

# Independent Auditor's Report

## To the Members of Triveni Turbine Limited

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Triveni Turbine Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, in which are incorporated the returns for the year ended on that date audited by the Branch Auditors of the Company's unit at Bangalore.

### 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 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 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 this 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 March 31, 2015 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, 2015 ("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 statement on the matters specified in the paragraph 3 and 4 of the Order.

- 2) 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 & proper returns adequate for the purpose of our audit have been received from Bangalore Unit of the Company not visited by us ;
  - c) the report on the accounts of the Bangalore Unit of the company audited under sub-section (8) of section 143 by the branch auditors have been sent to us and have been properly dealt with by us in preparing this report.
  - d) the balance sheet, the statement of profit and loss and the cash flow statement dealt with in this report are in agreement with the books of account and with the returns received from the Bangalore Unit of the Company not visited by us;
  - e) 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;
  - f) on the basis of written representations received from the directors as on March 31, 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of section 164(2) of the Act;
  - g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in 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 litigation on its financial position in its financial statements. Refer Note No. 31 of the financial statements;
    - ii) the Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses; and
    - iii) there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For J. C. Bhalla and Co.**  
Chartered Accountants  
FRN : 001111N

**Sudhir Mallick**  
Partner

Place : Noida (U.P.)  
Date : May 6, 2015

Membership No. 80051

## Annexure to Independent Auditor's Report

Referred to in paragraph 1 of the Independent Auditors' Report of even date under the heading "Report on Other Legal and Regulatory Requirements" to the members of Triveni Turbine Limited on the standalone financial statements as of and for the year ended March 31, 2015.

### We report that:

- 1)
  - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b) The fixed assets have been physically verified by the management during the year. As explained to us, no material discrepancies were noticed on such verification as compared to the book records. In our opinion the frequency of verification is reasonable having regard to the size of the company and nature of its activities.
- 2)
  - a) Inventories have been physically verified by the Management to the extent practicable at reasonable intervals during the year. In our opinion the frequency of verification is reasonable.
  - b) According to information given to us, the procedures for physical verification of the inventories followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
  - c) The Company is maintaining proper records of inventory. The discrepancies noticed on physical verification as compared to the book records were not material having regard to the size and nature of the operations of the Company and have been properly adjusted in the books of account.
- 3) The Company has not given any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Act. Accordingly paragraphs 3(iii)(a) and 3(iii)(b) of the Companies (Auditor's Report) Order, 2015 are not applicable to the Company.
- 4) According to the information and explanations given to us, and having regard to the unique and specialized nature of the certain items involved, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- 5) The Company has not accepted any deposits from the public under the provisions of Sections 73 to 76 of the Act or other relevant provisions of the Act and rules framed there under.
- 6) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for any of the products manufactured and services rendered by the Company for the year.
- 7)
  - a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of aforesaid dues were in arrears as at March 31, 2015 for a period of more than six months from the date they became payable.
  - b) According to the information and explanations given to us, there are no dues of sales tax, wealth tax, customs duty, value added tax and cess which have not been

deposited on account of any dispute. Disputed income tax, service tax and excise duty which have not been deposited on account of matters pending before appropriate authorities is as under:

S. No.	Name of the Statute	Nature of Dues	Amount (₹ in Million)	Amount Paid (₹ in Million)	Period to which it relates	Forum where dispute is pending
1)	Income-tax Act 1961	Income-tax	4.58	-	FY 2010-11	Commissioner of Income-tax (Appeals)
2)	Income-tax Act 1961	Income-tax	0.25	-	FY 2011-12	Commissioner of Income-tax (Appeals)
3)	Finance Act 1994	Service Tax Interest Penalty	3.25 3.14 3.25	3.57	FY 2008-09 to FY 2011-12	CESTAT, Bangalore
4)	Finance Act 1994	Service Tax Interest Penalty	10.32 12.67 10.32	1.27	FY 2007-08 to FY 2011-12	CESTAT, Bangalore
5)	Central Excise Act, 1944	Excise Duty Interest Penalty	2.16 2.47 2.16	0.09	FY 2007-08	CESTAT, Bangalore

- c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956(1 of 1956) and rules made thereunder.
- 8) The Company has no accumulated losses as at March 31, 2015 and has not incurred any cash losses in the financial year covered by our audit and immediately preceding financial year.
- 9) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to banks during the year. The company has no outstanding dues in respect of financial institutions or debenture holders.
- 10) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- 11) In our opinion, the term loans have been applied for the purpose for which they were raised.
- 12) During the course of our examination of the books of accounts and records carried out in accordance with the generally accepted auditing practices and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year nor have we been informed of such case by the management.

**For J.C. Bhalla and Co.**  
Chartered Accountants  
FRN : 001111N

**Sudhir Mallick**  
Partner

Place : Noida (U.P.)  
Date : May 6, 2015

Membership No.80051

# Balance Sheet

as at 31st March 2015

(₹ In Million)

Particulars	Note No.	31.03.2015	31.03.2014
<b>I EQUITY AND LIABILITIES</b>			
<b>1. Shareholder's Funds</b>			
Share capital	2	329.97	329.94
Reserves and surplus	3	2,026.07	1,481.83
		<b>2,356.04</b>	<b>1,811.77</b>
<b>2. Non-current liabilities</b>			
Long-term borrowings	4	5.09	5.16
Deferred tax liabilities (net)	5	91.28	96.43
Other long-term liabilities	6	-	8.06
Long-term provisions	7	44.35	33.72
		<b>140.72</b>	<b>143.37</b>
<b>3. Current liabilities</b>			
Short-term borrowings	8	6.60	69.19
Trade payables	9	1,120.47	1,287.97
Other current liabilities	10	1,072.21	914.68
Short-term provisions	7	404.64	400.51
		<b>2,603.92</b>	<b>2,672.35</b>
<b>TOTAL</b>		<b>5,100.68</b>	<b>4,627.49</b>
<b>II ASSETS</b>			
<b>1. Non-current assets</b>			
Fixed assets			
(i) Tangible assets	11	1,291.71	1,017.50
(ii) Intangible assets	12	44.57	58.88
(iii) Capital work-in-progress		61.03	2.64
		<b>1,397.31</b>	<b>1,079.02</b>
Non-current investments	13	84.67	80.00
Long-term loans and advances	14	106.85	511.47
Other non-current assets	19	169.43	114.81
		<b>1,758.26</b>	<b>1,785.30</b>
<b>2. Current assets</b>			
Current investments	15	60.00	-
Inventories	16	1,187.26	1,113.85
Trade receivables	17	1,533.93	1,057.43
Cash and bank balances	18	40.29	6.52
Short-term loans and advances	14	389.36	213.26
Other current assets	19	131.58	451.13
		<b>3,342.42</b>	<b>2,842.19</b>
<b>TOTAL</b>		<b>5,100.68</b>	<b>4,627.49</b>

Summary of Significant Accounting Policies

1

The accompanying Note Nos. 1 to 51 form an integral part of the financial statements.

As per our report of even date.

For and on behalf of

**J. C. Bhalla & Company**  
Chartered Accountants  
FRN : 001111N

**Sudhir Mallick**  
Partner  
Membership No. 80051

**Deepak Kumar Sen**  
General Manager & CFO

**Rajiv Sawhney**  
Company Secretary

**Dhruv M. Sawhney**  
Chairman & Managing Director

**Amal Ganguli**  
Director & Chairman Audit Committee

Place : Noida (U.P.)

Date : May 6, 2015

# Statement of Profit and Loss

## for the year ended 31st March 2015

(₹ in Million)

Particulars	Note No.	31.03.2015	31.03.2014
<b>Continuing operations</b>			
<b>INCOME</b>			
Revenue from operations (gross)	20	6,446.30	5,256.89
Less : Excise duty		191.08	174.23
Revenue from operations (net)		6,255.22	5,082.66
Other Income	21	282.55	83.72
<b>Total revenue</b>		<b>6,537.77</b>	<b>5,166.38</b>
<b>EXPENSES</b>			
Cost of raw material and components consumed	22	3,587.70	3,068.44
Decrease / (Increase) in inventories of finished goods and work-in-progress	23	59.75	(293.15)
Employee benefit expenses	24	600.91	567.01
Other expenses	25	754.34	675.88
<b>Total</b>		<b>5,002.70</b>	<b>4,018.18</b>
<b>Earnings before exceptional item, extraordinary item, interest, tax, depreciation and amortisation (EBITDA)</b>		<b>1,535.07</b>	<b>1,148.20</b>
Depreciation and amortisation expenses	26	145.04	128.60
Finance costs	27	6.38	5.99
<b>Profit before exceptional item, extraordinary item and tax</b>		<b>1,383.65</b>	<b>1,013.61</b>
Exceptional item	28	27.98	-
<b>Profit before extraordinary item and tax</b>		<b>1,355.67</b>	<b>1,013.61</b>
Extraordinary item		-	-
<b>Profit before tax</b>		<b>1,355.67</b>	<b>1,013.61</b>
<b>Tax expense</b>	29	444.83	329.09
<b>Profit after tax</b>		<b>910.84</b>	<b>684.52</b>
Earning per equity share of ₹ 1/ each	30		
Basic (in ₹ )		2.76	2.07
Diluted (in ₹ )		2.76	2.07

Summary of Significant Accounting Policies

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The accompanying Note Nos.1 to 51 form an integral part of the financial statements.

