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forming part of the financial statements as at and for the year ended March 31, 2016

1 Company overview :

Vedanta Limited [formerly known as Sesa Sterlite Limited] ("Vedanta" or "the Company") is engaged in the business of iron ore mining, non-ferrous metals (copper and aluminium production) and commercial power generation. Vedanta's equity shares are listed on National Stock Exchange and Bombay Stock Exchange in India and its American depository shares ("ADS") are listed on New York Stock Exchange in United States of America. Each ADS represents four equity shares. Vedanta is majority-owned and controlled subsidiary of Vedanta Resources Plc, the London listed diversified natural resource company.

The Company's iron ore business (Iron ore) consist of iron ore exploration, mining, beneficiation and exports. Vedanta has iron ore mining operations in the States of Goa and Karnataka. Vedanta is also in the business of manufacturing pig iron and metallurgical coke.

The Company's copper business (Copper India) principally consists of custom smelting and includes a copper smelter, a refinery, a phosphoric acid plant and power plants at Tuticorin, Tamilnadu and a refinery and two copper rod plants at Silvassa in the Union Territory of Dadra and Nagar Haveli.

The Company's power business (Jharsuguda 2,400 MW power plant) comprise of 2,400 MW (four units of 600 MW each) thermal coal based power facility in the State of Odisha.

The Company's aluminium business (Jharsuguda aluminium) principally consists of production of 1.0 mtpa alumina at Lanjigarh, Odisha, production of 0.5 mtpa aluminium at Jharsuguda, Odisha and captive power plants situated at Jharsuguda & Lanjigarh. The Company is also setting up a 1.25 mtpa aluminium smelter at Jharsuguda, 4.0 mtpa of alumina refinery at Lanjigarh and 210 MW power plant at Lanjigarh.

During the previous year, pursuant to the approval of the members of the Company and the receipt of fresh certificate of incorporation from the Ministry of Corporate Affairs dated April 21, 2015, name of the Company has been changed to Vedanta Limited.

2 Statement of significant accounting policies :**(a) Basis of preparation**

The financial statements of the Company have been prepared on an accrual basis under historical cost convention except for certain fixed assets carried at revalued amounts, and in accordance with Generally Accepted Accounting Principles in India ("Indian

GAAP') to comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, and the relevant provisions of the Companies Act 2013 ("the 2013 Act"), as applicable. The accounting policies adopted in the presentation of the financial statements are consistent with those followed in the previous year except for change in the accounting policy on revaluation of certain fixed assets as described in note no. 12(g)(i).

(b) Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities (including contingent liabilities) on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

(c) Inventories

Inventories are stated at the lower of cost and net realisable value, less any provision for obsolescence. Materials and other supplies held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost.

Cost is determined on the following basis:

- (i) purchased copper concentrate is recorded at cost on a First In First Out ("FIFO") basis; all other raw materials including stores and spares are valued on a weighted average basis;
- (ii) finished products and work-in-progress are valued at raw material cost plus costs of conversion, comprising labour costs and an attributable proportion of manufacturing overheads based on normal levels of activity and are moved out of inventory on a weighted average basis except in case of copper finished products and work-in-progress which is determined on FIFO basis;
- (iii) Immaterial by-products and scrap are valued at net realisable value.

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Net realisable value is determined based on estimated selling price, less further costs expected to be incurred to completion and disposal.

(d) Depreciation and amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on straight line method (SLM) as per the useful life prescribed in Schedule II to the Companies Act, 2013 except that:

- (i) Mining leases are amortised in proportion to actual quantity of ore extracted there from.
- (ii) Amounts paid as stamp duties and other statutory levies for renewal of owned mining leases are amortised over the operating period of lease.
- (iii) Individual items of assets costing upto ₹ 5,000 are fully depreciated in the year of acquisition.
- (iv) Additions on account of insurance spares, additions/extensions forming an integral part of existing plants and the revised carrying amount of the assets identified as impaired, are depreciated over residual life of the respective fixed assets.
- (v) Lease hold lands and buildings are amortised over the duration of lease.
- (vi) Railway wagons procured under Wagon Investment Scheme (WIS) are depreciated at the rate of 10% per annum on straight line method basis.

In respect of Plant and equipment and certain assets, the life of the assets have been assessed based on management's assessment of independent technical evaluation/ advice, taking into account, inter-alia, the nature of the assets, the estimated usage of the assets, the operating condition of the assets, past history of replacement and maintenance support.

Intangible assets are amortised over their estimated useful life. Software is amortised on straight line method over the useful life of the asset or 5 years whichever is shorter. Amounts paid for securing mining rights are amortised over the period of the mining lease. The estimated useful life of the intangible assets and the

amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.

(e) Revenue recognition**(i) Sale of goods :**

Revenue is recognised when significant risks and rewards of ownership of the goods sold are transferred to the customer and the commodity has been delivered to the shipping agent/ customer and it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations comprises of sale of goods, services, scrap, export incentives and includes excise duty and are net of sales tax/ value added tax and rebates and discounts.

Revenue from sale of power is recognised when delivered and measured based on rates as per bilateral contractual agreements with buyers / at rate arrived at based on the principles laid down under the relevant Tariff Regulations as notified by the regulatory bodies, as applicable.

(ii) Export incentives:

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

(iii) Income from services:

Revenue in respect of contracts for services is recognised when the services are rendered and related costs are incurred.

(iv) Other income:

- Interest income is recognised on a time proportion basis by reference to the principal outstanding and at the interest rate applicable.

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

(f) Import of copper concentrate and sale of copper and slime

In accordance with the prevailing international market practice, purchase of copper concentrate and sale of copper and slime are accounted for on provisional invoice basis pending final invoice in terms of purchase contract / sales contract respectively. The cases where quotational period prices are not finalised as at the year end are restated at forward LME / LBMA rates as at the year end and adjustments are made based on the metal contents as per laboratory assessments done by the Company pending final invoice.

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(g) Tangible fixed assets

Fixed assets except for freehold land and plant and equipment are carried at historical cost (net of MODVAT / CENVAT / VAT) less accumulated depreciation / amortization and impairment losses, if any. Costs include non refundable taxes and duties, borrowing costs and other expenses incidental to the acquisition and installation upto the date the asset is ready for intended use.

The Company revalued all its 'freehold land' and 'plant and equipment' that existed on April 1, 2015. The revalued assets are carried at the revalued amounts less accumulated depreciation and impairment losses, if any. Increase in the net book value on such revaluation is credited to 'Revaluation reserve' except to the extent such increase is related to and not greater than a decrease arising from a revaluation / impairment that was previously recognised in the Statement of Profit and Loss, in which case such amount is credited to the Statement of Profit and Loss. Decrease in book value on revaluation is charged to the Statement of Profit and Loss except where such decrease relates to a previously recognised increase that was credited to the Revaluation reserve, in which case the decrease is charged to the Revaluation reserve to the extent the reserve has not been subsequently reversed / utilised.

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost less impairment losses if any. Cost comprises direct cost, related incidental expenses and attributable interest till the commissioning of the project.

The Company has adopted para 46/46A of AS 11- The Effects of Changes in Foreign Exchange Rates and accordingly the cost of acquisition is adjusted for exchange differences relating to long-term foreign currency monetary liabilities attributable to the acquisition of fixed assets and the adjusted cost of respective fixed assets are depreciated over the remaining useful life of such assets.

The Company's mining leases having ore reserves are not valued, however, amounts paid to government authorities towards renewal of owned mining leases are capitalised as a part of mining rights.

Fixed assets retired from active use and held for sale are stated at the lower of their net book value and net realisable value and are disclosed separately under "Other current assets".

Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets.

Expenditure during construction period :

All costs attributable to the construction of project or incurred in relation to the project under construction, net of income, during the construction / pre-production period, are aggregated under expenditure during construction period to be allocated to individual identified assets on completion.

(h) Intangible assets

Intangible assets are carried at cost less accumulated amortisation and impairment losses. The cost of intangible assets comprises its purchase price and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates.

(i) Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets upto the date when such assets are ready for their intended use. Other borrowing costs are charged as expense in the year in which they are incurred. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during the extended periods when active development on the qualifying assets is interrupted.

(j) Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Foreign currency monetary items outstanding at the balance sheet date are restated at year end rates. In case of monetary items which are hedged by derivative instruments, the valuation is done in accordance with accounting policy (n) on "Derivative instruments".

Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss except that in respect of long term foreign

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currency monetary items relating to acquisition of depreciable fixed assets, such difference is adjusted to the carrying cost of the depreciable fixed assets. In respect of other long term foreign currency monetary items, the same is transferred to "Foreign Currency Monetary Translation Difference Account" and amortised over the balance period of such long term foreign currency monetary items but not beyond March 31, 2020.

Non monetary foreign currency items are carried at cost.

(k) Employee benefits**(i) Short-term :**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

(ii) Long-term:**(a) Provident fund and family pension:**

The employees of the Company are entitled to receive benefits in the form of provident fund and family pension, a defined benefit plan and a defined contribution plan, in which both employees and the Company make monthly/ annual contributions equal to specified percentage of employee's salary. The contributions, as specified under law, are made to the provident fund set up as irrevocable trust by the Company or to respective Regional Provident Fund commissioner. The Company is liable for monthly/ annual contributions and shortfall, if any, in the fund assets based on the specified rates of return. Such contributions and shortfall, if any is recognised as expenses in the year incurred.

(b) Superannuation/ Annuity fund:

The Company provides for a superannuation/ annuity fund, a defined contribution plan, for certain categories of employees. The contributions are made annually at a pre-determined proportion of employee's salary to insurance companies which administer the fund. The Company recognises such contributions as expense over the period of services rendered.

(c) Gratuity:

The Company accounts for the net present value of its obligations for gratuity benefits, a defined benefit plan, based on an independent actuarial valuation carried out at each Balance Sheet date using the projected unit credit method. Annual contributions are made by the Company to gratuity funds established as trusts or managed by insurance companies. Actuarial gains and losses are immediately recognised in the Statement of Profit and Loss.

(l) Investments

- (i) Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of investments.
- (ii) Current investments are carried individually, at lower of cost and fair value.

Cost of investments include acquisition charges such as brokerage, fees and duties.

(m) Issue expenses

Expenses of debenture / bond / floating rate note issued are charged to Statement of Profit and Loss over the tenor of the instrument. Expenses related to equity and equity related instruments are adjusted against the securities premium account.

(n) Derivative instruments

The Company enters into forwards, options, swaps contract and other derivative financial instruments, in order to hedge its exposure to foreign exchange, interest rate and commodity price risks. The Company neither holds nor issues any derivative financial instruments for speculative purposes.

The premium and discount arising at inception of forward contracts is amortised as expense or income over the life of the contract.

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

Changes in the fair value of derivatives that are designated and qualify as cash flow hedges and are determined to be an effective hedge are recorded in hedging reserve account. Any cumulative gain

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or loss on the hedging instrument recognised in hedging reserve is retained in hedging reserve until the forecast transaction occurs. Amounts deferred to hedging reserve are recycled in the Statement of Profit and Loss in the periods when the hedged item is recognised in the Statement of Profit and Loss or when the portion of the gain or loss is determined to be an ineffective hedge.

If a hedge of a forecast transaction subsequently results in the recognition of a non-financial assets or a non-financial liability, or a forecast transaction for a non-financial asset or non-financial liability becomes a firm commitment for which cash flow hedge accounting is applied, the associated gains and losses that were recognized in hedging reserve are included in the initial cost or other carrying amount of the asset and liability.

Derivative financial instruments that do not qualify for hedge accounting and are outstanding at the balance sheet date are marked to market and gains or losses are recognised in the Statement of Profit and Loss. Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated or exercised, or no longer qualifies for hedge accounting. If a hedged transaction is no longer expected to occur, the net cumulative gain or loss recognised in hedging reserve is transferred to Statement of Profit and Loss for the year.

(o) Taxation

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

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset, if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date.

Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation, carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

(p) Impairment of assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment, if any indication of impairment exists

If the carrying amount of the assets exceed the estimated recoverable amount, impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal. Net selling price is determined as the present value of the estimated future cash flows expected to arise from the continued use of the asset, including any expansion prospects, and its eventual disposal, using assumptions that an independent market participant may take into account. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued

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assets such reversal is treated as revaluation increase and credited directly to equity under the heading "Revaluation Reserve" unless it reverses the impairment loss previously recognized as an expense in the statement of profit and loss.

(q) Provisions, contingent liabilities and contingent assets

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised but are disclosed in the financial statements. Contingent assets are neither recognised nor disclosed in the financial statements.

(r) Segment reporting

The Company identifies primary segments based on the nature of risks and returns, the organization structure and the internal reporting system. The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the Board of Directors in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment results, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relates to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated revenue / results / assets liabilities".

(s) Cash flow statement

Cash flows are reported using indirect method as set out in Accounting Standard (AS) -3 "Cash Flow Statement", whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

Cash and cash equivalents

Cash comprises cash at bank and in hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

(t) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss after tax (including the post tax effect of extraordinary items, if any) for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events of bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

For the purpose of calculating diluted earnings per share, the net profit or loss after tax (including the post tax effect of extraordinary items, if any) for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares, if any.

(u) Operating cycle

Based on the nature of products/activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

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3 Share Capital

Particulars	As at March 31, 2016		As at March 31, 2015	
	Number	Amount (₹ in Crore)	Number	Amount (₹ in Crore)
A. Authorised equity share capital				
Opening balance [equity shares of ₹ 1 each with voting rights]	51,270,100,000	5,127.01	51,260,000,000	5,126.00
Add: Pursuant to the Scheme of Amalgamation [Refer Note no. 33(b)]	-	-	10,100,000	1.01
Closing balance	51,270,100,000	5,127.01	51,270,100,000	5,127.01
Authorised preference share capital				
Opening balance [preference shares of ₹ 10/- each]	35,000,000	35.00	-	-
Add: Pursuant to the Scheme of Amalgamation [preference shares of ₹ 10/- each] [Refer Note no. 33(b)]	-	-	35,000,000	35.00
Closing balance	35,000,000	35.00	35,000,000	35.00
B. Issued, subscribed and paid up				
Equity shares of ₹ 1/- each with voting rights *	2,965,004,871	296.50	2,965,004,871	296.50

* includes 310,632 (Previous year 310,632) equity shares kept in abeyance. These shares are not part of listed equity capital.

C. Shares held by ultimate holding company and its subsidiaries/associates

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Shares held	% of holding	No. of Shares held	% of holding
Twin Star Holdings Limited	1,280,084,749	43.18	1,280,084,749	43.18
Twin Star Holdings Limited ⁽²⁾	99,292,708	3.35	99,292,708	3.35
Finsider International Company Limited	401,496,480	13.54	401,496,480	13.54
Westglobe Limited	44,343,139	1.50	44,343,139	1.50
Welter Trading Limited	38,241,056	1.29	38,241,056	1.29
Total	1,863,458,132	62.86	1,863,458,132	62.86

(1) All the above entities are subsidiaries of Volcan Investments Limited, the ultimate holding company.

(2) Represented by 24,823,177 American Depository Shares ("ADS").

D. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date

	As at March 31, 2016	As at March 31, 2015
Equity shares issued pursuant to Schemes of Amalgamation (in FY 2013-14)	2,095,903,448	2,095,903,448

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

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Shares held	% of holding	No. of Shares held	% of holding
Twin Star Holdings Limited	1,280,084,749	43.18	1,280,084,749	43.18
Twin Star Holdings Limited [#]	99,292,708	3.35	99,292,708	3.35
Finsider International Company Limited	401,496,480	13.54	401,496,480	13.54

[#] 24,823,177 ADS, held by CITI Bank N.A. New York as a depository.**F. Other disclosures**

(1) The Company has one class of equity shares having a par value of ₹ 1 per share. Each shareholder is eligible for one vote per share held and dividend as and when declared by the Company. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend which is paid as and when declared by the Board of Directors. In the event of

liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts, in proportion to their shareholding.

(2) ADS shareholders do not have right to attend General meetings in person and also do not have right to vote. They are represented by depository, CITI Bank N.A. New York. As on March 31, 2016,

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228,184,620 equity shares were held in the form of 57,046,155 ADS.

- (3) In terms of Scheme of Arrangement as approved by the Hon'ble High Court of Judicature at Mumbai, vide its order dated April 19, 2002 the erstwhile Sterlite Industries (India) Limited (merged with the Company during 2013-14) during 2002-2003 reduced its paid up

share capital by ₹ 10.03 Crore. There are 198,900 equity shares (Previous year 219,214 equity shares) of ₹ 1 each pending clearance from NSDL/CDSL. The Company has filed application in Hon'ble High Court of Mumbai to cancel these shares, the final decision on which is pending. Hon'ble High Court of Judicature at Mumbai, vide its interim order dated September 06, 2002 restrained any transaction with respect to subject shares.

