  2. all such actions are negotiated at arm’s length;
  3. all such actions are in the strategic and in the best interest of the Company (as conclusively determined by the Board in its sole discretion); and
  4. all such actions are in compliance with the applicable laws.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company (hereinafter referred to as “the Board”, which term shall be deemed to include any committee(s) thereof) be and is hereby authorized to negotiate, finalise and agree to the terms and conditions of the aforesaid loan from time-to-time and to do and perform or cause to be done all such acts, deeds, matters and things, as may be required or deemed necessary or incidental thereto to give effect to this resolution.”

5. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 185 of the Companies Act, 2013, as amended from time-to-time and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), and subject to such other permissions, consents and approvals, if any, and any other conditions which may be necessary or desirable in the opinion of the Board of Directors of the Company (hereinafter referred to as the “Board”), approval of the Members of the Company (the “Members”) be and is hereby accorded to the Board for providing from time to time loans, including inter corporate deposits to Inox Leisure Limited a company which falls under the explanation to sub-section 2 of the said Section of an aggregate outstanding amount not exceeding Rs. 50,00,00,000/- (Rupees Fifty Crores only) at any given point of time provided that the following terms and conditions are followed:

  1. all such actions involving loans, the interest amount charged to Inox Leisure Limited shall not be at a rate lower than the prevailing yield of one year, three year, five year or ten year of Government Security closest to the tenure of the loan ;
  2. all such actions are negotiated at arm’s length;

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3. all such actions are in the strategic and in the best interest of the Company (as conclusively determined by the Board in its sole discretion); and
4. all such actions are in compliance with the applicable laws.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company (hereinafter referred to as "the Board", which term shall be deemed to include any committee(s) thereof) be and is hereby authorized to negotiate, finalise and agree to the terms and conditions of the aforesaid loan from time-to-time and to do and perform or cause to be done all such acts, deeds, matters and things, as may be required or deemed necessary or incidental thereto to give effect to this resolution."

By Order of the Board of Directors

**Vijay Saxena**  
Company Secretary  
ACS-5465.

Place : Mumbai

Date : 23rd November, 2020

**NOTES:**

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIM AND A PROXY NEED NOT BE A MEMBER.**

Proxies, in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

2. A person can act as a proxy on behalf of members not exceeding Fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. However, a member holding more than Ten (10%) of the total share capital of the Company carrying voting rights, may appoint a single person as proxy and such person shall not act as proxy for any other person or member .
3. The Statement pursuant to Section 102(l) of the Companies Act, 2013 in respect of the Special Business as per Item No. 4 and 5 of the Notice is annexed hereto.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 23rd December, 2020 to 30th December, 2020 (both days inclusive).
5. Under the Companies Act, 2013 dividends that are unclaimed/unpaid for a period of seven years are required to be transferred to the Investor Education and Protection Fund (IEPF).

In compliance with the provisions of Section 124 and Section 125 of the Companies Act, 2013, the Company has transferred the unpaid or unclaimed dividends declared up to financial years 2011-12 and Interim dividend declared for the financial year 2012-13 to the Investor Education and Protection Fund (IEPF) established by the Central Government. The Company has uploaded the details of unpaid and unclaimed dividends lying with the Company as on 30th September, 2019 (date of the previous Annual General Meeting) on the website of the Company and the same can be accessed through the link: <http://www.ilfl.co.in> Investor Relations/Unclaimed Dividend.

Members who have not encashed their dividend warrants for the financial year ended 31st March, 2014 or any subsequent financial year(s) are requested to make their claims to the Company for issue of duplicate dividend warrants.

5. In compliance with various requirements set out in the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended, the Company has, during financial year 2019-20, transferred to the IEPF Authority all shares in respect of which dividend had remained unpaid or unclaimed for seven consecutive years or more as on the due date of transfer, i.e. March 30, 2020. Details of shares transferred to the IEPF Authority are available on the website of the Company and the same can be accessed through the link: <http://www.ilfl.co.in> Investor Relations/Transfer of Shares to IEPF. The said details have also been uploaded on the website of the IEPF Authority and the same can be accessed through the link: [www.iepf.gov.in](http://www.iepf.gov.in). (b) Members may note that shares as well as unclaimed dividends transferred to IEPF Authority can be claimed back from them. Concerned members/investors are advised to visit the weblink: <http://iepf.gov.in/IEPFA/refund.html>.
6. In compliance with the provisions of Section 101 of the Companies Act, 2013 read with Rule 18 of the Companies (Management and Administration) Rules, 2014 as amended, Annual Report for Financial Year 2019-20 of the Company has been sent via Electronic

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Mode (e-mail) to the Members whose e-mail addresses were made available to us by the Depository Participants and the members. We request the Members to register / update their e-mail address with their Depository Participants in case they have not already registered / updated the same. Members who are holding shares in physical form are requested to get their e-mail address registered with the Company.

7. Members may note that as per the Notification issued by the Ministry of Corporate Affairs, w.e.f. 2nd October, 2018 shares can only be transferred in demat mode. Members are advised to dematerialize shares held by them in physical form.  
Company's shares are available for dematerialisation both with NSDL and CDSL. The ISIN No. for demat of shares is INE608E01014. By dematerialising your physical shares, the dividend payable to you would be directly credited to your Bank Account electronically as per details provided to your Depository Participant. This would safeguard against misplacement or fraudulent encashment of dividend warrants during postal transit and also would expedite payment through credit to account and avoidance of filling up pay-in-slip and depositing the dividend warrants in the bank.
8. As per the Income-tax Act, 1961 (ACT), as amended by the Finance Act, 2020, dividends paid or distributed by the Company after 1st April, 2020 shall be taxable in the hands of the Shareholders. Your Company shall therefore be required to deduct tax at source (TDS) at the time of making payment of the above said Dividend. Members are therefore requested to immediately submit details of their PAN No. to the company to avoid deduction of tax at higher rates due to non-submission of PAN details.
9. Route Map to the venue of the meeting is annexed herewith for the convenience of the members to attend the meeting. The prominent landmark for the venue of the meeting is Atria Mall, Worli, Mumbai-400018.
10. In compliance with provisions of Section 108 of the Companies Act, 2013 read with rule 20 of the Companies (Management and Administration) Rules 2014, the Company is pleased to provide e-voting facility to all members through the e-voting platform of CDSL. In this regard, your demat account/folio number has been enrolled by the Company for your participation in e-voting on the resolutions placed by the Company on the e-voting system. Instructions and manner of e-voting process can be downloaded from the link <https://www.evotingindia.com>. E-voting is optional. The e-voting rights of the shareholders/beneficial owners shall be reckoned on the equity shares held by them as on 21st December, 2020.

### **The process and instructions for e-voting are as under:**

#### **In case of Members receiving e-mail:**

- (i) The voting period begins on 27th December, 2020 at 9.00 a.m. and ends on 29th December, 2020 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (21st December, 2020), may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The Shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com)
- (iii) Click on "Shareholders" tab.
- (iv) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter their six digit Folio Number registered with the Company, prefixed by ILFL e.g. ILFL000001.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

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#### **For Members holding shares in Demat Form and Physical Form**

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- |      |  |
|------|--|
| PAN* | Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"><li>• Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number (your six digit folio number) in the PAN field.</li><li>• In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL LETTERS. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li></ul> |
|------|--|
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Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy) as recorded in your demat account or in the Company records in order to login.</p> <ul style="list-style-type: none"> <li>If both the details are not recorded with the depository or company please enter the number of shares held by you in the Dividend Bank details field as mentioned in instruction (iv).</li> </ul>
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- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, Members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the Resolutions contained in this Notice.
- (xi) Click on the EVSN for Inox Leasing and Finance Limited on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiii) Click on the "RESOLUTIONS FILELINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Note for Non – Individual Shareholders and Custodians
- Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - In case you have any queries or issues regarding e-voting you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- I. The voting period begins on 27th December, 2020 at 9:00 am and ends on 29th December, 2020 at 5:00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 21st December, 2020, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
  - II. The voting rights of Shareholders shall be in proportion to their shares of the Paid - Up Equity Share Capital of the Company as on the cut-off date of 21st December, 2020.
  - III. A copy of this Notice has been placed on the website of the Company and the website of CDSL.
  - IV. M/s P. Naithani & Co. , Practicing Company Secretary (Certificate of Practice Number 3389) has been appointed as the Scrutinizer for conducting the e-voting process in a fair and transparent manner.
  - V. The Scrutinizer shall, immediately after the conclusion of voting at the general meeting, first count the votes cast at the meeting , thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make not later than three days of conclusion of the meeting, a consolidated scrutinizer's

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report of the total votes cast in favour or against, if any to the Chairman or a person authorised by him in writing who shall countersign the same. The Chairman or a person authorised by him in writing shall declare the result of the voting forthwith.

- VI. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.ilfl.co.in](http://www.ilfl.co.in) and on the website of CDSL.
11. Members / Proxies are requested to bring their filled in Attendance Slip and their copy of Annual Report to the Meeting.
  12. Corporate Members intending to send their Authorised Representative(s) to attend the Annual General Meeting are requested to send duly certified copy of the Board Resolution authorizing such representative(s) to attend and vote at the Annual General Meeting.
  13. Members holding shares in single name and in Physical form are advised to make nomination in respect of their shareholding in the Company.
  14. The relevant documents referred to in the accompanying Notice of Meeting and in the Explanatory Statement are open for inspection by the Members of the Company at the Registered Office's on all working days (except Saturdays, Sundays and Public Holidays) between 11.00 a.m. to 01.00 p.m. up to the date of this Meeting and copies thereof shall also be available for inspection in physical form at the Registered Office of the Company.
  15. The Chairman, shall, at the Meeting, at the end of discussions on the resolutions on which voting is to be held, allow voting with the assistance of Scrutinizer, by use of "Ballot Paper" for all those members who are present at the Meeting but have not cast their votes by availing the remote e-voting facility.

### STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

#### Item No. 4.

Inox Wind Limited is an entity falling under the explanation to sub-section 2 of Section 185 of Companies Act, 2013.

Accordingly, consent of the shareholders is being sought for by way of a special resolution pursuant to Section 185 of the Companies Act, 2013 (as amended by the Companies (Amendment) Act, 2017) for providing financial assistance to Inox Wind Limited for its principal business activities, at a rate of interest not lower than the prevailing yield of one year, three year, five year or ten year Government Security closest to the tenor of the loan, in the form of loans, including inter-corporate deposit of an aggregate outstanding amount not exceeding Rs. 25,00,00,000/- (Rupees Twenty-Five Crores only) at any given point of time.

Your Directors recommend the resolution set out to be passed as a special resolution by the members.

All the Directors of the company and the Promoters are interested in the proposed resolution to the extent of the loan given to Inox Wind Limited on account of their exercise or control of more than twenty five percent of voting power in Inox Wind Limited.

#### Item No. 5.

Inox Leisure Limited is an entity falling under the explanation to sub-section 2 of Section 185 of Companies Act, 2013.

Accordingly, consent of the shareholders is being sought for by way of a special resolution pursuant to Section 185 of the Companies Act, 2013 (as amended by the Companies (Amendment) Act, 2017) for providing financial assistance to Inox Leisure Limited for its principal business activities, at a rate of interest not lower than the prevailing yield of one year, three year, five year or ten year Government Security closest to the tenor of the loan, in the form of loans, including inter-corporate deposit of an aggregate outstanding amount not exceeding Rs. 50,00,00,000/- (Rupees Fifty Crores only) at any given point of time.

Your Directors recommend the resolution set out to be passed as a special resolution by the members.

All the Directors of the company and the Promoters are interested in the proposed resolution to the extent of the loan given to Inox Leisure Limited on account of their exercise or control of more than twenty five percent of voting power in Inox Leisure Limited.

By Order of the Board of Directors

**Vijay Saxena**  
Company Secretary  
ACS - 5465.

Place : Mumbai

Date : 23rd November, 2020

# BOARDS' REPORT

To  
The Members of  
**Inox Leasing and Finance Limited**

Dear Member,  
Your Directors have pleasure in presenting to you their Twenty fifth Annual Report together with the Audited Accounts of the Company for the year ended 31 st March, 2020.

## 1. FINANCIAL RESULTS

Given below is the financial performance as reflected in the Audited Accounts for the year ended 31 st March 2020.

	Consolidated		Standalone	
	2019-2020	2018-2019	2019-2020	2018-2019
Net Sales/Income from Operations	511926.64	560344.76	2417.37	2480.05
Other Operating Income	13646.66	1576.48	—	—
<b>Total Income from Operations</b>	<b>525573.30</b>	<b>561921.24</b>	<b>2417.13</b>	<b>2480.05</b>
Less: Total Expenses	496264.54	474676.04	371.73	290.06
Profit from operations before other income and finance cost and exceptional items	29308.76	87245.20	2045.64	2189.99
Add: Other Income	25206.42	14883.43	275.03	633.02
Less: Finance Costs	34010.47	22498.75	—	—
Profit from ordinary activities after finance costs but before exceptional items	20504.71	79629.88	2320.67	2823.01
Exceptional items	(2604.05)	(1323.69)	—	—
Profit from ordinary activities before taxation	17900.66	78306.19	2320.67	2823.01
Provision for taxation	4288.14	(55266.57)	172.45	115.67
<b>Profit / (Loss) for the year</b>	<b>13612.52</b>	<b>133572.76</b>	<b>2148.22</b>	<b>2707.34</b>
Less: Share of Minority Interest in Profit / (Loss)	2294.31	63914.96	—	—
Add: Share in profit of associates	—	(23.88)	—	—
<b>Net Profit / (Loss) for the year</b>	<b>11318.21</b>	<b>69633.92</b>	<b>2148.22</b>	<b>2707.34</b>
Profit brought forward form earlier years	71141.40	24984.33	4908.49	4949.84
On account of change in minority interest	34547.63	(7605.16)	—	—
On account of demerger of chemical business	(4973.18)	—	—	—
Profit available for appropriations	112034.06	87013.10	7056.71	7657.18
<b>Appropriations</b>				
Transferred to General Reserves	50.00	10708.00	50.00	200.00
Transferred to Statutory Reserves	450.00	550.00	450.00	550.00
Interim Dividend	1998.69	1998.69	1998.69	1998.69
Final Dividend (including DDT)	3809.34	2615.01	—	—
<b>Balance Carried forward to Balance Sheet</b>	<b>105726.04</b>	<b>71141.40</b>	<b>4558.02</b>	<b>4908.49</b>



## BOARDS' REPORT

### 2. CONSOLIDATED FINANCIAL STATEMENTS

As per the applicable provisions of the Companies Act, 2013 read with the Rules issued there under, the Consolidated Financial Statements of the Company have been prepared in compliance with applicable Accounting Standards and on the basis of audited financial statements of the Company, its subsidiaries and associate companies, as approved by the respective Board of Directors.

The Consolidated Financial Statements together with the Auditors' Report form part of this Annual Report. The Audited Standalone and Consolidated Financial Statements for the Financial Year 2019-20 shall be laid before the Annual General Meeting for approval of the Members of the Company.

### 3. DIVIDEND

Your Directors have paid an Interim Dividend of Rs 20/-per share (200%). The total dividend pay-out for the Financial Year 2019-20 is Rs. 1998.69 lacs.

The Board of Directors have not recommended any Final Dividend for the Financial Year 2019-20.

### 4. TRANSFER OF UNPAID DIVIDEND /UNCLAIMED AMOUNT AND SHARES TO INVESTOR EDUCATION AND PROTECTION FUND

During the year under review, the Company has credited unpaid dividend aggregating to Rs. 9.17 Lakhs to the Investor Education and Protection Fund (IEPF) pursuant to the provisions of the Companies Act, 2013.

The Company has initiated necessary action for transfer of shares in respect of which dividend has not been paid or claimed by the Members consecutively since 2012-13. The Company has uploaded on its website the details of unpaid and unclaimed amounts lying with the Company as on date of last Annual General Meeting (i.e. 30th September,2019) and details of shares transferred to IEPF. The aforesaid details are put on the Company's website [https://www.ilfl.co.in/transfer of shares to IEPF](https://www.ilfl.co.in/transfer%20of%20shares%20to%20IEPF). These details have also been uploaded on the website of the IEPF Authority ([www.iepf.gov.in](http://www.iepf.gov.in)).

The voting rights on the shares transferred to IEPF Authority shall remain frozen till the rightful owner claims the shares.

### 5. TRANSFER TO RESERVES

During the year under review, your Company has transferred Rs. 50.00 lacs to General Reserves.

### 6. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Your Directors recommend re-appointment of following Directors:

Re-appointment of Mr. Siddharth Jain (DIN: 00030202) who retires by rotation and being eligible, offers himself for re-appointment.

During the year there is no change in the Key Managerial Personnel of the Company and Shri Pavan Kumar Jain, Managing Director and Shri Vijay Saxena, Company Secretary continue as Key Managerial Personnel of the Company.

Your Directors have no statement to be made under Section 134(3)(d) of the Companies Act, 2013.

### 7. BOARD MEETINGS AND ANNUAL GENERAL MEETINGS

During the year under review, six meetings of the Board were convened and held on 13th April, 2019, 14th June, 2019, 29th August, 2019, 12th December, 2019, 29th January, 2020 and 16th March, 2020. The intervening gap between the two Meetings was within the time limit prescribed under Section 173 of the Companies Act, 2013.

The 24th Annual General Meeting of the company was held on 30th September, 2019.

### 8. DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to Section 134 (3)© of the Companies Act, 2013 your Directors would like to state that:

- i. in the preparation of the Annual Accounts for the financial year ended 31st March, 2020 the applicable Accounting Standards and Schedule III of the Companies Act, 2013 have been followed and there are no departures from the requirements of the Accounting Standards;

## BOARDS' REPORT

- ii. the Directors have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2020 and of the profit of the Company for that period;
- iii. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records, in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv. the Directors have prepared the Annual Accounts on a going concern basis;
- v. the Directors have laid down Internal Financial Controls to be followed by the company and that such Internal Financial Controls are adequate and are operating effectively; and
- vi. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

### 9. LOANS, GUARANTEES AND INVESTMENTS

Details of loans given, investments made, guarantees given and securities provided along with the purpose for which the loan or guarantee or security is proposed to be utilized by the recipient are provided in the Standalone Financial Statement of the Company. Please refer to Note 18 and 33 to the Standalone Financial Statement of the Company.

### 10. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

During the year under review, the Company had not entered into any contract / arrangement / transaction with Related Parties which could be considered material in accordance with the Policy of the Company on materiality of Related Party Transactions.

Pursuant to the provisions of Section 134 (3) (h) of the Companies Act, 2013, a statement giving particulars of contracts or arrangements in form no AOC 2 with regard to Related Parties referred to under Section 188 (1) of The Companies Act, 2013 to the rule 8 of the Companies (Accounts) Rules, 2014 is annexed to this report.

Your Directors draw attention of the members to Note no 33 to the Standalone Financial Statement which sets out related party disclosures.

### 11. DEPOSITS

The Company has neither invited nor accepted any deposits from the public.

### 12. DEMERGER OF THE CHEMICAL BUSINESS OF GUJARAT FLUORO-CHEMICALS LIMITED

The Scheme of Arrangement ("the Scheme") between Gujarat Fluorochemicals Limited, now known as GFL Limited ("the demerged company") and Inox Fluorochemicals Limited, now known as Gujarat Fluorochemicals Limited ("the Company" or "the resulting company") for demerger of the Chemical Business Undertaking of the demerged company into the resulting company was approved by Hon'ble National Company Law Tribunal, Ahmedabad Bench on 4th July 2019. The said NCLT Order was filed by both the companies with the Registrar of Companies on 16th July, 2019 making the Scheme operative from that date. Accordingly, all the assets and liabilities pertaining to the Chemical Business Undertaking, as defined in the Scheme, including employees and investment in subsidiaries and joint venture pertaining to the said Chemical Business, stand transferred and vested into the Company from its Appointed Date i.e. 1st April 2019. The name of the Company was changed from Inox Fluorochemicals Limited to Gujarat Fluorochemicals Limited w.e.f. 26th July, 2019. The shares of the Company were listed on the stock exchanges w.e.f. 16th October 2019.

### 13. SUBSIDIARY COMPANIES INCLUDING JOINT VENTURE AND ASSOCIATE COMPANIES

In compliance with Section 129(3) of the Companies Act, 2013 the Company has prepared consolidated financial statements of the company and its subsidiaries, associate companies and joint ventures which form part of the Annual Report.

The Report on the highlights of performance and financial position of each of the Subsidiaries, Associates and Joint Venture Companies of the Company in Form no. AOC-1 pursuant to first proviso to sub-section (3) of Section 129 of the Companies Act, 2013 and Rule 5 of Companies (Accounts) Rules, 2014 is annexed to this Report as Annexure 'B'.

## BOARDS' REPORT

The Audited Financial Statement of the Subsidiaries of the Company are placed on the website of the Company and a copy will be provided to the Shareholder/s on request as per Section 136 of the Companies Act, 2013.

### **14. REPORTING OF FRAUDS**

There have been no instances of fraud reported by the Statutory Auditors under Section 143(12) of the Act and rules framed thereunder either to the Company or to the Central Government.

### **15. INTERNAL FINANCIAL CONTROLS**

The Company has adequate internal controls commensurate with its size and nature of its business. The Board has reviewed internal financial controls of the Company and the Audit Committee monitors the same in consultation with Internal Auditors of the Company.

### **16. INDEPENDENT AUDITORS' REPORT**

There are no reservations, qualifications or adverse remarks in the Independent Auditor's Report. The notes forming part of the accounts are self-explanatory and do not call for any further clarifications under Section 134 (3) (f) of the Companies Act, 2013.

### **17. INDEPENDENT AUDITORS**

Members at their 23rd Annual General Meeting held on 29th September, 2018 had appointed M/s S.C. Bandi & Co., Chartered Accountants, as Independent Auditors of the Company from the conclusion of 23rd Annual General Meeting until conclusion of 28th Annual General Meeting. They have confirmed that they are not disqualified from continuing as Auditors of the Company.

The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the Annual General Meeting held on 29th September, 2018.

### **18. EXTRACT OF ANNUAL RETURN**

In terms of Section 92 (3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management & Administration) Rules, 2013, the extract of Annual Return as provided in form no. MGT-9 is annexed to this Report as Annexure 'C'.

### **19. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

As the company is not a manufacturing company the company has no particulars to report in respect of conservation of energy and technology absorption.

The company did not have any foreign exchange earnings or expenditure during the year.

### **20. PARTICULARS OF EMPLOYEES**

There was no employee drawing remuneration in excess of the limits prescribed under provisions of Section 197 (12) of the Companies Act, 2013 read with Rules 5 (2) and 5 (3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

### **21. CORPORATE SOCIAL RESPONSIBILITIES ACTIVITIES**

The Corporate Social Responsibility (CSR) Committee of the Company comprises of Shri D.K. Jain, Chairman, Shri Pavan Kumar Jain, Managing Director and Shri Siddharth Jain, Director. The CSR Policy of the Company is disclosed on the website of the Company which can be viewed at [http://www.ilfl.co.in/CSR\\_Policy](http://www.ilfl.co.in/CSR_Policy) The report on CSR activities as per Companies (Corporate Social Responsibility) Rules, 2014 is annexed to this Report as Annexure D..

### **22. INSURANCE**

The Company's property and assets have been adequately insured.

## BOARDS' REPORT

**23. INFORMATION UNDER THE SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has in place Prevention of Sexual Harassment of Women at Workplace Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment.

There was no case of sexual harassment reported during the year under review.

**24. RISK MANAGEMENT**

The company has in place a mechanism to inform the Board about risk assessment and minimisation procedures to review key elements of risks viz. Regulatory and Legal, Competition and Financial involved and measures taken to ensure that risk is controlled by means of a properly defined framework. In the Board's view, there are no material risks which may threaten the existence of the Company.

**25. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the Financial Year of the Company to which the Financial Statements relate and the date of this report.

**26. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

There are no orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

**27. VOTING RIGHTS**

The Company has not provided monies to any scheme for purchase of or subscription, for fully paid up shares in the company for the benefit of the employees of the company as provided for in Section 67 of the Companies Act, 2013. As such no disclosure of the nature as specified in the proviso to the said Section 67 are required.

**28. ACKNOWLEDGEMENT**

Your Directors express their gratitude to all other external agencies for the assistance, co-operation and guidance received. Your Directors place on record their deep sense of appreciation for the dedicated services rendered by the workforce of the Company.

On behalf of the Board of Directors

**P.K. JAIN**  
Managing Director  
DIN: 00030098

**SIDDHARTH JAIN**  
Director  
DIN:00030202

Mumbai, 23rd November, 2020

## Annexure B

### AOC 1

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

#### Part A - subsidiaries

(₹ in Lakhs)

S.No	Gujarat Fluoro- chemicals Limited	GFL Limited	Inox Leisure Limited	Inox Wind Limited	Inox Renewa- bles Limited	Inox Infrastru- cture Limited	Shouri Properties Private Limited	Inox Wind Infrastru- cture Services Limited	Marut-Shakti Energy India Limited
S.No	1	2	3	4	5	6	7	8	9
The date since when the subsidiary was acquired	18-09-2008	14-08-2019	09-11-99	09-04-09	11-11-10	27-02-07	24-11-14	11-05-12	13-09-13
Reporting period, if different from the holding Company									
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries									
Share Capital	1098.50	1098.50	10,264.78	22191.82	337.5	5000.00	141	11,621.30	61.11
Reserves and Surplus	381445.67	211464.09	55,186.37	1,56,248.72	10,796.48	1048.12	-55.11	-3,679.03	-1962.86-
Total Assets	652624.74	699944.97	3,81,515.45	4,13,275.09	45,054.04	7805.02	1,633.15	2,29,058.74	3,706.31
Total Liabilities	270080.57	487382.00	3,19,331.28	2,34,834.55	38,221.83	1756.90	1,547.26	2,21,116.47	5,608.06
Investments	37242.47	11994.09	186.93	50,465.88	-	2541.36	29.77	7,337.58	-
Turnover	282303.80	267833.27	1,89,744.34	52,767.57	1108.81	0	111.75	41,207.61	476.14
Profit/(Loss) before taxation	41126.95	-23526.92	12,852.10	-34,888.67	-3,002.42	138.49	5.75	-8,838.77	-245.67-
Provision for taxation	14038.33	-9922.64	11,357.63	-12,177.49	-1,461.52	8.84	-	-3,088.64	-
Profit/(Loss) after taxation	27088.62	-13604.28	1,494.47	-22,711.18	-1,540.90	129.65	5.75	-5,750.13	-245.67-
Proposed Dividend	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
% of Shareholding	52.58% by Inox Leasing and Finance Limited	52.93% by Inox Leasing and Finance Limited	51.32% by GFL Limited (Formerly known as Gujarat Fluoro- chemicals Limited)	56.98% by GFL Limited (Formerly known as Gujarat Fluoro- chemicals Limited)	100.00% by GFL Limited [Formerly known as Gujarat Fluoro- chemicals Limited]	100% by GFL Limited [Formerly known as Gujarat Fluoro- chemicals Limited]	99.29 by INOX Leisure Limited	100.00 by Inox Wind Limited	100.00 by Inox Wind Infrastruc- ture Services Limited

## ANNEXURE 'C' TO THE BOARDS' REPORT

## Annexure B

## AOC 1

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

## Part A - subsidiaries

(₹ in Lakhs)

S.No	10	11	12	13	14	15	16	17	18
The date since when the subsidiary was acquired	19-11-15	09-12-15	23-01-16	25-03-16	30/08/2016	27/04/2017	27/04/2017	28/04/2017	10/07/2017
Reporting period, if different from the holding Company									
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries									
Share Capital	83.5	1	5	1	7.00	1.00	1.00	1.00	1.00
Reserves and Surplus	8.41	-124.3	-145.2	-60.24	(1,431.44)	(3.00)	(25.93)	(2.84)	(3.85)
Total Assets	76.78	9.15	166.04	111.37	1,111.38	0.24	92.27	0.34	0.17
Total Liabilities	1.69	132.49	306.27	170.61	2,535.82	2.24	117.20	2.18	3.02
Investments	-	-	-	-	-	-	-	-	-
Turnover	0.28	2.97	0.47	-	0.10		0.08		
Profit/(Loss) before taxation	1.23	-15.9	-26.72	-15.78	(206.81)	(0.80)	(8.00)	(0.76)	(1.53)
Provision for taxation	-	-	-	-	0.24	-	-	-	-
Profit/(Loss) after taxation	1.23	-15.9	-26.72	-15.78	(207.05)	(0.80)	(8.00)	(0.76)	(1.53)
Proposed Dividend	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
% of Shareholding	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited

BOARDS' REPORT

Annexure B  
AOC 1

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

**Part A - subsidiaries**

(₹ in Lakhs)

	Haroda Wind Energy Private Limited	Vigodi Wind Energy Private Limited	Aliento Wind Energy Private Limited	Tempest Wind Energy Private Limited	Vuelta Wind Energy Private Limited	Flutter Wind Energy Private Limited	Flutter Wind Energy Private Limited	Waft Renergy Private Limited	Khatiyu Wind Energy Private Limited
S.No	19	20	21	22	23	24	25	26	27
The date since when the subsidiary was acquired	16/11/2017	20/11/2017	17/01/2018	17/01/2018	17/01/2018	18/01/2018	18/01/2018	10/04/18	15/12/18
Reporting period, if different from the holding Company									
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries									
Share Capital	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Reserves and Surplus	(2.15)	(2.11)	(22.08)	(22.08)	(22.14)	(26.94)	(22.08)	(1.20)	(2.18)
Total Assets	0.13	0.45	94.66	94.55	94.37	90.34	94.55	11.18	0.26
Total Liabilities	1.28	1.56	115.74	115.63	115.51	116.28	115.63	11.39	1.44
Investments	-	-	-	-	-	-	-	-	-
Turnover			0.10	0.10	0.10	0.08	0.10	-	-
Profit/(Loss) before taxation	(0.72)	(0.71)	(7.75)	(7.74)	(7.90)	(8.07)	(7.74)	(0.65)	(1.16)
Provision for taxation	-	-	-	-	-	-	-	-	-
Profit/(Loss) after taxation	(0.72)	(0.71)	(7.75)	(7.74)	(7.90)	(8.07)	(7.74)	(0.65)	(1.16)
Proposed Dividend	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
% of Shareholding	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Limited	100.00 by Inox Wind Infrastruc- ture Services Limited

## ANNEXURE 'C' TO THE BOARDS' REPORT

Annexure B  
AOC 1

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

## Part A - subsidiaries

(₹ in Lakhs)

S.No	Ravapar Wind Energy Private Limited	Nani Virani Wind Energy Private Limited	Shri Pavan Energy Private Limited	Resco Global Wind Services Private Limite	Gujarat Fluoro- chemicals Americas LLC	Gujarat Fluoro- chemicals Singapore Pte Limited	GFL GM Fluorspar (SA)	Gujarat Fluoro- chemicals GmbH
	28	29	30	31	32	33	34	35
The date since when the subsidiary was acquired	15/12/18	15/12/18	09/04/18	21/01/2020	02/09/2009	25/07/2011	15/08/2011	19/08/2013
Reporting period, if different from the holding Company								
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries					USD @ 75.55	USD @ 75.55	MAD 7.45	EURO @82.90
Share Capital	1.00	1.00	1.00	1.00	1012.28	7,671.48	1349.96	21.82
Reserves and Surplus	(2.18)	(2.18)	(25.16)	(16.45)	3,539.46	1,673.46	(5,461.59)	2,626.22
Total Assets	0.26	0.26	3,316.31	3.27	13,891.92	9,356.65	14,341.15	15,386.62
Total Liabilities	1.44	1.44	3,331.47	18.72	9340.18	11.71	18452.78	12,738.58
Investments	-	-	-	-	-	991.54		
Turnover	-	-	139.69	-	32,413.39	218.02	4,846.45	24,644.84
Profit/(Loss) before taxation	(1.16)	(1.16)	54.60	(16.45)	1,103.51	205.52	(2,675.77)	1,076.82
Provision for taxation	-	-	(8.84)	-	252.11	23.22	21.67	367.45
Profit/(Loss) after taxation	(1.16)	(1.16)	63.44	(16.45)	851.40	182.30	(2,697.44)	709.37
Proposed Dividend	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
% of Shareholding	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	51.00 by Inox Wind Infrastruc- ture Services Limited <small>(This ceased to be the subsidiary company of Inox Wind Infrastruc- ture Services Limited with effect from 22<sup>nd</sup> May, 2020)</small>	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00	100.00	74.00 held by GEL Singapore PTE Limited	100.00

Note: 1. Gujarat Fluorochemicals Limited and GFL Limited are the subsidiary companies of Inox Leasing Company Limited.

2. Companies mentioned in Sr. No. 3 to 35 are sub-subsidiary companies.

Name of subsidiaries which are yet to commence operations: Nil

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



# BOARDS' REPORT

## Annexure B AOC 1

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

### Part B: Associates

(₹ in Lakhs)

	Haroda Wind Energy Private Limited	Vigodi Wind Energy Private Limited	Aliento Wind Energy Private Limited	Tempest Wind Energy Private Limited	Vuelta Wind Energy Private Limited
S.No	1	2	3	4	5
The date since when the subsidiary was acquired	26/04/2017	20/04/2017	20/04/2017	21/04/2017	20/04/2017
Reporting period, if different from the holding Company					
Reporting currency and exchange rate as on the last date of the relevant financial year in case of foreign subsidiaries					
Share Capital	1.00	3,251.00	1.00	1,851.00	1,851.00
Reserves and Surplus	2,993.88	(151.15)	3,613.99	(46.11)	6,441.84
Total Assets	32,703.00	32,409.62	31,500.85	22,004.96	35,987.72
Total Liabilities	29,708.12	29,309.77	27,885.86	20,200.07	27,694.88
Investments					
Turnover	507.33	2,420.53	1,130.45	48.09	
Profit/(Loss) before taxation	(1,219.44)	(156.65)	(1,550.92)	(19.26)	(9.14)
Provision for taxation	(116.22)	(39.79)	(280.90)	(3.21)	25.43
Profit/(Loss) after taxation	(1,103.22)	(116.86)	(1,270.02)	(16.05)	(34.57)
Proposed Dividend	Nil	Nil	Nil	Nil	Nil
% of Shareholding	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited	100.00 by Inox Wind Infrastruc- ture Services Limited

Name of Associates which are yet to commence operations: Nil

Names of Associates which have been liquidated or sold during the year: Nil

## ANNEXURE 'C' TO THE BOARDS' REPORT

**Part B: Associates**

Statement related to Associate Companies and Joint Ventures

(₹ in Lakhs)

Sr. No.	Particulars	Swarnim Gujarat Fluorspar Private Limited	
		31st March, 2020	31st March, 2019
1	Latest Audited Balance Sheet date	31st March, 2020	31st March, 2019
2	Shares of Associates/Joint Ventures held by the Company on the year end		
	Number	11,82,500	10,82,500
	Amount of investment in Associates/ Joint Venture	118.25	118.25
	Extended holding %	49.47%	49.47%
3	Description of how there is significant influence		
4	Reason why the associate/joint venture is not consolidated	NA	NA
5	Net worth attributable to Shareholding as per latest balance sheet	87.84	88.33
6	Profit/Loss for the year		
	considered in consolidation		
	Not considered in calculation	(0.49)	(12.19)

\*As per JV agreement, GFL needs to hold 25% of the total equity capital of SGFPL. In view of the fact that GMDC is yet to contribute its equity participation by way of its assets value which is under review, GFL equity contribution has gone up temporarily due to their subscribing to the additional equity in SGFPL.

