

BIMETAL BEARINGS LIMITED

CIN : L29130TN1961PLC004466

CONSOLIDATED FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' REPORT

To the Members of Bimetal Bearings Limited

Report on the Consolidated Financial Statements

1. We have audited the accompanying consolidated financial statements of Bimetal Bearings Limited ("hereinafter referred to as the Company") and its jointly controlled entity and associate company; (refer Note 1 to the attached consolidated financial statements), comprising of the consolidated Balance Sheet as at March 31, 2016, the consolidated Statement of Profit and Loss, the consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the Consolidated Financial Statements").

Management's Responsibility for the Consolidated Financial Statements

2. The Company's Board of Directors is 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, consolidated financial performance and consolidated cash flows of the Company including its associate and jointly controlled entity in accordance with 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 Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of Consolidated Financial Statements. The Board of Directors of the Company and of its associate and jointly controlled entity are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and its associate and jointly controlled entity respectively and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements 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 has been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

Auditors' Responsibility

3. 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 and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
4. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.
5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgement, 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 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 Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.
6. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph 9 of the Other Matters paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

7. 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 consolidated state of affairs of the Company, its associate and jointly controlled entity as at March 31, 2016, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

8. We draw your attention to the emphasis of matter paragraph included in the audit report on standalone financial statements of IPL Green Power Limited, an associate of the Company issued by an independent firm of Chartered Accountants vide its Report dated May 20, 2016 reproduced by us as under:

"We are informed that the Company is in the process of obtaining necessary statutory approvals for the commencement of operation. The ability to operate as a going concern is dependent on obtaining the said approvals."

Our opinion is not qualified in respect of this matter.

Other Matter

9. We did not audit the financial statements of the jointly controlled entity whose financial statements reflect total assets of ₹. 90,75,71,640 (Share of JV of ₹.18,15,14,328) and net assets of ₹.43,78,42,557 (Share of JV of ₹. 8,75,68,511) as at March 31, 2016, total revenue of ₹.40,04,04,051 (Share of JV ₹.8,00,80,810), net loss of ₹.2,75,00,709 (Share of JV ₹.55,00,142) and net cash flows amounting to ₹. 23,18,806 (Share of JV ₹.4,63,761) for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Company's share of net loss of ₹.11,43,506 for the year ended March 31, 2016 as considered in the consolidated financial statements, in respect of the associate company whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the consolidated financial statements in so far as it relates to the amounts and disclosures included in respect of these jointly controlled entity and associate company and our report in terms of sub-section (3) of Section 143 of the Act in so far as it relates to the aforesaid jointly controlled entity and associate, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

10. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
- 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.
 - In our opinion, proper books of account as required by law maintained by the Company, associate company and jointly controlled entity incorporated in India including relevant records relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and records of the Company and the reports of the other auditors.
 - The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained by the Company, associate company and jointly controlled entity incorporated in India including relevant records relating to the preparation of the consolidated financial statements.
 - 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.
 - On the basis of the written representations received from the directors of the Company as on March 31, 2016 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its associate company and jointly controlled company incorporated in India, none of the directors of the Company, its associate company and jointly controlled company incorporated in India is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - With respect to the adequacy of the internal financial controls over financial reporting of the Company, associate company and jointly controlled company incorporated in India and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
 - With respect to the other matters to be included in the Auditors' 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:
 - The consolidated financial statements disclose the impact, if any, of pending litigations as at March 31, 2016 on the consolidated financial position of the Company, its associate and jointly controlled entity— Refer Note 23 to the consolidated financial statements.
 - The Company, its associate and jointly controlled entity did not have any long-term contracts, including derivative contracts as at March 31, 2016 for which there were no material foreseeable losses.
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its associate company and jointly controlled company incorporated in India during the year ended March 31, 2016.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants

Baskar Pannerselvam
Partner
Membership Number : 213126

Place : Chennai
Date : May 26, 2016

Annexure A to Independent Auditors' Report

Referred to in paragraph 10(f) of the Independent Auditors' Report of even date to the members of Bimetal Bearings Limited on the consolidated financial statements for the year ended March 31, 2016

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

1. In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting of Bimetal Bearings Limited (hereinafter referred to as "the Company") and its associate company and jointly controlled company, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Company, its associate company and jointly controlled company, which are companies 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 the respective Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. 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") issued by the ICAI and the Standards on Auditing 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 ICAI. 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.
4. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained and the audit evidence obtained by the 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

6. 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

7. 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

8. In our opinion, the Company, its associate company and jointly controlled company, which are companies incorporated in India, have, 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 aforesaid Companies 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.

Other Matters

9. Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to associate company and jointly controlled company, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not qualified in respect of this matter.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016
Chartered Accountants

Baskar Pannerselvam
Partner
Membership Number : 213126

Place : Chennai
Date : May 26, 2016

BIMETAL BEARINGS LIMITED
Consolidated Balance Sheet as at 31, March 2016
(All amounts are in Indian Rupees, unless otherwise stated)

	Note	As at 31 March 2016
Equity and Liabilities		
Shareholders' funds		
Share capital	3	3,82,50,000
Reserves and surplus	4	137,89,00,418
		<u>141,71,50,418</u>
Non-current liabilities		
Long-term borrowings	5	4,27,11,560
Deferred tax liabilities (net)	6	3,66,70,000
Long-term provisions	7	1,21,46,896
		<u>9,15,28,456</u>
Current liabilities		
Short-term borrowings	8	35,97,198
Trade payables	9	
– Total outstanding dues of micro enterprises and small enterprises and		1,05,85,053
– Total outstanding dues of creditors other than micro enterprises and small enterprises		16,11,33,241
Other current liabilities	10	4,76,84,607
Short-term provisions	11	4,21,47,403
		<u>26,51,47,502</u>
TOTAL		<u><u>177,38,26,376</u></u>
Assets		
Non-current assets		
Fixed assets		
Tangible assets	12	42,98,18,660
Intangible assets	13	1,06,80,161
Capital work-in-progress	13(a)	5,09,77,974
Intangible assets under development		9,41,352
Non-current investments	14	10,69,83,588
Long-term loans and advances	15	8,17,34,062
Other non-current assets	16	3,71,00,000
		<u>71,82,35,797</u>
Current assets		
Current investments	17	2,14,96,267
Inventories	18	43,81,64,471
Trade receivables	19	40,31,96,276
Cash and bank balances	20	5,44,09,531
Short-term loans and advances	21	8,56,04,824
Other current assets	22	5,27,19,210
		<u>1,05,55,90,579</u>
TOTAL		<u><u>1,77,38,26,376</u></u>

The accompanying notes are an integral part of these consolidated financial statements.

This is the Balance Sheet referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP

Firm Registration No : 012754N/N500016
Chartered Accountants

BASKAR PANNERSELVAM

Partner

Membership Number : 213126

Place : Chennai

Date : May 26, 2016

For and on behalf of the Board

A.KRISHNAMOORTHY
Managing Director

N.VENKATARAMANI

Director

K.VIDHYA SHANKAR

Company Secretary

Place : Chennai

Date : May 26, 2016

S. NARAYANAN

Whole-time Director

KRISHNA SRINIVASAN

Director

N.VENKATARAMAN

Chief Financial Officer

BIMETAL BEARINGS LIMITED**Consolidated Statement of Profit and Loss for the year ended 31, March 2016***(All amounts are in Indian Rupees, unless otherwise stated)*

Particulars	Note	Year Ended 31 March 2016
Revenue from operations (gross)	26	167,49,77,427
Less: Excise duty		16,69,90,891
Revenue from operations (net)		150,79,86,536
Other income	27	3,45,97,746
TOTAL		154,25,84,282
Expenses:		
Cost of materials consumed	28	76,41,92,387
Changes in inventories of finished goods, work-in-progress and stock-in-trade	29	(3,32,80,199)
Purchase of stock-in-trade	30	99,85,590
Employee benefits expense	31	23,98,26,305
Finance costs	32	43,43,070
Depreciation and amortisation expense	33	4,42,17,798
Other expenses	34	44,77,87,427
TOTAL		147,70,72,378
Profit before exceptional and extraordinary items and tax		6,55,11,904
Extraordinary items	35	(18,11,840)
Profit before tax		6,37,00,064
Tax expense:		
– Current tax		1,90,06,000
– Deferred tax (Share of joint venture – ₹.28,71,543)		(12,78,843)
Profit after tax before share of result of associate		4,59,72,907
Share of net loss of Associate		(11,43,506)
Net profit for the year		4,48,29,401
Earnings per equity share (Nominal value per share ₹.10)		
Excluding extraordinary items		
Basic		12.06
Diluted		12.06
Including extraordinary items		
Basic		11.72
Diluted		11.72

The accompanying notes are an integral part of these consolidated financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP

Firm Registration No : 012754N/N500016
Chartered Accountants

BASKAR PANNERSELVAM

Partner

Membership Number : 213126

Place : Chennai

Date : May 26, 2016

For and on behalf of the Board

A.KRISHNAMOORTHY
Managing Director

N.VENKATARAMANI
Director

K.VIDHYA SHANKAR
Company Secretary

Place : Chennai

Date : May 26, 2016

S. NARAYANAN
Whole-time Director

KRISHNA SRINIVASAN
Director

N.VENKATARAMAN
Chief Financial Officer

BIMETAL BEARINGS LIMITED

Consolidated Cash Flow Statement

(All amounts are in Indian Rupees, unless otherwise stated)

