

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

1. The Group and nature of its operations:

Marico Limited (herein after referred to as 'the Company'), headquartered in Mumbai, Maharashtra, India, together with its subsidiaries is referred as 'Marico' or 'Group'. Marico carries on business in branded consumer products. In India, Marico manufactures and markets products under the brands such as Parachute, Parachute Advanced, Nihar, Nihar Naturals, Saffola, Hair & Care, Revive, Mediker, Livon, Set-wet and Code 10 etc. Marico's international portfolio includes brands such as Fiancée, Hair Code, Caivil, Hercules, Black Chic, Ingwe, X-men, Thuan Phat etc.

2. Summary of significant accounting policies:

(a) Basis of preparation of Financial Statements

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles (GAAP) in India under the historical cost convention on accrual basis. Pursuant to Section 133 of Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 till the standards of accounting or any addendum thereto are prescribed by the Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) of the Companies Act, 1956 [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Revised Schedule III to the Companies Act, 2013. Based on the nature of the product and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve (12) months for the purpose of current or non-current classification of assets and liabilities.

(b) Basis of preparation of Consolidated Financial Statements

The Consolidated Financial Statements relate to the Company, its subsidiaries and jointly controlled

entity and have been prepared on the following basis:

- (i) In respect of Subsidiary companies, the financial statements have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions and resulting unrealised profits / losses as per Accounting Standard (AS 21) "Consolidated Financial Statements". The results of subsidiary companies are included from the date of acquisition of a controlling interest.
- (ii) In case of foreign subsidiaries, being Non-Integral Foreign Operations, revenue items are consolidated at the average rate prevailing during the year. All asset and liabilities are converted at the rate prevailing at the end of the year. The resultant translation gains and losses are shown separately as 'Foreign Currency Translation Reserve' under 'Reserves and Surplus'.
- (iii) The excess of cost to the Group of its investments in subsidiary companies over its share of equity and reserves of its subsidiary companies at the dates, on which investments are made, is recognized in the financial statements as Goodwill. The excess of Group's share of equity and reserves of its subsidiary companies over the cost of acquisition is treated as Capital Reserve. As at each Balance Sheet date, an assessment is done as to whether there is any indication that goodwill on consolidation may be impaired. If any such indication exists, an estimate of the recoverable amount is made. The goodwill on consolidation is impaired when the carrying value exceeds the recoverable amount.
- (iv) Minority interest in the net assets of consolidated subsidiaries consist of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investments.

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(v) Interests in Joint Ventures have been accounted by using the proportionate consolidation method as per Accounting Standard 27 – “Financial Reporting of Interests in Joint Ventures” notified by Companies (Accounting Standards) Rules, 2006.

(vi) The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Company’s separate financial statements, except in case of Marico Middle East FZE and Marico Malaysia Sdn. Bhd., where costs of inventories are ascertained on First In First Out basis instead of weighted average basis. These inventories represent 0.28% (0.06%) of the total consolidated inventories of the Group as at the year end.

(c) Use of estimates

The preparation of the financial statements in conformity with GAAP requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, the useful lives and impairment of fixed assets and intangible assets

Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Future results could differ from these estimates.

(d) Tangible assets, intangible assets and capital work-in-progress

Tangible assets and intangible assets are stated at cost of acquisition, less accumulated depreciation/amortisation and impairments, if any. Cost includes taxes, duties, freight and other incidental expenses related to acquisition and installation. Borrowing costs attributable to acquisition, construction of qualifying asset are capitalised until such time as the

assets are substantially ready for their intended use. Other pre-operative expenses for major projects are also capitalised, where appropriate.

Items of fixed assets that have been retired from active use and are held for disposal are stated at lower of their net book value or net realizable value and are shown separately in the financial statements. Any expected loss is recognized immediately in the Statement of Profit and Loss. Capital work-in-progress comprises cost of fixed assets that are not yet ready for their intended use at the year end.

(e) Depreciation and amortisation

I. Tangible assets

(i) Depreciation is provided on a straight line basis, based on useful life of the assets prescribed in Schedule II to the Companies Act, 2013.

However based on the technical evaluation, the useful life considered for the following items are lower than the life stipulated in Schedule II to the Companies Act, 2013:

Assets	Useful Life (Years)
Motor Vehicle – Motor Car, Bus and Lorries, Motor Cycle, Scooter	5
Office equipment - Mobile and Communication tools	2
Computer – Server and Network	3
Plant & Machinery – Moulds	3 to 5

(ii) Extra shift depreciation is provided on “Plant” basis.

(iii) Depreciation in respect of assets of foreign subsidiaries is provided on a straight line basis based on useful life of the assets as estimated by the Management which are as under:

Assets	Useful Life (Years)
Factory and office buildings	5 to 25
Plant and machinery	2 to 15
Furniture and fixtures (including leasehold improvements)	2 to 15
Vehicles	3 to 10

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- (iv) Assets individually costing ₹ 25,000 or less are depreciated fully in the year of acquisition.
- (v) Leasehold land is amortized over the primary period of the lease.
- (vi) Fixtures in leasehold premises are amortized over the period of the lease.
- (vii) Depreciation on additions / deletions during the year is provided from the month in which the asset is capitalised / up to the month in which the asset is disposed off.

II. Intangible assets

Intangible assets are amortised on a straight line basis over the estimated useful lives of respective assets, but not exceeding the useful lives given here under:

Assets	Useful Life (Years)
Trademarks, copyrights and business and commercial rights and other intangibles	7 to 10
Computer software	2 to 3

A rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use is considered by the Management.

(f) Assets taken on lease

Operating lease payments are recognized as expenditure in the Statement of Profit and Loss as per the terms of the respective lease agreement.

(g) Assets given on lease

In respect of Plant and Equipment and Investment Property given on operating lease basis, lease rentals are accounted on accrual basis in accordance with the respective lease agreements.

(h) Investments

- (i) Long term investments are valued at cost. Provision for diminution, if any, in the value of investments is made to recognise a decline in value, other than temporary.
- (ii) Current investments are valued at lower of cost and fair value, computed individually for

each investment. In case of investments in mutual funds, net asset value is taken as fair value.

- (iii) Investment property: Investment in land use right and buildings that are not intended to be occupied substantially for use by, or in the operations of the Company, have been classified as Investment property. Investment properties are carried at cost less amortization or impairment loss, if any.

(i) Inventories

- (i) Raw materials, packing materials, stores and spares and consumables are valued at lower of cost and net realizable value. However, these items are not written down below cost if the finished products in which they will be used are expected to be sold at or above cost.
- (ii) Work-in-progress, finished goods, and stock-in-trade (traded goods) are valued at lower of cost and net realizable value.
- (iii) By-products and unserviceable / damaged finished goods are valued at net realizable value.
- (iv) Cost is ascertained on weighted average method and in case of work-in-progress includes appropriate production overheads and in case of finished goods includes appropriate production overheads and excise duty, wherever applicable. In case of Marico Middle East FZE and Marico Malaysia Sdn. Bhd. costs of inventories are ascertained on First In First Out basis instead of weighted average basis.
- (v) Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost of completion and estimated cost necessary to make the sale.

(j) Research and development

Capital expenditure on research and development is capitalised and depreciated as per the accounting policy mentioned in note 2(d) and 2(e) above. Revenue expenditure is charged off in the year in which it is incurred

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(k) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific criteria must also be met before revenue is recognized:

- (i) Domestic sales are recognized at the point of dispatch of goods to the customers, which is when substantial risks and rewards of ownership are passed to the customers, and are stated net of trade discounts, rebates, sales tax, value added tax and excise duty.
- (ii) Export sales are recognized based on the date of bill of lading, except sales to Nepal, which are recognized when the goods cross the Indian Territory, which is when substantial risks and rewards of ownership are passed to the customers.
- (iii) Revenue from services is recognized on rendering of the services.
- (iv) Interest and other income are recognized on accrual basis.
- (v) Income from export incentives such as premium on sale of import licences, duty drawback etc. are recognized on accrual basis to the extent the ultimate realisation is reasonably certain.
- (vi) Dividend income is recognized if right to receive dividend is established by the reporting date.

(l) Retirement and other benefits to employees

(i) Gratuity

Liabilities with regard to the gratuity benefits payable in future are determined by actuarial valuation at each Balance Sheet date using the Projected Unit Credit method. Actuarial gains and losses arising from changes in actuarial assumptions are recognized in the Statement of Profit and Loss in the period in which they arise. Gratuity liability in respect of Marico Limited is funded and in respect of other subsidiaries is unfunded.

(ii) Superannuation

The Company makes contribution to the Superannuation Scheme, a defined contribution scheme, administered by insurance companies. The Company has no obligation to the scheme beyond its monthly contributions.

(iii) Leave encashment / Compensated absences

The Company provides for the encashment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment / availment. The liability is provided based on the number of days of unutilised leave at each Balance Sheet date on the basis of an independent actuarial valuation.

(iv) Provident fund

Provident fund contributions are made to a trust administered by the Company. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of the year and any shortfall in the fund size maintained by the Trust set up by the Company is additionally provided for. Actuarial losses and gains are recognized in the Statement of Profit and Loss in the year in which they arise.

(m) Foreign currency transactions

- (i) Transactions in foreign currencies are recognized at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognized in the Statement of Profit and Loss.
- (ii) Foreign currency monetary assets and liabilities at the year end are translated at the year end exchange rates and the resultant exchange differences except those qualifying for hedge accounting are recognized in the Statement of Profit and Loss.
- (iii) In case of forward contracts with underlying assets or liabilities, the difference between the forward rate and the exchange rate on the date of inception of a forward contract

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is recognized as income or expense and is amortized over the life of the contract. Exchange differences on such contracts are recognized in the Statement of Profit and Loss in the year in which they arise. Any profit or loss arising on cancellation or renewal of forward exchange contracts are recognized as income or expense for the period.

- (iv) The Company uses forward and options contracts to hedge its risks associated with foreign currency transactions relating to certain firm commitments and forecasted transactions. The Company also uses Interest rates swap contracts to hedge its interest rate risk exposure. The Company designates these as cash flow hedges. These contracts are marked to market as at the year end and resultant exchange differences, to the extent they represent effective portion of the hedge, are recognized directly in 'Hedge Reserve'. The ineffective portion of the same is recognized immediately in the Statement of Profit and Loss
- (v) Exchange differences taken to Hedge Reserve account are recognized in the Statement of Profit and Loss upon crystallization of firm commitments or occurrence of forecasted transactions or upon discontinuation of hedge accounting resulting from expiry / sale / termination of hedge instrument or upon hedge becoming ineffective.

(n) Accounting for taxes on income

- (i) Current income tax expense comprises taxes on income from operations in India and in foreign jurisdictions. For Marico Limited and its Indian subsidiaries, Minimum Alternative Tax (MAT) credit, which is equal to the excess of MAT (calculated in accordance with provisions of Section 115JB of the Income Tax Act, 1961) over normal income tax is recognized as an asset by crediting the Statement of Profit and Loss only when and to the extent there is convincing evidence that the Company will be able to avail the said credit against normal tax payable during the period of ten succeeding assessment years.

- (ii) Deferred tax expense or benefit is recognized on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognized only to the extent that there is virtual certainty that sufficient future taxable income will be available to realize such assets. In other situations, deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realize these assets.

(o) Impairment

Assessment is done at each Balance Sheet date as to whether there is any indication that an asset (tangible or intangible) may be impaired. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the asset / cash generating unit is made. Assets whose carrying value exceeds the recoverable amounts are written down to the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased.

(p) Employee Stock Option Plan

In respect of stock options granted pursuant to the Company's Employee Stock Option Scheme, the intrinsic value of the options (excess of market

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value of shares over the exercise price of the option at the date of grant) is recognized as employee compensation cost over the vesting period.

(q) Employee Stock Appreciation Rights Scheme

In respect of Employee Stock Appreciation Rights granted pursuant to the Company's Employee Stock Appreciation Rights Plan, 2011, the intrinsic value of the rights (excess of market value as at the year end and the Grant price) is recognized as employee compensation cost over the vesting period after amounts adjusting for the difference between the amounts due from the Trust and the loan advanced to the Trust.