As per our report of even date.

For and on behalf of

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**Amal Ganguli**  
Director & Chairman Audit Committee

Place : Noida (U.P.)

Date : May 6, 2015

# Cash Flow Statement

for the year ended 31st March 2015

(₹ in Million)

Particulars	31.03.2015	31.03.2014
<b>A Cash Flow from Operating Activities</b>		
<b>Profit before tax</b>	1,355.67	1,013.61
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation / amortisation	145.04	128.60
Loss on sale of fixed assets	0.76	3.72
Net gain on sale of current investments	(7.45)	(11.36)
Interest expense	16.55	5.99
Interest income	(0.20)	(2.05)
<b>Operating profit before working capital changes</b>	<b>1,510.37</b>	<b>1,138.51</b>
Movements in working capital :		
Change in Liabilities	(26.61)	201.92
Change in Trade Receivables	(531.10)	58.55
Change in Inventories	(73.42)	(448.74)
Change in Loans and Advances	(142.15)	(53.58)
Change in Other Current Assets	319.55	(304.19)
<b>Cash generated from / (used in) operations</b>	<b>1,056.64</b>	<b>592.47</b>
Direct taxes paid (net of refunds)	(462.16)	(301.80)
Corporate Social Responsibility payment	(17.61)	-
<b>Net cash flow from / (used in ) operating activities (A)</b>	<b>576.87</b>	<b>290.67</b>
<b>B Cash Flow from Investing Activities</b>		
Purchase of fixed assets	(111.03)	(380.02)
Proceeds from sale of fixed assets	1.11	0.28
Purchase of non-current investments	(4.67)	-
Purchase of current investments	(1,615.00)	(1,120.00)
Proceeds from sale / maturity of current investments	1,562.45	1,181.36
Bank deposits (having original maturity of more than three months)	-	6.61
Interest received	0.20	2.08
<b>Net cash flow from / (used in) investing activities (B)</b>	<b>(166.94)</b>	<b>(309.69)</b>

# Cash Flow Statement

## for the year ended 31st March 2015

(₹ in Million)

Particulars	31.03.2015	31.03.2014
<b>C Cash Flow from Financing Activities</b>		
Proceeds from issuance of share capital	1.44	3.35
Redemption of preference share capital	-	(28.00)
Proceeds from long-term borrowings	3.84	4.76
Repayment of long-term borrowings	(3.98)	(4.28)
Increase / (Decrease) in of short-term borrowings	(62.59)	69.19
Interest paid	(6.38)	(5.99)
Dividend paid on equity shares	(263.81)	(249.79)
Tax on equity dividend paid	(44.86)	(42.49)
<b>Net cash flow from / (used in) financing activities (C)</b>	<b>(376.34)</b>	<b>(253.25)</b>
Net increase / (decrease) in cash and cash equivalents (A + B+ C)	33.59	(272.27)
Cash and cash equivalents at the beginning of the year	5.91	278.18
<b>Cash and cash equivalents at the end of the year</b>	<b>39.50</b>	<b>5.91</b>

As per our report of even date.

For and on behalf of

**J. C. Bhalla & Company**  
Chartered Accountants  
FRN : 001111N

**Sudhir Mallick**  
Partner  
Membership No. 80051

**Deepak Kumar Sen**  
General Manager & CFO

**Rajiv Sawhney**  
Company Secretary

**Dhruv M. Sawhney**  
Chairman & Managing Director

**Amal Ganguli**  
Director & Chairman Audit Committee

Place : Noida (U.P.)  
Date : May 6, 2015



# Notes to Financial Statements

## for the year ended 31st March 2015

### 1. Significant Accounting Policies

#### a) Basis of Preparation

The financial statements of the Company have been prepared as a going concern on an accrual basis of accounting under the historical cost convention in accordance with generally accepted accounting principles in India. The financial statements comply in all material respects with the applicable accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) in accordance with section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current or non-current as per the criteria set out in Schedule III of the Companies Act, 2013. In line with the normal operating cycle of the main product, i.e., manufacture and supply of turbine packages, the Company has considered a period of 12 months for the purpose of determination of classification between current and non-current assets and liabilities.

#### b) Use of Estimates

The presentation of financial statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Differences between the actual results and estimates are recognised in the period in which the results are known/materialise.

#### c) Fixed Assets

Fixed assets are stated at cost of acquisition less accumulated depreciation. Cost includes taxes, duties (excluding Excise Duty and VAT for which CENVAT/VAT credit is available), freight and other incidental expenses relating to acquisition and installation of such fixed assets.

#### d) Recognition of Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria are applied for revenue recognition:

- i) Revenue from sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The Company collects sales taxes and/ or value added taxes (VAT) on behalf of the government and therefore, these are not economic benefits

flowing to the Company and accordingly they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross).

- ii) In contracts involving the rendering of services, revenue is recognised as and when the services are rendered. The Company collects service tax on behalf of the government and therefore, it is not an economic benefit flowing to the Company and accordingly it is excluded from revenue.
- iii) Revenue from construction contracts is recognised on the percentage of completion method, measured by the proportion that contract costs incurred for work performed till the reporting date bear to the estimated total contract cost. Contract cost for this purpose includes:
  - a) Costs that relate directly to the specific contract;
  - b) Costs that are attributable to contract activity in general and can be allocated to the contract; and
  - c) Such other costs as are specifically chargeable to the customer under the terms of the contract.

Foreseeable losses, if any, are provided for immediately.
- iv) Income and expenditure relating to the prior period and prepaid expenses which do not exceed ₹ 10,000/- in each case, are treated as income/expenditure of the current year.

#### e) Foreign Currency Transactions

- i) Transactions denominated in foreign currencies are recorded at exchange rates prevailing on the dates of the transactions.
- ii) Foreign currency monetary items (including forward contracts) are translated at rates prevailing at the reporting date. Exchange differences arising on settlement of transactions and translation of monetary items (including forward contracts) are recognised as income or expense in the year in which they arise.
- iii) The premium or discount on foreign currency forward contracts not relating to firm commitments or highly probable forecast

transactions and not intended for trading or speculative purposes is amortised as expense or income over the life of each contract.

- iv) In respect of derivative contracts relating to firm commitments or highly probable forecast transactions, provision is made for mark-to-market losses, if any, at the balance sheet date. Gains, if any, on such contracts are not recognised till settlement.

#### f) Investments

Investments, that are readily realisable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of long-term investments, such reduction being determined and made for each investment individually.

#### g) Inventories

- i) Inventories of raw materials and components, stores and spares are valued at the lower of cost and net realisable value. Cost for the purpose of valuation of inventories is determined on weighted average basis.
- ii) Finished goods and work-in-progress are valued at lower of cost and net realisable value. The cost of finished goods and work-in-progress includes raw material costs, direct cost of conversion and allocation of indirect costs incurred in bringing the inventories to their present location and condition. Excise duty is included in the value of finished goods.
- iii) Patterns, loose tools, jigs and fixtures are amortised equally over three years.

#### h) Depreciation

- i) Depreciation on fixed assets is provided on the straight line method in accordance with Schedule II of the Companies Act, 2013. Schedule II provides the useful lives of various categories of fixed assets and allows the Company to use higher / lower useful lives and residual values if such lives and residual values can be technically supported and the justification for any difference is disclosed in the financial statements.

Accordingly, the management has re-estimated the useful lives and residual values of all its fixed assets and adopted useful lives as stated in Schedule II along with residual values of 5% except for the following:

- Based on the experience and assessment, mobile phones costing ₹ 5,000/- or more are depreciated over 2 years.
  - Assets costing less than ₹ 5,000/- are fully depreciated in the year of purchase.
- ii) Double or triple shift depreciation, as the case may be, is provided in respect of machines on the basis of actual number of days for which such machines work on double or triple shift.
- iii) Intangible assets are recognised as specified in the applicable accounting standard and are amortised as follows:

Particulars	Period of amortization
Computer software	36 months
Website development cost	36 months
Design and drawings	72 months

#### i) Employee Benefits

- i) Short term Employee Benefits
- All employee benefits payable wholly within 12 months after the end of the period in which the employees render related services are classified as short term employee benefits and are recognised as expenses in the period in which the employees render the related service. The Company recognises the undiscounted amount of short term employee benefits expected to be paid (including compensated absences) in exchange for services rendered, as a liability.
- ii) Post-employment benefits
- a) **Defined contribution plans:**
- Defined contribution plans are retirement benefit plans under which the Company pays fixed contributions to separate entities (funds) or financial institutions or state managed benefit schemes. The Company's contributions under the Employees' Provident Fund Scheme, Employees' State Insurance Scheme and Officers' Pension Scheme for certain employees are defined contributions plans. The Contributions paid/ payable under the schemes are recognised during the period in which the employees render the related service.

**b) Defined benefit plans:**

Defined benefit plans are plans under which the Company pays certain defined benefits to employees following their retirement/resignation/death based on rules framed for such schemes. The Employees' Gratuity Scheme is a defined benefit plan. The present value of the obligation under a defined benefit plan is determined based on the actuarial valuation using the Projected Unit Credit method, which recognises each period of service as giving rise to an additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under a defined benefit plan is based on the market yields on Government securities as at the balance sheet date, with maturity periods approximating the terms of the related obligation.