	Year ended 31 March 2016
A. Cash Flow from Operating Activities :	
Profit before taxation and extraordinary items	6,55,11,904
Adjustment for :	
Depreciation and amortization	4,42,17,798
Interest expenses	43,43,070
Interest income	(89,16,353)
Dividend income	(79,23,940)
Loss on sale of tangible assets	5,38,918
Profit on sale of investments (net)	(43,81,149)
Bad and doubtful debts written off	88,68,070
Unrealised exchange loss	20,42,975
Liabilities no longer required written back	(19,01,120)
	3,68,88,269
Operating profit before working capital changes	10,24,00,173
Adjustments for changes in working capital :	
Increase in Long-term provisions	18,93,537
Increase in Trade payables	24,47,037
Increase in Other current liabilities	41,84,553
Decrease in Short-term provisions	(94,28,109)
Increase in Long-term loans and advances	(35,38,535)
Decrease in Other non-current assets	26,00,000
Decrease in Inventories	5,79,16,853
Decrease in Trade receivables	82,73,615
Increase in Short-term loans and advances	(4,79,41,939)
Increase in Other current assets	(39,953)
	1,63,67,059
Cash generated from/ (used in) operations	11,87,67,232
Taxes paid (net of refunds)	(3,47,42,618)
Net cash generated from / (used in) operating activities before extraordinary items	8,40,24,614
Extraordinary items	(18,11,840)
Net cash generated from / (used in) operating activities	8,22,12,774
B. Cash Flow from Investing Activities	
Purchase of assets	(11,87,50,441)
Sale of tangible assets / consideration on Insurance claim	11,90,904
Investment in inter-corporate deposits	(2,03,00,000)
Maturity of inter-corporate deposits	2,28,00,000
Purchase of investments	(11,30,21,263)
Sale of investments	12,04,49,945
Investment in fixed deposits with Banks with maturity period of more than 3 months	(26,00,000)
Interest received	1,02,89,511
Dividend received	79,23,940
Net Cash from / (used in) Investing Activities	(9,20,17,404)

BIMETAL BEARINGS LIMITED
Consolidated Cash Flow Statement– (Contd.)

(All amounts are in Indian Rupees, unless otherwise stated)

	Year ended 31 March 2016
C. Cash from Financing Activities	
Repayment of borrowings	(50,07,874)
Interest paid	(41,39,047)
Dividend paid	(3,18,33,431)
Dividends distribution tax paid	(64,71,862)
Term Loan received	4,22,00,000
Working Capital Loan	8,56,971
Interest income	21,780
Net Cash (used in) Financing Activities	(43,73,463)
Net Decrease in Cash and Cash Equivalents (A+B+C)	(1,41,78,093)
Cash and Cash Equivalents at the beginning of the year	6,49,87,624
Cash and Cash Equivalents at the end of the year	5,08,09,531
Cash and cash equivalents comprise of:	
Cash on hand	1,01,778
Cheques on hand	45,05,496
Balances with banks in current accounts*	4,62,02,257
Balances with banks in deposit accounts original maturity of less than 3 months	–
Total	5,08,09,531
*Includes the following balances which are not available for use by the company	
Unpaid dividend account	22,99,781
Note: The above Cash Flow Statement has been prepared under 'indirect method' set out in the Accounting Standard (AS) 3 - Cash Flow Statement.	

This is the Cash Flow Statement referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP

Firm Registration No : 012754N/N500016

Chartered Accountants

BASKAR PANNERSELVAM

Partner

Membership Number : 213126

Place : Chennai

Date : May 26, 2016

For and on behalf of the Board

A.KRISHNAMOORTHY

Managing Director

N.VENKATARAMANI

Director

K.VIDHYA SHANKAR

Company Secretary

Place : Chennai

Date : May 26, 2016

S. NARAYANAN

Whole-time Director

KRISHNA SRINIVASAN

Director

N.VENKATARAMAN

Chief Financial Officer

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

1. (a) Basis of Preparation

The Consolidated Financial Statements comprises of the financial statements of Bimetal Bearings Limited (the Parent), its proportionate interests in joint venture entity and associate. The Consolidated Financial Statements have been prepared in accordance with the Accounting Standard 27 on “Financial Reporting of interests in Joint Ventures” and Accounting Standard 23 “Accounting for Investments in Associates in Consolidated Financial Statements”.

The Consolidated Financial Statements are prepared on the following basis:

- The Company’s interest in the jointly controlled entity are accounted for using proportionate consolidation. The Company combines its share of the joint venture’s individual income and expenses, assets and liabilities and cash flows on a line-by-line basis with similar items in the Company’s consolidated financial statements.
- Associate has been accounted for in the Consolidated Financial Statements using the equity method of accounting whereby the investment is initially recorded at cost, identifying any goodwill / capital reserve arising at the time of acquisition. The carrying amount of the investment is adjusted thereafter for the post acquisition change in the investor’s share of the net assets of the investee.

(b) The components considered in the preparation of the Consolidated Financial Statements are:

Name of the Entity	Type	Country of Incorporation	Percentage of interest as at 31st March, 2016
BBL Daido Private Limited	Joint Venture	India	20%
IPL Greenpower Limited	Associate	India	24%

Name of the Entity	Net Assets (Total Assets - Total Liabilities)		Share in Profit or Loss	
	As a % of consolidated net assets	Amount	As a % of consolidated profit (or) loss	Amount
BBL Daido Private Limited	6.18%	8,75,68,511	-12.27%	(55,00,142)

(c) 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, except for certain tangible assets which are being carried at revalued amounts. Pursuant to section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) of the Companies Act 1956 [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company’s operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

2. Summary of significant accounting policies

2.1 Use of estimates

The preparation of Consolidated Financial Statements in conformity with the generally accepted accounting principles in India requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities as of the Balance Sheet date, revenue and expenses for the year and disclosure of contingent liabilities as of Balance sheet date. The estimates and assumptions used in the accompanying Consolidated Financial Statements are based upon the management’s evaluations of the relevant facts and circumstances as of the date of the Consolidated Financial Statements. Actual results could differ from these estimates and the difference between actual results and the estimates are recognised in the period in which the results are known/materialised.

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

2.2 Tangible assets

Tangible Assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any, except in case of plant and machineries which were revalued in 1991. Cost includes related duties, freight etc. and interest on borrowed funds, if any, attributable to acquisition/construction of qualifying fixed assets and is net of CENVAT and VAT credits.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the Consolidated Financial Statements under the head 'Other current assets'. Any expected loss is recognised immediately in the Statement of Profit and Loss.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost or revalued amount are recognised in the Statement of Profit and Loss.

Depreciation on tangible assets (other than revalued assets which have been fully depreciated) is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets which are generally in accordance with those specified in Schedule II to the Companies Act, 2013. However, the estimates of useful lives of certain assets, based on a technical evaluation, are different from those specified in Schedule II which are set out below:

Assets	Useful Life
Plant and Machinery	20 years

Assets costing individually upto ₹. 5,000/- are fully depreciated in the year of purchase.

2.3 Intangible assets

(a) Acquired Intangible Assets:

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over their estimated useful lives. A rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use is considered by the management.

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. The amortization rates used are:

Assets	Useful Life
Technical Know-how	5 years
Computer Software	6 years

(b) Research & Development Cost

Research costs are expensed as incurred. Development expenditure incurred on an individual project is recognised as an intangible asset when all of the following criteria are met:

- It is technically feasible to complete the intangible asset so that it will be available for use or sale.
- There is an intention to complete the asset.
- There is an ability to use or sell the asset .
- The asset will generate future economic benefits.
- Adequate resources are available to complete the development and to use or sell the asset.
- The expenditure attributable to the intangible asset during development can be measured reliably.

Following the initial recognition of the development expenditure as an asset, the cost model is applied requiring the asset to be carried at cost less any accumulated amortisation and accumulated impairment losses. Amortisation of the asset begins when development is complete and the asset is available for use and it is amortised on straight line basis over the estimated useful life.

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

2.4 Impairment

Assessment is done at each balance sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made. Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

2.5 Investments

Investments that are readily realisable and are 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 cost or fair value, whichever is lower. Long-term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

2.6 Inventories

Inventories are valued at cost or net realisable value, whichever is low. Cost is determined using weighted average method. Cost includes cost of purchase excluding credits availed under CENVAT and VAT scheme, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Provision is made for slow moving and obsolete items of inventories.

2.7 Revenue recognition

Revenue from sale of goods is recognised when the significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of the contract and are recognised net of trade discounts, rebates, sales taxes and excise duties.

Income from duty drawback is recognised on an accrual basis.

2.8 Other Income

Interest: Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividend: Dividend income is recognised when the right to receive dividend is established.

Insurance claim: Insurance claims are recognised when the claims are assessed to be receivable.

2.9 Foreign currency translations

Foreign Currency transactions are recorded at the exchange rates prevailing on the date of the transactions. At the year end all monetary assets and liabilities denominated in foreign currency are restated at the closing exchange rate. Exchange differences arising out of actual payments / realisations and from the year end restatement are recognised in the Statement of Profit and Loss.