4 Reserves and Surplus

Particulars	₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Capital Reserve		
Balance at the beginning of the year	131.76	1.96
Add: Pursuant to the Scheme of Amalgamation (Refer note no. 33(b))	-	129.80
Balance as at the end of the year	131.76	131.76
Preference Share Redemption Reserve		
Balance as at beginning and as at the end of the year	76.88	76.88
Securities Premium Account		
Balance as at beginning and as at the end of the year	19,964.95	19,964.95
Debenture Redemption Reserve		
Balance at the beginning of the year	668.36	357.95
Add: Transferred from Surplus in Statement of Profit and Loss	440.16	310.41
Balance as at the end of the year	1,108.52	668.36
General Reserve		
Balance at the beginning of the year	11,912.53	11,926.54
Less: Pursuant to the Scheme of Amalgamation (Refer note no. 33(b))	-	(14.01)
Balance as at the end of the year	11,912.53	11,912.53
Hedging Reserve		
Balance at the beginning of the year	(22.22)	63.33
Add: Effect of foreign exchange rate variations on hedging instrument outstanding at the end of the year (net of deferred tax of ₹ Nil)	(3.97)	(22.22)
Less: Amount transferred to Statement of Profit and Loss [net of deferred tax of ₹ Nil (Previous year ₹ 36.96 Crore)]	22.22	(63.33)
Balance as at the end of the year	(3.97)	(22.22)
Revaluation reserve		
Balance at the beginning of the year	-	-
Add: Addition during the year [Refer note no. 12(g)(i)]	5,397.40	-
Balance as at the end of the year	5,397.40	-
Capital Redemption Reserve		
Balance as at beginning and as at the end of the year	1.52	1.52
Amalgamation reserve		
Balance as at beginning and as at the end of the year	2.14	2.14
Surplus in Statement of Profit and Loss		
Balance at the beginning of the year	1,025.45	987.05
Less: Pursuant to the Scheme of Amalgamation (Refer note no. 33(b))	-	(340.18)
Add: Profit for the year	5,471.88	1,927.20
Less: Transferred to Debenture Redemption Reserve	(440.16)	(310.41)
Interim dividend [dividend per share ₹ 3.50/- (Previous year ₹ 1.75/-)]	(1,037.75)	(518.82)
Tax on interim dividend*	0.91	-
Proposed dividend (Previous year- dividend per share ₹ 2.35/-)	-	(696.78)
Tax on proposed dividend*	-	(2.19)
Depreciation adjustment consequent to revision in useful lives (net of deferred tax ₹10.51 Crore) [Refer note no. 12(g)(ii)]	-	(20.42)
Balance as at the end of the year	5,020.33	1,025.45
Total	43,612.06	33,761.37

* Tax on interim and proposed dividend (net of dividend from subsidiary) u/s 115O of Income Tax Act, 1961.

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5 Long-term borrowings

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Secured		
Redeemable Non Convertible Debentures ^a	9,200.00	7,200.00
Term loans from banks ^b	13,326.25	12,559.75
Foreign currency loans from banks ^c	663.34	1,877.72
Unsecured		
Deferred sales tax liability ^d	126.83	133.16
Total	23,316.42	21,770.63

Terms and conditions of Long-term borrowings**Secured****a) Redeemable Non Convertible Debentures (NCD's) includes ;**

- (i) 9.10% NCDs issued by the Company for an aggregate amount of ₹ 2,500.00 Crore. These NCDs are secured by way of mortgage on the immovable property of the Company situated at Tuticorin in the State of Tamilnadu and also by way of first ranking pari passu charge over the tangible and intangible movable fixed assets, both present and future of Jharsuguda 2,400 MW power plant with a security cover of 1.25 times on the face value of outstanding NCDs at all times during the tenor of the NCDs. These NCDs are redeemable on April 5, 2023. The debenture holders of these NCDs and the Company have put and call option at the end of the 5 years from the respective date of the allotment of the NCDs.
- (ii) NCDs issued by the Company for an aggregate amount of ₹ 2,000.00 Crore. Out of these, ₹ 1,000.00 Crore NCDs are issued at a coupon rate of 9.40% per annum, while another ₹ 1,000.00 Crore NCDs are issued at a coupon rate of 9.24% per annum. These NCDs are secured by way of mortgage on the immovable property of the Company situated at Sanaswadi in the State of Maharashtra and also by way of hypothecation on the movable fixed assets of Jharsuguda 2,400 MW Power plant with a security cover of 1.25 times on the face value of outstanding NCDs at all times during the currency of NCDs. These NCDs are redeemable in tranches of ₹ 500.00 Crore each on December 20, 2022, December 6, 2022, November 27, 2022 and October 25, 2022. In respect of all the four tranches of NCDs, the debenture holders and the Company have put and call option respectively at the end of the 5 years from the respective date of the allotment of the NCDs.

- (iii) NCDs issued by the Company of ₹ 1,200.00 Crore in two tranches of ₹ 750.00 Crore and ₹ 450.00 Crore, with an interest rate of 9.17% per annum. These NCDs are secured by way of mortgage on the immovable property of the Company situated at Tuticorin in the State of Tamilnadu and also by way of first pari passu charge over the movable fixed assets of Lanjigarh refinery expansion project including 210 MW power plant project, with a security cover of 1.25 times on the face value of outstanding NCDs at all times during the tenor of the NCD. These NCDs are redeemable on July 4, 2023 for ₹ 750.00 Crore and on July 5, 2023 for ₹ 450.00 Crore. The debenture holders of these NCDs and the Company have put and call option at the end of the 5 years from the respective date of the allotment of the NCDs.
- (iv) 9.36% NCDs of ₹ 1,500.00 Crore issued by Iron ore division in two tranches of ₹ 975.00 Crore and ₹ 525.00 Crore. These NCDs are redeemable in two instalments of ₹ 975.00 Crore and ₹ 525.00 Crore payable on October 30, 2017 and December 30, 2017 respectively. These NCDs are secured by way of mortgage on the immovable property of the Company situated at Tuticorin in the State of Tamilnadu and also by way of first ranking pari passu charge over "movable fixed assets" in relation to the Company's Iron Ore business (Pig Iron and Met Coke assets) and Power Plant assets located in Goa and the Copper plant assets located at Tuticorin with a security cover of 1.25 times on the face value of outstanding NCDs at all times during the tenor of the NCDs.
- (v) 9.70% NCDs of ₹ 2,000.00 Crore issued by Aluminium division during the current year. These NCDs are secured by way of mortgage on the immovable property of the Company situated at Tuticorin in the State of Tamilnadu and also by way of first ranking pari passu charge over the tangible

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and intangible movable fixed assets of Aluminium division, with a security cover of 1.25 times on the face value of outstanding NCDs at all times during the tenor of the NCDs. These NCDs are redeemable on August 17, 2020.

b) Term loans from banks includes :

