

J. K. INVESTO TRADE (INDIA) LIMITED

68th Annual Report 2015 - 2016

J. K. INVESTO TRADE (INDIA) LIMITED

CONTENTS

Pages

1.	Notice	2-6
2.	Board's Report	7-13
3.	Auditors' Report	14-17
4.	Balance Sheet	18
5.	Profit and Loss Statement	19
6.	Cash Flow Statement	20-21
7.	Notes to financial Statements & Statements of Significant Accounting Policies and Practices	22-35
8.	Details of Subsidiary/Associate/Joint Venture Companies	36
9.	Consolidated Financial Statements	37-66

BOARD OF DIRECTORS

SHRI GAUTAM HARI SINGHANIA (Chairman)

DR. VIJAYPAT SINGHANIA

SHRI H. SUNDER

SHRI R.K. GANERIWALA

COMPANY SECRETARY

SHRI MUKESH DARWANI

BANKERS

STATE BANK OF INDIA

PUNJAB NATIONAL BANK

AUDITORS

LODHA & COMPANY

CHARTERED ACCOUNTANTS

REGISTERED OFFICE

NEW HIND HOUSE

3, NAROTTAM MORARJEE MARG

BALLARD ESTATE, MUMBAI – 400 001

TEL NO. : 66046000

FAX NO. : 22620052

WEBSITE : www.jkinvesto.com

E-MAIL : jkitil@raymond.in

REGISTRAR & SHARE TRANSFER AGENT

LINK INTIME INDIA PRIVATE LIMITED

C-13, PANNALAL SILK MILLS COMPOUND

L.B.S. MARG, BHANDUP (WEST)

MUMBAI - 400 078

J. K. INVESTO TRADE (INDIA) LIMITED

(CIN: U99999MH1947PLC005735)

Registered Office: New Hind House, 3, N. M. Marg, Ballard Estate, Mumbai – 400 001

Email: jkitil@raymond.in, Website: www.jkinvesto.com

Phone: 022-66046000, Fax: 022-22620052

NOTICE

68th Annual General Meeting

NOTICE is hereby given that the 68th Annual General Meeting of the Members of J. K. INVESTO TRADE (INDIA) LIMITED will be held on Wednesday, the 15th day of June, 2016 at 3.00 p.m. at M.C. Ghia Hall, Bhogilal Hargovindas Building, 2nd Floor, 18/20, Kaikhushru Dubash Marg, Mumbai – 400 001 to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the Audited Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2016, the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri R.K. Ganeriwala (DIN-00025672), who retires by rotation and, being eligible, offers himself for re-appointment.
3. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and pursuant to the resolution passed by the Members at the Sixty-Seventh Annual General Meeting (AGM) held on June 25, 2015 in respect of appointment of the auditors, M/s. Lodha & Co., Chartered Accountants (Firm Registration No. 301051E) till the conclusion of the AGM to be held in the year 2020, the Company hereby ratifies and confirms the appointment of M/s. Lodha & Co., Chartered Accountants (Firm Registration No. 301051E) as Auditors of the Company to hold office from the conclusion of this AGM till the conclusion of the Sixty-Ninth AGM of the Company to be held in the year 2017 to examine and audit the accounts of the Company at such remuneration as may be mutually agreed between the Board of Directors and the Auditors.”

SPECIAL BUSINESS:

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

“RESOLVED THAT in supersession of earlier resolutions passed in the general meetings of the Company from time to time and pursuant to Section 180(1)(c) and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), the consent of the Company be and is hereby accorded to the Board of Directors to borrow moneys in excess of the aggregate of the paid up share capital and free reserves of the Company, provided that the total amount borrowed and outstanding at any point of time, apart from temporary loans obtained/to be obtained from the Company’s Bankers in the ordinary course of business, shall not be in excess of ₹ 500 Crore (Rupees Five Hundred Crore Only) over and above the aggregate of the paid up share capital and free reserves of the Company;

RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, the Board of Directors of the Company be and is hereby authorised to take all such actions and to give all such directions and to do all such acts, deeds, matters and things as may be necessary and/or expedient in that behalf.”

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

“RESOLVED THAT in supersession of earlier resolutions passed in the general meetings of the Company from time to time and pursuant to the provisions of Section 180(1)(a) and other applicable provisions of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time in force), the consent of the Company be and is hereby accorded to the Board of Directors (hereinafter called “the Board”) which term shall be deemed to include any Committee thereof, which the Board may have constituted or hereinafter constitute to exercise its powers including the powers conferred by this resolution and with the power to delegate such authority to any person or persons to mortgage and/or create charge on any of its movable and/or immovable properties including the whole or substantially the whole of the Company’s any one or more of the undertakings or all of the undertakings of the Company wherever situated both present and future, on such terms and conditions at such time(s) and in such form and manner, and with such ranking as to priority as the Board in its absolute discretion thinks fit in favour of any bank(s) or body(ies) corporate or person(s), whether shareholders of the Company or not, together with interest, cost, charges and expenses thereon, for an amount not exceeding ₹ 500 Crore (Rupees Five Hundred Crore Only) over and above the aggregate of the paid up share capital and free reserves of the Company;

RESOLVED FURTHER THAT the above securities to be created by the Company may rank prior/pari passu/subservient with/to the mortgages and/or charges already created or to be created by the company as may be agreed to between the concerned parties.”

By Order of the Board of Directors
For J. K. Investo Trade (India) Limited

Dated : 25th April, 2016
Place : Mumbai

Mukesh Darwani
Company Secretary

J. K. INVESTO TRADE (INDIA) LIMITED

NOTES:

- I. The Explanatory Statement setting out material facts, pursuant to Section 102 of the Companies Act, 2013, in respect of the Special Business under Item Nos. 4 and 5 of the accompanying Notice, is annexed hereto.
- II. A MEMBER OF A COMPANY ENTITLED TO ATTEND AND VOTE AT A MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint single person as proxy and such person cannot act as a proxy for any other person or shareholder. Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of Meeting. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/authority, as applicable. A blank Proxy Form is annexed hereto.
- III. Corporate Members intending to send their authorised representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company a certified true copy of the relevant Board Resolution together with their respective specimen signatures authorizing their representative(s) to attend and vote on their behalf at the Meeting.
- IV. Members desiring any information with regard to Accounts/Reports are requested to write to the Company Secretary at least ten days before the Meeting to enable the Management to keep the information ready at the Meeting.
- V. A statement giving the details of the Director seeking re-appointment under Item No. 2 of the accompanying Notice, as required under Secretarial Standard – 2 issued by The Institute of Company Secretaries of India, is annexed hereto.
- VI. Relevant documents referred to in the accompanying Notice and in the Explanatory Statements are open for inspection by the Members at the Company's Registered Office on all working days (except Saturdays, Sundays and Public Holidays) between 11.00 a.m. to 1.00 p.m. upto the date of Annual General Meeting ("AGM").
- VII. The Company has appointed Link Intime India Private Limited as the Registrar and Share Transfer Agent for transfer of shares, both in physical and electronic mode. Their address is as under:

Link Intime India Private Limited, C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (W), Mumbai – 400 078.

The shareholders may send their transfer requests and other share related queries either to the Company at the Registered Office or Link Intime India Private Limited at the above address.
- VIII. Members are requested to notify immediately any change in their address / bank mandate, if any, to their respective Depository Participants (DPs) in respect of their electronic share accounts and to Link Intime India Private Limited, C-13, Pannalal Silk Mills Compound, LBS Marg, Bhandup (W), Mumbai – 400 078, in respect of their physical share folios.
- IX. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to the Depository Participants with whom they maintain their demat accounts. Members holding shares in physical forms should submit their PAN to the Company's Registrar and Share Transfer Agent / Company.
- X. Electronic copy of the Annual Report for 2015-16 is being sent to all the Members whose email IDs are registered with the Company/ Depository Participant(s) for communication purposes and have given positive consent to receive the Annual Report in electronic form, unless any Member has requested for a physical copy of the same. For Members who have not registered their email address, physical copies of the Annual Report for 2015-16 are being sent in the permitted mode.
- XI. Electronic copy of the Notice of the 68th AGM of the Company *inter alia* indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent to all the Members whose email IDs are registered with the Company/Depository Participant(s) for communication purposes unless any Member has requested for a physical copy of the same. For Members who have not registered their email address, physical copies of the Notice of 68th AGM of the Company *inter alia* indicating the process and manner of e-voting along with Attendance Slip and Proxy Form is being sent in the permitted mode.
- XII. Members may also note that the Notice of the 68th AGM and the Annual Report for 2015-16 will also be available on the Company's website www.jkinvesto.com for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during all working days (except Saturdays, Sundays and Public Holidays) between 11.00 a.m. to 1.00 p.m. upto the date of this AGM. Even after registering for e-communication, Members are entitled to receive such communication in physical form, upon making a request for the same by post free of cost. For any communication, the shareholders may also send requests to the Company's email id: jktil@raymond.in.
- XIII. A route map showing directions to reach the venue of the 68th AGM is given at the end of this Notice.

J. K. INVESTO TRADE (INDIA) LIMITED

XIV. Voting through electronic means:

Pursuant to Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, the Company is pleased to provide its Members the facility of 'remote e-voting' (e-voting from a place other than venue of the AGM) to exercise their right to vote at the 68th AGM. The business may be transacted through e-voting services rendered by Central Depository Services (India) Limited (CDSL).

The facility for voting, either through electronic voting system or through ballot/polling paper shall also be made available at the venue of the 68th AGM. The Members attending the meeting, who have not already cast their vote through remote e-voting shall be able to exercise their voting rights at the AGM. The Members who have already cast their vote through remote e-voting may attend the AGM but shall not be entitled to cast their vote again at the AGM.

The Company has appointed Shri Ashish Bhatt, Practicing Company Secretary as the Scrutinizer for conducting the remote e-voting and the voting process at the AGM in a fair and transparent manner.

The instructions to Members for voting electronically are as under:

- (i) The voting period begins on Sunday, June 12, 2016 at 10.00 a.m. and ends on Tuesday, June 14, 2016 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form as on the cut-off date, June 8, 2016, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Members holding shares in physical or in demat form as on June 8, 2016, shall only be eligible for e-voting.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iv) Click on Shareholders.
- (v) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none">• Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none">• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, Members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN of J. K. Investo Trade (India) Limited.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

J. K. INVESTO TRADE (INDIA) LIMITED

- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Note for Non – Individual Shareholders and Custodians:
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

ANNEXURE TO THE NOTICE OF THE 68TH ANNUAL GENERAL MEETING

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4 – Borrowing Powers of the Company

In view of the potential growth in business of the Company and anticipating the need of additional funds that may be required in the near future, it was considered essential to borrow monies from diverse sources for various business activities/initiatives undertaken by the Company, consequent to which the amount borrowed and outstanding could exceed the paid-up share capital and free reserves of the Company. The Board accordingly recommends the limit to the extent of ₹ 500 Crore (Rupees Five Hundred Crore Only) over and above the aggregate paid-up capital and free reserves under 180(1)(c) of the Companies Act, 2013 as set out in the Resolution for approval of the Members.

The Board proposes to pass this enabling Resolution which will be used as and when the business needs of the Company necessitate the same.

The Board recommends the Special Resolution set forth in Item No. 4 of the Notice for approval of the Members.

None of the Directors or Key Managerial Personnel of the Company including their relatives is interested or concerned in the Resolution except to the extent of their shareholding, if any, in the Company.

Item No. 5 - Creation of Security on the Properties of the Company in favour of the Lenders

Section 180(1)(a) of the Companies Act, 2013 requires that the Board of Directors shall not create mortgage and / or create charge on its movable and / or immovable properties, except with the consent of the Members accorded by way of a Special Resolution.

The Company might be required to mortgage and / or create charge on the movable and / or immovable properties of the Company both present and future and / or the whole or any part of the undertaking(s) of the Company in favour of the lender(s) for securing the borrowings of the Company availed / to be availed by way of loan(s) from time to time, for an amount not exceeding ₹ 500 Crore (Rupees Five Hundred Crore Only) over and above the aggregate of the paid up share capital and free reserves of the Company.

The Board proposes to pass this enabling Resolution which will be used as and when the business needs of the Company necessitate the same.

It is, therefore, necessary for the Members to pass a Special Resolution under Section 180(1)(a) and other applicable provisions of the Companies Act, 2013, as set out at Item No. 5 of the Notice, to enable to the Board of Directors to create mortgage and / or charge on its movable and / or immovable properties, approval of Members is being sought.

Accordingly, the Board recommends the Special Resolution set forth in Item No. 5 of the Notice for approval of Members.

None of the Directors or Key Managerial Personnel of the Company including their relatives is interested or concerned in the Resolution except to the extent of their shareholding, if any, in the Company.

J. K. INVESTO TRADE (INDIA) LIMITED

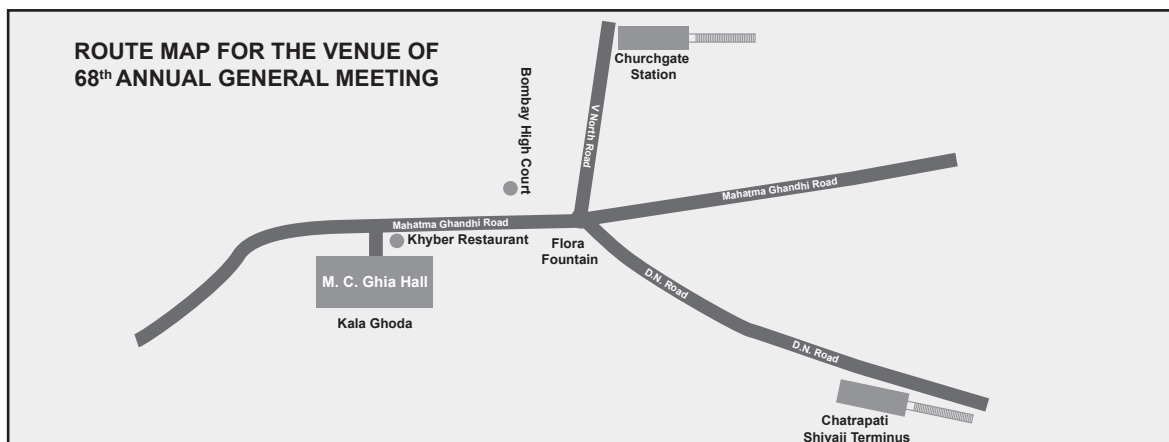
Details of Directors seeking re-appointment at the forthcoming Annual General Meeting:
(In pursuance of Secretarial Standard – 2 issued by The Institute of Company Secretaries of India)

Name of the Director	Shri R.K. Ganeriwala
Age	63
Qualifications	B.Com, CA
Experience	Finance, Taxation, Accounts and General Corporate Management
Terms and condition of appointment	As per the Company's policy
Date of first appointment on the Board	24.04.2003
Shareholding in the Company	Nil
Relationship with other Directors/Manager and other Key Managerial Personnel	None
No. of Meetings of the Board attended during the year	Four out of four
Other Directorship	<p>Public Companies: Peoples Investments Limited Polar Investments Limited Radha Krshna Films Limited J. K. Investors (Bombay) Limited Pashmina Holdings Limited Impex (India) Limited Tiger Travels and Tour Limited</p> <p>Private Companies: Avani Agricultural Farms Private Limited Silver Soaps Private Limited</p>
Membership/Chairmanship of Committees of other Boards	<p>Peoples Investments Limited: Stakeholders Relationship Committee – Chairman Committee of Directors – Member</p> <p>Polar Investments Limited: Committee of Directors – Member</p> <p>J. K. Investors (Bombay) Limited: Audit Committee – Member Nomination and Remuneration Committee – Member</p> <p>Radha Krishna Films Limited: Audit Committee - Member</p>

By Order of the Board of Directors
For J. K. Investo Trade (India) Limited

Dated : 25th April, 2016
Place : Mumbai

Mukesh Darwani
Company Secretary



J. K. INVESTO TRADE (INDIA) LIMITED

Board's Report

To,
The Members,

Your Directors have pleasure in presenting their 68th Annual Report and the accounts for the financial year ended March 31, 2016.

1. Financial Performance

(₹ in lakhs)

	Year ended 31.3.2016	Year ended 31.3.2015
Income during the year	398.62	644.07
Depreciation	0.29	1.06
Provision for taxation	0.27	41.92
Profit after Tax	92.80	495.86
Profit brought forward	3870.41	3473.72
Transferred to Statutory Reserve Fund under RBI Act	18.56	99.17
Surplus as per Balance Sheet	3944.65	3870.41

Income has decreased mainly on account of decrease in dividend income which stood at ₹ 118.17 lakhs for the year under review as compared with ₹ 372.85 lakhs in the previous year. Rental income was ₹ 266.63 lakhs as compared with ₹ 266.51 lakhs in the previous year. It is expected that financial performance of the Company will be better in future.