Forward Exchange Contracts

The premium or discount arising at the inception of forward exchange contracts entered into to hedge an existing asset/liability, is amortised as expense or income over the life of the contract. Exchange differences on such a contract are recognised in the Statement of Profit and Loss in the reporting period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such a forward exchange contract are recognised as income or as expense for the period.

Forward exchange contracts outstanding as at the year end on account of firm commitment / highly probable forecast transactions are marked to market and the losses, if any, are recognised in the Statement of Profit and Loss and gains are ignored in accordance with the Announcement of Institute of Chartered Accountants of India on 'Accounting for Derivatives' issued in March 2008.

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

2.10 Employee benefits

Provident fund:

Contribution towards provident fund for certain employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

Gratuity:

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.

Superannuation fund:

This is a defined contribution plan. Contributions in accordance with the company's scheme are made to the fund administered by LIC and charged to Statement of Profit and Loss. The Company has no further obligations for future superannuation fund benefits other than the contributions made to the fund.

Compensated Absences:

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end. Accumulated compensated absences, which are expected to be availed or encashed beyond 12 months from the end of the year are treated as other long term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

Termination Benefits:

Termination benefits in the nature of voluntary retirement benefits are recognised in the Statement of Profit and Loss as and when incurred.

2.11 Current and Deferred Tax

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty, as applicable, that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. In situations, where the Company has unabsorbed depreciation or carry forward losses under tax laws, all deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. At each Balance Sheet date, the Company reassesses unrecognised deferred tax assets, if any.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

2.12 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period attributable to equity shareholders.

The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

2.13 Provision and contingent liabilities

Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

2.14 Leases

As a lessee:

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 the Statement of Profit and Loss on a straight-line basis over the period of the lease.

2.15 Cash and Cash equivalents

In the cash flow statement, cash and cash equivalents includes cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

	As at 31, March 2016
3. Share Capital	
Authorised:	
62,50,000 Equity shares of ₹.10 each	6,25,00,000
1,25,000 Redeemable cumulative preference shares of ₹.100 each	<u>1,25,00,000</u>
Issued:	
38,25,000 Equity shares of ₹.10 each	<u>3,82,50,000</u>
Subscribed and Paid up:	
38,25,000 Equity shares of ₹.10 each (fully paid)	<u>3,82,50,000</u>
(a) Reconciliation of number of shares	
Number of shares at the beginning of the Year	38,25,000
Number of shares at the end of the Year	<u>38,25,000</u>
(b) Rights, preferences and restrictions attached to share	
<p>The Company has one class of Equity share having a par value of ₹.10 per share. Each share holder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholder in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.</p>	
(c) Shares held by holding company and subsidiaries of holding company	As at 31, March 2016
9,69,000 Equity shares Amalgamations Private Limited, the holding company	96,90,000
12,72,348 Equity shares India Pistons Limited, step down subsidiary of Amalgamations Private Limited	1,27,23,480
6,04,063 Equity shares Simpson & Company Limited, a subsidiary of Amalgamations Private Limited	60,40,630
2,040 Equity shares Associated Printers (Madras) Private Limited, a subsidiary of Amalgamations Private Limited	20,400
3,975 Equity shares Higginbothams Private Limited, a subsidiary of Amalgamations Private Limited	39,750
12,500 Equity shares Sri Rama Vilas Service Limited, a step down subsidiary of Amalgamations Private Limited	1,25,000
	<u>2,86,39,260</u>
(d) Details of shares held by shareholder holding more than 5% of the aggregate shares in the Company	
Equity Shares:	
Amalgamations Private Limited	9,69,000 (25%)
India Pistons Limited	12,72,348 (33%)
Simpson & Company Limited	6,04,063 (16%)

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

	The Company	As at 31, March 2016 Share of Joint Venture	Consolidated Balance
4. Reserves and Surplus			
Capital Reserve			
Balance as at the beginning of the year	3,81,147	–	3,81,147
Balance as at the end of the year	<u>3,81,147</u>	<u>–</u>	<u>3,81,147</u>
General Reserve			
Balance as at the beginning of the year	133,50,00,000	120,23,884	134,70,23,884
Add: Transferred from Statement of Profit and Loss	1,50,00,000	–	1,50,00,000
Less: Transferred to Statement of Profit and Loss	–	39,59,600	39,59,600
Balance as at the end of the year	<u>135,00,00,000</u>	<u>80,64,284</u>	<u>135,80,64,284</u>
Surplus in Statement of Profit and Loss			
Balance as at the beginning of the year	2,00,02,979	32,97,068	2,33,00,047
Post acquisition loss from Associate	(18,13,437)	–	(18,13,437)
Balances drawn from general reserve	–	39,59,600	39,59,600
Profit for the year	4,48,29,401	–	4,48,29,401
Less: Appropriations			
Proposed Dividend on Fully Convertible Cumulative Preference Shares	–	–	–
Dividend distribution tax on proposed dividend on Fully Convertible Cumulative Preference Shares	–	2,92,349	2,92,349
Proposed dividend on equity shares for the year	2,86,87,500	–	2,86,87,500
Dividend distribution tax on proposed dividend on equity shares	58,40,775	–	58,40,775
Transferred to general reserve	1,50,00,000	–	1,50,00,000
Balance as at the end of the year	<u>1,34,90,668</u>	<u>69,64,319</u>	<u>2,04,54,987</u>
	<u>136,38,71,815</u>	<u>1,50,28,603</u>	<u>137,89,00,418</u>
5. Long-term borrowings			
Secured Loan			
Term Loans			
– From Banks	–	5,11,560	5,11,560
Unsecured Loan			
Rupee Term Loans			
– From Banks	–	4,22,00,000	4,22,00,000
	<u>–</u>	<u>4,27,11,560</u>	<u>4,27,11,560</u>
6. Deferred tax liabilities (net)			
<i>Deferred tax liabilities</i>			
Depreciation	41,900,000	7,104,350	4,90,04,350
<i>Deferred tax assets</i>			
Unabsorbed depreciation	–	5,081,646	50,81,646
Provision for compensated absences	5,103,000	–	51,03,000
Other timing differences	127,000	2,022,704	21,49,704
	<u>3,66,70,000</u>	<u>–</u>	<u>3,66,70,000</u>

Deferred tax assets and Deferred tax liabilities have been offset as they relate to the same governing taxation laws.

Note: Net Deferred Tax Asset (DTA) amount of ₹.3,12,977/- (Share of Joint Venture) pertaining to joint venture has not been recognised in books as a matter of prudence.

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

	The Company	As at 31, March 2016 Share of Joint Venture	Consolidated Balance
7. Long-term provisions			
Provision for employee benefits			
– Compensated absences	1,20,00,157	–	1,20,00,157
– Gratuity payable	–	1,46,739	1,46,739
	<u>1,20,00,157</u>	<u>1,46,739</u>	<u>1,21,46,896</u>
8. Short-term borrowings			
Secured loans			
Loans repayable on demand - From a Bank	–	35,97,198	35,97,198
	<u>–</u>	<u>35,97,198</u>	<u>35,97,198</u>
9. Trade payables			
Trade payables			
– Total outstanding dues of micro enterprises and small enterprises and	97,25,657	8,59,396	1,05,85,053
– Total outstanding dues of creditors other than micro enterprises and small enterprises - others	13,39,37,933	2,71,95,308	16,11,33,241
	<u>14,36,63,590</u>	<u>2,80,54,704</u>	<u>17,17,18,294</u>
10. Other current liabilities			
Current Maturities of Long-term Debt			
– From Banks	–	23,33,335	23,33,335
Interest accrued but not due on borrowings	–	2,04,023	2,04,023
Unpaid dividends [Refer note(a)]	22,99,781	–	22,99,781
Advances from customers	27,11,086	–	27,11,086
Employee dues payable	1,84,80,331	–	1,84,80,331
Statutory dues including provident fund and tax deducted at source	1,11,79,266	11,57,018	1,23,36,284
Capital Creditors	29,11,850	27,97,148	57,08,998
Other payables	31,28,319	4,82,450	36,10,769
	<u>4,07,10,633</u>	<u>69,73,974</u>	<u>4,76,84,607</u>
(a) There are no amounts due for payment to the Investor Education and Protection Fund Under Section 205C of the Companies Act, 1956 as at year end.**			
**Section 125 of the Companies Act, 2013 which corresponds to section 205C of the Companies Act, 1956 has not yet been enforced.			
11. Short-term provisions			
Provision for employee benefits (Refer Note 31)			
– Gratuity	41,64,537	–	41,64,537
– Compensated absences	27,44,042	–	27,44,042
– Bonus payable	–	18,200	18,200
Provision for proposed dividend on Fully Convertible Cumulative Preference Shares	–	–	–
Provision for dividend distribution tax on proposed dividend on Fully Convertible Cumulative Preference Shares	–	2,92,349	2,92,349
Provision for proposed dividend on equity shares	2,86,87,500	–	2,86,87,500
Provision for dividend distribution tax on proposed dividend on equity shares	58,40,775	–	58,40,775
Provision others	–	4,00,000	4,00,000
	<u>4,14,36,854</u>	<u>7,10,549</u>	<u>4,21,47,403</u>