Name of associates or joint ventures which are yet to commence operations:

Swarnim Gujarat Fluorspar Private Limited

Names of associates or joint ventures which have been liquidated or sold during the year:

Nil

## BOARDS' REPORT

### Form No AOC – 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

#### 1. DETAILS OF CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS NOT AT ARM'S LENGTH BASIS

Name of related party and nature of relationship	Nature of contracts/ arrangements / transactions	Duration of contracts/ arrangements / transactions	Salient terms of contracts/ arrangements / transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under Section 188 (1)
Rajni Farms Private Limited, Common Directors who are members of this company	Sharing of office premises facilities	For a initial period of 11 months and renewal thereafter every 11 months.	Rs.12.00 lakhs per annum	Office Premises facilities shared by Promoter Group Company.	17th May, 2014	Rs. 60 Lacs paid as Deposit.	26th September, 2014

#### 2. DETAILS OF MATERIAL CONTRACTS OR ARRANGEMENT OR TRANSACTIONS AT ARM'S LENGTH BASIS

Name of related party and nature of relationship	Nature of contracts/ arrangements / transactions	Duration of contracts/ arrangements / transactions	Salient terms of contracts/ arrangements / transactions including the value, if any Rs in lakhs	Date(s) of approval by the Board	Amount paid as advances, if any
Nil					

## ANNEXURE 'C' TO THE BOARDS' REPORT

## MGT -9

## EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2020

(Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Companies (Management and Administration) Rules, 2014

**I. REGISTRATION AND OTHER DETAILS**

1	Corporate Identification Number	:	U65910MH1995PLC085703
2	Registration Date	:	17th February, 1995
3	Name of the Company	:	Inox Leasing and Finance Limited
4	Category/Sub-Category of the Company	:	Public Company/Limited by Shares
5	Address of the Registered Office and Contact Details	:	69, Jolly Maker Chambers 2, Nariman Point, Mumbai - 400021 Tel: +91 40323195 Fax: +91 40323991 E-mail address: info@ilfl.co.in Website: www.ilfl.co.in
6.	Whether listed company	:	No
7.	Name, Address and Contact Details of Registrar and Share Transfer Agents, if any	:	Share transfer related activities are carried out In-house by the Company .

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more the total turnover of the company shall be stated:

Sr No	Name and Description of main products/services	NIC Code of the Product / Service	% to total turnover of the company
1	Investment activities	6430	93.28

## BOARDS' REPORT

### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr No	Name of company and CIN/GLN	Holding/subsidiary/ associate	% of shares held	Applicable Section
1	L24110GJ1987PLC009362 GFL Limited Survey No. 16/3, 26 and 27, Village Ranjitnagar-389380 Dist. Panchmahal, Gujarat.	Subsidiary	52.93%	2 (87)
2	L24304GJ2018PLC105479 Gujarat Fluorochemicals Limited Survey No. 16/3, 26 and 27, Village Ranjitnagar-389380 Dist. Panchmahal, Gujarat.	Subsidiary	52.58%	2 (87)
3	L92199GJ1999PLC044045 Inox Leisure Limited ABS Towers, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	0.57%	2 (87)
4	L31901HP2009PLC031083 Inox Wind Limited Plot No. 1, Khasra Nos. 264 to 267, Industrial Area, Village Basal, District Una - 174303, Himachal Pradesh	Step-down Subsidiary	56.98% held by GFL Ltd.	2 (87)
5	U40100GJ2010PLC062869 Inox Renewables Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007.	Step-down Subsidiary	100% held by GFL Ltd.	2 (87)
6	U45200DL2007PLC159796 Inox Infrastructure Limited 612-618, 6th Floor, Narain Manzil, 23, Barakhamba Road, New Delhi 110001.	Step-down Subsidiary	100% held by GFL Ltd.	2 (87)
7	Inox Wind Energy Limited 3rd Floor, ABS Towers, Old Padra Road, Vadodara GJ 390007 IN	Step-down Subsidiary	100% held by GFL Ltd.	2 (87)
8	U45201MH2002PTC134393 Shouri Properties Private Limited 5th Floor, Viraj Towers, Next to Andheri Flyover, Western Express Highway, Andheri East Mumbai - 400093	Step-down Subsidiary	99.29% held by Inox Leisure Limited	2 (87)
9	U45207GJ2012PLC070279 Inox Wind Infrastructure Services Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Limited	2 (87)
10	U04010GJ2000PLC083233 Marut - Shakti Energy India Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)

## BOARDS' REPORT

Sr No	Name of company and CIN/GLN	Holding/subsidiary/ associate	% of shares held	Applicable Section
11	U40100AP2013PTC089795 Satviki Energy Private Limited Jai Shakti Enclave, Plot No. 50/A, Kalyan Nagar – II, Kurnool, Hyderabad - 500038	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
12	U40108TG2012PTC078732 Sarayu Wind Power (Tallimadugula) Private Limited House No. 8-3-960/6/2, Flat No. 301 "Wings", Srinagar Colony, Hyderabad - 500073	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
13	U40109TG2007PTC056146 Vinirrrmaa Energy Generation Private Limited Plot No. 34, Rao and Raju Colony, Banjara Hills, Kurnool, Hyderabad - 500034	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
14	U40108TG2012PTC078981 Sarayu Wind Power (Kondapuram) Private Limited House No. 8-3-960/6/2, Flat No. 301 "Wings", Srinagar Colony, Hyderabad - 500073	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
15	U40100TG2005PLC047851 RBRK Investments Limited 6-200/2/1, Boudha Nagar, Jeedimetla Village Hyderabad - 500055	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
16	U40106GJ2017PTC097088 Wind One Renergy Private Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
17	U40300GJ2017PTC096960 Wind Two Renergy Private Limited Survey No. 1837 & 1834, At Moje Jetalpur ABS Towers, Second Floor, Old Padra Road, Vadodara Vadodara GJ 390007 IN	Associate Company	100.00 held by Inox Wind Infrastructure Services Limited	2 (6)
18	U40200GJ2017PTC096956 Wind Three Renergy Private Limited Plot No 1837 and 1834, Moje Jetalpur, ABS Towers, Second Floor, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100.00 held by Inox Wind Infrastructure Services Limited	2 (87)
19	U40300GJ2017PTC097003 Wind Four Renergy Private Limited 18 Survey No. 1837 & 1834, At Moje Jetalpur ABS Towers, Second Floor, Old Padra Road, Vadodara Vadodara GJ 390007 IN	Associate Company	100.00 held by Inox Wind Infrastructure Services Limited	2 (6)
20	U40100GJ2017PTC096973 Wind Five Renergy Private Limited Survey No. 1837 & 1834, At Moje Jetalpur ABS Towers, Second Floor, Old Padra Road, Vadodara Vadodara GJ 390007 IN	Associate Company	100.00 held by Inox Wind Infrastructure Services Limited	2 (6)

## BOARDS' REPORT

<b>Sr No</b>	<b>Name of company and CIN/GLN</b>	<b>Holding/subsidiary/ associate</b>	<b>% of shares held</b>	<b>Applicable Section</b>
21	U40300GJ2017PTC097140 Ripudaman Urja Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
22	U40300GJ2017PTC097128 Suswind Power Private Limited 301, ABS Tower Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
23	U40100GJ2017PTC097130 Vasuprada Renewables Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
24	U40106GJ2017PTC098230 Vibhav Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
25	U40300GJ2017PTC099818 Haroda Wind Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
26	U40300GJ2017PTC099851 Vigodi Wind Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
27	U40300GJ2018PTC100585 Aliento Wind Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
28	U40106GJ2018PTC100590 Tempest Wind Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
29	U40106GJ2018PTC100591 Vuelta Wind Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
30	U40300GJ2018PTC100609 Flutter Wind Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
31	U40200GJ2018PTC100607 Flurry Wind Energy Private Limited 301, ABS Tower, Old Padra Road, Vadodara 390 007	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
32	U40300GJ2017PTC099831 Khatiyu Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)

## BOARDS' REPORT

<b>Sr No</b>	<b>Name of company and CIN/GLN</b>	<b>Holding/subsidiary/ associate</b>	<b>% of shares held</b>	<b>Applicable Section</b>
33	U40300GJ2017PTC099854 Ravapar Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
34	U40300GJ2017PTC099852 Nani Virani Wind Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100% held by Inox Wind Infrastructure Services Limited	2 (87)
35	U40300GJ2018PTC101713 Sri Pavan Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	51% held by Inox Wind Infrastructure Services Limited	2 (87)
36	U40200GJ2018PTC101752 Waft Energy Private Limited 301, ABS Tower Old Padra Road, Vadodara Vadodara GJ 390007 IN	Step-down Subsidiary	100% held by Inox Wind Limited	2 (87)
37	201117579Z Gujarat Fluorochemicals Singapore Pte Limited 158 Cecil Street, #11-01, Singapore - 069545	Foreign Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)
38	801165985 Gujarat Fluorochemicals LLC, USA 4200 North Highway 77, Rockdale, Texas 76567, USA	Foreign Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)
39	HRB 128868 Gujarat Fluorochemicals, GmbH Chilehaus A, Fischertwiete 2, D-20095, Hamburg, Germany	Foreign Step-down Subsidiary	100% held by Gujarat Fluorochemicals Ltd.	2 (87)
40	404026907 GFL GM Fluorspar SA 219, Boulevard, Zerktouni, Residence E 1, Bardai 20100, Casablanca, Morocco	Foreign Step-down Subsidiary	74% held by GFL Singapore Pte Limited	2 (87)



## BOARDS' REPORT

### IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS A PERCENTAGE OF TOTAL EQUITY)

#### i. Category-wise Shareholding

Category of Shareholders	No of shares held at the beginning of the year				No of shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>(A) Promoter</b>									
(1) Indian									
Individual /HUF	9509300	94578	9603878	96.09	9544380	59498	9603878	96.09	-
Central Govt.									-
State Govt.									-
Bodies Corp. and LLP	142567	--	142567	1.44	142567	--	142567	1.44	-
Banks / FI									-
Any Other									-
<b>Sub Total (A) 1</b>	<b>9651867</b>	<b>94578</b>	<b>9746445</b>	<b>97.53</b>	<b>9686947</b>	<b>59498</b>	<b>9746445</b>	<b>97.53</b>	<b>-</b>
Foreign									
NRIs - Individuals	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-
Banks/FI	-	-	-	-	-	-	-	-	-
Any Other	-	-	-	-	-	-	-	-	-
<b>Sub Total (A) 2</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Total Shareholding of Promoter (A)=A1+A2	9651867	94578	9746445	97.53	9686947	59498	9746445	97.53	-
<b>(B) Public Share Holding Institutions</b>									
Mutual Funds	-	4200	4200	0.04	4200	-	4200	0.04	-
Banks / FI	-	-	-	-	-	-	-	-	-
Central Govt.	-	-	-	-	-	-	-	-	-
State Govt.	-	-	-	-	-	-	-	-	-
Venture Capital Fund	-	-	-	-	-	-	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-
FIIS	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others (Foreign Co.)	-	-	-	-	-	-	-	-	-
<b>Sub Total B 1</b>	<b>-</b>	<b>4200</b>	<b>4200</b>	<b>0.04</b>	<b>4200</b>	<b>-</b>	<b>4200</b>	<b>0.04</b>	<b>-</b>

## BOARDS' REPORT

## IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS A PERCENTAGE OF TOTAL EQUITY)

## i. Category-wise Shareholding

Category of Shareholders	No of shares held at the beginning of the year				No of shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>(2) Non Institutions</b>									
(a) Bodies Corporate									
(Indian)	7600	1700	9300	0.09	7900	1700	9600	0.09	0
(b) Individuals									
i) Individual									
shareholders holding nominal share capital upto Rs 1 Lakh	41753	148469	190222	1.90	45553	144369	189922	1.90	0
ii) Individual shareholders holding nominal share capital in excess of Rs 1 Lakh	-	-	-	-	-	-	-	-	-
Other – IEPF	43300	-	43300	0.44	43300	-	43300	0.44	0
Clearing Members	-	-	-	-	-	-	-	-	-
Non Resident Indian (REPAT)	-	-	-	-	-	-	-	-	-
Non Resident Indian (NON REPAT)	-	-	-	-	-	-	-	-	-
Trust	-	-	-	-	-	-	-	-	-
<b>Sub Total B2</b>	<b>92653</b>	<b>150169</b>	<b>242822</b>	<b>2.43</b>	<b>96753</b>	<b>146069</b>	<b>242822</b>	<b>2.43</b>	<b>-</b>
Total Public Shareholding									
B=B1 + B2	96853	150169	247022	2.47	100953	146069	247022	2.47	
<b>Total (A)+(B)</b>	<b>9748720</b>	<b>244747</b>	<b>9993467</b>	<b>100</b>	<b>9787900</b>	<b>205567</b>	<b>9993467</b>		<b>100-</b>
<b>C. Shares held by</b>									
Custodian for									
GDRs & ADRs	0	0	0	0	0	0	0	0	0
<b>Grand Total (A)+(B)+©</b>	<b>9748720</b>	<b>244747</b>	<b>9993467</b>	<b>100</b>	<b>9787900</b>	<b>205567</b>	<b>9993467</b>	<b>100</b>	<b>100</b>

## BOARDS' REPORT

### (ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Devendra Kumar Jain	69896	0.70	0	69896	0.70	0	0
2	Pavan Kumar Jain	1132219	11.33	0	1132219	11.33	0	0
3	Nayantara Jain	1080032	10.81	0	1080032	10.81	0	0
4	Siddharth Jain	2342586	23.44	0	2342586	23.44	0	0
5	Ishita Jain	125000	1.25	0	125000	1.25	0	0
6	Shreyasi Goenka	42247	0.42	0	42247	0.42	0	0
7	Vivek Kumar Jain	1321791	13.23	0	1321791	13.23	0	0
8	Nandita Jain	1031644	10.32	0	1031644	10.32	0	0
9	Devansh Jain	2303218	23.05	0	2303218	23.05	0	0
10	Avarna Jain	50000	0.50	0	50000	0.50	0	0
11	Devika Chaturvedi	35080	0.35	0	35080	0.35	0	0
12	Kapoorchand Jain	36672	0.36	0	36672	0.36	0	0
13	Hemkumari Jain	12160	0.12	0	12160	0.12	0	0
14	Sulakshna Badjate	10666	0.11	0	10666	0.11	0	0
15	Manju Jain	10667	0.11	0	10667	0.11	0	0
16	Inox Chemicals LLP	46650	0.47	0	46650	0.47	0	0
17	Siddhomal Trading LLP	46667	0.47	0	46667	0.47	0	0
18	Siddhapavan Trading LLP	24750	0.25	0	24750	0.25	0	0
19	Devansh Trade Mart LLP	24500	0.25	0	24500	0.25	0	0
	<b>TOTAL</b>	<b>9746445</b>	<b>97.53</b>	<b>0</b>	<b>9746445</b>	<b>97.53</b>	<b>0</b>	<b>0</b>

### (iii) Change in Promoters' Shareholding (please specify, if there is no change)

There is no change in the Promoters' Shareholding during the Financial Year 2019-20.

## BOARDS' REPORT

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

Sr. No	Name	Shareholding		Date	Increase/ (Decrease) in holding	Reason	Cumulative shareholding during the year	
		No. of shares at the beginning/ end of the year	% of total shares of the company				No. of shares	% of total shares of the company
1	Hitesh Ramji Jhaveri	7836	0.07	01/04/2019	Nil movement during the year	7836	0.07	
		7836	0.07	31/03/2020		7836	0.07	
2	Shri Parasram Industries Pvt. Ltd.	4800	0.05	01/04/2019	Nil movement during the year	4800	0.05	
		4800	0.05	31/03/2020		4800	0.05	
3	Suman Ajmera	5500	0.05	01/04/2019	Nil movement during the year	5500	0.05	
		5500	0.05	31/03/2020		5500	0.05	
4	Sandhya Patni	4848	0.05	01/04/2019	Nil movement during the year	4848	0.05	
		4848	0.05	31/03/2020		4848	0.05	
5	Principal Mutual Fund – TC-ES-Account	4200	0.04	01/04/2019	Nil movement during the year	4200	0.04	
		4200	0.04	31/03/2020		4200	0.04	
6	Ajay Kumar	800	0.03	01/04/2019	Acquired during the year	2700	0.03	
		2700	0.01	31/03/2020		2700	0.03	
7	Ravindra Jagjivan Gokal	1900	0.02	01/04/2019	Nil movement during the year	1900	0.02	
		1900	0.02	31/03/2020		1900	0.02	
8	Dhoot Industrial Finance Ltd.	1900	0.02	01/04/2019	Nil movement during the year	1900	0.02	
		1900	0.02	31/03/2020		1900	0.02	
9	Kirit Vassa	1500	0.02	01/04/2019	Nil movement during the year	1500	0.02	
		1500	0.02	31/03/2020		1500	0.02	
10	Kiran Mehta	1000	0.01	01/04/2019	Nil movement during the year	1000	0.01	
		1000	0.01	31/03/2020		1000	0.01	

## BOARDS' REPORT

### (v) Shareholding of Directors and Key Managerial Personnel:

Sr. No	Name	Shareholding		Date	Increase/ (Decrease) in holding	Reason	Cumulative shareholding during the year		
		No. of shares at the beginning/ end of the year	% of total shares of the company				No. of shares	% of total shares of the company	
<b>Directors</b>									
1	Devendra Kumar Jain	69896	0.70	01/04/2019	Nil movement during the year	69896	0.70	69896	0.70
		69896	0.70	31/03/2020					
2	Pavan Kumar Jain	1132219	11.33	01/04/2019	Nil movement during the year	1132219	11.33	1132219	11.33
		1132219	11.33	31/03/2020					
3	Vivek Kumar Jain	1321791	13.23	01/04/2019	Nil movement during the year	1321791	13.23	1321791	13.23
		1321791	13.23	31/03/2020					
4	Siddharth Jain	2342586	23.44	01/04/2019	Nil movement during the year	2342586	23.44	2342586	23.44
		2342586	23.44	31/03/2020					
5	Devansh Jain	2303218	23.05	01/04/2019	Nil movement during the year	2303218	23.05	2303218	23.05
		2303218	23.05	31/03/2020					
<b>Key Managerial Personnel (KMP)</b>									
1	Vijay Saxena	0	0		0		0	0	0

## V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
NIL	NIL	NIL	NIL

## VI. Remuneration of Directors and Key Managerial Personnel

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager

Sl.No.	Particulars of Remuneration	Amount ₹ In lakhs
		Mr. Pavan Kumar Jain Managing Director
1.	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-
2.	Stock Option	-
3.	Sweat Equity	-
4.	Commission	-
	as % of profi	-
	others, specify...	-
5.	Others, please specify-Company contribution to PF	-
	Total (A)	-

## BOARDS' REPORT

**B. Remuneration to Other Directors**

Sr. No.	Particulars of Remuneration	Names of the Directors				Total Amount
		Mr. D.K. Jain	Mr. V.K. Jain	Mr. S.K. Jain	Mr. Devansh Jain	
1	Fee for attending Board/Committee Meetings	-	-	-	-	-
2	Commission	-	-	-	-	-
3	Others, please specify	-	-	-	-	-
	Total	-	-	-	-	-
	Total Managerial Remuneration (A) + (B)	-	-	-	-	-

**C. Remuneration to Key Managerial Personnel (KMP) other than MD/ Manager/WTD**

Amount ₹ in lakhs

Sl. No.	Particulars of Remuneration	Mr. Vijay Saxena Company Secretary
1.	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	22.15
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0
2.	Stock Option	0
3.	Sweat Equity	0
4.	Commission as % of profit others, specify..	0
5.	Others, please specify-Company contribution to PF	1.47
	Total (A)	23.62

**VII. Penalties /Punishments / Compounding of Offences**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / Court]	Appeal made, if any (give details)
A. Company Penalty Punishment Compounding			NIL		
B. Directors Penalty Punishment Compounding			NIL		
C. Other Officers in default Penalty Punishment Compounding			NIL		

## BOARDS' REPORT

### Annexure D

#### Report on CSR Activities of the Company as per Companies (Corporate Social Responsibility Policy) Rules, 2014

Sr. No.							
1	A brief outline of the Company's CSR Policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes		CSR Policy adopted by the Company includes all the activities which are prescribed under Schedule VII of the Companies Act, 2013. The CSR Policy of the Company can be viewed on website of the Company at <a href="http://www.ilfl.co.in">www.ilfl.co.in</a> . Your company is committed to behave responsibly towards people, society and the environment for inclusive growth of the society where we operate, to conserve natural resources and to develop sustainable products.				
2	Composition of CSR Committee		Shri D.K. Jain, Chairman Shri P.K. Jain, Managing Director Shri Siddharth Jain Director				
3	Average net profit of the Company for last three financial years		Rs. 815.71 lakhs				
4	Prescribed CSR Expenditure (two percent of the amount as in item 3 above)		Rs. 16.31 lakhs				
5	Details of CSR spent during the financial year :		Rs. 16.31 lakhs. (Amount spent is Rs. 16.50 lakhs).				
	a. Total amount to be spent for the financial year;		NIL				
	b. Amount unspent, if any;		NIL				
	c. Manner in which the amount spent during the financial year is detailed below:		NIL				
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR project or activity identified	Sector in which the project is covered – Schedule VII	Projects or programmes (1) Local area or (2) Specify the State and District where projects or programmes were undertaken	Amount outlay (budget project or programme wise) (Rs. In lakhs)	Amount spent on the projects or programs sub-heads (1) Direct expenditure on projects or programs (2) Overheads (Rs. In lakhs)	Cumulative expenditure upto the reporting period (Rs. In lakhs)	Amount spent Direct or through implementing agency
1	Contribution to Saint Hardayal Education and Orphan Welfare Society.(Old Age Home for Helpless OLD).	Promoting Health Care	Delhi/NCR	16.50	16.50	16.50	Through Inox Group CSR Trust
2	In case the Company has failed to spend the two percent of the average net profit of last three Financial Years or any part thereof, the company shall provide reasons for not spending the amount in its Board Report.		The company has spent the entire amount of Rs. 16.31 lakhs as required, on CSR related activities.				
3	CSR Committee Responsibility Statement		The implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.				

**P.K. JAIN**  
Managing Director  
DIN: 00030098

**SIDDHARTH JAIN**  
Director  
DIN:00030202

Mumbai, 23rd November, 2020

# Independent Auditors' Report

To the members of Inox Leasing and Finance Limited

## REPORT ON THE STANDALONE FINANCIAL STATEMENTS

### OPINION

I have audited the accompanying standalone financial statements of Inox Leasing and Finance Limited ("the Company"), which comprise the Standalone Balance Sheet as at 31 March 2020, the Standalone Statement of Profit and Loss the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information ("the standalone financial statements").

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2020, the profit, changes in equity and its cash flows for the year ended on that date.

### BASIS FOR OPINION

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act 2013. My responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Statements' section of my report. I am independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to my audit of the standalone financial statements under the provisions of the Act and the Rules made there under, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### INFORMATION OTHER THAN THE STANDALONE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report, including Annexures to Board's Report but does not include the standalone financial statements and my auditor's report thereon.

My opinion on the standalone financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the standalone financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or the knowledge obtained during the course of my audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

### RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



## AUDITORS' REPORT

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS**

My objective is to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- \* Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- \* Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(l) of the Act, I am also responsible for expressing my opinion on whether the Company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
- \* Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- \* Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- \* Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- \* I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.
- \* I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.
- \* From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## AUDITORS' REPORT

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I give in the Annexure A a statement on the matters specified in paragraph 3 and 4 of the said Order.
2. As required by Section 143(3) of the Act, based on my audit, I report that:
  - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
  - (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
  - (c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity, and the Standalone Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
  - (d) In my opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31 March 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2020 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate Report in Annexure B.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
    - i. The Company does not have any pending litigations;
    - ii. The Company does not have any long-term contracts including derivative contracts;
    - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For S.C. BANDI & CO**  
Chartered Accountants  
Firm Registration No. 130850W

**S.C. BANDI**  
Proprietor  
Membership No. 016932  
UDIN : 20016932AAAML2910

Place: Mumbai  
Date: 23rd November, 2020

# Annexure "A" To The Independent Auditor's Report

## (REFERRED TO IN PARAGRAPH 2 UNDER "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF MY REPORT OF EVEN DATE)

In term of the Companies (Auditors Report) Order, 2016 ("the Order"), on the basis of information and explanation given to me and the books and records examined by me in the normal course of audit and such checks as I considered appropriate, to the best of my knowledge and belief, I state as under:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. The fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such verification. The title deeds of all immovable properties are held in the name of the company.
2. The stock of shares have been physically verified by the management during the year. In my opinion the frequency of verification is reasonable. The procedures of physical verification of stocks of shares followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. I am informed that no material discrepancies have been noticed on physical verification of stocks of shares as compared to the book records.
3. The Company has not granted any loan, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In my opinion and according to the information and explanations given to me, the company has not granted any loans, made investments or provide guarantees which requires compliance with the provisions of Section 185 and 186 of the Companies Act, 2013 and hence reporting under clause (iv) of the CARO 2016 is not applicable.
5. The Company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 and the Rules framed thereunder and hence the provisions of clause 3(v) of the Order are not applicable to the Company.
6. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 and hence reporting under clause (vi) of the CARO 2016 is not applicable to the company.
7. According to the information and explanations given to me, in respect of statutory dues:
  - (a) The Company has been generally regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income-tax, wealth tax, service tax, cess and other material statutory dues applicable to it to the appropriate authorities.  
  
Considering the nature of business that the Company is engaged in, sales tax, customs duty, excise duty and value added tax are not applicable to the company.
  - (b) There were no undisputed amounts payable in respect of such statutory dues which were in arrears as at 31st March 2020 for a period of more than six months from the date they become payable.
  - (c) There are no dues of service tax, income tax, wealth tax or cess, as on 31st March, 2020 on account of disputes.
8. The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause (viii) of CARO 2016 is not applicable to the company.
9. The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence the provisions of clause 3(ix) of the Order are not applicable to the Company.
10. To the best of my knowledge and according to the information and explanations given to me, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
11. The company has not paid any managerial remuneration and hence the provisions of clause 3(xi) of the Order are not applicable to the Company

## AUDITORS' REPORT

12. The Company is not a Nidhi Company and hence the provisions of clause 3(xii) of the Order are not applicable to the Company.
13. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the standalone financial statements etc., as required by the applicable accounting standards.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence the provisions of clause 3(xiv) of the Order are not applicable to the Company.
15. The Company has not entered into any non-cash transactions with directors or persons connected with them and hence the provisions of clause 3(xv) of the Order are not applicable to the Company.
16. The company has obtained the requisite registration under section 45-1 of the Reserve Bank of India Act, 1934.

**For S.C. BANDI & CO**  
Chartered Accountants  
Firm Registration No. 130850W

**S.C. BANDI**  
Proprietor  
Membership No. 016932

Place: Mumbai  
Date: 23rd November, 2020

# Annexure "B" To The Independent Auditor's Report

**(REFERRED TO IN PARAGRAPH 1(F) UNDER "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF MY REPORT OF EVEN DATE)**

## **REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")**

I have audited the internal financial controls with reference to financial statements over financial reporting of Inox Leasing and Finance Limited ("the Company") as of 31st March 2020 in conjunction with my audit of the standalone financial statements of the Company for the year ended on that date.

### **MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

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

### **AUDITORS' RESPONSIBILITY**

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I have conducted my audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements system over financial reporting and their operating effectiveness.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the Company's internal financial controls with reference to standalone financial statements system over financial reporting.

### **MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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

## AUDITORS' REPORT

### **INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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

### **OPINION**

In my opinion, the Company has, in all material respects, an adequate internal financial control system with reference to financial statements system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by ICAI.

**For S.C. BANDI & CO**  
Chartered Accountants  
Firm Registration No. 130850W

**S.C. BANDI**  
Proprietor  
Membership No. 016932

Place: Mumbai  
Date: 23rd November, 2020

# Standalone Balance Sheet

as at March 31, 2020

(₹ in lakhs)

	Note No.	As at 31st March, 2020	As at 31st March, 2019
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds:</b>			
Share Capital	4	999.35	999.35
Reserves and Surplus	5	15,943.05	15,793.53
		<b>16,942.40</b>	16,792.88
<b>Non-current liabilities</b>			
Other Long-term liabilities	6	–	–
Long-term Provisions	7	26.13	24.07
		<b>26.13</b>	24.07
<b>Current liabilities</b>			
Trade Payables			
'Dues of micro enterprises and small enterprises	8	–	–
'Dues of creditors other than micro enterprises and small enterprises	8	6.36	4.22
Other Current Liabilities	9	130.67	144.10
Short-term Provisions	10	32.51	13.48
		<b>169.54</b>	161.80
<b>TOTAL</b>		<b>17,138.07</b>	16,978.75
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Fixed assets			
Tangible assets	11	87.65	121.83
Intangible assets	11A	0.15	0.28
Capital work-in-progress		1,964.32	1,959.32
Deferred Tax Asset	27	30.52	21.62
Non-current investments	12	11,266.15	10,694.93
Long-term Loans and advances	13	0.12	61.39
<b>Current Assets</b>			
Current investments	14	802.64	3,137.77
Trade receivables	15	55.14	68.85
Cash and cash equivalents	16	51.31	34.60
Other Bank balances	17	210.89	614.84
Short-term loans and advances	18	2,567.59	188.14
Other current assets	19	101.59	75.18
<b>TOTAL</b>		<b>17,138.07</b>	16,978.75

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

For **S.C. BANDI & CO.**

Chartered Accountants

Firm's Registration No. 130850W

**S.C.BANDI**

Proprietor

Membership No. 16932

Place: Mumbai

Date: 23rd November, 2020

On behalf of the Board of Directors

**P.K. Jain**

Managing Director

DIN: 00030098

**Siddharth Jain**

Director

DIN: 00030202

**VIJAY SAXENA**

Company Secretary

Place: Mumbai

Date: 23rd November, 2020

# Standalone Statement of Profit and Loss

For The Year Ended March 31, 2020

(₹ in lakhs)

Particulars	Note No.	2019-2020	2018-2019
<b>Revenue from Operations (Gross)</b>	20	<b>2,417.37</b>	2,480.05
Other Income	21	<b>275.03</b>	633.02
<b>Total Revenue</b>		<b>2,692.40</b>	3,113.07
Employee benefits expense	22	<b>98.69</b>	90.19
Depreciation and amortization	23	<b>62.10</b>	76.55
Other expenses	24	<b>210.94</b>	123.32
<b>Total Expenses</b>		<b>371.73</b>	290.06
Profit before tax		<b>2,320.67</b>	2,823.01
<b>Tax Expense</b>			
a) Current Tax		<b>121.00</b>	152.00
b) Deferred Tax		<b>(8.91)</b>	0.80
c) MAT Credit entitlement		<b>71.56</b>	(34.79)
d) Taxation for earlier years		<b>(11.20)</b>	(2.34)
Total tax expense		<b>172.45</b>	115.67
Profit for the year		<b>2,148.22</b>	2,707.34
Basic & diluted earning per equity share	36	<b>21.50</b>	27.09

The accompanying notes are an integral part of the financial statements

As per our report of even date attached  
For **S.C. BANDI & CO.**  
Chartered Accountants  
Firm's Registration No. 130850W

**S.C.BANDI**  
Proprietor  
Membership No. 16932

Place: Mumbai  
Date: 23rd November, 2020

**VIJAY SAXENA**  
Company Secretary

On behalf of the Board of Directors

**P.K. Jain**  
Managing Director  
DIN: 00030098

**Siddharth Jain**  
Director  
DIN: 00030202

Place: Mumbai  
Date: 23rd November, 2020





# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 1. CORPORATE INFORMATION

Inox Leasing and Finance Limited (the "Company") is a public Company engaged in the business of financial services, investments in shares, bonds and units of mutual funds and earns brokerage income on investments in mutual funds etc. The company is the holding company of Gujarat Fluorochemicals Limited.

## 2. BASIS OF PREPARATION

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, under the historical cost convention and on accrual basis. These financial statements comply in all material respects with the applicable Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

Figures of the previous year have been regrouped or reclassified, wherever necessary, to confirm to current year's presentation.

## 3. ASSESSMENT OF COVID-19 PANDEMIC IMPACT

In March 2020 the COVID-19 pandemic developed rapidly, compelling Government of India to enforce lock-down. The company is engaged in the business of investments in mutual funds, fixed deposits with banks etc. and also mobilizing investments in mutual funds. The overall slowdown in the economy due to the pandemic has resulted in lower returns on company's investments. This uncertainty has also effected the business of mobilizing investments in mutual funds. Company's management believes that impact is likely to be short term in nature and various policies introduced by the Govt. of India and RBI will revive the economy. On the basis of assessment carried out by the Company's management, the current pandemic does not affect the Company's ability to continue as a going concern.

## 3A. SIGNIFICANT ACCOUNTING POLICIES:

### (a) Revenue Recognition

The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis.

Dividend income is accounted for when the right to receive the same is established. Income from interest on deposits and interest-bearing securities is recognised on time proportionate basis.

### (b) FIXED ASSETS AND DEPRECIATION

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation, amortization and impairment. Cost of leasehold land is amortised over the period of lease. Upto 31st March, 2014 depreciation was provided on written down value method at the rates specified in Schedule XIV of the Companies Act, 1956. Consequent to Schedule II of the Companies Act, 2013 becoming effective from 1st April, 2014, Depreciation is provided on Written Down Value Method at the rates specified therein.

### (c) INVESTMENTS

Non current Investments are carried at cost. Provision for diminution is made to recognize the decline, other than temporary in the value of these investments.

Current investments are carried at lower of cost and fair value are determined on the basis of each category of Investments.

### (d) EMPLOYEE BENEFITS

Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss in the year in which the related service is rendered. Company's contribution towards Provident and Pension Funds vis-a-vis defined contribution plan paid/payable during the year are charged to the Statement of Profit and Loss. Post employment benefits in the form of Gratuity and Leave encashment are recognised as expenses in the Statement of Profit and Loss at present value of the amounts payable determined on the basis of actuarial value technique, using the projected unit credit method. Actuarial gains and losses are recognised in the Statement of Profit and Loss.

# Notes to the Standalone financial statements

for the year ended March 31, 2020

**(e) TAXES ON INCOME**

Income Tax expense comprises current tax and deferred tax charge. Deferred tax is recognized on timing differences, subject to consideration of prudence, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Minimum Alternate Tax (MAT) paid on the book profits, which gives rise to future economic benefits in the form of tax credit against future income tax liability, is recognised as an asset in the Balance Sheet if there is convincing evidence that the company will pay normal tax within the period prescribed for utilisation of such credit.

**(f) IMPAIRMENT OF ASSETS**

At Balance Sheet date, an assessment is done to determine whether there is any indication of impairment in the carrying amount of the Company's fixed assets. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. An impairment loss is charged to Statement of Profit and Loss in the year in which an asset is identified as impaired.