- (i) Loan from a bank taken by Aluminium division during the current year amounting to ₹ 1,250.00 Crore. The loan is secured by aggregate of the net fixed assets of Aluminium division and the Lanjigarh expansion project reduced by the outstanding amount of other borrowings having first pari passu charge on the fixed assets of Aluminium Division and the Lanjigarh expansion project. The loan is repayable from FY 2017-18, as ₹ 12.50 Crore in March 2018, ₹ 50.00 Crore within FY 2018-19, ₹ 62.50 Crore, each in FY 2019-20 and FY 2020-21 and ₹ 1,062.50 Crore after FY 2020-21.
- (ii) Loan from a bank taken by Aluminium division amounting to ₹ 4,750.00 Crore [including current maturity of long term borrowings ₹ 250.00 Crore (Refer note no. 10)]. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division, and (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 250.00 Crore within one year, ₹ 250.00 Crore within second year, ₹ 500.00 Crore within third year, and ₹ 1,250.00 Crore each within fourth to sixth year.
- (iii) Loan from a bank taken by Aluminium division amounting to ₹ 995.00 Crore [including current maturity of long term borrowings ₹ 20.00 Crore (Refer note no. 10)]. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division, and (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 20.00 Crore within one year, ₹ 25.00 Crore within second year, and ₹ 40.00 Crore each in third and fourth year and balance ₹ 870.00 Crore in eleven various installments from fifth to fifteenth year.
- (iv) Loan from a bank amounting to ₹ 497.50 Crore [including current maturity of long term borrowings ₹ 10.00 Crore (Refer note no. 10)] taken by Aluminium division. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division, and (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 10.00 Crore within one year, ₹ 12.50 Crore within second year and ₹ 20.00 Crore each within third and fourth year and balance ₹ 435.00 Crore in eleven various installments from fifth to fifteenth year.
- (v) Loan from a bank of ₹ 199.00 Crore [including current maturity of long term borrowings ₹ 4.00 Crore (Refer note no. 10)] taken by Aluminium division. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division and (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 4.00 Crore within one year, ₹ 5.00 Crore within second year and ₹ 8.00 Crore each within third and fourth year and balance ₹ 174.00 Crore in eleven various installments from fifth to fifteenth year.
- (vi) Loan from a bank of ₹ 298.50 Crore [including current maturity of long term borrowings ₹ 6.00 Crore (Refer note no. 10)] taken by Aluminium division. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 6.00 Crore within one year, ₹ 7.50 Crore within second year and ₹ 12.00 Crore each within third and fourth year and balance ₹ 261.00 Crore in eleven various installments from fifth to fifteenth year.
- (vii) Loan of ₹ 912.25 Crore taken by Aluminium division from a bank [including current maturity of long term borrowings ₹ 143.50 Crore (Refer note no. 10)]. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 143.50 Crore in FY 2016-17, ₹ 184.50 Crore in FY 2017-18 and ₹ 246.00 Crore each in FY 2018-19 and FY 2019-20 and balance ₹ 92.25 Crore in FY 2020-21.

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- (viii) Loan from a bank taken by Aluminium division amounting to ₹ 885.00 Crore [including current maturity of long-term borrowings ₹ 140.00 Crore (Refer note no 10)]. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 140.00 Crore within one year, ₹ 180.00 Crore within second year, ₹ 240.00 Crore each within third and fourth year and ₹ 85.00 Crore within fifth year.
- (ix) Loan from a bank taken by Aluminium division amounting to ₹ 1,705.00 Crore [including current maturity of long-term borrowings ₹ 280.00 Crore (Refer note no 10)]. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 280.00 Crore within one year, ₹ 360.00 Crore within second year, ₹ 480.00 Crore each within third and fourth year and ₹ 105.00 Crore within fifth year.
- (x) Loan from a bank taken by Aluminium division amounting to ₹ 1,780.00 Crore [including current maturity of long-term borrowings ₹ 280.00 Crore (Refer note no 10)]. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 280.00 Crore within one year, ₹ 360.00 Crore within second year, ₹ 480.00 Crore each within third and fourth year and ₹ 180.00 Crore within fifth year.
- (xi) Loan from a bank taken by Aluminium division amounting to ₹ 445.00 Crore [including current maturity of long-term borrowings ₹ 70.00 Crore (Refer note no 10)]. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed asset of Aluminium division (ii) first pari passu charge by way of mortgage on all present and future immovable fixed asset (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable as ₹ 70.00 Crore within one year, ₹ 90.00 Crore within second year, ₹ 120.00 Crore each within third and fourth year and ₹ 45.00 Crore within fifth year.
- (xii) Loan of ₹ 687.50 Crore [including ₹ 250.00 Crore of current maturity of long-term borrowings (Refer note no 10)] taken during the year by Jharsuguda 2,400 MW power plant. The loan is secured by way of second pari passu charge on specific fixed assets of Jharsuguda 2,400 MW power plant except agricultural land. The loan is repayable in eleven equal quarterly installments of ₹ 62.50 Crore each.
- (xiii) Loan of ₹ 445.00 Crore [including ₹ 70.00 Crore of current maturity of long-term borrowings (Refer note no. 10)] taken during the year by Iron ore division. The loan is secured by (i) first pari passu charge by way of hypothecation of all present and future movable fixed assets of Aluminium division (ii) first pari passu charge by way of mortgage on all present and future immovable fixed assets (including leasehold land, if any) acquired or to be acquired for the Aluminium division. The loan is repayable in equal quarterly installments of ₹ 17.50 Crore in FY 2016-17, ₹ 22.50 Crore in FY 2017-18, ₹ 30.00 Crore each in FY 2018-19 and FY 2019-20, and balance ₹ 45.00 Crore in 3 installments of ₹ 15.00 Crore each in FY 2020-21.
- Interest rate on the above term loans ranges from 9.50% to 9.85%.
- c) Foreign currency loans from banks includes :**
External Commercial Borrowings ("ECB") of Aluminium division aggregating ₹ 1,990.00 Crore (US\$ 300.00 million) [including current maturity of long-term borrowings ₹ 1,326.66 Crore (Refer note no. 10)] at an interest rate of LIBOR plus 170 basis points. The ECB is repayable in two annual instalments on April 21, 2016 for US\$ 200 million and on April 21, 2017 for US\$ 100 million. The ECB is secured by all present and future movable asset including its movable plant and machinery, equipment, machinery, spare tools and accessories and other moveable whether installed or not and all replacements thereof and additions thereof whether by way of substitution, addition, replacement, conversion or otherwise howsoever together with all benefits, rights and incidental attached thereto which are now owned or to be owned in the future by the borrower.

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Unsecured

- d) Unsecured deferred sales tax liability of ₹ 133.16 Crore [including current maturity of long-term borrowings of ₹ 6.33 Crore (Refer note no. 10)] outstanding as at March 31, 2016 is currently repayable in monthly installments till March 2027.
- e) The Company has not defaulted in the repayment of loans and interest as at Balance Sheet date.

6 Deferred tax liabilities (net)

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Deferred tax liability :		
On difference between book depreciation and tax depreciation	2,328.19	2,422.25
Total	2,328.19	2,422.25
Deferred tax asset :		
Compensated absence	17.66	19.55
Provision for doubtful advances	198.72	193.44
Unabsorbed business depreciation ^a	2,068.82	2,183.34
Others	42.99	25.92
Total	2,328.19	2,422.25
Deferred tax liabilities (net)	-	-

- a) The recognition of deferred tax assets on unabsorbed depreciation has been restricted to the extent of deferred tax liability on account of timing difference in respect of depreciation, the reversal of which is virtually certain.

7 Other long-term liabilities

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Payables for purchase of fixed assets	197.19	200.74
Security deposits from vendors & others	1.70	1.85
Advances from customers ^a	998.64	-
Total	1,197.53	202.59

- a) Advances from customers includes amount received under long term supply agreements. The advances would be settled by supplying goods as per the terms of the agreements.

8 Long-term provisions

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Provision for mine closure costs ^a	1.81	1.81
Total	1.81	1.81

- a) In terms of the Mineral Concession Rules 1960 (replaced by Mineral Concession Rules 2016 w.e.f March 4, 2016) and Mineral Conservation and Development Rules (MCDR) 1988, the Company has provided a "financial assurance" in the form of a bank guarantee to the Regional Controller of Mines, towards its mine closure obligation. The Company has made a provision for expense to the extent of the bank guarantees provided.

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9 Short-term borrowings

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Secured		
Buyers' credit from banks ^a	7,793.95	4,814.38
Suppliers' credit ^b	97.37	-
Unsecured		
Buyers' credit from banks	1,324.03	4,006.97
Suppliers' credit	-	39.95
Commercial paper ^c	6,020.00	3,510.00
Loans repayable on demand from banks	28.27	14.06
Packing credit from banks	1,011.67	720.84
Loans and advances from related parties	-	7.52
Total	16,275.29	13,113.72

Terms and conditions of Short-term borrowings**a) Buyer's credit from banks (Secured) includes :**

- (i) ₹ 1,587.24 Crore of Aluminium division at an interest rate of LIBOR plus 24- 55 basis points secured by exclusive charge on the assets of Jharsuguda Aluminium imported under facility and first charge on current assets of Aluminium division on pari passu basis.
- (ii) ₹ 5,968.00 Crore of Copper India at an interest rate of 1.08% per annum secured by way of first charge by hypothecation on the entire stock of raw materials, work-in-progress and all semi-finished, finished, manufactured articles together with all stores, components and spares, both present and future book debts, outstanding monies, receivables, claims and bills arising out of sale etc. and such charge in favour of the banks ranking pari passu interest, without any preferences or priority to one over other(s) in any manner.