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

12. Tangible Assets

DESCRIPTION	Gross Block			Depreciation			Net Block As at 31, March 2016	Share of Joint Venture As at 31, March 2016	Total As at 31, March 2016
	Cost as at 01, April 2015	Additions	Deletions	Costs at 31, March 2016	Upto 01, April 2015	For the year			
Land	23,48,614	-	-	23,48,614	-	-	-	-	23,48,614
Buildings (Refer Note i)	9,18,44,622	-	-	9,18,44,622	5,37,01,854	22,22,488	-	5,59,24,342	6,47,78,761
Plant and equipment (Refer Note ii)	100,61,52,366	1,46,21,418	89,48,322	101,18,25,462	71,75,69,834	3,08,95,668	73,22,532	74,11,42,970	35,23,83,730
Furniture and fixtures	1,19,64,548	17,47,080	13,572	1,36,98,056	95,14,677	8,49,548	-	1,03,64,225	36,62,806
Vehicles	1,43,72,836	6,89,363	6,23,859	1,44,38,340	69,37,304	16,20,785	5,33,399	80,24,690	66,44,749
Total	112,66,82,986	1,70,57,861	95,85,753	113,41,55,094	78,77,23,669	3,55,88,489	78,55,931	81,54,56,227	42,98,18,660

13. Intangible Assets

DESCRIPTION	Gross Block			Amortisation			Net Block As at 31, March 2016	Share of Joint Venture As at 31, March 2016	Total As at 31, March 2016
	Cost as at 01, April 2015	Additions	Deletions	Costs at 31, March 2016	Upto 01, April 2015	For the year			
Technical know-how	2,96,12,256	-	-	2,96,12,256	2,79,58,149	10,02,864	-	2,89,61,013	6,51,243
Software	1,77,33,793	5,13,780	-	1,82,47,573	52,78,848	29,56,158	-	82,35,006	1,00,28,918
Total	4,73,46,049	5,13,780	-	4,78,59,829	3,32,36,997	39,59,022	-	3,71,96,019	1,06,80,161
13(a) Capital work-in-progress				<u>4,14,46,927</u>					
Share of Joint venture				<u>4,14,46,927</u>					
				<u>95,31,047</u>					
				<u>5,09,77,974</u>					

Notes:

(i)

(a) Cost of Buildings includes

(a) ₹. 7,45,837 representing cost of HIG and MIG flats at Hosur acquired in earlier years pending execution of conveyance.

(b) ₹. 23,12,756 representing cost of an apartment.

(c) ₹. 64,63,728 being cost of buildings on leasehold land.

(ii) Plant and Machinery, Equipment etc. were revalued as on March 31, 1991.

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

14. Non-Current Investments	Face Value	As at March 31 2016	
I. Trade Investments (Valued at Cost)	₹	Nos.	₹
Investment in Equity Instruments (Unquoted)			
(i) In Associates			
IPL Green Power Limited	10	7,50,000	75,00,000
Cost of acquisition (including goodwill of ₹13,25,583)			(29,56,943)
Group's Share of losses up to 31, March 2016			45,43,057
(ii) Others			
Amalgamations Repco Limited	10	1,20,750	14,79,900
Arkay Energy (Rameswaram) Limited	10	2,80,000	28,00,000
II. Other investments (Valued at cost)			
(a) Investment in equity instruments (Quoted)			
Aditya Birla Nuvo Limited	10	1,400	3,59,071
Aditya Birla Fashion and Retail Limited	10	7,280	-
Ashok Leyland Limited	1	11,000	45,650
Asian Paints (India) Limited	1	7,000	41,073
Axis Bank Limited	2	1,950	8,149
Bajaj Finance Limited (Rights Issue 92 Shares)	10	670	2,06,313
Bajaj Holdings and Investment Limited	10	950	78,001
Bajaj Auto Limited	10	1,900	-
Bajaj Finserve Limited (Rights Issue 95 Shares)	10	1,040	61,455
Bank of Baroda	2	18,500	7,30,126
Bank of India	10	900	43,900
Bharat Petroleum Corporation Limited (Bonus 1:1)	10	4,270	7,23,711
Biocon Limited	5	300	47,250
Canfin Homes Limited	10	200	8,043
Colgate-Palmolive (India) Limited	1	2,800	2,24,078
Cummins India Limited (Bonus 2:5)	2	1,960	1,27,705
FAG Bearings (India) Limited	10	600	44,371
G I C Housing Finance Limited	10	2,500	74,763
Gas Authority of India Limited	10	1,120	1,19,088
Glaxo Smithkline Beecham Consumer Health Care Limited	10	750	88,353
Grasim Industries Limited	10	300	-
Great Eastern Shipping Corporation Limited	10	1,080	34,262
Great Offshore Limited	10	270	8,566
HDFC Bank Limited	2	2,000	14,242
Hindustan Unilever Limited	10	400	44,326
Housing Development Finance Corporation Limited	10	30,000	7,26,997
ICICI Bank Limited	2	16,700	8,35,718
Indian Oil Corporation Limited	10	4,000	9,35,717
Indraprastha Gas Limited	10	500	29,104
Indusind Bank Limited	10	1,500	32,016
Industrial Development Bank of India	10	1,560	64,276
L.I.C.Housing Finance Limited	2	3,750	97,456
Mahindra and Mahindra Limited	5	2,000	39,241
Maruti Suzuki India Limited	5	200	25,000
National Aluminium Company Limited	5	4,500	1,46,205
National Thermo Power Corporation Limited	10	1,500	1,99,565
Neyveli Lignite Corporation Limited	10	600	27,444
Nilkamal Plastics Limited	10	700	25,343
Oil and Natural Gas Corporation Limited	5	10,200	12,32,995
Petronet LNG Limited	10	1,000	15,066
Punjab National Bank	2	8,750	6,60,173
Reliance Industries Limited	10	1,335	5,86,345
Rural Electrification Corporation of India	10	1,060	1,22,038
State Bank of India	1	11,500	7,95,296
Sundaram Finance Limited-Bonus 1:1	10	13,200	5,21,222
Tata Chemicals Limited	10	1,400	74,971
Tata Consultancy Services Limited	1	832	2,41,230
Tata Motors Limited	2	9,495	3,87,614
Tata Steel Limited	10	1,700	3,41,592
Tata Global Beverages Limited	1	13,000	2,94,415
The United Nilgiri Tea Estates Limited	10	17,264	4,35,117
Ultratech Cement Limited	10	171	-