**(g) PROVISIONS & CONTINGENT LIABILITIES**

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

**(h) USE OF ESTIMATES**

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

**(i) LEASE**

1. Assets taken on operating lease

Lease rentals in respect of assets acquired of on operating lease are charged to the Statement of Profit and Loss as per the terms of respective lease agreement.

2. Assets given on operating lease

Assets given under operating lease are capitalised and included in the fixed assets. Lease income arising there from is recognised as income in the Statement of Profit and Loss as per the terms of respective lease agreement.

**(j) BORROWING COST**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

**(k) INCOME TAXES**

Provision for current tax is made based on reasonable estimate of taxable income computed as per the prevailing tax laws. The amount of such provision is based on various factors including interpretation of tax regulations, changes in tax laws, acceptance of tax positions in the tax assessments etc.

# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 4. SHARE CAPITAL

(₹ in lakhs)

	As at 31st March, 2020		As at 31st March, 2019	
	Rupees	Rupees	Rupees	Rupees
<b>Authorised capital</b>				
11,000,000 Equity Shares of Rs.10/- Each		1,100.00		1,100.00
1,500,000 Redeemable Cumulative Preference Shares of Rs.100/- each		1,500.00		1,500.00
<b>Total</b>		2,600.00		2,600.00
<b>Issued, Subscribed and fully paid up capital</b>				
9,993,467 Equity shares of Rs.10/- each		999.35		999.35
<b>Total</b>		999.35		999.35

### a. Reconciliation of the number of shares outstanding at the beginning and at the end of the year

(₹ in lakhs)

	As at 31-03-2020		As at 31-03-2019	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	9993467	99934670	9993467	99934670
Add: Shares issued during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	9993467	99934670	9993467	99934670

### b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rupees 10 per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, if any.

During the financial year company has paid an interim dividend of Rs. 20/- per equity share (previous year Rs. 20/- per equity share). Final dividend proposed to be paid is NIL per equity share (previous year Rs. NIL per equity share). The total distribution of dividend to the equity shareholders for the year is Rs.20/- per equity share (previous year Rs. 20/-per equity share).

### c. Details of shareholders holding more than 5% shares in the Company

	31-3-2020		31-3-2019	
	Number	% holding*	Number	% holding*
Mr. Pavan Kumar Jain	1,132,219	11.33	1,132,219	11.33
Mr. Vivek Kumar Jain	1,321,791	13.23	1,321,791	13.23
Mr. Devansh Jain	2,303,218	23.05	2,303,218	23.05
Mrs. Nayantara Jain	1,080,032	10.81	1,080,032	10.81
Mrs. Nandita Jain	1,031,644	10.32	1,031,644	10.32
Mr. Siddharth Jain	2,342,586	23.44	2,342,586	23.44

# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 5. RESERVES AND SURPLUS

(₹ in lakhs)

	As at 31st March, 2020		As at 31st March, 2019	
	Rupees	Rupees	Rupees	Rupees
<b>Reconstruction Reserve</b>				
Balance as per last Balance Sheet		639.52		639.52
Amalgamation Reserve				
Balance as per last Balance Sheet		75.76		75.76
Capital Redemption Reserve				
Balance as per last Balance Sheet		1,462.50		1,462.50
Statutory Reserve Fund*				
Balance as per last Balance Sheet	6,906.00		6,356.00	
Add: Transferred from Profit and Loss Account	450.00		550.00	
*Pursuant to Reserve Bank of India (Amendment) Act,1947		7,356.00		6,906.00
General Reserve				
Balance as per last Balance Sheet	1,801.25		1,601.25	
Add: Transferred from Profit and Loss Account	50.00		200.00	
Balance at the end of the year		1,851.25		1,801.25
Surplus in the statement of Profit & Loss				
Balance as per last Balance Sheet	4,908.49		4,949.84	
Add: Profit for the year	2,148.22		2,707.34	
	7,056.71		7,657.18	
Less: Appropriations				
Interim Dividend	1,998.69		1,998.69	
Proposed dividend	-		-	
Transfer to Statutory Reserve Fund	450.00		550.00	
Transfer to General Reserve	50.00		200.00	
<b>Total Appropriations</b>	<b>2,498.69</b>		<b>2,748.69</b>	
Balance at the end of the year		<b>4,558.01</b>		4,908.49
<b>Total</b>		<b>15,943.05</b>		15,793.53

(₹ in lakhs)

	As at	As at
	31st March, 2020	31st March, 2019
<b>6. LONG TERM LIABILITIES</b>		
For lease hold land	-	-
	-	-

# Notes to the Standalone financial statements

for the year ended March 31, 2020

(₹ in lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>7. LONG TERM PROVISIONS</b>		
Provision for employee benefits		
– Gratuity	20.96	19.13
– Leave benefits	5.17	4.94
<b>Total</b>	<b>26.13</b>	24.07

<b>8. TRADE PAYABLES</b>		
Dues of micro enterprises and small enterprises	–	–
Dues of creditors other than micro enterprises and small enterprises	6.36	4.22
<b>Total</b>	<b>6.36</b>	4.22

<b>9. OTHER CURRENT LIABILITIES</b>		
Unclaimed dividend (see note below)	110.89	114.84
Other current liabilities	11.41	12.11
Statutory dues and taxes	8.37	17.15
<b>Total</b>	<b>130.67</b>	144.10

In respect of unclaimed dividends, the actual amount to be transferred to the Investor Protection Fund shall be determined on the due date.

<b>10. SHORT TERM PROVISIONS</b>		
Provision for employee benefits		
– Gratuity	13.30	11.35
– Leave benefits	2.45	2.13
Provision for Tax (net of payment)	16.76	–
<b>Total</b>	<b>32.51</b>	13.48

## 11 TANGIBLE ASSETS

(₹ In lakhs)

Sr. No.	Description of Asset	GROSS BLOCK			DEPRECIATION				NET BLOCK		
		As at 01.04.19	Addition during the year	Deletion during the year	As at 31.03.20	As at 01.04.19	Addition during the year	Deletion during the year	As at 31.03.20	As at 31.03.20	As at 31.03.19
1	BUILDINGS	31.29			31.29	24.36	0.33		24.69	6.60	6.93
2	FURNITURE & FIXTURES	79.75	-	-	79.75	51.23	7.22	-	58.45	21.30	28.52
3	VEHICLES	168.29	0.86	0.65	168.50	90.95	24.23	0.57	114.61	53.89	77.34
4	OFFICE EQUIPMENTS	49.03	0.63	-	49.66	39.99	3.81	-	43.80	5.86	9.04
	<b>TOTAL</b>	<b>328.36</b>	<b>1.49</b>	<b>0.65</b>	<b>329.20</b>	<b>206.53</b>	<b>35.59</b>	<b>0.57</b>	<b>241.55</b>	<b>87.65</b>	<b>121.83</b>
	PREVIOUS YEAR	284.07	44.29	-	328.36	157.97	48.55	-	206.53	121.83	

# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 11A INTANGIBLE ASSETS

(₹ in lakhs)

Sr. No.	Description of Asset	GROSS BLOCK			DEPRECIATION				NET BLOCK		
		As at 01.04.19	Addition during the year	Deletion during the year	As at 31.03.20	As at 01.04.19	Addition during the year	Deletion during the year	As at 31.03.20	As at 31.03.20	As at 31.03.19
1	COMPUTER SOFTWARE	1.97	-	-	1.97	1.70	0.12	-	1.82	0.15	0.28
	<b>TOTAL</b>	<b>1.97</b>	<b>-</b>	<b>-</b>	<b>1.97</b>	<b>1.70</b>	<b>0.12</b>	<b>-</b>	<b>1.82</b>	<b>0.15</b>	<b>0.28</b>
	PREVIOUS YEAR:	1.58	0.39	-	1.97	1.42	0.28	-	1.70	0.28	0

## 12. NON CURRENT INVESTMENTS

(Long term, non-trade, at cost, unless otherwise stated)

### QUOTED

#### i) In Subsidiary Company

	Face Value	As at 31st March, 2020		As at 31st March, 2019		
		Nos.	Rs. in lakhs	Nos.	Rs. in lakhs	
GFL Limited - Demerged Company (face value of Rs. 1/- each fully paid up)	1		58,149,021	820.25	0	0
Gujarat Fluorochemicals Limited - Resultant Company (face value of Rs. 1/- each fully paid up)	1		57,764,316	1698.75	57,715,310	1,921.18
Inox Leisure Limited (subsidiary of GFL Limited [earlier known as Gujarat Fluorochemicals Limited])	10		587,461	257.20	587,461	257.20

#### ii) In Other Companies

Damania Capital Market Limited	10		124,200	37.26	124,200	37.26
Eastern Mining Limited	10		10,300	3.30	10,300	3.30
Konar Organics Limited	10		41,100	4.11	41,100	4.11
Rajinder Pipes Limited	10		8,300	3.32	8,300	3.32
Unified Agro Industries (India) Limited	10		1,800	0.45	1,800	0.45
W S Telesystem Limited	10		8,300	3.32	8,300	3.32
Orient Fabritex Limited	10		140,000	14.00	140,000	14.00
Linde India Limited	10		0	-	200	0.21
Ahmedabad Gases Limited	10		200	0.02	200	0.02
Bombay Oxygen Corpn. Limited	100		5	0.06	5	0.06
				2,842.04		2,244.43
Less: Provision for dimunition in value of investments				60.99		60.99
				2,781.05		2,183.44

#### iii) Investments in Mutual Funds

DSP BR FMP Series 217-40M-Grwoth	10		2000000.000	200.00	2000000.000	200.00
DSP BR FMP Series 224-39M-Grwoth	10		2094869.821	209.49	2094869.821	209.49
Franklin India FMP Series 1- Plan B-Growth	10		1000000.000	100.00	1000000.000	100.00
Franklin India FMP Series 2- Plan B-Growth	10		2000000.000	200.00	2000000.000	200.00
Franklin India FMP Series 3- Plan C-Growth	10		2906559.786	290.66	2906559.786	290.66
Franklin India FMP Series 2- Plan A-Growth	10		2000000.000	200.00	2000000.000	200.00
UTI FTIF Series XXVIII-IV-Growth	10		2000000.000	200.00	2000000.000	200.00
Aditya Birla Sun Life FTP Series RW(1202D)-Growth	10		2000000.000	200.00	2000000.000	200.00
Aditya Birla Sun Life FTP Series RY-(1199D) Growth	10		2000000.000	200.00	2000000.000	200.00
Franklin India FMP Series 5 Plan B(1244D)-Growth	10		2000000.000	200.00	2000000.000	200.00
Franklin India FMP Series 5 Plan C(1259D)-Growth	10		2000000.000	200.00	2000000.000	200.00
HDFC FMP 1224D Dec 2018(1)-REG-Growth	10		2000000.000	200.00	2000000.000	200.00
HDFC FMP 1126D March-2019(1)-Growth	10		1325105.000	132.51	1325105.000	132.51
UTI FTIF Series XXX-XV(1223D)-Growth	10		2000000.000	200.00	2000000.000	200.00
				2,732.66		2,732.66

# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 12. NON CURRENT INVESTMENTS (Long term, non-trade, at cost, unless otherwise stated)

### UNQUOTED

#### i) In Equity shares

	Face Value	As at 31st March, 2020		As at 31st March, 2019	
		Nos.	Rs. in lakhs	Nos.	Rs. in lakhs
Inox India Private Limited	10	419,186	3,187.50	419,186	3,187.50
Ideas & U Limited	10	500,000	50.00	500,000	50.00
			3,237.50		3,237.50
Less: Provision for dimunition in value of investments			50.00		50.00
			3,187.50		3,187.50

#### ii) Investments in Bonds

HUDCO 7.62% Tax Free Bond Oct'11	100,000	250	250.00	250	250.00
HUDCO 8.14% Tax Free Bond	1,000	20,000	200.00	20,000	200.00
IIFCL 8.01% Tax Free Bonds	1,000,200	20	200.04	20	200.04
IRFC 7.55% Tax Free Bond Oct'11	100,000	250	250.00	250	250.00
NHAI 8.27% Tax Free Bonds	1,000	20,000	200.00	20,000	200.00
NHAI 7.14% Tax Free Bonds	1,000	14,285	142.85	14,285	142.85
PFC 8.20% Tax Free Bonds	1,000	8,544	85.44	8,544	85.44
REC 7.93% Tax Free Bond	1,000	12,248	122.48	12,248	122.48
PFC 7.19% Tax Free Bonds	1,000	10,000	100.00	10,000	100.00
REC 8.01% Tax Free Bond 2013	1,000	30,000	300.00	30,000	300.00
			1,850.81		1,850.81
Aggregate value of quoted investments			5,574.70		4,977.09
Market value of quoted investments			21,7654.31		64,2446.88
Aggregate value of unquoted investments			5,088.31		5,088.31
Aggregate provision for dimunition in value of investments			110.99		110.99
<b>Total Investments</b>			<b>10,552.02</b>		<b>9,954.41</b>

## 2 Investment in Property (Long term and non-trade)

(₹ In lakhs)

Sr. No.	Description of Asset	Gross Block (at cost)			Depreciation/Amortisation				Net Block		
		As at 01.04.19	Addition during the year	Deletion during the year	As at 31.03.20	As at 01.04.19	Addition during the year	Deletion during the year	As at 31.03.20	As at 31.03.20	As at 31.03.19
	Leasehold Land	204.05	0	0	204.05	1.43	0.20	0	1.63	202.42	202.62
	Buildings	752.96	0	0	752.96	215.06	26.18	0	241.24	511.72	537.90
	<b>TOTAL</b>	<b>957.01</b>	<b>0</b>	<b>0</b>	<b>957.01</b>	<b>216.49</b>	<b>26.38</b>	<b>0</b>	<b>242.87</b>	<b>714.14</b>	<b>740.52</b>
	PREVIOUS YEAR:	957.01	0	0	957.01	188.77	27.72	0	216.49	740.52	
	Total Non Current Investments (1+2)									<b>11266.15</b>	10694.93



# Notes to the Standalone financial statements

for the year ended March 31, 2020

(₹ in lakhs)

	As at 31st March, 2020 Rupees	As at 31st March, 2019 Rupees
<b>13. LONG TERM LOANS AND ADVANCES</b>		
(Unsecured, considered good)		
Prepaid Expenses	0.12	0.79
Advances recoverable in cash or in kind		
– Considered Good	–	60.60
<b>Total</b>	<b>0.12</b>	<b>61.39</b>

## 14. CURRENT INVESTMENTS

	Face Value Rs.	As at 31st March, 2020		As at 31st March, 2019	
		Nos.	Rs. in lakhs	Nos.	Rs. in lakhs
<b>Current Portion of Long Term Investment</b>					
Investment in Mutual Funds					
DSP BR Short Term Fund -Growth	10	778544.444	184.69	1014223.064	240.60
ICICI Prudential Flexible Income Plan-Growth	10	-	-	8,092.671	28.26
DSP BR Arbitrage Fund-Growth	10	600381.875	60.04	600381.875	60.04
ICICI PRU Regular Savings Fund Growth	10	3363923.313	557.91	3363923.313	557.91
Aditya Birla Sunlife Liquid Fund Growth	10		-	226,838.301	651.34
Franklin India Liquid Fund-Growth	1,000		-	1,796.341	49.57
Franklin Templeton India Ultra Short Bond Fund-Growth	10		-	310,415.046	75.00
ICICI PRU Liquid Plan-Growth	10		-	121,077.239	320.00
UTI Liquid Cash Plan-Growth	1,000		-	38,600.662	1,155.05
<b>Total</b>			<b>802.64</b>		<b>3,137.77</b>

(₹ in lakhs)

	As at 31st March, 2020		As at 31st March, 2019	
	Rupees	Rupees	Rupees	Rupees
<b>15. TRADE RECEIVABLES</b>				
(Unsecured, considered good, unless otherwise stated)				
Outstanding for a period exceeding six months	–		–	
Others	55.14		68.85	
<b>Total</b>		<b>55.14</b>		<b>68.85</b>

# Notes to the Standalone financial statements

for the year ended March 31, 2020

(₹ in lakhs)

	As at 31st March, 2020		As at 31st March, 2019	
	Rupees	Rupees	Rupees	Rupees
<b>16. CASH AND CASH EQUIVALENTS</b>				
Balances with banks in current accounts	46.33		32.00	
Cash on hand	4.98		2.60	
In Liquid fund of Mutual Funds	–		–	
<b>Total</b>		<b>51.31</b>		<b>34.60</b>
<b>17. OTHER BANK BALANCES</b>				
Unpaid dividend account	110.89		114.84	
Deposits with original maturity of more than 3 months but less than 12 months	100.00		500.00	
<b>Total</b>		<b>210.89</b>		<b>614.84</b>
<b>18. SHORT TERM LOANS AND ADVANCES</b> (Unsecured, considered good, unless otherwise stated)				
Prepaid Expenses		2.20		2.23
Loans to employees		1.24		1.48
Security Deposits		64.15		65.66
Inter-corporate deposits - Others		2,500.00		–
Advance Income tax (net of provision)		–		118.77
<b>Total</b>		<b>2,567.59</b>		<b>188.14</b>
<b>19. OTHER CURRENT ASSETS</b>				
Interest accrued on Bank deposits		1.77		10.67
Interest accrued on Tax Free Bonds		63.77		63.74
Income tax refund receivable		–		–
Interest accrued on ICD's		26.74		–
Others		9.31		0.77
<b>Total</b>		<b>101.59</b>		<b>75.18</b>

# Notes to the Standalone financial statements

for the year ended March 31, 2020

(₹ in lakhs)

	2019-20	2018-19
<b>20. REVENUE FROM OPERATIONS</b>		
Brokerage received	180.92	300.79
Dividend Income		
on long term investments		
i) from subsidiary company	2,028.61	2,020.04
ii) from others	4.61	0.33
on current investments	–	–
Interest income		
on inter corporate deposits	29.71	2.16
on bank deposits	28.57	11.86
on tax free bonds	144.95	144.87
others	–	–
<b>Total</b>	<b>2,417.37</b>	<b>2,480.05</b>
<b>21. OTHER INCOME</b>		
Profit on sale of investments		
on long term investments	25.44	430.91
on current investments	229.87	133.11
Rent received	–	69.00
Others	19.72	–
<b>Total</b>	<b>275.03</b>	<b>633.02</b>
<b>22. EMPLOYEE BENEFIT EXPENSES</b>		
Salaries and wages	80.12	72.01
Contribution to Provident fund and other fund	4.79	4.03
Gratuity	3.77	7.37
Staff Welfare expenses	10.01	6.78
<b>Total</b>	<b>98.69</b>	<b>90.19</b>
<b>23. DEPRECIATION AND AMORTIZATION EXPENSES</b>		
Depreciation on Tangible assets	35.59	48.55
Depreciation on InTangible assets	0.13	0.28
Depreciation on Investment property	26.18	27.52
Amortization of Investment property	0.20	0.20
<b>Total</b>	<b>62.10</b>	<b>76.55</b>

# Notes to the Standalone financial statements

for the year ended March 31, 2020

(₹ in lakhs)

	2019-20	2018-19
<b>24. OTHER EXPENSES</b>		
Rates & Taxes	4.84	1.64
Legal & Professional Expenses	23.96	12.25
Rent paid	12.00	12.00
Insurance	3.10	3.11
General Repairs	18.51	6.19
Corporate social responsibility expenses (see Note 35)	16.50	15.30
Bad debts and remissions	60.60	-
Miscellaneous Expenses	71.43	72.83
<b>Total</b>	<b>210.94</b>	<b>123.32</b>

## 25. CHANGE IN THE ESTIMATE OF USEFUL LIFE OF FIXED ASSETS

Company has adopted the useful lives of various fixed assets as specified in Schedule II of the Companies Act, 2013, with effect from April 1, 2014. Further, the carrying amount of fixed assets as at 1st April 2014 is being depreciated over the revised remaining useful life of the assets.

## 26. DISCLOSURE REQUIRED UNDER SECTION 186(4) OF COMPANIES ACT, 2013

### a. Contingent Liabilities

Corporate guarantee given by the company to Aditya Birla Finance Ltd. (ABFL) in respect of loan taken by Inox India Pvt. Ltd. for general business purpose is Rs. NIL (previous year Rs. 54.60 crores). Inox India Limited has fully liquidated the loan to ABFL during the current year 2019-20.

### b. Inter Corporate Deposit

Inter Corporate Deposit (ICD) of Rs.2500 lakhs (previous year Rs. NIL) given to INOX Wind Limited for general business purposes.

## 27. THE MAJOR COMPONENTS OF THE NET DEFERRED TAX LIABILITY ARE AS UNDER:

(₹ In lakhs)

Particulars	2019-20	2018-19
Deferred Tax Liability -	-	-
Deferred Tax Assets:		
Provision for retirement benefits	1.20	2.49
Depreciation (on account of difference between tax depreciation and depreciation charged in the books)	27.10	17.21
Expenses allowable on payment basis	2.22	1.92
<b>Total assets</b>	<b>30.52</b>	<b>21.62</b>

# Notes to the Standalone financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	2019-20	2018-19
<b>28. PAYMENTS TO THE FIRM OF AUDITORS:</b>		
Particulars		
Audit Fees	1.35	1.35
Tax Audit Fees	0.80	0.80
For Other services	1.35	1.10
<b>Total</b>	<b>3.50</b>	<b>3.25</b>

<b>29. EARNINGS AND EXPENDITURE IN FOREIGN CURRENCY:</b>	–	–
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## 30. THE PARTICULARS OF DUES TO MICRO, SMALL AND MEDIUM ENTERPRISES UNDER MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006.

There is no amount due to “Micro or Small Enterprises” under Micro, Small and Medium Enterprises Act, 2006. The above information has been determined to the extent such parties have been identified on the basis of the information available with the company.

## 31. SEGMENT REPORTING

The company is engaged primarily in the business of investments and accordingly there are no separate reportable segments as prescribed under AS-17 of Companies (Accounting Standards) Rules, 2006.

	2019-20	2018-19
	Rupees	Rupees
<b>32. DISCLOSURE AS REQUIRED BY ACCOUNTING STANDARD - AS 19</b>		
<b>on "Leases"</b>		
(a) In respect of Assets given on Operating Lease:		
(i) Gross carrying amount of asset given on operating lease included in Buildings of Fixed Assets	–	14.86
(ii) Accumulated Depreciation as at the end of the year	–	12.22
(iii) Depreciation for the year	–	0.13
(iv) Future minimum lease payments-		
(a) Not later than one year	–	–
(b) Later than one year and not later than five years	–	–
Later than five years		
(v) General description		
Asset given on operating lease is Office Premises.		
The non-cancellable initial tenure is for three years, which can be further extended at the mutual option of both the parties.		
(b) In respect of assets taken on operating lease:		
Payable in future		
(i) Not later than one year	12.00	12.00
(ii) Later than one year and not later than five years	–	–
(iii) Later than five years	–	–

(iv) The company's significant leasing arrangements are in respect of operating leases for premises taken on lease. Generally, these lease arrangements are non-cancellable, for a period of 11 months and are usually renewable by mutual consent on mutually agreeable terms. The aggregate lease rentals are charged as expenses in the Statement of Profit and Loss.

# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 33 RELATED PARTY DISCLOSURES AS REQUIRED BY ACCOUNTING STANDARD (AS18) ARE AS UNDER:

(i) Names of Related Parties:

**A) Where control exists:**

Subsidiary Company:

GFL Limited - Demerged Company

Gujarat Fluorochemicals Limited - Resultant Company

Inox Leisure Limited

(Subsidiary Company of GFL Limited)

**B) Key Management Personnel**

Mr. P.K. Jain (Managing Director)

**C) Other related parties with whom there are transactions during the year:**

Enterprises over which key management personnel or his relative has significant influence

– Rajni Farms Private Limited

– Inox India Private Limited

– Inox Wind Limited

– Inox FMCG Private Limited

(ii) Particulars of Transactions:

(₹ In lakhs)

Particulars	Subsidiary Company and sub-subsidiary company		Enterprises over which KMP or their relatives have significant influence		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
<b>(A) Transactions during the year</b>						
<b>i) Dividend received</b>						
Gujarat Fluorochemicals Ltd (now known as GFL Limited).	2020.04	2020.04			2020.04	2020.04
<b>ii) Rent received</b>						
Gujarat Fluorochemicals Ltd (now known as GFL Limited).	-	57.50			-	57.50
<b>iii) Reimbursement of expenses (received)</b>						
Gujarat Fluorochemicals Ltd (now known as GFL Limited).	0.77	2.43			0.77	2.43
<b>iv) Rent paid</b>						
Rajni Farms Pvt Ltd.			12.00	12.00	12.00	12.00
<b>v) Inter-Corporate Deposit paid</b>						
Inox Wind Limited			2,500.00	-	2,500.00	-
<b>vi) Interest received</b>						
Inox Wind Limited	29.71	-			29.71	-
Inox FMCG Private Limited			-	2.19	-	2.19
<b>(B) Amounts outstanding</b>						
Amount receivable						
<b>i) Deposit paid</b>						
Rajni Farms Pvt Ltd.			60.00	60.00	60.00	60.00
<b>ii) Inter-corporate Deposit paid</b>						
Inox Wind Limited			2,500.00	-	2,500.00	-
<b>iii) Interest accrued</b>						
Inox Wind Limited	26.74	-			26.74	-
<b>iv) Reimbursement of expenses</b>						
Gujarat Fluorochemicals Ltd (now known as GFL Limited).	-	0.77			-	0.77

# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 34 EMPLOYEE BENEFITS

- a) Defined Contribution Plans: Contribution to Provident Fund of Rs. 4.79 lakhs (Previous year Rs. 4.03 lakhs is recognised as an expense and included in Contribution to Provident and Other Funds in the Profit and Loss.
- b) Defined Benefit Plans: The amounts recognized in respect of Gratuity and Leave Encashment - as per Actuarial Valuation as on 31st March, 2020.

Particulars	Gratuity		Leave Encashment	
	As at 31.03.2020	As at 31.03.2019	As at 31.03.2020	As at 31.03.2019
Change in Benefit Obligation				
Liability at the beginning of the year	30.49	24.01	7.06	5.78
Interest Cost	1.86	1.77	0.45	0.42
Current Service Cost	2.20	1.88	0.50	0.35
Past Service Cost	-	-		
Benefit paid	-	(0.89)	-	(0.29)
Actuarial (Gain)/Loss	(0.28)	3.72	(0.39)	0.80
Liability at the end of the year	34.27	30.49	7.62	7.06
Expenses recognized in the Profit and Loss Account				
Interest Cost	1.86	1.77	0.45	0.42
Current Service Cost	2.20	1.88	0.50	0.35
Past Service Cost		-		
Actuarial (Gain)/Loss	(0.28)	3.72	(0.39)	0.80
Expenses recognized in the Profit and Loss Account	4.06	7.37	0.55	1.58
Actuarial Assumptions				
Discount Rate	6.66%	7.49%	6.66%	7.49%
Salary Escalation Rate	10%	12%		12%
Retirement Age	58 years		58 years	
Mortality - Previous year	LIC (1994-96) published table of rates			
- Current year	IALM (2006-08) Ult			

The above defined benefit plans are unfunded. The estimate 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.

# Notes to the Standalone financial statements

for the year ended March 31, 2020

## 35 CORPORATE SOCIAL RESPONSIBILITY (CSR)

- a) The gross amount required to be spent by the company during the year towards Corporate Social Responsibility (CSR) is Rs. 15.30 lakhs (previous year Rs. 13.65 lakhs)

b) Amount spent during the year on: (₹ In lakhs)

Particulars	In cash	Yet to be paid in cash	Total
i) Construction/acquisition of any fixed assets	0	0	0
	(-)	(-)	(-)
ii) On purposes other than (i) above -	16.50	0	16.50
	(15.30)	(-)	(15.30)

## 36 BASIC AND DILUTED EARNING PER SHARE:

Particulars	2019-20	2018-19
Profit after taxation (Rs)	2,148.22	2,707.34
Weighted average number of equity shares used in calculation of basic and diluted EPS (Nos).	9,993,467	9993467
Nominal value of each share (Rs).	10	10
Basic and diluted Earnings per Share (Rs)	21.50	27.09

As per our report of even date attached  
For **S.C. BANDI & CO.**  
Chartered Accountants  
Firm's Registration No. 130850W

**S.C.BANDI**  
Proprietor  
Membership No. 16932

Place: Mumbai  
Date: 23rd November, 2020

On behalf of the Board of Directors

**P.K. Jain**  
Managing Director  
DIN: 00030098

**Siddharth Jain**  
Director  
DIN: 00030202

**VIJAY SAXENA**  
Company Secretary

Place: Mumbai  
Date: 23rd November, 2020



# Notes to the Standalone financial statements

for the year ended March 31, 2020

**Schedule appended to the Balance Sheet of a non-deposit taking non-banking financial company (as required in terms of Paragraph 18 of Non-Systemically Important Non-Deposit taking company (Reserve Bank) Directions, 2016**

(₹ In lakhs)

Particulars Liabilities Side	2019-20		2018-19	
	Amount outstanding	Amount Overdue	Amount outstanding	Amount Overdue
(1) Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:				
(a) Debentures : Secured	—	—	—	—
Unsecured (other than falling within the meaning of public deposit*)	—	—	—	—
(b) Deferred Credits	—	—	—	—
(c) Term Loans	—	—	—	—
(d) Inter -corporate Loans and borrowing	—	—	—	—
(e) Commercial Paper	—	—	—	—
(f) Public Deposits	—	—	—	—
(g) Other Loans ( Specify nature)	—	—	—	—
<b>Assets Side</b>				
		Current year Amount outstanding outstanding	Previous year Amount outstanding	
(2) Break-up of Loans and Advances including bills receivables (other than those included in 3 below:				
(a) Secured		—	—	
(b) Unsecured		2,622.85	318.38	
(3) Break up of Leased assets and stock on hire and other assets counting towards AFC activities				
(i) Lease assets including lease rentals under sundry debtors:				
(a) Financial Lease		—	—	
(b) Operating Lease		—	—	
(ii) Stock on hire including hire charges under sundry debtors:				
(a) Assets on hire		—	—	
(b) Repossessed Assets		—	—	
(iii) Other loans counting towards AFC activities				
(a) Loans where assets have been repossessed		—	—	
(b) Loans other than (a) above		—	—	

# Notes to the Standalone financial statements

for the year ended March 31, 2020

(4) Break-up of Investments: (net of provision for dimunition) (as per AS 13)

Current Investmentmts

1. Quoted:		
(l) Shares :		
(a) Equity	—	—
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of Mutual Funds*	802.64	3137.77
(iv) Government Securities	—	—
(v) Others (Please specify)	—	—
* Current portion of long term investments		
2. Unquoted:		
(l) Shares :		
(a) Equity	—	—
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of Mutual Funds	—	—
(iv) Government Securities	—	—
(v) Others (Please specity)	—	—
Long Term investments:-		
1. Quoted:		
(l) Shares		
(a) Equity	2781.05	2183.44
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of mutual funds	2732.66	2732.66
(iv) Government Securities	—	—
(v) Others (please specify)	—	—
2. Unquoted:		
(l) Shares		
(a) Equity	3187.50	3187.50
(b) Preference	—	—
(ii) Debentures and Bonds	—	—
(iii) Units of mutual funds	—	—
(iv) Government Securities	—	—
(v) Others - Tax free Bonds	1850.81	1850.81
TOTAL	13977.51	13410.56

# Notes to the Standalone financial statements

for the year ended March 31, 2020

(5) Borrower group-wise classification of loans and advances (including other Current Assets)

Category	Current year			Previous year		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties						
a) Subsidiaries*	—	—	—	—	—	—
b) Companies in the same group**	—	2560.00	2560.00	—	60.00	60.00
c) Other related parties	—	—	—	—	—	—
2. Other than related parties	—	62.85	62.85	—	258.38	258.38
<b>Total</b>		<b>2622.85</b>	<b>2622.85</b>		<b>318.38</b>	<b>318.38</b>

\*\*Inter corporate deposit and Security deposit paid for lease of property.

(₹ In lakhs)

(6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Current year		Previous year	
	Market value/ Break up or fair value or NAV	Book Value (Net of Provisions)	Market value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties				
a) Subsidiaries (including their subsidiaries) and same group companies	214489.55	2776.20	639544.98	2178.38
b) Other related parties	3187.50	3187.50	3187.50	3187.50
2. Other than related parties	6949.53	5390.96	8365.65	7726.30
<b>Total</b>	<b>224626.58</b>	<b>11354.66</b>	<b>651098.13</b>	<b>13092.18</b>

\*\* Break up or fair value of investments in unquoted equity shares has been taken at Book Value.

Other information Particulars	Current year Amount	Previous year Amount
(i) Gross Non -Performing Assets		
(a) Related Parties	—	—
(b) Other than related parties	—	—
(ii) Net Non -Performing Assets	—	—
(a) Related Parties	—	—
(b) Other than related parties	—	—
(iii) Assets acquired in satisfaction of debt	—	—

As per our report of even date attached  
For **S.C. BANDI & CO.**  
Chartered Accountants  
Firm's Registration No. 130850W

**S.C.BANDI**  
Proprietor  
**Membership No. 16932**

Place: Mumbai  
Date: 23rd November, 2020

On behalf of the Board of Directors

**P.K. Jain**  
Managing Director  
DIN: 00030098

**Siddharth Jain**  
Director  
DIN: 00030202

**VIJAY SAXENA**  
Company Secretary

Place: Mumbai  
Date: 23rd November, 2020

INOX LEASING AND FINANCE LIMITED

# Consolidated Annual Accounts

2019-2020

# Independent Auditor's Report

To the members of Inox Leasing and Finance Limited

## REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

### OPINION

I have audited the accompanying consolidated financial statements of Inox Leasing and Finance Limited ("the Holding Company") and its subsidiaries, its associates and jointly controlled entities (together referred to as 'Group'), which comprise the Consolidated Balance Sheet as at 31 March 2020, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information ("the consolidated financial statements").

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with accounting

principles generally accepted in India, of the consolidated state of affairs of the Company as at 31 March 2020, the profit, changes in equity and its cash flows for the year ended on that date

### BASIS FOR OPINION

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of my report. I am independent of the Group and its associates and joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to my audit of the Consolidated financial statements under the provisions of the companies act 2013 the Act and the Rules made there under, and I have fulfilled my ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on the consolidated financial statements.

### INFORMATION OTHER THAN THE CONSOLIDATED FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report, including Annexures to Board's Report but does not include the consolidated financial statements and my auditor's report thereon.

My opinion on the consolidated financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated financial statements, my responsibility is to read the other information of the joint operations, subsidiaries, joint ventures and associates audited by other auditor and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or my knowledge obtained during the course of my audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

### OTHER MATTER

I did not audit the financial statements of subsidiaries whose financial statements reflect total assets of Rs. 1352569.73 lakhs as at 31 March 2020 total revenue of Rs. 550137.07 lakhs and net cash outflow amounting to Rs. (228.84) lakhs for the year ended 31st March 2020, as considered in the consolidated financial statements, in respect of the jointly controlled entity, whose financial statements have not been audited by me. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and my opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the jointly controlled entity, and my report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid jointly controlled entity is based solely on the report of the other auditor. My opinion on the consolidated financial statements, and my report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to my reliance on the work done and the reports of the other auditor.