The consolidated financial statements for the year ended March 31, 2016 are prepared in accordance with the provisions of the Companies Act, 2013 and the relevant Accounting Standards issued by the Institute of Chartered Accountants of India. The consolidated total revenue for the year ended 31.03.2016 stood at ₹ 40205.52 lakhs as compared to ₹ 40246.25 lakhs in the previous year. The consolidated net profit after tax for the year under review was at ₹ 1200.89 lakhs as compared to ₹ 757.99 lakhs in the previous year.

2. Dividend

To conserve the resources of the Company, the Board has not recommended any dividend for the financial year 2015-16.

3. Reserves

An amount of ₹ 18.56 lakhs is transferred to statutory reserve fund under RBI Act, 1934.

4. Diversification of Business and update

The Company is exploring its Real Estate Development Business and is seeking various approvals from the Government Authorities.

In order to de-risk the business profile of the Company and to avail other business opportunities available in the market, the Company has commenced the business of trading and distribution of textile materials including yarn, fabric, other material including packing material relating to textile and garment business, personal grooming products, toiletries products and rubber contraceptives.

5. Performance and financial position of Subsidiary Companies

The total revenue of our wholly owned subsidiary, J. K. Helene Curtis Limited, was ₹ 29298.27 lakhs (Previous Year ₹ 30635.85 lakhs). The profit after tax was ₹ 1009.36 lakhs (Previous Year ₹ 264.16 lakhs).

During the year under review, the total revenue of JKHC International (FZE), a wholly owned subsidiary of J. K. Helene Curtis Limited, was ₹ 127.27 lakhs (Previous Year ₹ 104.55 lakhs). The loss for the year under review was ₹ 135.48 lakhs (Previous Year ₹ 19.51 lakhs).

6. Performance and financial position of Joint Venture Company

During the year under review, the total revenue of joint venture company, J. K. Ansell Limited was ₹ 20814.87 lakhs (Previous Year ₹ 18222.91 lakhs). The profit after tax was ₹ 467.51 lakhs (Previous Year ₹ 534.93 lakhs).

7. Share Capital

The paid-up share capital of the Company as on 31st March, 2016 was ₹ 732.22 lakhs. During the year under review, the Company has not issued shares with differential voting rights nor has granted any stock options or sweat equity. As on 31st March, 2016 none of the Directors of the Company hold instruments convertible into equity shares of the Company.

J. K. INVESTO TRADE (INDIA) LIMITED

8. Related Party Transactions

All transactions entered into with Related Parties for the year under review were on arm's length basis and in the ordinary course of business and that the provisions of Section 188 of the Companies Act, 2013 are not attracted. Thus disclosure in form AOC-2 is not required.

9. Deposits

The Company has not accepted any deposit from the public during the year under review.

10. Particulars of Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Information pursuant to Section 134(3)(m) of the Companies Act, 2013 and Rule 8(3) the Companies (Accounts) Rules, 2014 is not applicable.

11. Corporate Social Responsibility (CSR)

Information pursuant to Section 134(3)(o) of the Companies Act, 2013 and Rule 9 of the Companies (Accounts) Rules, 2014 is not applicable.

12. Personnel

There is no employee whose particulars are required to be furnished under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

13. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Since there is no woman employee in the Company, no information has been reported pursuant to Section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

14. Statutory Auditors

Your Company's Auditors, M/s. Lodha & Company, Chartered Accountants, hold office until the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. Members of the Company at the AGM held on 25th June, 2015 had approved the appointment of M/s. Lodha & Co. as the Statutory Auditors for a period of five years. As required by the provisions of the Companies Act, 2013, their appointment should be ratified by the Members at every AGM. Accordingly, requisite resolution forms part of the notice convening the AGM.

There is no qualification, reservation, adverse remark or disclaimer made by the auditors in their audit report for the year under review.

15. Extract of the Annual Return

The extract of the annual return as on 31st March, 2016 is annexed and forms a part of this Report.

16. Directors

Shri M. Shivkumar resigned as a Director of the Company with effect from December 31, 2015.

Shri R.K. Ganeriwala retires by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

17. Board / Committee Meetings

Board Meetings:

In the financial year 2015-16, the Board met four times. The Meetings were held on 29th April, 2015, 11th August, 2015, 27th October, 2015 and 21st January, 2016.

Attendance of Directors at the Board Meetings is as under:

Sr. No.	Name of the Director	No. of Board Meetings attended
1	Dr. Vijaypat Singhania	3 of 4
2	Shri Gautam Hari Singhania	3 of 4
3	Shri H. Sunder	4 of 4
4	Shri R.K. Ganeriwala	4 of 4
5	Shri M. Shivkumar	3 of 3

J. K. INVESTO TRADE (INDIA) LIMITED

Committees of the Board:

1. Stakeholders Relationship Committee

In the financial year 2015-16, the Stakeholders Relationship Committee met three times. The Meetings were held on 30th April, 2015, 15th July, 2015 and 5th August, 2015.

Attendance of Stakeholders Relationship Committee Members is as under:

Sr. No.	Name of the Member	No. of Meetings attended
1	Shri Gautam Hari Singhania	1 of 3
2	Shri H. Sunder	2 of 3
3	Shri R.K. Ganeriwala	3 of 3

2. Investment Committee

In the financial year 2015-16, the Investment Committee met one time. The Meeting was held on 10th June, 2015.

Attendance of Investment Committee Members is as under:

Sr. No.	Name of the Member	No. of Meetings attended
1	Dr. Vijaypat Singhania	0 of 1
2	Shri Gautam Hari Singhania	1 of 1
3	Shri R.K. Ganeriwala	1 of 1

18. Internal Control Systems

Your Company has an adequate and effective internal control and risk-mitigation system commensurate with the nature and size of the Company and the same are constantly assessed and strengthened with new/revised standard operating procedures.

19. Risk Management

The Company has adequate risk management measures which are implemented, developed, assessed, reviewed and strengthened from time to time.

20. Significant and Material Orders

There are no significant and material orders passed by the Regulators / Courts that would impact the going concern status of the Company and its operations in future.

21. Directors' Responsibility Statement

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis; and
- the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

22. Acknowledgements

Your Directors would like to express their sincere appreciation of the co-operation and assistance received from the shareholders, bankers, regulatory bodies and other business constituents during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff during the year.

For and on behalf of the Board

Date : 25th April, 2016
Place : Mumbai

Gautam Hari Singhania
Chairman

J. K. INVESTO TRADE (INDIA) LIMITED

(Annexure to the Board's Report for the year ended 31.03.2016)

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2016

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

I. REGISTRATION & OTHER DETAILS:

(i)	CIN	U99999MH1947PLC005735
(ii)	Registration Date	29/04/1947
(iii)	Name of the Company	J. K. Investo Trade (India) Limited
(iv)	Category/Sub-category of the Company	Company Limited by Shares / Indian Non-government Company
(v)	Address of the Registered office & contact details	New Hind House, 3, N. M. Marg, Ballard Estate, Mumbai – 400001. Tel. No. – 022-66046000 Fax No. – 022-22620052 Email – jktil@raymond.in
(vi)	Whether listed company	No
(vii)	Name, Address & contact details of the Registrar & Transfer Agent, if any	Link Intime India Private Limited C-13 Pannalal Silk Mills Compound, L B S Marg, Bhandup (West), Mumbai - 400078. Website Address: www.linkintime.co.in Phone: +91 22 25963838 Fax: +91 22 25946969

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the Company shall be stated.

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Investment in securities	-	29.70%
2	Renting of immovable property	99721121	67.02%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

Sl. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	J. K. Helene Curtis Limited New Hind House, Narottam Morarji Marg, Ballard Estate Mumbai – 400001.	U99999MH1964PLC012865	Subsidiary	100	2(87)
2	JKHC International (FZE) Sharjah Airport International Free Zone, Sharjah, United Arab Emirates.	-	Subsidiary	100	2(87)
3	J. K. Ansell Private Limited Plot G-35 & 36, MIDC, Waluj Taluka Gangapur, Aurangabad – 431136.	U25199MH1996PLC100697	Associate	50	2(6)

J. K. INVESTO TRADE (INDIA) LIMITED

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) :

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individuals	0	3,600	3,600	0.05	0	3,600	3,600	0.05	0
b) Bodies Corp.	35,10,448	34,89,878	70,00,326	95.60	35,10,448	34,89,878	70,00,326	95.60	0
Sub-total (A) (1):-	35,10,448	34,93,478	70,03,926	95.65	35,10,448	34,93,478	70,03,926	95.65	0
(2) Foreign	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = (A) (1)+(A)(2)	35,10,448	34,93,478	70,03,926	95.65	35,10,448	34,93,478	70,03,926	95.65	0
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	5,160	5,160	0.08	0	5,160	5,160	0.08	0
b) Banks / FI	0	300	300	0	0	300	300	0	0
Sub-total (B)(1):-	0	5,460	5,460	0.08	0	5,460	5,460	0.08	0
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	10,312	5,920	16,232	0.22	10,222	5,920	16,142	0.22	0
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	73,945	1,92,800	2,66,745	3.64	65,741	1,90,600	2,56,341	3.50	-0.14
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	10,050	18,610	28,660	0.39	10,050	18,610	28,660	0.39	0
c) Others									
i) Non Resident Indians	1,027	100	1,127	0.02	827	100	927	0.01	-0.01
ii) Clearing Members	50	0	50	0	50	0	50	0	0
iii) Hindu Undivided Family	0	0	0	0	10,694	0	10,694	0.15	0.15
Sub-total (B)(2):-	95,384	2,17,430	3,12,814	4.27	97,584	2,15,230	3,12,814	4.27	0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	95,384	2,22,890	3,18,274	4.35	97,584	2,20,690	3,18,274	4.35	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	36,05,832	37,16,368	73,22,200	100.00	36,08,032	37,14,168	73,22,200	100.00	0

J. K. INVESTO TRADE (INDIA) LIMITED

(ii) Shareholding of Promoters -

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Raymond Limited	34,89,878	47.66	-	34,89,878	47.66	-	-
2	J.K. Investors (Bombay) Limited	35,10,448	47.94	-	35,10,448	47.94	-	-
3	Dr.Vijaypat Singhania	3,600	0.05	-	3,600	0.05	-	-

(iii) Change in Promoters' Shareholding – There was no change in Promoters' Shareholding for the year ended 31st March, 2016.

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

Sl. No.	Name of Shareholder	Shareholding		Cumulative Shareholding	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Vimla Devi				
	At the beginning of the year	18,610	0.25	18,610	0.25
	Increase / Decrease in Shareholding during the year	0	0	18,610	0.25
	At the end of the year	18,610	0.25	18,610	0.25
2	Radha Poddar Vishwanath Poddar				
	At the beginning of the year	10,050	0.14	10,050	0.14
	Increase / Decrease in Shareholding during the year	0	0	10,050	0.14
	At the end of the year	10,050	0.14	10,050	0.14
3	Badridas Gokalchand Damani				
	At the beginning of the year	7,900	0.11	7,900	0.11
	Increase / Decrease in Shareholding during the year	0	0	7,900	0.11
	At the end of the year	7,900	0.11	7,900	0.11
4	Vishwanath Poddar				
	At the beginning of the year	1,950	0.03	1,950	0.03
	Increase / Decrease in Shareholding during the year (on 10/07/2015 by transfer)	2,800	0.04	4,750	0.07
	At the end of the year	4,750	0.07	4,750	0.07
5	Raj Stock Broking Pvt Ltd				
	At the beginning of the year	4,006	0.05	4,006	0.05
	Increase / Decrease in Shareholding during the year	0	0	4,006	0.05
	At the end of the year	4,006	0.05	4,006	0.05
6	Shailesh Mehta HUF				
	At the beginning of the year	3,103	0.04	3,103	0.04
	Increase / Decrease in Shareholding during the year	0	0	3,103	0.04
	At the end of the year	3,103	0.04	3,103	0.04
7	SBI Capital Markets Ltd. A/C The Indian Magnum - Fund N.V. Mutual Fund				
	At the beginning of the year	2,950	0.04	2,950	0.04
	Increase / Decrease in Shareholding during the year	0	0	2,950	0.04
	At the end of the year	2,950	0.04	2,950	0.04
8	Poddar Gems Ltd.				
	At the beginning of the year	2,500	0.03	2,500	0.03
	Increase / Decrease in Shareholding during the year	0	0	2,500	0.03
	At the end of the year	2,500	0.03	2,500	0.03

J. K. INVESTO TRADE (INDIA) LIMITED

9	Poonam Ajay Kapur Ajay Jagdish Kapur				
	At the beginning of the year	2,367	0.03	2,367	0.03
	Increase / Decrease in Shareholding during the year	0	0	2,367	0.03
	At the end of the year	2,367	0.03	2,367	0.03
10	Ajay Kumar Kayan				
	At the beginning of the year	2,250	0.03	2,250	0.03
	Increase / Decrease in Shareholding during the year	0	0	2,250	0.03
	At the end of the year	2,250	0.03	2,250	0.03

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

Sl. No.	Name of Director and Key Managerial Personnel	Shareholding		Cumulative Shareholding	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Dr. Vijaypat Singhania				
	At the beginning of the year	3,600	0.05	3,600	0.05
	Increase / Decrease in Shareholding during the year	0	0	3,600	0.05
	At the end of the year	3,600	0.05	3,600	0.05

V. **INDEBTEDNESS** - None

VI. **REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: - None, as there is no Managing Director, Whole-time Director and/or Manager in the Company.

B. Remuneration to other Directors:-

Particulars of Remuneration	Name of Directors					Total Amount
	Dr. Vijaypat Singhania	Shri Gautam Hari Singhania	Shri R.K. Ganeriwala	Shri H. Sunder	Shri M. Shivkumar	
Non-Executive Directors						
Fee for attending board / committee meetings	1,50,000	1,50,000	-	-	-	3,00,000
Commission	-	2,45,000	-	-	-	2,45,000
Total	1,50,000	3,95,000	-	-	-	5,45,000
Total Managerial Remuneration	-	2,45,000	-	-	-	2,45,000
Overall Ceiling as per the Act	-	-	-	-	-	2,86,951

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD:-

Particulars of Remuneration	Key Managerial Personnel	
	Mukesh Darwani (Company Secretary)	Total
Gross salary:		
Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	17,39,572	17,39,572
Total	17,39,572	17,39,572

VII. **PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:** - There were no penalties/punishments/compounding of offences for the year ended 31st March, 2016.

For and on behalf of the Board

Date : 25th April, 2016
Place : Mumbai

Gautam Hari Singhania
Chairman

J. K. INVESTO TRADE (INDIA) LIMITED

INDEPENDENT AUDITOR'S REPORT

**To The Members of
J. K. Investo Trade (India) Limited**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of J K Investo Trade (India) Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. In terms of section of 143(3) of the Act with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, we give in "Annexure B"- a separate Report on the same.
3. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

J. K. INVESTO TRADE (INDIA) LIMITED

- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 18B-11 to the financial statements;
- (ii) The Company did not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.
- (iii) There has been no delay in transferring amounts, required to be transferred, to the investor Education and Protection Fund by the Company.

For **LODHA & COMPANY**
CHARTERED ACCOUNTANTS
Firm Registration No. – 301051E

R. P. BARADIYA
PARTNER
Membership No. 44101

Place : Mumbai
Date : 25th April, 2016

ANNEXURE A REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF THE J. K. INVESTO TRADE (INDIA) LIMITED.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we state that:

1.
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The Company has carried out physical verification of all its fixed assets during the year. In our opinion, the frequency of verification is reasonable considering the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c) The title deed of immovable property is in the name of the Company.
2. The inventory has been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.
3. During the year, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the register maintained under section 189 of the Act. Therefore, Para 3 (iii) of the Order is not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, the Company has not entered into any transactions referred in section 185 of the Act. Being the Company is registered as non-banking financial company (NBFC) under Chapter IIIB of the Reserve Bank of India Act, 1934, the provisions of Section 186 of the act is not applicable to the Company.
5. No deposits within the meaning of directives issued by RBI (Reserve Bank of India) and Sections 73 to 76 or any other relevant provisions of the Act and rules framed there under have been accepted by the Company. Therefore, Para 3 (v) of the Order is not applicable to the Company.
6. As informed, the Central Government has not prescribed the maintenance of cost records under Section 148 (1) of the Act in respect of service/activities carried out by the Company.
7.
 - a) The Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues applicable to the Company with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory

J. K. INVESTO TRADE (INDIA) LIMITED

dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.