(r) Utilization of Securities Premium Reserve

The Securities Premium Reserve is utilised for paying up unissued shares of the Company to be issued as fully paid bonus shares, writing off preliminary expenses, writing off expenses on issue of shares or debentures and writing off premium on redemption of any redeemable preference shares or debentures of the Company.

(s) Provisions and Contingent Liabilities

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the year end date. Contingent Assets are not recognized or disclosed in the financial statements.

(t) Cash and Cash Equivalents

Cash and cash equivalents for the purpose of Cash Flow Statement comprise cash on hand and cash at bank including fixed deposit with original maturity period of 3 months or less and short term highly liquid investment with original maturity of three months or less.

(u) Earnings Per Share

Basic earnings per share, is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

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3. Subsidiaries considered in these Consolidated Financial Statements:

(i) List of subsidiary companies:

Name of the Company	Effective date for Acquisition / Incorporation	Holding Company	Country of incorporation	Percentage of ownership interest*
Marico Bangladesh Limited (MBL)	September 6, 1999	Marico Limited	Bangladesh	90 (90)
Marico Middle East FZE (MME)	November 8, 2005	Marico Limited	UAE	100 (100)
Marico Bangladesh Industries Limited (MBLIL)	August 2, 2003	MME	Bangladesh	100 (100)
Egyptian American Company for Investment and Industrial Development SAE (EAIIDC)	December 19, 2006	MME	Egypt	100 (100)
Marico Malaysia Sdn. Bhd. (MMSB)	December 4, 2009	MME	Malaysia	100 (100)
MEL Consumer Care SAE (MELCC)	October 1, 2006	MME	Egypt	100 (100)
Marico Egypt Industries Company (MEIC)	January 1, 2008	MELCC	Egypt	100 (100)
Marico South Africa Consumer Care (Pty) Limited (MSACC)	October 17, 2007	Marico Limited	South Africa	100 (100)
Marico South Africa (Pty) Limited (MSA)	November 1, 2007	MSACC	South Africa	100 (100)
International Consumer Products Corporation (ICP) (Refer Note (iv) below)	February 18, 2011	Marico Limited	Vietnam	100 (100)
Beaute Cosmetique Societe Par Actions (BCS) (Refer Note (vi) below)	February 18, 2011	ICP	Vietnam	Nil (99)
Thuan Phat Foodstuff Joint Stock company (TPF)	February 18, 2011	ICP	Vietnam	99.99 (99.99)
Marico Consumer Care Limited (MCCL)	April 20, 2012	Marico Limited	India	100 (100)
Halite Personal Care India Private Limited (A Company under Voluntary Liquidation)	May 29, 2012	MCCL	India	Nil (Nil)
Marico Innovation Foundation (MIF) (Refer Note (v) below)	March 15, 2013	Marico Limited	India	N.A. (N.A.)

* Percentage in bracket relate to previous year.

(ii) List of Subsidiary firm:

Name of the Firm	Effective date for acquisition	Holding Company	Country of incorporation	Percentage of ownership interest
MEL Consumer Care & Partners - Wind (Through MELCC)	May 16, 2005	MELCC	Egypt	99 (99)

(iii) List of Jointly Controlled Entity:

Name of the Firm	Effective date for acquisition	Country of incorporation	Percentage of ownership interest
Bellezimo Professionale Products Private Limited (Refer note (vii) below)	October 21, 2015	India	45 (Nil)

(iv) During the previous year ended March 31, 2015, International Consumer Product Corporation, a subsidiary of the Company in Vietnam has bought back its shares resulting into increase in the percentage of the Company's shareholding to 100%.

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- (v) Marico Innovation Foundation (“MIF”), a company incorporated under Section 25 of the Companies Act, 1956 (being a private company limited by guarantee not having share capital) primarily with an objective of fuelling and promoting innovation in India, is a wholly owned subsidiary of the Company with effect from March 15, 2013. Since MIF cannot transfer funds to Marico Limited, it has not been considered for consolidation in accordance with Accounting Standard 21 (AS 21) ‘Consolidated Financial Statements’.
- (vi) During the year, International Consumer Product Corporation, a subsidiary of the Company has divested its entire stake in Beaute Cosmetique Societe Par Actions (BCS) on May 14, 2015. Accordingly the financial statements of BCS are consolidated from April 1, 2015 to May 14, 2015. The profit on sale of this divestment amounting to ₹ 9.62 Crore has been included in Other Income in the Statement of Profit and Loss.
- (vii) The Company has acquired 45% stake in Bellezimo Professionale Products Private Limited, a jointly controlled entity on October 21, 2015. Accordingly, the financial statement of the entity forms part of consolidated financial result for the year ended March 31, 2016 from the said date.

4. Share capital

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Authorised		
1,500,000,000 (1,150,000,000) equity shares of ₹ 1/- each	150.00	115.00
65,000,000 (100,000,000) preference shares of ₹ 10/- each	65.00	100.00
Total	215.00	215.00
Issued, subscribed and paid-up		
1,290,171,198 (644,981,999) equity shares of ₹ 1/- each fully paid-up	129.02	64.50
Total	129.02	64.50

a. Reconciliation of number of shares

Equity Shares :

Particulars	As at March 31, 2016		As at March 31, 2015	
	Number of shares	₹ Crore	Number of shares	₹ Crore
Balance as at the beginning of the year	644,981,999	64.50	644,872,999	64.49
Add: Shares Issued during the year - ESOP (Refer note (d) below)	103,600	0.01	109,000	0.01
Add: Bonus Shares issued during the year (Refer note (e) below)	645,085,599	64.51	-	-
Balance as at the end of the year	1,290,171,198	129.02	644,981,999	64.50

b. Rights, preferences and restrictions attached to shares:

Equity Shares: The Company has one class of equity shares having a par value of ₹ 1 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

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c. **Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company (Refer note (e) below)**

Name of Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares of ₹ 1/- each fully paid-up				
Harsh C Mariwala with Kishore V Mariwala (For Valentine Family Trust)	146,752,000	11.37	73,376,000	11.38
Harsh C Mariwala with Kishore V Mariwala (For Aquarius Family Trust)	146,752,000	11.37	73,376,000	11.38
Harsh C Mariwala with Kishore V Mariwala (For Taurus Family Trust)	146,752,000	11.37	73,376,000	11.38
Harsh C Mariwala with Kishore V Mariwala (For Gemini Family Trust)	146,752,000	11.37	73,376,000	11.38
First State Investments Services (UK) Ltd (along with Persons acting in concert)	108,091,457	8.38	31,128,195	4.83
Arisaig Partners (Asia) Pte Ltd A/c Arisaig India Fund Ltd.	35,169,950	2.73	33,278,269	5.16

d. **Shares reserved for issue under options :**

The Corporate Governance Committee of the Board of Directors of Marico Limited had granted Stock Options to certain eligible employees pursuant to the Marico 'Employees Stock Options Scheme 2007' ("Scheme"). Each option represents 1 equity share in the Company. The Vesting period and the Exercise Period, both range from 1 year to 5 years. The Scheme was administered by the Corporate Governance Committee comprising Independent Directors. The Scheme closed on February 1, 2013.

	As at March 31, 2016	As at March 31, 2015
Marico ESOS 2007		
Weighted average share price of options exercised	57.46	55.40
Number of options granted, exercised, and forfeited		
Balance as at beginning of the year	103,600	212,600
Granted during the year	-	-
Less : Exercised during the year	103,600	109,000
Forfeited / lapsed during the year	-	-
Balance as at end of the year	-	103,600

During the previous year ended March 31, 2015, the Company implemented the Marico Employee Stock Option Scheme 2014 ("Marico ESOS 2014") and Marico MD CEO Employee Stock Option Plan 2014 ("MD CEO ESOP Plan 2014").

Marico ESOS 2014 was approved by the shareholders during the year ended March 31, 2014, enabling the grant of 300,000 stock options to the Chief Executive Officer of the Company (Currently designated as MD & CEO). Pursuant to the said approval, on April 1, 2014 the Company granted 300,000 stock options to the MD & CEO of the Company, at an exercise price of ₹1 per option. Each option represents 1 equity share in the Company. The Vesting Period is 2 years from the date of grant and the Exercise Period is 1 year from the date of vesting.

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	As at March 31, 2016	As at March 31, 2015
Marico ESOS 2014		
Weighted average share price of options exercised	-	-
Number of options granted, exercised, and forfeited		
Balance as at beginning of the year	300,000	-
Adjustment on account of bonus issue (Refer note (e) below)	300,000	-
Granted during the year	-	300,000
Less : Exercised during the year	-	-
Forfeited / lapsed during the year	-	-
Balance as at end of the year	600,000	300,000

MD CEO ESOP Plan 2014 was approved by the shareholders during the previous year ended March 31, 2015, enabling grant of stock options not exceeding in the aggregate 0.5% of the aggregate number of issued equity shares of the Company, from time to time. The Plan envisages to grant stock options to the Managing Director & CEO on an annual basis through one or more Schemes notified under the Plan. Each option represents 1 equity share in the Company. The Vesting Period and the Exercise Period, both range from 1 year to 5 years. Pursuant to the said approval, on January 5, 2015 the Company notified Scheme I under the Plan and granted 46,600 stock options to the Managing Director & CEO, at an exercise price of ₹1 per option. The Vesting Date for Stock Options granted under the Scheme I is March 31, 2017. Further, the Exercise Period is 1 year from the date of vesting.

	As at March 31, 2016	As at March 31, 2015
MD CEO ESOP Plan 2014		
Weighted average share price of options exercised	-	-
Number of options granted, exercised, and forfeited		
Balance as at beginning of the year	46,600	-
Adjustment on account of bonus issue (Refer note (e) below)	46,600	-
Granted during the year	-	46,600
Less : Exercised during the year	-	-
Forfeited / lapsed during the year	-	-
Balance as at end of the year	93,200	46,600
Aggregate of all stock options to current paid-up equity share capital (percentage)	0.05%	0.07%

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The Company has applied the 'intrinsic value' method of accounting for determining compensation cost for its stock based compensation plan. Had the Company considered 'fair value' method for accounting of compensation cost, the Company's net income and Basic and Diluted earnings per share as reported would have increased to the pro-forma amounts as indicated. (Refer note (e) below)

Particulars	For the year ended March 31,2016	For the year ended March 31,2015
Net Profit after tax as reported (₹ Crore)	724.78	573.45
Add : Stock-based employee compensation expense charged as per 'intrinsic value' method (₹ Crore) (Refer Note 28)	3.80	3.27
Less : Stock-based employee compensation expense as per 'fair value' method (₹ Crore)	3.46	2.97
Adjusted pro-forma (₹ Crore)	725.12	573.75
Basic earnings per share as reported	₹ 5.62	₹ 4.45
Pro-forma basic earnings per share	₹ 5.62	₹ 4.45
Diluted earnings per share as reported	₹ 5.61	₹ 4.44
Pro-forma diluted earnings per share	₹ 5.62	₹ 4.45

The following assumptions were used for calculation of fair value of grants (figures in bracket represent previous year):

Particulars	"Marico ESOS 2007 - Vest I"	"Marico ESOS 2007 - Vest II"	Marico ESOS 2014	MD CEO ESOP Plan 2014
Risk-free interest rate (%)	(6.61%)	(7.27%)	8.00%	8.00%
Expected life of options (years)	(5 years)	(5 years)	3 years	3 years and 3 months
Expected volatility (%)	(35.32%)	(36.92%)	26.62%	23.66%
Dividend yield (%)	(1.20%)	(1.20%)	3.50%	3.50%

- e. During the year ended March 31, 2016, the Company has issued 645,085,599 fully paid up bonus equity shares of face value ₹ 1 each in the ratio of 1:1 with record date of December 24, 2015. As a result EPS has been adjusted for reporting as well as for all the comparative periods.