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

14. Non-Current Investments – (Contd.)	Face Value	As at March 31 2016	
Others investments (Valued at cost) – (Contd.)	₹	Nos.	₹
(b) Investment in equity instruments -Non trade (Unquoted)			
Adyar Property Holding Company Limited (paid up ₹.65 per share)	100	55	3,575
Madras Stock Exchange Limited	1	4,55,620	11,99,000
South Asian Financial Exchange Limited	10	20,000	2,00,000
Stanes Amalgamated Estates Limited	10	6,380	4,13,055
(c) Investment in bonds (Quoted)			
8.00% Indian Railway Finance Corporation Limited: Tax Free Secured, Redeemable, Non-convertible Bonds	1,000	1,088	10,88,000
8.20% Power Finance Corporation Limited: Tax Free Secured Redeemable Non-convertible Bonds	1,000	1,424	14,24,000
7.19% Power Finance Corporation Limited: Tax Free Secured Redeemable Non-convertible Bonds	1,000	1,200	12,00,000
7.22% Rural Electrification Corporation Limited: Tax Free Secured Redeemable Non-convertible Bonds	1,000	1,000	10,00,000
(d) Investment in debentures (Quoted)			
8.49% SR-54 Non-Convertible Debentures of National Thermal Power Corporation Limited (Bonus for Shares)	12.50	1,500	–
(e) Mutual funds (Unquoted)			
Birla Sun Life 95 Fund Balanced '95 Fund - Dividend - Regular Plan - Payout	10	13,908	21,00,000
DSP BlackRock Income Opportunities Fund - Regular Plan - Growth	10	51,560	10,00,000
DSP BlackRock Balanced Fund - Regular - Growth	10	10,514	11,00,000
Franklin India Monthly Income Plan - Plan A	10	44,497	20,00,000
HDFC Focussed Equity Fund - Plan B - Regular - Normal Dividend	10	60,000	6,00,000
ICICI Prudential Interval Fund III Quarterly Interval - Growth	10	4,317	55,539
ICICI Prudential Value Fund - Series 2 - Regular Plan - Dividend payout	10	89,990	8,99,900
ICICI Prudential Balanced Fund - Growth	10	1,19,379	23,99,900
ICICI Prudential Balanced Fund - Regular Plan - Dividend	10	90,050	20,00,000
ICICI Prudential Multiple Yield Fund Series 6-1100 D - Plan A- Cumulative	10	1,20,000	12,00,000
ICICI Prudential Multiple Yield Fund Series 6-1100 D - Plan F- Cumulative	10	1,20,000	12,00,000
ICICI Prudential Growth Fund Series 1 - Dividend Payout	10	1,12,848	11,28,470
ICICI Capital Protection Oriented Fund VI - 1100 Days Plan H - Dividend	10	90,000	9,00,000
ICICI Prudential Multiple Yield Fund - Series 7 - 1100 Days - D Plan F - Dividend	10	90,000	9,00,000
ICICI Prudential Growth Fund Series 4 - Dividend Payout	10	60,000	6,00,000
ICICI Capital Protection Oriented Fund VI - 1285 Days Plan A - Cumulative	10	90,000	9,00,000
ICICI Capital Protection Oriented Fund Series VII - 1284 Days - Plan H - Cumulative	10	1,00,000	10,00,000
ICICI Prudential Capital Protection Oriented Fund VIII - 1101 Days - Plan D - Cumulative	10	1,50,000	15,00,000
ICICI Prudential Balanced Fund - Regular Plan - Growth	10	10,525	10,00,000
ICICI Prudential Balanced Advantage Fund - Dividend	10	61,017	9,00,000
ICICI Prudential MIP-25 - Growth	10	47,974	15,00,000
IDFC Dynamic Equity Fund - Regular Plan - Growth	10	1,10,432	12,00,000
Kotak Bond (Deposit) - Quarterly Dividend (Regular Plan)	10	4,84,469	59,61,440
Kotak Capital Protection Oriented Scheme -Series 1 Growth (Regular Plan)	10	1,00,000	10,00,000
LIC Nomura MF Capital Protection Oriented Fund - Series 1 - Dividend Plan - C1 - DP	10	90,000	9,00,000
LIC Nomura MF Capital Protection Oriented Fund - Series 2 - Dividend Plan - C2 - DP	10	90,000	9,00,000
LIC Nomura MF Capital Protection Oriented Fund - Series 3 - Growth Plan - C3 - GP	10	60,000	6,00,000
Reliance Dual Advantage Fixed Tenure Fund-II-Plan G- Dividend Plan	10	1,17,277	11,72,771
Reliance Dual Advantage Fixed Tenure Fund - III - Plan C - Dividend Plan	10	5,73,163	57,31,630
Reliance Dual Advantage Fixed Tenure Fund - IV - Plan D - Dividend Plan	10	2,55,730	25,57,300
Reliance Dual Advantage Fixed Tenure Fund V Plan B - Growth Plan	10	1,20,000	12,00,000
Reliance Dual Advantage Fixed Tenure Fund V Plan G - Growth Plan	10	1,00,000	10,00,000
Reliance Fixed Horizon Fund - XXVI - Series 14 -Growth Plan	10	1,20,000	12,00,000
Reliance Regular Savings Fund- Balanced Plan - Dividend Plan	10	1,52,715	24,00,000
Reliance Regular Saving Fund - Balanced Plan - Dividend Plan	10	97,550	17,00,000
Reliance Regular Saving Fund - Balanced Plan - Dividend Plan	10	84,975	15,00,000

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

14. Non-Current Investments – (Contd.)	Face Value	As at March 31 2016	
	₹	Nos.	₹
Others investments (Valued at cost) – (Contd.)			
Reliance Dual Advantage Fixed Tenure Fund VI - Plan A - Growth Plan	10	2,40,000	24,00,000
Reliance Regular Saving Fund - Balanced Plan - Dividend Plan	10	45,906	8,00,000
Reliance Regular Saving Fund - Balanced Plan - Dividend Plan	10	2,00,921	35,00,000
Reliance Equity Savings Fund - Growth Plan	10	58,654	6,00,000
Reliance Equity Savings Fund - Dividend Plan	10	90,951	9,00,000
SBI Mutual Fund- Gold Exchange Traded Scheme- Growth Op- Open	10	200	2,95,567
SBI-Magnum Income Fund-1998 - Regular Dividend Option	10	87,306	9,99,900
SBI Magnum Income Fund - 1998 - Regular Quarterly Dividend	10	414	5,147
SBI Dual Advantage Fund Series I - Dividend	10	90,000	9,00,000
SBI Magnum Balanced Fund - Regular Dividend	10	1,03,492	24,00,000
SBI Dual Advantage Fund Series - II Regular- Growth	10	1,20,000	12,00,000
SBI Equity Opportunities Fund	10	60,000	6,00,000
SBI Dual Advantage Fund Series - V Regular - Growth	10	2,10,000	21,00,000
SBI Equity Savings Fund Regular Quarterly Dividend	10	1,20,000	12,00,000
SBI Dual Advantage Fund - Series XV Regular - Growth	10	1,18,758	11,87,584
Sundaram Monthly Income PI - Aggressive Reg Qtly Dividend	10	1,48,516	15,13,201
Sundaram Monthly Income PI - Moderate Reg Qtly Dividend	10	1,59,148	18,00,000
Tata Balanced Fund Regular Plan - Periodic Dividend	10	20,245	14,00,000
Tata Dual Advantage Fund - Series 2 - Scheme A - Plan A - Growth	10	1,20,000	12,00,000
UTI-Capital Protection Oriented Fund Scheme - Series V- I (1163 Days) - Regular Plan - Growth	10	90,000	9,00,000
			10,71,83,588
Provision for diminution in value of investments			2,00,000
			10,69,83,588
Aggregate amount of quoted investments			1,67,36,652
Market value of quoted investments			13,74,53,912
Aggregate amount of unquoted investments			9,02,46,936
Aggregate provision for diminution in value of investments			2,00,000
Uncalled liability on partly paid shares			1,925

15. Long-term loans and advances	As at 31, March 2016		
	The Company	Share of Joint Venture	Consolidated Balance
<i>Unsecured and considered good:</i>			
Capital advances	28,75,768	2,19,133	30,94,901
Security deposits	1,56,84,094	17,32,273	1,74,16,367
Prepaid expenses	4,56,820	–	4,56,820
Advance income tax (Net of provisions: ₹.48,41,79,847)	6,07,28,591	–	6,07,28,591
Advance fringe benefit tax (Net of provisions: ₹.73,50,000)	37,383	–	37,383
	7,97,82,656	19,51,406	8,17,34,062
16. Other non-current assets			
Intercompany deposits	3,41,00,000	–	3,41,00,000
Margin money deposit (Refer note below)	30,00,000	–	30,00,000
	3,71,00,000	–	3,71,00,000
Note:			
Balances with banks held as margin money for borrowings, guarantees or other commitments	30,00,000		

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

17. Current investments	Face Value ₹	As at March 31 2016 Nos.	₹
Current portion of long term investments (Valued at cost)			
Investment in bonds (Unquoted)			
9.20% Central Bank of India Tier II Bonds (Series XII)	10,00,000	1	10,00,000
Investment in debentures (Unquoted)			
9.50% Unsecured Non-Convertible Debentures under 2006 Series-I – of Infrastructure Leasing & Financial Services Limited	1,000	1,200	12,00,000
Mutual funds (Unquoted)			
DSP Black Rock Dual Advantage Fund - Series - 18-34M - Regular Dividend	10	60,000	6,00,000
Franklin India Cash Management Account - Growth	10	848	–
HDFC CPO 36M September 2013 - Series I - Regular - Normal Dividend Payout	10	90,000	9,00,000
HDFC CPO 36M January 2014 - Series II - Regular - Normal Dividend Payout	10	90,000	9,00,000
Sundaram Hybrid Fund - SR D 3yrs Regular Half yearly dividend payout	10	60,000	6,00,000
Current investments			
At cost or market value, whichever is less:			
Mutual funds (Unquoted)			
Franklin India Ultra Short Bond Fund - Super Institutional Plan	10	3,90,560	78,46,292
ICICI Prudential Liquid Fund - Growth	10	12,255	26,83,609
LIC Nomura MF Liquid Fund - Dividend - LF - DP	10	1,437	15,77,310
Reliance Liquid Fund - Treasury Plan - Growth Plan - Growth Option	10	30	94,437
Birla Sun Life - Cash Plus - Growth	10	128	26,793
Reliance Liquid Fund - Treasury Plan - Growth Plan - Growth Option	10	412	14,97,137
Reliance Short Term Fund - Growth Plan - Growth Option	10	91,129	25,70,689
			2,14,96,267
Aggregate Amount of unquoted investments			2,14,96,267
Aggregate provision for diminution in value of investments			–
Total long term investments included in current portion			30,00,000

	As at 31, March 2016		
	The Company	Share of Joint Venture	Consolidated Balance
18. Inventories			
Raw materials (includes in transit: ₹.2,53,77,630 of the Company: ₹.46,24,652 of share of joint venture)	25,09,61,453	1,52,57,957	26,62,19,410
Work-in-progress	2,80,85,356	24,46,407	3,05,31,763
Finished goods	10,12,67,870	78,03,584	10,90,71,454
Traded goods	64,96,953	–	64,96,953
Stores, spares & packing material	2,53,83,156	4,61,735	2,58,44,891
	41,21,94,788	2,59,69,683	43,81,64,471
19. Trade receivables			
<i>Unsecured and Considered good:</i>			
Outstanding for a period exceeding 6 months from the date they are due for payment	84,92,697	3,47,387	88,40,084
Others	37,65,23,782	1,78,32,410	39,43,56,192
	38,50,16,479	1,81,79,797	40,31,96,276
20. Cash and bank Balances			
Cash and Cash equivalents			
Cash on hand	1,01,297	481	1,01,778
Cheques on hand	45,05,496	–	45,05,496
Bank balances			
In current account	4,33,25,821	5,76,655	4,39,02,476
	4,79,32,614	5,77,136	4,85,09,750
Other bank balances			
Long term deposits with maturity more than 3 months but less than 12 months	36,00,000	–	36,00,000
Unpaid dividend account*	22,99,781	–	22,99,781
	5,38,32,395	5,77,136	5,44,09,531
* Earmarked for payment of unclaimed dividend			