- b) According to the records of the Company, there are no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax which have not been deposited on account of any dispute except the following:

Name of the Statute	Nature of Dues	Forum where the dispute is pending	Financial Year	Amount in ₹
Income Tax Act, 1961	Income-tax	Commissioner of Income-tax (Appeals) *	2008-09,2010-11 & 2011-12	2,22,236
The Customs Act, 1962	Customs duty	Custom, Excise and Service Tax Appellate Tribunal	1991	4,00,000

*disputed by the Company

8. The Company has not taken any loan or borrowing from a financial institution, bank, government or debenture holders and hence the provisions of Para 3 (viii) of the Order is not applicable.
9. The Company has not raised any money by way of initial public offer or further public offer during the year or in the recent past and has not taken any term loan and hence the provisions of Para 3 (ix) of the Order is not applicable.
10. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
12. In our opinion, the Company is not Nidhi Company. Therefore, Para 3 (xii) of the Companies (Auditor's Report) Order 2016 is not applicable to the Company.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 188 of Act and the details have been disclosed in the Financial Statements (refer Note No.18B-6) as required by the applicable accounting standards. As explained, provisions of section 177 of the Act are not applicable to the Company.
14. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him in terms of Section 192 of the Act. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is registered under section 45 IA of the Reserve Bank of India Act, 1934 vide registration no. 13.01435 dated 27.11.2000.

For **LODHA & COMPANY**
CHARTERED ACCOUNTANTS
Firm Registration No. – 301051E

Place : Mumbai
Date : 25th April, 2016

R. P. BARADIYA
PARTNER
Membership No. 44101

ANNEXURE B

ANNEXURE B REFERRED TO IN PARAGRAPH 2 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF THE J. K. INVESTO TRADE (INDIA) LIMITED.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of J.K.INVESTO TRADE (INDIA) LIMITED ("the Company") as of 31 March 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

J. K. INVESTO TRADE (INDIA) LIMITED

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **LODHA & COMPANY**
CHARTERED ACCOUNTANTS
Firm Registration No. – 301051E

Place : Mumbai
Date : 25th April, 2016

R. P. BARADIYA
PARTNER
Membership No. 44101

J. K. INVESTO TRADE (INDIA) LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars		Note No.	As at 31 st March, 2016	As at 31 st March, 2015
			₹	₹
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
	(a) Share capital	1	7,32,22,000	7,32,22,000
	(b) Reserves and surplus	2	51,54,12,284	50,61,32,629
2 Non-current liabilities				
	Long-term provisions - Employee Benefits for Gratuity and Leave Entitlement		9,08,223	7,42,355
3 Current liabilities				
	(a) Short-term borrowings	3	42,00,000	42,00,000
	(b) Trade payables		8,29,535	13,23,700
	(c) Other current liabilities	4	1,56,49,598	1,57,41,862
	(d) Short-term provisions - Employee Benefits for Gratuity, Medical and Leave Entitlement		2,15,474	1,17,387
TOTAL			61,04,37,114	60,14,79,933
II. ASSETS				
Non-current assets				
1 Fixed assets				
	Tangible assets	5	16,96,040	17,25,431
	(b) Non-current investments	6	53,32,23,103	43,50,72,023
	(c) Long-term loans and advances	7	1,43,24,712	1,29,76,092
	(d) Deferred tax assets (net)		97,999	50,901
2 Current assets				
	(a) Current investments	8	5,17,38,076	14,81,98,212
	(b) Inventories	9	1,17,585	-
	(c) Cash and Bank Balances	10	36,15,220	34,37,561
	(d) Short-term loans and advances	11	55,93,192	-
	(e) Other current assets	12	31,187	19,713
TOTAL			61,04,37,114	60,14,79,933
Significant accounting policies and accompanying notes on accounts		18		

As per our report of even date
For **LODHA & COMPANY**
Chartered Accountants

R.P. BARADIYA
Partner

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

For and on behalf of the Board

GAUTAM HARI SINGHANIA
Chairman
DIN : 00020088

H. SUNDER
Director
DIN : 00020583

J. K. INVESTO TRADE (INDIA) LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH, 2016

Particulars		Note No.	For the year ended 31 st March, 2016	For the year ended 31 st March, 2015
			₹	₹
I.	Revenue from operations	13	3,97,82,443	6,42,54,295
II.	Other income	14	79,816	1,52,893
III.	Total Revenue (I + II)		3,98,62,259	6,44,07,188
IV.	Expenses:			
	Purchases of Stock-in-Trade		7,45,028	-
	Changes in inventories of traded goods	15	(1,17,585)	-
	Employee benefits expense	16	46,34,639	45,24,624
	Depreciation and amortization expenses	5	29,391	1,06,113
	Other expenses	17	2,52,64,065	59,97,453
	Total expenses		3,05,55,538	1,06,28,190
V.	Profit before tax (III- IV)		93,06,721	5,37,78,998
VI.	Tax expense:			
	(1) Current tax		77,000	38,50,000
	(2) Deferred tax		(47,098)	(9,210)
	(3) Taxation adjustment for earlier years		(2,836)	3,51,443
VII.	Profit for the year (V - VI)		92,79,655	4,95,86,765
VIII.	Earnings per equity share of the face value of ₹ 10/- each. Basic and Diluted		1.27	6.77
	Significant accounting policies and accompanying notes on accounts	18		

As per our report of even date
For **LODHA & COMPANY**
Chartered Accountants

R.P. BARADIYA
Partner

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

For and on behalf of the Board

GAUTAM HARI SINGHANIA
Chairman
DIN : 00020088

H. SUNDER
Director
DIN : 00020583

J. K. INVESTO TRADE (INDIA) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	Year ended 31 st March, 2016		Year ended 31 st March, 2015	
	₹	₹	₹	₹
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before taxation and extra-ordinary items		93,06,721		5,37,78,998
Adjustments for				
Depreciation	29,391		1,06,113	
(Profit)/loss on sale of units	13,309		350	
Liabilities not payable written back	-		(62,777)	
Interest Others	(79,816)		(26,172)	
		(37,116)		17,514
Operating Profit before Working Capital Changes		92,69,605		5,37,96,512
Adjustments for				
(Increase) / Decrease in Trade and Other Receivables	-		1,98,801	
(Increase) / Decrease in Long Term Loans and Advances	36,69,486		(1,050)	
(Increase) / Decrease in Short Term Loans and Advances	(55,93,192)		-	
(Increase) / Decrease in Inventories	(1,17,585)		-	
(Increase) / Decrease in Other Current Assets	(11,474)		(1,02,134)	
Increase / (Decrease) in Long Term Provisions	1,65,868		(19,850)	
Increase / (Decrease) in Trade Payables	(4,94,165)		(5,44,601)	
Increase / (Decrease) in Other Current Liabilities	(92,264)		88,99,322	
Increase / (Decrease) in Short Term Provisions	98,087		9,749	
		(23,75,239)		84,40,237
Cash Generated from Operations		68,94,366		6,22,36,749
Direct Taxes Paid (Net of Refunds)		50,92,270		72,45,471
NET CASH FROM OPERATING ACTIVITIES (TOTAL A)		18,02,096		5,49,91,278
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Non Current Investments	(9,81,51,080)		(50,00,000)	
Purchase of Current Investments	(6,55,53,173)		(5,41,08,905)	
Sale of Current Investments	16,20,00,000		40,00,000	
Addition to Fixed Assets	-		(5,460)	
Dividend received from SBI MF	-		96	
Interest received	79,816		26,172	
		(16,24,437)		(5,50,88,097)
NET CASH FROM INVESTING ACTIVITIES (TOTAL B)		(16,24,437)		(5,50,88,097)

J. K. INVESTO TRADE (INDIA) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016 (Cont...)

Particulars	Year ended 31 st March, 2016		Year ended 31 st March, 2015	
	₹	₹	₹	₹
C. CASH FLOW FROM FINANCING ACTIVITIES				
Transfer to investors education and protection fund		-		(2,03,247)
NET CASH USED IN FINANCING ACTIVITIES (TOTAL C)		-		(2,03,247)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (TOTAL A+B+C)		1,77,659		(3,00,066)
CASH AND CASH EQUIVALENTS - OPENING BALANCE		16,87,561		19,87,627
CASH AND CASH EQUIVALENTS - CLOSING BALANCE		18,65,220		16,87,561

Notes:

- 1 The above cash flow statement has been prepared by using indirect method as per Accounting Standard 3 - Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- 2 Previous year's figures have been regrouped / rearranged / recast, wherever necessary, to conform to current year's presentation.

As per our attached report of even date
For **LODHA & COMPANY**
Chartered Accountants

R.P. BARADIYA
Partner

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

For and on behalf of the Board

GAUTAM HARI SINGHANIA
Chairman
DIN : 00020088

H. SUNDER
Director
DIN : 00020583

J. K. INVESTO TRADE (INDIA) LIMITED

Note 1 - Shareholders' Funds - Share Capital

Share Capital	As at 31 st March, 2016		As at 31 st March, 2015	
	Number	₹	Number	₹
Authorised				
20,000 6% preference shares of ₹ 100 each	20,000	20,00,000	20,000	20,00,000
40,000 14% 10-year Redeemable preference shares of ₹ 100 each	40,000	40,00,000	40,000	40,00,000
74,00,000 Equity Shares of ₹ 10 each	74,00,000	7,40,00,000	74,00,000	7,40,00,000
Issued, Subscribed and Paid up				
73,22,200 Equity Shares of ₹ 10 each fully paid	73,22,200	7,32,22,000	73,22,200	7,32,22,000
TOTAL	73,22,200	7,32,22,000	73,22,200	7,32,22,000

Rights of equity shareholders:

The company has only one class of equity share having par value of ₹ 10 each. Each shareholder is entitled to one vote per share. In the event of liquidation of the company, the holder of equity share will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts, if any.

Disclosure for each class of Shares

Particulars	Equity Shares	
	Number	₹
Shares outstanding at the beginning of the year	73,22,200	7,32,22,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	73,22,200	7,32,22,000

More than 5% Shareholding

Name of Share holder	As at 31 st March, 2016		As at 31 st March, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Raymond Limited and its nominees	34,89,878	47.66	34,89,878	47.66
J.K.Investors (Bombay) Limited	35,10,448	47.94	35,10,448	47.94

During the last five years, the Company has not issued bonus shares / bought back shares / issued shares for consideration other than cash.

J. K. INVESTO TRADE (INDIA) LIMITED

Note 2 - Shareholders' Funds - Reserves and Surplus

Reserves and Surplus	As as 31 st March, 2016	As at 31 st March, 2015
	₹	₹
a. Capital Redemption Reserve		
Opening Balance	37,35,000	37,35,000
Closing Balance	37,35,000	37,35,000
b. General Reserves		
Opening Balance	1,66,49,809	1,66,49,809
(+ Current Year Transfer	-	-
Closing Balance	1,66,49,809	1,66,49,809
c. Reserve Fund Under RBI Act		
Opening Balance	9,87,06,400	8,87,89,000
(+ Current Year Transfer	18,55,900	99,17,400
Closing Balance	10,05,62,300	9,87,06,400
d. Surplus		
Opening Balance	38,70,41,420	34,73,72,055
(+ Net Profit/(Net Loss) For the current year	92,79,655	4,95,86,765
(-) Transfer to Reserve Fund under RBI Act	18,55,900	99,17,400
Closing Balance	39,44,65,175	38,70,41,420
TOTAL	51,54,12,284	50,61,32,629

Note 3 - Current Liabilities - Short Term Borrowings

Short Term Borrowings	As at 31 st March, 2016	As at 31 st March, 2015
	₹	₹
Unsecured		
Deposit from Bodies Corporate*	42,00,000	42,00,000
TOTAL	42,00,000	42,00,000

Note 4 - Current Liabilities - Other Current Liabilities

Other Current Liabilities	As at 31 st March, 2016	As at 31 st March, 2015
	₹	₹
(a) Interest accrued and due on borrowings*	63,17,069	63,17,069
(b) Other payables :		
i) Rent Deposit	87,45,990	87,45,990
ii) Statutory dues	5,86,539	6,78,803
TOTAL	1,56,49,598	1,57,41,862

* Also refer Note 18 B (1) (d) of significant accounting policies and notes on accounts.

J. K. INVESTO TRADE (INDIA) LIMITED

Note 5 - Non Current Assets - Fixed Assets

Description	Gross Block (at cost)			Accumulated Depreciation			Net Block	
	Balance as at 1 st April, 2015	Additions/ (Disposals)	Balance as at 31 st March, 2016	Balance as at 1 st April, 2015	Depreciation charge for the year	On disposals	Balance as at 31 st March, 2016	Balance as at 31 st March, 2016
	₹	₹	₹	₹	₹	₹	₹	₹
Tangible Assets								
Freehold Land	3,52,670	-	3,52,670	-	-	-	-	3,52,670
Buildings	33,33,645	-	33,33,645	20,30,900	22,008	-	20,52,908	12,80,737
Plant and Equipment	1,30,000	-	1,30,000	1,23,502	-	-	1,23,502	6,498
Furniture and Fixtures	1,46,784	-	1,46,784	1,07,902	5,556	-	1,13,458	33,326
Office Equipment	40,668	-	40,668	38,635	-	-	38,635	2,033
Computer Hardware	3,63,034	-	3,63,034	3,40,431	1,827	-	3,42,258	20,776
TOTAL	43,66,801	-	43,66,801	26,41,370	29,391	-	26,70,761	16,96,040

Description	Gross Block (at cost)			Accumulated Depreciation			Net Block	
	Balance as at 1 st April, 2014	Additions/ (Disposals)	Balance as at 31 st March, 2015	Balance as at 1 st April, 2014	Depreciation charge for the year	On disposals	Balance as at 31 st March, 2015	Balance as at 31 st March, 2015
	₹	₹	₹	₹	₹	₹	₹	₹
Tangible Assets								
Freehold Land	3,52,670	-	3,52,670	-	-	-	-	3,52,670
Buildings	33,33,645	-	33,33,645	20,05,641	25,259	-	20,30,900	13,02,745
Plant and Equipment	1,30,000	-	1,30,000	1,23,502	-	-	1,23,502	6,498
Furniture and Fixtures	1,46,784	-	1,46,784	96,649	11,253	-	1,07,902	38,882
Office Equipment	40,668	-	40,668	38,635	-	-	38,635	2,033
Computer Hardware	3,57,574	5,460	3,63,034	2,70,830	69,601	-	3,40,431	22,603
TOTAL	43,61,341	5,460	43,66,801	25,35,257	1,06,113	-	26,41,370	17,25,431

Note 6 - Non Current Assets - Non Current Investments (Long Term)

Non Current Investments (Long Term)		As at 31 st March, 2016	As at 31 st March, 2015
		₹	₹
A	Trade Investments		
	Total (A)	-	-
B	Other Investments (Refer B below)		
	(i) Investment in Equity instruments	54,02,23,103	44,20,72,023
	Total (B)	54,02,23,103	44,20,72,023
	Grand Total (A + B)	54,02,23,103	44,20,72,023
	Less : Provision for diminution in the value of Investments	70,00,000	70,00,000
	TOTAL	53,32,23,103	43,50,72,023

Particulars	31 st March, 2016	31 st March, 2015
Aggregate amount of quoted investments (Market value of ₹ 1,13,87,88,204; Previous Year ₹ 1,15,10,24,119)	52,11,30,191	42,29,79,111
Aggregate amount of unquoted investments *	1,20,92,912	1,20,92,912

* Net of provision for diminution.

J. K. INVESTO TRADE (INDIA) LIMITED

B. Details of Non Current Investments

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares		Quoted / Unquoted	Partly Paid/Fully paid	Extent of Holding (%)		Amount in ₹		Basis of Valuation (also refer Note 18 A (VI))
			31/03/2016	31/03/2015			31/03/2016	31/03/2015	31/03/2016	31/03/2015	
(i)	Investment in Equity Instruments										
1	J. K. Helene Curtis Limited (Face value of ₹ 10 each)	Subsidiary	9,80,000	9,80,000	Unquoted	Fully Paid	100.00	100.00	20,92,912	20,92,912	Cost
2	J. K. Ansell Private Limited (Face value of ₹ 10 each)	Joint Venture	10,00,000	10,00,000	Unquoted	Fully Paid	50.00	50.00	1,00,00,000	1,00,00,000	Cost
3	Radha Krishna Films Limited (Face value of ₹ 10 each)	Associate	7,00,000	7,00,000	Unquoted	Fully Paid	7.11	7.11	-	-	After provision for diminution
4	Raymond Limited (Face value of ₹ 10 each)	Associate	28,02,826	25,88,025	Quoted	Fully Paid	4.57	4.22	52,11,30,191	42,29,79,111	Cost
TOTAL									53,32,23,103	43,50,72,023	

Note 7 - Non Current Assets - Long Term Loans and Advances

Long Term Loans and Advances		As at	As at
		31 st March, 2016	31 st March, 2015
		₹	₹
a.	Security Deposits		
	Unsecured, considered good	4,67,141	4,67,141
b.	Others :		
(i)	Unsecured, considered good		
	Taxes Paid (Net of Provision for tax ₹ 1,58,92,783; previous year ₹ 2,22,70,783)	1,23,85,571	73,67,465
(ii)	Payment to Tahsildar, Thane	14,72,000	-
(iii)	Fixed deposit with PNB Housing Finance Limited	-	50,00,000
(iv)	Interest Accrued but not due	-	1,41,486
TOTAL		1,43,24,712	1,29,76,092

Note 8 - Current Assets - Current Investments

Current Investments		As at	As at
		31 st March, 2016	31 st March, 2015
		₹	₹
Investments in Mutual Funds		5,17,38,076	14,31,98,212
Add: Additional Investment applied		-	50,00,000
TOTAL		5,17,38,076	14,81,98,212

Particulars	As at	As at
	31 st March, 2016	31 st March, 2015
	₹	₹
Aggregate amount of quoted investments	-	-
Aggregate amount of unquoted investments (Repurchase price ₹ 5,18,54,399; Previous Year ₹ 14,82,39,227)	5,17,38,076	14,81,98,212

J. K. INVESTO TRADE (INDIA) LIMITED

Details of Current Investments

Particulars	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount		Basis of Valuation (also refer Note 18 A (VI))
			2015-16	2014-15			2015-16	2014-15	2015-16	2014-15	
			Nos.	Nos.					₹	₹	
SBI Mutual Fund - Liquid Floater Plan - Weekly Dividend - Direct Plan - F.V. ₹ 1,000 each	SBI Mutual Fund	Others	50,130	1,38,751	Unquoted	Fully Paid-up	*	*	5,17,38,076	14,31,98,212	Cost
Additional Investment in SBI Mutual Fund - Liquid Floater Plan - Weekly Dividend - Direct Plan - F.V. ₹ 1,000 each applied	SBI Mutual Fund	Others	-	4,838	Unquoted	Fully Paid-up	*	*	-	50,00,000	Cost

* Not available.