Aggregate number of shares allotted as fully paid up by way of bonus shares	For the year ended March 31,2016	For the year ended March 31,2015
Equity shares allotted as fully paid up bonus shares by capitalization of general reserve	645,085,599	-

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5. Reserves and surplus

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Securities Premium Account		
Balance as at the beginning of the year	407.97	413.15
Add : Receipt on exercise of Employees Stock Options	0.58	0.59
Less: Amount adjusted towards bonus share issue expenses	0.09	-
Less: Premium on redemption of Debentures (net of tax effect of ₹ Nil (Previous year ₹ 2.97 crores))	-	5.77
Balance as at the end of the year	408.46	407.97
Debenture Redemption Reserve		
Balance as at the beginning of the year	-	13.83
Add : Amount transferred from Surplus in the Statement of Profit and Loss	-	11.17
Less: Amount transferred to General Reserve on redemption (Refer note 6 (b))	-	25.00
Balance as at the end of the year	-	-
Employee Stock Options Outstanding Account (Refer note 4 (d))		
Balance as at the beginning of the year	3.27	-
Add : Compensation for options granted during the year	3.80	3.27
Balance as at the end of the year	7.07	3.27
General Reserve		
Balance as at the beginning of the year	363.21	338.21
Less : Transferred to Share Capital on account of issue of bonus shares	64.51	-
Add: Amount transferred from Debenture redemption reserve on redemption	-	25.00
Balance as at the end of the year	298.70	363.21
Hedge Reserve (Refer note 39 (c))		
Balance as at the beginning of the year	(74.97)	(76.30)
Add : Transferred to the Statement of Profit and Loss	65.83	15.65
Less : Adjustments on account of exchange movement	16.33	14.32
Balance as at the end of the year	(25.47)	(74.97)
Foreign Currency Translation Reserve		
Balance as at the beginning of the year	107.39	41.07
Add: Exchange gain/(loss) on translation during the year (Refer Note 2(b)(ii))	(4.05)	66.32
Balance as at the end of the year	103.34	107.39
Surplus in the Statement of Profit and Loss		
Balance as at the beginning of the year	1,677.13	1,289.90
Less : Adjustment pursuant to enactment of Schedule II of Companies Act, 2013 (net of tax effect of ₹ Nil (Previous year ₹ 0.29 crore)) (Refer Note 36)	-	0.54

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Add : Profit for the year	724.78	573.45
Less : Appropriations		
Equity dividend	435.43	161.24
Tax on Equity dividend (net of tax on dividend received from Indian and foreign subsidiaries of ₹ 23.22 Crore (Previous year ₹ 18.96 Crore))	67.04	13.27
Transfer to Debenture Redemption Reserve	-	11.17
Balance as at the end of the year	1,899.44	1,677.13
Adjustment pursuant to the Scheme of Capital Reduction of MCCL (Refer Note 35)	(723.72)	(723.72)
Total	1,967.82	1,760.28

6. Long-term borrowings

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Secured		
Term loan from banks		
- External commercial borrowing from Hongkong Shanghai Banking Corporation	-	168.74
Loan carries interest @ LIBOR plus 2.1% (Previous year LIBOR plus 2.1%) and was secured by (i) Pledge of shares of International Consumer Products Corporation (a Subsidiary company) (ii) First ranking pari passu charge over all current and future plant and machinery and (iii) Mortgage on land and building situated at Andheri, Mumbai (Mortgage was only for previous year).		
The loan was repayable over a period of 6 years commencing from February 11, 2011 as under:-		
1st installment - USD 3 million - payable at the end of 36 months		
2nd installment - USD 3 million - payable at the end of 42 months		
3rd installment - USD 6 million - payable at the end of 48 months		
4th installment - USD 6 million - payable at the end of 54 months		
5th installment - USD 9 million - payable at the end of 60 months		
6th installment - USD 12 million - payable at the end of 66 months		
7th installment - USD 15 million - payable at the end of 72 months		
Total Amount - USD 54 million		
Unsecured		
From Others	0.41	-
Total	0.41	168.74

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

Note:

a) The scheduled maturity of long term borrowings is summarized as under:

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Within one year (Refer note 11 - Current maturities of long term debt)	178.87	93.75
After 1 year but within 2 years	-	168.74
Total	178.87	262.49

b) During the previous year, 1,000, Rated, Listed, Unsecured, Zero Coupon redeemable non-convertible debentures of ₹ 100 crores, were redeemed at a premium calculated at the yield of 8.95% p.a. on XIRR basis. (Refer note 5)

7. Deferred tax liabilities

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Deferred tax assets:		
Provision for doubtful debts / advances that are deducted for tax purposes when written off	1.68	1.00
On intangible assets adjusted against Capital Redemption Reserve and Securities Premium Reserve under the Capital Restructuring scheme implemented in an earlier year (Refer note 13 (iii))	9.41	12.46
Liabilities / provisions that are deducted for tax purposes when paid	18.78	15.43
Other Timing Differences	1.10	1.72
	(A)	30.61
Deferred tax liability:		
Additional depreciation/amortisation on fixed assets for tax purposes due to higher tax depreciation rates	41.13	42.93
	(B)	42.93
Total (B-A)	10.16	12.32

8. Long term provisions

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Provision for employee benefits:		
Leave entitlement (Refer note 37 (B))	1.38	1.20
Gratuity (Refer note 37 (A))	6.22	3.91
Long Service award	1.30	0.60
Total Provision for Employee Stock Appreciation Rights Scheme	3.86	7.19
Less : Accretion in amounts recoverable from the Trust	1.29	4.25
Net Provision (Refer notes 40 (b) and 40 (d))	2.57	2.94
Total	11.47	8.65

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

9. Short-term borrowings

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Secured		
From banks :		
- Cash credit	16.72	8.64
- Export Packing Credit in Rupees (Export Packing Credit is secured by hypothecation of inventory and debtors. It is for a term of two to four months and carry interest rate of bank base rate plus applicable spread less interest subvention of 3%, ranging 5.90% to 6.50% per annum).	15.00	-
- Working Capital demand loan (These are loans taken for terms upto twelve months and carry interest rate of LIBOR plus applicable spread ranging from 0.80% to 1.10% per annum (Previous year 0.80% to 0.90%)). (Partially secured by hypothecation of inventory and debtors of Marico Limited)	14.80	13.97
	46.52	22.61
Unsecured		
- Working capital demand loan (These are loans taken for terms upto twelve months and carried interest rate of LIBOR plus applicable spread ranging from 0.80% to 1.10% per annum (Previous year 0.05% to 2%))	77.96	112.61
- Cash credit	28.31	30.21
	106.27	142.82
Total	152.79	165.43

10. Trade payables

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Trade Payables	669.02	564.32
Total	669.02	564.32

11. Other current liabilities

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Current maturities of long-term debt (Refer note 6 (a) and 6 (b))	178.87	93.75
Payable to related parties	-	0.11
Interest accrued but not due on borrowings	0.13	0.08
Interest accrued and due on borrowings	0.79	1.02
Unclaimed dividend (Refer note below)	0.44	0.27
Book overdraft	12.56	4.37

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Other payables:		
Provision for contractual liabilities	65.38	61.68
Advances from customers	26.92	30.12
Statutory dues including provident fund and tax deducted at source	33.66	29.05
Forward / derivative contracts payables	1.81	1.53
Creditors for capital goods	5.20	4.43
Security deposits from customers and others	0.43	0.25
Employee benefits payable	47.14	48.28
Others	1.74	1.59
Total	375.07	276.53

Note : Amount payable to Investor Education and Protection Fund ₹ Nil (Nil)

12. Short term provisions

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Provision for employee benefits:		
Gratuity (Refer note 37 (A))	3.17	2.82
Leave entitlement (Refer note 37 (B))	8.20	7.53
Total Provision for Employee Stock Appreciation Rights Scheme	16.05	14.26
Less : Accretion in amounts recoverable from the Trust	13.28	11.26
Net Provision (Refer notes 40 (b) and 40 (d))	2.77	3.00
Others	0.40	0.57
	14.54	13.92
Others:		
Income tax - (net of advance tax)	38.07	39.13
Disputed indirect taxes (Refer note (a) and (b) below)	50.64	42.25
Total	103.25	95.30

a) Provision for disputed indirect taxes represents claims against the Company not acknowledged as debts, where management has assessed that unfavourable outcome of the matter is more than probable.

b) Movement in provision for disputed indirect taxes

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Balance as at the beginning of the year	42.25	25.15
Add: Additions during the year	12.41	17.60
Less: Amounts used during the year	4.02	-
Less: Unused amounts reversed during the year	-	0.50
Balance as at the end of the year	50.64	42.25

Notes To Consolidated Financial Statements for the year ended March 31, 2016

13 Fixed Assets

(A) Tangible assets

PARTICULARS	GROSS BLOCK						DEPRECIATION/AMORTISATION						IMPAIRMENT			NET BLOCK
	As at April 1, 2015	Acquisition/ Demerger	Additions	Deductions / Adjustments (Refer note (vi) below)	As at March 31, 2016	As at April 1, 2015	Acquisition/ Demerger	For the Year	Adjustment	Deductions	As at March 31, 2016	Charge / (Reversal) for the year	Adjustment	Deductions	Impairment as at March 31, 2016	As at March 31, 2016
Tangible assets																
Freehold land	16.60	-	0.14	0.68	17.42	-	-	-	-	-	-	-	-	-	-	17.42
Leasehold land	35.69	-	-	(0.37)	35.32	3.43	0.56	-	(0.38)	3.61	-	-	-	-	-	31.71
Buildings (Refer note (i), (ii) and (vii) below)	305.00	-	5.37	(0.79)	309.58	44.41	14.24	-	(0.35)	58.30	0.18	-	-	0.18	-	251.10
Plant and equipment (Refer note (vii) below)	477.07	-	42.53	(4.79)	514.81	227.89	59.08	-	(4.98)	281.99	18.58	6.14	-	0.21	24.93	207.89
Furniture and fixtures	24.41	0.01	2.16	(1.98)	24.60	14.89	2.40	-	(1.86)	15.43	-	-	-	-	-	9.17
Vehicles	6.79	-	0.75	(2.44)	5.10	5.67	0.63	-	(2.29)	4.01	-	-	-	-	-	1.09
Office equipment	13.76	0.01	5.41	(0.73)	18.45	9.00	5.73	-	(1.07)	13.66	-	0.05	-	-	0.05	4.74
Leasehold improvements	1.38	-	-	-	1.38	0.16	-	-	-	0.16	-	-	-	-	-	1.22
TOTAL (A)	880.70	0.02	56.36	(10.42)	926.66	305.45	82.64	-	(10.93)	377.16	18.58	6.37	-	0.21	25.16	524.34

(B) Intangible asset

PARTICULARS	GROSS BLOCK						DEPRECIATION/AMORTISATION						IMPAIRMENT			NET BLOCK
	As at April 1, 2015	Acquisition/ Demerger	Additions	Deductions / Adjustments (Refer note (vi) below)	As at March 31, 2016	As at April 1, 2015	Acquisition/ Demerger	For the Year	Adjustment	Deductions	As at March 31, 2016	Charge / (Reversal) for the year	Adjustment	Deductions	Impairment as at March 31, 2016	As at March 31, 2016
Intangible assets																
Trademarks and copyrights (Refer note (iii), (iv) and (v) below)	70.84	-	-	(2.05)	68.79	45.60	7.73	-	-	53.33	1.55	-	-	(0.63)	0.92	14.54
Other intangibles	0.04	-	-	-	0.04	0.04	-	-	-	0.04	-	-	-	-	-	-
Computer software	32.47	0.12	4.47	0.06	37.12	26.06	4.07	-	0.01	30.16	-	-	-	-	-	6.96
TOTAL (B)	103.35	0.12	4.47	(1.99)	105.95	71.70	11.80	-	0.01	83.53	1.55	-	-	(0.63)	0.92	21.50
Total (A)+(B)	984.05	0.14	60.83	(12.41)	1,032.61	377.15	94.44	-	(10.92)	460.69	20.13	6.37	-	(0.42)	26.08	545.84

- (i) During the previous year ended March 31, 2015, building of net book value of ₹ 12.96 Crore (Gross block of ₹ 13.42 Crore and accumulated depreciation of ₹ 0.46 Crore) was reclassified as assets held for disposal.
- (ii) During the year ended March 31, 2016, building appearing as asset held for disposal of net book value of ₹ 12.74 Crore (Gross block of ₹ 13.42 Crore less accumulated depreciation of ₹ 0.68 Crore) has been reclassified as investment property.
- (iii) During the year ended March 31, 2007, the Company carried out financial restructuring scheme ("Scheme") under the relevant provisions of the Companies Act, 1956 which was approved by the shareholders on February 8, 2007 and subsequently by the Hon'ble High Court vide its order dated March 23, 2007. In terms of the Scheme, the Company adjusted the carrying value of ₹ 448.15 crore of intangible assets such as trademarks, copyrights, business and commercial rights as on January 31, 2007 and related deferred tax adjustment of ₹ 139.06 crore (net adjustment of ₹ 309.09 crore) against the balance in Securities Premium Reserve of ₹ 129.09 crore and Capital Redemption Reserve of ₹ 180 Crore.
- (iv) During the year ended March 31, 2014, Capital Reduction scheme pertaining to Marico Consumer Care Limited ("MCLL") for adjustment of intangible assets aggregating ₹ 723.72 Crore, was duly approved and given effect to (Refer Note 35).
- (v) Trademarks of ₹ 27.83 Crore (₹ 27.65 Crore) are pending registration / recording in name of the Company, in certain countries.
- (vi) Deductions / adjustment of Gross block, depreciation and provision for impairment includes translation difference of ₹ 0.18 Crore (: 0.22 Crore).
- (vii) For additional information on assets given on operating lease (Refer note 38(b)).