- (iii) ₹ 238.71 Crore at the Jharsuguda 2,400 MW power plant at an interest rate ranging from 0.61% to 1.21% per annum secured against first pari passu charge on entire current assets of Jharsuguda 2,400 MW power plant.

b) Supplier's credit (Secured) includes :

₹ 97.37 Crore of Aluminium division at an interest rate of 1.48% secured by exclusive charge on the assets of Jharsuguda Aluminium imported under facility and first charge on current assets of Aluminium division on pari passu basis.

c) Commercial Paper

Maximum amount outstanding at any time during the year was ₹ 8,775.00 Crore (Previous year ₹ 6,485.00 Crore).

- d)** The Company has not defaulted in the repayment of loans and interest as at Balance Sheet date.

10 Other current liabilities

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Current maturities of long-term borrowings ^a	2,856.49	2,759.44
Interest accrued but not due on borrowings	615.07	485.91
Fair value derivative hedging payable	379.49	195.63
Advances from customers [refer note no. 7(a)]	2,071.23	135.69
Unpaid / unclaimed dividend ^b	47.75	17.99
Unpaid matured deposits and interest accrued thereon	0.05	0.05
Payables for purchase of fixed assets	779.91	872.22
Statutory liabilities ^c	147.33	134.63
Due to related parties [refer note no. 49]	14.49	207.21
Security deposits from vendors and others	12.59	11.80
Book overdraft with banks	0.15	15.00
Other liabilities ^d	847.17	693.62
Total	7,771.72	5,529.19

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- a Current maturities of long-term borrowings consists of :

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Redeemable non convertible debentures	-	133.33
Deferred sales tax liability	6.33	5.42
Term loans from banks	1,523.50	1,090.00
Foreign currency loans from banks	1,326.66	1,530.69
Total	2,856.49	2,759.44

- b. Does not include any amounts, due and outstanding, to be credited to Investor Education and Protection Fund except ₹ 0.38 Crore (Previous year ₹ 0.38 Crore) which is held in abeyance due to a pending legal case.
- c. Statutory liabilities include contribution to PF, ESIC, withholding taxes, excise duty, VAT, service tax etc.
- d. Other liabilities include reimbursement of expenses, provision for expenses, liabilities related to compensation / claim, etc.

11 Short-term Provisions

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Provision for employee benefits	42.97	48.20
Proposed dividend	-	696.78
Tax on proposed dividend [net of dividend from a subsidiary u/s 115 (O) of Income Tax Act, 1961]	-	2.19
Provision for tax (net of advance tax and tax deducted at source)	43.74	232.61
Total	86.71	979.78

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12 Fixed assets

Particulars	Accumulated Depreciation										Net Block before impairment		Net Block		
	As at April 1, 2015	Pursuant to Scheme of Amalgamation ⁽ⁱ⁾	Additions/ Adjustments	Revaluation	Deductions	As at March 31, 2016	Pursuant to Scheme of Amalgamation ⁽ⁱ⁾	For the year	Revaluation	Deductions	As at March 31, 2016	Impairment	Upto March 31, 2016	As at March 31, 2016	As at March 31, 2015
(i) Tangible assets															
Mining leases and concessions	1728	-	-	-	-	1728	1490	-	-	-	1490	238	-	238	238
Land - Freehold	1728	-	-	-	-	1728	1438	0.52	-	-	1490	238	-	238	290
(Previous Year)	312.22	-	9.00	670.20	-	991.42	-	-	-	-	991.42	-	-	991.42	312.22
Land - Leasehold	303.19	0.85	8.18	-	-	312.22	-	-	-	-	312.22	-	-	312.22	303.19
(Previous Year)	207.14	4.90	2.43	-	-	209.57	20.15	4.31	-	-	24.46	185.11	-	185.11	186.99
Buildings	3,588.98	-	1,899.74	-	0.02	5,488.70	607.97	1.14	4.31	-	20.15	186.99	-	186.99	1,870.03
(Previous Year)	3,464.16	9.13	115.81	-	0.12	3,588.98	479.36	2.07	126.66	-	744.44	4,744.26	3.50	4,740.76	2,977.51
Buildings - Leasehold	15.16	-	-	-	-	15.16	3.11	0.67	-	-	3.78	11.38	-	11.38	12.05
(Previous Year)	15.08	-	0.08	-	-	15.16	2.44	0.67	-	-	3.11	12.05	-	12.05	12.64
Roads and bunders	10.13	-	7.10	-	-	17.23	3.37	3.11	-	-	6.48	10.75	-	10.75	6.76
(Previous Year)	9.99	0.14	-	-	-	10.13	1.09	0.03	2.25	-	3.37	6.76	-	6.76	8.90
Aircraft	2.12	-	-	-	-	2.12	0.86	0.11	-	-	0.97	1.15	-	1.15	1.26
(Previous Year)	2.12	-	-	-	-	2.12	0.77	0.09	-	-	0.86	1.26	-	1.26	1.35
River Fleet	170.79	-	6.27	-	2.07	174.99	34.85	5.99	-	1.32	39.52	135.47	-	135.47	135.94
(Previous Year)	170.79	-	-	-	-	170.79	28.97	5.88	-	-	34.85	135.94	-	135.94	141.82
Ship	229.17	-	-	-	0.24	228.93	84.92	6.38	-	0.24	91.21	137.72	-	137.72	144.25
(Previous Year)	229.17	-	-	-	-	229.17	78.54	6.38	-	-	84.92	144.25	-	144.25	150.63
Railway siding	790.46	-	50.37	-	-	840.83	136.18	52.40	-	-	188.58	652.25	-	652.25	654.28
(Previous Year)	789.39	-	1.07	-	-	790.46	84.60	51.58	-	-	136.18	654.28	-	654.28	704.79
Plant and equipment	23,968.90	-	2,389.44	4,727.20	2.18	31,083.36	6,466.52	758.81	212.22	0.79	7,436.76	23,646.60	60.57	23,586.03	17,441.81
(Previous Year)	23,603.16	95.94	300.44	-	30.64	23,968.90	5,683.22	34.09	776.51	-	27.30	6,466.52	60.57	17,441.81	17,859.37
Furniture and fixtures	78.54	-	1.28	-	0.34	79.48	480.9	4.62	-	0.13	52.58	26.90	-	26.90	30.45
(Previous Year)	78.99	0.14	1.63	-	2.22	78.54	43.29	0.10	6.45	-	48.09	30.45	-	30.45	35.70
Vehicles	44.74	-	6.54	-	5.73	45.55	20.95	4.49	-	2.60	22.84	22.71	-	22.71	23.79
(Previous Year)	39.72	0.03	8.90	-	3.91	44.74	18.22	0.03	4.20	-	20.95	23.79	-	23.79	21.50
Office equipment	153.49	-	(11.72)	-	1.35	140.42	95.48	11.81	-	0.83	106.46	33.96	-	33.96	58.01
(Previous Year)	163.52	0.16	8.68	-	18.87	153.49	85.74	0.09	27.64	-	95.48	58.01	-	58.01	77.78
Total	29,589.12	-	4,360.45	5,397.40	11.93	39,335.04	7,537.35	989.32	212.22	5.91	8,732.98	30,602.06	64.07	30,537.99	21,987.70
(Previous Year)	29,088.29	111.29	445.30	-	55.76	29,589.12	6,535.32	375.5	1,013.14	-	7,537.35	22,051.77	64.07	21,987.70	22,488.90
(ii) Intangible Assets															
Computer software	49.73	-	2.27	-	-	52.00	44.07	5.25	-	-	49.32	2.68	-	2.68	5.66
(Previous Year)	49.54	0.19	-	-	-	49.73	36.25	0.19	7.63	-	44.07	5.66	-	5.66	13.29
Mining rights	209.59	-	17.06	-	-	226.65	77.09	11.18	-	-	88.27	138.38	-	138.38	132.50
(Previous Year)	149.20	-	72.49	-	12.10	209.59	67.36	21.83	-	12.10	77.09	132.50	-	132.50	81.84
Total	259.32	-	19.33	-	-	278.65	121.16	16.43	-	-	137.59	141.06	-	141.06	138.16
(Previous Year)	198.74	0.19	72.49	-	12.10	259.32	103.61	0.19	29.46	-	121.16	138.16	-	138.16	95.13

1 Refer note no. 33(b).

Notes relating to fixed assets

- a) Buildings (freehold) include :
- Cost of Shares of ₹ 750 in Co-operative housing society,
 - Cost of shares of ₹ 750 in Co-operative societies representing possession of office premises,
 - a residential flat in the joint names of the Company and Mr. Dwarka Prasad Agarwal, relative of a director of the Company.
- b) Land Leasehold include land under Perpetual Lease ₹ 1.99 Crore (Previous year ₹ 1.99 Crore)
- Plant and equipment (Gross Block) include ₹ 3.73 Crore (Previous year ₹ 3.73 Crore) and ₹ 1.68 Crore (Previous year ₹ 1.68 Crore) being the amount spent for laying waterpipe line and power line respectively, the ownership of which vests with the State Government Authorities.
 - The Company's aluminium unit at Mettur holds mining rights for 2,02,779 acres of land on which the lease agreements in respect of entire land has expired. The Company has applied for renewal of these leases.
 - (i) Capital work-in-progress is net of impairment of ₹ 329.28 Crore (Previous year ₹ 213.84 Crore).