Actuarial gains and losses are recognised immediately in the statement of profit and loss.

Gains or losses on the curtailment or settlement of any defined benefits plan are recognised when the curtailment of settlement occurs. Past service cost is recognised as an expense on a straight-line basis over the average period until the benefits become vested.

**iii) Other long-term employee benefits**

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders related services are recognised as a liability at the present value of the defined benefit obligation at the balance sheet date on the basis of an actuarial valuation. The discount rates used for determining the present values of the obligation under defined benefit plans, are based on the appropriate market yields on Government securities as at the balance sheet date.

**iv) Employee Stock Options :**

Compensation cost in respect of stock options granted to eligible employees is recognised using the intrinsic value of the stock options and is amortised over the vesting period of such options granted.

**j) Borrowing costs**

Borrowing costs that are attributable to the

acquisition of qualifying assets are capitalised upto the period such assets are ready for their intended use. All other borrowing costs are charged in the statement of profit and loss.

**k) Taxes on Income**

i) Current tax on income is determined on the basis of taxable income computed in accordance with the applicable provisions of the Income-tax Act, 1961.

ii) Deferred tax is recognised for all timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

iii) Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised, except in the case of unabsorbed depreciation or carried forward of losses under the Income-tax Act 1961, where deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realised.

iv) Minimum alternate tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will be in a position to avail of such credit under the provisions of the Income-tax Act 1961.

**l) Impairment of Assets**

Impairment of individual assets/cash generating unit (a group of assets that generates identified independent cash flows) are identified using external and internal sources of information and impairment loss, if any, is determined and recognised in accordance with the applicable accounting standard.

**m) Provisions, Contingent liabilities and Contingent assets**

Provisions are recognised, if :

- a) the Company has a present obligation as a result of a past event.;
- b) a probable outflow of resources is expected to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.

Reimbursements expected in respect of expenditure required to settle a provision are recognised only when it is virtually certain that the reimbursement will be received.

A contingent liability is disclosed in the case of

- a) a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or
- b) a possible obligation, unless the probability of outflow of resources is remote.

Contingent assets are not recognised .

#### n) Research and Development

Revenue expenditure on research and development

is charged under the respective heads of account. Capital expenditure on research and development is included as part of fixed assets and depreciated on the same basis as other fixed assets.

#### o) Corporate Social Responsibility (CSR)

CSR spends by the Company, not being a part of its normal business activity, are considered as an appropriation of profit. No provision is made in the accounts in respect of any shortfall in CSR spends, as determined in accordance with section 135 of the Companies Act 2013 unless a contractual liability has been incurred under a CSR activity already undertaken by the Company.

## 2. Share Capital

(₹ in Million)

Particulars	31.03.2015	31.03.2014
<b>AUTHORISED</b>		
450,000,000 Equity Shares of ₹ 1/- each	450.00	450.00
5,000,000 8% Cumulative Redeemable Preference Shares of ₹ 10/- each	50.00	50.00
	<b>500.00</b>	<b>500.00</b>
<b>ISSUED, SUBSCRIBED AND FULLY PAID UP</b>		
<b>Equity</b>		
329,972,150 (329,944,550) Equity Shares of ₹ 1/- each	329.97	329.94
	<b>329.97</b>	<b>329.94</b>

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

##### Equity Shares

Particulars	As at 31.03.2015		As at 31.03.2014	
	No of Shares	₹ in Million	No of Shares	₹ in Million
At the beginning of the year	329,944,550	329.94	329,880,150	329.88
Add: Issued during the year pursuant to exercise of employee stock options	27,600	0.03	64,400	0.06
Outstanding at the end of the year	<b>329,972,150</b>	<b>329.97</b>	<b>329,944,550</b>	<b>329.94</b>

##### Preference Shares

Particulars	As at 31.03.2015		As at 31.03.2014	
	No of Shares	₹ in Million	No of Shares	₹ in Million
At the beginning of the year	-	-	2,800,000	28.00
Less : Redeemed during the year	-	-	2,800,000	28.00
Outstanding at the end of the year	-	-	-	-

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

The Company has only one class of equity shares with a par value of ₹ 1/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares are entitled to receive the remaining assets of the Company, after meeting all liabilities and distribution of all preferential amounts, in proportion to their shareholding.

**c) Shares allotted as fully paid up pursuant to contract(s) without payment being received in cash (during the 5 years immediately preceding)**

257,880,150 equity shares of ₹ 1/- each were allotted on May 10, 2011, as fully paid up to the shareholders of Triveni Engineering & Industries Ltd (TEIL) in the ratio of one equity share for every one equity share held by them in TEIL, pursuant to the Scheme.

**d) Details of shareholders holding more than 5% shares in the company**

Particulars	As at 31.03.2015		As at 31.03.2014	
	No of Shares	% holding	No of Shares	% holding
<b>Equity Shares of ₹ 1/- each fully paid</b>				
Triveni Engineering & Industries Limited	72,000,000	21.82	72,000,000	21.82
Dhruv M. Sawhney	24,924,645	7.55	28,124,645	8.52
Nalanda India Fund Limited	25,788,000	7.82	25,788,000	7.82
Umananda Trade & Finance Limited	20,157,589	6.11	20,157,589	6.11
Rati Sawhney	13,706,914	4.15	16,824,914	5.10
Tarnik Investments & Trading Limited	18,680,527	5.66	18,680,527	5.66

**e) Shares reserved for issue under options - Nil**

Refer Note No. 37

**3. Reserves and Surplus**

**General reserve**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Balance as per the last financial statements	700.00	600.00
Add: Amount transferred from surplus in the statement of profit and loss	150.00	100.00
Less: Impact of revision of useful lives of fixed assets pursuant to Schedule II to the Companies Act, 2013 (Refer Note No. 35)	10.77	-
<b>Closing Balance</b>	<b>839.23</b>	<b>700.00</b>

**Capital redemption reserve**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Balance as per the last financial statements	28.00	-
Add: Amount transferred from surplus in the statement of profit and loss	-	28.00
<b>Closing Balance</b>	<b>28.00</b>	<b>28.00</b>

**Securities premium**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Balance as per the last financial statements	3.28	-
Add: Amount received during the year pursuant to exercise of employee stock options	1.41	3.28
<b>Closing Balance</b>	<b>4.69</b>	<b>3.28</b>

**Surplus in the statement of profit and loss**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Balance as per the last financial statements	750.55	483.97
Add: Net profit after tax transferred from statement of profit and loss	910.84	684.52
<b>Amount available for appropriation (A)</b>	<b>1,661.39</b>	<b>1,168.49</b>
<b>Appropriations:</b>		
Transfer to General reserve	150.00	100.00
Transfer to Capital redemption reserve	-	28.00
Corporate social responsibility expenditure	22.41	-
Dividend on equity shares (Interim)	82.50	65.98
Dividend on equity shares (Earlier year)	0.02	0.01
Dividend on preference share	-	0.37
Proposed dividend on equity shares	197.98	181.47
Tax on equity dividend (Interim)	14.03	11.21
Tax on equity dividend (Earlier year) [Current year ₹ 3,484/- (Previous year ₹ 1,006/-)]	0.00	0.00
Tax on preference dividend	-	0.06
Tax on proposed equity dividend	40.30	30.84
<b>Total appropriations (B)</b>	<b>507.24</b>	<b>417.94</b>
<b>Net surplus in the statement of profit and loss (A-B)</b>	<b>1,154.15</b>	<b>750.55</b>
<b>Total reserves and surplus</b>	<b>2,026.07</b>	<b>1,481.83</b>

**4. Long-Term Borrowings**

(₹ in Million)

Particulars	Non- Current portion		Current maturities	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
<b>Term loans (Secured)</b>				
- From banks	-	0.20	0.20	1.06
- From others	5.09	4.96	3.14	2.34
	5.09	5.16	3.34	3.40
Less : Amount disclosed under the head "other current liabilities" (Refer Note No. 10)			3.34	3.40
	<b>5.09</b>	<b>5.16</b>	<b>-</b>	<b>-</b>

**Details of Securities and other terms :-**

Name of the Bank / Others	Total loan outstanding (₹ in Million)	Repayment terms of loan outstanding	Rate of interest (per annum)	Nature of Security
1. Axis Bank (Vehicle loan)	0.20 (1.26)	In equated monthly instalments ranging from Nil to 8 months (5 to 20 months)	At fixed rates ranging from 9.90% to 10.00%	Secured by hypothecation of vehicles acquired under the respective vehicle loans.
2. Kotak Mahindra Prime Ltd (Vehicle loan)	8.23 (7.30)	In equated monthly instalments ranging from 15 to 56 months (24 to 46 months)	At fixed rates ranging from 9.93% to 10.92%	Secured by hypothecation of vehicles acquired under the respective vehicle loans.

Figures in brackets relate to the previous year.