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

13 Fixed Assets

(C) Tangible assets

PARTICULARS	GROSS BLOCK					DEPRECIATION/AMORTISATION					IMPAIRMENT			NET BLOCK	
	As at April 1, 2014	Acquisition/ Demerger	Additions	Deductions / Adjustments (Refer note (h) below)	As at March 31, 2015	As at April 1, 2014	For the Year	Adjustment	Deductions	As at March 31, 2015	Charge / (Reversal) for the year	Adjustment	Deductions	Impairment as at March 31, 2015	As at March 31, 2015
Tangible assets															
Freehold land (Refer note (a) below)	16.08	-	-	0.52	16.60	-	-	-	-	-	-	-	-	-	16.60
Leasehold land	35.60	-	0.17	(0.08)	35.69	2.89	0.58	-	(0.04)	3.43	-	-	-	-	32.26
Buildings (Refer note (a), (b), (c) and (d) below)	315.11	-	3.18	(13.29)	305.00	31.19	14.14	-	(0.92)	44.41	0.03	(0.03)	-	-	260.59
Plant and equipment (Refer note (i) below)	448.63	-	40.51	(12.07)	477.07	185.19	53.53	-	(10.83)	227.89	20.68	(2.27)	0.17	18.58	230.60
Furniture and fixtures	23.26	-	1.62	(0.47)	24.41	12.01	3.37	-	(0.49)	14.89	-	-	-	-	9.52
Vehicles	6.98	-	0.71	(0.90)	6.79	5.43	1.00	-	(0.76)	5.67	-	-	-	-	1.12
Office equipment	14.37	-	2.46	(3.07)	13.76	8.90	3.14	-	(3.04)	9.00	0.03	(0.03)	-	-	4.76
Leasehold improvements	1.38	-	-	-	1.38	0.16	-	-	-	0.16	-	-	-	-	1.22
TOTAL (C)	861.41	-	48.65	(29.36)	880.70	245.77	75.76	-	(16.08)	305.45	20.74	-	0.17	18.58	556.67

(D) Intangible asset

PARTICULARS	GROSS BLOCK					DEPRECIATION/AMORTISATION					IMPAIRMENT			NET BLOCK	
	As at April 1, 2014	Acquisition/ Demerger	Additions	Deductions / Adjustments (Refer note (h) below)	As at March 31, 2015	As at April 1, 2014	For the Year	Adjustment	Deductions	As at March 31, 2015	Charge / (Reversal) for the year	Adjustment	Deductions	Impairment as at March 31, 2015	As at March 31, 2015
Intangible assets															
Trademarks and copyrights (Refer note (e), (f), and (g) below)	73.63	-	-	(2.79)	70.84	39.00	7.25	-	(0.65)	45.60	1.66	-	(0.11)	1.55	23.69
Other intangibles	0.05	-	-	(0.01)	0.04	0.05	-	-	(0.01)	0.04	-	-	-	-	-
Computer software	28.34	-	4.20	(0.07)	32.47	22.85	3.32	-	(0.11)	26.06	-	-	-	-	6.41
TOTAL (D)	102.02	-	4.20	(2.87)	103.35	61.90	10.57	-	(0.77)	71.70	1.66	-	(0.11)	1.55	30.10
Total (C)+(D)	963.43	-	52.85	(32.23)	984.05	307.67	86.33	-	(16.85)	377.15	22.40	-	0.06	20.13	586.77

(a) During the year ended March 31, 2014, Freehold land and Building of net book value of ₹ 0.77 Crore and ₹ 15.50 Crore has been reclassified as assets held for disposal.

(b) Gross block of Buildings include ₹ 13.42 Crore (₹ 13.42 Crore) where conveyance has been executed, pending registration.

(c) During the year ended March 31, 2014, one of the office building appearing in Investment property of net book value ₹ 6.37 Crore has been reclassified as Building.

(d) During the year ended March 31, 2015, Building of net book value of ₹ 12.96 Crore (Gross block of ₹ 13.42 Crore and accumulated depreciation of ₹ 0.46 Crore) has been reclassified as assets held for disposal.

(e) During the year ended March 31, 2007, the Company carried out financial restructuring scheme ("Scheme") under the relevant provisions of the Companies Act, 1956 which was approved by the shareholders on February 8, 2007 and subsequently by the Hon'ble High Court vide its order dated March 23, 2007. In terms of the Scheme, the Company adjusted the carrying value of ₹ 448.15 Crore of intangible assets such as trademarks, copyrights, business and commercial rights as on January 31, 2007 and related deferred tax adjustment of ₹ 139.06 Crore (net adjustment of ₹ 309.09 Crore) against the balance in Securities Premium Reserve of ₹ 129.09 Crore and Capital Redemption Reserve of ₹ 180 Crore.

(f) During the year ended March 31, 2014, Capital Reduction scheme pertaining to Marico Consumer Care Limited ("MCLL") for adjustment of intangible assets aggregating ₹ 723.72 Crore, was duly approved and given effect to (Refer Note 35).

(g) Trademarks of ₹ 27.65 Crore (₹ 30.05 Crore) are pending registration / recording in name of the Company, in certain countries.

(h) Deductions / adjustment of Gross block, depreciation and provision for impairment includes translation difference of ₹ 0.22 Crore (₹ 10.64 Crore).

(i) For additional information on assets given on operating lease refer note 38(b).

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

14. Goodwill on consolidation

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Balance as at the beginning of the year	489.15	254.25
Add : Adjustment on acquisition / divestment / foreign currency fluctuation (Refer Note 3 (iv))	8.81	234.90
Balance as at the end of the year	497.96	489.15

15. Non current investments

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
A Non-trade investments (valued at cost unless stated otherwise)		
Investment Property (at cost less accumulated depreciation and amortisation) [Refer Note 38 (b)]		
Cost of land use right and building	32.55	19.13
Less : Accumulated depreciation / amortisation	1.88	1.14
Net block	30.67	17.99
B Other Investments :		
Investments in Government Securities		
Unquoted		
National Savings Certificates (Deposited with the Government authorities)	0.01	0.01
Investments in Bonds		
Quoted		
Power Finance Corporation Limited (28,479 (28,479) Secured, Redeemable, Tax free Non-convertible Bonds, 8.20%, face value of ₹ 1,000/- each, redeemable on February 1, 2022).	2.85	2.85
Indian Railway Finance Corporation (21,751 (21,751) Secured, Redeemable, Tax free Non-convertible Bonds, 8.00%, face value of ₹ 1,000/- each, redeemable on February 23, 2022).	2.18	2.18
National Highways Authority of India (24,724 (24,724) Secured, Redeemable, Tax free Non-convertible Bonds, 8.20%, face value of ₹ 1,000/- each, redeemable on January 25, 2022).	2.47	2.47
Rural Electrification Corporation Limited (61,238 (61,238) Secured, Redeemable, Tax free Non-convertible Bonds, 8.12%, face value of ₹ 1,000/- each, redeemable on March 29, 2027).	6.12	6.12
Rural Electrification Corporation Limited (50 (50) Secured, Redeemable, Tax free Non-convertible Bonds, 8.46%, face value of ₹ 1,000,000/- each, redeemable on August 29, 2028).	5.00	5.00
Housing & Urban Development Corporation Ltd (50 (50) Secured, Redeemable, Tax free Non-convertible Bonds, 8.56%, face value of ₹ 1,000,000/- each, redeemable on September 2, 2028).	5.00	5.00

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Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Investments in Mutual Funds		
Quoted		
Reliance Fixed Horizon Fund-XXIX-Series 16-Growth Plan 10,000,000 (Nil) units of ₹ 10 each fully paid	10.00	-
Reliance Fixed Horizon Fund-XXVI-Series 2-Growth Plan 1,000,000 (1,000,000) units of ₹ 10 each fully paid	1.00	1.00
DHFL Pramerica Fixed Maturity Plan Series 62 - Regular Plan - Growth 4,125,148 (4,125,148) units of ₹ 10 each fully paid	4.13	4.13
	38.76	28.76
Total	69.43	46.75
Aggregate amount of quoted investments	38.75	28.75
Market value / net asset value of quoted investments	41.62	30.60
Aggregate amount of unquoted investments	30.68	18.00

16. Deferred tax Assets

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Liabilities / provisions that are deducted for tax purposes when paid	10.28	6.22
Other Timing Differences	-	-
	(A) 10.28	6.22
Deferred tax liability:		
Additional depreciation/amortisation on fixed assets for tax purposes due to higher tax depreciation rates	-	1.78
	(B) -	1.78
Total (A-B)	10.28	4.44

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

17 Long-term loans and advances

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Unsecured, considered good (unless otherwise stated)		
Capital Advances	18.59	12.37
Other loans and advances:		
Deposits with public bodies and others		
Considered good	14.48	15.22
Considered doubtful	1.00	-
	15.48	15.22
Less: Provision for doubtful deposits	1.00	-
	14.48	15.22
Loans to employees	3.77	2.16
Prepaid expenses	0.13	0.20
Balance with statutory/government authorities	10.50	10.74
Advances to vendors	0.30	1.42
Loans and advances to Welfare of Mariconians Trust (Refer note 40(c))	50.59	8.40
Advance income tax (net of provision)	2.00	0.12
Total	100.36	50.63

18. Other non-current assets

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Fringe benefit tax payments (net of provision)	0.48	0.48
MAT credit entitlement	57.08	119.02
Long term deposits with banks with maturity period of more than twelve months (Refer note below)	0.61	1.27
Total	58.17	120.77

Note : Long term deposits with banks includes ₹ 0.21 Crore (₹ 0.21 Crore) deposited with sales tax authorities, ₹ 0.40 Crore (₹ 0.49 Crore) held as lien by banks against guarantees issued on behalf of the Company and ₹ Nil Crore (₹ 0.57 Crore) for other earmarked balances.