Note 9 - Current Assets - Inventories

Inventories	As at 31 st March, 2016	As at 31 st March, 2015
	₹	₹
Traded Goods:		
Yarn	1,17,585	-
TOTAL	1,17,585	-

Note 10 - Current Assets - Cash and Bank Balances

Cash and Bank Balances	As at 31 st March, 2016		As at 31 st March, 2015	
	₹	₹	₹	₹
(i) Cash and Cash Equivalents				
a. Balances with banks	18,62,731		16,79,740	
b. Cash on hand	2,489		7,821	
		18,65,220		16,87,561
(ii) Balances with banks to the extent held as guarantees and other commitments		17,50,000		17,50,000
TOTAL		36,15,220		34,37,561

Note 11 - Current Assets - Short Term Loans and Advances (Unsecured, considered good)

Short Term Loans and Advances	As at 31 st March, 2016	As at 31 st March, 2015
	₹	₹
Fixed deposit with PNB Housing Finance Limited	50,00,000	-
Interest Accrued but not due	5,93,192	-
TOTAL	55,93,192	-

J. K. INVESTO TRADE (INDIA) LIMITED

Note 12 - Current Assets - Other Current Assets

Other Current Assets	As at 31 st March, 2016	As at 31 st March, 2015
	₹	₹
Interest receivable	952	-
Prepaid Expenses	19,059	9,916
Others	11,176	9,797
TOTAL	31,187	19,713

Note 13 - Revenue from operations

Revenue from operations	For the year ended 31 st March, 2016		For the year ended 31 st March, 2015	
	₹	₹	₹	₹
Sale of traded goods - Yarn		6,39,994		-
Dividend (Gross) :				
From long term investments	77,64,075		3,01,76,050	
From current investments	40,53,173		71,08,905	
		1,18,17,248		3,72,84,955
Interest (Gross)		6,62,041		3,18,101
Compensation for use of office/other premises		2,66,63,160		2,66,51,239
TOTAL		3,97,82,443		6,42,54,295

Note 14 - Other Income

Other Income	For the year ended 31 st March, 2016	For the year ended 31 st March, 2015
	₹	₹
Interest on electricity deposits and others	79,816	26,172
Provision / liabilities no longer required written back	-	1,26,721
TOTAL	79,816	1,52,893

Note 15 - Changes in inventories of Traded Goods

Changes in inventories of Traded Goods	For the year ended 31 st March, 2016	For the year ended 31 st March, 2015
	₹	₹
Opening Stock:		
Traded Goods	-	-
Total A	-	-
Closing Stock:		
Traded Goods	1,17,585	-
Total B	1,17,585	-
(Increase) / Decrease in Stocks (A-B)	(1,17,585)	-

J. K. INVESTO TRADE (INDIA) LIMITED

Note 16 - Employee Benefits Expense

Employee Benefits Expense	For the year ended 31 st March, 2016	For the year ended on 31 st March, 2015
	₹	₹
(a) Salaries and incentives	39,24,956	37,83,851
(b) Contributions to provident and other funds	4,54,250	4,35,957
(c) Staff welfare expenses	2,55,433	3,04,816
TOTAL	46,34,639	45,24,624

Note 17 - Other Expenses

Other Expenses	For the year ended 31 st March, 2016	For the year ended 31 st March, 2015
	₹	₹
Rent	6,235	6,235
Insurance	16,723	18,111
Rates and taxes, excluding taxes on income	13,31,628	12,24,492
Repairs, renewal and maintenance	31,67,425	17,995
Legal and professional charges	1,91,79,213	31,48,007
Auditors' remuneration	1,97,904	1,22,107
Directors' fees	3,00,000	4,05,000
Directors' commission	2,45,000	4,70,000
Miscellaneous expenses	8,19,937	5,85,506
TOTAL	2,52,64,065	59,97,453

NOTE 18 – SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016.

A SIGNIFICANT ACCOUNTING POLICIES

I) General

The financial statements are prepared on the basis of historical cost convention and on the accounting principles of a going concern, complying with the accounting standards referred under the Companies Act. All expenses and income to the extent ascertainable with reasonable certainty, considered payable and receivable, respectively, are accounted for on accrual basis.

II) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements and reported amount of revenue expenses for that year. Ultimate actual results may differ from those estimates. Any revision to accounting estimates is recognised prospectively.

III) Fixed Assets

All Fixed assets are stated at cost of acquisition, inclusive of inward freight, duties and taxes and other incidental expenses related to acquisition. All costs attributable to fixed assets are capitalised till the date they are installed and put to use.

IV) Impairment of Assets

At each balance sheet date, where there is any indication that any asset may be impaired, the carrying value of such assets is reduced to its recoverable amount and the amount of such impairment loss is charged to profit and loss account. If at the balance sheet date there is any indication that a previously assessed impairment loss no longer exist, then such loss is reversed and the asset is restated to that effect.

J. K. INVESTO TRADE (INDIA) LIMITED

V) Depreciation

Depreciation on Fixed assets is provided on Straight Line Method at the rates and in the manner specified in Schedule II to the Companies Act, 2013.

VI) Investments

Investments are classified into long-term and current investments.

Long term investments are stated at cost less provision for diminution in value which is other than temporary.

Current investments are valued at lower of the cost and realisable value.

VII) Inventories

a) Inventories of traded goods are stated at 'cost or net realisable value, whichever is lower'. Cost comprise all cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost formula used is 'First-in-First-out'.

b) Goods in transit are stated 'at cost'.

VIII) Employee Benefits

a) The Company makes regular monthly contribution to provident fund and pension fund all of which are based on a percentage of salary.

b) Gratuity is provided on the basis of an actuarial valuation as at the year end and is not funded.

c) Leave entitlements are accrued on the basis of an actuarial valuation as at the year end.

IX) Revenue Recognition

a) Sale of goods is recognised on transfer of significant risks and rewards of ownership which is generally on dispatch of goods.

b) Rent income is accounted as per the terms of the agreements.

c) Dividend income is accounted for in the year in which right to receive payment is established.

X) Borrowing cost

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

XI) Taxation

a) Provision for current tax is made on the basis of the estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961.

b) The deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future and are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

c) Tax credit is recognised in respect of Minimum Alternate Tax (MAT) as per the provisions of the Income-tax Act, 1961 based on convincing evidence that the Company will pay normal Income-tax within the statutory time frame and is reviewed at each balance sheet date.

XII) Provision, Contingent Liabilities and Contingent Assets

a) Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources.

b) Contingent Liabilities (excluding those, liability whereof is not ascertainable) are not recognised but are disclosed in the notes forming part of accounts.

c) Contingent Assets are neither recognised nor disclosed in the financial statements.

B. NOTES FORMING PART OF ACCOUNTS

1 Contingent liabilities not provided for in respect of:

a) Claims against the Company, and interest thereon, if any, not acknowledged as debts:

J. K. INVESTO TRADE (INDIA) LIMITED

- i) Demand for excess rent ₹ 8,49,30,471 (Previous Year ₹ 8,40,36,706) by National Textile Corporation Limited (NTC). The Bombay High Court, vide its order dated 15th July, 2009, has stayed the operation of order dated 13th February, 2006 passed by the Estate Officer of NTC, till the final disposal of the petition filed by the Company.
- ii) Demand of Thane District Central Co-operative Bank Limited for recovery of loan outstanding from ex-workmen ₹ 17,50,000 (Previous Year ₹ 17,50,000) against which equivalent amount of Bank guarantee has been provided by the Company.
- b) Disputed Income-tax / Wealth tax / Custom Duty demands under appeal, including interest up to the date of demand but excluding interest liability, if any, as may arise on conclusion of the following matters:
- i) Demand of disputed Wealth-tax ₹ 43,28,865 (Previous Year ₹ 43,28,865).
- ii) Demand of disputed Income-tax ₹ 8,16,334 (Previous Year ₹ 50,75,985).
- iii) Custom Duty matters estimated at ₹ 4,00,000 (Previous Year ₹ 4,00,000). The said demand, if paid, is recoverable from an associate.
- c) Other matters ₹ 5,88,718 (Previous Year ₹ 5,88,718).
- d) Interest of ₹ 1,54,80,000 (Previous Year ₹ 1,47,45,000), pending settlement, on certain inter corporate deposits.
- e) Demand for disputed NA tax by Tahsildar, Thane ₹ 29,42,120 (Previous Year Nil).
- f) Other commitments: Nil.
- 2 Thane Municipal Corporation has acquired about 6,827.35 square meters (previous year 6,827.35 square meters) of the Company's land at Thane costing ₹ 29,127 (Previous Year ₹ 29,127) for the purpose of widening of municipal roads. Further, Thane Municipal Corporation will be acquiring about 1,759.60 square meters for road widening. The areas acquired till date would be finalised after joint survey by municipal authorities and the company for awarding compensation. Necessary accounting effect for the same will be given in the year in which the compensation amount is finally settled.
- 3 Conveyancing of Wadala leasehold land, sold in earlier years, in favour of M/s. Kalpak Development Corporation (purchaser)/ultimate acquirers is still pending in respect of part of the property.
- 4 There are no Micro, Small and Medium Enterprises to whom the Company owes dues as at 31st March, 2016. This disclosure, takes into account, only those creditors who have responded to the enquiries made by the Company for the purpose of determining its creditors who are Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006. This has been relied upon by the Auditors.

5 Disclosure of interest in Joint Venture:

Name of the Jointly controlled entity	:	J.K. Ansell Private Limited
Country of Incorporation	:	India
Ownership Interest	:	10,00,000 equity shares of ₹ 10 each representing 50% of the paid up share capital.
Share in the Contingent Liabilities	:	₹ 18,21,534 (Previous Year ₹ 13,06,083)
Share in Capital Commitments	:	₹ 2,39,32,976 (Previous Year ₹ 3,37,81,539)

Aggregated amount of interest in :

Particulars	Current year	Previous year
	₹	₹
Assets	38,34,41,626	34,33,27,194
Liabilities	13,05,57,463	11,38,18,604
Income	104,07,43,536	91,11,45,443
Expenses	101,73,67,964	88,43,99,148

J. K. INVESTO TRADE (INDIA) LIMITED

6 Related parties disclosures :

1 Relationships:

(a) Subsidiary Companies :

J. K. Helene Curtis Limited and its wholly-owned subsidiary JKHC International (FZE).

(b) Joint Ventures and other parties with whom the Company has entered into transactions during the year :

i) J. K. Ansell Private Limited (Joint Venture)

ii) Raymond Limited

(c) Key Management Personnel :

i) Dr. Vijaypat Singhania - Director

ii) Shri. Gautam Hari Singhania - Chairman

iii) Shri. H. Sunder - Director

iv) Shri. M. Shivkumar - Director (Resigned w.e.f 31-12-2015)

v) Shri. R.K.Ganeriwala - Director

vi) Shri. Mukesh Darwani - Company Secretary

Note : Related party relationship is as identified by the Company and relied upon by the Auditors.

2 Transaction carried out with related parties referred in 6.1 above, in the ordinary course of business :

Nature of transactions	Related Parties				Total
	Referred in 1 (a) above	Referred in 1 (b) (i) above	Referred in 1 (b) (ii) above	Referred in 1 (c) above	
	₹	₹	₹	₹	
Expenses					
Remuneration - Company Secretary	-	-	-	17,39,572	17,39,572
	(-)	(-)	(-)	(15,93,959)	(15,93,959)
Directors' sitting fees (See 3 below)	-	-	-	3,00,000	3,00,000
	(-)	(-)	(-)	(4,05,000)	(4,05,000)
Commission to non-executive directors (See 3 below)	-	-	-	2,45,000	2,45,000
	(-)	(-)	(-)	(4,70,000)	(4,70,000)
Income					
Interest	-	-	25,108	-	25,108
	(-)	(-)	(22,768)	(-)	(22,768)
Rent received	-	-	2,29,83,960	-	2,29,83,960
	(-)	(-)	(2,29,72,686)	(-)	(2,29,72,686)
Dividend received	-	-	77,64,075	-	77,64,075
	(-)	(2,50,00,000)	(51,76,050)	(-)	(3,01,76,050)
Liability not payable written back	-	-	-	-	-
	(-)	(-)	(-)	(35,500)	(35,500)
Outstandings					
Investments	20,92,912	1,00,00,000	52,11,30,191	-	53,32,23,103
	(20,92,912)	(1,00,00,000)	(42,29,79,111)	(-)	(43,50,72,023)
Property Deposit received	-	-	57,45,990	-	57,45,990
	(-)	(-)	(57,45,990)	(-)	(57,45,990)

J. K. INVESTO TRADE (INDIA) LIMITED

3 Details of transactions with related parties referred in 1 (c) above :

Nature of transactions	Related Parties			Total
	Referred in 1 (c) (i) above	Referred in 1 (c) (ii) above	Referred in 1 (c) (v) above	
	₹	₹	₹	
Directors' sitting fees	1,50,000	1,50,000	-	3,00,000
	(1,65,000)	(1,70,000)	(50,000)	*(3,85,000)
Directors' commission	-	2,45,000	-	2,45,000
	(2,35,000)	(2,35,000)	(-)	(4,70,000)

* Directors' sitting fees of ₹ 20,000 was paid to Shri Nabankur Gupta in the previous year previous year's figures are shown in brackets.

No amounts pertaining to related parties have been provided as doubtful debts. Also, no amount has been written off / written back except stated above.

7. Earnings Per Share :

Particulars	Year ended	Year ended
	31.03.2016	31.03.2015
Computation of Profit for Earnings per Share:		
Profit/(Loss) after tax (₹)	92,79,655	4,95,86,765
Nominal value per share (₹)	10.00	10.00
Number of equity shares (Nos.)	73,22,200	73,22,200
Basic and diluted Earnings Per Share (₹)	1.27	6.77

8. Deferred Tax:

Particulars	Deferred Tax (Asset) / Liability as at 31.03.2015	Charge / (Credit) for the Year	Deferred Tax (Asset) / Liability as at 31.03.2016
	₹	₹	₹
Nature of timing difference:			
Deferred tax Liability on account of Depreciation	1,19,086	18,010	1,37,096
Deferred tax Asset on account of Employee Benefits	(1,69,987)	(65,108)	(2,35,095)
Deferred Tax Liability / (Asset) (Net)	(50,901)	(47,098)	(97,999)

As a matter of prudence, the management has not recognised deferred tax assets in respect of business loss and brought forward Long Term Capital Loss.