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- (ii) Capital work-in-progress includes finance costs amounting ₹ 25.21 Crore (Previous year - Nil) capitalised.
- (iii) Capital work-in-progress includes an amount of ₹ 0.03 Crore (Previous year ₹ 0.31 Crore) being capital expenditure incurred on CSR activities (Refer note no. 46).
- f) Foreign exchange (gain)/loss capitalised as per paragraph 46A of AS 11 ("The Effect of Changes in Foreign Exchange Rates") grouped under Plant and Equipment ₹ 33.02 Crore (Previous year ₹ 46.76 Crore) and under Capital work-in-progress ₹ 114.44 Crore (Previous year ₹ 63.04 Crore).
- g) (i) During the year, in terms of its change in accounting policy with respect to valuation of certain fixed assets, with effect from April 1, 2015, the Company has revalued all its existing fixed assets comprising of freehold land and plant and equipment where such assets had continuing useful lives beyond that date, based on an external valuation report. Pursuant to the same, the Company has recorded a revaluation gain of ₹ 670.20 Crore and ₹ 4,727.20 Crore in respect of freehold land and plant and equipment, respectively. The said revalued amounts aggregating to ₹ 5,397.40 Crore are accounted as an increase in the Gross block of the assets with a credit to the Revaluation Reserve Account and are

depreciated over the remaining useful lives of the related assets in terms of the accounting policy of the Company. The depreciation charge for the year includes depreciation aggregating to ₹ 212.22 Crore on account of such revaluation of assets and is charged off to the Statement of Profit and Loss.

Consequently, the figures in respect of the depreciation charge for the year are not directly comparable with the previous year.

- (ii) During the previous year, with effect from April 1, 2014, the Company had revised the estimated useful lives of fixed assets.

The said changes in the estimates of useful lines of assets with effect from April 1, 2014 was impacted in the year ended March 31, 2015, as a result the depreciation charge for the year ended March 31, 2015 was lower by ₹ 598.90 Crore.

The Company had fully depreciated the carrying value of assets, net of residual value, where the remaining useful life of the asset was determined to be nil as on April 1, 2014, and had adjusted an amount of ₹ 20.42 Crore (net of deferred tax of ₹ 10.51 Crore) against the opening Surplus balance in the Statement of Profit and Loss.

- h) Reconciliation of Depreciation and amortisation expense

	(₹ in Crore)	
	FY 2015-16	FY 2014-15
Depreciation as above on:		
Tangible assets including on revaluation	1,201.54	1,013.14
Intangible assets	16.43	29.46
Total	1,217.97	1,042.60
Less: Transferred to surplus in Statement of Profit and Loss (Refer note no. 4)	-	(30.93)
As per Statement of Profit and Loss	1,217.97	1,011.67

- i) Capital work-in-progress includes:

	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Particulars		
Pre-operative expenditure as follows:		
Balance at the beginning of the year	3,691.24	3,472.00
Add: Pre-operative expenditure		
(i) Power and fuel	752.59	234.27
(ii) Employee benefits expense	36.64	52.15
(iii) Consumption of stores and spare parts	5.52	7.40
(iv) Repairs others	2.72	1.13
(v) Rent, rates and taxes	1.47	1.27
(vi) Insurance	6.64	10.02
(vii) Conveyance and travelling expenses	0.48	0.99
(viii) Cost of materials consumed	-	110.03
(ix) General expenses	40.55	33.93
(x) Finance costs	139.65	63.04
(xi) Changes in inventories	-	(73.23)
Income		
(xii) Revenue during trial run	(571.51)	(217.24)
(xiii) Other income	(8.46)	(4.52)
Balance as at the end of the year	4,097.53	3,691.24

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13. Non-current investments

(₹ in Crore)

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Units	₹ in Crore	No. of Units	₹ in Crore
Investments (at cost) - fully paid up except otherwise stated				
1. Trade Investments				
Investment in equity shares (quoted)				
Subsidiary companies				
- Hindustan Zinc Limited, of ₹ 2/-each ^a	2,743,154,310	1,101.50	2,743,154,310	1,101.50
- Cairn India Limited, of ₹ 10 each	444,527,940	13,936.61	351,140,413	11,927.26
Others				
- Sterlite Technologies Limited, of ₹ 2 each (Including 60 shares held jointly with nominees)	4,764,295	10.85	4,764,295	10.85
Investment in equity shares (unquoted)				
Subsidiary companies				
- Bharat Aluminium Company Limited, of ₹ 10/- each ^b	112,518,495	553.18	112,518,495	553.18
- Monte Cello Corporation BV, Netherlands, of Euro 453.78 each	40	204.23	40	204.23
- Sterlite (USA) Inc., of \$.01 per share (Current year ₹ 42.77) (Previous year ₹ 42.77)	100	-	100	-
- Vizag General Cargo Berth Private Limited, of ₹ 10 each	32,107,000	32.11	32,107,000	32.11
- Paradip Multi Cargo Berth Private Limited, of ₹ 10 each	7,400	0.01	7,400	0.01
- Sterlite Ports Limited of ₹ 2 each, (including 6 shares of ₹ 2 each held jointly with nominees)	250,000	0.05	250,000	0.05
- Talwandi Sabo Power Limited, of ₹ 10 each	3,206,609,692	3,206.61	3,206,609,692	3,206.61
- Sesa Resources Limited, of ₹ 10 each	1,250,000	1,713.24	1,250,000	1,713.24
- Bloom Fountain Limited, of USD 1 each	1,000,001	4.43	1,000,001	4.43
- Malco Energy Limited (formerly Vedanta Aluminium Limited), of ₹ 2 each (including 6 shares of ₹ 2 each held jointly with nominees)	23,366,406	116.11	23,366,406	116.11
- THL Zinc Ventures Ltd of USD 100 each	100,001	45.52	100,001	45.52
- THL Zinc B.V. of EURO 1 each	3,738,000	23.33	3,738,000	23.33
- Sterlite Infraventure Limited, of ₹ 2 each (including 6 shares of ₹ 2 each held jointly with nominees) partly paid up (₹ 0.01 approx. paid up)	112,500,000	0.13	112,500,000	0.13
Associate companies (unquoted)				
- Raykal Aluminium Company Private Limited, of ₹ 10 each ^c	12,250	200.70	12,250	200.70
- Gaurav Overseas Private Limited, of ₹ 10 each	210,000	0.21	105,000	0.11
Joint venture (unquoted)				
- Rampia Coal Mines and Energy Private Limited, of ₹ 1 each	24,348,016	2.43	24,348,016	2.43
Investment in preference shares of subsidiary companies				
- Bloom Fountain Limited, 0.25% Optional Convertible Redeemable preference shares of USD 1 each	1,859,900	906.84	1,859,900	906.84
- Bloom Fountain Limited, 0.25% Optional Convertible Redeemable preference shares of USD 100 each	360,500	215.07	360,500	215.07
- THL Zinc Ventures Limited, 0.25% Optionally Convertible Redeemable Preference shares of USD 1 each	7,000,000	3,186.63	7,000,000	3,186.63
- THL Zinc BV, 0.25% Optionally Convertible Redeemable Preference shares of EURO 1 each	5,500,000	2,494.86	5,500,000	2,494.86
Investments in debentures of subsidiary companies				
- Vizag General Cargo Berth Private Limited, 0.1% compulsorily convertible debentures of ₹ 1,000 each	1,500,000	150.00	1,500,000	150.00
- MALCO Energy Limited, 2% compulsorily convertible debentures of ₹ 1,000 each ^d	33,485,000	6,011.23	-	-