## AUDITORS' REPORT

### RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) with respect to the preparation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated statement of changes in equity and consolidated cash flows of the Group including its joint ventures in accordance with the accounting principles generally accepted in India.

The respective Board of Directors of the group and its jointly controlled entity included in the consolidated financial statements are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the Company and its jointly controlled entity included in the consolidated financial statements are responsible for assessing the ability of the company to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Company and its jointly controlled entity included in the consolidated financial statements is responsible for overseeing the financial reporting process of each Company.

### AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS

My objective is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with SAs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(l) of the Act, I am also responsible for expressing my opinion on whether the holding Company and its jointly controlled entity have adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group Company and its jointly controlled entity ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report.

## AUDITORS' REPORT

However, future events or conditions may cause the Company and its jointly controlled entity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group and its jointly controlled entity to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which I am the independent auditor. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. I remain solely responsible for my audit opinion.

I communicate with those charged with governance of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

### REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by section 143(3) of the Act, based on my audit and on the consideration of report of the other auditor on separate financial statements of a jointly controlled entity as was audited by other auditor, as noted in the 'Other Matters' paragraph, I report, to the extent applicable, that:
  - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit of the aforesaid consolidated financial statements.
  - (b) In my opinion, proper books of account as required by law relating to the preparation of the aforesaid financial statements have been kept so far as it appears from my examination of those books and the reports of the other auditors.
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - (d) In my opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors of the Company as on 31st March, 2020 taken on record by the Board of Directors of the Company and on the basis of report of the Independent auditor of its jointly controlled entity incorporated in India, none of the directors of the Company and its jointly controlled entity incorporated in India are disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and its jointly controlled entity incorporated in India and the operating effectiveness of such controls, refer to my separate report in Annexure. My report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements of the Company and its jointly controlled entity which is a company incorporated in India.
2. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me and based on the consideration of the reports of the other auditors on separate financial statement of jointly controlled entity as noted in the 'Other matters' paragraph:
  - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the

## AUDITORS' REPORT

Company and its jointly controlled entity;

- ii. The Company and its jointly controlled entity has made provision, as required under the applicable law or accounting standards including the Ind AS, for material foreseeable losses on long-term contracts including derivative contracts and
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and Gujarat Fluorochemicals Limited its subsidiary company. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the other jointly controlled entity incorporated in India.

For **S.C.BANDI & CO**  
Chartered Accountants  
Firm Registration No. 130850W

**S.C.BANDI**  
Proprietor  
Membership No. 016932  
UDIN : 20016932AAAAMM8000

Place: Mumbai  
Date: 23rd November, 2020



# Annexure to Independent Auditor's Report

To the members of Inox Leasing and Finance Limited

**REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS ON THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020 – REFERRED TO IN PARAGRAPH (F) UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF MY REPORT OF EVEN DATE.**

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)**

In conjunction with my audit of the consolidated financial statements of Inox Leasing and Finance Limited

**REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

(hereinafter referred to as “the Company”) as of and for the year ended March 31 2020, I have audited the internal financial controls system with reference to financial statements of the Company and its jointly controlled entity which are companies incorporated in India, as of that date.

**MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The respective Board of Directors of the Company and its jointly controlled entity which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (the “Act”).

**AUDITOR’S RESPONSIBILITY**

My responsibility is to express an opinion on the Company’s and its jointly controlled entity which are companies incorporated in India, internal financial controls with reference to financial statements based on my audit. I conducted my audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness.

My audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal financial control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the internal financial controls system with reference to financial statements of the Company and its jointly controlled entity which are companies incorporated in India.

## AUDITORS' REPORT

### MEANING OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

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

### INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

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

### OPINION

In my opinion, the Company and its jointly controlled entity which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31st March 2020, based on the internal control with reference to financial statements criteria established by the Company and its jointly controlled entity, considering the essential components of internal financial control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by ICAI.

### OTHER MATTERS

My aforesaid report under Section 143(3)(l) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements insofar as it relates to its jointly controlled entity, which is a company incorporated in India, is based on the corresponding report of the auditor of such company.

For **S.C.BANDI & CO**  
Chartered Accountants  
Firm Registration No. 130850W

**S.C.BANDI**  
Proprietor  
Membership No. 016932

Place: Mumbai  
Date: 23rd November, 2020

# Consolidated Balance Sheet of Inox Leasing and Finance Limited and its Subsidiary Companies as at 31st March, 2020

(₹ in lakhs)

	Note No.	As at 31st March, 2020	As at 31st March, 2019
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	4	999.35	999.35
(b) Reserves and surplus	5	318140.56	315889.32
		319139.91	316888.67
<b>(2) Minority interest</b>		411291.85	409630.20
<b>(3) Non-current liabilities</b>			
(a) Long-term borrowings	6	63484.23	57256.54
(b) Deferred tax liabilities (net)	42	39520.46	37301.59
(c) Other long-term liabilities	7	6578.03	9224.07
(d) Long-term provisions	8	5199.62	4032.88
		114782.34	107815.08
<b>(4) Current liabilities</b>			
(a) Short-term borrowings	9	165176.69	128997.20
(b) Trade payables	10		
Dues to Micro & Small Enterprises			
Dues to others		154605.18	128615.12
(c) Other current liabilities	11	195655.57	84398.10
(d) Short-term provisions	12	3753.30	3967.99
		519190.74	345978.41
<b>TOTAL</b>		<b>1364404.84</b>	<b>1180312.36</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Goodwill on consolidation (net)		-	2306.95
(b) Fixed assets			
(i) Tangible assets	13	465561.27	430020.36
(ii) Intangible assets	14	8435.18	8333.66
(iii) Capital work-in-progress		48845.06	77081.63
(c) Deferred tax assets (net)	42	26447.20	9602.68
(d) Non-current investments	15	48352.66	57830.13
(e) Long-term loans and advances	16	211033.42	144167.90
(f) Other non-current assets	17	1883.61	1033.30
(g) Non-current assets classified as held for sale		21723.81	0.00
		832282.21	730376.61
<b>(2) Current assets</b>			
(a) Current investments	18	10176.49	6181.90
(b) Inventories	19	178361.87	159797.91
(c) Trade receivables	20	194939.65	214256.62
(d) Cash and bank balances	21	22818.84	21248.90
(e) Short-term loans and advances	22	89866.88	45757.83
(f) Current tax asset		30690.72	
(g) Other current assets	23	2068.18	2692.59
		528922.63	449935.75
Assets held for sale		3200.00	0.00
<b>TOTAL</b>		<b>1364404.84</b>	<b>1180312.36</b>

As per our report of even date attached  
For **S.C. BANDI & CO.**  
Chartered Accountants  
Firm's Registration No. 130850W

**S.C.BANDI**  
Proprietor  
Membership No. 16932

Place: Mumbai  
Date: 23rd November, 2020

On behalf of the Board of Directors

**P.K. Jain**  
Managing Director  
DIN: 00030098

**Siddharth Jain**  
Director  
DIN: 00030202

**VIJAY SAXENA**  
Company Secretary

Place: Mumbai  
Date: 23rd November, 2020

# Consolidated Statement of Profit and Loss of Inox Leasing and Finance Limited and its Subsidiary Companies for the year ended 31st March, 2020

(₹ in lakhs)

	Note No.	2019-20	2018-19
<b>I. Revenue from operations</b>	24	<b>525573.30</b>	561921.24
Less: Excise Duty		-	-
		<b>525573.30</b>	561921.24
<b>II. Other income</b>	25	<b>25206.42</b>	14883.43
<b>III. Total Revenue (I + II)</b>		<b>550779.72</b>	576804.67
<b>IV. Expenses:</b>			
Cost of materials consumed	26	<b>128319.03</b>	195175.42
Material Extraction and Processing Cost	27	<b>3892.43</b>	0
Purchases of stock-in-trade	28	<b>11553.85</b>	58.32
Changes in inventories of finished goods, work-in-progress stock-in-trade & by-products	29	<b>(14526.57)</b>	(23,984.40)
Power and Fuel		<b>48127.99</b>	-
Employee benefits expense	30	<b>44521.35</b>	39145.88
Finance costs	31	<b>34010.47</b>	22498.75
Depreciation and amortization expense	32	<b>39309.88</b>	33546.30
Impairment loss		-	82.00
Other expenses	33	<b>235066.58</b>	250410.43
<b>Total expenses</b>		<b>530275.01</b>	516932.70
<b>V. Less: Expenditure capitalized</b>		-	(19,757.91)
<b>VI. Net Expenditure</b>		<b>530275.01</b>	497174.19
<b>VII. Profit before exceptional items and tax (III-VI)</b>		<b>20504.71</b>	79629.88
<b>VIII. Exceptional items</b>	38	<b>(2,604.05)</b>	(1,323.69)
<b>IX. Profit before tax (VII+VIII)</b>		<b>17900.66</b>	78306.19
(A) Tax expense:			
(1) Current tax		<b>23022.89</b>	29,660.34
(2) MAT credit entitlement		<b>61.20</b>	(76.46)
(3) Deferred tax		<b>(17,062.84)</b>	(1,547.79)
(B) Taxation pertaining to earlier years		<b>(1,733.10)</b>	(83,302.66)
		<b>4,288.14</b>	(55,266.57)
Profit for the year (IX-X)		<b>13612.52</b>	133572.76
Less : Share of minority interest in profit		<b>(2294.31)</b>	(63,914.96)
Add: Share in profit of associates		-	(23.88)
<b>Net Profit (XI-XII+XIII)</b>		<b>11318.21</b>	69633.92
Basic & diluted Earnings Per Share of Rs 10 each (in Rs.)	49	<b>113.26</b>	696.79

As per our report of even date attached  
For **S.C. BANDI & CO.**  
Chartered Accountants  
Firm's Registration No. 130850W

**S.C.BANDI**  
Proprietor  
**Membership No. 16932**

Place: Mumbai  
Date: 23rd November, 2020

On behalf of the Board of Directors

**P.K. Jain**  
Managing Director  
DIN: 00030098

**Siddharth Jain**  
Director  
DIN: 00030202

**VIJAY SAXENA**  
Company Secretary

Place: Mumbai  
Date: 23rd November, 2020

# Consolidated Statement of Cash Flows

for the year ended March 31, 2020

(₹ in lakhs)

Particulars	2019-2020	2018-2019
Cash flow from operating activities		
Profit for the year	12152.15	133572.75
Adjustments for :		
Tax expense	5748.51	(55266.56)
Depreciation and amortisation	39369.87	33546.29
Loss on asset held for sale	256.66	-
Loss on retirement /disposal of fixed assets (net)	54.57	(87.32)
Allowance for doubtful deposits and advances	18745.51	29.22
Allowance for doubtful advances	-806.46	-
Bad debts and remissions		173.74
Liabilities and provisions no longer required written back	-232.07	(835.16)
Deposits and advances written off	511.51	-
Amounts written-off		279.88
Reversal of MTM loss on derivative		-
Exchange difference on translation of assets and liabilities	650.23	171.44
Unrealised Foreign exchange Loss /(gain) -net	696.09	(299.04)
Net loss on fair value changes in investments classified at FVTPL	1.64	-
Mark-to-market (gain)/loss on derivative financial instruments (net)	(354.74)	-
Unrealised MTM (gain)/loss on Financial Assets and Derivatives	(12.60)	(779.68)
Expense on ESOP	53.19	126.10
Allowance for doubtful trade receivables (net of reversal)	478.24	(32.38)
Impairment loss on Goodwill and Property, plant & equipment		82.00
Share of (profit)/loss of a joint venture/associate	(23.49)	23.88
Gain on sale of current investment	(90.65)	-
Interest Income	(17051.18)	-
Income in respect of investing activities (net)	(4083.01)	(9568.22)
Finance Costs	34061.04	22498.75
	77972.86	(9937.06)
Operating profit before working capital changes	90125.01	123635.69
Adjustments for :		
Increase/(decrease) in provisions	2196.78	1015.08
Increase/(decrease) in trade payables	12374.80	57622.99
Increase /(decrease) in other financial liabilities	367.12	
Increase / (Decrease) in other liabilities	90529.01	12162.27
Increase / (Decrease) in loans	(7451.66)	(3345.25)
Decrease in short term loans and advances	(2154.01)	
(Increase)/decrease in inventories	(23717.29)	(25967.47)
(Increase)/decrease in trade receivables	24032.56	(44352.83)
(Increase)/decrease in other financial assets	(119.63)	
(Increase)/decrease in other assets	(44286.50)	(16122.83)
	51771.18	(18988.04)
Cash generated from operations	141896.19	104647.65
Income-tax paid (net)	(13360.28)	(7805.22)
Net cash generated from operating activities	130555.96	96842.43
Cash flow from investing activities		
Purchase of Property, Plant and Equipments (including change in capital work in progress and capital creditors/capital advances)	(154278.19)	(92881.85)



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 1. CORPORATE INFORMATION:-

Inox Leasing and Finance Limited (“ILFL” or the “Company” or “Parent Company”) is a public company engaged in the business of financial services, investment in shares, bonds and units of mutual funds and earns ‘brokerage income on investments in mutual funds etc.

The Consolidated Financial Statements (“CFS”) relate to ILFL, its subsidiaries, joint ventures of its subsidiaries and an associate of a subsidiary company (collectively referred to as the “Group”).

**(A) The subsidiary companies, joint ventures and associate considered in CFS are:**

**(a) Subsidiary of the Company:-**

Name of the Company	Country of incorporation	Proportion of ownership interest	
		As at 31st March 2020	As at 31st March 2019
Gujarat Fluorochemicals Limited	India	52.58%	—**
GFL Limited	India	52.93%	52.54%
Inox Leisure Limited (ILL) subsidiary of GFL	India	0.61	0.61%

\*\*The Scheme of Arrangement (“the Scheme”) between Gujarat Fluorochemicals Limited, now known as GFL Limited (“the demerged company”) and Inox Fluorochemicals Limited, now known as Gujarat Fluorochemicals Limited (“the Company” or “the resulting company”) for demerger of the Chemical Business Undertaking of the demerged company into the resulting company was approved by Hon’ble National Company Law Tribunal, Ahmedabad Bench on 4th July 2019. The said NCLT Order was filed by both the companies with the Registrar of Companies on 16th July, 2019 making the Scheme operative from that date. Accordingly, all the assets and liabilities pertaining to the Chemical Business Undertaking, as defined in the Scheme, including employees and investment in subsidiaries and joint venture pertaining to the said Chemical Business, stand transferred and vested into the Company from its Appointed Date i.e. 1st April 2019. The name of the Company was changed from Inox Fluorochemicals Limited to Gujarat Fluorochemicals Limited w.e.f. 26th July, 2019.

The Company has issued and allotted 10,98,50,000 equity shares having face value of Re 1 each as fully paid-up to the Shareholders of GFL Limited (Demerged Company) for every 1 (One) Equity Share of face value of Re. 1 each fully paid up held in the Demerged Company.

The Group is engaged in:

- chemical business viz. manufacturing and trading of refrigeration gases, anhydrous hydrochloric acid, caustic soda, chlorine, chloromethane, polytetrafluoroethylene (PTFE) and post-treated polytetrafluoroethylene (PTPTFE)
- manufacture and sale of wind turbine generators (WTGs) and providing Erection, Procurement and Commissioning (EPC) services, Operations and Maintenance (O&M) services, wind farms development services and common infrastructure facilities for WTGs.
- operating and managing multiplexes and cinema theatres
- generation and sale of wind energy

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(B) The subsidiary companies, joint ventures and associate considered in CFS are:

Details of subsidiaries at the end of the reporting period are as follows.

a) Subsidiaries of GFL Limited

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2020	31st March, 2019
Inox Leisure Limited (ILL)	Operating and managing multiplexes & cinema theatres in India	India	51.32%	51.32%
Inox Infrastructure Limited (IIL)	Real estate and property development	India	100.00%	100.00%
Inox Wind Limited (IWL)	Manufacture and sale of Wind Turbine Generators ("WTGs"), providing Erection, Procurement and Commissioning ("EPC") services, Operations and Maintenance ("O&M") services, wind farm development services and Common Infrastructure Facilities for WTGs.	India	56.98%	56.98%
Inox Renewables Limited (IRL)	Generation and sale of wind energy and providing services for Erection, Procurement and Commissioning (EPC) of wind farms	India	100.00%	100.00%
Inox Wind Energy Limited (IWEL) (incorporated on 6th March, 2020)	Proposed to engage in the business of generation and sale of wind energy and providing services for Erection, Procurement and Commissioning (EPC) of wind farms.	India	100.00%	Nil

b) Subsidiaries of ILL

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2020	31st March, 2019
Shouri Properties Private Limited	Holds a license to operate a multiplex cinema theatre which is operated by Inox Leisure Limited.	India	99.29%	99.29%
Inox Leisure Limited - Employees Welfare Trust	Manages the ESOP Scheme of Inox Leisure Limited	India	Controlled by Inox Leisure Limited	
Inox Benefit Trust	Holds treasury shares for the benefit of Inox Leisure Limited	India	Controlled by Inox Leisure Limited	



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## c) Subsidiaries of IWL

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2020	31st March, 2019
Inox Wind Infrastructure Services Limited (IWISL)	Providing EPC, O&M, Common Infrastructure Facilities services for WTGs and development of wind farms	India	100.00%	100.00%
Waft Energy Private Limited	Generation of wind energy	India	100.00%	100.00%
<b>Subsidiaries of IWISL:</b>	Engaged in either the business of providing wind farm development services or generation of wind energy.			
Marut Shakti Energy India Limited		India	100.00%	100.00%
Satviki Energy Private Limited (SEPL)		India	100.00%	100.00%
Sarayu Wind Power (Tallimadugula) Private Limited (SWPTPL)		India	100.00%	100.00%
Vinirraa Energy Generation Private Limited (VEGPL)		India	100.00%	100.00%
Sarayu Wind Power (Kondapuram) Private Limited (SWPKL)		India	100.00%	100.00%
RBRK Investments Limited		India	100.00%	100.00%
Vasuprada Renewables Private Limited		India	100.00%	100.00%
Suswind Power Private Limited		India	100.00%	100.00%
Ripudaman Urja Private Limited		India	100.00%	100.00%
Vibhav Energy Private Limited		India	100.00%	100.00%
Haroda Wind Energy Private Limited		India	100.00%	100.00%
Vigodi Wind Energy Private Limited		India	100.00%	100.00%
Aliento Wind Energy Private Limited		India	100.00%	100.00%
Tempest Wind Energy Private Limited		India	100.00%	100.00%
Flurry Wind Energy Private Limited		India	100.00%	100.00%
Vuelta Wind Energy Private Limited		India	100.00%	100.00%
Flutter Wind Energy Private Limited		India	100.00%	100.00%
Nani Virani Wind Energy Pvt. Ltd.		India	100.00%	100.00%
Ravapar Wind Energy Pvt. Ltd.		India	100.00%	100.00%
Khatiyu Wind Energy Pvt. Ltd.		India	100.00%	100.00%
Sri Pavan Energy Private Limited		India	51.00%	51.00%
Resco Global Wind Service Private Limited (incorporated on 21.01.2020)		India	100.00%	—

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## d) Subsidiaries of GFL Limited - transferred and vested in the resulting Company on demerger of the Chemical Business Undertakings

Name of Subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group	
			31st March, 2020	31st March, 2019
"Gujarat Fluorochemicals Limited(earlier known as Inox Fluorochemicals Limited)"	Engaged in manufacturing and trading of refrigerant gases, caustic soda, chloromethane, polytetrafluoroethylene (PTFE), fluoropolymers, fluoromonomers, specialty fluorointermediates, specialty chemicals and allied activities.	India	NA	100.00%
Gujarat Fluorochemicals Americas, LLC (GFL Americas)	Trading of Post Treated Polytetrafluoroethylene (PT-PTFE) and allied products	USA	NA	100.00%
Gujarat Fluorochemicals Singapore Pte. Limited	Investment activities.	Singapore	NA	100.00%
Gujarat Fluorochemicals GmbH, Germany many (GFL GmbH)	Trading of Post Treated Polytetrafluoroethylene (PT-PTFE) and allied products	Germany	NA	100.00%
GFL GM Flourspar SA - subsidiary of Gujarat Fluorochemicals Singapore Pte. Limited	Exploration of flourspar mines and sale of resultant flourspar	Morocco	NA	74%

## (d) Amalgamation of Swanston Multiplex Cinemas Private Limited with Inox Leisure Limited

The Board of Directors of Inox Leisure Limited had approved the Scheme of Amalgamation (merger by absorption) ("the Scheme") under section 230 to 232 and other applicable sections of the Companies Act, 2013, for amalgamation of its wholly owned subsidiary, Swanston Multiplex Cinemas Private Limited ("SMCPL") with Inox Leisure Limited. The Scheme was approved by the Hon'ble National Company Law Tribunal, Bench at Ahmedabad vide its order dated 15 October, 2018 and by Hon'ble National Company Law Tribunal, Bench at Mumbai vide order dated 19 August, 2019. The Scheme has become effective on 27 September 2019 with the appointed date as 1 April 2018. The amalgamation is accounted in accordance with Appendix C of Ind AS 103: Business Combination.

## (e) Preferential allotment of Inox Leisure Limited

During the previous year, the Company has acquired 64,00,000 additional equity shares in Inox Leisure Limited (ILL). These shares are allotted by ILL, by way of a preferential allotment, after taking necessary approvals, at a price of Rs. 250 per equity share (including share premium of Rs. 240 per equity share), aggregating to Rs. 16,000 Lakhs. Consequently, the shareholding of the Company in ILL has increased from 48.09% to 51.32%. Even prior to the said preferential allotment, ILL was a subsidiary of GFL since the shareholders of ILL had passed a resolution at the Annual General Meeting held on 23 August 2013 amending its Articles of Association entitling GFL to appoint majority of directors on the Board of ILL if GFL holds not less than 40% of the paid-up equity capital of ILL and accordingly, GFL was having control over ILL.

The financial year of the above entities is 1st April to 31st March.

There are no restrictions on the Parent or the subsidiaries' ability to access or use the assets and settle the liabilities of the Group.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## (C) Additional information as required under Schedule III to the Companies Act, 2013

Name of the entity in the Group	2019-2020				2018-2019			
	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss		Net Assets, i.e., total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
<b>Parent</b>								
<b>Inox Leasing and Finance Limited</b>	2.33%	16942.40	18.98%	2148.22	2.32%	16,792.88	3.89%	2,707.34
<b>Subsidiaries (Group's share)</b>								
<b>Gujarat Fluorochemicals Limited</b>	52.14%	380755.28	237.15%	26841.07	65.33%	474,569.80	191.26%	133,180.64*
<b>GFL Limited</b>	16.33%	119211.95	30.11%	3407.85	0.00%	-	0.00%	-
<b>Indian Subsidiaries</b>								
Inox Infrastructure Limited	0.79%	5706.09	0.37%	42.08	0.78%	5,664.01	-0.09%	(65.20)
Inox Fluorochemicals Limited					0.00%	(0.25)	0.00%	(1.25)
Inox Wind Energy Limited	0.01%	0.16	-0.01%	(0.84)				
Inox Wind Limited	20.09%	146685.72	-227.57%	(25,756.47)	23.28%	169,136.55	-9.57%	(6,664.40)
Inox Wind Infrastructure Services Limited	1.10%	7942.27	-50.80%	(5,750.13)	0.51%	3,713.75	-8.21%	(5,718.93)
Waft Energy Private Limited	(0.00)	(0.20)	-0.01%	(0.65)	0.00%	0.44	0.00%	(0.56)
Marut Shakti Energy India Limited	-0.25%	(1,901.75)	-2.17%	(245.67)	-0.23%	(1,656.08)	-0.41%	(286.11)
Satviki Energy Private Limited	0.02%	75.09	-0.01%	(1.23)	0.01%	76.32	0.00%	(1.42)
Sarayu Wind Power (Tallimadugula) Private Limited	-0.01%	(123.34)	-0.14%	(15.90)	-0.01%	(107.44)	-0.04%	(26.81)
Vinirmaa Energy Generation Private Limited	-0.01%	(140.23)	-0.24%	(26.72)	-0.02%	(113.51)	-0.03%	(21.89)
Sarayu Wind Power (Kondapuram) Private Limited	0.00%	(59.24)	-0.14%	(15.78)	-0.01%	(43.46)	-0.02%	(15.83)
RBRK Investments Limited	-0.19%	(1,424.44)	-1.83%	(207.05)	-0.17%	(1,217.39)	-1.10%	(763.00)
Wind One Renergy Private Limited	0	0	0	0	0.00%	(1.00)	0.00%	(1.00)
Wind Three Renergy Private Limited	0	0	0	0	0.00%	(1.00)	0.00%	(1.00)
Ripudaman Urja Private Limited	0.01%	(1.84)	-0.01%	(0.76)	0.00%	(1.08)	0.00%	(0.91)
Suswind Power Private Limited	0.01%	(24.93)	-0.07%	(8.00)	0.00%	(16.93)	-0.02%	(16.76)
Vasuprada Renewables Private Limited	0.01%	(2.00)	-0.01%	(0.80)	0.00%	(1.20)	0.00%	(1.02)
Vibhav Energy Private Limited	0.01%	(2.85)	-0.01%	(1.53)	0.00%	(1.32)	0.00%	(1.35)
Haroda Wind Energy Private Limited	0.01%	(1.15)	-0.01%	(0.72)	0.00%	(0.43)	0.00%	(0.87)
Vigodi Wind Energy Private Limited	0.01%	(1.11)	-0.01%	(0.71)	0.00%	(0.40)	0.00%	(0.87)
Aliento Wind Energy Private Limited	0.01%	(21.08)	-0.07%	(7.75)	0.00%	(13.33)	-0.02%	(13.96)
Tempest Wind Energy Private Limited	0.01%	(21.08)	-0.07%	(7.74)	0.00%	(13.34)	-0.02%	(13.96)
Flurry Wind Energy Private Limited	0.01%	(21.08)	-0.07%	(7.74)	0.00%	(13.34)	-0.02%	(13.96)
Vuelta Wind Energy Private Limited	0.01%	(21.14)	-0.07%	(7.90)	0.00%	(13.24)	-0.02%	(13.86)
Flutter Wind Energy Private Limited	0.01%	(25.94)	-0.07%	(8.07)	0.00%	(13.24)	-0.03%	(18.48)

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Name of the entity in the Group	2019-2020				2018-2019			
	Net Assets, i.e., total assets minus total liabilities		Share in profit or loss		Net Assets, i.e., total assets minus total liabilities		Share in profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
Wind Two Renergy Private Limited(*)	0	0	0	0	0.00%	(2.91)	0.00%	(2.91)
Wind Four Renergy Private Limited(*)	0	0	0	0	0.00%	(2.61)	0.00%	(2.61)
Wind Five Renergy Private Limited(*)	0	0	0	0	0.00%	(16.36)	-0.02%	(16.36)
Nani Virani Wind Energy Private Limited(*)	0.01%	(1.18)	-0.01%	(1.16)	0.00%	(0.02)	0.00%	(0.67)
Ravapar Wind Energy Private Limited(*)	0.01%	(1.18)	-0.01%	(1.16)	0.00%	(0.02)	0.00%	(0.67)
Khatiyu Wind Energy Private Limited(*)	0.01%	(1.18)	-0.01%	(1.16)	0.00%	(0.02)	0.00%	(0.67)
Sri Pavan Energy Private Limited	0.01%	(15.16)	0.56%	63.44	-0.01%	(78.60)	-0.13%	(88.60)
Resco Global Wind Services Private Limited	0.01%	(15.45)	-0.15%	(16.45)	0.00%	-	0.00%	-
Inox Renewables Limited	0.62%	4453.86	-13.63%	(1,542.40)	0.83%	5,996.25	-3.01%	(2,098.20)
Inox Leisure Limited	15.59%	113773.80	122.94%	13915.15	13.85%	100,587.87	17.28%	12,033.69
Inox Leisure Limited Employees welfare trust	0.01%	16.51	0.00%	0.16	0.00%	13.98	0.00%	0.16
INOX Benefit Trust	0.01%	0.93	0.00%	-0.02	0.00%	0.88	0.00%	(0.02)
Shouri Properties Private Limited	0.02%	85.89	0.03%	2.89	0.01%	80.14	0.00%	2.89
Swanston Multiplex Cinemas Private Limited	0.01%	3.34	-0.01%	-1.25	0.00%	3.34	0.00%	(1.25)
<b>Foreign Subsidiaries</b>								
GFL GmbH	0.37%	2648.04	6.27%	709.37	0.24%	1,756.41	1.27%	883.59
GFL LLC USA	0.63%	4551.74	7.52%	851.4	0.46%	3,319.40	2.50%	1,744.23
GFL Singapore	1.29%	9383.09	1.61%	182.28	1.16%	8,458.57	0.22%	151.95
GFL GM Morocco	-0.55%	-4111.63	-23.83%	-2697.44	-0.17%	(1,210.35)	-1.33%	(925.30)
Minority Interest in all subsidiaries	39.73%	290133.43	87.54%	9908.18	16.25%	118,080.10	-2.14%	(1,489.57)
<b>Indian Associates</b>								
Megnasolace City Private Limited	0	0	0	0	0.44%	3,201.88	0.00%	-
<b>Joint Ventures(Investments as per equity method)</b>								
<b>Indian Joint Venture</b>								
Swarnim Gujarat Flourspar Private Limited	0.02%	87.84	0.00%	-0.49	0.01%	88.33	0.00%	(2.19)
<b>Intercompany eliminations</b>								
Consolidation eliminations / adjustments	-49.84%	(364,086.49)	-92.07%	-10420.19	-24.85%	(180483.43)	-90.15%	(62779.42)
<b>Total</b>	<b>100.00%</b>	<b>730,431.76</b>	<b>100.00%</b>	<b>11,318.21</b>	<b>100.01%</b>	<b>726,518.87</b>	<b>100.00%</b>	<b>69,633.92</b>

\* Consolidated figures prior to demerger of chemical business.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 2. BASIS OF PREPARATION AND PRINCIPLES OF CONSOLIDATION :-

The CFS are prepared in accordance with Accounting Standard (AS) 21 'Consolidated Financial Statements', Accounting Standard (AS) 23 'Accounting for Investment in Associates in Consolidated Financial Statements' and Accounting Standard (AS) 27 'Financial Reporting of Interest in Joint Ventures' specified under section 133 of the Companies Act, 2013, read with Rule 3 of The Companies (Accounting Standard) Amendment Rules, 2016.

Figures of the previous year have been regrouped or reclassified, wherever necessary, to confirm to the classification for the current year.

The CFS are prepared on the following basis.

- i. The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses. Inter-company balances, inter-company transactions and unrealised profits are fully eliminated. Unrealised losses resulting from inter-company transactions are eliminated unless cost cannot be recovered.
- ii. Interest in joint ventures is reported using proportionate consolidation method.
- iii. The share of profit/loss of associate company is accounted under the 'equity method' as per which the share of profit/loss of the associate company is adjusted to the cost of investment.
- iv. Goodwill on consolidation represents excess of the cost to the parent of its investment in a subsidiary over the parent's portion of equity of the subsidiary, at the date on which investment in the subsidiary is made, and is recognized as an asset in the consolidated financial statements. The Goodwill on consolidation is evaluated for impairment whenever there is any indication that its carrying amount may have been impaired. When the cost to the parent of its investment in a subsidiary is less than that the parent's portion of equity of the subsidiary, the difference is treated as capital reserve in the consolidated financial statements.

The CFS are prepared using uniform accounting policies for the like transactions and other events in similar circumstances, except where it is not practicable to do so. The CFS are presented, to the extent possible, in the same manner as the parent company's separate financial statements.

- v. The Minority interest in the net assets of consolidated subsidiaries consist of the amount of equity attributable to minority at the date on which investment in subsidiary is made and the minority's share of movement in equity since the date the parent subsidiary relationship comes into existence. The losses applicable to the minority, to the extent they exceed the minority interest in the equity of the subsidiary, are adjusted against the majority interest, until the minority's share of losses so absorbed by the majority has been recovered.

## 3. Significant accounting Policies

### a) Revenue recognition

Chemicals business: Revenue from sale is when the significant risks and rewards of ownership of the goods have passed to the customers, which is generally at the point of dispatch of goods. Gross sales but are exclusive of sales tax. Income from sale of Renewable Energy Certificate (REC) is recognised on delivery thereof or sale of rights therein, as the case may be, in terms of the contract with the respective buyer.

Power business: Revenue from generation and sale of electricity is recognised on the basis of actual power sold (net of reactive energy consumed) in accordance with the terms of the power purchase agreements entered with the respective customers and when no significant uncertainty exists regarding the amount of consideration that will be derived.

Wind Business: Revenue from sale of products is recognized when the significant risks and rewards of ownership of goods have passed on to the customers in terms of the respective contracts for supply. Sales are net of sales return/cancellation and discounts. Revenue from Erection, Procurement and Commissioning contracts is recognized on completion of services, in terms of the contract. Revenue from Operations & Maintenance and Common Infrastructure Facilities services contracts is recognized pro-rata

# Notes to the Consolidated financial statements

## for the year ended March 31, 2020

over the period of the contract, as per the terms of the contract. In respect of project development charges, the revenue from development of Wind Farm is recognized when the wind farm sites are transferred to the customers in terms of the respective contracts. Income on sale of electricity generated is recognized on the basis of actual units generated and transmitted to the purchaser. Revenue is net of taxes.

### 3. SIGNIFICANT ACCOUNTING POLICIES-CONTINUED

#### a) Revenue recognition-continued

Theatrical Exhibition business: Revenue from Box Office is recognized as and when the movie is exhibited. Revenue from Sale of Food & Beverages is accounted at the point of sale. These revenues are net of refunds and complimentary. Conducting fees are in respect of charges received from parties to conduct business from the Company's multiplexes and the revenue is recognized as per the contractual arrangements. Advertisement income is recognized on exhibition of the advertisement or over the period of contract, as applicable.

Other income: Interest on deposits, loans and interest bearing securities is recognised on a time proportion basis, except in cases where interest is doubtful of recovery. Dividend income is recognised when the unconditional right to receive the dividend is established. Insurance claims are recognised to the extent there is a reasonable certainty of the realisability of the claim amount.

#### b) Fixed assets and Intangible assets

Fixed assets and intangible assets, other than revalued assets, are stated at historical cost, less accumulated depreciation/amortisation and impairment, except freehold land which is carried at cost. Intangible assets are recorded at the cost of acquisition of such assets and are carried at cost less accumulated amortization. Revalued assets are stated at revalued amounts less accumulated depreciation. The cost of leasehold land comprises of lease premium and expenses on acquisition thereof as reduced by accumulated depreciation. Cost comprises of purchase price / cost of construction, including non-refundable taxes and levies, and any expenses attributable to bring the assets to its working condition for its intended use. Project pre-operative expenses and expenditure incurred during construction period of multiplexes are capitalized to various eligible assets in respective multiplexes. Borrowing costs directly attributable to acquisition or construction of qualifying fixed assets are capitalised. In respect of accounting period commencing on or after 1st April 2011, consequent to the insertion of para 46 of AS 11, 'The Effects of Changes in Foreign Exchange Rates', the cost of depreciable capital assets includes foreign exchange differences arising on translation of long term foreign currency monetary items.