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

	As at 31, March 2016		
	The Company	Share of Joint Venture	Consolidated Balance
21. Short-term loans and advances			
<i>Unsecured, considered good:</i>			
Loans and advances to related parties	2,53,040	–	2,53,040
Advance to vendors	27,15,392	–	27,15,392
Balance with Government Authorities	4,67,30,733	1,27,23,100	5,94,53,833
Prepaid expenses	77,89,280	5,42,193	83,31,473
Advance tax and tax deducted at source (net of Provision for tax: ₹.1,08,13,794)	–	6,90,079	6,90,079
Employees advances	5,30,850	–	5,30,850
Security Deposits	9,11,459	–	9,11,459
Cenvat credit balances	81,23,422	–	81,23,422
Other advances	45,54,413	40,863	45,95,276
	<u>7,16,08,589</u>	<u>1,39,96,235</u>	<u>8,56,04,824</u>
22. Other current assets			
<i>Unsecured, considered good:</i>			
Interest accrued on deposits	2,78,265	–	2,78,265
Interest accrued on investments	2,16,909	–	2,16,909
Intercorporate deposits	4,37,00,000	–	4,37,00,000
Export benefit receivable	66,06,311	–	66,06,311
Others - Claims	19,17,725	–	19,17,725
	<u>5,27,19,210</u>	<u>–</u>	<u>5,27,19,210</u>
23. Contingent liabilities			
Claim against the company not acknowledged as debt:			
Income tax matters	5,26,75,233	–	5,26,75,233
Sales tax matters	8,88,618	48,27,831	57,16,449
Electricity matters	4,64,26,038	–	4,64,26,038
Claims by workmen pending before labour court	6,65,029	–	6,65,029
Provident fund matters	–	64,526	64,526
	<u>10,06,54,918</u>	<u>48,92,357</u>	<u>10,55,47,275</u>
24. Capital and other commitments			
(a) Capital commitments			
Estimated value of contracts in capital account remaining to be executed	88,50,124	6,00,612	94,50,736
Investment partly paid - equity shares of ₹.100 each in Adyar Property Holding Company Limited (₹. 65 paid up)	1,925	–	1,925
(b) Other commitments			
Commitment towards investment in Associate	3,75,00,000	–	3,75,00,000
	<u>4,63,52,049</u>	<u>6,00,612</u>	<u>4,69,52,661</u>
25. Proposed dividend			
The final dividend proposed for the year is as follows:			
Amount of Proposed dividend	2,86,87,500	–	2,86,87,500
Ordinary dividend per Equity Shares of ₹.10 each	7.50	–	7.50
26. Revenue from operations			
Sale of products			
– Finished goods	153,88,08,479	8,99,17,421	162,87,25,900
– Traded goods	35,92,905	1,61,074	37,53,979
Other operating revenues			
Duty Drawback	95,72,513	–	95,72,513
Scrap sales	5,19,91,276	3,17,368	5,23,08,644
	<u>160,39,65,173</u>	<u>9,03,95,863</u>	<u>169,43,61,036</u>
Less: Discounts and rebates	1,93,83,609	–	1,93,83,609
	<u>158,45,81,564</u>	<u>9,03,95,863</u>	<u>167,49,77,427</u>
Less: Excise duty	15,66,40,800	1,03,50,091	16,69,90,891
	<u>142,79,40,764</u>	<u>8,00,45,772</u>	<u>150,79,86,536</u>

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

	Year ended 31, March 2016		
	The Company	Share of Joint Venture	Consolidated Balance
27. Other income			
Interest on deposit (gross)	83,51,716	21,780	83,73,496
Income from investments - Trade			
Dividend (Gross)	25,75,716	–	25,75,716
Income from investments - Non trade			
– Profit on sale/disposal [Refer note (a)]	43,81,149	–	43,81,149
– Dividend (gross) [Refer note (b)]	53,48,224	–	53,48,224
– Interest (gross)	5,42,857	–	5,42,857
Gain on Sale of Fixed Assets	–	120	120
Net gain on foreign currency transactions and translations	1,10,45,348	–	1,10,45,348
Liabilities no longer required written back	19,01,120	–	19,01,120
Other non-operating income	4,29,716	–	4,29,716
	<u>3,45,75,846</u>	<u>21,900</u>	<u>3,45,97,746</u>
(a) Includes profit on sale/ disposal of current investments	42,398	–	42,398
(b) Includes dividend from current investments	30,61,299	–	30,61,299
28. Cost of material consumed			
Raw material consumed			
Opening inventory	28,14,40,347	1,28,48,623	29,42,88,970
Add: Purchases (net)	61,68,81,305	3,29,01,082	64,97,82,387
Less: Inventory at the end of the year	23,02,08,475	1,06,33,305	24,08,41,780
Less: Inventory capitalised	–	2,41,241	2,41,241
Cost of material consumed during the year*	<u>66,81,13,177</u>	<u>3,48,75,159</u>	<u>70,29,88,336</u>
* Also refer note 35			
Processing charges to contractors	6,11,90,497	–	6,11,90,497
Change in excise duty	13,554	–	13,554
	<u>72,93,17,228</u>	<u>3,48,75,159</u>	<u>76,41,92,387</u>
29. Changes in inventories of finished goods, work-in-progress and stock-in-trade			
(Increase)/ decrease in stock			
Stock at end of the year			
Finished goods	10,12,67,870	78,03,584	10,90,71,454
Traded goods	64,96,953	–	64,96,953
Work-in-progress	2,80,85,356	24,46,407	3,05,31,763
	<u>13,58,50,179</u>	<u>102,49,991</u>	<u>14,61,00,170</u>
Less: Stock at beginning of the year			
Finished goods	9,78,04,285	17,99,199	9,96,03,484
Traded goods	8,09,378	–	8,09,378
Work-in-progress	3,47,53,879	7,82,477	3,55,36,356
	<u>13,33,67,542</u>	<u>25,81,676</u>	<u>13,59,49,218</u>
Stock damaged on account of flood	(2,37,98,394)	–	(2,37,98,394)
Movement in excise duty	–	6,69,147	6,69,147
(Increase) / decrease in stock (Also refer Note 35)	<u>(2,62,81,031)</u>	<u>(69,99,168)</u>	<u>(3,32,80,199)</u>
30. Purchase of stock-in-trade	98,47,795	1,37,795	99,85,590

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

	Year ended 31, March 2016		
	The Company	Share of Joint Venture	Consolidated Balance
31. Employee benefits expense			
Salaries, wages, bonus and commission	19,09,80,623	54,97,643	19,64,78,266
Contribution to provident fund	96,83,356	3,36,245	1,00,19,601
Contribution to employees' state insurance	4,07,555	–	4,07,555
Contribution to superannuation fund	23,88,444	–	23,88,444
Gratuity (Refer note (a) below)	64,94,237	26,180	65,20,417
Staff welfare expenses	2,50,93,114	8,33,201	2,59,26,315
Reimbursement of Expenses for seconded Employees	–	5,32,641	5,32,641
	23,50,47,329	72,25,910	24,22,73,239
Less: Recovery for services seconded	21,70,562	–	21,70,562
Expense related to self constructed assets	2,76,372	–	2,76,372
	23,26,00,395	72,25,910	23,98,26,305
Note:			
(a) Defined benefit plan			
Gratuity:			
(i) Present value of defined benefit obligation			
Balance at the beginning of the year	5,86,21,782	1,20,559	5,87,42,341
Current service cost	32,48,130	31,973	32,80,103
Interest cost	44,39,435	9,645	44,49,080
Actuarial (gains) / losses	33,64,879	(15,438)	33,49,441
Benefits paid	(34,11,908)	–	(34,11,908)
Balance at the end of the year	6,62,62,318	1,46,739	6,64,09,057
(ii) Fair value of plan assets			
Balance at the beginning of the year	5,15,52,580	–	5,15,52,580
Expected return on plan assets	47,72,782	–	47,72,782
Actuarial gains / (losses)	(2,14,575)	–	(2,14,575)
Contribution by the company	93,98,902	–	93,98,902
Benefits paid	(34,11,908)	–	(34,11,908)
Balance at the end of the year	6,20,97,781	–	6,20,97,781
Actual return on plan assets	45,58,207	–	45,58,207
(iii) Assets and liabilities recognised in balance sheet			
Present value of defined benefit obligation	6,62,62,318	1,46,739	6,64,09,057
Less: fair value of plan assets	6,20,97,781	–	6,20,97,781
Amounts recognised as (liability)/asset			
Recognised under:			
Long-term Provisions	–	1,46,739	1,46,739
Short-term Provisions	41,64,537	–	41,64,537
	41,64,537	1,46,739	43,11,276