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(₹ in Crore)

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Units	₹ in Crore	No. of Units	₹ in Crore
2. Others				
- Goa Shipyard Limited, of ₹ 10 each	62,707	0.03	62,707	0.03
Investments in Government or Trust securities				
- 7 Years National Savings Certificates (Current year ₹ 35,450, Previous year ₹ 35,450) (Deposit with Sales Tax Authority)	-	-	-	-
- UTI Master gain of ₹ 10 each (Current year ₹ 4,272, Previous year ₹ 4,272)	100	-	100	-
3. In Co-operative societies				
- Sesa Ghor Premises Holders Maintenance Society Limited, of ₹ 200 each (Current Year ₹ 4,000 Previous Year ₹ 4,000)	40	-	40	-
- Sesa Goa Sirsaim Employees Consumers Co Operative Society Limited, of ₹ 10 each (Current Year ₹ 2,000 Previous Year ₹ 2,000)	200	-	200	-
- Sesa Goa Sanquelim Employees Consumers Co- operative Society Limited, of ₹ 10 each (Current Year ₹ 2,300 Previous Year ₹ 2,300)	230	-	230	-
- Sesa Goa Sonshi Employees Consumers Co- operative Society Limited, of ₹ 10 each (Current Year ₹ 4,680 Previous Year ₹ 4,680)	468	-	468	-
- Sesa Goa Codli Employees Consumers Co- operative Society Limited, of ₹ 10 each (Current Year ₹ 4,500 Previous Year ₹ 4,500)	450	-	450	-
- Sesa Goa Shipyard Employees Consumers Co-operative Society Limited, of ₹ 10 each (Current Year ₹ 5,000 Previous Year ₹ 5,000)	500	-	500	-
- The Mapusa Urban Cooperative Bank Limited, of ₹ 25 each (Current Year ₹ 1,000 Previous Year ₹ 1,000)	40	-	40	-
Less: Provision for diminution in value of investments (Refer note no. 30)		(2,353.62)		(6.93)
Total		31,762.29		26,088.30
Aggregate amount of quoted investments		13,824.11		13,035.11
Market value of quoted investments		57,241.33		51,933.20
Aggregate amount of unquoted investments		17,938.18		13,053.19

- a. Pursuant to the Government of India's policy of disinvestment, the Company in April 2002 acquired 26% equity interest in Hindustan Zinc Limited (HZL) from the Government of India. Under the terms of the Shareholder's Agreement ('SHA'), the Company had two call options to purchase all of the Government of India's shares in HZL at fair market value. The Company exercised the first call option on August 29, 2003 and acquired an additional 18.9% of HZL's issued share capital. The Company also acquired an additional 20% of the equity capital in HZL through an open offer, increasing its shareholding to 64.9%. The second call option provided the Company the right to acquire the Government of India's remaining 29.5% share in HZL. This call option was subject to the right of the Government of India to sell 3.5% of HZL shares to HZL employees. The Company exercised the second call option on July 21, 2009. The Government of India disputed the validity of the call option and refused to act upon the second call option. Consequently the Company invoked arbitration which is in the early stages. The next date of hearing is scheduled for August 20, 2016. Meanwhile, the Government of India without prejudice to the position on the Put/Call option issue has received approval from the Cabinet for disinvestment and the Government is looking to divest through the auction route.
- b. Pursuant to the Government of India's policy of divestment, the Company in March 2001 acquired 51% equity interest in BALCO from the Government of India. Under the terms of the SHA, the Company had a call option to purchase the Government of India's remaining ownership interest in BALCO at any point from March 2, 2004. The Company exercised this option on March 19, 2004. However, the Government of India contested the valuation and validity of the option and contended that the clauses of the SHA violate the erstwhile Companies Act, 1956 by restricting the rights of the Government of India to transfer its shares and that as a result such provisions of the SHA were null and void. In the arbitration filed by the Company, the arbitral tribunal by a majority award rejected the claims of

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the Company on the ground that the clauses relating to the call option, the right of first refusal, the "tag-along" rights and the restriction on the transfer of shares violate the erstwhile Companies Act, 1956 and are not enforceable.

The Company has challenged the validity of the majority award in the High Court of Delhi and sought for setting aside the arbitration award to the extent that it holds these clauses ineffective and inoperative. The Government of India also filed an application before the High Court of Delhi to partially set aside the arbitral award in respect of certain matters involving valuation. The matter is currently scheduled for hearing by the Delhi High Court on July 28, 2016. Meanwhile, the Government of India without prejudice to its position on the Put/Call option issue has received approval from the Cabinet for divestment and the Government is looking to divest through the auction route.

On January 9, 2012, the Company offered to acquire the Government of India's interests in HZL and BALCO for ₹ 15,492.00 Crore and ₹ 1,782.00 Crore respectively. This offer was separate from the contested exercise of the call options, and Company proposed to withdraw the ongoing litigations in relation to the contested exercise of the options should the offer be accepted. To date, the offer has not been accepted by the Government of India and therefore, there is no certainty that the acquisition will proceed.

- c. On February 23, 2012, the Company entered into a tripartite agreement with Larsen & Toubro Limited (L&T) and Raykal Aluminium Company Private Ltd (Raykal). L&T holds certain prospecting licenses for bauxite mines located at Sijmali and Kurumali of Rayagada and Kalahandi districts of Odhisa. By this agreement the entire bauxite excavated from above mines will be available for the use of Raykal and / or to the Company. It is also further agreed that the Company will acquire 100% of equity share capital of Raykal in a phased manner at a pre-agreed consideration in a milestone based acquisition. As on the balance sheet date, the Company has acquired 24.5% of the share capital of Raykal for a consideration of ₹ 200.70 Crore. The recommendation for grant of Mining License by State Government is under active consideration.
- d. During the year ended March 31, 2016, the Company has invested ₹ 6,011.23 Crore in Compulsorily Convertible Debentures (CCDs) of ₹ 100 each at a premium of ₹ 900 each carrying coupon of 2% per annum issued by its wholly owned subsidiary Malco Energy Limited ('Malco'). CCDs shall be compulsorily convertible into equity shares not later than 10 years from the date of issue of such CCDs or at such other dates as may be mutually agreed between the parties at the fair value prevailing at the date of conversion.

14 Long-term loans and advances

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Unsecured, considered good (Unless otherwise stated)		
Capital advances	620.48	622.05
Security deposits	67.94	96.73
Advance income tax and tax deducted at source (net of provision)	1,900.56	2,066.63
Prepaid expenses	3.71	5.37
MAT credit entitlement	234.25	234.25
Claims and other receivables [Refer no. 39(b)]	178.53	-
Balance with central excise and government authorities	415.81	294.19
Total	3,421.28	3,319.22

15 Other non-current assets

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Unamortised expenses on borrowings	63.15	70.39
Total	63.15	70.39

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16 Current investments

(₹ in Crore)

Particulars	As at March 31, 2016			As at March 31, 2015		
	Par Value	No. of Units	Amount	Par Value	No. of Units	Amount
Investments (at lower of cost and fair value) - fully paid up						
Investments in Mutual Funds (unquoted)						
- Axis Liquid Fund - Institutional Plan - Growth	1,000	795,025	133.05	1,000	418,153	64.40
- Baroda Pioneer Liquid Fund- Plan A -Growth	-	-	-	1,000	61,733	9.87
- Deutsche Mutual Fund DWS Insta Cash Plus Fund Super IP	-	-	-	100	226,424	4.10
- Birla Sun Life Cash Plus - Institutional - Daily Dividend Reinvestment	1,000	3,506,043	85.00	-	-	-
- Birla Sun Life Cash Plus - Growth	100	83,834	2.00	100	93,693	2.10
- Birla Sun Life Cash Plus - Reg - Growth	100	525,274	12.74	100	1,561,843	35.00
- Birla Sun Life Cash Plus Institutional Plan Growth	-	-	-	100	490,771	11.00
- HDFC Liquid Fund - Growth	10	217,236	64.74	10	4,353,599	12.00
- HDFC Cash Management Fund-Saving Plan - Growth	-	-	-	10	3,484,143	10.15
- ICICI Prudential Liquid Regular Plan Growth	100	660,531	14.74	100	250,170	5.16
- ICICI Prudential Liquid Super IP Growth	100	5,951,986	133.02	100	1,305,857	27.00
- IDFC Cash Fund - Reg - Growth	-	-	-	1,000	64,787	11.00
- Kotak Floater - Short Term - Growth	-	-	-	1,000	15,349	3.51
- L&T Liquid Fund - Growth	-	-	-	1,000	228,209	43.71
- Reliance Liquidity Fund - Growth	1,000	8,830	2.00	-	-	-
- DSP Blackrock Liquidity Fund - Institutional Plan - Growth	-	-	-	1,000	185,838	37.12
- Reliance Liquid Fund - Treasury Plan - Inst - Growth	1,000	374,603	137.84	1,000	87,640	29.79
- Religare Liquid Fund - Growth	-	-	-	1,000	128,630	25.94
- SBI Premier Liquid Fund - Growth	-	-	-	1,000	18,719	4.10
- Religare Invesco Liquid Fund - Growth	-	-	-	1,000	36,197	6.94
- Tata Liquid Fund - Plan A - Growth	-	-	-	1,000	116,604	30.03
- UTI Liquid Cash Plan Institutional Plan - Growth	1,000	364,105	90.00	1,000	14,657	3.35
- UTI Money Market - IP - Growth	1,000	140,694	23.77	-	-	-
Total			698.90			376.27