#### c) Depreciation and amortization

i) On tangible fixed assets: Cost of leasehold land is amortised over the period of the lease. Depreciation on other fixed assets, excluding freehold land, is provided on straight line method at the rates and in the manner specified in Schedule II of the Companies Act, 2013. Depreciation on leasehold improvements, electrical installations & air conditioners in leased premises, is provided over the period of useful life on the basis of the respective agreements or the useful life as per Schedule II part C of the Companies Act, 2013, whichever is shorter.

ii) On intangible fixed assets: Cost of technical know-how is amortized equally over a period of ten years. Cost of product development is amortised equally over a period of five years. Cost of software is amortized over a period of three years in case of operating software and six years in case of other software. Cost of goodwill and movie script acquired and cost of web-site developed is amortized over a period of five years.

In respect of foreign subsidiaries:

Depreciation on all fixed assets (except land) is provided under Straight Line Method. The useful lives prescribed in Schedule II of the Companies Act, 2013 are considered as the minimum lives. If the management's estimate of the useful life of a fixed asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review is shorter than that envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/remaining useful life. The value of mining exploitation permit/licence is amortised over the period of the permit/licence on a straight line basis.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

d) Impairment of assets

Consideration is given at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's assets and impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount.

e) Investments

i) In Securities

Long term investments are carried at cost. Provision for diminution is made to recognise the decline, other than temporary, in the values of these investments. Current investments are carried at lower of cost and fair value.

ii) In Investment Property

Leasehold Land is carried at cost, comprising of lease premium and expenses on acquisition thereof, as reduced by accumulated amortization. Building is carried at cost of acquisition, less accumulated depreciation. Cost of leasehold land is amortized over the period of lease. Depreciation on building is provided on straight line method at the rates and in the manner specified in Schedule II to the Companies Act, 2013.

f) Inventories

Inventories and project development work-in-progress are valued at lower of cost and net realisable value. Cost is determined using Weighted Average Method and is inclusive of appropriate overheads. Closing stock of finished goods and imported materials include excise duty and customs duty payable thereon, wherever applicable. Obsolete, defective and unserviceable stocks are duly provided for.

g) Employee benefits

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss in the year in which the related service is rendered. Group's contributions towards Defined Contribution Plans viz. Government administered provident and pension schemes, paid / payable during the year are charged to the Statement of Profit and Loss. Defined Benefits Plans in the form of Gratuity and Leave Benefits are recognized as an expense in the Statement of Profit and Loss at the present value of the amounts payable, determined on the basis of actuarial valuation techniques, using the projected unit credit method. Actuarial gains and losses are recognized in the Statement of Profit and Loss.

h) Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of cost of such asset. Other borrowing costs are recognised as expenses in the Statement of Profit and Loss.

i) Taxes on income

Income tax expense comprises of current tax & deferred tax charge. Deferred tax is recognised on timing differences, subject to consideration of prudence, being the differences between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods. The deferred tax in respect of timing differences which reverse during the tax holiday period is not recognised to the extent the gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of losses is recognized as an asset if there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized. Minimum Alternate Tax (MAT) paid on the book profits, which gives rise to future economic benefits in the form of tax credit against future income-tax liability, is recognized as an asset in the Balance Sheet if there is convincing evidence that normal tax will be payable within the period prescribed for utilization of such credit.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

j) Foreign currency transactions and forward contracts

- (i) Transactions in foreign currency are recorded in rupees by applying the exchange rate at the date of the transaction. At the Balance Sheet date, monetary assets and liabilities in foreign currency are restated by applying the closing rate. Gains or losses on settlement of the transactions and restatement of monetary assets and liabilities are recognised in the Statement of Profit and Loss, except as mentioned in para (ii) below. In respect of forward exchange contracts entered, the difference between the forward rate and the exchange rate at the date of the transaction is recognised as income or expense over the life of such contract. Currency and interest rate swaps are accounted in accordance with the respective contracts. All other derivatives, which are not covered by AS 11 'The Effects of Changes in Foreign Exchange Rates', are measured using the mark-to-market principles and the net loss after considering the offsetting effect on the underlying hedge items is charged to the Statement of Profit and Loss. Net gains on the mark-to-market basis are not recognised.
- (ii) The Central Government has, vide its Notification no. G.S.R. 914(E) dated 29th December 2011, amended AS 11, to the extent it relates to the recognition of losses or gains arising on restatement of long-term foreign currency monetary items in respect of accounting periods commencing on or after 1st April 2011. As stipulated in the Notification, the Group has exercised the option to adopt the following policy irrevocably for accounting periods commencing from 1st April 2011:

Long term foreign currency monetary items are translated at the exchange rate prevailing on the balance sheet date and the net exchange gain / loss on such conversion and on settlement of the liability, is adjusted to the cost of the asset, where the long-term foreign currency monetary items relate to the acquisition of a depreciable capital asset (whether purchased within or outside India), and depreciated over the balance life of the assets.

k) Accounting for hedges and derivatives

The Group uses various forms of derivative instruments such as options and interest rate swaps to hedge its exposure on account of movements in foreign exchange and interest rates. The Group does not use derivative financial instruments for speculative purposes. The derivatives are entered only where the counterparty is a bank.

In terms of the Notification by the Institute of Chartered Accountants of India on status of Accounting Standard (AS) 30 'Financial Instruments: Recognitions and Measurement', the Group has adopted the rules for hedge accounting specified in Accounting Standard (AS) 30. Accordingly, derivatives such as option contracts and interest rate swaps to hedge highly probable forecasted transactions which are outside the scope of Accounting Standard (AS) 11 'The Effects of Changes in Foreign Exchange Rates' are designated as a hedging instrument in a permitted hedging relationship if the conditions for hedge accounting are met including high hedge effectiveness at the inception and throughout the period of the hedge.

Derivatives covered by AS 11, or those that do not qualify for hedge accounting, or those not designated as an effective hedge in a permitted hedging relationship continue to be accounted for using the principle of prudence under Accounting Standard (AS) 1 'Disclosure of Accounting Policies', and the mark-to-market losses if any are recognized fully in the Statement of Profit and Loss at each reporting date, and the mark-to-market gains, if any, are ignored.

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in 'Hedging Reserve Account'. The gain or loss relating to the ineffective portion is recognized immediately in Statement of Profit and Loss. Amounts previously recognized in 'Hedging Reserve Account' are reclassified to Statement of Profit and Loss in the same periods when the hedged item affects profit and loss. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that had been deferred in equity will be recognised immediately in the Statement of Profit and Loss.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. The hedged item is recorded at fair value and any gain or loss is recorded in the Statement of Profit and Loss and is offset by the gain or loss from the change in the fair value of the derivative.



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Hedge accounting is discontinued on a prospective basis when the hedge no longer meets the hedge accounting criteria, when the hedging instrument expires or is sold, terminated, or exercised, or it no longer qualifies for hedge accounting, or when the hedging relationship is revoked.

l) Leases

(i) Assets taken on operating lease:

Lease rentals in respect of assets acquired on operating lease are charged to the Statement of Profit and Loss as per the terms of the respective lease agreements.

(ii) Assets given on operating lease:

Assets given under operating lease are capitalised and included in the fixed assets. Lease income arising there from is recognised as income in the Statement of Profit and Loss as per the terms of the respective lease agreements.

m) Government grants

Government grants are recognised when the Company has complied with the conditions attached to them and there is reasonable assurance that the grants will be received. The grants in the nature of promoters' contribution are credited to capital reserve. In respect of grants related to revenue, the relevant expenditure is net of such grants.

n) Preliminary expenses

Expenditure on survey and investigation of the mines are charged to the Statement of profit and Loss in the year in which they are incurred.

o) Treasury shares

Pursuant to the Scheme of Amalgamation of Fame India Ltd ('Fame') and its subsidiaries with Inox Leisure Limited ('ILL') (see note no. \*\*\*), equity shares of ILL have been issued to Inox Benefit Trust ('the Trust') against the equity shares of Fame held by ILL. These shares are recognised as Interest in Inox Benefit Trust at the amount of consideration paid by ILL to acquire the shares of erstwhile Fame. These shares of ILL held by Inox Benefit Trust are akin to Treasury Shares and are presented as a deduction from Shareholders' Funds. Difference between the cost and the amount received at the time of sale of shares by the Trust, is recorded separately as 'Reserve on Sale of Treasury Shares' under 'Reserves and surplus'.

p) Provisions and contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

q) Use of estimates

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

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020		As at 31st March, 2019	
<b>4 SHARE CAPITAL</b>				
<b>Authorised Capital</b>				
11,000,000 equity shares of Rs 10 each	1,100.00		1,100.00	
15,00,000 Redeemable Cumulative Preference shares of Rs. 100/- each	1,500.00		1,500.00	
<b>Total</b>	<b>2,600.00</b>		<b>2,600.00</b>	
<b>4.1 Issued and Subscribed and Fully Paid</b>				
99,93,467 equity shares of Rs 10 each	999.35		999.35	
<b>Total</b>	<b>999.35</b>		<b>999.35</b>	
<b>4.2 Reconciliation of the equity shares outstanding at the beginning and at the end of the year</b>				
	2019-20		2018-19	
	Nos	Amount	Nos	Amount
At the beginning of the year	9993467	99934670	9993467	99934670
Add: Shares issued during the year	–	–	–	–
Less: Shares bought back during the year	–	–	–	–
At the end of the year	9993467	99934670	9993467	99934670

#### 4.3 Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rupees 10 per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, if any.

During the financial year company has paid an interim dividend of Rs. 20/- per equity share (previous year Rs. 20/- per equity share). Final dividend proposed to be paid is NIL per equity share (previous year Rs. NIL per equity share). The total distribution of dividend to the equity shareholders for the year is Rs. 20/- per equity share (previous year Rs. 20/- per equity share).

#### 4.4 Details of shareholders holding more than 5% shares in the Company

	As at 31st March, 2020		As at 31st March, 2019	
	Number	% holding	Number	% holding
Mr. Pavan Kumar Jain	1,132,219	11.33	1,132,219	11.33
Mr. Vivek Kumar Jain	1,321,791	13.23	1,321,791	13.23
Mr. Devansh Jain	2,303,218	23.05	2,303,218	23.05
Mrs. Nayantara Jain	1,080,032	10.81	1,080,032	10.81
Mrs. Nandita Jain	1,031,644	10.32	1,031,644	10.32
Mr. Siddharth Jain	2,342,586	23.44	2,342,586	23.44

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>5 Reserves and surplus</b>		
Capital Reserves		
As per last Balance Sheet	6763.42	6765.25
Addition during the year		(1.83)
On account of change in Minority Interest	13040.28	–
Adjusted as per the Scheme of demerger (see Note **)	(13137.42)	–
	6666.26	6763.42
Reconstruction Reserve		
As per last Balance Sheet	639.52	639.52
Debenture Redemption Reserve		
As per last Balance Sheet	1135.56	1025.56
On account of change in minority interest	(538.36)	110.00
	597.20	1135.56
Capital Redemption Reserve		
As per last Balance Sheet	1521.80	1521.80
On account of change in minority interest	(28.11)	–
	1493.69	1521.80
Securities Premium Account		
As per last Balance Sheet	25636.14	22504.19
On account of change in Minority Interest	(1053.61)	3131.95
	24582.53	25636.14
Employees stock options outstanding amount		
As per last Balance Sheet	53.33	49.04
Movements during the year	(16.05)	4.29
	37.28	53.33
Amalgamation Reserve		
As per last Balance Sheet	75.76	75.76
Statutory Reserve Fund		
As per last Balance Sheet	6906.00	6356.00
Transfer from the Statement of Profit and Loss	450.00	550.00
	7356.00	6906.00
Consolidation Reserve		
As per last Balance Sheet	24555.76	24555.76
Movements during the year	(26172.84)	–
Transfer from General Reserve	1617.08	–
	–	24555.76
General Reserve		
As per last Balance Sheet	176915.53	167379.03
Transfer to Consolidation Reserve	(1617.08)	–
On Account of change in Minority Interest	(5440.24)	(1171.50)
Transfer from the Statement of Profit and Loss	50.00	10708.00
	169908.21	176915.53

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>Other Reserves</b>		
Hedging Reserve		
As per last Balance Sheet	79.85	110.92
On Account of change in Minority Interest	(162.58)	(31.06)
Transfer on account of demerger	(27.77)	0.00
	(54.96)	79.85
Foreign currency translation reserve		
As per last Balance Sheet	465.23	338.75
Movements during the year	647.80	126.48
	1113.03	465.23
Surplus in the Statement of Profit and Loss		
As per last Balance Sheet	71141.40	24984.33
Profit for the year	11318.21	69633.92
Add: Transferred from Revaluation Reserve		
On account of demerger of Chemical business	(1282.31)	0
Adjustment on account of Goodwill	(1944.05)	0
Provision for Doubtful Debts earlier years	(1746.82)	0
On account of change in Minority Interest	34547.63	(7605.16)
	112034.06	87013.10
Less : Appropriations		
General Reserve	(50.00)	(10708.00)
Statutory Reserve	(450.00)	(550.00)
Debenture Redemption Reserve	0	0
Interim Dividend	(1998.69)	(1998.69)
Final Dividend paid (including DDT)	(3809.34)	(2615.01)
	105726.03	71141.40
<b>Sub-total</b>	<b>318140.56</b>	<b>315889.32</b>
<b>Group Share in Joint Ventures</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>318140.56</b>	<b>315889.32</b>
<b>6 Long-term borrowings</b>		
Term Loans		
Secured Loans		
(a) Debentures		
- Non convertible redeemable debentures	4987.68	14937.63
(b) Term Loans		
From Banks		
- Rupee Loans	93441.64	54800.86
- Foreign Currency Loans	11021.57	19827.94
<b>Sub Total</b>	<b>109450.89</b>	<b>89566.43</b>
From Other Parties		
- Rupee Loans	4667.84	186.91
(c) Finance lease obligations		
Obligations under finance leases	0	71.35
<b>Total</b>	<b>114118.73</b>	<b>89824.69</b>
Less: Current maturities of Long-term borrowings (disclosed under note no. 11: Other current liabilities)	(50693.75)	(32546.67)
For nature of securities and terms of repayment please refer to note no. 36		

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
Less: Current maturities of finance leases	0	(21.48)
Less: Interest accrued	59.25	(21.48)
	63484.23	57256.54
<b>7 Other long-term liabilities</b>		
Security deposits	969.97	942.12
Retention money	66.47	136.09
Income received in advance	4554.72	8145.86
Other Financial Liability	986.87	0
<b>Total</b>	<b>6578.03</b>	<b>9224.07</b>
<b>8 Long-term provisions</b>		
Provision for employee benefits (see note no. 43)		
- for Gratuity	3694.07	2831.06
- for Leave benefits	1505.55	1201.82
<b>Total</b>	<b>5199.62</b>	<b>4032.88</b>
<b>9 Short-term borrowings</b>		
<b>9.1 (i) Secured Loans</b>		
From Banks		
- Cash Credit/Overdraft	21207.28	30391.70
- Short Term Working Capital Demand Loans	28629.11	9013.47
- Rupee Loans	0	17114.32
- Foreign Currency Loans	4891.58	0
- From Other parties	1,033.45	829.50
	55761.42	57348.99
<b>9.2 (ii) Unsecured Loans</b>		
From Banks		
- Cash Credit/Overdraft	8430.46	0
- Short Term Working Capital Demand Loans	58700.00	16000.00
- Foreign Currency Loans	33766.59	32106.17
- Commercial papers	0.00	12388.11
- Packing credit /Buyers credit/Others	1800.00	0.00
- Inter Corporate Deposits	19485.02	0.00
<b>Sub Total</b>	<b>122182.07</b>	<b>60494.28</b>
From Other Parties		
- Commercial papers	-19485.00	8850.93
Others	6718.20	2303.00
<b>Sub Total</b>	<b>-12766.80</b>	<b>11153.93</b>
Group Share in Joint Ventures	-	-
<b>Total</b>	<b>165176.69</b>	<b>128997.20</b>

9.3 For nature of securities and terms of repayment please refer to note no. 36

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>10 Trade payables</b>		
- dues to Micro and Small Enterprises	1922.85	227.03
- dues to others	152677.85	128383.53
	154600.70	128610.56
<b>Group Share in Joint Ventures</b>	4.48	4.56
	154605.18	128615.12
<b>11 Other current liabilities</b>		
Current maturities of long-term debt (from note no. 6)	50692.23	32543.92
Current maturities of finance lease	0	21.48
Interest accrued but not due on borrowings	6913.84	1875.10
Interest accrued and due on borrowings	(772.63)	0
Creditors for capital expenditure	15181.78	13563.65
Derivative financial liabilities	(68.58)	1643.23
Security deposits	735.92	746.48
Income received in advance	4045.07	3313.21
Advances from customers	93388.01	7208.40
Unclaimed dividends (see note below)	279.56	290.75
Retention money	690.71	930.50
Statutory dues and taxes payable	6972.81	5550.93
Payable towards purchase of shares of subsidiaries	1197.46	1198.00
Dues to employees	6975.53	6203.85
Economic benefit payable to transferee of projects	0	396.58
Expense payables	8301.29	7804.90
Other Payables	1091.82	1106.95
Other Financial Liabilities	30.59	0
	195655.41	84397.93
<b>Group Share in Joint Ventures</b>	0.16	0.17
<b>Total</b>	195655.57	84398.10
Note: In respect of unclaimed dividends, the actual amount to be transferred to the Investor Education and Protection Fund shall be determined on the due date.		
<b>12 Short-term provisions</b>		
(a) Provision for employee benefits (see note no. 43)		
- for Gratuity	755.73	638.19
- for Leave benefits	1237.77	1090.43
	1993.50	1728.62
(b) Other provisions		
- for Municipal tax - (see note no 41a)	0	0
- for Service tax - (see note no 41c)	1067.21	1067.21
- other indirect tax matters	644.03	244.54
- for taxation (net of taxes paid)	48.56	927.62
	3753.30	3967.99
<b>Group Share in Joint Ventures</b>	-	-
<b>Total</b>	3753.30	3967.99

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

13 TANGIBLE ASSETS	Particulars	Gross Block				Depreciation/Amortization			Net Block				
		As at 1-Apr-19	Translation Difference	Acquisition (see note below)	Additions	Deductions	Exchange differences	Borrowing Costs	As at 31-Mar-20	As at 31-Mar-19			
(a) Tangible Assets													
	Land												
	- Freehold Land	4262.39		565.00	32.12					4795.27	4262.39		
	- Leasehold Land	10201.32								1354.59	9068.73		
	Buildings	66861.94	1.12	4817.28	477.28					18519.65	53160.69		
	Lease hold improvements	48066.15		7762.70	477.28					21276.06	34075.51		
	Plant and Equipments	465647.91	423.50	56779.87	3051.43	8.80	140.76			170776.11	321180.22		
	Furniture and Fixtures	20398.62	7.82	2536.94	146.04	0.16				12954.93	9842.57		
	Vehicles	1440.02		77.02	35.52					888.31	593.21		
	Office Equipment	14935.29	3.77	1604.80	61.29	1.41				11410.01	5073.97		
	<b>Total (a)</b>	<b>631813.64</b>	<b>436.21</b>	<b>74143.61</b>	<b>3803.68</b>	<b>10.37</b>	<b>140.76</b>	<b>14.49</b>	<b>-32.00</b>	<b>36565.89</b>	<b>1161.93</b>	<b>237179.66</b>	
	Share in Joint Venture *												
	<b>Grand Total (a + b)</b>	<b>631813.64</b>		<b>74143.61</b>	<b>3803.68</b>	<b>10.37</b>	<b>140.76</b>	<b>14.49</b>	<b>-32.00</b>	<b>36565.89</b>	<b>1161.93</b>	<b>237179.66</b>	
	Previous Year	550001.37	24.17	83756.17	3079.34	-1.67	1112.85	171881.55	123.21	-21.00	31353.35	1543.94	201793.17

14 INTANGIBLE ASSETS	Particulars	Gross Block				Depreciation/Amortization			Net Block			
		As at 1-Apr-19	Translation Difference	Acquisition (see note below)	Additions	Deductions	Exchange differences	Borrowing Costs	As at 31-Mar-20	As at 31-Mar-19		
(b) Intangible Assets												
	Technical Know How	13020.59		0.02								
	Software	3523.14		480.18	11.05							
	Mining Rights	1065.14	72.17									
	Product Development	734.19										
	Goodwill	4056.95										
	Website	47.70										
	Movie Production	101.07										
	<b>Total (b)</b>	<b>22548.78</b>	<b>72.17</b>	<b>480.20</b>	<b>11.05</b>			<b>41.86</b>	<b>10.90</b>	<b>2715.77</b>	<b>10.90</b>	<b>14654.94</b>
	Share in Joint Venture											
	<b>Grand Total (a + b)</b>	<b>22548.78</b>		<b>480.20</b>	<b>11.05</b>			<b>41.86</b>	<b>10.90</b>	<b>2715.77</b>	<b>10.90</b>	<b>14654.94</b>
	Previous year	19281.59	-0.27	1018.14	57.48			2191.31	56.46	2191.31	56.46	11908.34

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	Face Value Rs.	Nos as at 31-Mar-20	As at 31st March, 2020 Amount Rs. in lakhs	Nos as at 31-Mar-19	As at 31st March, 2019 Amount Rs. in lakhs
<b>NOTE 15 - Non-current investments</b>					
(Long term, non-trade, at cost, unless otherwise stated)					
<b>[I] INVESTMENTS IN SECURITIES</b>					
<b>A] UNQUOTED</b>					
<b>i) Investment in Equity instrument</b>					
<b>In Associate companies</b>					
Megnasolace City Private Limited -					
Equity shares of Rs.10/- each - paid up Rs. 1.60 per share (previous year Rs. 1.60 per share)	10	0	0.00	5000000	3200.00
Wind One Renergy Private Limited	10		1.00		
Wind Two Renergy Private Limited	10	10000	3251.00	10000	3248.09
Wind Three Renergy Private Limited	10		1.00		
Wind Four Renergy Private Limited	10	10000	1851.00	10000	1848.39
Wind Five Renergy Private Limited	10	10000	1851.00	10000	1834.64
<b>In Other companies</b>					
Kaleidoscope Entertainment Private Limited					
	1	0	0.00	562500	60.75
Inox India Private Limited	10	419186	3187.50	419186	3187.50
Ideas & U Limited	10	500000	50.00	500000	50.00
<b>Investment in Limited Liability Partnership</b>					
Nexome Realty LLP			200.00		0.00
			10392.50		13429.37
Less: Provision for diminution in value of Investment			50.00		110.75
			10342.50		13318.62
<b>ii) Investment in Government or Trust Securities</b>					
National Saving Certificate					
(Held in the name of Directors & pledged with Government Authorities)			60.74		82.15
Less : Current portion of Long Term Investments (Disclosed under note no. 18 : Current Investments)			48.24		35.03
			12.50		47.12
<b>iii) Investment in Mutual Funds</b>					
HDFC FMP 1430 Days July 2017(1)-Direct- Growth-Sr. 38					
	10	10000000	1000.00	0	0.00
Kotak FMP Series 210-Direct-Growth	10	6500000	650.00	0	0.00
			1650.00		
(Disclosed under note no. 18 : Current Investments)		0	650.00	0	0.00
			1000.00	0	0.00
			1000.00		0.00
<b>iv) Investment in Alternate Investment Fund</b>					
Varanium Dynamic Fund					
	100	15503388	15528.00	15503388	15528.00
			15528.00		15528.00
<b>v) Investment in Venture Capital Fund</b>					
Kshitij Venture Capital Fund					
	121		0.00	250000	302.50
			0.00		302.50
Less : Current portion of Long Term Investments (Disclosed under note no. 18 : Current Investments)			0.00		302.50
				-	-



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	Face Value Rs.	Nos as at 31-Mar-20	As at 31st March, 2020	Nos as at 31-Mar-19	As at 31st March, 2019
<b>vi) Investment in Bonds</b>					
HUDCO 7.62% Tax Free Bond Oct'11	100000	250	250.00	250	250.00
HUDCO 8.14% Tax Free Bond	1000	20,000	200.00	20,000	200.00
IIFCL 8.01% Tax Free Bonds	1000200	20	200.04	20	200.04
IRFC 7.55% Tax Free Bond Oct'11	100000	250	250.00	250	250.00
NHAI 8.27% Tax Free Bonds	1000	20,000	200.00	20,000	200.00
NHAI 7.14% Tax Free Bonds	1000	14,285	142.85	14,285	142.85
PFC 8.20% Tax Free Bonds	1000	8,544	85.44	8,544	85.44
REC 7.93% Tax Free Bond	1000	12,248	122.48	12,248	122.48
PFC 7.19% Tax Free Bonds	1000	10,000	100.00	10,000	100.00
REC 8.01% Tax Free Bond 2013	1000	30,000	300.00	30,000	300.00
			1850.81		1850.81
<b>Total Unquoted Investments</b>			28733.81		30744.55
<b>B] QUOTED</b>					
Investment in Equity Shares					
Damania Capital Market Limited	10	124,200	37.26	124,200	37.26
Eastern Mining Limited	10	10,300	3.30	10,300	3.30
Konar Organics Limited	10	41,100	4.11	41,100	4.11
Rajinder Pipes Limited	10	8,300	3.32	8,300	3.32
Unified Agro Industries (India) Limited	10	1,800	0.45	1,800	0.45
W S Telesystem Limited	10	8,300	3.32	8,300	3.32
Orient Fabritex Limited	10	140,000	14.00	140,000	14.00
BOC India Limited	10	200	0.00	200	0.21
Ahmedabad Gases Limited	10	0	0.02	200	0.02
Bombay Oxygen Corpn. Limited	100	5	0.06	5	0.06
			65.84		66.05
Less: Provision for diminution in value of Investment			60.99		60.99
			4.85		5.06
Investment in Mutual Funds					
Franklin India Fixed Maturity Plans - Series 1- Plan B - Direct Growth	10	5000000	500.00	5000000	500.00
Kotak FMP Series 204-Direct-Growth	10	10000000	1000.00	10000000	1000.00
Nippon (Reliance) Fixed Horizon Fund - XXXIV Series 2 - Direct Growth Plan	10	10000000	1000.00	10000000	1000.00
Nippon (Reliance) Fixed Horizon Fund - XXXIV Series 3 - Direct Growth Plan	10	5000000	500.00	5000000	500.00
Nippon (Reliance) Fixed Horizon Fund - XXXIV Series 7 - Direct Growth Plan	10	15000000	1500.00	15000000	1500.00
DHFL Pramerica Fixed Duration Fund - Series AH - Direct Plan - Growth	1000	10000000	1000.00	10000000	1000.00
Aditya Birla Sun Life Fixed Term Plan - Series QU (1100 DAYS) - Regular Growth	10	10000000	1000.00	10000000	1000.00
HDFC FMP 1105D AUG 18 (1) Regular Growth	10	10000000	1000.00	10000000	1000.00
Kotak FMP Series 240 GROWTH (REGULAR PLAN)	10	10000000	1000.00	10000000	1000.00
Reliance Fixed Horizon Fund - XXXVIII - Series 12 - Growth Plan	10	10000000	1000.00	10000000	1000.00
L&T FMP Series XVII - Plan C (1114 Days) Growth	10	10000000	1000.00	10000000	1000.00
UTI Fixed Term Income Fund Series XXX-V (1135 DAYS) - Regular Growth Plan	10	5000000	500.00	5000000	500.00
HDFC FMP 1120D March 2019 (1) - Direct - Growth - Series 44	10	15000000	1500.00	15000000	1500.00

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	Face Value Rs.	Nos as at 31-Mar-20	As at 31st March, 2020	Nos as at 31-Mar-19	As at 31st March, 2019
SBI Blue Chip Fund - Regular Plan - Growth	10	3692780	1400.00	3692780	1400.00
Kotak Select Focus Fund - Growth (Regular Plan)	10	4634850	1500.00	4634850	1500.00
Principal Emerging Blue Chip Fund - Regular Plan - Growth	10	1327857	1400.00	1327857	1400.00
L&T India Value Fund - Growth	10	1246296	400.00	1246296	400.00
Franklin Build India Fund - Growth	10	3891078	1300.00	3891078	1300.00
Franklin India Smaller Companies Fund - Growth	10	411175	200.00	411175	200.00
Reliance large CAP Fund - Growth Plan Growth Option	10	2896402	1000.00	2896402	1000.00
Tata Equity P/E Fund Regular Plan-Growth	10	697682	1000.00	697682	1000.00
Kotak Infrastructure & Economic Reform Fund Standard Growth (Regular Plan)	10	3054096	711.97	4289636	1000.00
HDFC FMP 1430 Days July 2017(1)-Direct-Growth Series 38	10	0	0.00	10000000	1000.00
Kotak Series 210-Direct-Growth	10	0	0.00	6500000	650.00
DSP BR FMP Series 217-40M-Grwoth	10	2000000	200.00	2000000	200.00
DSP BR FMP Series 224-39M-Grwoth	10	2094870	209.49	2094870	209.49
Franklin India FMP Series 1- Plan B-Growth	10	1000000	100.00	1000000	100.00
Franklin India FMP Series 2- Plan B-Growth	10	2000000	200.00	2000000	200.00
Franklin India FMP Series 3- Plan C-Growth	10	2906560	290.66	2906560	290.66
Franklin India FMP Series 2- Plan A-Growth	10	2000000	200.00	2000000	200.00
UTI FTIF Series XXVIII-IV-Growth	10	2000000	200.00	2000000	200.00
ADITYA BIRLA SUN LIFE FTP SERIES RW(1202D)-GR	10	2000000	200.00	2000000	200.00
ADITYA BIRLA SUN LIFE FTP SERIES RY-GROWTH	10	2000000	200.00	2000000	200.00
FRANKLIN INDIA FMP SERIES 5 PLAN B(1244D)-GROWTH	10	2000000	200.00	2000000	200.00
FRANKLIN INDIA FMP SERIES 5 PLAN C(1259D)-G	10	2000000	200.00	2000000	200.00
HDFC FMP 1126D MARCH-2019(1)-GR.	10	1325105	132.51	1325105	132.51
HDFC FMP 1224D DEC 2018(1)-REG-GR	10	2000000	200.00	2000000	200.00
UTI FTIF SERIES XXX-XV(1223D)-GR.	10	2000000	200.00	2000000	200.00
			24144.63		26082.66
Less : Current portion of Long Term Investments			5500.00		0.00
(Disclosed under note no. 18 : Current Investments)			18644.63		26082.66
Total Quoted Investments			18649.48		26087.72
Total Investments			47383.29		56832.27
Aggregate amount of quoted investments			18649.48		26087.72
Market value of quoted investments			33201.42		26251.89
Aggregate amount of unquoted investments			28733.81		30744.55
Aggregate provision for diminution in value of investments			50.00		110.75

## (II) Investment Property (Long term and Non-trade)

Particulars	Gross Block (at cost)			Depreciation/Amortization			Net Block	
	As at 1-Apr-19	Additions	As at 31-Mar-20	As at 1-Apr-19	For the year	As at 31-Mar-20	As at 31-Mar-20	As at 31-Mar-19
Leasehold Land	373.42	-	373.42	2.87	0.37	3.24	370.18	371.07
Building	858.60	-	858.60	231.46	27.95	259.41	599.19	626.79
Total	1232.02	-	1,232.02	234.33	28.32	262.65	969.37	997.86
Previous Year	1,230.26	-	1,230.26	202.91	29.49	232.40		
Total Non Current Investments (I+II)							48352.66	57830.13

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>16 Long-term loans and advances</b>		
(Unsecured, considered good, unless otherwise stated)		
Capital advances		
- Considered good	97604.33	9849.30
- Considered doubtful	0.00	423.83
	97604.33	10273.13
Less: Provision for doubtful deposits	0	423.83
	97604.33	9849.30
Security deposits		
- Considered good	23220.61	20132.74
- Considered doubtful	147.46	147.46
	23368.07	20280.20
Less: Provision for doubtful deposits	147.46	147.46
	23220.61	20132.74
Advances recoverable in cash or in kind		
- Considered good	7195.32	6170.01
- Considered Doubtful	80.50	22.50
	7275.82	6192.51
Less: Provision for doubtful advances	80.50	22.50
	7195.32	6170.01
Inter corporate deposits		
Prepaid expenses	1938.83	811.35
Electricity charges refund claimed	389.83	389.83
Balances in Excise, Service Tax and VAT Accounts	1841.04	1824.81
Entertainment tax refund claimed	1578.88	1591.6
Service tax - disputed amount paid	22.07	22.07
Income tax paid (net of provisions)	4826.08	23616.93
MAT credit entitlement	72416.23	79759.07
	211033.23	144167.71
<b>Group Share in Joint Ventures</b>	0.19	0.19
<b>Total</b>	<b>211033.42</b>	<b>144167.90</b>
<b>17 Other non-current assets</b>		
Deposits		
Non-current bank balances (from note no. 21)	458.66	752.10
Derivative financial assets	302.89	132.11
Security Deposit	147.03	0.00
Unbilled revenue	937.39	0.00
Amount recoverable towards claim (see note no. 42(a)(ia))		
Considered good	0.00	87.97
Considered doubtful	914.16	914.16
	914.16	1002.13
Less: Provision for doubtful claims	(914.16)	(914.16)
	0.00	87.97
Interest accrued		
- on investments	25.46	48.94
- on bank fixed deposits	12.18	12.18
	1883.61	1033.30

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	Face Value Rs.	Nos as at 31-Mar-20	Nos as at 31-Mar-19	As at 31st March, 2020 (₹ in Lacs)	As at 31st March, 2019 (₹ in Lacs)
<b>18- CURRENT INVESTMENTS</b>					
(Non-trade, at cost, unless otherwise stated)					
<b>A] CURRENT PORTION OF LONG TERM INVESTMENTS</b>					
i) Investment in Mutual Funds					
Kotak Series 210-Direct-Growth	10	6500000	0	650.00	0.00
i) Investment in Venture Capital Fund					
Kshitij Venture Capital Fund	121	250000	250000	302.50	302.50
				302.50	302.50
ii) Investment in Government or Trust Securities					
National Saving Certificate (Held in the name of Directors & pledged with Government Authorities)				48.24	35.03
<b>B] CURRENT INVESTMENT</b>					
i) <b>Investment in Mutual Funds - Quoted</b>					
Frankin India Fixed Maturity Plan Sr.1 Plan B (1104 Days)-Dir.Growth	10	5,000,000	0	500.00	0.00
Kotak FMP Series 204-Direct-Growth	10	10,000,000	0	1000.00	0.00
Nippon (Reliance) Fixed Horizon Fund-XXXIV- Sr.2-Direct-Growth	10	10,000,000	0	1000.00	0.00
Nippon (Reliance) Fixed Horizon Fund-XXXIV- Sr.3-Direct-Growth	10	5,000,000	0	500.00	0.00
Nippon (Reliance) Fixed Horizon Fund-XXXIV- Sr.7-Direct-Growth		15,000,000	0	1500.00	
PGIM India (DHFL Pramerica) Fixed Duration Fund-Series AH-Direct Plan-Growth	10	100000	0	1000.00	0.00
Reliance Fixed Horizon Fund-XXXI- Sr.9-Direct Growth	10	0	2500000	0.00	250.00
ii) <b>Investment in Mutual Funds - Unquoted</b>					
ICICI Prudential liquid Fund-Direct Plan-Growth	10	0	85330	0.00	210.30
Kotak Liquid Fund-Direct Plan-Growth	10	0	2812	0.00	100.00
ICICI Prudential Liquid Plan-Growth-Regular Plan	100	10177	3046	27.30	7.30
IDBI mutual Fund-Regular Growth option	10	0	50000	0.00	5.00
SBI Saving Fund -Regular plan-Growth	10	6963537	6963537	2007.00	2007.00
ABSL Saving Fund - Growth Direct	10	71222	35953	260.06	127.00
IIPL Nippon India Liquid Fund-Direct Plan Growth	1000	588	0	27.75	0.00
IIPL HDFC Liquid Fund - Direct Plan - Growth	1000	8284	0	321.00	0.00
HDFC Liquid Fund-Regular Plan-Growth	1000	3358	0	130.00	0.00
ABSL liquid Fund - Growth	100	31569	0	100.00	0.00
DSP BR Short Term Fund -Growth	10	778544	1014223	184.69	240.60
ICICI Prudential Flexible Income Plan-Growth	10	0	8,093	0.00	28.26
DSP BR Arbitrage Fund-Growth	10	600382	600382	60.04	60.04
ICICI PRU Regular Savings Fund Growth	10	3363923	3363923	557.91	557.91
Aditya Birla Sunlife Liquid Fund Growth	10	0	226838	0.00	651.34
Franklin India Liquid Fund Growth	1000	0	1796	0.00	49.57
Franklin Templeton India Ultra Short Bond Fund-Growth	10	0	310415	0.00	75.00
ICICI PRU Liquid Plan-Growth	10	0	121077	0.00	320.00
UTI Liquid Cash Plan-Growth	1000	0	38601	0.00	1155.05
				9175.75	5844.37
<b>Group Share in Joint Venture</b>				0.00	0.00
<b>Total current investments</b>				10176.49	6181.90
<b>Aggregate amount of unquoted current investments</b>				9175.75	5844.37