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

19. Current investments

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Non-trade Investments (At lower of cost and fair value)		
Unquoted		
Investments in government or trust securities	5.20	-
Quoted		
Investments in Mutual Funds		
LIC Nomura MF Fixed Maturity Plan Series 77-396 Days-Growth Nil (8,000,000) units of ₹ 10 each fully paid	-	8.00
ICICI Prudential FMP Series 78-95 Days-Plan K-Cumulative 15,000,000 (Nil) units of ₹ 10 each fully paid	15.00	-
Unquoted		
Investments in Mutual Funds		
Axis Treasury Advantage Fund - Growth Nil (50,053) Units of ₹ 1,000 each fully paid	-	7.75
Birla Sunlife Cash Plus -Growth-Regular Nil (190,148) Units of ₹ 100 each fully paid	-	4.26
Birla Sunlife Floating Rate Long Term -Growth-Regular 275,258 (304,582) Units of ₹ 100 each fully paid	5.00	5.10
DHFL Pramerica Low Duration Fund - Growth 10,371,654 (Nil) Units of ₹ 10 each fully paid	21.14	-
DWS Treasury Fund -Cash-Growth Nil (1,001,013) Units of ₹ 100 each fully paid	-	15.01
HDFC Liquid Fund - Growth 16,801 (7,674,464) Units of ₹ 10 each fully paid	5.00	21.15
HDFC Cash Management Fund-Savings Plan-Growth Nil (1,897,404) Units of ₹ 10 each fully paid	-	5.53
HDFC Corporate Debt Opportunities Fund - Regular - Growth 20,803,342 (Nil) Units of ₹ 10 each fully paid	25.00	-
HDFC Banking and PSU Debt Fund-Reg-Growth Nil (1,813,187) Units of ₹ 10 each fully paid	-	2.00
ICICI Prudential Money Market Fund -Regular Plan -Growth Nil (1,036,048) Units of ₹ 100 each fully paid	-	20.01
ICICI Prudential Ultra Short Term - Growth 9,948,137 (Nil) Units of ₹ 10 each fully paid	15.00	-
IDFC Money Manager Fund-Treasury Plan-Growth 8,045,461 (Nil) Units of ₹ 10 each fully paid	19.00	-

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
IDFC Ultra Short Term Fund -Growth-Regular Plan Nil (1,301,391) Units of ₹ 10 each fully paid	-	2.54
Kotak Liquid Scheme Plan A-Growth 18,754 (70,607) Units of ₹ 1,000 each fully paid	5.75	20.01
Kotak Bond (Short Term) - Growth 8,959,674 (Nil) Units of ₹ 10 each fully paid	25.00	-
LIC Nomura Liquid Fund-Growth 38,956 (Nil) Units of ₹ 1,000 each fully paid	10.67	-
L&T Ultra Short Term Fund-Growth Nil (1,011,382) units of ₹ 10 each fully paid	-	2.29
Principal Debt Opportunities Fund Corporate Bond Plan-Regular Plan Growth Nil (47,877) Units of ₹ 1,000 each fully paid	-	10.00
Reliance Liquid Fund-Treasury Plan-Growth 4,696 (76,423) Units of ₹ 1,000 each fully paid	1.73	26.01
Reliance Medium Term Fund-Growth 7,986,353 (Nil) Units of ₹ 10 each fully paid	25.00	-
Reliance Short Term Fund-Growth 5,355,039 (Nil) Units of ₹ 10 each fully paid	15.00	-
Religare Invesco Ultra Short Term Fund-Growth Nil (56,982) Units of ₹ 1,000 each fully paid	-	10.96
Religare Invesco Credit Opportunities Fund-Growth 149,408 (60,034) Units of ₹ 1,000 each fully paid	24.96	9.56
Religare Invesco Medium Term Bond Fund-Growth 70,172 (Nil) Units of ₹ 1,000 each fully paid	10.00	-
SBI Magnum Insta Cash -Reg Plan-Growth 58,764 (64,792) Units of ₹ 1,000 each fully paid	15.00	20.01
Templeton India TMA-SIP-Growth Nil (16,797) Units of ₹ 1,000 each fully paid	-	3.50
SBI Treasury Advantage Fund-Regular Plan-Growth 181,028 (Nil) Units of ₹ 1,000 each fully paid	30.00	-
Baroda Pioneer Treasury Advantage Fund- Plan A-Growth 187,598 (Nil) units of ₹ 1,000 each fully paid	32.50	-
JM Money Manager Fund-Super Plus Plan-Bonus Option-Bonus Units 3,748,072 (3,748,072) units of ₹ 10 each fully paid	3.78	3.78
JM Money Manager Fund-Super Plan-Bonus Option-Bonus Units 4,524,192 (4,524,192) units of ₹ 10 each fully paid	4.43	4.43

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
JP Morgan India Treasury Fund-SIP-Growth Nil (11,140,952) units of ₹ 10 each fully paid	-	20.42
JP Morgan India Liquid Fund-SIP-Growth 1,269,009 (1,269,009) units of ₹ 10 each fully paid	2.05	2.05
Birla Sun Life Floating Rate Fund-Short Term Plan-Growth Nil (551,505) units of ₹ 100 each fully paid	-	10.26
LIC Nomura MF Liquid Fund - Growth Nil (9,550) units of ₹ 1,000 each fully paid	-	2.42
UTI Floating Rate Fund-STP-Growth 127,081 (Nil) units of ₹ 1000 each fully paid	30.75	-
Total	346.96	237.05
Aggregate amount of quoted investments	15.00	8.00
Net asset value of quoted investments	20.36	8.79
Aggregate amount of unquoted investments	331.96	229.05
Net asset value of unquoted investments	333.10	235.56

20. Inventories

(Refer note 2(i), for basis of valuation)

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Raw materials (includes in-transit: ₹ 71.25 Crore (₹ 10.85 Crore))	359.24	367.41
Work-in-progress	137.21	128.78
Finished goods (includes in-transit: ₹ 0.33 Crore (₹ Nil))	323.18	387.05
Stock-in-trade (Traded goods)	17.70	19.80
Stores and spares	9.48	8.47
Others:		
Packing materials	75.20	77.17
By-products	3.79	6.03
Total	925.80	994.71

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

21. Trade receivables

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Unsecured		
Outstanding for a period exceeding six months from the date they are due for payment		
Considered good	18.10	4.19
Considered doubtful	3.14	3.08
	21.24	7.27
Less: Provision for doubtful debts	3.14	3.08
	18.10	4.19
Outstanding for a period less than six months from the date they are due for payment		
Considered good	234.32	172.56
Considered doubtful	0.25	0.08
	234.57	172.64
Less: Provision for doubtful debts	0.25	0.08
	234.32	172.56
Total	252.42	176.75

22. Cash and bank balances

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Cash and Cash equivalents:		
Cash on hand	1.45	0.77
Bank balances		
- In current accounts	23.19	28.13
- Cheques on hand	-	0.76
- Demand deposits (less than 3 months maturity)	64.15	47.73
	88.79	77.39
Other bank balances:		
Fixed deposits with maturity more than three months but less than twelve months	220.49	127.28
Unclaimed dividend account	0.44	0.27
Total	309.72	204.94

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

23. Short-term loans and advances

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Unsecured, considered good (unless otherwise stated)		
Loans and advances to related parties (Refer note 43 (c))	0.74	0.61
Others:		
Advances to vendors and others	88.29	73.54
Loans and advances to employees	4.15	4.23
Prepaid expenses	12.59	10.35
Balances with statutory/government authorities	14.36	10.16
Deposits with public bodies and others	0.42	0.48
Loans and advances to Welfare of Mariconians Trust (Refer note 40 (c))	15.97	19.76
Inter corporate deposits (fixed deposits with Companies / Public Financial Institutions)	112.50	60.00
Total	249.02	179.13

24. Other current assets

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Unsecured, considered good (unless otherwise stated)		
Interest accrued and not due on loans / deposits	11.92	5.95
Insurance claims receivable	1.95	0.05
Accrued export incentives	-	0.18
Assets held for disposal (Refer note 13 (i) and (ii))	12.45	28.71
Others	4.33	0.71
Total	30.65	35.60

25. Revenue from operations

Particulars	(₹ in Crore)	
	For the year ended March 31, 2016	For the year ended March 31, 2015
Sale of products:		
Finished goods *	5,999.36	5,609.04
By-product sales	130.16	119.49
	6,129.52	5,728.53
Less:		
Excise duty	7.13	8.25
	6,122.39	5,720.28
Other operating revenues:		
Export incentives	4.86	6.66
Sale of scrap	4.79	6.04
	9.65	12.70
Total	6,132.04	5,732.98

*Including traded goods

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

26. Other income

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Interest Income:		
On Non current investments	2.03	2.17
On loans, deposits, etc.	31.77	16.89
	33.80	19.06
Dividend Income		
On current investments	25.59	11.95
Net gain on sale of current investments	2.05	14.49
Other non-operating income:		
Lease rental income	0.91	0.64
Profit on sale of assets / business (net)	19.16	-
Excess Provision no longer required written back	4.97	4.31
Miscellaneous income	6.89	8.44
	31.93	13.39
Total	93.37	58.89

27. Cost of materials consumed, Purchases of stock-in-trade, Changes in inventories of finished goods, work-in-progress and stock-in-trade - (increase) / decrease

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
(A) Cost of materials consumed		
Raw materials consumed		
Opening inventories	367.41	279.68
Add : Purchases (net)	2,379.70	2,699.87
Less : Inventories at the end of the year	359.24	367.41
Cost of raw materials consumed during the year	2,387.87	2,612.14
Packing materials consumed		
Opening inventories	77.17	77.24
Add : Purchases (net)	497.57	506.67
Less : Inventories at the end of the year	75.20	77.17
Cost of packing materials consumed during the year	499.54	506.74
	2,887.41	3,118.88
(B) Purchases of stock-in-trade	114.21	109.69

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
(C) Changes in inventories of finished goods, work-in-progress and stock-in-trade - (increase) / decrease		
Opening inventories		
Work-in-progress	128.78	139.62
Finished goods	387.05	272.46
By-products	6.03	2.73
Stock-in-trade	19.80	17.32
Total (I)	541.66	432.13
Less: Closing inventories		
Work-in-progress	137.21	128.78
Finished goods	323.18	387.05
By-products	3.79	6.03
Stock-in-trade	17.70	19.80
Total (II)	481.88	541.66
(Increase) / decrease in inventories (I-II)	59.78	(109.53)

28. Employee benefit expenses

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Salaries, wages and bonus	319.42	283.21
Contribution to provident and other funds (Refer note 37)	15.16	11.65
Employees stock option charge (Refer note 4(d))	3.80	3.27
Stock appreciation rights expenses (Refer note 40(d))		
STAR Grant Expenses - Gross	18.08	29.50
Less: Accretion in amounts recoverable from the Trust	14.75	22.54
	3.33	6.96
Staff welfare expenses	22.20	20.05
Total	363.91	325.14

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

29. Finance costs

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Interest cost		
- Long-term borrowings	7.13	8.68
- Short-term borrowings	2.65	7.93
Other borrowing costs	2.06	0.88
Bank and other financial charges	2.50	2.80
Applicable net loss on foreign currency transactions	5.92	2.66
Total	20.26	22.95

30. Depreciation, amortisation and impairment

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Depreciation on tangible assets (Including assets held for sale) (Refer note 2(e) (I))	84.01	74.93
Amortisation on intangible assets (Refer note 2(e) (II))	11.81	10.57
Amortisation of Investment Property (Refer note 15 (A))	0.74	0.24
Impairment loss / (reversal of loss) of capitalised assets	5.28	(1.40)
Total	101.84	84.34

31. Other expenses

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Consumption of stores and spare parts	18.13	16.52
Power, fuel and water	30.97	31.70
Contract manufacturing charges	188.43	197.05
Rent and storage charges	38.83	38.41
Repairs to:		
Building	9.78	8.18
Machinery	20.86	16.85
Others	4.40	2.50
Freight, forwarding and distribution expenses	254.10	219.26
Advertisement and sales promotion	786.08	649.82
Rates and taxes	42.96	57.56
Commission to selling agents	5.60	5.29
Communication expenses	9.56	8.56
Printing and stationery	2.54	2.41
Travelling, conveyance and vehicle expenses	43.23	42.13
Royalty	0.25	0.28

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Insurance	7.83	6.71
Net loss on foreign currency transactions and translation (other than considered as finance cost)	59.38	13.03
Commission to Non-executive directors	1.31	1.29
Provision for doubtful debts and advances (net)	1.33	0.26
Add: Bad debts written off	0.06	-
	1.39	0.26
Miscellaneous expenses (Refer note below)	118.62	100.94
Total	1,644.25	1,418.75

Note:

Miscellaneous expenses includes -

(₹ in Crore)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Labour charges	20.61	17.56
Training and seminar expenses	7.27	5.53
Outside services	21.58	12.52
Legal and professional charges	38.56	36.98
Donation	8.84	7.45
Total	96.86	80.04

32. Contingent liabilities

(₹ in Crore)

Particulars	As at March 31, 2016	As at March 31, 2015
Disputed tax demands / claims:		
Sales tax / VAT	94.01	47.55
Income tax	60.35	47.14
Service tax	0.17	0.17
Customs duty	0.31	0.31
Agricultural produce marketing cess	9.69	9.69
Employees state insurance corporation	0.18	0.18
Excise duty on subcontractors	0.54	0.54
Excise duty on CNO dispatches (Refer note below)	685.50	565.62
Excise duty on By-product	4.67	4.67
Claims against the Company not acknowledged as debts	19.66	18.74
Corporate guarantees given to banks on behalf of Broadcast Audience Research Council (BARC)	0.60	0.60
Amount outstanding towards Letters of Credit	-	41.60

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

It is not practicable for the Company to estimate the timings of cash outflows, if any, in respect of the above pending resolution of the respective proceedings.