9. Details of defined benefit plan, being gratuity as per actuarial valuation as on 31st March, 2016:

	Year ended	Year ended
	31.03.2016	31.03.2015
	₹	₹
1 Components of Employer Expenses		
(a) Current Service Cost	63,179	61,147
(b) Interest Cost	58,026	58,572
(c) Actuarial (Gain) / Loss	30,809	1,43,070
(d) Total expense / (gain) recognised in the Profit and Loss account	1,52,014	2,62,789

J. K. INVESTO TRADE (INDIA) LIMITED

		Year ended 31.03.2016	Year ended 31.03.2015
		₹	₹
2	Net Asset / (Liability) recognized in Balance Sheet as at 31 st March, 2016		
	(a) Net liability as on 31 st March, 2015	7,25,322	7,32,156
	(b) Expenses as above	1,52,014	2,62,789
	(c) Benefits Paid	(99,750)	(2,69,623)
	(d) (Asset) / Liability recognized in the Balance Sheet	7,77,586	7,25,322
3	Change Benefit Obligation during the year ended 31 st March, 2016		
	(a) Liability at beginning of the year	7,25,322	7,32,156
	(b) Current Service Cost	63,179	61,147
	(c) Interest Cost	58,026	58,572
	(d) Benefits Paid	(99,750)	(2,69,623)
	(e) Actuarial (Gain) / Loss	30,809	1,43,070
	(f) Liability at the end of the year	7,77,586	7,25,322
4	Change in Fair Value of Plan Assets		
	(a) Present Value of Plan Assets as at 31 st March, 2015	Nil	Nil
	(b) Actuarial (Gain) / Loss	Nil	Nil
	(c) Actual Company Contribution	Nil	Nil
	(d) Benefits Paid	Nil	Nil
	(e) Fair Value of Plan Assets as at 31 st March, 2016	Nil	Nil
5	Actuarial Assumptions		
	(a) Discount Rate (per annum)	8.00%	8.00%
	(b) Salary Escalation Rate	5%	5%
	(c) Mortality rate / table	Indian Assured	Indian Assured
		Lives Mortality	Lives Mortality
		(2006-08)	(2006-08)
		Ultimate	Ultimate
6	Percentage of each Category of Plan Assets N.A. to total Fair Value of Plan Assets as at 31 st March, 2016	N.A.	N.A.

10 Auditors' Remuneration

Particulars	31 st March, 2016	31 st March, 2015
	₹	₹
a. Audit fees	1,00,000	1,00,000
b. Certification charges	74,900	15,000
c. Reimbursement of expenses (including service tax)	23,004	7,107
TOTAL	1,97,904	1,22,107

J. K. INVESTO TRADE (INDIA) LIMITED

11 Litigation pending :

Impact of pending litigation on the financial position of the Company :

(a) Litigation against the Company

Sr. No.	Brief matter	Forum where pending	Total amount involved	Dealt in financial statements				Category	Remarks
				Liability provided	Disclosed as contingent liability	Amount paid and disclosed as long term loans and advances			
				₹	₹	₹	₹		
1	Demand for rent by National Textiles Corporation	The Bombay High Court	8,52,48,488	3,18,017	8,49,30,471	-	Property	An Order demanding excess rent dated 13 th February, 2006, was passed by the Estate Officer of National Textiles Corporation Limited against which the Company has filed a petition. The proceedings are stayed till the final disposal of the petition.	
2	Custom Duty on imports	CESTAT	4,00,000	-	4,00,000	-	Custom Duty	Regarding valuation of customs duty leviable on machinery and spare parts imported by the Company for its condom division in the year 1991.	
3	Additional wealth-tax on enhancement of value of asset.	Income-tax Appellate Tribunal (ITAT)	13,64,823	-	13,64,823	-	Wealth-tax	For assessment years 1993-94, 1994-95 and 1995-96, the wealth-tax officer had enhanced the value of the Company's land at Thane and demanded additional wealth-tax which was struck off by the Commissioner of Income-tax (Appeals). The department has gone in appeal before ITAT.	
4	Various other claims / cases	The Bombay High Court	23,38,718	-	23,38,718	-	Others	Claim by a bank in respect of loan of ex-workmen of ₹ 17,50,000/-, purchase order cancellation etc., of ₹ 5,88,718/-.	
TOTAL			8,93,52,029	3,18,017	8,90,34,012	-			

J. K. INVESTO TRADE (INDIA) LIMITED

(b) Litigation by the Company :

Sr. No.	Brief matter	Forum where pending	Total amount involved	Dealt in financial statements			Category	Remarks
				Liability provided	Disclosed as contingent liability	Amount paid and disclosed as long term/ short term loans and advances		
				₹	₹	₹		
1	Income-tax appeals.	Commissioner of Income-tax (Appeals)	11,67,777	3,51,443	8,16,334	9,45,541	Income-tax	While passing the assessment orders for the assessment years 2009-10, 2011-12 and 2012-13 the Assessing Officer had disallowed 25% of the employment cost, treating it as expenditure incurred for earning tax free income. The Company has filed appeals against these disallowances.
2	Additional wealth-tax on enhancement of value of asset.	Income-tax Appellate Tribunal (ITAT)	22,92,010	54,000	22,38,010	22,38,010	Wealth-tax	In the assessment year 2004-05 the wealth-tax officer has enhanced the value of the Company's land at Thane and demanded additional wealth-tax which was upheld by the Commissioner of Income-tax (Appeals). The Company has gone in appeal.
3	Additional wealth-tax on enhancement of value of asset.	Commissioner of Income-tax (Appeals)	8,19,532	93,500	7,26,032	7,26,032	Wealth-tax	In the assessment year 2005-06, the wealth-tax officer has enhanced the value of the Company's land at Thane and demanded additional wealth-tax which is disputed.
4	Demand of NA Tax	Tahsildar, Thane	29,42,120	-	29,42,120	14,72,000	Property	The Additional Tahsildar (NA), Thane has demanded additional NA Tax which is disputed by the Company.
TOTAL			72,21,439	4,98,943	67,22,496	53,81,583		

12 Expenditure in Foreign Currency on account of:

Particulars	Year ended 31.03.2016	Year ended 31.03.2015
	₹	₹
Legal and professional fees	97,51,817	-

13 Segment Reporting as per Accounting Standard on Segment Reporting (AS-17) has been presented in the Consolidated Financial Statements.

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

For and on behalf of the Board

GAUTAM HARI SINGHANIA

Chairman
DIN : 00020088

H. SUNDER

Director
DIN : 00020583

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

J. K. INVESTO TRADE (INDIA) LIMITED

Form AOC-I

Statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

1. Sr. No.	1
2. Name of the subsidiary	J. K. Helene Curtis Limited
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	
4. Share capital	₹ 98,00,000
5. Reserves & surplus	₹ 118,60,37,300
6. Total assets	₹ 147,56,50,589
7. Total Liabilities	₹ 27,89,85,777
8. Investments	₹ 93,72,87,600
9. Turnover	₹ 288,02,91,733
10. Profit before taxation	₹ 14,91,57,410
11. Provision for taxation	₹ 4,82,21,281
12. Profit after taxation	₹ 10,09,36,128
13. Proposed Dividend	Nil
14. % of shareholding	100 %

1. Sr. No.	2
2. Name of the subsidiary	JKHC International (FZE)
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31.03.2016
4. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	AED ₹ 18.04 = 1 AED
5. Share capital	₹ 1,89,42,000
6. Reserves & surplus	(-) ₹ 1,63,46,946
7. Total assets	₹ 81,60,538
8. Total Liabilities	₹ 55,65,484
9. Investments	Nil
10. Turnover	₹ 1,27,27,482
11. Profit before taxation	Loss ₹ 1,35,48,500
12. Provision for taxation	Nil
13. Profit after taxation	Loss ₹ 1,35,48,500
14. Proposed Dividend	Nil
15. % of shareholding	100 % by J. K. Helene Curtis Limited

Part "B": Associates and Joint Ventures

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

Name of Associates/ Joint Ventures	J. K. Ansell Private Limited
1. Latest audited Balance Sheet Date	31.03.2016
2. Shares of Associate/Joint Ventures held by the company on the year end	
No. of shares held	10,00,000
Amount of Investment in Associates/Joint Venture	₹ 1,00,00,000
Extent of Holding %	50%
3. Description of how there is significant influence	Holding 50% of total share capital
4. Reason why the associate/joint venture is not consolidated	Not applicable
6. Networth attributable to Shareholding as per latest audited Balance Sheet	₹ 25,28,84,163
7. Profit / Loss for the year	₹ 4,67,51,444
i. Considered in Consolidation	₹ 2,33,75,572 (PAT)
ii. Not Considered in Consolidation	₹ 2,33,75,572 (PAT)

For and on behalf of the Board

GAUTAM HARI SINGHANIA
Chairman
DIN : 00020088

H. SUNDER
Director
DIN : 00020583

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

J. K. INVESTO TRADE (INDIA) LIMITED

INDEPENDENT AUDITOR'S REPORT

To The Members of
J. K. Investo Trade (India) Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of J. K. Investo Trade (India) Limited ("the Parent Company"), its subsidiaries and a joint venture collectively referred to as "the Group" which comprise the Consolidated Balance Sheet as at 31st March, 2016, the Consolidated Statement of Profit and Loss, the consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors are responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position and consolidated financial performance of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

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

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Group as at 31st March, 2016, its consolidated profits and consolidated cash flows for the year ended on that date.

Other Matters:

We have not audited the financial statements of 2 subsidiaries included in the consolidated financial statements whose consolidated financial statements reflect total assets of ₹ 14,756.51 Lacs as at March 31, 2016; (as at March 31, 2015 ₹ 14,404.75 Lacs) and the consolidated revenue of ₹ 29,298.27 Lacs for the year ended March 31, 2016 (total revenue of ₹ 30,740.73 lacs for the year ended March 31, 2015). These consolidated financial statements and other financial information have been audited by other auditors whose reports have been furnished to us, and our opinion is based solely on the report of such other auditors.

Report on Other Legal and Regulatory Requirements

1. In terms of section 143(3) of the Act with respect to the adequacy of the internal financial controls over financial reporting of the Holding Company, a subsidiary and a Joint venture incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

J. K. INVESTO TRADE (INDIA) LIMITED

2. As required by Section 143 (3) of the Act, we report, to the extent applicable, that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The Consolidate Balance Sheet, the Consolidated Statement of Profit and Loss and Consolidated cash flow statement dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors of the Holding Company and a Joint Venture as on 31st March 2016 taken on record by the Board of Directors of the Holding Company, Joint venture incorporated in India and the report of the statutory auditors of its subsidiary company incorporated in India, none of the Directors of the Group companies incorporated in India is disqualified as on 31st March 2016 from being appointed as a Director of that company in terms of sub-section 2 of Section 164 of the Act.
 - (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Holding Company, subsidiary company and jointly controlled company - [Refer Note no. 27(B) (1) to the consolidated financial statements]
 - (ii) The Group has made provision in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long terms contracts including derivative contracts.
 - (iii) There has been no delay in transferring amounts, required to be transferred, to the investor Education and Protection Fund.

For **LODHA & COMPANY**
Chartered Accountants
Firm Registration No. – 301051E

R. P. BARADIYA
Partner
Membership No. 44101

Place : Mumbai
Date : 25th April, 2016

J. K. INVESTO TRADE (INDIA) LIMITED

ANNEXURE "A" REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF THE J.K.INVESTO TRADE (INDIA) LIMITED.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the Consolidated financial statements of the Company for the year ended March 31, 2016, We have audited the internal financial controls over financial reporting of **J.K. Investo Trade (India) Limited** ("the Holding Company") and its subsidiary and a Jointly controlled entity which are incorporated in India as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence obtained by us and audit evidence obtained by other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Other Matter:

We have not audited the internal financial controls over financial reporting of a subsidiary incorporated in India. The internal financial control over financial reporting have been audited by other auditors whose reports have been furnished to us and our opinion on internal financial control over financial reporting is based solely on the report of such other auditor.

Opinion

In our opinion, the Holding Company, its subsidiary and a jointly controlled entity incorporated in India has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **LODHA & COMPANY**
Chartered Accountants
Firm Registration No. – 301051E

R. P. BARADIYA
Partner
Membership No. 44101

Place : Mumbai
Date : 25th April, 2016

J. K. INVESTO TRADE (INDIA) LIMITED

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH 2016

Particulars		Note No.	As at 31 st March, 2016	As at 31 st March, 2015
			₹ in lakhs	₹ in lakhs
I. EQUITY AND LIABILITIES				
i) Shareholders' funds				
(a) Share capital	1	732.22	732.22	
(b) Reserves and surplus	2	19,367.92	18,160.24	
		20,100.14	18,892.46	
ii) Non-current liabilities				
(a) Deferred tax liabilities (net)	3	41.21	31.25	
(b) Long-term provisions	4	79.88	83.62	
iii) Current liabilities				
(a) Short-term borrowings	5	42.00	42.00	
(b) Trade payables	6	3,442.55	3,858.00	
(c) Other current liabilities	7	713.22	798.99	
(d) Short-term provisions	8	50.17	25.56	
TOTAL			24,469.17	23,731.88
II. ASSETS				
i) Non-current assets				
(a) Fixed assets	9			
- Tangible assets		831.29	816.83	
- Intangible assets		-	-	
- Capital work-in-progress		2.54	-	
(b) Non-current investments	10	14,405.75	12,627.74	
(c) Deferred tax assets (net)	3	0.98	8.27	
(d) Long-term loans and advances	11	420.47	388.28	
ii) Current assets				
(a) Current investments	12	517.38	1,883.04	
(b) Inventories	13	3,987.66	3,630.95	
(c) Trade receivables	14	2,614.56	2,045.45	
(d) Cash and bank balances	15	1,150.83	1,277.19	
(e) Short-term loans and advances	16	507.09	1,030.19	
(f) Other current assets	17	30.62	23.94	
TOTAL			24,469.17	23,731.88
The Notes form an integral part of these consolidated financial statements		27		

As per our report of even date
For **LODHA & COMPANY**
Chartered Accountants

R.P. BARADIYA
Partner

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

For and on behalf of the Board

GAUTAM HARI SINGHANIA
Chairman
DIN : 00020088

H. SUNDER
Director
DIN : 00020583

J. K. INVESTO TRADE (INDIA) LIMITED

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2016

Particulars	Note No.	For the year ended 31 st March, 2016	For the year ended 31 st March, 2015
		₹ in lakhs	₹ in lakhs
Revenue from operations	18	39,840.39	39,926.09
Other income	19	365.13	320.16
Total Revenue		40,205.52	40,246.25
Expenses:			
Cost of materials consumed	20	623.54	688.32
Purchase of traded goods	21	22,354.90	22,720.42
Manufacturing and operating costs	22	159.79	210.59
Changes in inventory of finished goods, work-in-progress and stock-in-trade	23	(366.93)	(538.67)
Employee benefits expense	24	3,137.47	3,123.21
Finance cost	25	5.86	12.87
Depreciation and amortisation	9	139.93	143.85
Other expenses	26	12,339.91	12,874.67
Total expenses		38,394.47	39,235.26
Profit before tax		1,811.05	1,010.99
Tax expense:			
Current tax		592.94	258.00
Deferred tax charge		17.25	1.79
Taxation adjustment for earlier years		(0.03)	(6.79)
NET PROFIT		1,200.89	757.99
Basic and diluted Earning per equity share. (Refer Note no.27 B (10))		16.40	10.35
The Notes form an integral part of these consolidated financial statements	27		

As per our attached report of even date
For **LODHA & COMPANY**
Chartered Accountants

R.P. BARADIYA
Partner

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

For and on behalf of the Board

GAUTAM HARI SINGHANIA
Chairman
DIN : 00020088

H. SUNDER
Director
DIN : 00020583

J. K. INVESTO TRADE (INDIA) LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2016

	For the year ended 31.03.2016	
	(₹ in lakhs)	(₹ in lakhs)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before taxation and extra-ordinary items		1,811.05
Adjustments for		
Depreciation	139.93	
Cost of Damaged / Expired goods written off	45.23	
Interest paid on deposit from distributors	5.86	
Profit on sale of shares / units	0.13	
(Profit) / Loss on sale of fixed assets	0.38	
Interest Income received	(32.63)	
Dividend from Non Current investments	(101.98)	
Dividend from Current investments	(23.31)	
Interest on Income Tax Refund	(6.38)	
Provision for Gratuity no longer required	(21.25)	
Provision for Compensated absences	(15.03)	
Provision for doubtful debts	15.99	
		6.94
Operating Profit before Working Capital Changes		1,817.99
Adjustments for		
(Increase) \ Decrease in Trade and Other Receivables	(577.40)	
(Increase) \ Decrease in Inventories	(401.94)	
(Increase) \ Decrease in Other Current Assets	(8.09)	
(Increase) \ Decrease in Long Term Loans and Advances	88.42	
(Increase) \ Decrease in Short Term Loans and Advances	301.56	
Increase \ (Decrease) in Long Term Provisions	10.44	
Increase \ (Decrease) in Trade payable	(431.69)	
Increase \ (Decrease) in Other Current Liabilities	(63.86)	
Increase \ (Decrease) in Short Term Provisions	24.62	
		(1,057.94)
Cash Generated from Operations		760.05
Direct Taxes Paid (Net of Refunds)		622.74
NET CASH FROM OPERATING ACTIVITIES (TOTAL A)		137.31
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed assets (including capital advances)	(158.66)	
Purchase of Non-current Investments	(1,778.01)	
Sale of fixed assets	1.82	
Purchase of Current Investments	(655.53)	
Sale of Current Investments	2,021.06	
Dividend from Non Current investments	101.98	
Dividend from Current investments	23.31	
Interest Income received	32.63	
		(411.40)
NET CASH FROM INVESTING ACTIVITIES (TOTAL B)		(411.40)

J. K. INVESTO TRADE (INDIA) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016 (Cont...)

	For the year ended 31.03.2016	
	(₹ in lakhs)	(₹ in lakhs)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(5.86)	
NET CASH USED IN FINANCING ACTIVITIES (TOTAL C)		(5.86)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS [TOTAL A+B+C]		(279.95)
CASH AND CASH EQUIVALENTS - OPENING BALANCE		1,259.53
CASH AND CASH EQUIVALENTS - CLOSING BALANCE		979.58

Note:

- (1) Since consolidated cash flow statement was not prepared in the financial year 2014-15, being the first year of applicability of section 129(3) of the Companies Act, 2013, hence comparative figures has not been given.
- (2) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 Statements" prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Statements" prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014.