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>19 Inventories</b>		
(For basis of valuation see note no. 3(f))		
Raw materials	75526.75	64551.48
Work-in-progress	36493.69	35784.09
Finished goods	42077.68	30085.27
Stock-in-trade	4.18	17.90
Stores and spares	11435.46	10084.79
Others		
- Fuel	2990.36	443.46
- Packing Material	622.54	850.07
- By products	140.31	165.97
- Food and Beverages	707.25	825.68
- Construction Materials	8363.65	16989.20
	12824.11	19274.38
<b>Sub-total</b>	<b>178361.87</b>	<b>159797.91</b>
<b>Group Share in Joint Ventures</b>	<b>—</b>	<b>—</b>
<b>Total</b>	<b>178361.87</b>	<b>159797.91</b>
<b>20 Trade receivables</b>		
(Unsecured, considered good, unless otherwise stated)		
Considered good	194939.63	214256.62
Considered doubtful	21375.58	647.38
	216315.21	214904.00
Less: Provision for doubtful Trade receivables	(21375.55)	(647.38)
	194939.65	214256.62
<b>Group Share in Joint Ventures</b>	<b>—</b>	<b>—</b>
<b>Total</b>	<b>194939.65</b>	<b>214256.62</b>
<b>21 Cash and bank balances</b>		
<b>21.1 Cash &amp; cash equivalents</b>		
Balances with banks in current accounts	6449.14	6483.87
Bank deposits with original maturity upto 3 months	734.79	295.67
Cash Credit accounts	2.24	8.45
Cash in hand	43.56	653.29
<b>Group Share in Joint Ventures</b>	<b>0.00</b>	<b>4.38</b>
<b>Total cash and cash equivalents</b>	<b>7229.73</b>	<b>7445.66</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>21.2 Other Bank Balances</b>		
- In unpaid dividend accounts	278.11	290.75
- Margin Money with banks		
- Deposit with original maturity for more than 3 months but less than 12 months	14774.41	13322.18
- Bank deposits with original maturity of more than 12 months	991.44	942.41
	<b>16043.96</b>	<b>14555.34</b>
Less: Amount disclosed under note no. 17 - Other non-current assets	(458.66)	(752.10)
<b>Sub-total</b>	<b>15585.30</b>	<b>13803.24</b>
<b>Group Share in Joint Ventures</b>	<b>3.81</b>	<b>—</b>
	<b>15589.11</b>	<b>13,803.24</b>
<b>Total</b>	<b>22818.84</b>	<b>21248.90</b>
<b>22 Short-term loans and advances</b> (Unsecured, considered good, unless otherwise stated)		
- Considered good	41543.93	24777.72
- Considered doubtful	—	59.04
	<b>41543.93</b>	<b>24836.76</b>
Less: Provision for doubtful advances	—	59.04
	<b>41543.93</b>	<b>24777.72</b>
Loans and advances to related parties		
- Inter Corporate deposits	9713.65	52.39
Others dues	1428.50	—
Current Account with Nextone Realty LLP	1800.10	—
Advance to suppliers		
- Considered Good	3272.98	—
- Considered Doubtful	—	—
	<b>3272.98</b>	<b>—</b>
Less: Provision for doubtful advances	59.04	—
	<b>3213.94</b>	<b>—</b>
Prepaid expenses	3958.49	4579.06
Advances recoverable in cash or in kind	3779.38	699.85
Other receivables	1,077.99	—
Security deposits	1,589.87	1,064.87
Advance income tax (net of provisions)	—	118.77
Inter-corporate deposits	3596.00	3,664.90
- Considered doubtful	—	—
	<b>3596.00</b>	<b>3,664.90</b>
Less: Provision for doubtful inter corporate deposits	—	—
	<b>3596.00</b>	<b>3,664.90</b>
Electricity duty and Custom duty refund claimed	699.24	2,076.16
Balances in Excise, Service Tax and VAT accounts	17417.29	8675.61
	<b>89818.38</b>	<b>45709.33</b>
<b>Group Share in Joint Ventures</b>	<b>48.50</b>	<b>48.50</b>
<b>Total</b>	<b>89866.88</b>	<b>45757.83</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>23 Other current assets</b>		
Assets held for disposal	102.96	102.96
Insurance claims lodged	–	63.02
Unbilled revenue	2658.14	2004.57
Interest accrued	(1484.24)	106.72
Advance recoverable	718.98	415.31
Others	72.33	–
	2068.17	2692.58
<b>Group Share in Joint Ventures</b>	0.01	0.01
<b>Total</b>	<b>2068.18</b>	<b>2692.59</b>
	<b>2019-2020</b>	<b>2018-2019</b>
<b>24 Revenue from operations</b>		
Sale of products	347801.36	422789.28
Sale of services	164125.28	137555.48
Other operating revenues	13646.66	1576.48
	525573.30	561921.24
Less:		
Excise duty	–	–
	525573.30	561921.24
<b>Group Share in Joint Ventures</b>	–	–
<b>Total</b>	<b>525573.30</b>	<b>561921.24</b>
<b>25 Other income</b>		
Interest income		
- on bank deposits	1175.31	1110.46
- on inter - corporate deposits	469.47	312.34
- on Income tax refund	12048.48	3922.23
- on others	4805.93	–
- on long term investments	85.21	88.31
	94.80	9.99
	18679.20	5443.33
Profit on sale of investments (net)	220.84	2756.54
- on long term investments (net of reversal of provision for diminution of Rs. NIL (previous year Rs. NIL)	25.44	430.91
- on current investments	229.87	133.11
Provision for doubtful debts written back	41.42	23.18
Liabilities and provisions no longer required, written back	997.11	835.16
Net gain on foreign currency transactions and translation	3287.78	3720.32

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
Net Gain on settlement of derivative		
Insurance claims	342.47	116.16
Profit on retirement /disposal of fixed assets (net)	79.32	586.98
Rental income from operating leases	564.32	530.09
Miscellaneous income	738.65	307.65
	25206.42	14883.43
<b>Group Share in Joint Ventures</b>	–	–
<b>Total</b>	<b>25206.42</b>	<b>14883.43</b>
<b>26 Cost of materials consumed</b>		
Raw materials consumed	106692.14	174511.69
Packing materials consumed	9005.21	9414.22
Cost of food and beverages	12621.68	11249.51
	128319.03	195175.42
<b>Group Share in Joint Ventures</b>	–	–
<b>Total</b>	<b>128319.03</b>	<b>195175.42</b>
<b>27 Material extraction and processing Cost</b>		
Extraction Cost	2171.24	–
Processing Cost	1721.19	–
	3892.43	–
<b>Group Share in Joint Ventures</b>	–	–
<b>Total</b>	<b>3892.43</b>	–
<b>28 Purchases of stock-in-trade</b>		
Purchases of stock-in-trade	11553.85	58.32
	11553.85	58.32
<b>29 Changes in inventories of finished goods, work-in-progress and stock-in-trade &amp; by-products</b>		
<b>Opening stock</b>		
Finished goods	32837.87	14824.31
Stock-in-trade	-3469.35	10.22
Material-in-process	11231.70	8328.27
Erection and commissioning work-in-progress	24552.38	18170.93
By-products	165.97	151.95
	65318.57	41485.68
Add: On account of subsidiaries acquired during the year	–	837.04
	65318.57	42322.72



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
Less : Closing stock		
Finished goods	56956.22	30085.27
Stock-in-trade	-13123.44	17.90
Material-in-process	11389.57	11231.70
Erection and commissioning work-in-progress	25640.41	24552.38
By-products	140.31	165.97
	<b>81003.08</b>	<b>66053.22</b>
Effect of changes in exchange currency rates	1157.94	-253.90
(Increase) / Decrease in stock	-14526.57	-23984.40
<b>30 Employee benefits expense</b>		
Salaries and wages	38973.59	34661.89
Contribution to provident and other funds	2226.33	1786.48
Gratuity	47.66	115.57
Staff welfare expenses	1215.35	748.71
	<b>2058.46</b>	<b>1832.04</b>
	<b>44521.39</b>	<b>39144.69</b>
<b>Group Share in Joint Ventures</b>	-0.04	1.19
<b>Total</b>	<b>44521.35</b>	<b>39145.88</b>
<b>31 Finance costs</b>		
Interest expenses	21351.02	17172.95
Interest on Income tax	890.43	472.06
Other interest	5417.89	722.27
Other borrowing costs	4056.16	3397.87
Loss on foreign currency transactions and translation	2294.97	1169.46
	<b>34010.47</b>	<b>22934.61</b>
Less: Capitalized	-	435.86
	<b>34010.47</b>	<b>22498.75</b>
<b>Group Share in Joint Ventures</b>	-	-
<b>Total</b>	<b>34010.47</b>	<b>22498.75</b>
<b>32 Depreciation and amortization expense</b>		
Depreciation and amortization of tangible assets	36627.66	31327.29
Amortization of intangible assets	2715.84	2191.28
Depreciation on investment property	26.18	27.52
Amortization of investment property	0.20	0.20
	<b>39309.88</b>	<b>33546.29</b>
<b>Group Share in Joint Ventures</b>	-	0.01
<b>Total</b>	<b>39309.88</b>	<b>33546.30</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

	As at 31st March, 2020	As at 31st March, 2019
<b>33 Other expenses</b>		
Stores and spares consumed	9946.55	9385.25
Power and fuel	11908.05	60958.17
EPC, O&M, Common Infrastructure Facility and Site Development Expenses	26226.58	18395.46
Exhibition cost	49645.78	44420.91
Freight and octroi	9260.18	13035.74
Insurance	1501.37	907.64
Excise duty, custom duty and sales tax	3679.52	3293.19
Production labour charges	2976.15	2667.53
Processing charges	2208.01	10168.53
Outsourced personnel cost	8174.41	6510.42
Factory expenses	1745.96	837.66
Repairs to		
- Buildings	1098.12	884.98
- Plant and Equipments	8838.06	7179.48
- Others	1620.80	1349.48
	11556.98	9413.94
Directors' sitting fees	55.20	69.90
Commission to directors	556.02	925.67
Rent and conducting fees	36473.74	31431.66
Rates and taxes	120.36	1822.78
Travelling and conveyance	3781.68	4138.64
Communication expenses	201.04	209.54
Legal and professional fees and expenses	7859.30	7630.27
Lease rentals and hire charges	2137.93	1771.80
Loss on retirement /disposal of fixed assets (net)	332.55	499.66
Net loss on foreign currency transactions and translation	1171.28	427.22
Amortisation of premium on forward contracts	0	966.13
Provision for doubtful advances	58.00	29.22
Provision for doubtful debts	478.24	0
Provision for doubtful Trade receivables	0	37.13
Bad debts and remission	18836.11	574.24
Commission	348.91	287.39
Royalty	1815.23	2223.17
Losses on sale of investment	119.23	0
Corporate Social Responsibility (CSR) expenditure	176.45	1098.63
Miscellaneous expenses	20215.29	16265.79
	235066.09	250409.47
<b>Group Share in Joint Ventures</b>	0.49	0.96
<b>Total</b>	<b>235066.58</b>	<b>250410.43</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 34. Share-based payments

### 34.1 Details of the employee share option plan of Inox Leisure Limited:

Inox Leisure Limited (ILL) has a share option scheme applicable to the employees and Directors of the Company, its subsidiary companies or its holding company and any successor company thereof, as determined by the Compensation, Nomination and Remuneration Committee on its own discretion. The Scheme is administered through Inox Leisure Limited - Employees Welfare Trust.

In the year ended 31 March 2006, ILL had issued 500,000 equity shares of Rs. 10 each at a premium of Rs. 5 per share to Inox Leisure Limited – Employees' Welfare Trust ("ESOP Trust") to be transferred to the employees of the Company under the scheme of ESOP framed by the Company in this regard. The Company has provided finance of Rs. 75.00 Lakhs to the ESOP Trust for subscription of these shares at the beginning of the plan.

Each share option converts into one equity share of the Company on exercise. The options are granted at an exercise price of Rs. 15 per option. The option carry neither rights to dividends nor voting rights. The options granted are required to be exercised within a period of one year from the date of vesting of the respective options.

On 23 June 2017, stock options of 1,67,500 shares had been granted to employees and on 5th January 2017, stock options of 20,000 shares had been granted to an employee of holding company. The vesting period for these equity settled options is between one to four years from the date of the respective grants. The options are exercisable within one year from the date of vesting.

The compensation costs of stock options granted to employees are accounted using the fair value method.

### 34.2 Fair value of share options granted in the year

The fair value has been calculated using the Black Scholes Options Pricing Model. The Black-Scholes model requires the consideration of certain variables such as volatility, risk free rate, expected dividend yield, expected option life, market price and exercise price for the calculation of fair value of the option. These variables significantly influence the fair value and any change in these variables could significantly affect the fair value of the option. The significant assumptions made in this regard are as under:

Particular	Options granted	
	23rd June 2017	5th January 2017
Fair value of share option at grant date	269.10	217.56
No. of share options granted	167,500	20,000
Grant date share price	281.50	230.00
Exercise price	15	15
Expected volatility	33.53% to 39.82%	38.53% to 41.80%
Option life	1.5 to 4.5 years	1.5 to 4.5 years
Dividend yield	0	0
Risk free interest rate	6.25% to 6.53%	6.09% to 6.47%

### 34.3 Movements in share options during the year

Particular	Year ended 31st March, 2020	Year ended 31st March, 2019
Balance at the beginning of year	116,875	162,500
Granted during the year	0	0
Forfeited during the year	7,500	7,500
Exercised during the year	41,875	38,125
Balance at the end of year	67,500	116,875
Exercisable at end of the year	NIL	NIL
Weighted average exercise price of all stock options	Rs. 15	Rs. 15

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 34.4 Method used for accounting of share based payment plan:

The Company has used fair value method to account for the compensation cost of stock options granted to its employees and the employee of holding company. The compensation cost of Rs. 53.19 Lakhs (previous year Rs. 126.10 Lakhs) is recognised in the Statement of Profit and Loss.

## 34.5 Range of exercise price and weighted average remaining contractual life of outstanding options

For Options granted on 5th January, 2017:

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Number of options outstanding	5,000	10,000
Weighted Average Remaining Contractual Life (in years)	1.77	2.77
Weighted Average Exercise Price (Rs.)	15	15

For Options granted on 23rd June, 2017:

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Number of options outstanding	62,500	106,875
Weighted Average Remaining Contractual Life (in years)	2.23	3.23
Weighted Average Exercise Price (Rs.)	15	15

## 35 Tax expense

GFL Limited intends to exercise the option under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019 and the provision for taxation is made accordingly. Further, based on the evaluation carried out, one of the subsidiaries, Inox Leisure Limited, proposes to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 from the next financial year viz. w.e.f. 1st April, 2020. Consequently, the net deferred tax asset as at 31st March, 2020 is remeasured on the basis of the tax rate prescribed in the said section and the impact of this remeasurement of Rs. 6,886.08 Lakhs is charged to the profit and loss for the year ended 31st March, 2020.

In respect of taxation matters of GFL Limited

During the previous year, the Company had received appellate orders from Income-tax Appellate Tribunal ("ITAT") for two years (viz. assessment years 2012-13 and 2013-14) favourably upholding certain contentions raised by the Company, including, on the basis of decision of the jurisdictional Gujarat High Court, holding that net proceeds from sale of carbon credits by the Company is a capital receipt. Further, in respect of earlier years, the matter was heard by ITAT on 25th April 2019 and considering the relief already granted by the ITAT in above two years, on the basis of decision of the jurisdictional Gujarat High Court in respect of taxability of carbon credit receipts, the Company had computed the amount of relief for the balance years also. The consequential tax benefits for earlier periods in respect of the demerged Chemical Business Undertaking of Rs. 82,852.09 lakhs was recognized as 'tax pertaining to earlier years' as under.

(₹ in Lakhs)

Particulars	Year ended 31st March, 2019"
MAT credit entitlement	(58,165.06)
Income Tax	(23,896.94)
Deferred tax	(790.09)
Net credit	(82,852.09)

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 36. Nature of securities and terms of repayment

I. In respect of borrowings availed by Gujarat Fluorochemicals Limited

### 36.1 The terms of repayment of secured term loans are as under:

As at 31st March, 2020

Sr. No.	Lender's Name	Loan Type	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest	Security Note
1	ICICI Bank Limited (Hedged Part)	Foreign currency loan	2,518.17	Half yearly repayment, final maturity on 20th March, 2023	Hedged at 10.55% p.a. with Call Spread Option	(a)
2	ICICI Bank Limited (Un-Hedged Part)		1,221.31		6M LIBOR + 4.14% p.a.	(a)
3	The Hong Kong and Shanghai Banking Corporation Limited	Foreign currency loan	2,221.02	Quarterly repayment, final maturity on 15th March, 2021	Fully hedged at 8.24% p.a.	(b)
4	Mizuho Bank Limited	Foreign currency loan	2,221.02	Quarterly repayment, final maturity on 15th March, 2021	Fully hedged at 8.24% p.a.	©
5	Kotak Mahindra Bank Limited	Rupee Loan	8,312.50	Quarterly repayment, final maturity on 19th May, 2027	6M MCLR + 0.15% p.a.	(d)
6	Daimler Financial Services India Pvt. Ltd	Vehicle Loan	95.23	Monthly repayment, final maturity on 7th August, 2021	11.25% p.a.	(e)
7	Kotak Mahindra Bank Limited	Rupee Loan	7,500.00	Quarterly repayment, final maturity on 30th August, 2021	3M MCLR + 0.05% p.a.	(f)
8	Kotak Mahindra Bank Limited	Rupee Loan	6,250.00	Quarterly repayment, final maturity on 31st August, 2021	3M MCLR + 0.05% p.a.	(f)
9	HDFC Bank Ltd	Rupee Loan	29,913.75	Quarterly repayment, final maturity on 27th December, 2025	Repo Rate + 2.75 % p.a.	(g)
10	Axis Finance Ltd	Rupee Loan	4,462.50	Bullet repayment at the end of 24 months from the date of first disbursement, maturity on 16th November, 2021	12M MCLR + 0.90% p.a.	(h)

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

As on 1st April, 2019 (see Note 1 and 2.3)

Sr. No.	Lender's Name	Loan Type	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest	Security Note
1	ICICI Bank Limited (Hedged Part)	Foreign currency loan	3,073.28	Half yearly repayment, final maturity on 20th March, 2023	Hedged at 10.55% p.a. with Call Spread Option	(a)
2	ICICI Bank Limited (Un-Hedged Part)		1,490.54		6M LIBOR + 4.14% p.a.	(a)
3	The Hong Kong and Shanghai Banking Corporation Limited	Foreign currency loan	4,065.95	Quarterly repayment, final maturity on 15th March, 2021	Hedged at 8.24% p.a.	(b)
4	Mizuho Bank Limited	Foreign currency loan	4,065.95	Quarterly repayment, final maturity on 15th March, 2021	Hedged at 8.24% p.a.	©
5	Kotak Mahindra Bank Limited	Rupee Loan	9,500.00	Quarterly repayment, final maturity on 19th March, 2027	6M MCLR + 0.15% p.a.	(d)
6	Daimler Financial Services India Pvt. Ltd	Vehicle Loan	115.21	Monthly repayment, final maturity on 7th August, 2021	11.25% p.a.	(e)

• Notes:

- a) **ICICI Bank Limited:** The foreign currency term loan from ICICI Bank Limited is secured by way of an exclusive first ranking security interest/mortgage/hypothecation on movable and immovable assets including cash flow receivables and escrow account of 14 MW Wind Power Project at Mahidad. Further, the lender has exclusive first charge on movable fixed assets of AHF & HCFC plant located at Survey No 16/3, 26 & 27, Village Ranjitnagar 389380, Taluka Ghoghamba, District Panchmahal, Gujarat.
- b) **The Hongkong and Shanghai Banking Corporation Limited:** The foreign currency term loan from The Hongkong and Shanghai Banking Corporation, is secured by way of first charge on pari-passu basis with Mizuho Bank Limited on immovable & movable assets of 36 MW Wind Power Project at Mahidad, Gujarat, and on movable fixed assets of DPTFE plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat. Further, the lender has assignment of rights on pari-passu basis with Mizuho Bank Limited under the project agreements with respect to 36 MW Wind Power Project at Mahidad.
- c) **Mizuho Bank Limited:-** The foreign currency term loan from Mizuho Bank Limited, is secured by way of first charge on pari-passu basis with The Hongkong and Shanghai Banking Corporation Limited on immovable & movable assets of 36 MW Wind Power Project at Mahidad, Gujarat and on movable fixed assets of DPTFE plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat. Further, the lender has assignment of rights on pari-passu basis with The Hongkong and Shanghai Banking Corporation Limited under the project agreements with respect to 36 MW Wind Power Project at Mahidad.
- d) **Kotak Mahindra Bank Limited:** The term loan from Kotak Mahindra Bank Limited, is secured by way of first and exclusive charge by way of hypothecation of movable fixed assets pertaining to Chloralkali Plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat.
- e) **Daimler Financial Services India Pvt. Limited:** The vehicle loan from Daimler Financial Services India Pvt. Ltd, is secured by way of hypothecation of vehicle.
- f) **Kotak Mahindra Bank Limited:** The working capital term loan from Kotak Mahindra Bank Limited, is secured by way of first charge of hypothecation of movable fixed assets pertaining to A & H Plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

- g) **HDFC Bank Limited:** The term loan from HDFC Bank Ltd, is secured by way of exclusive first charge of hypothecation of specific tangible movable assets pertaining to CMS, CACL2 & TFE Plant at Plot No 12A, GIDC Estate, Village-Dahej, Taluka-Vagra, District-Bharuch, Gujarat.
- h) **Axis Finance Limited:** The term loan from Axis Finance Ltd, is secured by way of first charge of lien on FMP/other select debt mutual funds of the Company.

In respect of the secured loans transferred to the Company pursuant to demerger, the process of transfer of charges is in progress.

## 36.2 The terms of repayment of unsecured loans are as under:

As at 31st March, 2020

Sr. No.	Lender's Name	Loan Type	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest
1	Yes Bank Limited	Foreign Currency Loan - Import Finance	1,352.84	Repayment range from 13th April 2020 to 9th July, 2020	Interest range from 6M LIBOR + 0.20% to 6 M LIBOR + 0.83%
2	ICICI Bank Limited	Foreign Currency Loan - Import Finance	9,511.99	Repayment range from 7th April 2020 to 26th June 2020	Interest range from 6M LIBOR + 0.30% to 6 M LIBOR + 0.85%
3	IndusInd Bank Limited	Foreign Currency Loan - Import Finance	2,243.60	Repayment range from 4th June, 2020 to 28th August, 2020	Interest range from 6M LIBOR + 0.25% to 6M LIBOR + 1.50%
4	RBL Bank Limited	Foreign Currency Loan - Import Finance	3,540.24	Repayment range from 6th July, 2020 to 25th August, 2020	Interest range from 6M LIBOR + 0.46% to 6M LIBOR + 0.84%
5	Emirates NBD Bank (P.J.S.C)	Foreign Currency Loan - Packing Credit	11,315.24	Repayment range from 17th April, 2020 to 25th September, 2020	Interest range from 6M EURIBOR + 0.45% to 6M EURIBOR + 1.15%
6	DBS Bank India Ltd	Foreign Currency Loan - Packing Credit	2,486.87	Repayment on 10th June, 2020	Interest 6M EURIBOR + 0.70
7	BNP Paribas	Foreign Currency Loan - Packing Credit	3,315.82	Repayment range from 8th April, 2020 to 22nd April, 2020	Interest range from 6M EURIBOR + 0.45% to 6M EURIBOR + 0.88%
8	BNP Paribas	Rupee Loan - Packing Credit	1,800.00	Bullet repayment on 2nd September, 2020	7.80% p.a.
9	BNP Paribas	Rupee loan - Working Capital Demand Loan	3,000.00	Bullet repayment on 2nd May, 2020	7.92% p.a.
10	BNP Paribas	Rupee loan - Working Capital Demand Loan	2,500.00	Bullet repayment on 12th May, 2020	7.89% p.a.
11	HDFC Bank Limited	Rupee loan - Short term working capital	2,500.00	Bullet repayment on 6th July, 2020	1M MCLR + 0.05% p.a.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Sr. No.	Lender's Name	Loan Type	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest
12	HDFC Bank Limited	Rupee loan - Short term working capital	2,500.00	Bullet repayment on 11th September, 2020	1M MCLR + 0.20% p.a.
13	HDFC Bank Limited	Rupee loan - Short term working capital	2,000.00	Bullet repayment on 12th June, 2020	1M MCLR + 0.15% p.a.
14	HDFC Bank Limited	Rupee loan - Short term working capital	4,000.00	Bullet repayment on 15th May, 2020	1M MCLR + 0.10% p.a.
15	HDFC Bank Limited	Rupee loan - Short term working capital	3,000.00	Bullet repayment on 23rd June, 2020	1M MCLR
16	HDFC Bank Limited	Rupee loan - Short term working capital	4,000.00	Repayment of Rs. 2,875.75 Lakhs on 30th April, 2020	1M MCLR
17	Kotak Mahindra Bank Limited	Rupee loan - Working Capital Demand Loan	4,000.00	Repayment of Rs. 1,124.25 Lakhs on 16th May, 2020	8.10% p.a.
18	Kotak Mahindra Bank Limited	Rupee loan - Working Capital Demand Loan	4,000.00	Bullet repayment on 13th July, 2020	8.10% p.a.
19	Kotak Mahindra Bank Limited	Rupee loan - Working Capital Demand Loan	3,000.00	Bullet repayment on 17th July, 2020	8.10% p.a.
20	IDBI Bank Limited	Rupee loan - Working Capital Demand Loan	3,000.00	Bullet repayment on 4th September, 2020	8.25% p.a.
21	IDBI Bank Limited	Rupee loan - Working Capital Demand Loan	2,000.00	Bullet repayment on 1st September, 2020	8.25% p.a.
22	IDBI Bank Limited	Rupee loan - Working Capital Demand Loan	500.00	Bullet repayment on 1st September, 2020	8.35% p.a.
23	DBS Bank India Ltd	Rupee loan - Short Term Loan	5,000.00	Bullet repayment on 28th May, 2020	8.70% p.a.
24	ICICI Bank Ltd	Rupee loan - Working Capital Demand Loan	925.17	Bullet repayment on 5th May, 2020	3M MCLR + 0.80% p.a.
25	ICICI Bank Ltd	Rupee loan - Working Capital Demand Loan	3,276.15	Bullet repayment on 8th August, 2020	3M MCLR + 0.80% p.a.
26	ICICI Bank Ltd	Rupee loan - Working Capital Demand Loan	1,798.68	Bullet repayment on 15th August, 2020	3M MCLR + 0.80% p.a.
27	RBL Bank Ltd	Rupee loan - Short Term Loan	500.00	Bullet repayment on 22nd August, 2020	10.30% p.a.
28	RBL Bank Ltd	Rupee loan - Short Term Loan	700.00	Bullet repayment on 3rd September, 2020	10.30% p.a.
29	IndusInd Bank Ltd	Rupee loan - Short Term Loan	5,000.00	Bullet repayment on 6th May, 2020	9.50% p.a.



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Sr. No.	Lender's Name	Loan Type	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest
30	IndusInd Bank Ltd	Rupee loan - Short Term Loan	1,500.00	Bullet repayment on 6th June, 2020	9.50% p.a.
31	BNP Paribas	Rupee loan - Cash Credit	2,507.57	Bullet repayment on 12th June, 2020	Overnight MCLR
32	HDFC Bank Ltd	Rupee loan - Cash Credit	1,239.36	Daily working capital Limit / cash Credit	1Y MCLR + 0.40% p.a.
33	Kotak Mahindra Bank	Rupee loan - Cash Credit	2327.42	Daily working capital Limit / cash Credit	6M MCLR
34	ICICI Bank Ltd	Rupee loan - Cash Credit	2356.10	Daily working capital Limit / cash Credit	6M MCLR + 0.90% p.a.

## As on 1st April, 2019

Sr. No.	Lender's Name	Loan Type	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest
1	ICICI Bank Limited	Rupee loan - Commercial Paper	4,957.09	Bullet repayment on 13th May, 2019	7.60% p.a.
2	ICICI Bank Limited	Rupee loan - Commercial Paper	7,431.02	Bullet repayment on 16th May, 2019	7.60% p.a.
3	Invesco Mutual Fund	Rupee loan - Commercial Paper	8,850.93	Bullet repayment on 20th June, 2019	7.70% p.a.
4	Yes Bank Limited	Foreign Currency Loan - Import Finance	13,529.83	Repayment range from 2nd April, 2019 to 20th September, 2019	Interest range from 6M LIBOR + 0.32% to 6 M LIBOR + 0.87%
5	ICICI Bank Limited	Foreign Currency Loan - Import Finance	6,374.43	Repayment range from 2nd April 2019 to 23rd September 2019.	Interest range from 6M LIBOR + 0.40% to 6 M LIBOR + 0.90%
6	HSBC Limited	Foreign Currency Loan - Import Finance	1,962.42	Repayment range from 5th April, 2019 to 24th June, 2019	Interest range from 6M LIBOR + 1.00%
7	IndusInd Bank Limited	Foreign Currency Loan - Import Finance	970.17	Repayment range from 11th July, 2019 to 27th August, 2019	Interest range from 6M LIBOR + 0.48%
8	Emirates NBD Bank (P.J.S.C)	Foreign Currency Loan - Packing Credit	7,717.97	Repayment range from 9th April, 2019 to 13th August, 2019	Interest range from 6M EURIBOR + 0.50% to 6M EURIBOR + 0.80%
9	HSBC Limited	Foreign Currency Loan - Packing Credit	1,551.35	Bullet repayment on 10th April, 2019	Interest range from 6M EURIBOR + 0.65%

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Sr. No.	Lender's Name	Loan Type	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest
10	HDFC Bank Limited	Rupee loan - Short Term Loan	3,000.00	Bullet repayment on 24th April, 2019	8.55% p.a.
11	HDFC Bank Limited	Rupee loan - Short Term Loan	2,500.00	Bullet repayment on 10th June, 2019	8.65% p.a.
12	Kotak Mahindra Bank Limited	Rupee loan - Working Capital Demand Loan	3,000.00	Bullet repayment on 26th April, 2019	8.28% p.a.
13	Kotak Mahindra Bank Limited	Rupee loan - Working Capital Demand Loan	4,000.00	Bullet repayment on 19th July, 2019	8.75% p.a.
14	IDBI Bank Limited	Rupee loan - Working Capital Demand Loan	2,500.00	Bullet repayment on 6th April, 2019	8.60% p.a.
15	IDBI Bank Limited	Rupee loan - Working Capital Demand Loan	1,000.00	Bullet repayment on 26th April, 2019	8.30% p.a.

## II. In respect of borrowings availed by GFL GM Fluorspar SA

(i) The terms of repayment of secured non-current borrowing is as under:

**As at 31st March, 2020**

Particulars	Amount outstanding (Rs. in lakhs)	Terms of Repayment	Rate of Interest
Exim Bank	2882.26	The ECB is repayable in 10 structured half yearly instalments commencing from 8th September, 2017.	6 Month Libor Plus 4% per annum

### Note:

External commercial borrowing of USD 3.70 million is secured by way of exclusive charge on movable fixed assets of the project upto value of USD 9.50 million, book debts, operating cashflows, receivables, commission, present & future revenues and unconditional irrevocable Corporate Guarantee of the Company and unconditional irrevocable Corporate Guarantee of GFL Limited (Earlier know as Gujarat Fluorochemicals Limited), India a fellow subsidiary company.

**As at 1st April, 2019 - see Note 1 and 2.3**

Particulars	Amount outstanding (Rs. in lakhs)	Terms of Repayment	Rate of Interest
Exim Bank	3,938.47	The ECB is repayable in 10 structured half yearly instalments commencing from 8th September, 2017.	6 Month Libor Plus 4% per annum
Finance lease obligations	71.35	The obligation under finance lease is repayable in 60 equated monthly instalments of MAD 36,960	16.60% p.a.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

**Note:**

Foreign currency term loan is secured by way of exclusive charge on movable fixed assets of the project up to value of USD 9.495 million, book debts, operating cash flows, receivables, commission, present & future revenues and unconditional irrevocable Corporate Guarantee of the Company.

(ii) The terms of repayment of secured current borrowings is as under:

**As at 31st March, 2020**

Particulars	Amount outstanding (Rs. in lakhs)	Terms of Repayment	Rate of Interest
Exim Bank	1,469.35	The working capital loan is repayable at the end of 180 days from the date of disbursement.	6 Month Libor Plus 3.5% per annum

**Note:**

Working Capital borrowing of USD 1.94 million is secured by exclusive charge on inventories, present and future receivables from the Company and irrevocable Corporate Guarantee of the Company and GFL Limited (Earlier know as Gujarat Fluorochemicals), India a fellow subsidiary company.

**As at 1st April, 2019 - see Note 1 and 2.3**

Particulars	Amount outstanding (Rs. in lakhs)	Terms of Repayment	Rate of Interest
Exim Bank	1,113.47	The working capital loan is repayable at the end of 180 days from the date of disbursement.	6 Month Libor Plus 3.5% per annum

**Note:**

Working Capital borrowing of USD 1.61 million is secured by exclusive charge on inventories, present and future receivables and irrevocable Corporate Guarantee of the Company.