Note:

This contingent liability pertains to a possible obligation in respect of pure coconut oil packs up to 200 ml. This claim has been contested by the excise department. Based on the various judicial pronouncements, management believes that the probability of success in the matter is more likely than not and accordingly, the possible excise obligation has been treated as a contingent liability in accordance with requirements of Accounting Standard (AS) 29 "Provisions, Contingent Liability and Contingent Asset". The possible obligation of ₹ 563.73 Crore (₹ 443.85 Crore) for the clearances made after June 3, 2009 (i.e. the date of issue of Board circular) till March 31, 2016 and ₹ 121.77 Crore (₹ 121.77 Crore) for clearances made prior to June 3, 2009 has been disclosed as contingent liability to the extent of the time horizon covered by show cause notices issued by the excise department within the normal period of one year (from the date of clearance) as per the excise laws.

The Company will continue to review this matter during the coming accounting periods based on the developments on the outcome in the pending cases and the legal advice, that it may receive from time to time.

33. Capital and other commitments

Capital commitments:

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	59.80	14.60
Total	59.80	14.60

34. The consolidated financial statements for the year ended March 31, 2016 comprise the audited financial statements of Marico Limited, Marico Bangladesh Limited, Marico Middle East FZE, Marico South Africa (Pty) Limited, Marico Egypt Industries Company, MEL Consumer Care & Partners - Wind, International Consumer Products Corporation, Thuan Phat Foodstuff Joint Stock Company, Marico Consumer Care Limited and Bellezimo Professionale Products Private Limited (effective from October 21, 2015) and unaudited financial statements of MBL Industries Limited, Marico South Africa Consumer Care (Pty) Limited, Marico Malaysia Sdn. Bhd., MEL Consumer Care SAE, Egyptian American Company for Investment and Industrial Development SAE and Beauté Cosmétique Société Par Actions (up to May 14, 2015) which have been approved by the respective Board of Directors of these companies.

35. During the year ended March 31, 2014, Hon'ble High Court of Bombay had approved the Scheme of Capital Reduction vide its order dated June 21, 2013 in accordance with the provisions of Section 78 (read with Sections 100 to 103) of the Companies Act, 1956, pertaining in the Company's wholly owned subsidiary, Marico Consumer Care Limited (MCCL). Pursuant to the Capital Reduction Scheme, intangible assets aggregating ₹ 723.72 Crore, were adjusted against the Share capital to the extent of ₹ 53.96 Crore and securities premium to the extent of ₹ 669.76 Crore. Consequently, in the consolidated financial statements of Marico, intangible assets to the extent of ₹ 723.72 Crore were adjusted against Reserves and Surplus. (Refer note 5)

36. "During the previous year ended March 31, 2015, pursuant to Schedule II of Companies Act, 2013 ("Schedule") becoming effective April 1, 2014, the Company had applied the useful life of assets as prescribed in the Schedule or the estimated useful life, whichever is lower, for ascertaining the depreciation expense.

In case of assets which have completed their useful life as at 1st April 2014, [the carrying value (net of residual value) of which amounted to ₹ 0.83 Crore] ₹ 0.54 Crore (net of tax effect of ₹ 0.29 Crore) had been adjusted in the opening balance of retained earnings. (Refer note 5)"

37. Table (A) & (B) below set forth the funded status of the plan and the amounts relating to provident fund, gratuity and leave encashment recognized in the Consolidated financial statements:

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

A. Defined Benefit plan:

(₹ in Crore)

I. Actuarial assumptions :	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Discount rate	7.72%	7.89%	3.18% - 11.00%	4.75% - 12.50%
Rate of return on Plan assets*	8.80%	8.75%	0 - 8.80%	0 - 7.89%
Future salary rise**	10%	10%	5 - 14.40%	5 - 12%
Attrition rate	17%	17%	5.25% - 17.50%	5.25% - 17.50%

*The expected rate of return on plan assets is based on expectation of the average long term rate of return expected on investment of the fund during the estimated term of the obligations.

**The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. (The expected rate of return on plan assets is based on the current portfolio of assets, investment strategy and market scenario.)

(₹ in Crore)

II. Changes in defined benefit obligations:	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Liability at the beginning of the year	82.31	81.83	23.22	18.36
Interest cost	7.20	6.75	1.65	1.45
Current service cost	6.72	6.02	2.46	2.40
Employee contribution	9.40	8.21	-	-
Liability Transferred in	2.82	2.99	-	-
Liability Transferred out	(3.33)	(4.15)	-	-
Benefits paid	(10.70)	(19.34)	(2.63)	(1.53)
Actuarial (gain)/loss on obligations (Due to change in financial obligation)	-	-	1.90	1.62
Actuarial (gain)/loss on obligations (Due to Experience)	-	-	1.37	0.92
Liability at the end of the year	94.42	82.31	27.98	23.22

(₹ in Crore)

III. Change in fair value of plan assets :	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Fair value of plan assets at the beginning of the year	85.80	82.59	15.06	13.14
Expected return on plan assets	7.20	6.75	1.19	1.14
Contributions	16.12	14.24	3.25	1.26
Transfer from other Company	2.82	2.99	-	-
Transfer to other Company	(3.33)	(4.15)	-	-
Benefits paid	(10.84)	(19.34)	(2.17)	(1.21)
Actuarial gain/(loss) on plan assets	0.82	2.72	(0.03)	0.73
Fair value of plan assets at the end of the year	98.59	85.80	17.30	15.06

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

IV. Actual return on plan assets :	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Expected return on plan assets	7.20	6.75	1.19	1.14
Actuarial gain/(loss) on plan assets	0.82	2.72	(0.03)	0.73
Actual return on plan assets	8.02	9.47	1.16	1.87

(₹ in Crore)

V. Amount recognized in the Balance Sheet	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Liability at the end of the year	-	-	27.98	23.22
Fair value of plan assets at the end of the year	98.59	85.80	17.30	15.06
Present value of benefit obligation as at the end of the period	(94.42)	(82.31)	-	-
Difference	4.17	3.49	10.68	8.16
Unrecognized past service Cost	(4.17)	(3.49)	1.29	1.43
(Assets) / Liability recognized in the Balance Sheet	-	-	9.39	6.73

(₹ in Crore)

VI. Percentage of each category of plan assets to total fair value of plan assets.	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Insurance managed funds	-	-	100.00%	96.60%
Special deposit scheme, Fixed deposit scheme and others	-	-	-	3.40%
Central Government securities	24.72%	23.34%	-	-
State loan/State government Guaranteed Securities	15.43%	17.86%	-	-
Public Sector Units	43.94%	46.68%	-	-
Private Sector Units	7.92%	7.57%	-	-
Equity/Insurance Managed Funds	3.68%	-	-	-
Others	4.31%	4.55%	-	-
Total	100.00%	100.00%	100.00%	100.00%

(₹ in Crore)

VII. Expenses recognized in the Statement of Profit and Loss :	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Current service cost	6.72	6.02	2.46	2.40
Interest cost	7.20	6.75	1.65	1.45
Expected return on plan assets	(7.20)	(6.75)	(1.19)	(1.14)
Net actuarial (gain)/loss to be recognized	-	-	1.40	0.19
(Income) / Expense recognized in the Statement of Profit and Loss	6.72	6.02	4.32	2.90

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

VIII. Balance Sheet reconciliation	Provident Fund		Gratuity	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Opening net liability	-	-	6.73	3.80
(Income) / Expense as above	6.72	6.02	4.32	2.90
Employer's contribution	(6.72)	(6.02)	(3.25)	(1.26)
Unrecognized past service Cost	-	-	1.59	1.29
Closing net liability	-	-	9.39	6.73

(₹ in Crore)

IX. Experience Adjustments	Gratuity	
	March 31, 2016	March 31, 2015
On Plan liability (gain) / loss	1.19	1.46
On plan asset (loss) / gain	1.16	0.13

As per actuarial valuation report, expected employer's contribution in next year is ₹ 5.07 Crore (₹ 3.65 Crore) for gratuity and ₹ 9.57 Crore (₹ 8.31 Crore) for provident fund.

B. Privileged leave (Compensated absence for employees):

Amount recognized in the Balance Sheet and movements in net liability:

(₹ in Crore)

Particulars	March 31, 2016	March 31, 2015
Opening balance of compensated absences (a)	8.73	6.78
Present value of compensated absences (As per actuarial valuation) as at the year end (b)	9.58	8.73
(Excess)/ Unfunded liability of Compensated Absences recognized in the Statement of Profit and Loss for the year (a-b)	0.85	1.95

The privileged leave liability is not funded.

C. Defined contribution plan:

The Company has recognized ₹ 8.57 Crore (₹ 7.42 Crore) towards contribution to provident fund, ₹ 0.15 Crore (₹ 0.22 Crore) towards contribution to superannuation fund and ₹ 0.05 Crore (₹ 0.08 Crore) towards employee state insurance plan in the Statement of Profit and Loss.

The information in respect of provident fund is provided to the extent available with the Company.

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

38.

A. Additional information on assets taken on lease:

The Group's significant leasing arrangements are in respect of residential flats, office premises, warehouses, vehicles etc taken on lease. The arrangements range between 11 months to 9 years and are generally renewable by mutual consent or mutually agreeable terms. Under these arrangements refundable interest-free deposits have been given.

(₹ in Crore)

Particulars	March 31, 2016	March 31, 2015
Lease rental payments recognized in the Statement of Profit and Loss.	33.57	33.45
In respect of assets taken on non cancellable operating lease:		
Lease obligations		
Future minimum lease rental payments payable		
- not later than one year	24.21	18.86
- later than one year but not later than five years	55.01	25.00
- later than five years	20.91	0.16
Total	100.13	44.02

B. Additional information on assets given on lease: (Refer Note 13 (vii))

(₹ in Crore)

Particulars	March 31, 2016	March 31, 2015
Lease rental income recognized in the Statement of Profit and Loss.	0.91	0.64

(₹ in Crore)

Asset	Cost as at March 31,		Depreciation for the year ended March 31,		Accumulated Depreciation as at March 31,		Net Book Value as at March 31,	
	2016	2015	2016	2015	2016	2015	2016	2015
Plant and equipment	-	1.90	-	0.01	-	1.74	-	0.16
Investment Property (Refer note 15 (A))	32.55	19.13	0.74	0.24	1.88	1.14	30.67	17.99

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

39. Derivative transactions –

- a. The total derivative instruments outstanding as on year end March 31, 2016 are Plain Forwards, Plain Vanilla Put Option, Cross currency swap and Interest rate swap:

Particulars	March 31, 2016			March 31, 2015	
	Currency	Notional Amount in Foreign Currency	Equivalent Amount in ₹ Crore at the year end *	Notional Amount in Foreign Currency	Equivalent Amount in ₹ Crore at the year end *
Forward contracts outstanding					
Exports:	USD	185,000	1.23	-	-
Foreign currency loans	USD	8,000,000	53.00	-	-
Imports	USD	6,356,480	42.11	3,789,550	23.68
Imports	AUD	951,400	4.83	243,100	1.16
Imports	EUR	-	-	480,000	3.22
Options Contracts outstanding					
Imports	USD	1,920,031	12.72	3,321,040	20.76
Foreign currency loans	USD	8,000,000	53.00	-	-
Imports	AUD	951,400	4.83	574,600	2.73

* Converted into the exchange rate at the respective year end.

Out of the above, the following have been designated as cash flow hedges :

Particulars	March 31, 2016			March 31, 2015	
	Currency	Amount in Foreign Currency	Fair Value	Amount in Foreign Currency	Fair Value
Forward contracts	USD	6,541,480	43.60	3,789,550	23.84
Forward contracts	AUD	951,400	4.95	243,100	1.16
Forward contracts	EUR	-	-	480,000	3.22
Options contract	AUD	951,400	0.45	574,600	0.10
Options contract	USD	9,920,031	2.05	3,321,040	0.40

Details of Interest rate swaps which the Company has entered into for hedging its interest rate exposure on borrowings in foreign currency :

Particulars	March 31, 2016			March 31, 2015	
	Currency	Amount in Foreign Currency	Fair Value	Amount in Foreign Currency	Fair Value
Borrowings in Foreign currency	USD	13,500,000	0.39	21,000,000	1.17

The Cash flows are expected to occur and impact the Statement of Profit and Loss within the period of 1 year (Previous year: 2 years).