## 5. Deferred Tax Liabilities (Net)

(₹ in Million)

Particulars	31.03.2015	31.03.2014
<b>Deferred Tax Liabilities :</b>		
Difference in net book value of fixed assets as per books and tax laws	128.55	138.24
<b>Deferred Tax Assets :</b>		
Expenses allowable on payment basis	11.69	11.71
Others	25.58	30.10
<b>Net Deferred Tax Liabilities</b>	<b>91.28</b>	<b>96.43</b>

## 6. Other Long-Term Liabilities

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Deposit from customers (Refer Note No. 34)	-	8.06
	-	<b>8.06</b>

## 7. Provisions

(₹ in Million)

Particulars	Long-term		Short-term	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
<b>Provisions for Employee Benefits</b>				
Gratuity (Refer Note No. 45)	8.72	4.22	-	-
Compensated absences	18.36	18.00	4.32	2.93
<b>Other provisions</b>				
Proposed dividend *	-	-	197.98	181.47
Tax on proposed dividend	-	-	40.30	30.84
Warranty	17.27	11.50	14.48	17.96
Liquidated damages	-	-	38.66	49.50
Cost to completion	-	-	62.43	75.27
Corporate social responsibility (Refer Note No. 47)	-	-	4.80	-
Excise duty on closing stock	-	-	16.84	-
Income Tax [net of advance tax of ₹ 453.94 million (₹ 761.65 million) & includes wealth tax ₹ 0.18 million (₹ 0.12 million)]	-	-	24.83	42.54
	<b>44.35</b>	<b>33.72</b>	<b>404.64</b>	<b>400.51</b>

\* Represents dividend proposed by the Board of Directors at ₹ 0.60 (previous year ₹ 0.55) per equity share of ₹ 1/- each, which is subject to the approval by the shareholders.

Disclosures required by Accounting Standard (AS) 29 - Provisions,Contingent liabilities and Contingent assets.

### Movement in provisions

(₹ in Million)

Particulars of disclosure	Nature of Provisions		
	Warranty	Liquidated Damages	Cost to Completion
Opening balance	29.46	49.50	75.27
	(66.90)	(60.43)	(149.56)
Provision made during the year	30.89	4.38	2.10
	(19.69)	(1.11)	(5.50)
Provision used during the year	11.61	0.91	12.80
	(40.67)	(2.18)	(28.19)
Provision no longer required reversed	16.99	14.31	2.14
	(16.46)	(9.86)	(51.60)
Closing balance	<b>31.75</b>	<b>38.66</b>	<b>62.43</b>
	<b>(29.46)</b>	<b>(49.50)</b>	<b>(75.27)</b>

Figures in brackets relate to the previous year.

#### Nature of Provisions

**Warranties:** The Company gives warranties on certain products and services, undertaking to repair or replace the items that fail to perform satisfactorily during the warranty period. Provisions made as at March 31,2015 represent the amount of the expected cost of meeting such obligations. The timing of the outflows is expected to be within the period of two years.

**Liquidated damages:** In respect of certain products, the Company has contractual obligations towards customers for matters relating to delivery and performance. The provisions represent the amount estimated to meet the cost of such obligations. The timing of the outflow is expected to be within one year.

**Cost to completion:** The provision represents the costs of materials and services required for erection and integration of turbine packages at the site, prior to commissioning.

### 8. Short-Term Borrowings

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Repayable on demand (Secured)		
Cash credits from banks *	6.60	69.19
	<b>6.60</b>	<b>69.19</b>

\* Secured by hypothecation of stocks-in-trade, raw materials, stores & spare parts, work-in-progress and trade receivables and a second charge on movable and immovable assets both present and future on a pari-passu basis. Interest rates range from 12.25% to 12.50% per annum.

### 9. Trade Payables

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Trade payables (Refer Note No.39 for details of dues to micro and small enterprises)	1,120.47	1,287.97
	<b>1,120.47</b>	<b>1,287.97</b>



## 10. Other Current Liabilities

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Current maturities of long term borrowings (Refer Note No 4)	3.34	3.40
Creditors for purchases of capital assets	4.08	0.48
Advances from customers	1,009.03	865.82
Security deposits	0.02	0.02
Interest accrued but not due on borrowings	0.06	0.07
Interest payable pursuant to court decision (Refer Note No. 34)	10.17	-
Employee benefits & other dues	16.67	22.70
Deferred premium on foreign exchange forward contracts	6.69	3.20
Indirect taxes & duties payable	1.16	0.99
Statutory dues relating to employees	4.97	5.10
Income tax deducted at source	8.12	6.80
Unpaid dividend *	0.78	0.61
Creditors for other liabilities	7.12	5.49
	<b>1,072.21</b>	<b>914.68</b>

\* There are no amounts as at the end of the year which are due and outstanding to be credited to the Investors Education and Protection Fund.

## 11. Tangible Assets

(₹ in Million)

Particulars	Free hold Land*	Buildings	Plant and Machinery	Office Equipment	Furniture and Fixtures	Vehicles	Computers	Total
<b>Gross block</b>								
<b>As at April 1, 2013</b>	<b>36.42</b>	<b>334.28</b>	<b>1,116.47</b>	<b>25.48</b>	<b>43.20</b>	<b>26.30</b>	<b>60.07</b>	<b>1,642.22</b>
Additions	-	7.58	0.93	0.46	0.45	6.58	4.12	20.12
Deductions	-	-	13.06	-	-	-	1.61	14.67
<b>As at March 31, 2014</b>	<b>36.42</b>	<b>341.86</b>	<b>1,104.34</b>	<b>25.94</b>	<b>43.65</b>	<b>32.88</b>	<b>62.58</b>	<b>1,647.67</b>
Additions	388.65	0.42	6.42	1.59	1.45	7.34	10.29	416.16
Deductions	-	0.01	0.57	2.57	2.95	2.18	3.40	11.68
<b>As at March 31, 2015</b>	<b>425.07</b>	<b>342.27</b>	<b>1,110.19</b>	<b>24.96</b>	<b>42.15</b>	<b>38.04</b>	<b>69.47</b>	<b>2,052.15</b>
<b>Depreciation</b>								
<b>As at April 1, 2013</b>	<b>-</b>	<b>74.24</b>	<b>385.92</b>	<b>7.54</b>	<b>15.64</b>	<b>5.95</b>	<b>42.33</b>	<b>531.62</b>
Charge for the year	-	10.89	87.21	1.24	2.61	2.87	4.40	109.22
Deductions	-	-	9.14	-	-	-	1.53	10.67
<b>As at March 31, 2014</b>	<b>-</b>	<b>85.13</b>	<b>463.99</b>	<b>8.78</b>	<b>18.25</b>	<b>8.82</b>	<b>45.20</b>	<b>630.17</b>
Charge for the year**	-	7.95	92.20	6.88	6.54	3.79	6.40	123.76
Transfer to General Reserve#	-	8.04	0.26	4.40	0.33	0.32	2.96	16.31
Deductions	-	0.01	0.23	2.39	2.80	1.15	3.22	9.80
<b>As at March 31, 2015</b>	<b>-</b>	<b>101.11</b>	<b>556.22</b>	<b>17.67</b>	<b>22.32</b>	<b>11.78</b>	<b>51.34</b>	<b>760.44</b>
<b>Net Block</b>								
<b>As at March 31, 2014</b>	<b>36.42</b>	<b>256.73</b>	<b>640.35</b>	<b>17.16</b>	<b>25.40</b>	<b>24.06</b>	<b>17.38</b>	<b>1,017.50</b>
<b>As at March 31, 2015</b>	<b>425.07</b>	<b>241.16</b>	<b>553.97</b>	<b>7.29</b>	<b>19.83</b>	<b>26.26</b>	<b>18.13</b>	<b>1,291.71</b>

\* Refer Note No. 48

\*\* Includes amount capitalised ₹ 0.12 million (Previous year ₹ Nil)

# Refer Note No. 35

**12. Intangible Assets (Other than internally generated)**

(₹ in Million)

Particulars	Computer Software	Website	Design and Drawings	Total
<b>Gross block</b>				
<b>As at April 1, 2013</b>	<b>102.20</b>	<b>1.25</b>	<b>58.19</b>	<b>161.64</b>
Additions	12.35	0.18	28.32	40.85
Disposals	-	-	-	-
<b>As at March 31, 2014</b>	<b>114.55</b>	<b>1.43</b>	<b>86.51</b>	<b>202.49</b>
Additions	6.59	-	0.50	7.09
Disposals	-	-	-	-
<b>As at March 31, 2015</b>	<b>121.14</b>	<b>1.43</b>	<b>87.01</b>	<b>209.58</b>
<b>Amortisation</b>				
<b>As at April 1, 2013</b>	<b>86.90</b>	<b>0.30</b>	<b>37.03</b>	<b>124.23</b>
Charge for the year	10.76	0.46	8.16	19.38
Disposals	-	-	-	-
<b>As at March 31, 2014</b>	<b>97.66</b>	<b>0.76</b>	<b>45.19</b>	<b>143.61</b>
Charge for the year	9.96	0.44	11.00	21.40
Disposals	-	-	-	-
<b>As at March 31, 2015</b>	<b>107.62</b>	<b>1.20</b>	<b>56.19</b>	<b>165.01</b>
<b>Net Block</b>				
<b>As at March 31, 2014</b>	<b>16.89</b>	<b>0.67</b>	<b>41.32</b>	<b>58.88</b>
<b>As at March 31, 2015</b>	<b>13.52</b>	<b>0.23</b>	<b>30.82</b>	<b>44.57</b>