**I. In respect of loans taken by Inox Wind Limited (IWL):**

(A) Terms of repayment and securities for non-current borrowings:

**a) Debentures (secured) :**

3000 non-convertible redeemable debentures of Rs. 10 Lakhs each fully paid up, are issued at par, and carry interest @ 9% p.a. payable semi-annually. The maturity pattern of the debentures is as under:

(₹ in Lakhs)	
Month	Principal
Sep-20	5,000.00
	<b>5,000.00</b>

The above debentures are secured by sole and exclusive charge by way of hypothecation of fixed assets and certain immovable assets of Inox Wind Infrastructure Services Limited and unconditional and irrevocable guarantee by Gujarat Fluorochemicals Limited (earlier known as Inox Fluorochemicals Limited) and GFL Limited.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

**b) Rupee term loan from Axis Finance Ltd:**

Rupee term loan is secured by first charge of lien of FMP/other select debt mutual funds acceptable to Axis Finance provided by Gujarat Fluorochemicals Limited and carries interest @ 9.75% p.a. Principal repayment pattern of the loan is as under:

(₹ in Lakhs)	
Month	Principal
Aug-20	5,056.16
	<b>5,056.16</b>

**c) Rupee term loan from Yes Bank Ltd: -**

Rupee term loan taken from Yes Bank Ltd is secured by unconditional and irrevocable corporate guarantee from Gujarat fluorochemicals Limited and GFL Limited second charge on existing and future movable fixed assets of the company and carries interest @ 9.85% p.a. Principal repayment pattern of the loan is as under:

(₹ in Lakhs)	
Month	Principal
Jul-20	2,000.00
Jan-21	2,500.00
Jul-21	2,500.00
	<b>7,000.00</b>

**d) Rupee term loan from Aditya Birla Finance Ltd: -**

Rupee term loan taken from Aditya Birla Finance Ltd is secured by second pari passu charges on the current assets, cash flows and receivables both present & future of the company and unconditional and irrevocable guarantee by Gujarat Fluorochemicals Limited and GFL Limited and carries interest @ 10.50% p.a. Principal repayment pattern of the loan is as under:

(₹ in Lakhs)	
Month	Principal
Apr-20	300.00
Jul-20	550.00
Oct-20	550.00
Jan-21	550.00
Apr-21	550.00
Jul-21	700.00
Oct-21	700.00
Jan-22	700.00
Apr-22	700.00
Jul-22	800.00
Oct-22	800.00
Jan-23	800.00
Apr-23	800.00
Jul-23	400.00
<b>Total</b>	<b>8,900.00</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

**e) Rupee term loan from IndusInd Bank Ltd: -**

Rupee term loan taken from IndusInd Bank Ltd is secured by second pari passu charges on the current assets, cash flows and receivables both present & future of the company and unconditional and irrevocable guarantee by Gujarat Fluorochemicals Limited and GFL Limited and carries interest @ 9.75% p.a. Principal repayment pattern of the loan is as under:

	(₹ in Lakhs)
Month	Principal
Jun-20	400.00
Sep-20	400.00
Dec-20	400.00
Mar-21	400.00
Jun-21	400.00
Sep-21	500.00
Dec-21	500.00
Mar-22	500.00
Jun-22	500.00
Sep-22	500.00
<b>Total</b>	<b>4,500.00</b>

**f) Short term loan from Arka Fincap Limited: -**

Short term loan is taken from Arka Fincap Limited by second pari passu charges on the current assets, cash flows and receivables both present & Future of the company and unconditional and irrevocable guarantee by Gujarat Fluorochemicals Limited and carries interest @ 12.50% p.a. Principal repayment pattern of the loan is as under:

	(₹ in Lakhs)
Month	Principal
Jun-20	750.00
Sep-20	3,500.00
<b>Total</b>	<b>4,250.00</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

		(₹ in Lakhs)	
g) Other Term Loans		As at 31st March, 2020	As at 31st March, 2019
Foreign currency term loan from Bank was secured by first pari-passu charge by way of hypothecation on the entire fixed assets of Plant at Relwa Khurd Industrial Area and carries interest @ 10.25% p.a. and is repayable in 18 quarterly instalments starting from 30th October, 2015.		–	1,490.18
Foreign currency term loan from Bank was secured by first pari-passu charge by hypothecation on the entire fixed assets of Plant at Relwa Khurd Industrial Area and carries interest @10.50% p.a. and repayable in 12 quarterly instalments starting from 10th February, 2017		–	1,679.50
Rupee term loan from Bank was secured by First exclusive charge on existing & future movable & immovable fixed assets of Una and Rohika Plants, carries interest @ 11.30% p.a. and is repayable in 20 quarterly instalments starting from 30th September, 2014.		–	125.00
Rupee term loan from Bank is secured by extension of first exclusive charges on immovable fixed assets of the Company at Una, Himachal Pradesh & Bavla (Rohika), Gujarat excluding charge on land bearing survey no. 129/13 at Bavla and first exclusive charge on existing and future movable fixed assets of the company at Bavla, Gujarat and First pari passu charges on movable fixed assets of the company at Una, Himachal Pradesh (along with existing charge of District Industries Centre, Himachal Pradesh of INR 3.0 million), carries interest @ 9.10% to 10.38% p.a. and is repayable in 20 quarterly instalments starting from 30th June, 2017. The loan has been classified as current liability pursuant to the terms of sanction letter.		8,911.19	11,888.74
Vehicle term loan from others is secured by hypothecation of the said vehicle and carries interest @ 11.28% p.a. The loan is repayable in 36 monthly instalments starting from 3rd March, 2017.		56.51	71.70
Vehicle term loan from others is secured by hypothecation of the said vehicle and carries interest @ 9.48% p.a. The loan is repayable in 36 monthly instalments starting from 4th March, 2020.		54.44	–

		(₹ in Lakhs)	
g) Other Term Loans		As at 31st March, 2020	As at 31st March, 2019
Supplier's credit facilities are secured by first pari-passu charge on the current assets of the Company and carry interest rate of applicable LIBOR plus bank's spread which is generally in the range of 0.38% to 0.95%.		4,891.58	17,114.32
Working capital demand loan from bank is secured by first pari-passu charge on the current assets of the Company and carries interest in the range of 9.95% - 14.00% p.a.		16,895.63	5,900.00
Cash credit facilities are secured by first pari-passu charge on the current assets of the Company and carries interest rate in the range on 10.00% - 13.69% p.a. Cash credit taken from Yes bank carries interest @ MCLR plus 0.35% against corporate guarantee of Gujarat Fluorochemicals Limited.		11,731.46	30,391.90
Other Loan - Invoice Purchase Finance is secured by first pari-passu charge on the current assets of the Company and carry interest rate in the range of 8.75% p.a.		1,033.45	829.50

# Notes to the Consolidated financial statements

## for the year ended March 31, 2020

Inter-corporate deposit from holding company is unsecured, repayable on demand and carries interest in the range of @ 7.00-7.50% p.a.

Unsecured loan of Rs. 2,468.20 Lakhs is interest free and is repayable on demand.

Unsecured loan from others of Rs. 4,297.77 Lakhs is repayable on demand and carry interest @ 12.50% p.a.

### II. In respect of loans taken by Inox Leisure Limited (ILL):

(A) Terms of repayment and securities for non-current borrowings:

(i) The terms of repayment of term loans from banks are as under:

#### As at 31st March, 2020

Particulars	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest	Security Note
HDFC Bank Ltd	1,000.00	The loan is repayable in 16 equal quarterly instalments of Rs. 250 Lakhs beginning from 4th June, 2017.	8.85% to 9.30%	(a)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan I)	2,187.50	The loan is repayable in 16 equal quarterly instalments of Rs. 312.50 Lakhs beginning from 7th February, 2018.	8.54% to 9.25%	(b)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan II)	1,312.50	The loan is repayable in 16 equal quarterly instalments of Rs. 187.50 Lakhs beginning from 29th March, 2018.	8.27% to 8.96%	(b)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan III)	1,000.00	The loan is repayable in 16 equal quarterly instalments of Rs. 125 lakhs beginning from 26th June, 2018.	8.53%	(b)

#### As at 31st March, 2019

Particulars	Amount outstanding (Rs. in Lakhs)	Terms of Repayment	Rate of Interest	Security Note
HDFC Bank Ltd	2,000.00	The loan is repayable in 16 equal quarterly instalments of Rs. 250 Lakhs beginning from 4th June, 2017.	8.85% to 9.30%	(a)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan I)	3,437.50	The loan is repayable in 16 equal quarterly instalments of Rs. 312.50 Lakhs beginning from 7th February, 2018.	8.40% to 9.25%	(b)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan II)	2,062.50	The loan is repayable in 16 equal quarterly instalments of Rs. 187.50 Lakhs beginning from 29th March, 2018.	8.60% to 8.96%	(b)
The Hongkong and Shanghai Banking Corporation Limited (Term Loan III)	1,500.00	The loan is repayable in 16 equal quarterly instalments of Rs. 125 lakhs beginning from 26th June, 2018.	8.53% to 8.60%	(b)

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(ii) Securities provided for secured loans

**a. HDFC Bank Ltd**

Term loan from HDFC Bank is secured by mortgage of immovable property situated at Mumbai and first exclusive charge on all movable fixed assets of some multiplexes financed by the said term loan.

**b. The Hongkong and Shanghai Banking Corporation Limited**

Term loans from The Hongkong and Shanghai Banking Corporation Limited are secured by pari-pasu charge on mortgage of immovable property situated at Vadodara and first exclusive charge on all movable fixed assets and current assets of some multiplexes financed by the said term loans.

**(B) Terms of repayment and securities for current borrowings:**

(i) The terms of repayment of term loans from banks are as under:

**As at 31st March, 2020**

Particulars	Amount outstanding (Rs. in lakhs)	Terms of Repayment	Rate of Interest
Short term working capital demand loan	3,000.00	Repayable in bullet instalments of Rs. 3,000 Lakhs beginning 29th June, 2020	9.00%
Short term working capital demand loan (Term Loan I)	1,000.00	Repayable in bullet instalments of Rs. 1,000 Lakhs beginning 10th June, 2020.	9.00%
Short term working capital demand loan (Term Loan II)	500.00	Repayable in bullet instalments of Rs. 500 Lakhs beginning 15th June, 2020.	9.00%
Short term working capital demand loan (Term Loan III)	500.00	Repayable in bullet instalments of Rs. 500 Lakhs beginning 15th June, 2020.	9.00%

**As at 31st March, 2019**

Particulars	Amount outstanding (Rs. in lakhs)	Terms of Repayment	Rate of Interest
<b>Unsecured</b>			
Short term working capital demand loan	2,000.00	Repayable in bullet instalments of Rs. 1,000 Lakhs each on 15th May, 2019 & 7th June, 2019.	9.00%

(ii) Securities provided for secured loans

Short term working capital loan is secured by mortgage of office premises at Mumbai.

Overdraft facility is secured by first charge on entire current assets of the company (except those charged against term loans), first exclusive charge on immovable property situated at Anand and pari-pasu charge on mortgage of immovable property situated at Vadodara. It carries interest rate ranging from 8.50% to 9.50%.

(iii) Unsecured overdraft facility carries interest rate ranging from 9.30% to 9.95%.



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

### III. In respect of loans taken by Inox Infrastructure Limited (ILL):

(i) The terms of repayment of term loans from banks are as under:

As at 31st March, 2020

Particulars	Amount outstanding (Rs. in lakhs)	Terms of Repayment	Rate of Interest	Security
Axis Finance Limited	1,729.30	The entire term loan is repayable in a single bullet repayment after 18 months from date of disbursement i.e. 6th February, 2020.	9.22%	The term loan is secured by first charge by way of lien on certain mutual funds at loan-to-value (LTV) of 90% of the NAV.

### IV. There are no defaults on repayment of principal or payment of interest on borrowings.

### 37. Contingent Liabilities:

Particulars	(₹ in Lakhs)	
	As at 31st March, 2020	As at 31st March, 2019
a) Claims against the Group not acknowledged as debts –	15,420.14	9,078.21
i. Inox Leisure Limited Group (ILL)		
- In the arbitration proceedings in respect of termination notice of MOU for a proposed multiplex, the arbitrator has awarded the matter against ILL and directed ILL to pay the demand towards rent for the lock in period. Further, the arbitrator has also directed ILL to pay the amount of difference between the rent payable by ILL as per the MOU and the amount of actual rent received by the other party from their new tenant. The differential amount is presently not determinable. ILL has challenged the arbitration award before the Hon'ble High Court of judicature at Delhi and the same is pending.	116.36	116.36
ii. Inox Renewables Limited (IRL)		
- Claims against the Company not acknowledged as debt	102.32	102.32
- Claim due to litigation with one of the state electricity distribution board.	870.00	870.00
iii. Inox Wind Limited Group (IWL)		
- Claims made by contractors - Some of the suppliers have raised claims including interest on account of non-payment in terms of the respective contracts. IWL has contended that the suppliers have not adhered to some of the contract terms. At present the matters are pending before the jurisdictional authorities or are under negotiations	6,131.42	3,839.53
- Claims made by customers not acknowledged as Debts.	7,182.00	4,150.00
- In respect of claims made by customers for non-commissioning of WTGs, the amount is not ascertainable.	4 Customers	5 Customers
- Claims made by vendors in National Company Law Tribunal (NCLT) against IWL	1,018.04	Nil

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	(₹ in Lakhs)	
	As at 31st March, 2020	As at 31st March, 2019
b) In respect of Income tax matters –	5,331.61	4,497.68
i. Innox Leisure Limited Group (ILL)		
- Assessment dues disputed in appeal	253.78	NIL
ii. Innox Wind Limited Group (IWL)		
- Demand for assessment year 2013-14, mainly on account of reduction in the amount of tax incentive claimed, which is being contested before the appellate authority.	4,014.44	4,014.44
- Further IWL has received orders for the assessment year 2016-17, levying demand on account of addition in income. IWL has filed appeal before commissioner of Income Tax (CIT Appeals) and has paid Rs. 10.00 Lakhs under protest which is included in other non-current assets.	580.15	NIL
iii. Innox Renewables Limited (IRL)		
- Demand in respect of assessment years 2013-14, 2014-15 & 2015-16. IRL is contesting the demand and has filed appeals against these demands before the appellate authorities	483.24	483.24
c) In respect of Service Tax matters –	22,207.62	21,941.82
i. Innox Leisure Limited Group (ILL)		
- Demand is in respect of levy of service tax on film distributors' share paid by ILL and the matter is being contested by way of appeal / representation before the appropriate authorities.	14,226.97	14,226.97
- Demand is in respect of levy of service tax on sale of food and beverages in multiplex premises and the matter is being contested by way of appeal before the appropriate authorities. ILL has paid Rs. 976.55 Lakhs (previous year Rs. 756.94 Lakhs) for above demand to the respective authorities under protest which is included in other non-current assets.	6,313.22	6,313.22
ii. Innox Wind Limited Group (IWL)		
- IWL Group has received orders for the period September 2011 to March 2016, in respect of Service Tax, levying demand on account of disallowance of exemption of Research & Development cess from payment of service tax. IWL Group has filed appeals before the first appellate authority. IWL has estimated the amount of demand which may be ultimately sustained at Rs. 32.19 lakhs and provision for the same is made during the earlier years and carried forward as "Provision for disputed service tax liability".	1,401.63	1,401.63
Further, IWL has received orders for the period April 2016 to March 2017, in respect of Service Tax, levying demand on account of advance revenue received on which service tax has been already paid in financial year 2015-16. Since Service Tax Liability has been already discharged on such advance revenue, IWL has filed appeals before CESTAT. IWL has	265.80	NIL

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	(₹ in Lakhs)	
	As at 31st March, 2020	As at 31st March, 2019
paid Rs. 19.93 lakhs as pre deposit for filing of appeal which is included in other non-current assets.		
d) In respect of Custom duty matter - Inox Leisure Limited Group (ILL)		
- Custom duty matter in respect of import of projectors.	4.36	4.36
- In addition to this matter, ILL has also received a show cause cum demand notice from customs on import of cinematographic films, the amount of duty is yet to be quantified.		
e) In respect of Entertainment tax matters - Inox Leisure Limited Group (ILL)	4,786.01	3,625.48
- Demand in respect of some multiplexes pertaining to exemption period and the same is contested by way of appeal before appropriate authorities.	4,683.69	3,523.16
- Other demands are mainly in respect of levy of entertainment tax on service charges and convenience fee collected. ILL has paid Rs 578.43 Lakhs (previous year Rs. 586.46 Lakhs) to the respective authorities under protest which is included in other non-current assets.	102.32	102.32
f) In respect of VAT and CST matters –	155.47	155.47
i. Inox Wind Limited Group (IWL)		
- IWL had received orders for the financial years ended 31st March, 2013 and 31st March, 2014, in respect of Himachal Pradesh VAT, levying penalty of Rs. 112.87 lakhs for delayed payment of VAT. IWL had filed appeals before the appellate authority. During the year ended 31st March, 2015, IWL had received appellate order for the year ended 31st March, 2014 confirming the levy of penalty and IWL has filed further appeal against the said order. However, IWL has estimated the amount of penalty which may be ultimately sustained at Rs. 53.78 lakhs and provision for the same was made during the year ended 31st March, 2015. After adjusting the amount of Rs. 23.35 lakhs paid against the demands, the balance amount of Rs. 30.43 lakhs is carried forward as "Disputed service tax liabilities".	59.09	59.09
ii. Inox Renewables Limited (IRL)	96.38	96.38
- IRL has received Rajasthan VAT demand. IRL is contesting the demand and has filled appeal against this demand before the appellate authority.		
g) In respect of stamp duty matters -		
i. Inox Leisure Limited Group (ILL)		
- Authority has raised the demand for non-payment of stamp duty on Leave & License Agreement in respect of one of the multiplexes holding the same as lease transaction. Stay has been granted and the matter is pending before the Board of Revenue.	263.81	263.81

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	(₹ in Lakhs)	
	As at 31st March, 2020	As at 31st March, 2019
h) In respect of other matters -		
i. Inox Leisure Limited Group (ILL)		
- ILL may be required to charge additional cost towards electricity from 1st June, 2007 to 31st March, 2010 pursuant to the increase in the tariff in case the appeal made with Maharashtra Electricity Regulatory Commission 'MERC' by ILL through the Multiplex Association of India is rejected and the case filed in the Supreme Court by one of the electricity supplier against the order of the Appellate Tribunal for Electricity, dated 19th January, 2009, for change in category, is passed in favour of the electricity supplier. ILL has paid the whole amount to the respective authorities under protest, which is included in 'Other non-current financial assets'.	389.83	389.83
- Rent not provided for shutdown period - Consequent to COVID-19 pandemic, ILL was required to shutdown its multiplexes in March 2020. ILL has invoked the 'force majeure' clause under respective lease agreements due to COVID-19 pandemic for its multiplex premises, contending that rent and common area charges for the shutdown period are not payable. ILL has also obtained expert opinion to the effect that the company can invoke the 'force majeure' clause on account of Government mandated shutdown of multiplexes. On this basis, ILL has not made a provision for rent and common area charges payable for the shutdown period and the matter is under discussion with the lessors.	1,378.08	NIL
i. Inox Wind Limited Group (IWL)		
- In respect of Labour Cess under Building Other Construction Workers Act, 1966 (BOCW).	61.11	61.11
ii. In respect of the Supreme Court judgement dated 28 February 2019 on applicability of Provident Fund on certain components of employees' remuneration, clarifications/notification from the Government authorities is awaited as regard implementation of the same. Hence, additional liability, if any, in respect of earlier period cannot be ascertained. The Group has made a provision on a prospective basis from the date of the said order.		
i) GFL has given corporate guarantees to bank for loans taken by a fellow subsidiary	4,337.53	5,051.94

In respect of above matters, no additional provision is considered necessary as the Group expects favourable outcome. Further, it is not possible for the Group to estimate the timing and amounts of further cash outflows, if any, in respect of these matters.

For contingent liabilities transferred and vested on demerger with resulting company, see note 52.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

For contingent liabilities transferred and vested on demerger with resulting company, see note 52

(₹ in Lakhs)

Particulars	As at 31st March, 2020	As at 31st March, 2019
a Claims against the Group not acknowledged as debts - in case of a step-down subsidiary This is in respect of amount recovered by way of revocation of performance guarantee from a supplier of plant and equipment for mining project, on account of delays and non-commissioning of the project. The same is being contested by the supplier.	826.24	764.72
b In respect of Excise duty matters – This includes:	3,612.94	3,794.67
i. Demands for which the Group has received various show cause notices regarding input credit on certain items and freight charges recovered from buyers for supply of goods at buyers' premises. The Group has filed the replies or is in the process of filing replies.	930.88	992.07
ii. Demands on account of cenvat credit availed on certain items, levy of excise duty on freight recovered from customers and credit transfer to Dahej Unit on inter unit transactions. The Group has filed appeals before CESTAT.	2,682.06	2,802.60
c In respect of Custom duty matter – This includes:	1,383.94	1,312.79
i. Demands for which the Group had received show cause notices regarding inadmissible EPCG benefit on consumables imported. The Group has filed replies in this regard.	11.82	11.82
ii. Demands on account of differential custom duty on imported material on high seas basis. The Group has filed appeals before CESTAT and the matters are pending.	1,372.12	1,300.97
In respect of above Excise duty and Customs duty matters, the Group has paid an amount of Rs. 146.81 Lakhs (as at 1st April 2019 assumed on demerger: Rs. 187.00 Lakhs) and not charged to Statement of Profit and Loss.		
d In respect of Sales tax matters – This includes:	95.82	171.18
i. Demands under VAT on account of disallowance of proportionate Input tax credit	18.00	101.64
ii. Demands under CST on account of non-submission of C forms. The Group has filed appeals before appropriate appellate authorities against the said orders.	77.82	69.54
e Claims in respect of labour matters – amount is not ascertainable.		
f Details of corporate guarantees given to banks and financial institutions for loans taken by fellow subsidiaries lien on investments of the Group and working capital facilities of the Group used by the fellow subsidiaries.	43,293.16	–

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	(₹ in Lakhs)	
	As at 31st March, 2020	As at 31st March, 2019
g In respect of the Supreme Court judgement dated 28 February 2019 on applicability of Provident Fund on certain components of employees' remuneration, clarifications/notification from the Government authorities is awaited as regard implementation of the same. Hence, additional liability, if any, in respect of earlier period cannot be ascertained. The Group has made a provision on a prospective basis from the date of the said order.		

In respect of above matters, no additional provision is considered necessary as the Group expects favourable outcome. Further, it is not possible for the Group to estimate the timing and amounts of further cash outflows, if any, in respect of these matters.

(\*) Contingent liabilities transferred and vested pursuant to demerger

### 38. In respect of Entertainment-tax exemption claimed and its treatment in these accounts:

The Entertainment tax exemption in respect of some of the multiplexes of the Group has been accounted on the basis of eligibility criteria as laid down in the respective Schemes but is subject to final orders yet to be received from respective authorities. The cumulative amount recognised in respect of such multiplexes as on 31st March, 2020 is Rs. 3,631.96 Lakhs (31st March, 2019: Rs. 3,716.48 Lakhs).

### 39. Commitments:

- (a) Estimated amount of contracts remaining to be executed on capital account and not provided for, net of advances, is Rs. 17,607.74 Lakhs (as at 31st March, 2019 : Rs. 38,367.69 Lakhs).
- (b) Amount of customs duty exemption availed by Inox Wind Limited ('IWL') under EPCG Scheme for which export obligations are required to be fulfilled within stipulated period - Rs. 2,651.54 Lakhs (31st March, 2019 Rs. 2,651.54 Lakhs). IWL has recognised deferred grant income under EPCG scheme upto the Financial year ending 31 March 2020 amounting to Rs. 1,465.80 Lakhs (previous year Rs. 1,111.38 Lakhs) against which export obligation is yet to fulfilled by IWL.
- (c) Commitments for the operating multiplexes for minimum period of operations in terms of respective State Government policies equivalent to the exemption availed from commencement till reporting date as at 31st March, 2020 : Rs. 5,340.48 Lakhs (as at 31st March, 2019 : Rs. 6,571.70 Lakhs).

The above amount includes amount of entertainment tax disputes pertaining to exemption period reported under Note 44 as at 31st March, 2020 : NIL (as at 31st March, 2019 : Rs. 502.78 Lakhs).

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs. 9,263.41 Lakhs (Rs. 46,503.74 as at 1st April, 2019).

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 40. Leasing arrangements

As a Lessee

1) Leasing arrangements for multiplexes

(a) ILL is operating some of the multiplexes under operating lease/ business conducting arrangement. These arrangements are for an initial period of 9-29 years with a minimum lock-in period of 5-15 years and the agreements provide for escalation after pre-determined periods. The Group does not have an option to purchase the leased premises at the expiry of the lease periods.

Lease payments recognised as expenses in the Statement of Profit and Loss is Rs. 27,219.57 Lakhs (31st March, 2019: RS. 24,373.17 Lakhs) and in the pre-operative expense is Rs. 13.93 lakhs (31st March, 2019: Rs. 323.75 lakhs) in respect of such lease arrangements.

Non-cancellable operating lease commitments

(₹ in Lakhs)

Particulars	As at 31st March 2020	As at 31st March 2019
Not later than 1 year	28,890.37	24545.17
Later than 1 year and not later than 5 years	128,077.55	106557.63
Later than 5 years	352,672.38	283001.10
Total	509,640.30	414103.90

(b) in respect of plants/Offices taken on operating Lease

The Plants taken on operating lease are for initial non-cancellable period of 10 years which can be further extended at the mutual option of both the parties. The future minimum lease payments under these lease arrangements are as under:

(₹ In Lakhs)

Particulars	2019-2020	2018-2019
Payments recognized as an expense	98.57	66.13
Particulars	As at 31st March, 2020	As at 31st March, 2019
Non-Cancellable Operating Lease commitments		
not later than one year	98.57	98.57
later than one year and not later than five years	148.32	246.90
later than five years	-	

c) Interest in land taken on lease and classified as operating lease:

The leasehold land are generally taken for the period of 20 to 99 years. The entire lease premium is already paid and future rentals are nominal. Amortisation of such lease payments is included in "Rent and common facilities charges" in Statement of Profit and Loss and the balance remaining amount to be amortised is included in balance sheet as 'Prepayments Leasehold land'.

d) In respect of other assets

The Group's other significant leasing arrangements are in respect of operating leases for premises (offices and residential accommodations). These lease arrangements are cancellable, range between 06 to 60 months and are usually renewable by mutual consent on mutually agreeable terms. These Lease payment are included in "Rent and common facilities charges" in 'Other expenses'.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(a) In respect of plants taken on operating Lease

The Plants taken on operating lease are for initial non-cancellable period of 10 years which can be further extended at the mutual option of both the parties. The future minimum lease payments under these lease arrangements are as under:

(₹ In Lakhs)		
Particulars	2019-20	2018-2019
Payments recognized as an expense	64.40	64.40

(₹ In Lakhs)		
Particulars	As at 31st March, 2020	As at 31st March, 2019
Non-Cancellable Operating Lease commitments		
not later than one year	64.40	64.40
later than one year and not later than five years	40.80	105.21
later than five years	—	—

(b) In respect of Office taken on operating Lease

GFL LLC's only leasing agreement is in respect of office premises for initial non - cancellable period of 60 months.

(₹ In Lakhs)		
Particulars	2019-2020	2018-2019
Payments recognized as an expense	232.45	1.73

(₹ In Lakhs)		
Particulars	As at 31st March, 2020	As at 31st March, 2019
Non-Cancellable Operating Lease commitments		
not later than one year	-	34.17
later than one year and not later than five years	135.75	141.69
later than five years	-	-

(c) In respect of other assets

The Group's other significant leasing arrangements are in respect of operating leases for premises (offices and residential accommodations). These lease arrangements are cancellable, range between 06 to 60 months and are usually renewable by mutual consent on mutually agreeable terms. These Lease payment are included in "Rent and common facilities charges" in Note 33 'Other expenses'.

### As a Lessor

In respect of assets given on operating Lease

Operating leases relate to Investment Properties owned by the Company with lease terms of between 11 to 60 months and are usually renewable by mutual consent on mutually agreeable terms. All operating lease contracts contain market review clauses in the event that the lessee exercises its option to renew. Lessee does not have an option to purchase the property at the expiry of the lease period.

Rental Income earned by the Company from its Investment Properties and direct operating expenses arising on the investment properties for the year are set out in Note 25 and Note 33 respectively.



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

Particulars	As at 31st March, 2020	As at 31st March, 2019
Non-Cancellable Operating Lease Receivable not later than one year	655.04	759.28
later than one year and not later than five years	455.89	528.07
later than five years	54.68	80.29

## 2) Leasing arrangements for IWL

In respect of plants/Offices taken on operating Lease

The offices taken on operating lease are for initial non-cancellable period of 10 years which can be further extended at the mutual option of both the parties. The future minimum lease payments under these lease arrangements are as under:

(₹ In Lakhs)	
Particulars	2019-2020
Payments recognized as an expense	135.75

(Rs. In Lakhs)	
Particulars	As at 31st March, 2020
Non-Cancellable Operating Lease commitments not later than one year	135.75
later than one year and not later than five years	163.31
later than five years	138.33

## 41. Details of other provisions:

		(₹ In Lakhs)	
Particulars	2019-2020	2018-2019	
a) Provision for municipal taxes			
Opening balance	—	115.95	
Addition during the year	—	224.00	
Paid during the year	—	339.95	
Closing balance	—	—	
b) Provision for Service tax on rentals			
Opening balance	1,067.21	1,067.21	
Addition during the year	—	—	
Paid during the year	—	—	
Closing balance	1,067.21	1,067.21	
c) Provision for other indirect tax matters			
Opening balance	244.54	117.61	
Addition during the year	—	126.93	
Paid/Reversed during the year	—	—	
Closing balance	244.54	244.54	

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

- (i) Provision for service tax is in respect of service tax payable on renting of immovable property, for the period from 1 June 2007 to 30 September 2011, which was defined as a taxable service by the Finance Act, 2010, with retrospective effect from 1 June 2007. The matter is pending before the Hon'ble Supreme Court of India.
- (ii) Provision for other indirect taxes is in respect of matters contested by the Group at appropriate levels against the demands raised by the respective tax authorities.

## 42. The major components of the net deferred tax assets and liability are as under:

### Deferred Tax Assets

S.No.Particulars	Amount (₹ In Lacs)	
	2019-20	2018-19
(A) Deferred Tax Assets		
(i) Expenditure allowable on payment basis	1225.08	1214.43
(ii) Unabsorbed losses	32357.02	17607.35
(iii) Others	459.81	451.46
(iv) Depreciation	27.10	17.21
<b>Total</b>	<b>34069.01</b>	<b>19290.45</b>
(B) Deferred Tax Liabilities		
(i) Depreciation	7621.81	9687.77
<b>Total</b>	<b>7621.81</b>	<b>9687.77</b>
<b>Net Deferred Tax Assets (A-B)</b>	<b>26447.20</b>	<b>9602.68</b>

S.No.Particulars	Amount (₹ In Lacs)	
	2019-20	2018-19
(A) Deferred Tax Liabilities		
(i) On account of difference between tax depreciation and depreciation/amortisation charged in books	43065.99	39868.07
<b>Total</b>	<b>43065.99</b>	<b>39868.07</b>
(B) Deferred Tax Assets		
(i) Expenditure allowable on payment basis	1375.41	1139.72
(ii) Others	2170.12	1426.76
<b>Total</b>	<b>3545.53</b>	<b>2566.48</b>
<b>Net Deferred Tax Liability (A-B)</b>	<b>39520.46</b>	<b>37301.59</b>

## 43. Employee Benefits:

### (a) Defined Contribution Plans

The Group contributes to the Government managed provident & pension fund for all qualifying employees of Indian entity. Contribution to Provident fund of Rs. 1985.42 Lakhs is recognized as an expense and included in Contribution to Provident & Other funds' in the Statement of Profit and Loss.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

The details are as follows:

Particulars	As at 31st March, 2020	As at 31st March, 2019
Defined contribution plan		
- Continuing operations	2031.08	937.96
- Discontinued operations	-	662.71
<b>Total</b>	<b>2031.08</b>	<b>1,600.67</b>

(b) Defined Benefit Plans:

The Company has defined benefit plan for payment of gratuity to all qualifying employees. It is governed by the payment of Gratuity Act, 1972. Under this Act, an employee who has completed five years of service is entitled to the specified benefit. The level of benefits provided depends on the employee's length of services and salary at retirement age. The Company's defined benefit plan is unfunded. There are no other post retirement benefits provided by the Group.

The most recent actuarial valuation of the present value of the defined benefit obligation was carried out as at 31st March, 2020 by Mr. G N Agarwal, fellow member of the institute of the Actuaries of India. The present value of the defined benefit obligation, the related current service cost and past service cost, were measured using the projected unit credit method.

(i) Movement in the present value of the defined benefit obligation are as follows:

Particulars	As at 31st March, 2020	As at 31st March, 2019
Opening defined benefit obligation	3469.26	2908.06
Transferred pursuant to demerger	14.87	-
Current Service Cost	743.72	638.40
Interest cost	238.32	213.75
Actuarial gains / (losses) on obligation:		
a) arising from changes in financial assumptions	290.84	(173.34)
b) arising from experience adjustments	(57.09)	69.90
Benefits Paid/transferred	(252.03)	(187.51)
Present value of defined benefit obligation as at year end	<b>4447.89</b>	<b>3469.26</b>

(ii) Components of amount recognized in profit and loss and other comprehensive income are as under:

Particulars	As at 31st March, 2020	As at 31st March, 2019
Current Service Cost	745.92	638.40
Interest expense	238.33	213.75
Amount recognized in profit & loss	984.25	852.15
Actuarial gains / (losses):		
a) arising from changes in financial assumptions	290.84	(103.44)
b) arising from experience adjustments	(57.09)	-
Amount recognized in other comprehensive income	233.75	(103.44)
<b>Total</b>	<b>1218.00</b>	<b>748.71</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(iii) The principal assumptions used for the purposes of the actuarial valuation of gratuity are as follows.

Particulars	As at 31st March, 2020	As at 31st March, 2019
Discount rate	4.60% to 6.81%	7.49% to 7.61%
Expected rate of salary increase	7% to 8%	7% to 8%
Employee Attrition Rate	5% to 10%	5% to 10%

Mortality: IALM (2012-14) Ultimate Mortality Table

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

This plan typically exposes the Company to actuarial risks such as interest rate risk and salary risk

- Interest risk: a decrease in the bond interest rate will increase the plan liability.
- Salary risk: the present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, a variation in the expected rate of salary increase of the plan participants will change the plan liability.
- Other short term and long term employment benefits:

Annual leave and short term leave

The liability towards compensated absences (annual and short term leave) for the year ended 31st March, 2020 based on actuarial valuation carried out by using Projected Accrued Benefit Method resulted in increase in liability by Rs. 292.58 lakhs, which is included in the employee benefits in the Statement of Profit and Loss.

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

Particulars	As at 31st March, 2020	As at 31st March, 2019
Discount rate	4.60% to 6.81%	7.49% to 7.61%
Expected rate of salary increase	7% to 8%	7% to 8%
Employee attrition rate	5% to 10%	5% to 10%

Mortality: IALM (2012-14) Ultimate Mortality Table

#### 44. Foreign Currency Exposure -hedged

The Group enters into call spread option contract and Cross Currency Swap agreement to hedge the foreign currency risk and interest rate risk.