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

		Year ended 31, March 2016		
		The Company	Share of Joint Venture	Consolidated Balance
31.	(a) Defined benefit plan			
	Gratuity – (Contd.)			
	(iv) Expense recognised in the Statement of Profit and Loss			
	Current service cost	32,48,130	31,973	32,80,103
	Interest cost	44,39,435	9,645	44,49,080
	Expected return on plan assets	(47,72,782)	–	(47,72,782)
	Actuarial (gains) / losses	35,79,454	(15,438)	35,64,016
	Total expense	<u>64,94,237</u>	<u>26,180</u>	<u>65,20,417</u>
	(v) Major Category of Plan Assets as a % of total Plan Assets			
	Balance with LIC of India	100.00%	100.00%	
	The expected rate of return on assets is determined based on the assessment made at the beginning of the year on the return expected on its existing portfolio, along with the estimated increment to the plan assets and expected yield on the respective assets in the portfolio during the year.			
	(vi) Actuarial Assumptions			
	Discount rate	7.80%	8.00%	
	Expected return on plan assets	8.50%	–	
	Salary growth rate	7.00%	10.00%	
	Attrition rate	4.77%	–	
	The estimates of future salary increases, considered in actuarial valuation, takes into account, inflation, seniority, promotions and other relevant factors, such as demand and supply in the employment market.			
	(vii) Amounts recognised in current year			
	Defined benefit obligation	6,62,62,318	1,46,739	6,64,09,057
	Plan asset	6,20,97,781	–	6,20,97,781
	(Surplus) / deficit	41,64,537	1,46,739	43,11,276
	Experience adjustments in plan liabilities	(21,80,012)	–	(21,80,012)
	Experience adjustments in plan assets	(2,14,575)	–	(2,14,575)
	This being the first year of preparation of the Consolidated financial statements, figures of immediately preceding four years have not been given.			
	(viii) Expected contribution to the gratuity fund in the next year: ₹. 95,00,000 (includes Share of joint venture – ₹. Nil)			
	(b) Compensated absences			
	Actuarial assumptions			
	Discount rate	7.80%	–	
	Salary growth rate	7.00%	–	
	Attrition rate	4.77%	–	
32.	Finance cost			
	Interest-others	19,69,235	23,73,835	43,43,070
		<u>19,69,235</u>	<u>23,73,835</u>	<u>43,43,070</u>
33.	Depreciation and amortisation expense			
	Depreciation on tangible assets (Refer Note 12)	3,55,88,489	46,62,221	4,02,50,710
	Amortisation on intangible assets (Refer note 13)	39,59,022	8,066	39,67,088
		<u>3,95,47,511</u>	<u>46,70,287</u>	<u>4,42,17,798</u>

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

	Year ended 31, March 2016		
	The Company	Share of Joint Venture	Consolidated Balance
34. Other expenses			
Stores and spare parts consumed	6,10,36,445	66,98,388	6,77,34,833
Tools consumed	1,08,06,849	–	1,08,06,849
Power & Fuel	9,66,60,602	22,24,618	9,88,85,220
Rent	32,65,918	28,62,240	61,28,158
Repairs and maintenance			
– Buildings	65,00,361	5,22,363	70,22,724
– Machinery	1,30,28,821	10,54,111	1,40,82,932
– Others	65,64,569	2,48,771	68,13,340
Contract labour cost	1,55,17,774	44,11,857	1,99,29,631
Insurance	51,34,743	5,34,545	56,69,288
Rates and taxes	1,26,77,587	13,10,952	1,39,88,539
Travelling expenses	2,50,67,006	20,89,980	2,71,56,986
Communication costs	50,26,571	–	50,26,571
Packing and forwarding expenses	3,16,20,004	11,33,063	3,27,53,067
Packing materials consumed	3,11,40,751	–	3,11,40,751
Payment to auditor			
As auditor:			
– Statutory audit fee	19,00,000	80,000	19,80,000
– Limited review fee	6,00,000	–	6,00,000
– Tax audit fee	–	10,000	10,000
– Certification fee	–	52,000	52,000
– Taxation matters	–	1,20,000	1,20,000
– Reimbursement of expenses	18,105	–	18,105
Directors' sitting fees	5,90,000	–	5,90,000
Sales promotional expenses	3,19,57,574	–	3,19,57,574
Bank charges and commission	23,97,324	–	23,97,324
Professional and consultancy charges	2,03,28,052	–	2,03,28,052
Loss on sale of assets sold/discarded	5,39,038	–	5,39,038
Expenditure towards Corporate Social Responsibility (CSR) activities (refer note below)	13,50,000	–	13,50,000
Donations	36,000	–	36,000
Watch and ward expenses	98,02,823	–	98,02,823
Exchange Loss (Net) – Raw Material	–	14,41,790	14,41,790
Exchange Loss (Net) – Capital Goods	–	13,95,279	13,95,279
Royalty	–	30,84,484	30,84,484
Bad debts	87,48,239	1,19,831	88,68,070
Miscellaneous expenses	1,20,46,929	40,97,874	1,61,44,803
	<u>41,43,62,085</u>	<u>3,34,92,146</u>	<u>44,78,54,231</u>
Less: Expense related to self constructed assets	66,804	–	66,804
	<u>41,42,95,281</u>	<u>3,34,92,146</u>	<u>44,77,87,427</u>

Note on CSR expenditure

(a) The Company is required to spend ₹.15,39,890 (includes Share of joint venture – ₹.2,11,890) in the current year on account of CSR.

(b) CSR expenses in the current year comprises of payment made to the following parties:

Sri Paramakalyani Educational Society	10,00,000	–	10,00,000
Sri Ganga Plastic Reconstructive and Microsurgery Trust	3,50,000	–	3,50,000

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

	Year ended 31, March 2016		
	The Company	Share of Joint Venture	Consolidated Balance
35. Extraordinary Items			
Expenses incurred on repair of damaged assets	(16,77,001)	–	(16,77,001)
Raw materials damaged	(1,91,63,849)	–	(1,91,63,849)
Work in progress damaged	(48,23,802)	–	(48,23,802)
Finished goods damaged	(1,89,74,592)	–	(1,89,74,592)
	<u>(4,46,39,244)</u>	–	<u>(4,46,39,244)</u>
Insurance claim receivable	4,28,27,404	–	4,28,27,404
	<u>(18,11,840)</u>	–	<u>(18,11,840)</u>
		Excluding Extraordinary items	Including Extraordinary items
36. Earnings per equity share		31, March 2016	31, March 2016
Basic			
Profit after tax		4,61,37,022	4,48,29,401
Weighted average number of shares outstanding		38,25,000	38,25,000
Basic EPS		12.06	11.72
Diluted			
Profit after tax		4,61,37,022	4,48,29,401
Weighted average number of shares outstanding		38,25,000	38,25,000
Diluted EPS		12.06	11.72
Face value per share		10.00	10.00
37. Related party disclosures			
(a) Name of the related parties and nature of relationship			
(i) Where control exists	Holding Company	Amalgamations Private Limited	
(ii) Other related parties with whom transactions have taken place during the year	Joint Venture	BBL Daido Private Limited	
	Associates	IPL Green Power Limited	
	Fellow Subsidiaries	Simpson & Company Limited	
		Addison & Company Limited	
		Amco Batteries Limited	
		Amco Saft India Limited	
		Amalgamations Repco Limited	
		Associated Printers (Madras) Private Limited	
		George Oakes Limited	
		India Pistons Limited	
		IP Rings Limited	
		IP Pins & Liners Limited	
		LM Van Moppes Diamond Tools India Private Limited	
		Shardlow India Limited	
		Simpson & General Finance Company Limited	
		Speed-A-Way Private Limited	
		Sri Rama Vilas Service Limited	
		Stanes Amalgamated Estates Limited	
		T.Stanes & Company Limited	
		Tractors and Farm Equipment Limited	
		TAFE Motors and Tractors Limited	
		The Madras Advertising Company Private Limited	
		Wheel & Precision Forgings India Limited	
		Wallace Cartwright & Company Limited	
Key Management Personnel		Mr. A. Krishnamoorthy, Managing Director	
		Mr. S. Narayanan, Whole Time Director.	