**13. Non-Current Investments**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
<b>Long Term</b>		
<b>Trade</b>		
<b>UNQUOTED</b>		
SHARES - Fully paid-up - Subsidiary Companies		
8,000,001 (8,000,001) Equity shares of ₹ 10/- each of GE Triveni Limited (At cost)	80.00	80.00
50,000 (Nil) Ordinary shares of GBP 1/- each of Triveni Turbines Europe Private Ltd (At cost)	4.67	-
	<b>84.67</b>	<b>80.00</b>
Aggregate book value of unquoted investments	84.67	80.00

#### 14. Loans and Advances

(₹ in Million)

Particulars	Long-term		Short-term	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
Capital advances				
Unsecured, considered good	1.78	372.26	-	-
<b>(A)</b>	<b>1.78</b>	<b>372.26</b>	<b>-</b>	<b>-</b>
Security deposit				
Unsecured, considered good	2.59	2.76	1.05	0.91
<b>(B)</b>	<b>2.59</b>	<b>2.76</b>	<b>1.02</b>	<b>0.91</b>
Other loans and advances				
Unsecured, considered good				
Prepaid expenses	1.73	2.02	18.67	14.35
Loans to employees	0.30	0.46	2.45	2.48
Advances to suppliers	-	-	119.71	107.32
Service tax recoverable	4.84	4.52	7.87	12.83
Excise duty (Cenvat Balance)	-	-	48.76	19.86
Earnest money deposit	-	-	1.88	3.89
Works contract tax recoverable	-	-	1.25	0.87
Advance payment of tax	12.68	12.68	-	-
Amount recoverable from hedging banks	-	-	89.48	6.30
VAT recoverable	82.61	90.67	97.32	23.90
Excise duty recoverable (Refer Note No. 34)	0.09	25.87	0.49	20.43
Other amounts recoverable	0.23	0.23	0.46	0.12
<b>(C)</b>	<b>102.48</b>	<b>136.45</b>	<b>388.34</b>	<b>212.35</b>
<b>Total (A+B+C)</b>	<b>106.85</b>	<b>511.47</b>	<b>389.36</b>	<b>213.26</b>

#### 15. Current Investments (Unquoted)

(₹ in Million)

Particulars	31.03.2015	31.03.2014
(valued at lower of cost or fair value)		
134,076.954 (Nil) Mutual Funds Units of Birla Sun Life Cash Plus Growth - Direct Plan	30.00	-
787,711.698 (Nil) Mutual Funds Units of JM High Liquidity Fund - Direct Growth Option	30.00	-
	<b>60.00</b>	<b>-</b>
Aggregate book value of unquoted investments	60.00	-

#### 16. Inventories

(₹ in Million)

Particulars	31.03.2015	31.03.2014
(valued at lower of cost and net realisable value)		
Raw material and components [includes stock in transit ₹ 3.11 million (₹ 2.84 million)]	554.88	438.20
Work-in-progress	462.65	500.32
Finished goods [Includes stock in transit ₹ Nil (₹ 160.25 million)]	155.01	160.25
Stores and spares	0.25	0.18
Patterns	11.15	12.43
Tools, jigs and fixtures	3.28	2.43
Others (Scrap)	0.04	0.04
	<b>1,187.26</b>	<b>1,113.85</b>

**17. Trade Receivables**

(₹ in Million)

Particulars	Non-Current		Current	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
<b>Over Six Months</b>				
Secured - considered good	-	-	-	-
Unsecured - considered good	-	-	323.40	290.95
Considered doubtful	-	-	42.70	48.70
	-	-	366.10	339.65
Less : Provision for doubtful debts	-	-	42.70	48.70
<b>(A)</b>	-	-	323.40	290.95
<b>Others</b>				
Secured - considered good	-	-	-	-
Unsecured - considered good	169.30	114.69	1,210.53	766.48
<b>(B)</b>	169.30	114.69	1,210.53	766.48
<b>Total (A+B)</b>	<b>169.30</b>	<b>114.69</b>	<b>1,533.93</b>	<b>1,057.43</b>
Less: Amount disclosed under other non-current assets (Refer Note No.19)	169.30	114.69		
	-	-	<b>1,533.93</b>	<b>1,057.43</b>

**18. Cash and Bank Balances**

(₹ in Million)

Particulars	Non-Current		Current	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
<b>Cash and cash equivalents</b>				
Balance with banks				
Current accounts	-	-	39.10	5.62
Cheques / drafts on hand (Current year ₹ 738/-)	-	-	0.00	-
Cash on hand	-	-	0.40	0.29
<b>(A)</b>	-	-	<b>39.50</b>	<b>5.91</b>
<b>Other bank balances</b>				
Earmarked balances:				
Unpaid dividend account	-	-	0.79	0.61
Balances under lien/margin/kept as security:				
Fixed / margin deposits (original maturity more than one year)	0.10	0.10	-	-
<b>(B)</b>	<b>0.10</b>	<b>0.10</b>	<b>0.79</b>	<b>0.61</b>
<b>Total (A+B)</b>	<b>0.10</b>	<b>0.10</b>	<b>40.29</b>	<b>6.52</b>
Less: Amount disclosed under other non-current assets (Refer Note No.19)	0.10	0.10		
	-	-	<b>40.29</b>	<b>6.52</b>

## 19. Other Assets

(₹ in Million)

Particulars	Non-Current		Current	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
Long-term trade receivables (Refer Note No. 17)	169.30	114.69	-	-
Non-current cash and bank balances (Refer Note No.18)	0.10	0.10	-	-
Interest accrued on fixed deposits	0.03	0.02	-	-
Due from customers (Turnkey Project revenue adjustment)	-	-	93.80	433.41
Duty drawback receivable	-	-	37.78	17.72
	<b>169.43</b>	<b>114.81</b>	<b>131.58</b>	<b>451.13</b>

## 20. Revenue from Operations

(₹ in Million)

Particulars	31.03.2015	31.03.2014
<b>Sale of products</b>		
Finished goods		
Turbines (including related equipments and supplies)	4,596.80	3,079.49
Spares	1,185.17	750.02
Others	-	0.21
<b>Sale of services</b>		
Servicing, operation and maintenance	380.10	444.91
Erection and commissioning	56.14	152.19
<b>Turbine extended scope project</b>	145.47	790.53
<b>Other operating revenue</b>		
Technical know-how fee	14.09	-
Sale of scrap	3.96	6.85
Selling commission	8.08	3.55
Royalty	9.34	3.36
Export incentives	47.15	25.78
	<b>6,446.30</b>	<b>5,256.89</b>

## 21. Other Income

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Profit on sale/redemption of current investment	7.45	11.36
Rent received	5.91	4.65
Interest income		
Bank Deposits	0.05	0.30
Customers	0.15	1.75
Exchange fluctuation gains *	242.50	-
Credit balances written back	6.99	2.90
Provision of liquidated damages reversed (net) - (Refer Note No 7)	9.93	8.75
Provision for doubtful debts and advances written back	6.00	-
Provision of cost to completion for earlier year reversed (Refer Note No 7)	2.14	51.60
Excess provision of expenses written back	-	1.41
Miscellaneous Income	1.43	1.00
	<b>282.55</b>	<b>83.72</b>

\* Includes premium/discount earned on foreign currency forward contracts ₹ 112.53 million (previous year ₹ Nil)

**22. Cost of Raw Material and Components Consumed**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Stock at commencement	438.20	280.16
Purchases	3,704.38	3,226.48
	4,142.58	3,506.64
Less: Stock at close	554.88	438.20
	<b>3,587.70</b>	<b>3,068.44</b>
<b>Details of raw material and components consumed</b>		
Alternators, electric panels and other direct bought-outs	1,395.19	1,282.62
Iron and steel	410.79	249.36
Gear boxes and accessories	440.65	337.82
Others	1,341.07	1,198.64
	<b>3,587.70</b>	<b>3,068.44</b>

**23. Decrease/ (Increase) in Inventories of Finished Goods and Work-in-Progress**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Stock at commencement		
- Work-in-progress (Turbines)	500.32	367.42
- Finished goods (Turbines)	160.25	-
	660.57	367.42
Stock at close		
- Work-in-progress (Turbines)	462.65	500.32
- Finished goods (Turbines)	155.01	160.25
	617.66	660.57
Add/(Less): Impact of excise duty on finished goods	16.84	-
	<b>59.75</b>	<b>(293.15)</b>

**24. Employee Benefit Expenses**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Salaries, wages and bonus	508.19	477.09
Contributions to provident and other funds	35.12	34.48
Gratuity	15.05	14.70
Employee welfare	43.12	40.74
	601.48	567.01
Less: Amount capitalised	0.57	-
	<b>600.91</b>	<b>567.01</b>