Outstanding Contracts	Exchange Rate	Foreign currency (in Lakhs)	Nominal amounts (Rs in Lakhs)
	As at 31st March, 2020	As at 31st March, 2020	As at 31st March, 2020
Principal only swaps (POS) contracts (Assets)	75.55	92.13	6,960.21

#### 44.1 Foreign Currency Exposure -Unhedged

The Group is subject to the risk that changes in foreign currency values impact the Group's export revenues, imports of material/capital goods, services/royalty and borrowings etc. Exchange rate exposures are managed within approved policy parameters by entering in to foreign currency forward contracts, options and swaps.

Foreign exchange transactions are covered within limits placed on the amount of uncovered exposure, if any, at any point in time. The aim of the Group's approach to management of currency risk is to leave the Group with minimised residual risk.

The carrying amount of unhedged foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follow:

Particulars	As at 31st March, 2020
<b>Liabilities</b>	
USD	39,895.29
Euro	17,785.39
Others	38.86
<b>Assets</b>	
USD	20,778.24
Euro	15,260.08

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 45. Related Party disclosures

### (A) Where control exists:

#### Subsidiary Company

GFL Limited (earlier known as Gujarat Fluorochemicals Limited)

Gujarat Fluorochemicals Limited (earlier known as Inox Fluorochemicals Limited)

### (B) Fellow subsidiaries and their associates

Subsidiaries of GFL Limited:

Inox Leisure Limited

Inox Wind Limited

Inox Renewables Limited

Inox Wind Energy Limited (incorporated on 06.03.20)

Subsidiaries of Inox Leisure Limited:

Shouri Properties Private Limited

Inox Leisure Limited- Employees' Welfare Trust- controlled trust

Inox Benefit Trust- controlled trust

Subsidiaries of Inox Wind Infrastructure Services Limited:

Haroda Wind Energy Private Limited

Khatiyu Wind Energy Private Limited

Vigodi Wind Energy Private Limited

Ripudaman Urja Private Limited

Vasuprada Renewables Private Limited

Suswind PowerPrivate Limited

Vibhav Energy Private Limited

Sri Pawan Energy Private Limited

Subsidiaries of Inox Wind Limited Limited:

Inox Wind Infrastructure Services Limited

Waft Renergy Private Limited

Vuelta Wind Energy Private Limited

Tempest Wind Energy Private Limited

Ravapar Wind Energy Private Limited

Nani Virani Wind Energy Private Limited

Aliento Wind Energy Private Limited

Flurry Wind Energy Private Limited

Flutter Wind Energy Private Limited

### Other related parties with whom there are transactions during the year:

#### Associates of Inox Wind Infrastructure Services Limited

Wind One Renergy Private Limited

Wind Two Renergy Private Limited

Wind Three Renergy Private Limited

Associate of Inox Infrastructure Limited

Nexome Realty LLP (w.e.f. 01/03/2020)

Wind Four Renergy Private Limited

Wind Five Renergy Private Limited

### Joint Venture of the Company upto 31st March, 2019 and part of Chemical Business Undertaking transferred and vested with Gujarat Fluorochemicals Limited w.e.f. 1st April, 2019

Swarnim Gujarat Fluorspar Private Limited

Shareholder having significant influence in a subsidiary

Global Mines SARL, Morocco

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## Key Management Personnel

### a) Whole-time directors

- Mr. D K Jain (also appointed as Managing Director w.e.f. 01.08.2019) and non executive director in Inox Wind Energy Limited)
- Mr. P.K. Jain (Managing Director of Inox Leasing and Finance Limited and Inox Air Products Pvt. Ltd.)
- Mr. V K Jain (Managing Director of Gujarat Fluorochemicals Limited)
- Mr. Siddharth Jain (Whole-time Director in Inox Air Products Pvt. Ltd.)
- Mr. Kailash Lal Tarachandani- (Whole time Director & Chief Executive Officer in Inox Wind Limited)
- Mr. Alok Tandon (Chief Executive Officer in Inox Leisure Limited)
- Mr. Vineet Valentine Davis (in Inox Wind Infrastructure Services Limited)
- Mr. Manoj Dixit (in Inox Wind Infrastructure Services Limited)
- Mr. Sanath Kumar Muppirala (upto 13.08.2019 in GFL Limited)
- Mr. Sanjay Borwankar (w.e.f 15.02.2020)
- Mr. D K Sachdeva (upto 13.08.2019 in GFL Limited)
- Mr. Anand Bhusari (upto 27.04.2019 in GFL Limited)

### b) Non-executive directors

- Mr. Siddharth Jain (in Inox Leisure Limited)
- Mr. Shanti Prasad Jain
- Ms. Vanita Bhargava
- Mr. Deepak Asher
- Mr. Shailendra Swarup
- Mr. Om Prakash Lohia
- Mr. Amit Jatia (in Inox Leisure Limited)
- Mr. Haigreva Khaitan (in Inox Leisure Limited)
- Mr. Vishesh Chander Chandiook (in Inox Leisure Limited w.e.f. 14.02.2020)
- Mr. Kishore Biyani (in Inox Leisure Limited upto 16.11.2019)
- Ms. Girija Balkrishnan (in Inox Leisure Limited)
- Mr. V. Sankaranarayanan (in Inox Renewables Limited and Inox Wind Limited)
- Mr. Vineet Valentine Davis (in Inox Wind Infrastructure Services Limited w.e.f. 19 May 2020)
- Mr. Mukesh Manglik (in Inox Wind Infrastructure Services Limited upto 18 May 2020)
- Mr. Bhupesh Juneja (in Marut Shakti Energy India Limited)
- Mr. Mukesh Patni (in Marut Shakti Energy India Limited)
- Mr. Chandra Prakash Jain
- Mr. Rajagopalan Doraiswami (upto 24.09.2019)

## Enterprises over which a Key Management Personnel, or his relatives, have significant influence

Devansh Gases Private Limited	Refron Valves Private Limited
Devansh Trademart LLP	Rajni Farms Private Limited
Inox India Private Limited	Siddhapavan Trading LLP
Inox Air Products Private Limited	Siddho Mal Trading LLP
Inox Chemicals LLP	Swarup & Company

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

Particulars	Subsidiary and Fellow Subsidiary Companies		Associates/Joint Venture		KMP and Enterprises over which KMP or his relatives have significant influence		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
<b>A) Transactions during the year</b>								
<b>Dividend received</b>								
Gujarat Fluorochemicals Limited	2020.04	2020.04					2020.04	2020.04
<b>Total</b>	<b>2020.04</b>	<b>2020.04</b>					<b>2020.04</b>	<b>2020.04</b>
<b>Sale of goods</b>								
Inox Air Products Private Limited					1.39	1.40	1.39	1.40
Refron Valves Private Limited					0.08	0.06	0.08	0.06
Inox India Private Limited					2.77	3.18	2.77	3.18
Wind One Renergy Private Limited			5,649.66	-			5,649.66	-
Wind Two Renergy Private Limited			6,216.06	24,361.90			6,216.06	24,361.90
Wind Three Renergy Private Limited			1,780.11	3,393.22			1,780.11	3,393.22
Wind Four Renergy Private Limited			11,928.57	6,190.48			11,928.57	6,190.48
Wind Five Renergy Private Limited			18,035.11	12,542.86			18,035.11	12,542.86
Gujarat Fluorochemicals Limited	771.93	-					771.93	-
<b>Total</b>	<b>771.93</b>	<b>-</b>	<b>43,609.51</b>	<b>46,488.46</b>	<b>4.24</b>	<b>4.64</b>	<b>44,385.68</b>	<b>46,493.10</b>
<b>Sale of movie tickets</b>								
Gujarat Fluorochemicals Limited	8.87	-					8.87	-
<b>Total</b>	<b>8.87</b>	<b>-</b>					<b>8.87</b>	<b>-</b>
<b>Sale of asset</b>								
Gujarat Fluorochemicals Limited	2,062.02	-					2,062.02	-
<b>Total</b>	<b>2,062.02</b>	<b>-</b>					<b>2,062.02</b>	<b>-</b>
<b>Purchase of assets</b>								
Inox India Private Limited					-	0.56	-	0.56
<b>Total</b>					<b>-</b>	<b>0.56</b>	<b>-</b>	<b>0.56</b>
<b>Purchase of goods</b>								
Inox Air Products Private Limited					1,319.51	1,204.72	1,319.51	1,204.72
Inox India Private Limited					3,755.60	4,083.76	3,755.60	4,083.76
Inox FMGC Private Limited					-	0.18	-	0.18
Refron Valves Limited					0.24	-	0.24	-
<b>Total</b>					<b>5,075.35</b>	<b>5,288.66</b>	<b>5,075.35</b>	<b>5,288.66</b>
<b>Purchase of Power</b>								
Inox Wind Limited	284.68	-					284.68	-
<b>Total</b>	<b>284.68</b>	<b>-</b>					<b>284.68</b>	<b>-</b>
<b>Purchase of Assets</b>								
Inox Wind Limited	2,062.02	-					2,062.02	-
<b>Total</b>	<b>2,062.02</b>	<b>-</b>					<b>2,062.02</b>	<b>-</b>
<b>Purchase of Services</b>								
Inox India Private Limited					13.78		13.78	-
<b>Total</b>					<b>13.78</b>		<b>13.78</b>	<b>-</b>
<b>Purchase of Movie Tickets</b>								
Inox Leisure Limited	8.87	-					8.87	-
<b>Total</b>	<b>8.87</b>	<b>-</b>					<b>8.87</b>	<b>-</b>
<b>Equity shares subscribed</b>								
Swarnim Gujarat Fluorspar Private Limited			-	10.00			-	10.00
<b>Total</b>			<b>-</b>	<b>10.00</b>			<b>-</b>	<b>10.00</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

Particulars	Subsidiary and Fellow Subsidiary Companies		Associates/Joint Venture		KMP and Enterprises over which KMP or his relatives have significant influence		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
<b>Investment in associate</b>								
Nexome Realty LLP			2,000.00	-			2,000.00	-
<b>Total</b>			2,000.00	-			2,000.00	-
<b>Share in profit of associate</b>								
Nexome Realty LLP			0.10	-			0.10	-
<b>Total</b>			0.10	-			0.10	-
<b>Advances received towards sale of goods/services</b>								
Wind Four Renergy Pvt. Ltd.			1,143.76	-			1,143.76	-
Gujarat Fluorochemicals Limited	87,188.58	-					87,188.58	-
<b>Total</b>	87,188.58	-	1,143.76	-			88,332.34	-
<b>Inter corporate deposits given</b>								
Inox Wind Limited	2,500.00	-					2,500.00	-
Wind One Renergy Pvt. Ltd.			0.04	0.11			0.04	0.11
Wind Three Renergy Pvt. Ltd.			20.83	51.44			20.83	51.44
Wind Four Renergy Pvt. Ltd.			7,178.87	-			7,178.87	-
Wind Five Renergy Pvt. Ltd.			650.26	-			650.26	-
<b>Total</b>	2,500.00	-	7,850.00	51.55			10,350.00	51.55
<b>Inter corporate deposits received back</b>								
Wind Two Renergy Pvt. Ltd.			-	0.85			-	0.85
Wind Four Renergy Pvt. Ltd.			-	0.85			-	0.85
Wind Five Renergy Pvt. Ltd.			-	0.85			-	0.85
Inox FMCG Private Limited					-	100.00	-	100.00
<b>Total</b>			-	2.55	-	100.00	-	102.55
<b>Redemption of non convertible debentures</b>								
Wind Four Renergy Pvt. Ltd.			6,567.00	-			6,567.00	-
Wind Five Renergy Pvt. Ltd.			3,979.00	-			3,979.00	-
<b>Total</b>			10,546.00	-			10,546.00	-
<b>Interest income on inter corporate deposits</b>								
Inox Wind Limited	29.71	-					29.71	-
Inox FMCG Private Limited					-	1.38	-	1.38
Wind One Renergy Pvt. Ltd.			0.05	0.04			0.05	0.04
Wind Two Renergy Pvt. Ltd.			-	0.10			-	0.10
Wind Three Renergy Pvt. Ltd.			8.32	1.35			8.32	1.35
Wind Four Renergy Pvt. Ltd.			99.69	0.10			99.69	0.10
Wind Five Renergy Pvt. Ltd.			59.69	0.10			59.69	0.10
<b>Total</b>	29.71	-	167.75	1.69	-	1.38	197.46	3.07
<b>Interest income on non convertible debentures</b>								
Wind Four Renergy Pvt. Ltd.			19.91	-			19.91	-
Wind Five Renergy Pvt. Ltd.			67.33	-			67.33	-
<b>Total</b>			87.24	-			87.24	-
<b>Advances given towards purchase of assets</b>								
Inox Wind Limited	70,439.60	-					70,439.60	-
Inox Wind Infrastructure Services Limited	16,748.98	-					16,748.98	-
<b>Total</b>	87,188.58	-					87,188.58	-



# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

Particulars	Subsidiary and Fellow Subsidiary Companies		Associates/Joint Venture		KMP and Enterprises over which KMP or his relatives have significant influence		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
<b>Interest income on (capital advances)</b>								
Inox Wind Infrastructure Services Limited	962.65	-					962.65	-
Inox Wind Limited	3,843.28	-					3,843.28	-
<b>Total</b>	<b>4,805.93</b>	<b>-</b>					<b>4,805.93</b>	<b>-</b>
<b>Guarantees given</b>								
Inox Wind Infrastructure Services Limited	41,793.16	-					41,793.16	-
Inox Wind Limited	1,500.00	-					1,500.00	-
<b>Total</b>	<b>43,293.16</b>	<b>-</b>					<b>43,293.16</b>	<b>-</b>
<b>Interest paid on advances from customers</b>								
Gujarat Fluorochemicals Limited	4,805.93	-					4,805.93	-
<b>Total</b>	<b>4,805.93</b>	<b>-</b>					<b>4,805.93</b>	<b>-</b>
<b>Reimbursement of expenses paid / Payments made on behalf of the Group</b>								
Devansh Gases Private Limited					-	7.32	-	7.32
GFL Limited	-	3.20					-	3.20
Gujarat Fluorochemicals Limited	650.66	-					650.66	-
<b>Total</b>	<b>650.66</b>	<b>3.20</b>			<b>-</b>	<b>7.32</b>	<b>650.66</b>	<b>10.52</b>
<b>Reimbursement of expenses received / Payments made on behalf by the Group</b>								
Inox Leisure Limited	8.08	-					8.08	-
Inox Renewables Limited	8.23	-					8.23	-
Inox Wind Limited	159.53	-					159.53	-
Inox Wind Infrastructure Services Limited	359.99	-					359.99	-
Gujarat Fluorochemicals Limited	0.77	2.43					0.77	2.43
GFL Limited	114.83	-					114.83	-
Inox Air Products Private Limited					-	8.37	-	8.37
<b>Total</b>	<b>651.43</b>	<b>2.43</b>			<b>-</b>	<b>8.37</b>	<b>651.43</b>	<b>10.80</b>
<b>Guarantee commission paid</b>								
Gujarat Fluorochemicals Limited	328.38	-					328.38	-
<b>Total</b>	<b>328.38</b>	<b>-</b>					<b>328.38</b>	<b>-</b>
<b>Rent received</b>								
Inox Wind Limited	72.39	-					72.39	-
Inox Leisure Limited	29.69	-					29.69	-
Inox Air Products Private Limited	-	-			75.19	144.90	75.19	144.90
Gujarat Fluorochemicals Limited	-	57.50					-	57.50
GFL Limited	-	69.00					-	69.00
Others	3.30	-	-	0.76	-	0.72	3.30	1.48
<b>Total</b>	<b>105.38</b>	<b>126.50</b>	<b>-</b>	<b>0.76</b>	<b>75.19</b>	<b>145.62</b>	<b>180.57</b>	<b>272.88</b>
<b>Rent paid</b>								
Inox Air Products Private Limited					-	3.40	-	3.40
Rajni Farms Pvt. Ltd.					12.00	12.00	12.00	12.00
Devansh Gases Private Limited					-	24.00	-	24.00
Mr. D.K. Sachdeva					-	1.20	-	1.20
Gujarat Fluorochemicals Limited	105.38	-					105.38	-
<b>Total</b>	<b>105.38</b>	<b>-</b>			<b>12.00</b>	<b>40.60</b>	<b>117.38</b>	<b>40.60</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

Particulars	Subsidiary and Fellow Subsidiary Companies		Associates/Joint Venture		KMP and Enterprises over which KMP or his relatives have significant influence		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
<b>O&amp;M Charges &amp; Lease Rents paid</b>								
Inox Air Products Private Limited					200.85	194.93	200.85	194.93
Inox Wind Infrastructure Services Limited	487.25	-					487.25	-
<b>Total</b>	<b>487.25</b>	<b>-</b>			<b>200.85</b>	<b>194.93</b>	<b>688.10</b>	<b>194.93</b>

Transaction with shareholder having significant influence in a subsidiary which was a part of Chemical Business  
Undertaking transferred and vested with Gujarat Fluorochemicals Limited:

(₹ in Lakhs)

Particulars	2019-20	2018-19
<b>Royalty Expense</b>		
Global Mines SARL, Morocco	46.32	62.23

**B) Amounts outstanding****a) Amounts payable**

GFL Limited	-	13.19			-	13.19		
Inox India Private Limited					203.49	327.34	203.49	327.34
Inox Air Products Private Limited					224.05	153.52	224.05	153.52
Gujarat Fluorochemicals Limited	152.58	0.77					152.58	0.77
Inox Wind Infrastructure Services Limited	150.21	-					150.21	-
Inox Wind Limited	2,663.88	-					2,663.88	-
Refron Valves Limited					0.17		0.17	-
<b>Total</b>	<b>2,966.67</b>	<b>13.96</b>			<b>427.71</b>	<b>480.86</b>	<b>3,394.38</b>	<b>494.82</b>

**b) Advance from customers**

Wind Four Energy Private Limited			1,143.76	1,571.87			1,143.76	1,571.87
Gujarat Fluorochemicals Limited	87,188.58	-					87,188.58	-
<b>Total</b>	<b>87,188.58</b>	<b>-</b>	<b>1,143.76</b>	<b>1,571.87</b>			<b>88,332.34</b>	<b>1,571.87</b>

**c) Interest payable on capital advances**

Gujarat Fluorochemicals Limited	4,325.34	-					4,325.34	-
<b>Total</b>	<b>4,325.34</b>	<b>-</b>					<b>4,325.34</b>	<b>-</b>

**d) Corporate guarantee commission payable**

Gujarat Fluorochemicals Limited	394.25	-					394.25	-
<b>Total</b>	<b>394.25</b>	<b>-</b>					<b>394.25</b>	<b>-</b>

**C) Amounts receivable****a) Trade / other receivables**

Inox Air Products Private Limited					-	4.94	-	4.94
Wind One Energy Private Limited			3,483.72	-			3,483.72	-
Wind Two Energy Private Limited			6,105.60	5,180.00			6,105.60	5,180.00
Wind Three Energy Private Limited			679.38	3,504.19			679.38	3,504.19
Wind Four Energy Private Limited			10,953.13	-			10,953.13	-
Wind Five Energy Private Limited			-	3,090.00			-	3,090.00
Inox India Private Limited					0.64	0.33	0.64	0.33
Gujarat Fluorochemicals Limited	2,996.18	-					2,996.18	-
Inox Leisure Limited	3.70	-					3.70	-
Inox Renewables Limited	19.61	-					19.61	-
Inox Wind Infrastructure Services Limited	1,260.64	-					1,260.64	-
GFL Limited	114.83	-					114.83	-
Inox Wind Limited	3,652.61	-					3,652.61	-
Others	14.44	-	-	4.38			14.44	4.38
<b>Total</b>	<b>8,062.01</b>	<b>-</b>	<b>21,221.83</b>	<b>11,778.57</b>	<b>0.64</b>	<b>5.27</b>	<b>29,284.48</b>	<b>11,783.84</b>

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ In lakhs)

Particulars	Subsidiary and Fellow Subsidiary Companies		Associates/Joint Venture		KMP and Enterprises over which KMP or his relatives have significant influence		Total	
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
<b>b) Inter corporate deposit receivable</b>								
Inox Wind Limited	2,500.00	-					2,500.00	-
Wind One Energy Private Limited			0.45	0.41			0.45	0.41
Wind Three Energy Private Limited			72.57	51.74			72.57	51.74
Wind Four Energy Private Limited			7,178.87	-			7,178.87	-
Wind Five Energy Private Limited			650.26	-			650.26	-
<b>Total</b>	<b>2,500.00</b>	<b>-</b>	<b>7,902.15</b>	<b>52.15</b>			<b>10,402.15</b>	<b>52.15</b>
<b>c) Security deposit receivable</b>								
Rajni Farms Pvt. Ltd.	60.00	60.00					60.00	60.00
<b>Total</b>	<b>60.00</b>	<b>60.00</b>					<b>60.00</b>	<b>60.00</b>
<b>c) Interest accrued</b>								
Inox Wind Limited	26.74	-					26.74	-
Wind One Energy Private Limited			0.12	0.06			0.12	0.06
Wind Three Energy Private Limited			8.73	0.18			8.73	0.18
Wind Four Energy Private Limited			89.72	-			89.72	-
Wind Five Energy Private Limited			53.72	-			53.72	-
<b>Total</b>	<b>26.74</b>	<b>-</b>	<b>152.29</b>	<b>0.24</b>			<b>179.03</b>	<b>0.24</b>
<b>d) Advances for purchase of assets</b>								
Inox Wind Limited	70,439.60	-					70,439.60	-
Inox Wind Infrastructure Services Limited	16,748.98	-					16,748.98	-
<b>Total</b>	<b>87,188.58</b>	<b>-</b>					<b>87,188.58</b>	<b>-</b>
<b>d) Guarantees given</b>								
Inox Wind Infrastructure Services Limited	41,793.16	-					41,793.16	-
Inox Wind Limited	1,500.00	-					1,500.00	-
GFL GM Fluorspar SA	4,337.53	5,051.94					4,337.53	5,051.94
<b>Total</b>	<b>47,630.69</b>	<b>5,051.94</b>					<b>222,240.60</b>	<b>5,052.18</b>

Particulars of amount outstanding with shareholder having significant influence in a subsidiary which was a part of Chemical Business Undertaking transferred and vested with Gujarat Fluorochemicals Limited:

(₹ in Lakhs)

Particulars	As at 31st March, 2019
<b>a) Amounts payable</b>	
Global Mines SARL, Morocco	57.20

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## C) Compensation of Key management personnel

(₹. in Lakhs)

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
(I) Remuneration & Commission paid -		
Mr. V K Jain	717.90	702.67
Mr. D K Jain	610.63	740.67
Mr. P K Jain	-	185.00
Mr. D K Sachdeva	20.06	23.80
Mr. Anand Bhusari	10.96	162.67
Mr. Sanath Kumar Muppirala	72.33	-
Mr. Sanjay Borwankar	8.55	-
Mr. Alok Tandon	148.43	127.67
Mr. Siddharth Jain	123.00	-
Mr. Bhupesh Kumar Juneja	-	83.64
Mr. Devansh Jain	92.64	92.64
Mr. Rajeev Gupta	-	9.99
Mr. Kailash Lal Tarachandani	147.11	128.53
Mr. Manoj Dixit	33.43	28.11
Mr. Vineet Valentine Davis	42.01	40.79
Total	2,027.05	2,326.18
(ii) Director sitting Fees paid	65.35	69.90
(iii) Professional fees paid		
Swarup & Co.	3.85	-
Mr. Deepak Asher	300.00	30.00

The remuneration of directors and Key Management Personnel (KMP) is determined by the Nomination and Remuneration Committee having regard to the performance of individuals and market trends. As the liabilities for the defined benefit plans and other long term benefits are provided on actuarial basis for the Company, the amount pertaining to KMP are not included above. Contribution to Provident Fund (defined contribution plan) is Rs. 42.52 Lakhs (previous year Rs. 44.89 Lakhs) included in the amount of remuneration reported above.

The amount of remuneration reported above includes:

Share options exercised under ESOP of Rs. 15.25 Lakhs (previous year Rs. 12.14 lakhs)

### Notes

- Service transactions with related parties are made at arm's length price.
- Amounts outstanding are unsecured and will be settled in cash or receipts of goods and services.
- No expense has been recognised for the year ended 31st March, 2020 and 31st March, 2019 for bad or doubtful trade receivables in respect of amounts owed by related parties.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

## 46. Treasury shares in case of Inox Leisure Limited (ILL):

Pursuant to the Composite Scheme of Amalgamation ("Scheme") of ILL's subsidiary Fame India Limited ("Fame") and subsidiaries of Fame with ILL, which was operative from 1st April, 2012, ILL had allotted fully paid up 3,45,62,206 equity shares of Rs. 10 each to the shareholders of the transferor companies on 10th July, 2013, including fully paid up 2,44,31,570 equity shares of Rs. 10 each to INOX Benefit Trust ("Trust") towards shares held by ILL in Fame. These shares are held by the Trust exclusively for the benefit of ILL.

Particulars of shares of ILL held by the Trust, at cost, are as under:

Particulars	As at 31st March, 2020	As at 31st March, 2019
No. of shares	4,350,092	4,350,092
Cost (Rs. in lakhs)	3,266.98	3,266.98

ILL's interest in the Trust, being akin to Treasury Shares, in accordance with their substance and economic reality, is deducted from Total Equity. Any profit or loss arising from sale of Treasury Shares by the Trust will be recorded separately as 'Reserve on sale of Treasury Shares' in other equity, being transactions relating to the capital of ILL.

## 47. Exceptional Items:

Particulars	(Rs. in Lakhs)	
	Year ended 31st March, 2020	Year ended 31st March, 2019
Expenses		
(a) Provision towards entertainment tax along with interest due to High Court order passed against entertainment tax exemption in respect of one of the multiplexes of the Group (see Note below)	—	499.69
Net Exceptional Items	—	499.69

Note:

During the previous year, in respect of one of the multiplexes of the Group, the jurisdictional High Court had passed an order against the Group in respect of grant of entertainment tax exemption. Even though the Group has taken appropriate legal steps in this regard, an amount of Rs. 410.00 Lakhs towards entertainment tax exemption recognized, alongwith interest of Rs. 89.69 Lakhs payable thereon was charged to the Statement of Profit and Loss. The amount payable, representing the entertainment tax refund received in earlier years and interest payable thereon, aggregating to Rs. 337.19 Lakhs (31st March, 2019 :Rs 314.69 Lakhs) is included under 'Other current liabilities' as a separate line item.

## 48. Segment information

### 48.1 The Group has following business segments:

- "Chemicals - Comprising of Refrigeration gases, Caustic soda, Chloromethane, polytetrafluoroethylene (PTFE), Fluoropolymers, Fluoromonomers, Specialty Fluorointermediates, Specialty Chemicals and allied activities."
- Wind Energy Business – Comprising of manufacture and sale of Wind Turbine Generators (WTGs), providing related Erection, Procurement & Commissioning (EPC), Common Infrastructure Facilities, development of wind farms and Operation & Maintenance (O&M) services.
- Power - Comprising of Power Generation.
- Theatrical Exhibition – Comprising of operating and managing multiplex cinema theatres.

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

The amount of expenditure capitalized in the Consolidated Financial Results represents cost of WTGs manufactured and services for their erection and commissioning provided by Wind Energy Business segment and capitalized in other segments.

#### 48.2 Inter-segment revenue comprises of:

- Wind Turbine Generators manufactured by Wind Energy business segment (including Erection and Commissioning services), capitalized as PPE in other segments and is priced at estimated market value.
- Operations & Maintenance services provided by Wind Energy business segment to other segments and is priced at estimated market value.

**48.3** The entire revenue of Wind Energy Business segment is from domestic market. In respect of power segment, the entire production is indigenously sold. All multiplexes/theatres are located in India.

Chemicals business is operated in two geographical markets viz. domestic and overseas markets. The main manufacturing facilities of chemicals business in India are common for India and overseas market and hence it is not possible to directly attribute or allocate on a reasonable basis the expenses, assets and liabilities to these geographical segments. In respect of power segment, the entire production is indigenously sold. All multiplexes/theatres are located in India. The entire revenue of WTG segment is from domestic market. The disclosures regarding geographical segments are made accordingly.

#### 48.4 Information about Primary (Business) Segments.

(₹ In Lakhs)

Sr. No.	Particulars	2019-2020	2018-2019
1	Segment Revenue		
i.	Chemicals	267,861.23	272,926.43
ii.	Wind Energy Business	71,318.42	136,482.00
iii.	Power	682.00	1,939.71
iv.	Theatrical Exhibition	188,956.00	168,398.61
v.	Others, Un-allocable and Corporate	367.62	460.01
	Total Segment Revenue	529,185.27	580,206.76
	Less : Inter Segment Revenue		
	Wind Energy Business	(3,611.97)	(18,285.52)
	Total External Revenue	525,573.30	561,921.24
2	Segment Result		
i.	Chemicals	55,284.75	70,181.69
ii.	Wind Energy Business	(23,630.69)	1,399.68
iii.	Power	(1,185.00)	(300.00)
iv.	Theatrical Exhibition	21,204.00	20,268.69
	Total Segment Result	51,673.06	91,550.06
	Add/(Less): Un-allocable Income/(Expenses) (Net)	2,842.12	10,578.57
	Less: Finance cost	34,010.47	22,498.75
	Total Profit before tax and exceptional items	20,504.71	79,629.88

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ in lakhs)

Sr. No.	Particulars	2019-2020	2018-2019
3	Other information		
I	Segment Assets		
i.	Chemicals	652,624.74	509,631.70
ii.	Wind Energy Business	412,564.31	360,286.70
iii.	Power	61,437.53	52,867.39
iv.	Theatrical Exhibition	158,646.69	140,858.00
v.	Others,Un-allocable and Corporate	79,131.57	116,668.57
	Total Segment Assets	1,364,404.84	1,180,312.36
II	Segment Liabilities		
i.	Chemicals	271,159.56	44,331.46
ii.	Wind Energy Business	215,619.43	120,516.90
iii.	Power	1,669.31	1,468.44
iv.	Theatrical Exhibition	30,146.47	32,016.90
v.	Others,Un-allocable and Corporate	115,378.31	255,459.79
	Total Segment Liabilities	633,973.08	453,793.49
III	Segment Capital Employed		
i.	Chemicals	381,465.18	465,300.24
ii.	Wind Energy Business	196,944.88	239,769.80
iii.	Power	59,768.22	51,398.95
iv.	Theatrical Exhibition	128,500.22	108,841.10
v.	Others,Un-allocable and Corporate	(36,246.74)	(138,791.22)
	Total Segment Capital Employed	730,431.76	726,518.87
IV	Capital Expenditure (Including Capital Advances)		
i.	Chemicals	119,605.97	50,586.77
ii.	Wind Energy Business	27,049.61	13,682.35
iii.	Power	(16,150.47)	2,242.43
iv.	Theatrical Exhibition	21,297.65	24,979.00
v.	Others,Un-allocable and Corporate	—	—
	Total Capital Expenditure (Including Capital Advances)	151,802.76	91,490.55

# Notes to the Consolidated financial statements

for the year ended March 31, 2020

(₹ in lakhs)

Sr. No.	Particulars	2019-2020	2018-2019
V	Depreciation & Amortization		
i.	Chemicals	18,996.53	16,233.41
ii.	Wind Energy Business	8,423.17	6,637.17
iii.	Power	689.66	689.92
iv.	Theatrical Exhibition	11,135.20	9,906.03
v.	Others,Un-allocable and Corporate	65.32	79.77
	Total Depreciation & Amortization	39,309.88	33,546.30
VI	Non-cash expenses (other than depreciation)		
I.	Chemicals	498.97	(1,139.89)
ii.	Wind Energy Business	583.01	—
iii.	Power	—	3.55
iv.	Theatrical Exhibition	(334.96)	(414.76)
v.	Others,Un-allocable and Corporate	(12.60)	—
	Total Non-cash expenses (other than depreciation)	734.42	(1,551.10)

## 49 Earnings Per Share

Particulars	2019-2020	2018-2019
Profit for the year (Rs. In lakhs)	11318.21	69,633.92
Equity shares outstanding at the beginning & at the end of the year – (Nos.)	9993467	9993467
Nominal value of each share – (in Rs)	10.00	10.00
Basic and Diluted Earnings per share (in Rs.)	113.26	696.79

As per our report of even date attached  
For **S.C. BANDI & CO.**  
Chartered Accountants  
Firm's Registration No. 130850W

**S.C.BANDI**  
Proprietor  
Membership No. 16932

Place: Mumbai  
Date: 23rd November, 2020

**VIJAY SAXENA**  
Company Secretary

On behalf of the Board of Directors

**P.K. Jain**  
Managing Director  
DIN: 00030098

**Siddharth Jain**  
Director  
DIN: 00030202

Place: Mumbai  
Date: 23rd November, 2020







held on Wednesday, the 30th day of December 2020, at 10:00 a.m. at Ceejay House, 7th Floor, Dr. Annie Besant Road, Worli, Mumbai-400018 and at any adjournment thereof in respect of such resolutions as are indicated below.

Resolution Number	Resolution	Vote (Optional see Note 2) (Please mention no. of shares)		
		For	Against	Abstain
<b>Ordinary business</b>				
1 a	Adoption of Audited Standalone Financial Statements of the Company for the Financial Year ended 31st March, 2020, the report of Auditors thereon and the report of the Board of Directors for the said year; and			
1 b	Adoption of Audited Consolidated Financial Statements of the Company for the Financial Year ended 31st March, 2020 and the report of the Auditors thereon.			
2.	Ratify and confirm the payment of Interim Dividend as Final Dividend for the Financial Year 2019-20.			
3.	Appointment of Director in place of Mr. Siddharth Jain, (DIN: 00030202) who retires by rotation and, being eligible, seeks re-appointment.			
4.	Approval to give loan to Inox Wind Limited under Section 185 of the Companies Act, 2013.			
5.	Approval to give loan to Inox Leisure Limited under Section 185 of the Companies Act, 2013.			

Signed this                      day of                      2020.

Affix Re 1/- Revenue Stamp
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\_\_\_\_\_  
Signature of Shareholder

\_\_\_\_\_  
Signature of Proxy Holder(s)

Notes:

- This form of proxy, in order to be effective, should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**
- It is optional to indicate your preference. If you leave the 'For', 'Against' or 'Abstain' column blank against any or all of the resolutions, your proxy will be entitled to vote in the manner as he/she may deem appropriate.

# INOX LEASING AND FINANCE LIMITED

(CIN: U65910MH1995PLC085703)

Registered Office: 69, Jolly Maker Chambers 2, Nariman Point, Mumbai 400021

## ATTENDANCE SLIP

(To be handed over at the entrance of Meeting Hall)

Folio No.	
No. of Shares	

DP Id*	
Client Id*	

Name and address of the Shareholder/Proxy \_\_\_\_\_

I hereby record my presence at the Twenty-fifth Annual General Meeting of the Company on 30th December, 2020 at 10.00 a.m. at Ceejay House, 7th Floor, Dr. Annie Besant Road, Worli, Mumbai 400018.

\_\_\_\_\_  
Signature of the shareholder or proxy

\*Applicable for members holding shares in electronic form

## ROUTE MAP TO THE VENUE OF THE ANNUAL GENERAL MEETING