As per our attached report of even date
For **LODHA & COMPANY**
Chartered Accountants

R.P. BARADIYA
Partner

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

For and on behalf of the Board

GAUTAM HARI SINGHANIA
Chairman
DIN : 00020088

H. SUNDER
Director
DIN : 00020583

J. K. INVESTO TRADE (INDIA) LIMITED

Note 1 - Shareholders' Funds - Share Capital

Particulars	As at 31 st March, 2016		As at 31 st March, 2015	
	Number	₹ in lakhs	Number	₹ in lakhs
Authorised				
20,000 6% preference shares of ₹ 100 each	20,000	20.00	20,000	20.00
40,000 14% 10-year Redeemable preference shares of ₹ 100 each	40,000	40.00	40,000	40.00
74,00,000 Equity Shares of ₹ 10 each	74,00,000	740.00	74,00,000	740.00
Issued, Subscribed and Paid up				
73,22,200 Equity Shares of ₹ 10 each fully paid	73,22,200	732.22	73,22,200	732.22
TOTAL	73,22,200	732.22	73,22,200	732.22

a) Rights of equity shareholders:

The company has only one class of equity share having par value of ₹ 10 each. Each shareholder is entitled to one vote per share. In the event of liquidation of the company, the holder of equity share will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts, if any.

b) Disclosure for each class of Shares

Particulars	Equity Shares	
	Number	₹
Shares outstanding at the beginning of the year	73,22,200	7,32,22,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	73,22,200	7,32,22,000

c) More than 5% Shareholding

Name of Share holder	As at 31 st March, 2016		As at 31 st March, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Raymond Limited and its nominees	34,89,878	47.66	34,89,878	47.66
J.K. Investors (Bombay) Limited	35,10,448	47.94	35,10,448	47.94

d) During the last five years, the Company has not issued bonus shares / bought back shares / issued shares for consideration other than cash.

Note 2 Shareholders' Funds - Reserves and Surplus

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
	₹ in lakhs	₹ in lakhs
A) Capital reserve arising on Consolidation	101.72	101.72
B) Capital Reserve		
Opening balance	15.00	15.00
Closing balance	15.00	15.00

J. K. INVESTO TRADE (INDIA) LIMITED

Particulars		As at 31 st March, 2016	As at 31 st March, 2015
		₹ in lakhs	₹ in lakhs
C)	Securities Premium Account		
	Opening balance	369.00	369.00
	Closing balance	369.00	369.00
D)	Capital Redemption reserve		
	Opening balance	37.35	37.35
	Closing balance	37.35	37.35
E)	General Reserve		
	Opening balance	2,549.51	2,549.51
	Closing balance	2,549.51	2,549.51
F)	Reserve Fund under the RBI Act		
	Opening balance	987.06	887.89
	Add : Current year transfer	18.56	99.17
	Closing balance	1,005.62	987.06
G)	Surplus		
	Opening balance	14,100.32	13,460.57
	Add : Current year transfer	1,200.89	757.99
	Less : Transfer to Reserve Fund under RBI Act	18.56	99.17
	Less : Depreciation on transition to Schedule II of the Companies Act, 2013 (net of deferred tax)	-	19.07
	Closing balance	15,282.65	14,100.32
H)	Foreign Exchange Translation Reserve	7.07	0.28
TOTAL		19,367.92	18,160.24

Note 3 - Deferred tax liabilities (net)

Particulars	Deferred asset / (liability) as at 31 st March, 2015	Charge / (credit) for the year	Deferred asset / (liability) as at 31 st March, 2016
Nature of timing difference	(₹ in lakhs)	(₹ in lakhs)	(₹ in lakhs)
A) Deferred tax assets			
- Compensated absences and bonus	45.31	(4.98)	40.33
- Provision for doubtful trade receivables	6.13	0.32	6.45
	51.44	(4.66)	46.78
B) Deferred tax liabilities			
- Depreciation	(74.42)	(12.59)	(87.01)
TOTAL	(22.98)	(17.25)	(40.23)
Deferred tax assets (Net) of Parent Company	0.51		0.98
Deferred tax liabilities (Net) of Subsidiary Company	7.76		(8.28)
Deferred tax liabilities (Net) of Joint Venture	(31.25)		(32.93)
TOTAL	(22.98)		(40.23)

J. K. INVESTO TRADE (INDIA) LIMITED

Note 4 - Long-term provisions

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
	₹ in lakhs	₹ in lakhs
Provision for Employee benefits	79.88	83.62
TOTAL	79.88	83.62

Note 5 - Short term borrowings (unsecured)

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
	₹ in lakhs	₹ in lakhs
Deposits from Bodies Corporate (payable on demand) *	42.00	42.00
TOTAL	42.00	42.00

Note 6 - Trade payables

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
	₹ in lakhs	₹ in lakhs
Due to micro and small enterprises **	849.99	1,360.78
Others	2,592.56	2,497.22
TOTAL	3,442.55	3,858.00

Note 7 - Other current liabilities

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
	₹ in lakhs	₹ in lakhs
Advance received from customers	149.95	120.09
Deposit from dealers/agents/distributors	217.58	220.11
Interest accrued and due on borrowings *	63.17	63.17
Statutory dues payable	190.31	278.47
Rent Deposit	87.46	87.46
Other payables	4.75	29.69
TOTAL	713.22	798.99

Note 8 - Short term provisions

Particulars	As at 31 st March, 2016	As at 31 st March, 2015
	₹ in lakhs	₹ in lakhs
Provision for employee benefits	39.16	24.94
Income tax provision net of advance tax there against	11.01	0.62
TOTAL	50.17	25.56

* Also refer Note 27 B (1) (III) of significant accounting policies and notes on accounts.

** Also refer Note 27 B (11) of significant accounting policies and notes on accounts.

J. K. INVESTO TRADE (INDIA) LIMITED

Note 9 - FIXED ASSETS

Particulars	Gross Block						Depreciation and Amortisation				Net Block
	As at 01.04.2015	Additions during the year	Deductions/ Adjustments during the year	As at 31.03.2016	Upto 01.04.2015	For the year	Deductions/ Adjustments during the year	Upto 31.03.2016	As at 31.03.2016		
	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs		
A Tangible Assets											
Freehold land *	3.53	-	-	3.53	-	-	-	-	-	3.53	
Land-assets under lease **	10.87	-	-	10.87	2.07	0.12	-	2.19	8.68		
Building	206.56	-	0.10	206.46	127.08	5.96	0.07	132.97	73.49		
Plant and machinery	1,015.85	121.16	1.60	1,135.41	479.48	67.21	1.30	545.39	590.02		
Furniture and fixtures	131.82	1.22	0.26	132.78	58.35	10.45	0.26	68.54	64.24		
Office equipments	24.58	0.21	0.72	24.07	19.59	2.06	0.67	20.98	3.09		
Motor vehicles	59.23	-	7.50	51.73	44.79	10.29	5.49	49.59	2.14		
Computer and data processing units	224.92	33.76	4.26	254.42	154.11	39.21	4.25	189.07	65.35		
Laboratory equipments	23.49	-	0.58	22.91	21.99	0.55	0.58	21.96	0.95		
Electrical installation and equipments	108.81	0.44	-	109.25	85.37	4.08	-	89.45	19.80		
TOTAL	1,809.66	156.79	15.02	1,951.43	992.83	139.93	12.62	1,120.14	831.29		
B Intangible Assets											
Computer software	31.50	-	-	31.50	31.50	-	-	31.50	-		
GRAND TOTAL	1,841.16	156.79	15.02	1,982.93	1,024.33	139.93	12.62	1,151.64	831.29		
C Capital Work-in-progress	-	-	-	-	-	-	-	-	-	2.54	

* Refer note 27 (B) (2) of significant accounting policies and notes to accounts

** Leasehold land - 85 years lease from MIDC commencing from 1991.

J. K. INVESTO TRADE (INDIA) LIMITED

Note 9 - FIXED ASSETS

Particulars	Gross Block			Depreciation and Amortisation				Net Block		
	As at 01.04.2014	Additions during the year	Deductions/ Adjustments during the year	As at 31.03.2015	Upto 01.04.2014	For the year	Transition adjustment recorded against surplus balance in statement of profit and loss	Deductions/ Adjustments during the year	Upto 31.03.2015	As at 31.03.2015
	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs
A										
Tangible Assets										
Freehold land	3.53	-	-	3.53	-	-	-	-	-	3.53
Land-assets under lease *	10.87	-	-	10.87	1.95	0.12	-	-	2.07	8.80
Building	206.56	-	-	206.56	120.49	5.98	0.61	-	127.08	79.48
Plant and machinery	907.86	112.56	4.57	1,015.85	432.69	50.73	0.31	4.25	479.48	536.37
Furniture and fixtures	96.96	35.41	0.55	131.82	43.27	14.58	1.05	0.55	58.35	73.47
Office equipments	22.43	2.44	0.29	24.58	13.33	2.52	4.03	0.29	19.59	4.99
Motor vehicles	59.23	-	-	59.23	33.70	11.09	-	-	44.79	14.44
Computer and data processing units	181.97	49.20	6.25	224.92	96.28	53.77	10.04	5.98	154.11	70.81
Laboratory equipments	23.29	0.39	0.19	23.49	17.60	0.66	3.92	0.19	21.99	1.50
Electrical Installation and Equipments	104.64	4.39	0.22	108.81	72.28	4.40	8.91	0.22	85.37	23.44
TOTAL	1,617.34	204.39	12.07	1,809.66	831.59	143.85	28.87	11.48	992.83	816.83
B										
Intangible Assets										
Computer software	31.50	-	-	31.50	31.50	-	-	-	31.50	-
GRAND TOTAL	1,648.84	204.39	12.07	1,841.16	863.09	143.85	28.87	11.48	1,024.33	816.83

* Refer note 27 (B) (2) of significant accounting policies and notes to accounts

** Leasehold land - 95 years lease from MIDC commencing from 1991.

J. K. INVESTO TRADE (INDIA) LIMITED

Note 10 - Non current investments (valued at cost unless stated otherwise)

Particulars	As at 31.03.2016	As at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Investments - other than trade		
A. Investment in equity shares		
i) Quoted :		
63,94,876 Equity Shares of ₹ 10 each; fully paid-up in Raymond Limited. (as at 31-03-2015 : 59,87,233 shares)	14,405.70	12,577.69
ii) Unquoted :		
(i) 500 shares of ₹ 10 each fully paid-up in the The Bombay Mercantile Co-operative Bank Limited. (as at 31-03-2015 : 500 shares)	0.05	0.05
(ii) 27,00,000 equity shares of ₹ 10 each fully paid-up in Radha Krshna Films Ltd. (as at 31-03-2015 : 27,00,000 shares)	270.00	270.00
	270.05	270.05
B. Fixed Deposit with PNB Housing Finance Ltd	-	50.00
	270.05	320.05
Less: Provision for diminution in value of Investment	270.00	270.00
	0.05	50.05
TOTAL	14,405.75	12,627.74

Particulars	Book value as at 31.03.2016	Book value as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Aggregate amount of :		
Quoted Investments { Market value ₹ 25,982.38 lakhs (as at 31-03-2015 ₹ 26,628,.22)}	14,405.70	12,577.69
Unquoted Investments	270.05	320.05
	14,675.75	12,897.74
Less: Provision for diminution in value of Investment	270.00	270.00
TOTAL	14,405.75	12,627.74

Note 11 - Long term loans and advances (unsecured, considered good, unless stated otherwise)

Particulars	As at 31.03.2016	As at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Capital advances	31.10	25.84
Advance to suppliers	-	0.50
Prepaid expenses	0.02	10.01
Security deposits	50.53	56.65
Sales tax receivable	-	20.82
Income tax paid (net of provision there against)	319.43	269.79
Other advances	19.39	4.67
TOTAL	420.47	388.28

J. K. INVESTO TRADE (INDIA) LIMITED

Note 12 - Current investments

Particulars	As as at 31.03.2016	As as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Unquoted - other than trade (valued at lower of cost and fair / realisable value)		
Units of Mutual funds :		
50,130 (as at 31-03-2015 1,43,589) Units of SBI Magnum Insta Cash Fund Liquid Floater Plan - Weekly Dividend, of ₹ 1,000 each {Repurchase price ₹ 518.54 lakhs (as at 31-03-2015 ₹ 1432.39 lakhs) }	517.38	1,431.98
Add: Additional investment applied	-	50.00
	517.38	1,481.98
39,645 units of Kotak Floater Short Term - Daily Dividend (as at 31-03-2015 Repurchase price ₹ 1011.62 per unit)	-	401.06
TOTAL	517.38	1,883.04
	Book value as at 31.03.2016	Book value as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Aggregate amount of :		
Quoted Investments	-	-
Unquoted Investments	517.38	1,883.04
TOTAL	517.38	1,883.04

Note 13 - Inventories (valued at lower of cost and net realisable value)

Particulars	As as at 31.03.2016	As as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Raw materials (including packing materials) (including goods-in-transit ₹ 4.39 lakhs; previous year ₹ Nil)	79.12	90.10
Work in progress	134.99	89.63
Finished goods	171.64	214.29
Stock-in-trade (includes goods-in-transit of ₹ Nil; previous year ₹ 23.10 lakhs)	3,572.80	3,208.58
Stores and spares	29.11	28.35
TOTAL	3,987.66	3,630.95

Note 14 - Trade receivables (unsecured, unless stated otherwise)

Particulars	As as at 31.03.2016	As as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
a. Outstanding for a period exceeding six months from the date they are due for payment		
considered good	57.51	89.31
considered doubtful	19.22	18.18
	76.73	107.49
Less: Provision for doubtful debts	19.22	18.18
	57.51	89.31
b. Others :		
secured, considered good	134.24	139.22
considered good	2,422.81	1,816.92
TOTAL	2,614.56	2,045.45

J. K. INVESTO TRADE (INDIA) LIMITED

Note 15 - Cash and bank balances

Particulars	As as at 31.03.2016	As as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Cash and cash equivalents		
(i) Balances with banks :		
In current accounts	917.12	848.00
In term / fixed deposits	60.84	375.17
(ii) Cheques on hand	-	35.91
(iii) Cash on hand	1.62	0.45
	979.58	1,259.53
Other Bank Balances		
Long term deposit with maturity more than 3 months and less than 12 months	150.00	-
Balances with banks to the extent held as guarantees and other commitments	21.25	17.66
TOTAL	1,150.83	1,277.19

Note 16 - Short term loans and advances (unsecured, considered good, unless stated otherwise)

Particulars	As as at 31.03.2016	As as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Advance to suppliers	268.27	917.43
Advance to employees	27.62	-
Prepaid expenses	75.69	43.81
Security / Earnest money deposits	35.62	7.06
Income tax paid (net of provision there against)	-	3.03
Advance recoverable in cash or kind (from related parties)	24.19	15.00
Fixed Deposit with PNB Housing Finance Limited	50.00	-
Interest Accrued but not due on deposits	5.93	-
Deposit with Customs Authorities	14.19	14.19
Other advances	5.58	29.67
	507.09	1,030.19
Unsecured Considered doubtful	3.94	3.94
Less: Provision for doubtful loans and advances	(3.94)	(3.94)
TOTAL	507.09	1,030.19

Note 17 - Other Current Assets

Particulars	As as at 31.03.2016	As as at 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Unsecured considered good		
Interest accrued on advances	2.24	0.23
Interest receivable	2.61	2.64
Export incentive receivable	1.51	1.50
Prepaid expenses	24.15	19.47
Others	0.11	0.10
TOTAL	30.62	23.94