All the derivative contracts entered by the Company were for hedging purpose and not for any speculative purpose.

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

b. The Net foreign currency exposures not hedged as at the year end are as under:

Particulars	March 31, 2016			March 31, 2015	
	Currency	Amount in Foreign Currency	Equivalent Amount in (₹ Crore) at the year end*	Amount in Foreign Currency	Equivalent Amount in (₹ Crore) at the year end*
a. Amount receivable in foreign currency on account of following :					
	AED	4,988	0.01	4,988	0.01
	CAD	37,610	0.19	-	-
- Export of goods	EUR	268,292	2.02	-	-
	GBP	(82)	(0.01)	-	-
	USD	9,146,400	60.59	7,551,212	47.19
- Others	USD	-	-	85,243	0.53
b. Amount (payable) /receivable in foreign currency on account of following :					
	BDT	(1,200,000)	(0.10)	-	-
	EUR	10,897	0.08	(95,857)	(0.65)
	GBP	(106,942)	(1.02)	(158,871)	(1.49)
(i) Import of goods and services	THB	-	-	(10,117)	(0.01)
	USD	(6,901,953)	(45.72)	(10,010,824)	(62.57)
	LKR	(1,382,474)	(0.06)	-	-
	SGD	121	0.01	(643)	(0.01)
	CHF	680	0.01	680	0.01
(ii) Capital imports	USD	-	-	(139,418)	(0.87)
	EUR	12,529	0.09	320,000	2.16
	GBP	26,013	0.25	800	0.01
(iii) Loan payables *	USD	(19,174,399)	(127.03)	(18,803,136)	(117.51)
	USD	1,331,953	8.82	414,031	2.59
	IDR	46,172,498	0.02	6,823,414	0.01
c. Bank balances	GBP	1,429	0.01	5,290	0.05
	EUR	249,201	1.88	(5,447)	(0.04)
	VND	254,298	0.01	254,298	0.01

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

Particulars	March 31, 2016			March 31, 2015	
	Currency	Amount in Foreign Currency	Equivalent Amount in (₹ Crore) at the year end*	Amount in Foreign Currency	Equivalent Amount in (₹ Crore) at the year end*
d. Other receivable / (payable)	USD	(7,911,430)	(52.41)	134,133	0.84
	GBP	(8,400)	(0.08)	-	-
	AED	7,662	0.01	2,382	0.01
	BDT	66,720	0.01	(370)	(0.01)
	SGD	740	0.01	3,940	0.02
	IDR	(103,763,166)	(0.05)	(280,018,679)	(0.13)
	ARS	6,633	0.01	16,500	0.01
	AUD	(204)	(0.01)	2,000	0.01
	EUR	2,091	0.02	2,276	0.02
	THB	-	-	752,128	0.14
e. Cash on hand	USD	60,746	0.40	6,274	0.04
	EUR	100,075	0.75	4,933	0.03
	GBP	1,500	0.01	1,190	0.01

* Converted into the exchange rate at the respective year end.

Excludes Loans payable of ₹ 178.87 Crore [USD 27,000,000] (₹ 262.49 Crore [USD 42,000,000]) assigned to hedging relationship against highly probable forecast sales. The Cash flows are expected to occur and impact the Statement of Profit and Loss within the period of 1 year (Previous year : 2 years).

Outstanding hedging contracts assigned against future sales and purchases have been adjusted while calculating un-hedged foreign currency exposure on overall basis.

- c. The Company had, opted for adoption of Accounting Standard 30 “Financial Instruments: Recognition and Measurement” to the extent it does not conflict with existing mandatory accounting standards and other authoritative pronouncements. Accordingly, the net unrealised loss of ₹ 25.47 Crore as at March 31, 2016 (₹ 74.97 Crores as at March 31, 2015) in respect of outstanding derivative instruments and foreign currency loans at the period end which qualify for hedge accounting, stands in the ‘Hedge Reserve’, which is being recognized in the Statement of Profit and Loss on occurrence of the underlying transactions or forecast revenue.

a) The Corporate Governance Committee has granted Stock Appreciation Rights ("STAR") to certain eligible employees pursuant to the Company's Employee Stock Appreciation Rights Plan, 2011 ("Plan"). The grant price is determined based on a formulae as defined in the Plan. There are schemes under each Plan with different vesting periods. Scheme I, II and III have matured on their respective vesting dates. Under the Plan, the specific employees are entitled to receive a Star Value which is the excess of the maturity price over the grant price subject to certain conditions. The Plan is administered by Corporate Governance Committee comprising independent directors.

b) Details of Star Scheme:

Particulars	STAR II		STAR III		STAR IV		STAR V		STAR VI	
	December 1, 2011	December 1, 2012	December 1, 2012	December 2, 2013	December 2, 2013	August 5, 2015	August 5, 2015	November 4, 2015	December 1, 2015	December 1, 2015
Grant Date	148.53	213.91	213.91	208.96	104.48	104.48	217.46	197.61	203.63	203.63
Grant Price (₹)										
Vesting Date	November 30, 2014	November 30, 2014	November 30, 2015	November 30, 2015	November 30, 2016	November 30, 2016	November 30, 2017	November 30, 2017	November 30, 2017	November 30, 2018
	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31
	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015
Number of grants outstanding at the beginning of the year	620,600	151,200	897,600	1,074,200	1,823,200	1,057,600	-	-	-	-
Add : Granted during the year	-	-	-	-	-	555,400	1,521,600	156,200	5,400	1,723,800
Less : Forfeited during the year	71,100	62,700	197,200	176,600	408,600	146,000	161,600	-	-	21,600
Less : Exercised during the year	549,500	88,500	700,400	154,200	-	-	-	-	-	-
Number of grants at the end of the year	-	-	-	897,600	184,100	1,414,600	911,600	156,200	5,400	1,702,200

*Numbers are adjusted for 1:1 bonus issued in December 2015 wherever required .

Particulars	STAR II		STAR III		STAR IV		STAR V		STAR VI		
	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	As at March 31	
	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	
	2016	2016	2016	2016	2016	2016	2016	2016	2016	2016	
Total Provision	-	-	-	12.08	-	2.18	7.19	-	-	-	1.78
Less: Accretion in amounts recoverable from the Trust (Also refer note (c) and (d) below)	-	-	-	9.93	-	1.33	4.25	-	-	-	0.40
Net Provision	-	-	-	2.15	-	0.85	2.94	-	-	-	1.37
Classified as long-term	-	-	-	-	-	-	2.94	-	-	-	1.37
Classified as short-term	-	-	-	2.15	-	0.85	-	-	-	-	-

c) The Company has formed "Welfare of Mariconians Trust" (The Trust) for the implementation of the schemes that are notified or may be notified from time to time by the Company under the Plan. The Company has advanced ₹ 66.56 Crore (₹ 28.16 Crore) to the Trust for purchase of the Company's shares under the Plan, of which ₹ 50.59 Crore (₹ 8.40 Crore) is included under "Long term loans and advances" (Refer Note 17) and ₹ 15.97 Crore (₹ 19.76 Crore) under "Short term loans and advances" (Refer Note 23). As per the Trust Deed and Trust Rules, upon maturity, the Trust shall sell the Company's shares and hand over the proceeds to the Company. The Company, after adjusting the loan advanced and interest thereon (on loan advanced after April 1, 2013), shall utilize the proceeds towards meeting its STAR Value obligation.

d) The difference between the market price of the Company's shares as at the year end and the grant price after adjusting for the difference between the amounts due from the Trust and the loan advanced to the Trust is recognized as an expense over the vesting period and accordingly an amount of ₹ 3.33 Crore (₹ 6.96 Crore) is charged in the Statement of Profit and Loss (Refer Note 28). The Company has made total provision of ₹ 5.33 Crore (₹ 5.94 Crore), of which ₹ 2.57 Crore (₹ 2.94 Crore) is classified as "Long term provisions" (Refer Note 8) and ₹ 2.77 Crore (₹ 3 Crore) under "Short term provisions" (Refer Note 12).

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

41 Earnings per share: (Refer note 4 (e))

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Profit for the year as per the Statement of Profit and Loss/ Profit available to equity shareholders (₹ Crore)	724.78	573.45
Equity shares outstanding as at the year end	1,290,171,198	644,981,999
Weighted average number of equity shares used as denominator for calculating basic earnings per share	1,290,164,173	1,290,067,598
Weighted average number of equity shares used as denominator for calculating diluted earnings per share	1,290,854,382	1,290,760,798
Nominal value per equity share	₹ 1	₹ 1
Basic earnings per equity share	₹ 5.62	₹ 4.45
*Diluted earnings per equity share	₹ 5.61	₹ 4.44

*Diluted EPS has been calculated after taking into account options granted to certain eligible employees as referred in note 4(d).

Reconciliation of Basic and Diluted Shares used in computing earnings per share

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Number of shares considered as basic weighted average shares outstanding	1,290,164,173	1,290,067,598
Add: Effect of dilutive stock options	690,209	693,200
Number of shares considered as weighted average shares and potential shares outstanding	1,290,854,382	1,290,760,798

42 Segment Information

The Consolidated financial statements of Marico have only one reportable segment- "Consumer Products" - in terms of Accounting Standard 17 "Segment Reporting". The Group has identified following geographical markets as the secondary segment.

Geographical Segments	Composition
India	All over India
International	Primarily Middle East, SAARC countries, Egypt, Myanmar, Malaysia, South Africa and Vietnam.

(₹ in Crore)

Particulars	India		International		Total	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Revenue	4,849.23	4,534.75	1,282.80	1,198.23	6,132.04	5,732.98
Carrying amount of assets	1,736.89	1,592.72	377.89	399.81	2,114.78	1,992.53
Capital expenditure	82.61	40.13	13.52	11.37	96.13	51.50

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

43 Related Party disclosures

a) Name of related parties and nature of relationship:

- i) Subsidiary companies (Refer note 3 (v))
Marico Innovation Foundation
- ii) Individual holding directly / indirectly an interest in voting power & their relatives (where transactions have taken place) - Significant Influence
Mr. Harsh Mariwala, Chairman & Non Executive Director
Mr. Rishabh Mariwala, son of Mr. Harsh Mariwala
- iii) Key management personnel (KMP):
Mr. Saugata Gupta, Managing Director & CEO
- iv) Others - Entities in which above (ii) has significant influence and transactions have taken place:
Marico Kaya Enterprises Limited (upto April 18, 2015)
Kaya Limited
Kaya Middle East FZE

b) Transactions during the year

(₹ in Crore)

Particulars	KMP (Referred in (a) (iii) above)		Subsidiary (Referred in (a) (i) above)		Others (Referred in (a) (ii) and (iv) above)	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Remuneration / Professional Fees	8.06	6.34	-	-	6.36	7.36
Mr.Saugata Gupta (Incentive considered on payment basis)	8.06	6.34	-	-	-	-
Mr.Saugata Gupta (693,200 ESOPs Granted during the previous year Refer Note 4 (d) and (e))	-	-	-	-	-	-
Mr.Harsh Mariwala (Incentive considered on payment basis in previous year)	-	-	-	-	6.35	7.35
Others	-	-	-	-	0.01	0.01
Expenses paid on behalf of related parties	-	-	-	-	1.24	1.64
Kaya Limited	-	-	-	-	1.06	1.27
Marico Kaya Enterprises Limited	-	-	-	-	0.18	0.17
Others	-	-	-	-	-	0.20
Purchase of Fixed Assets	-	-	-	-	-	0.01
Kaya Limited	-	-	-	-	-	0.01
Sale of goods	-	-	-	-	0.24	0.19
Kaya Limited	-	-	-	-	0.24	0.19
Lease Rental Income	-	-	-	-	0.72	0.64
Kaya Limited	-	-	-	-	0.71	0.61
Others	-	-	-	-	0.01	0.03

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

(₹ in Crore)