## 25. Other Expenses

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Stores, spares and tools consumed	140.06	106.27
Power and fuel	22.34	18.32
Design and engineering charges	8.29	3.16
Repairs and maintenance		
Machinery	4.63	10.31
Buildings	1.73	4.28
Others	10.19	8.92
Travelling and conveyance	115.43	96.59
Rent	5.46	6.58
Rates and taxes	3.48	4.13
Insurance	2.31	2.74
Directors' sitting fees	2.11	0.98
Directors' commission	6.00	5.00
Certification & consultation	38.92	36.57
Group shared service cost	39.18	33.96
Bank charges and guarantee commission	14.20	12.23
Exchange fluctuation loss *	-	40.40
Provision for doubtful debts and advances	-	10.59
Bad debts/sundry amounts written off	22.04	2.20
Warranty expenses [Includes provision for warranty (net of reversals) of ₹ 13.90 million (Previous year: ₹ 3.23 million)] (Refer Note No. 7)	27.78	19.06
Payment to Auditors (Refer Note No. 50)	2.09	2.14
Non moving/obsolete inventory written off	2.54	18.11
Loss on sale of assets	0.76	3.72
Packing and forwarding	43.26	29.03
Freight outward	70.45	59.35
Selling commission	72.53	49.41
Miscellaneous expenses	99.49	91.83
	755.27	675.88
Less: Amount capitalised	0.93	-
	<b>754.34</b>	<b>675.88</b>

\* Net off premium/discount earned on foreign currency forward contracts ₹ Nil (previous year ₹ 36.03 million)

## 26. Depreciation and Amortisation Expenses

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Depreciation	123.64	109.22
Amortisation	21.40	19.38
	<b>145.04</b>	<b>128.60</b>

## 27. Finance Costs

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Interest expenses [Includes ₹ 0.00 million (Current year ₹ 463 /-) towards interest on income tax (previous year ₹ 0.46 million)]	4.04	5.36
Other borrowing cost [Includes ₹ 1.85 million towards prior period exps (previous year ₹ Nil)]	2.34	0.63
	<b>6.38</b>	<b>5.99</b>

**28. Exceptional Item**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
Excise duty liability (including interest of ₹ 10.17 million) pertaining to earlier years on dismissal of special leave petition by the Supreme Court of India (Refer Note No 34)	27.98	-
	<b>27.98</b>	<b>-</b>

**29. Tax Expense**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
For Current Year		
- Current Tax Expense	454.40	318.41
- Deferred Tax Expense/(Income)	(9.96)	13.86
	444.44	332.27
For Earlier Years		
- Current Tax Expense/(Income)	(9.96)	(7.92)
- Deferred Tax Expense/(Income)	10.35	4.74
	0.39	(3.18)
	<b>444.83</b>	<b>329.09</b>

**30. Earnings per share (EPS)**

(₹ in Million)

Basic EPS	31.03.2015	31.03.2014
Net profit after tax	910.84	684.52
Less: Dividend on preference shares (including dividend distribution tax)	Nil	0.44
Adjusted net profit / (loss) after tax and preference dividend [A]	910.84	684.08
Weighted average number of equity shares outstanding during the year [B]	329,969,428	329,881,385
Basic earnings per share – ₹ /Share [A/B]	2.76	2.07

Diluted EPS	31.03.2015	31.03.2014
Adjusted net profit / (loss) after tax and preference dividend, as above [A]	910.84	684.08
Weighted average number of equity shares deemed to be issued under options without consideration, outstanding during the year	Nil	1,976
Weighted average number of equity shares outstanding during the year [B]	329,969,428	329,883,361
Diluted earnings per share ₹ /Share [A/B]	2.76	2.07

**31. Contingent Liabilities (to the extent not provided for)**

Claims against the Company not acknowledged as debts :

(₹ in Million)

SL No	Particulars	Amount of Contingent Liability	Amount Paid
1	Excise duty	6.79 (40.15)	0.09 (26.15)
2	Service tax	42.97 (44.52)	4.84 (4.52)
3	Others	3.08 (2.08)	- (-)
	<b>Total</b>	<b>52.84</b> <b>(86.75)</b>	<b>4.93</b> <b>(30.67)</b>

Figures in brackets pertains to the previous year.



The amounts shown above represent the best estimates arrived at on the basis of available information. The uncertainties, possible payments and reimbursements are dependent on the outcome of the different legal processes which have been invoked by the Company or the claimants, as the case may be, and therefore cannot be predicted accurately. The Company engages reputed professional advisors to protect its interests and has been advised that it has a strong legal position against such disputes.

32. Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 43.51 million (previous year ₹ 24.83 million) after adjusting advances paid aggregating to ₹ 1.78 million (previous year ₹ 4.40 million).
33. In respect of working capital facilities sanctioned by a bank to the subsidiary company, M/s GE Triveni Ltd (GETL), the Company has given an undertaking not to dispose of its investments in the equity shares of GETL aggregating ₹ 80.00 million during the tenure of the facilities.
34. A claim of ₹ 26.15 million against the Company in respect of excise duty which was the subject matter of special leave petition filed by the Company before the Supreme Court of India has been decided against the Company. The disputed duty had already been deposited by the Company under protest and the Company had also recovered and retained as a deposit, amount of ₹ 8.06 million from its customers. Upon dismissal of its special leave petition the Company has during the year recognized expenses of ₹ 17.81 million (net of recoveries of ₹ 8.06 million made from customers & ₹ 0.28 million recognised in earlier years) and interest of ₹ 10.17 million thereon, in the statement of profit and loss as an exceptional item of expense (Note No.28 above).
35. In accordance with the requirements of Schedule II of the Companies Act 2013, the estimated useful lives of tangible fixed assets have been technically assessed and revised with effect from 1st April, 2014. Accordingly, the depreciation expense for the current year is higher by ₹ 13.71 million and for the assets whose revised useful lives had expired prior to April 1, 2014, the net book value of ₹ 10.77 million (net of deferred tax of ₹ 5.54 million) has been adjusted from the General Reserve.
36. Title to certain fixed assets vested in the Company under the Scheme of Arrangement and arising out of business conducted till the date the Scheme became effective, has not yet been transferred in the name of the Company. These assets are being held in trust, by Triveni Engineering & Industries Ltd. The requisite stamp duties, if any, on determination thereof by the Authorities, will be paid and accounted for by the Company appropriately.
37. 40,000 stock options had been granted to an employee of the Company on April 30, 2010, while he was an employee of Triveni Engineering & Industries Ltd. (TEIL), prior to the demerger of its steam turbine business and vesting of the same in the Company under a Scheme of Arrangement, duly approved by the Court. As per the Scheme of Arrangement, an employee stock option scheme styled as 'New Stock Option Scheme' was formulated by the Company during Financial Year 2013-14 and the employee was granted 40,000 stock options in lieu of the stock options held by him in TEIL. In accordance with the Scheme of Arrangement, and in line with the best practices, adjustment was made for the corporate action of demerger, by adjusting the exercise price and share entitlement ratio under the options granted, so as to ensure that the fair value of options immediately prior to and immediately subsequent to the corporate action remained unchanged.

Consequent to the grant of options under the 'New Stock Option Scheme' framed in accordance with the Scheme of Arrangement, the stock options were deemed to have been granted from the appointed date of the Scheme of Arrangement i.e., 01.10.2010. The required disclosures of the New Stock Option Scheme are as under:

## (a) Employee Stock Option Scheme:

No. of Options granted	40,000
Original grant date of Options	30.04.2010
Date of grant under New Stock Option Scheme (to give effect to corporate action)	10.04.2013
Number of equity shares entitlement in respect of the Options granted under the New Stock Option Scheme	184,000
Vesting Plan	Graded Vesting as under: 20,000 options to vest on 30.04.2011 20,000 options to vest on 30.04.2012
Normal Exercise Period	Within 2 years from the date of vesting
Exercise Price per share (₹)	52

## (b) Movement of Options Granted

	31.03.2015	31.03.2014
Outstanding at the beginning of the year	6,000	40,000
Granted during the year	Nil	Nil
Exercised during the year	6,000	14,000
Lapsed during the year	Nil	20,000
Outstanding at the end of the year	Nil	6,000
Unvested at the end of the year	Nil	Nil
Exercisable at the end of the year	Nil	6,000

## (c) Fair Valuation

The fair value of options used to compute proforma net income and earning per equity share has been done by an independent professional valuer using the Black Scholes Options pricing formula.

The key assumptions in Black Scholes Options pricing for calculating fair value are as follows:

(a) Risk free rate	8.36%
(b) Option life	1.99 years
(c) Expected volatility	46.53%
(d) Expected dividend	1.20%
(e) Exercise price of each underlying share under the option	₹ 52

The weighted average fair value of each option of the Company as on the date of the corporate adjustment, issued under New Stock Option Scheme was ₹ 29.30.

Had the compensation cost for the stock options granted been determined based on the fair value approach, the Company's net profit and earning per share would have been the proforma amounts indicated below:

(₹ in Million)

	31.03.2015	31.03.2014
Net Profit (as reported)	910.84	684.52
Less : Preference dividend (including tax thereon)	Nil	0.44
Add : Compensation cost under ESOP considered in the net profit	Nil	Nil
Less/(Add) : Compensation cost/(Compensation cost reversals) under ESOP as per fair value *	Nil	(0.59)
Net Profit (fair value basis) attributable to equity shareholders	910.84	684.67
Basic earnings per share (as reported) – ₹ /Share	2.76	2.07
Basic earnings per share (fair value basis) – ₹ /Share	2.76	2.07
Diluted earnings per share (as reported) – ₹ /Share	2.76	2.07
Diluted earnings per share (fair value basis) – ₹ /Share	2.76	2.07

\* The compensation expenses on a fair value basis has been computed with reference to the fair value as on 03.05.2011, i.e., the date with reference to which the corporate adjustment was carried out in respect of the stock options originally granted.