J. K. INVESTO TRADE (INDIA) LIMITED

Note 18 - Revenue from operations

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Sale of products :		
Manufactured Goods - Condoms	2,527.63	2,433.97
Sales of Trading Goods (Gross)		
Soaps and Toiletries	9,047.19	10,218.91
Deodorants	25,035.72	24,003.92
Surgical Gloves	2,717.82	2,536.95
Fresheners	2,628.86	2,353.94
Others	1,393.44	1,575.63
	40,823.03	40,689.35
Less: Rebates and discounts	4,053.03	3,746.90
Sales of Trading goods (net of rebates and discounts)	36,770.00	36,942.45
Dividend (Gross) :		
from non-current investments (other than trade)	179.62	119.74
from current investments	63.84	121.82
Profit on sale of units of Mutual Fund (Current Investments)	-	4.71
Compensation / rent for use of office / other premises	266.63	266.51
Interest :		
On long term investments (Other than trades)	5.03	1.56
On deposit with banks (Gross)	1.59	1.62
Other operating revenue :		
Export incentives	3.06	2.84
Scrap sales (including process waste)	22.99	30.87
TOTAL	39,840.39	39,926.09

Note 19 - Other Income

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Interest :		
On deposit with banks	29.82	37.64
On income-tax refund	6.38	-
Others	2.01	3.22
Excess provisions, provision for doubtful debts and unclaimed balances in respect of earlier years written back (Net)	21.25	146.67
Insurance claims received	0.58	117.56
Sundry Balances written back	7.88	0.12
Miscellaneous {refer note 27 (B) (4)}	297.21	14.95
TOTAL	365.13	320.16

J. K. INVESTO TRADE (INDIA) LIMITED

Note 20 - Cost of materials consumed

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Materials consumed :		
Raw materials:		
Latex	193.05	278.49
Silicon oil	44.61	58.33
Aluminium foil	92.76	104.10
Semi finished products	66.77	31.56
Packing material consumed	182.16	165.70
Others	44.19	50.14
TOTAL	623.54	688.32

Note 21 - Purchase of stock-in-trade

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Trading goods		
Surgical Gloves	2,138.92	1,926.40
Deodorants	13,285.71	12,601.66
Soaps and Toiletries	5,647.65	6,771.10
Fresheners	1,214.38	1,255.21
Others	68.24	166.05
TOTAL	22,354.90	22,720.42

Note 22 - Manufacturing and operating costs

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Consumption of stores and spares	26.68	45.71
Power and fuel	82.61	87.77
Job work charges	15.74	33.95
Other manufacturing and operating expenses	15.69	18.69
Repairs to buildings	3.66	4.29
Repairs to machinery	15.41	20.18
TOTAL	159.79	210.59

J. K. INVESTO TRADE (INDIA) LIMITED

Note 23 - Changes in inventory of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Opening Stock		
Stock-in-trade	3,208.58	2,732.35
Finished goods	214.29	131.35
Work-in-progress	89.63	110.13
	3,512.50	2,973.83
Less :		
Closing Stock		
Stock-in-trade	3,572.80	3,208.58
Finished goods (including goods for resale)		
Finished goods	171.64	214.29
Work-in-progress	134.99	89.63
	3,879.43	3,512.50
(Increase)/Decrease in Stocks	(366.93)	(538.67)

Note 24 - Employee benefits expense

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Salaries,wages,bonus etc.	2,910.96	2,803.17
Contribution to provident and other funds	169.09	237.68
Workmen and staff welfare expenses	57.42	82.36
TOTAL	3,137.47	3,123.21

Note 25 - Finance costs

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Interest expense	5.86	12.87
TOTAL	5.86	12.87

Note 26 - Other Expenses

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Power	39.90	41.77
Rent	187.60	194.74
Rates and taxes	405.77	396.30
Repairs and maintenance (others)	79.80	73.03
Insurance	55.10	51.59
Freight, clearing and forwarding	1,477.35	1,552.19
Travelling and Conveyance	725.40	835.24

J. K. INVESTO TRADE (INDIA) LIMITED

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
	(₹ in lakhs)	(₹ in lakhs)
Directors' fees	14.00	4.05
Commission to non-executive directors (including service tax)	43.45	5.03
Auditors' remuneration	20.11	14.69
Advertisement and sales promotion	7,107.49	7,874.46
Selling and distribution	264.72	146.61
Commission on sales	479.04	413.70
Cash discount	180.87	242.46
Communication expenses	90.99	78.18
Printing and stationery	24.22	44.22
Legal and professional	640.98	369.97
Net loss on sale / discard of fixed assets	0.38	0.46
Product registration fees	93.34	10.57
Provision for doubtful trade receivables	15.99	1.77
Cost of damaged / expired goods written off	45.23	69.67
Net Loss on Foreign Currency Transactions	5.53	-
Corporate Social Responsibility expenses	15.00	76.00
Miscellaneous expenses	327.65	377.97
TOTAL	12,339.91	12,874.67

Note 27 - NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

A SIGNIFICANT ACCOUNTING POLICIES

l) a) General

- i) These consolidated financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of the 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 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 consolidated financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.
- ii) All assets and liabilities have been classified as current or non-current as per the Group's operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of products and the time between the acquisition of assets and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of assets and liabilities.

b) Group structure

Name of the entity	Country of incorporation	Year of acquisition	Percentage of holding
J.K. Helene Curtis Limited (subsidiary)	India	1982	100% held by Parent Company
JKHC International FZE (subsidiary)	United Arab Emirates	2014	100% held by J.K. Helene Curtis Limited
J.K. Ansell Private Limited (formerly J.K. Ansell Limited) (Joint Venture)	India	1996	50 % held by Parent Company

J. K. INVESTO TRADE (INDIA) LIMITED

II) Principles of Consolidation

- (i) The consolidated financial statements which include the financial statements of the Parent Company, its subsidiaries and a joint venture have been prepared in accordance with the consolidation procedures laid down in AS 21 – 'Consolidated Financial Statements' and AS – 27 'Financial Reporting of Interests in Joint Ventures'.
- (ii) The financial statements of the Parent Company and its subsidiaries and joint ventures 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 eliminating intra-group balances, intra-group transactions and the unrealised profits.
- (iii) The financial statements of the Parent Company and its subsidiaries and joint venture have been consolidated using uniform accounting policies.
- (iv) The excess of the cost to the Parent Company of its investments in each of the subsidiaries over its share of equity in the respective subsidiary, on the acquisition date, is recognised in the financial statements as goodwill and amortised over a period of ten years. Fluctuation to goodwill in respect of foreign subsidiary arising subsequent to acquisition, on translation at the year end rate, is included in the currency fluctuation reserve.

Use of Estimates

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the consolidated financial statements and reported amount of revenue expenses for that year. Ultimate actual results may differ from those estimates. Any revision to accounting estimates is recognised prospectively.

III) Fixed Assets

- i) All Fixed assets are stated at cost of acquisition, inclusive of inward freight, duties and taxes and other incidental expenses related to acquisition. All costs attributable to fixed assets are capitalised till the date they are installed and put to use.
- ii) Assets taken on lease other than leasehold land, are not capitalised. Lease rental are charged to revenue.
- iii) Intangible Assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over their estimated useful lives. Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the Statement of Profit and Loss.

IV) Impairment of Assets

At each balance sheet date, where there is any indication that any asset may be impaired, the carrying value of such assets is reduced to its recoverable amount and the amount of such impairment loss is charged to profit and loss account. If at the balance sheet date there is any indication that a previously assessed impairment loss no longer exist, then such loss is reversed and the asset is restated to that effect.

V) Depreciation and amortisation

- i) Depreciation on Fixed Assets is provided on Straight Line Method at the rates and in the manner specified in Schedule II to the Companies Act, 2013 and on basis of technically evaluated useful life.
- ii) Based on an independent technical evaluation, the useful life of blocks of foreign subsidiary have been estimated as 3 years, which is different from that prescribed in Schedule II of the Act.
- iii) Software is amortised over a period of 36 months by the subsidiary.
- iv) Leasehold land premium is amortised over the period of lease by the Joint Venture.
- v) Tangible assets costing ₹ 5,000/- or less are fully depreciated in the year of acquisition by the Joint Venture.

VI) Investments

- i) Investments are classified into long-term and current investments.
- ii) Long term investments are stated at cost less provision for diminution in value which is other than temporary in nature.
- iii) Current investments are valued at lower of the cost and fair/realisable value.

VII) Inventories

- i) Inventories are valued at lower of cost and net realisable value, after providing for obsolesce and other anticipated losses, if any.

J. K. INVESTO TRADE (INDIA) LIMITED

- ii) Cost comprise of all costs incurred in bringing the inventories to their present location and condition. Cost comprise all cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost formula used is 'first-in-first-out' by the Parent Company and the subsidiary. Cost of inventories is computed on a weighted average basis by the Joint Venture.
- iii) Finished Goods and Process Stock include all costs of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.
- iv) Goods in transit are stated 'at cost'.

VIII) Employee Benefits

- i) Short term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered.
- ii) The Company makes regular monthly contribution to provident fund and pension fund and an annual contribution to superannuation fund all of which are based on a percentage of salary. The contributions are made to the Regional Provident Fund Commissioner. Provident Fund and Family Pension Fund are classified as Defined Contributions Plans as the Company has no further obligation beyond making the contribution.
- iii) The present value of the obligation under the defined benefits plan is determined based on an actuarial valuation using the Projected Unit Credit Method, Actuarial gains and losses arising on such valuation are recognized immediately in the Statement of Profit & Loss. In case of funded defined benefit plans the fair value of the plan assets is reduced from the gross obligation under the defined benefit plans, to recognize the obligation on net basis. Other Long term Employee Benefits are recognized in the same manner as Defined Benefit Plans. Termination benefits are recognized as and when incurred. However, the termination benefits which fall due more than twelve months after the Balance Sheet date, are discounted using the yield on Government Bonds. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognised immediately in the Statement of Profit and Loss as income or expense.
- iv) Leave entitlements is accrued on the basis of an actuarial valuation as at the year end. Actuarial gains and losses are recognised in the Statement of Profit and Loss.

IX) Revenue Recognition

- i) Dividend income is accounted for in the year in which right to receive payment is established. Rent income is accounted as per the terms of the agreements.
- ii) Revenues/Incomes and Costs/Expenditure are generally accounted on accrual, as they are earned or incurred.
- iii) Interest on income-tax refunds is accounted for on receipt basis.
- iv) Sale of Goods is recognised on transfer of significant risks and rewards of ownership which is generally on the dispatch of goods.
- v) Export incentive under the 'Duty Drawback Scheme' is accounted in the year of export.

X) Borrowing cost

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

XI) Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to Statement of Profit and Loss on a straight line basis over the period of the lease.

XII) Foreign currency Transactions

- i) All transactions in foreign currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions take place;
- ii) Monetary items in the form of Loans, Current Assets and Current Liabilities in foreign currency, outstanding at the close of the year, are translated in Indian Currency at the applicable rates of exchange prevailing on the date of the Balance Sheet. Resultant gain or loss is accounted during the year in the Statement of Profit and Loss;
- iii) Foreign operations carried out with a significant degree of autonomy are classified as "non integral operations" as per the provisions of AS 11 "Effects of changes in foreign exchange rates". All assets and liabilities, both monetary and non-monetary, are translated at the closing rate while the income and expenses are translated at the average rate for the year. The resulting exchange differences are accumulated in the "Foreign Currency Translation Reserve".

J. K. INVESTO TRADE (INDIA) LIMITED

XIII) Government Grants

- i) Grants are accounted for where it is reasonably certain that the ultimate collection will be made.
- ii) Grants in the nature of project capital subsidy are credited to Capital Reserve.

XIV) Taxation

- i) Provision for current tax is made on the basis of the estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961.
- ii) The deferred tax for timing differences between the book and tax profits for the year is accounted for using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future and are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.
- iii) Tax credit is recognised in respect of Minimum Alternate Tax (MAT) as per the provisions of section 115JAA of the Income-tax Act, 1961 based on convincing evidence that the Company will pay normal Income-tax within the statutory time frame and is reviewed at each balance sheet date.

XV) Advertisement costs

Expenditure on advertisement is charged to revenue in the year in which it is incurred.

XVI) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before extra-ordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

XVII) Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised only when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate of the amount of the obligation can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the notes to the financial statements. Contingent Assets are not recognised in the financial statements, since this may result in the recognition of income that may never be realised.

XVIII) Provision, Contingent Liabilities and Contingent Assets

- i) Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be outflow of resources.
- ii) Contingent Liabilities (excluding those, liability whereof is not ascertainable) are not recognised but are disclosed in the notes forming part of accounts.
- iii) Contingent Assets are neither recognised nor disclosed in the financial statements.

B. NOTES FORMING PART OF ACCOUNTS

Contingent liabilities and commitments (to the extent not provided for)

1. a Contingent liabilities not provided for in respect of:

I Claims against the Company, and interest thereon, if any, not acknowledged as debts:

- i) Demand for excess rent ₹ 849.30 lakhs (previous year ₹ 840.37 lakhs by National Textile Corporation Limited (NTC). The Bombay High Court, vide its order dated 15th July, 2009, has stayed the operation of order dated 13th February, 2006 passed by the Estate Officer of NTC, till the final disposal of the petition filed by the Company.
- ii) Demand of Thane District Central Co-operative Bank Limited of Parent Company for recovery of loan outstanding from ex-workmen ₹ 17.50 lakhs (previous year ₹ 17.50 lakhs) against which equivalent amount of Bank guarantee has been provided by the Company.
- iii) Claims not acknowledged as debts by the subsidiary in respect of old outstanding ₹ 50.91 lakhs (previous year ₹ 50.91 lakhs.)
- iv) Claim by ex-employees of Joint Venture ₹ 11.34 lakhs (previous year ₹ 6.18 lakhs).

J. K. INVESTO TRADE (INDIA) LIMITED

- v) The Group's pending litigations, other than those mentioned in B(1)(a)(II) below, comprise of claims against the Group and proceedings pending with Tax and other Authorities. The Group has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent liabilities, wherever applicable, in its consolidated financial statements. The Group does not reasonably expect the outcome of these proceedings to have a material impact on its consolidated financial statements.
- II Disputed Income-tax / Wealth tax / Custom duty / Sales tax demands under appeal, including interest up to the date of demand but excluding interest liability, if any, as may arise on conclusion of the following matters:
- i) Demand of disputed Wealth-tax ₹ 43.29 lakhs (previous year ₹ 43.29 lakhs).
- ii) Demand of disputed Income-tax ₹ 25.61 lakhs (previous year ₹ 68.71 lakhs).
- iii) Custom Duty matters estimated at ₹ 4.00 lakhs (previous year ₹ 4.00 lakhs).
- iv) Demand for disputed NA tax by Tahsildar, Thane ₹ 29.42 lakhs (Previous Year Nil)
- v) Excise demand where the subsidiary is in appeal and has obtained stay orders from the appellate authorities ₹ 437.83 lakhs (previous year ₹ 47.35 lakhs).
- vi) Sales tax ₹ 4.88 lakhs (previous year ₹ 4.88 lakhs).
- III Interest of ₹ 154.80 lakhs (previous year ₹ 147.45 lakhs), pending settlement, on certain inter corporate deposits.
- IV Other matters ₹ 5.88 lakhs (previous year ₹ 5.88 lakhs)
- b. Commitments :**
- i) Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 21.21 lakhs (previous year ₹ 8.02 lakhs).
- ii) Other commitments:
- (a) Leases
- Office accommodation under operating lease :
- Total future minimum lease rent payable under non-cancellable Operating leases in aggregate and for each of the following future periods:
- Not later than one year : ₹ 45.38 lakhs (previous year ₹ 43.02 lakhs)
- Later than one year but not later than five years : ₹ 46.05 lakhs (previous year ₹ 57.42 lakhs)
- (b) Others : ₹ 126.68 lakhs (previous year ₹ 216.29 lakhs)
- iii) The Group periodically reviews all its long term contracts to assess for any material foreseeable losses. Based on such review, the Group has made adequate provisions for these long term contracts in the books of account as required under any applicable law/accounting standards.
- iv) As on March 31, 2016, the Group did not have any outstanding long term derivative contracts.
2. Thane Municipal Corporation has acquired about 6,827.35 square meters (previous year 6827.35 square meters) of the Parent Company's land at Thane costing ₹ 29,127 (Previous Year ₹ 29,127) for the purpose of widening of municipal roads. Further, Thane Municipal Corporation will be acquiring about 1759.60 square meters for road widening. The areas acquired till date would be finalised after joint survey by municipal authorities and the company for awarding compensation. Necessary accounting effect for the same will be given in the year in which the compensation amount is finally settled.
3. Conveyancing of Wadala leasehold land, sold in earlier years, in favour of M/s. Kalpak Development Corporation (purchaser)/ultimate acquirers is still pending in respect of part of the property.
4. During the year, the Group noticed a fraud on the Group based on allegations from a whistle blower that select employees from the procurement team are indulging in irregularities, which includes collusion with select vendors for personal gain in the nature of pay-offs. Accordingly the Group conducted an investigation through an independent agency and inter-alia on the basis of the enquiries made and confessions made by the alleged employees, an amount of ₹ 423.25 lakhs has been ascertained as recoverable from the alleged employees, relating to the financial years 2012-13, 2013-14 and 2014-15. Out of the said amount of ₹ 423.25 lakhs, an amount of ₹ 284.25 lakhs has been recovered in the current period and has been included as "Miscellaneous Income" under Note 19 to the consolidated financial statements. The Group is taking steps to recover the balance amount of ₹ 139.00 lakhs.