Particulars	KMP (Referred in (a) (iii) above)		Subsidiary (Referred in (a) (i) above)		Others (Referred in (a) (ii) and (iv) above)	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Loans and Advances Recovered	-	-	-	-	1.99	3.88
Kaya Limited	-	-	-	-	1.64	3.31
Marico Kaya Enterprises Limited	-	-	-	-	0.05	0.51
Others	-	-	-	-	0.30	0.06
Donation Given	-	-	2.15	0.44	-	-
Marico Innovation Foundation	-	-	2.15	0.44	-	-
Expenses paid by related parties on behalf of Marico Limited	-	-	-	-	0.23	0.22
Kaya Middle East FZE	-	-	-	-	0.23	0.22
Deposit taken	-	-	-	-	0.10	-
Kaya Limited	-	-	-	-	0.10	-
Corporate Guarantee Discharged	-	-	-	-	-	8.00
Kaya Limited	-	-	-	-	-	8.00

c) Balances as at the year end

(₹ in Crore)

Particulars	KMP and their relatives (Referred in (a) (iii) above)		Subsidiary (Referred in (a) (i) above)		Others (Referred in (a) (ii) and (iv) above)	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Dues payable	-	-	-	-	-	0.11
Kaya Middle East FZE	-	-	-	-	-	0.11
Security Deposit payable	-	-	-	-	0.10	-
Kaya Limited	-	-	-	-	0.10	-
Short term loans and advances	-	-	-	-	0.74	0.61
Kaya Limited	-	-	-	-	0.74	0.60
Others	-	-	-	-	-	0.01
Trade Receivable	-	-	-	-	0.12	-
Kaya Limited	-	-	-	-	0.12	-

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

44 Additional Disclosure

Particulars	Net Assets i.e. total assets minus total liabilities				Share in profit or loss			
	As a % of consolidated net assets		Amount ₹ Crore		As a % of consolidated profit or loss		Amount ₹ Crore	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Parent:								
Marico Limited	123.89%	128.39%	2,597.70	2,342.88	95.28%	93.21%	701.85	545.14
Subsidiaries:								
- Indian:								
Marico Consumer Care Limited	1.31%	1.81%	27.38	33.01	0.58%	0.95%	4.24	5.53
- Foreign:								
Marico Bangladesh Limited	6.89%	7.53%	144.39	137.49	16.09%	18.12%	118.50	105.97
Marico Bangladesh Industries Limited	0.01%	0.12%	0.25	2.13	0.01%	0.03%	0.04	0.19
Marico Middle East	(7.59%)	(7.83%)	(159.15)	(142.87)	(1.03%)	(1.31%)	(7.61)	(7.64)
MEL Consumer Care	(0.52%)	(0.54%)	(10.88)	(9.86)	(0.30%)	(0.21%)	(2.18)	(1.24)
Pyramid for Modern Industries	4.36%	5.36%	91.45	97.77	0.44%	1.34%	3.27	7.84
Egyptian American Company for Investment and Industrial Development SAE	(0.49%)	(0.52%)	(10.35)	(9.54)	(0.26%)	(0.16%)	(1.92)	(0.92)
Marico South Africa Consumer Care	2.14%	2.82%	44.87	51.52	-	-	-	-
Marico South Africa	1.62%	1.99%	33.91	36.40	0.32%	0.61%	2.36	3.55
MEL Consumer Care & Partners - Wind	(1.50%)	(1.60%)	(31.42)	(29.20)	(0.76%)	(2.53%)	(5.58)	(14.78)
Marico Malaysia Sdn Bhd	0.01%	0.02%	0.25	0.30	(0.01%)	(0.34%)	(0.06)	(2.00)
International Consumer Product Corporation	3.42%	1.22%	71.63	22.21	5.56%	7.71%	40.97	45.12
Beaute Cosmetique Societe Par Actions	-	0.46%	-	8.36	(0.13%)	(0.12%)	(0.93)	(0.72)
Thuan Phat Foodstuff Joint Stock Company	0.64%	0.75%	13.43	13.60	(0.07%)	0.38%	(0.49)	2.23
Jointly Controlled Entity:								
- Indian:								
Bellezimo Professionale Products Private Limited	0.01%	-	0.23	-	(0.07%)	-	(0.53)	-
Sub Total			2,813.69	2,554.20			851.94	688.27

Notes

To Consolidated Financial Statements for the year ended March 31, 2016

Particulars	Net Assets i.e. total assets minus total liabilities				Share in profit or loss			
	As a % of consolidated net assets		Amount ₹ Crore		As a % of consolidated profit or loss		Amount ₹ Crore	
	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015	March 31, 2016	March 31, 2015
Intercompany Elimination and Consolidation Adjustments	(34.19%)	(39.97%)	(716.85)	(729.42)	(15.66%)	(17.68%)	(115.32)	(103.39)
Grand Total:			2,096.84	1,824.78			736.62	584.88
Minority Interest in all subsidiaries	0.68%	0.75%	14.32	13.65	1.61%	1.95%	11.84	11.43

45 Previous year figures :

- Previous year figures have been re-grouped and reclassified wherever necessary to conform to this year's classification.
- The figures in brackets mentioned in statement of the notes represent those of the previous year.

As per our attached report of even date

For Price Waterhouse

Chartered Accountants
Firm Registration No. 301112E

UDAY SHAH

Partner
Membership No. 46061

Place: Mumbai
Date: April 29, 2016

For and on behalf of the Board of Directors

HARSH MARIWALA

Chairman
[DIN 00210342]

VIVEK KARVE

Chief Financial Officer

Place: Mumbai
Date: April 29, 2016

SAUGATA GUPTA

Managing Director and CEO
[DIN 05251806]

SURENDER SHARMA

Company Secretary
[Membership No.A13435]

Form AOC - 1

Statement containing salient features of the financials statements of subsidiaries Pursuant to first proviso to sub-section (3) of section 129 of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014

Sr. No.	Name of the subsidiary company	Reporting Currency	Exchange Rate	Reporting Period	Share Capital	Reserves	Total Assets	Total Liabilities	Details of Investment (Excluding Investment in Subsidiaries)	Turnover	Profit / (Loss) Before Tax	Provision for Tax	Profit / (Loss) After Tax	Proposed Dividend including declared during the year	% of Shareholding
1	Marico Bangladesh Limited	BDT		March 31, 2016	31.50	139.37	346.68	175.81	139.82	733.93	192.41	51.01	141.41	141.75	90%
		Rs.	0.845			26.62	117.77	292.95	148.56	118.15	620.17	162.59	43.10	119.49	119.78
2	MBL Industries Limited	BDT		September 30, 2015	0.10	0.20	3.33	3.03	0.00	0.00	0.32	0.12	0.20	2.40	100%
		Rs.	0.845			0.08	0.17	2.82	2.56	0.00	0.00	0.27	0.10	0.17	2.03
3	Marico Consumer Care Limited	Rs.	N.A.	March 31, 2016	20.66	6.72	27.74	0.36	24.81	7.24	6.43	2.19	4.24	9.87	100%
		Rs.	1.000			20.66	6.72	27.74	0.36	24.81	7.24	6.43	2.19	4.24	9.87
4	Marico Middle East FZE	AED		March 31, 2016	2.20	-11.02	4.06	12.88	0.00	16.73	-0.43	0.00	-0.43	0.00	100%
		Rs.	18.037			39.68	-198.83	73.17	232.32	0.00	301.83	-7.71	0.00	-7.71	0.00
5	MEL Consumer Care SAE	EGP		March 31, 2016	0.03	-1.48	8.27	9.73	0.00	0.00	-0.26	0.00	-0.26	0.00	100%
		Rs.	7.465			0.19	-11.06	61.75	72.63	0.00	0.00	-1.94	0.00	-1.94	0.00
6	Egyptian Americal Investment and Industrial Development Company	EGP		December 31, 2015	0.69	-1.86	0.62	1.79	0.00	0.00	-0.14	0.04	-0.10	0.00	100%
		Rs.	7.465			5.14	-13.87	4.66	13.38	0.00	0.00	-1.08	0.31	-0.77	0.00
7	Marico South Africa Consumer Care (Pty) Limited	ZAR		March 31, 2016	6.01	4.00	10.31	0.31	0.00	0.00	0.00	0.00	0.00	0.00	100%
		Rs.	4.486			26.94	17.93	46.26	1.39	0.00	0.00	0.00	0.00	0.00	0.00
8	Marico South Africa (Pty) Limited	ZAR		March 31, 2016	5.48	2.07	10.54	2.98	0.00	20.00	0.69	0.20	0.49	0.00	100%
		Rs.	4.486			24.60	9.31	47.28	13.37	0.00	89.70	3.11	0.90	2.21	0.00
9	Marico Egypt Industries Company	EGP		December 31, 2015	1.23	11.15	16.24	3.85	3.22	10.75	0.70	0.11	0.59	0.00	100%
		Rs.	7.465			9.17	83.27	121.21	28.77	24.04	80.24	5.22	0.81	4.41	0.00
10	Marico Malaysia Sdn. Bhd	MYR		March 31, 2016	1.77	-1.75	0.03	0.01	0.00	0.00	-0.00	0.00	-0.00	0.00	100%
		Rs.	16.989			30.00	-29.76	0.49	0.25	0.00	0.01	-0.06	0.00	-0.06	0.00
11	International Consumer Products Corporation	VND		March 31, 2016	11,217.76	10,330.11	39,033.99	17,486.12	341.56	105,902.84	16,481.38	2,592.40	13,888.98	0.00	100%
		Rs.	0.00297			33.32	30.68	115.93	51.93	1.01	314.53	48.95	7.70	41.25	0.00
12	Thuan Phat Foodstuff Joint stock Company	VND		March 31, 2016	3,140.00	1,382.80	6,253.35	1,730.55	0.00	13,747.05	-167.68	-2.11	-165.57	0.00	99.99%
		Rs.	0.00297			9.33	4.11	18.57	5.14	0.00	40.83	-0.50	-0.01	-0.49	0.00
13	Marico Innovation Foundation	Rs.	N.A.	March 31, 2016	0.00	-0.15	0.41	0.56	0.00	1.57	-0.06	0.00	-0.06	0.00	100%
		Rs.	1.000			0.00	-0.15	0.41	0.56	0.00	1.57	-0.06	0.00	-0.06	0.00

Notes:

- 1) % of Shareholding includes direct and indirect holding through subsidiary.
- 2) The amounts given in the table above are from the annual accounts made for the respective financial year end for each of the companies.
- 3) The Indian rupee equivalents of the figures given in foreign currencies in the accounts of the subsidiary companies, have been given based on the exchange rates as on March 31, 2016
- 4) There are no subsidiaries which are yet to commence operations. Halite Personal Care Private Limited (Halite), a step down subsidiary of the Company which has not been included in the above statement is under voluntary liquidation and has concluded final distribution of its assets. Further, International Consumer Product Corporation a subsidiary of the Company has divested its entire stake in Beaute Cosmetique Societe Par Actions (BCS) on May 14, 2015.
- 5) The Marico Innovation Foundation ("MIF"), a Company incorporated under Section 25 of the Companies Act, 1956, is a wholly owned subsidiary of the Company. Since MIF cannot transfer funds to Marico Limited, it has not been considered for consolidation in accordance with Accounting Standard 21 (AS 21) 'Consolidated Financial Statements'.

Part 'B' : Associates & Joint Ventures

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

(₹ in Crore)

Name of Joint Venture	Bellezimo Professionale Products Pvt. Ltd.
1. Latest audited Balance Sheet	March 31, 2016
2. Shares of Joint Venture held by the company on the year end	
- Number	0.14
- Amount of Investment In Associates/Joint Venture	1.35
- Extend of Holding	45%
3. Description of how there is significant influence	Joint venture agreement
4. Reason why the joint venture is not consolidated	Not Applicable
5. Networth attributable to shareholding as per latest audited Balance Sheet	0.22
6. Profit/Loss for the year	
i. Considered in consolidation	(0.53)
ii. Not Considered in consolidation	(1.31)

Note: a) Refer note 3(iii) of the consolidated financial statements for information on joint venture

- Names of Associates or joint ventures which are yet to commence operations- Nil
- Names of Associates or joint ventures which have been liquidated or sold during the year.- Nil

For and On behalf of Board of Directors

Harsh Mariwala	Chairman and Non-Executive Director
Saugata Gupta	Managing Director and CEO
Vivek Karve	Chief Financial Officer
Surender Sharma	Head Legal-International Business & Company Secretary

Place : Mumbai
Date : April 29, 2016