38. The Company has incurred an expenditure of ₹ 61.66 million (Previous year ₹ 80.89 million) on research and development activities as shown below:

(₹ in Million)

Particulars	31.03.2015	31.03.2014
a) Capital expenditure	7.71	30.21
b) Revenue expenditure	53.95	50.68
<b>Total</b>	<b>61.66</b>	<b>80.89</b>

39. Based on information received from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, the relevant information is provided below:-

(₹ in Million)

S. No	Particulars	31.03.2015	31.03.2014
1	Amounts due to Micro and Small enterprises as at the end of the year		
	i) Principal amount	90.47	60.24
	ii) Interest due on above	Nil	Nil
2	i) Principal amount paid after due date or appointed day during the year	Nil	Nil
	ii) Interest paid during the year on (i) above	Nil	Nil
3	Interest due & payable (but not paid) on principal amounts paid during the year after the due date or appointed day.	Nil	Nil
4	Total interest accrued and remaining unpaid as at the end of the year	Nil	Nil
5	Further interest in respect of defaults of earlier years due and payable in current year upto the date when actually paid	Nil	Nil

40. i) The Company has taken various residential and office premises under operating leases. These leases are not non-cancellable and the unexpired period ranges between six to forty eight months. The lease agreements are renewable by mutual consent on mutually agreeable terms. The Company has given refundable interest- free security deposits under certain agreements.
- Lease payments under operating leases aggregating ₹ 5.46 million ( previous year ₹ 6.58 million) are recognised in the statement of profit and loss under "Other expenses" in Note No.25.
  - There are no minimum future lease payments as there are no non-cancellable leases.
  - There are no contingent rent expenses recognised in the statement of profit and loss.
  - There are no sub-lease arrangements entered into by the Company.

- ii) The Company has also given certain portions of its office premises under cancellable as well as non-cancellable operating leases. These leases are extendable by mutual consent and on mutually agreeable terms. The gross carrying amount, accumulated depreciation and depreciation recognised in the statement of profit and loss in respect of such portions of the leased premises are not separately identifiable. There is no impairment loss in respect of such premises. No contingent rent income has been recognised in the statement of profit and loss. Future minimum lease payments under non-cancellable operating leases for the period the facilities are expected to be occupied is shown below:

(₹ in Million)		
Unexpired period of lease	31.03.2015	31.03.2014
Not later than one year	5.59	5.08
Later than one year but not later than five years	5.59	10.16
Later than five years	-	-

Initial direct costs incurred, if any, to earn revenues from an operating lease are recognised as an expense in the statement of profit and loss in the period in which they are incurred.

41. The information required to be disclosed in respect of construction contracts in progress as at the end of the year is shown below:

(₹ in Million)			
Sl No.	Particulars of disclosure	31.03.2015	31.03.2014
i)	Amount of contract revenue recognised as revenue during the year	145.47	790.53
ii)	Aggregate amount of costs incurred and recognised profits (less recognised losses) upto the reporting date	1,535.65	1,390.18
iii)	Advances received	157.10	157.10
iv)	Retentions	169.30	114.70
v)	Gross amount due from customers for contract work	93.80	433.41
vi)	Gross amount due to customers for contract work	-	-

42. The Company primarily operates in one business segment – Power Generating Equipment and Solutions. There are no reportable geographical segments.

43. Information regarding Related Parties and transactions with them is given below:

a) Related Party where control exists

i) Subsidiary Companies

GE Triveni Limited

Triveni Turbines Europe Private Limited (wholly owned)\*

Triveni Turbines DMCC (step-down subsidiary)\*

\*Incorporated during the year

ii) Person holding substantial interest

Mr. Dhruv M. Sawhney - Chairman and Managing Director (Key Management Person)

b) Details of related parties with whom transactions have taken place during the year :

Name of related Party	Relationship
Triveni Engineering & Industries Ltd (TEIL)	Investing company holding substantial interest
GE Triveni Limited (GETL)	Subsidiary Company
Triveni Turbines Europe Private Limited (TTEPL)	Wholly owned Subsidiary Company
Mr. Dhruv M. Sawhney (DMS)	Chairman & Managing Director (Key Management Person)
Mr. Nikhil Sawhney (NS)	Vice Chairman and Managing Director (Key Management Person)
Mr. Tarun Sawhney (TS)	Relative of Key Management Person (Son of DMS)
Mr. Arun Mote (AM)	Executive Director (Key Management Person)
Tirath Ram Shah Charitable Trust (TRSCT)	Enterprise in which Key Management Personnel or their relatives have significant influence

c) Details of transactions with the related parties during the year :

(₹ in Million)

Sr. No.	Nature of Transaction	TEIL	GETL	TTEPL	DMS	NS	TS	AM	TR SCT	Total
1	Sales and rendering of services	544.63 (508.37)	464.43 (133.31)	2.47 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	1,011.53 (641.68)
2	Purchase of goods and receiving of services	361.08 (300.56)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	361.08 (300.56)
3	Donation paid	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (7.50)	- (7.50)
4	Rent paid	2.09 (2.97)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	2.09 (2.97)
5	Expenses incurred by the party on behalf of the Company/ (-) by the Company on behalf of the party - net	4.82 (5.38)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	4.82 (5.38)
6	Remuneration	- (-)	- (-)	- (-)	28.13 (32.76)	27.75 (25.23)	- (-)	20.40 (21.72)	- (-)	76.28 (79.71)
7	Selling commission received	- (-)	9.08 (3.92)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	9.08 (3.92)
8	Royalty received	- (-)	10.49 (3.77)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	10.49 (3.77)
9	Investment in shares	- (-)	- (-)	4.67 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	4.67 (-)
10	Rent received	- (0.02)	6.64 (5.19)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	6.64 (5.21)
11	Directors' sitting fee	- (-)	- (-)	- (-)	- (-)	- (-)	0.29 (0.11)	- (-)	- (-)	0.29 (0.11)
12	Directors' commission	- (-)	- (-)	- (-)	- (-)	- (-)	1.20 (1.00)	- (-)	- (-)	1.20 (1.00)
13	Redemption of preference shares	- (28.00)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (28.00)
14	Amount received by company upon exercise of options under stock option scheme for issue of equity shares	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	1.44 (3.35)	- (-)	1.44 (3.35)
15	Corporate social responsibility expenditure	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	4.00 (-)	4.00 (-)
16	Provision against corporate social responsibility expenditure	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	4.80 (-)	4.80 (-)
17	Outstanding balances as at year end									
	A. Receivable	209.61 (239.14)	217.44 (129.33)	2.47 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	429.52 (368.47)
	B. Payable	43.86 (130.98)	120.16 (85.57)	- (-)	0.34 (0.09)	0.04 (0.04)	- (-)	0.41 (0.29)	- (-)	164.81 (216.97)

Figures in brackets pertain to the previous year.

**44. a) Derivatives outstanding at the balance sheet date**

<b>Forward Contract to Sell</b>	<b>Purpose</b>
1. US\$,9.52 million (₹ 592.16 million) [Prev. Yr.: US\$ 8.62 million (₹ 511.56 million)]	Hedging of receivables and highly probable forecast transactions.
2. Euro 15.22 million (₹ 1,018.11 million) [Prev. Yr.: Euro 0.39 million (₹ 31.79 million)]	Hedging of receivables and highly probable forecast transactions
3. Euro Nil Hedged to USD (USD Nil) [Prev. Yr.:Euro 0.25 million (USD 0.34 million)]	Hedging of receivables and highly probable forecast transactions
4. GBP 0.43 million (₹ 38.94 million) [Prev. Yr.: GBP 1.13 million (₹ 110.90 million)]	Hedging of highly probable forecast transactions.
<b>Forward Contract to Buy</b>	<b>Purpose</b>
1. Euro Nil (₹ Nil) [Prev. Yr.:Euro 0.43 million(₹ 35.99 million)]	Hedging of highly probable forecast transactions.

The equivalent currency amounts for the foreign currency hedges have been considered at the corresponding exchange rates prevalent at the balance sheet date.