J. K. INVESTO TRADE (INDIA) LIMITED

5. Disclosure of interest in Joint Venture:

Name of the Jointly controlled entity	:	J.K. Ansell Private Limited (formerly J.K. Ansell Limited)
Country of Incorporation	:	India
Ownership Interest	:	10,00,000 equity shares of ₹ 10 each representing 50% of the paid up share capital.
Share in the Contingent Liabilities	:	₹ 18.22 lakhs (Previous year ₹ 13.06 lakhs)
Share in capital commitments	:	₹ 239.33 lakhs (Previous Year ₹ 324.75 lakhs)

Aggregated amount of interest in :

Particulars	Current year	Previous year
	₹ in lakhs	₹ in lakhs
Assets	3,834.41	3,433.27
Liabilities	1,305.57	11,381.86
Income	10,407.44	9,111.45
Expenses	10,173.68	8,843.99

6. i In the opinion of the management, current assets, loan and advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated. Provision for all known liabilities are adequate and not in excess of the amount reasonably necessary.
- ii The accounts of certain trade receivables, other receivables, loans and advances, trade payables and other payables are subject to formal confirmation/reconciliation, if any. However, the management does not expect any significant variance from the reported figures.

7. Related parties disclosures :

1. Relationships:
- (a) Associates with whom transactions have been done during the year.
- i Raymond Limited
 - ii Raymond Apparel Limited
 - iii Silver Spark Middle East FZE [Subsidiary of (a)(i)]
- (b) Key Management Personnel :
- i Dr. Vijaypat Singhania – Director
 - ii Shri. Gautam Hari Singhania – Chairman
 - iii Shri. H. Sunder – Director
 - iv Shri. M. Shivkumar – Director (Resigned w.e.f. 31-12-2015)
 - v Shri. R.K.Ganeriwala – Director
 - vi Shri. Mukesh Darwani – Company Secretary

J. K. INVESTO TRADE (INDIA) LIMITED

2. Transaction carried out with related parties referred in 7.1 above, in the ordinary course of business

(₹ in lakhs)

Nature of transactions	Related Parties				Total
	Referred in 1 (a) (i) above	Referred in 1 (a) (ii) above	Referred in 1 (a) (iii) above	Referred in 1 (b) above	
Income					
Sale of goods	159.97	135.41	-	-	295.38
	141.99	105.05	-	-	247.04
Interest	0.25	-	-	-	0.25
	0.23	-	-	-	0.23
Rent received	229.84	-	-	-	229.84
	229.73	-	-	-	229.73
Dividend received	179.62	-	-	-	179.62
	119.74	-	-	-	119.74
Liability no longer payable, written back	-	-	-	-	-
	-	-	-	0.36	0.36
Expenses					
Remuneration/deputation cost	9.96	-	-	17.40	27.36
	15.23	-	-	15.93	31.16
Purchase of goods	2.39	79.89	-	-	82.28
	20.43	47.02	-	-	67.45
Royalty paid	5.90	-	-	-	5.90
	6.27	-	-	-	6.27
Rent and other service charges	148.69	-	-	-	148.69
	186.91	-	-	-	186.91
Reimbursement of expenses	7.41	-	-	-	7.41
	9.14	-	-	-	9.14
Other Expenses	-	-	-	-	-
	35.16	0.21	-	-	35.37
Commission to non-executive directors	-	-	-	2.45	2.45
	-	-	-	4.70	4.70
Directors' sitting fees	-	-	-	3.00	3.00
	-	-	-	4.05	4.05
Advance given	-	-	6.00	-	6.00
	-	-	-	-	-
Purchase of non-current investments	981.51	-	-	-	981.51
	590.72	-	-	-	590.72
Outstandings					
Payables	13.54	-	-	-	13.54
	16.28	0.21	-	-	16.49
Receivables	26.86	-	6.00	-	32.86
	10.07	-	-	-	10.07
Non-current investments	14,405.70	-	-	-	14,405.70
	12,577.69	-	-	-	12,577.69
Property Deposit received	57.46	-	-	-	57.46
	57.46	-	-	-	57.46

J. K. INVESTO TRADE (INDIA) LIMITED

3. Details of transactions with related parties referred in 1 (b) above :

(₹ in lakhs)

Nature of transactions	Related Parties			
	Referred in 1 (b) (i) above	Referred in 1 (b) (ii) above	Referred in 1 (b) (v) above	Total
Directors' sitting fees	1.50	1.50	-	3.00
	<i>1.65</i>	<i>1.70</i>	<i>0.50</i>	<i>*3.85</i>
Directors' commission	-	2.45	-	2.45
	<i>2.35</i>	<i>2.35</i>	<i>-</i>	<i>4.70</i>

* Directors' sitting fees of ₹ 0.20 lakhs was paid to Shri Nabankur Gupta in the previous year.

Previous year's figures are shown in italics.

Related parties are as identified by the management and relied upon by the Auditors.

No amounts pertaining to related parties have been provided as doubtful debts. Also, no amount has been written off / written back, except stated above.

8. Segment Information

A) Primary segment reporting (by Business segments)

(i) Composition of business segments

a) Investment and Real Estate Activity

The segment comprises investing/trading in shares, units of mutual funds and other marketable securities and premises rental etc.

b) Cosmetics and Toiletries

The segment comprises manufacturing and trading of Cosmetics, Soaps, Deodorants, Fresheners and Toiletries.

c) Sexual Wellness

The segment consists of Latex Condoms and Energy drinks businesses.

d) Medical Products

The segment consists of surgical gloves and other hospital products businesses.

ii) Segment Revenues, Results and Other information :

(₹ in lakhs)

Particulars	Investment and Real Estate Activity	Cosmetics & Toiletries	Sexual Wellness	Medical Products	Unallocated	Total
Segment Revenue	398.62	34,350.89	2,715.89	2,717.82	22.30	40,205.52
	<i>394.07</i>	<i>34,587.08</i>	<i>2,706.09</i>	<i>2,536.95</i>	<i>22.32</i>	<i>40,246.51</i>
Inter-segment (Net)	-	-	-	-	-	-
	<i>-</i>	<i>(0.26)</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>(0.26)</i>
Total Revenue	398.62	34,350.89	2,715.89	2,717.82	22.30	40,205.52
	<i>394.07</i>	<i>34,586.82</i>	<i>2,706.09</i>	<i>2,536.95</i>	<i>22.32</i>	<i>40,246.25</i>
Total Expenses	113.77	32,919.61	2,371.53	2,591.98	397.58	38,394.47
	<i>106.28</i>	<i>34,065.68</i>	<i>2,510.31</i>	<i>2,364.64</i>	<i>188.35</i>	<i>39,235.26</i>
Segment Result before tax	284.85	1,431.28	344.36	125.84	(375.28)	1,811.05
	<i>287.79</i>	<i>521.14</i>	<i>195.78</i>	<i>172.31</i>	<i>(166.03)</i>	<i>1,010.99</i>

J. K. INVESTO TRADE (INDIA) LIMITED

(₹ in lakhs)

Particulars	Investment and Real Estate Activity	Cosmetics & Toiletries	Sexual Wellness	Medical Products	Unallocated	Total
Less: Provision for Taxation	-	-	-	-	592.94	592.94
	-	-	-	-	258.00	258.00
Less: Deferred Tax	-	-	-	-	17.25	17.25
	-	-	-	-	1.79	1.79
Less: Tax adjustments for earlier year	-	-	-	-	(0.03)	(0.03)
	-	-	-	-	142.48	(6.79)
Net Profit after tax	284.85	1,431.28	344.36	125.84	(985.44)	1,200.89
	<i>287.79</i>	<i>521.14</i>	<i>195.78</i>	<i>172.31</i>	<i>(568.30)</i>	<i>757.99</i>
Segment Assets	5,983.45	15,352.95	2,287.32	845.45	-	24,469.17
	<i>5,893.36</i>	<i>14,777.22</i>	<i>2,252.32</i>	<i>800.71</i>	<i>8.27</i>	<i>23,731.88</i>
Segment Liabilities	218.03	3,114.32	728.47	275.28	32.93	4,369.03
	<i>221.25</i>	<i>3,611.80</i>	<i>482.46</i>	<i>492.66</i>	<i>31.25</i>	<i>4,839.42</i>
Capital Expenditure	-	112.26	44.53	-	-	156.79
	<i>0.05</i>	<i>154.02</i>	<i>48.64</i>	<i>1.68</i>	-	<i>204.39</i>
Segment Depreciation and Amortisation	0.29	102.41	34.64	2.59	-	139.93
	<i>1.06</i>	<i>101.71</i>	<i>40.95</i>	<i>0.13</i>	-	<i>143.85</i>

Previous year's figures are shown in italics.

9. Details of defined benefit plan, being gratuity as per actuarial valuation as on 31st March, 2016

	Year ended 31.03.2016 ₹ in lakhs	Year ended 31.03.2015 ₹ in lakhs
1. Components of Employer Expenses		
(a) Current Service Cost	28.28	23.98
(b) Interest Cost	8.25	11.03
(c) Expected return on plan assets	(19.76)	(20.93)
(d) Actuarial (Gain) / Loss	(14.05)	12.77
(e) Total expense / (gain) recognised in the Profit and Loss account	2.72	26.85
2. Actual return on plan assets		
(a) Expected return on plan assets	19.76	11.34
(b) Actuarial (Gain) / Loss	1.52	(0.27)
(c) Actual return of plan assets	21.28	11.07
3. Actual contribution and benefit payments for the year		
(a) Actual benefit payments	(24.51)	(45.74)
(b) Actual contributions	(31.52)	-
4. Net Asset / (Liability) recognised in Balance Sheet as at 31st March, 2016		
(a) Net liability as on 31 st March, 2015	17.93	7.32
(b) Present value of obligations	(254.90)	(237.31)

J. K. INVESTO TRADE (INDIA) LIMITED

	Year ended 31.03.2016 ₹ in lakhs	Year ended 31.03.2015 ₹ in lakhs
(c) Fair value of planned assets	282.68	253.38
(d) Funded status (surplus / (deficit))	(21.68)	(5.39)
(e) Expenses as above	1.52	2.63
(f) Benefits Paid	(1.00)	(2.70)
(g) (Asset) / Liability recognized in the Balance Sheet	24.55	17.93
5. Change in Benefit Obligation during the year ended 31st March, 2016		
(a) Liability at beginning of the year	244.56	246.57
(b) Current Service Cost	28.28	23.98
(c) Interest Cost	19.09	22.36
(d) Benefits Paid	(24.51)	(55.42)
(e) Actuarial (Gain) / Loss	(12.52)	7.07
(f) Liability at the end of the year	254.90	244.56
6. Change in Fair Value of Plan Assets		
(a) Present Value of Plan Assets as at 31 st March, 2015	253.38	234.78
(b) Expected return on plan assets	19.76	20.93
(c) Actuarial (Gain) / Loss	1.52	(5.69)
(d) Actual Company Contribution	31.52	(10.34)
(e) Benefits Paid	(23.51)	(6.98)
(f) Fair Value of Plan Assets as at 31 st March, 2016	282.67	253.38
7. Major categories of plan assets as a percentage of total plan		
Insurer - managed funds	100%	100%
8. Actuarial Assumptions		
(a) Discount Rate (per annum)		
i Parent company	8.00%	8.00%
ii Subsidiary	8.05%	7.80%
iii Joint Venture	8.05%	7.80%
(b) Expected return on plan assets (Subsidiary and Joint Venture)	8.05%	7.80%
(c) Salary Escalation Rate		
i Parent company	5.00%	5.00%
ii Subsidiary	7.50%	7.50%
iii Joint Venture	5.00%	5.00%
(d) Mortality rate / table	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate

J. K. INVESTO TRADE (INDIA) LIMITED

10. Earnings Per Share

Particulars	Year ended 31.03.2016	Year ended 31.03.2015
Computation of Profit for Earnings per Share:		
Profit after tax (₹ in lakhs)	1,200.89	757.99
Nominal value per share (₹)	10.00	10.00
Number of equity shares (Nos.)	73,22,200	73,22,200
Basic and diluted Earnings Per Share (₹)	16.40	10.35

11. Disclosure in accordance with section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

Total amount payable to Micro and Small Enterprises as at March 31, 2016.

Particulars	2015-2016	2014-2015
	₹ in lakhs	₹ in lakhs
Principal Amount	849.99	1,360.77
Interest due thereon	-	0.01
TOTAL	849.99	1,360.78
Total amounts paid during the year beyond the appointed day/beyond the normal credit period	117.66	46.06
Total Interest thereon	1.70	0.31
TOTAL	119.36	46.37
Total amount of interest payable of which the principal amount has been paid after delay	1.70	0.31
Total amount of interest outstanding	1.70	0.10
Total amount to be disallowed in Income Tax	1.70	0.32
Total interest paid during the year	-	-
TOTAL OUTSTANDING INTEREST	1.70	0.10

The above information is based on the details/intimation available with the Company regarding status of the suppliers as defined under Micro, Small and Medium Enterprises Development Act, 2006. Also the disclosure regarding the amount outstanding and delayed interest on the same is given by management having regard to the available data. The same has been relied upon by the Auditors.

J. K. INVESTO TRADE (INDIA) LIMITED

12. Additional information with respect to Consolidated Financial Statements :

(₹ in lakhs)

Name of the entity	Net Assets, i.e. total assets minus total liabilities		Share in Profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
1	2	3	4	5
Parent				
J.K.Investo Trade (India) Limited	28.68	5,765.42	7.73	92.79
	<i>30.02</i>	<i>5,672.62</i>	<i>32.44</i>	<i>245.87</i>
Subsidiary				
Indian				
J.K.Helene Curtis Limited	58.61	11,779.95	84.09	1,009.81
	<i>57.01</i>	<i>10,770.59</i>	<i>34.81</i>	<i>263.90</i>
Foreign				
JKHC International FZE	0.13	25.95	(11.28)	(135.48)
	<i>0.82</i>	<i>154.16</i>	<i>(2.57)</i>	<i>(19.50)</i>
Joint Venture (as per proportionate consolidation/ investment as per the equity method)				
Indian				
J.K.Ansell Private Limited (50% Joint Venture)	12.58	2,528.82	19.46	233.77
	<i>12.15</i>	<i>2,295.09</i>	<i>35.32</i>	<i>267.72</i>
TOTAL	100.00	20,100.14	100.00	1,200.89
	<i>100.00</i>	<i>18,892.46</i>	<i>100.00</i>	<i>757.99</i>

Previous year's figures are shown in italics

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

For and on behalf of the Board

GAUTAM HARI SINGHANIA

Chairman
DIN : 00020088

H. SUNDER

Director
DIN : 00020583

Place : Mumbai
Dated : 25th April, 2016

MUKESH DARWANI
Company Secretary

J. K. INVESTO TRADE (INDIA) LIMITED

(CIN: U99999MH1947PLC005735)
Registered Office: New Hind House, 3, N. M. Marg, Ballard Estate, Mumbai – 400 001
Email: jkitil@raymond.in, Website: www.jkinvesto.com
Phone: 022-66046000, Fax: 022-22620052

PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]
68th Annual General Meeting

Name of the Member(s)	:
Registered Address	:
E-mail ID	:
Folio No. / DP ID and Client ID	:

I/We, being the member(s) of J. K. Investo Trade (India) Limited, holding shares of the of the Company, hereby appoint:

- Name :
Address :
E-mail ID :
Signature :, or failing him
- Name :
Address :
E-mail ID :
Signature :, or failing him
- Name :
Address :
E-mail ID :
Signature :

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 68th Annual General Meeting of the Company, scheduled to be held on Wednesday, June 15, 2016 at 3.00 p.m. at M.C. Ghia Hall, Bhogilal Hargovindas Building, 2nd Floor, 18/20, Kaikhushru Dubash Marg, Mumbai – 400 001 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Ordinary Business:
1	Adoption of Audited Standalone and Consolidated Financial Statements for the financial year ended March 31, 2016 and the Reports of the Board of Directors and Auditors thereon.
2	Re-appointment of Shri R.K. Ganeriwala, as a Director, who retires by rotation.
3	Ratification of appointment of Messrs Lodha & Co., Chartered Accountants, as Statutory Auditors and fix their remuneration.
	Special Business:
4	Approval for borrowing moneys in excess of the aggregate of the paid up share capital and free reserves of the Company.
5	Approval for creation of security on the properties of the Company in favour of the lenders.

Signed this day of 2016

Signature of Member :

Signature of Proxy holder(s):

Affix
Revenue
Stamp
Re. 1/-

Notes:

- This form of proxy in order to be effective, should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Annual General Meeting.
- For the Resolutions, Explanatory Statements and Notes, please refer to the Notice of the 68th Annual General Meeting.