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

Description	Holding Company	Fellow Subsidiaries	Key Management Personnel	Share of Joint venture	Total
37. Related party disclosures – (Contd.)			2015 – 2016		
(b) Particulars of transactions with related parties					
Transaction during the year					
Sale of Goods	–	11,68,42,614	–	5,61,56,893	17,29,99,507
Simpson & Company Limited	–	4,08,50,152	–	–	4,08,50,152
George Oakes Limited	–	3,46,70,157	–	–	3,46,70,157
Speed-A-Way Private Limited	–	4,03,72,491	–	–	4,03,72,491
BBL Daido Private Limited	–	–	–	5,61,56,893	5,61,56,893
Others	–	9,49,814	–	–	9,49,814
Claims Reimbursement Against Credit Note (Sales)	–	1,99,136	–	–	19,9,136
George Oakes Limited	–	55,327	–	–	55,327
Speed-A-Way Private Limited	–	1,43,809	–	–	1,43,809
Rendering of Services (Including reimbursement of expense incurred by the Company on behalf of the related party)	–	–	–	21,70,562	21,70,562
BBL Daido Private Limited	–	–	–	21,70,562	21,70,562
Dividend Received	–	1,73,743	–	31,00,000	32,73,743
Amalgamation Repco Limited	–	1,20,750	–	–	1,20,750
BBL Daido Private Limited	–	–	–	31,00,000	31,00,000
Stanes Amalgamated Estates Limited	–	6,380	–	–	6,380
Others	–	46,613	–	–	46,613
Purchase of Goods	–	27,84,849	–	–	27,84,849
Addison & Company Limited	–	8,35,294	–	–	8,35,294
Associated Printers (Madras) Private Limited	–	10,28,139	–	–	10,28,139
Wallace Cartwright & Company Limited	–	–	–	–	–
IP Pins & Liners Limited	–	–	–	–	–
L M Van Moppes Diamond Tools India Private Limited	–	1,94,887	–	–	1,94,887
IP Rings Limited	–	6,86,664	–	–	6,86,664
Others	–	39,865	–	–	39,865
Purchase of fixed assets	–	3,15,000	–	–	3,15,000
India Pistons Limited	–	3,15,000	–	–	3,15,000
Wallace Cartwright & Company Limited	–	–	–	–	–
Receiving of Services (Including reimbursement of expense incurred by the related party on behalf of the Company)	56,03,429	1,10,20,554	–	1,40,153	1,67,64,136
Amalgamations Private Limited	56,03,429	–	–	–	56,03,429
Sri Rama Vilas Service Limited	–	25,99,065	–	–	25,99,065
Simpson & Company Limited	–	31,01,112	–	–	31,01,112
Simpson & General Finance Company Limited	–	17,66,514	–	–	17,66,514
The Madras Advertising Company Private Limited	–	22,54,603	–	–	22,54,603
India Pistons Limited	–	2,44,559	–	–	2,44,559
Shardlow India Limited	–	5,65,983	–	–	5,65,983
Others	–	4,88,718	–	–	4,88,718
BBL Daido Private Limited	–	–	–	1,40,153	1,40,153
Discount and Rebates	–	22,33,081	–	–	22,33,081
George Oakes Limited	–	6,23,934	–	–	6,23,934
Speed-A-Way Private Limited	–	16,09,147	–	–	16,09,147
Rent	–	26,19,460	–	–	26,19,460
Simpson & Company Limited	–	9,71,820	–	–	9,71,820
George Oakes Limited	–	6,01,384	–	–	6,01,384
Wheel & Precision Forgings India Limited	–	8,14,752	–	–	8,14,752
Amalgamations Repco Limited	–	2,31,504	–	–	2,31,504

BIMETAL BEARINGS LIMITED
Notes to the Consolidated Financial Statements
(All amounts are in Indian Rupees, unless otherwise stated)

Description	Holding Company	Fellow Subsidiaries	Key Management Personnel	Share of Joint venture	Total
37. Related party disclosures – (Contd.)			2015 – 2016		
(b) Particulars of transactions with related parties – (Contd.)					
Transaction during the year					
Dividend Paid	72,67,500	1,42,13,070	375	–	2,14,80,945
Amalgamations Private Limited	72,67,500	–	–	–	72,67,500
Simpson & Company Limited	–	45,30,473	–	–	45,30,473
India Pistons Limited	–	95,42,610	–	–	95,42,610
Others	–	1,39,987	375	–	1,40,362
Remuneration Paid (including gratuity and contribution to super annuation fund)	–	–	1,18,35,651	–	1,18,35,651
Mr. A Krishnamoorthy	–	–	61,81,620	–	61,81,620
Mr. S Narayanan*	–	–	56,54,031	–	56,54,031
Balance at Year end					
Investments (Value of Shares)	–	93,92,955	–	6,35,80,893	7,29,73,848
Amalgamations Repco Limited	–	14,79,900	–	–	14,79,900
Stanes Amalgamated Estates Limited	–	4,13,055	–	–	4,13,055
BBL Daido Private Limited	–	–	6,35,80,893	6,35,80,893	–
IPL Green Power Limited	–	75,00,000	–	–	7,50,00,000
Trade Receivables	–	1,28,54,521	–	4,11,92,553	5,40,47,074
Simpson & Company Limited	–	43,30,350	–	–	43,30,350
George Oakes Limited	–	78,53,523	–	–	78,53,523
Speed-A-Way Private Limited	–	44,200	–	–	44,200
BBL Daido Private Limited	–	–	–	4,11,92,553	4,11,92,553
Tractors and Farm Equipment Limited	–	6,26,448	–	–	6,26,448
Short-term loans and advances	–	1,85,461	–	67,579	2,53,040
BBL Daido Private Limited	–	–	–	67,579	67,579
Amco Saft India Limited	–	1,85,461	–	–	1,85,461
Amounts Payable	18,54,585	37,70,075	6,00,000	1,77,425	64,02,085
Amalgamations Private Limited	18,54,585	–	–	–	18,54,585
BBL Daido Private Limited	–	–	–	1,77,425	1,77,425
Simpson & Company Limited	–	8,87,598	–	–	8,87,598
Simpson & General Finance Company Limited	–	4,34,693	–	–	4,34,693
Sri Rama Vilas Service Limited	–	5,28,930	–	–	5,28,930
IP Pins & Liners Limited	–	62,428	–	–	62,428
The Madras Advertising Company Limited	–	60,530	–	–	60,530
IP Rings Limited	–	3,23,597	–	–	3,23,597
Mr. S. Narayanan, Whole time Director*	–	–	6,00,000	–	6,00,000
Associated Printers (Madras) Private Limited	–	4,37,650	–	–	4,37,650
Others	–	10,34,649	–	–	10,34,649

* Re-appointed on 31 October 2015 and remuneration paid/payable subject to the approval of shareholder's in the ensuing Annual General Meeting.

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

38. The Company has the following investment in a jointly controlled entity:

Name of the Joint Venture	Country of Incorporation	Proportionate of ownership interest 31, March 2016
BBL Daido Private Limited	India	20%

The Company's share of each of the assets, liabilities, income and expenses in the Joint Venture, based on the financial statements are as follows:

(a) Assets:

Tangible assets	11,11,19,793
Intangible assets	16,351
Capital work in progress	95,31,047
Long-term loans and advances	19,51,405
Inventories	2,60,98,211
Trade receivables	1,82,24,150
Cash and bank balances	5,77,136
Short-term loans and advances	1,39,96,235

(b) Liabilities

Long-term borrowings	4,27,11,560
Long-term provisions	1,46,739
Short-term borrowings	35,97,198
Trade payables	3,83,52,836
Other current liabilities	69,90,869
Short term provisions	21,46,615

(c) Income

Revenue from operations (net of excise duty)	8,00,80,810
Other income	21,900

(d) Expenses

Cost of materials consumed	4,70,30,951
Purchase of Stock in trade	1,37,795
Changes in inventories of finished goods work in progress and stock in trade	(69,99,168)
Employee benefits expenses	77,68,550
Finance costs	23,73,835
Depreciation and amortisation expense	46,70,287
Other Expenses	3,34,92,146
Provision for deferred tax	(28,71,543)

(e) Share of the Company in the contingent liabilities 48,92,357

(f) Share of the Company in capital commitments 6,00,612

BIMETAL BEARINGS LIMITED

Notes to the Consolidated Financial Statements

(All amounts are in Indian Rupees, unless otherwise stated)

39. Segment Reporting

The Company has considered business segment as the primary segment.

The business activities reflected in the financial statements comprise of manufacture and sale of Bearings, bushings and thrust washers. Accordingly, there is no other reportable primary business segment as per Accounting Standard 17 (Segment Reporting).

The company has considered geographical segment as the secondary segment, based on the location of the customers.

Information about the secondary geographical segments.

DESCRIPTION	2015 – 2016		
	India	Outside India	Total
Revenue	121,56,79,969	29,23,06,567	150,79,86,536
Assets *	141,97,68,455	8,63,22,013	150,60,90,468
Capital expenditure	12,29,66,936	–	12,29,66,936

* The Company's operating facilities are located in India.

40. Investment in IPL Green Power Limited

The Company holds investment in IPL Green power limited for generation of clean energy by means of Bio-gas. The Associate Company has applied to the Tamil Nadu Electricity Board and Tamil Nadu Pollution Control Board for the requisite approval and it is pending.

41. Previous year figures

This is the first year of applicability of Consolidated Financial Statements in accordance with the Companies Act, 2013. Accordingly, as per the transitional provisions in the Accounting Standard, the corresponding numbers are not presented.

For Price Waterhouse Chartered Accountants LLP

Firm Registration No : 012754N/N500016

Chartered Accountants

BASKAR PANNERSELVAM

Partner

Membership Number : 213126

Place : Chennai

Date : May 26, 2016

For and on behalf of the Board

A.KRISHNAMOORTHY

Managing Director

N.VENKATARAMANI

Director

K.VIDHYA SHANKAR

Company Secretary

Place : Chennai

Date : May 26, 2016

S. NARAYANAN

Whole-time Director

KRISHNA SRINIVASAN

Director

N.VENKATARAMAN

Chief Financial Officer