**b) Particulars of un-hedged foreign currency exposures at the balance sheet date****Import trade payables**

1. US\$ 0.08 million (₹ 5.13 million) [Prev. Yr.: US\$ 0.13 million (₹ 7.76 million)]
2. Euro 0.32 million (₹ 21.67 million) [Prev. Yr.: Euro 0.14 million (₹ 11.46 million)]
3. CHF 0.03 million (₹ 2.01 million) [Prev. Yr.: CHF 0.003 million (₹ 0.23 million)]
4. GBP 0.12 million (₹ 11.08 million) [Prev. Yr.: GBP 0.09 million (₹ 8.83 million)]
5. JPY 13.55 million (₹ 7.13 million) [Prev. Yr.: JPY 19.94 million (₹ 11.77 million)]

**Export trade receivable**

1. US\$ 1.60 million (₹ 99.41 million) [Prev. Yr.: US\$ 0.36 million (₹ 21.19 million)]
2. Euro 0.03 million (₹ 2.02 million) [Prev. Yr.: Euro 0.03 (₹ 2.64 million)]
3. GBP 0.03 million (₹ 2.70 million) [Prev. Yr.: GBP 0.32 million (₹ 31.34 million)]

45. The Company has made provisions during the year for employee benefits relating to its obligations towards defined contributions and defined benefit plans. The required disclosures are given below:

**i) Defined Contribution Plans**

(₹ in Million)

Particulars	31.03.2015		31.03.2014	
Employer's contribution to employees' provident fund scheme	24.66		24.02	
Employer's contribution to employees' state insurance scheme	0.27		0.32	
Employer's contribution to officers' pension scheme	7.94		7.81	

**ii) Defined Benefit Plans**

Changes in present value of obligation

(₹ in Million)

Particulars	Gratuity (funded)		Compensated absence (un-funded)	
	31.03.2015		31.03.2014	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
Present value of obligation as at the beginning of the year	65.87	60.60	20.03	21.10
Interest cost	4.85	4.59	1.53	1.67
Current service cost	7.82	6.10	1.99	1.36
Past service cost	0.05	-	-	-
Benefits paid	(10.56)	(13.07)	(1.93)	(2.82)
Actuarial (gain) / loss on obligation	8.48	7.65	(0.06)	(1.28)
Present value of obligation as at the end of the year	76.51	65.87	21.56	20.03

Changes in Value of plan assets

(₹ in Million)

Particulars	Gratuity (funded)		Compensated absence (un-funded)	
	31.03.2015		31.03.2014	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
Fair value of plan assets at the beginning of the year	61.65	40.50	-	-
Expected return on plan assets	5.39	3.54	-	-
Contributions	10.56	30.58	-	-
Benefits paid	(10.56)	(13.07)	-	-
Actuarial gain / (loss) on plan assets	0.75	0.10	-	-
Fair Value of plan assets at the end of year	67.79	61.65	-	-

Amounts recognised in the balance sheet

(₹ in Million)

Particulars	Gratuity (funded)		Compensated absence (un-funded)	
	31.03.2015		31.03.2014	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
Present value of obligation as at the end of the year				
Fair value of plan assets as at the end of the year	76.51	65.87	21.56	20.03
Funded status / difference	67.79	61.65	-	-
Net assets / (liability) recognised in the balance sheet	(8.72)	(4.22)	(21.56)	(20.03)
	(8.72)	(4.22)	(21.56)	(20.03)

Amounts recognised in the statement of profit and loss

(₹ in Million)

Particulars	Gratuity (funded)		Compensated absence (un-funded)	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
Current service cost	7.82	6.10	1.99	1.35
Past service cost	0.04	-	-	-
Interest cost	4.85	4.59	1.53	1.67
Expected return on plan assets	(5.39)	(3.54)	-	-
Net actuarial (gain) / loss recognised during the year	7.73	7.55	(0.06)	(1.28)
Expenses recognised in the statement of profit and loss	15.05	14.70	3.46	1.74

Experience adjustment

(₹ in Million)

Particulars	Gratuity				Compensated absence			
	31.03.2015	31.03.14	31.03.13	31.03.12	31.03.2015	31.03.2014	31.03.13	31.03.12
Defined benefit obligation	76.51	65.87	60.60	57.51	21.56	20.03	21.10	20.44
Fair value of Plan Assets	67.79	61.65	40.50	-	-	-	-	-
Surplus/ (deficit)	(8.72)	(4.22)	(20.10)	(57.51)	(21.56)	(20.03)	(21.10)	(20.44)
Experience adjustment on Plan Liabilities-(Gain) / Loss	2.00	2.85	2.26	2.17	(2.55)	(4.02)	(3.43)	(5.13)
Experience adjustment on Plan Assets-(Gain) / Loss	(0.75)	0.20	-	-	-	-	-	-

The amount of contribution expected to be made to the gratuity fund during the financial year ending 31-03-2016 is ₹ 15.09 million.

Major actuarial assumptions

(₹ in Million)

Particulars	Gratuity		Compensated absence	
	31.03.2015	31.03.2014	31.03.2015	31.03.2014
Discounting rate	8.00%	8.50%	8.00%	8.50%
Future salary increase	7.50%	7.00%	7.50%	7.00%
Expected rate of return on plan assets	8.75%	8.75%	-	-
Mortality table	IILM 2006-08	IILM 2006-08	IILM 2006-08	IILM 2006-08
Method used	Projected unit credit method			

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

46. To promote the Company's products and brand in the international market, the Company has, during the year, incorporated a wholly owned subsidiary, Triveni Turbines Europe Private Limited (TTEPL) in London, United Kingdom. TTEPL has subsequently incorporated a wholly owned subsidiary, Triveni Turbines DMCC in Dubai, UAE.



47. In accordance with the Companies Act, 2013, the Company was required to spend ₹ 26.39 million, being two percent of the average net profit of the Company for the preceding three financial years, to fulfill its obligation for Corporate Social Responsibility (CSR). Of this amount, the Company has during the year spent ₹ 17.61 million and a further sum of ₹ 4.80 million committed by the Company under a CSR project undertaken by it, has been provided in the accounts. This being the first year, it had taken time for the Company to organise and conceive suitable projects and hence there has been a shortfall of ₹ 3.98 million in meeting the obligations.
48. During the year, the Company has acquired land capitalised at ₹ 388.65 million from Karnataka Industrial Areas Development Board on a lease-cum-sale basis. The Company is required to pay ₹ 0.14 million per year towards lease and maintenance charges for an initial period of ten years. Thereafter the ownership of the land will be transferred in favour of the Company and accordingly the land has been disclosed as freehold land and no amortisation is required to be provided.

**49. Statement of Additional Information:**

(₹ in Million)

Particulars	31.03.2015	31.03.2014
<b>a) Value of imports on CIF basis</b>		
i) Raw materials	361.10	183.72
ii) Spare parts for machinery Maintenance	-	6.18
iii) Capital goods	3.55	23.84
<b>b) Expenditure in foreign currency</b>		
i) Travelling	27.76	16.05
ii) Selling Commission	72.30	34.01
iii) Erection and commissioning	11.39	6.48
iv) Warranty expenses	-	21.24
v) Exhibition Expenses	6.12	5.84
vi) Refurbishing Works	-	7.14
vii) Others	13.66	10.35
<b>c) Earnings in foreign currency</b>		
i) Export of goods on FOB basis	2,523.62	1,258.73
ii) Service Charges	72.92	156.01
iii) Selling Commission	-	0.06

**d) Consumption of raw material, spare parts and components :**

Particulars	31.03.2015		31.03.2014	
	₹ in Million	%	₹ in Million	%
i) Raw material				
- Directly imported	223.93	6.23%	87.82	3.14%
- Indigenous	3,363.77	93.77%	2,980.62	96.86%
<b>Total</b>	<b>3,587.70</b>	<b>100.00%</b>	<b>3,068.44</b>	<b>100.00%</b>
ii) Spare-parts and components				
- Directly Imported	-	-	-	-
- Indigenous	140.06	100.00%	106.27	100.00%
<b>Total</b>	<b>140.06</b>	<b>100.00%</b>	<b>106.27</b>	<b>100.00%</b>

**e) Remittance in foreign currencies of dividend:**

The Company has not remitted any amount in foreign currencies on account of dividend during the year and does not have information as to the extent to which remittances, if any, in foreign currencies on account of dividend have been made by/on behalf of non-resident shareholders. The particulars of dividend paid to non-resident shareholders (including non-resident Indian shareholders) which were declared during the year are as under:

Particulars	Dividend paid during 2014-15		Dividend paid during 2013-14	
	Final dividend for FY 2013-14	Interim dividend for FY 2014-15	Final dividend for FY 2012-13	Interim dividend for FY 2013-14
i) Number of non-resident shareholders	368	360	403	386
ii) Number of Equity Shares held by them	62,033,506	62,766,575	42,620,795	56,672,353
iii) Gross amount of dividend – (₹ in million)	34.12	15.69	23.44	11.33

**50. Payment to Auditors represents amount paid / payable to the auditors on account of :**

(₹ in Million)

S. No.	Particulars	Statutory auditors *		Branch auditors		Cost auditors	
		31.03.2015	31.03.2014	31.03.2015	31.03.2014	31.03.2015	31.03.2014
1)	Audit fee	0.27	0.21	0.45	0.40	0.06	0.06
2)	Tax Audit fee	0.09	0.07	0.24	0.17	-	-
3)	Limited review fee	0.13	0.12	0.21	0.18	-	-
4)	Certification charges	0.07	0.13	0.04	0.03	-	-
5)	Reimbursement of expenses	0.01	0.01	0.45	0.70	-	0.00
	<b>Total</b>	<b>0.57</b>	<b>0.54</b>	<b>1.39</b>	<b>1.48</b>	<b>0.06</b>	<b>0.06</b>

\* Excluding service tax of ₹ 0.07 million (Previous Year ₹ 0.06 million) charged to the statement of profit and loss.

**51. The previous year's figures have been regrouped/rearranged wherever necessary, to make them comparable to those of the current year.**

As per our report of even date.

For and on behalf of

**J. C. Bhalla & Company**  
Chartered Accountants  
FRN : 001111N

**Sudhir Mallick**  
Partner  
Membership No. 80051

**Deepak Kumar Sen**  
General Manager & CFO

**Rajiv Sawhney**  
Company Secretary

**Dhruv M. Sawhney**  
Chairman & Managing Director

**Amal Ganguli**  
Director & Chairman Audit Committee

Place : Noida (U.P.)  
Date : May 6, 2015