17 Inventories

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Raw materials	1,448.13	1,437.67
Goods-in transit	1,327.86	1,329.00
	2,775.99	2,766.67
Work-in-progress	1,452.60	1,766.19
	1,452.60	1,766.19
Finished goods	244.23	206.59
	244.23	206.59
Fuel stock	203.29	258.24
Goods-in transit	79.45	164.43
	282.74	422.67
Stores and spares	260.31	278.19
Goods-in transit	10.27	1.76
	270.58	279.95
Total	5,026.14	5,442.07

For mode of valuation for each class of inventories, refer note no. 2(c)

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Broad category of inventories :

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
(a) Work-in-progress		
Copper	810.31	852.75
Slime	258.23	433.55
Phosphoric acid	2.33	2.17
Hydrate alumina	69.37	88.57
Calcined alumina	121.48	113.88
Anodes	66.09	91.17
Hot metal	41.04	68.95
Cast metal	1.32	4.31
Anode butt	73.18	93.82
Others	9.25	17.02
Total	1,452.60	1,766.19
(b) Finished goods		
Continuous Cast Copper Rod	15.12	2.00
Copper Cathode	11.66	7.32
Sulphuric Acid	1.73	1.65
Phosphoric Acid	8.02	8.61
Iron Ore	184.25	52.13
Pig Iron	20.60	39.77
Ingot	0.31	35.02
Billet	0.48	6.09
Wire Rod	2.06	0.74
Others	-	53.26
Total	244.23	206.59

18 Trade receivables

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	526.87	529.69
Doubtful	567.68	532.61
Less: Provision for doubtful trade receivables	(567.68)	(532.61)
Total	526.87	529.69
Other trade receivables		
Unsecured, considered good	902.25	628.00
Doubtful	-	35.07
Less: Provision for doubtful trade receivables	-	(35.07)
Total	902.25	628.00
Total	1,429.12	1,157.69

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19 Cash and cash equivalents

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Cash and cash equivalents (as per Accounting Standard 3 : Cash flow statements)		
Balances with banks in current accounts	339.78	196.22
Bank deposits with original maturity of less than 3 months	27.01	17.70
Cash on hand	0.06	0.07
	366.85	213.99
Other bank balances		
Bank deposits with original maturity of more than 12 months ^a	41.41	7.48
Bank deposits with original maturity of more than 3 months but less than 12 months ^b	187.00	225.13
Earmarked unpaid dividend accounts	47.30	17.54
Total	642.56	464.14

a Includes ₹ 3.72 Crore (Previous year ₹ 7.46 Crore) on lien with banks and margin money ₹ 37.69 Crore (Previous year ₹ Nil).

b Includes ₹ 187.00 Crore (Previous year ₹ 187.00 Crore) on lien with banks and margin money ₹ Nil (Previous year ₹ 38.13 Crore)

20 Short-term loans and advances

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Unsecured, considered good (unless otherwise stated)		
Loans and advances to related parties [Refer Note no. 49]	613.96	343.58
Prepaid expenses	82.30	53.54
Advances / loans to employees	0.68	0.78
Sundry deposits	47.74	53.03
Balance with central excise and government authorities	352.59	471.73
Fair value derivative hedging receivable	105.04	68.73
Claims and other receivables [Refer note no. 39(b)]	133.33	410.57
Advance to suppliers	282.40	317.55
Dividend receivable	6,583.57	-
Considered doubtful	33.63	28.69
Less: Provision for doubtful loans and advances	(33.63)	(28.69)
Total	8,201.61	1,719.51

21 Other current assets

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Interest accrued on bank deposits	13.32	11.35
Unamortised expenses on borrowings	110.35	87.45
Export incentives receivable	238.14	123.82
Unbilled revenue	126.17	126.17
Total	487.98	348.79

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22 Revenue from operations

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Sale of products (gross)^a	30,510.76	33,246.17
Sale of services		
Job work	797.43	662.76
Service fees	2.77	2.35
Others	58.11	24.48
Export incentives	239.23	247.55
Other operating revenues		
Unclaimed liabilities written back	37.06	18.22
Scrap sales	26.48	41.38
Sale of slag	23.44	11.25
Miscellaneous income	43.63	58.72
Gross Revenue from operations	31,738.91	34,312.88
Less: Excise duty	(1,928.29)	(1,810.47)
Net Revenue from operations	29,810.62	32,502.41

a) Details of products sold

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Iron ore [Traded goods of ₹ 344.55 Crore (Previous year: ₹ 10.62 Crore)]	743.00	229.91
Metallurgical coke	126.22	221.86
Pig iron	1,471.96	1,595.17
Copper concentrate (Traded goods)	111.77	-
Continuous cast copper rod	8,687.91	8,339.99
Copper cathode	6,003.91	7,942.50
Anode slime	2,735.10	2,409.55
Phosphoric acid	185.53	337.35
Sulphuric acid	281.44	248.09
Aluminium wire rods	1,962.20	2,231.77
Aluminium ingots	3,457.34	4,092.95
Aluminium billets	1,415.97	1,779.24
Power sales	2,411.87	2,564.37
Alumina [Traded goods of ₹ 723.62 Crore (Previous year: ₹ 859.60 Crore)]	735.32	859.60
Others [include sale of coal, gypsum, silicic acid etc.] [includes traded goods of ₹ 41.07 Crore (Previous year ₹ 127.59 Crore)]	181.22	393.82
Total	30,510.76	33,246.17

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23 Other income

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Net gain on sale of current investments	42.33	45.47
Interest income		
- Bank deposits	21.27	123.87
- Loans and debentures	60.71	16.23
- Others	107.84	106.74
Dividend income		
- Long term investments - subsidiaries	8,489.57	1,446.21
- Long term investments - others	0.32	0.14
Net gain on foreign currency transactions and translations	0.52	-
Profit on sale of fixed assets (net)	0.88	-
Other non operating income ^a	100.38	270.20
Total	8,823.82	2,008.86

a) Includes Foreclosure income of ₹ Nil (Previous year: ₹ 200.00 Crore) from a subsidiary company consequent to early redemption of investment in preference shares of the subsidiary.

24 Cost of materials consumed

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Material consumed:		
Copper concentrate	13,650.24	15,200.00
Rock Phosphate	127.91	191.21
Iron ore	210.48	401.59
Alumina	1,176.96	828.83
CP Coke	416.28	431.77
Coal Tar Pitch	137.32	211.69
Aluminium Fluoride	80.47	77.58
Caustic	310.68	278.55
Bauxite	739.34	883.83
Others	314.32	344.64
Total	17,164.00	18,849.69

25 Purchases of stock-in-trade

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Coal	30.13	126.85
Iron ore	171.61	10.62
Alumina	721.07	860.25
Copper concentrate	111.52	-
Others	10.91	0.74
Total	1,045.24	998.46

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26 Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Opening Stock:		
Finished Goods	172.85	489.81
Work-in-progress	1,655.52	1,897.61
	1,828.37	2,387.42
Less: transferred to Loans and advances pursuant to Supreme Court Order dated April 21, 2014 [Refer Note no. 39 (a)]	-	(295.25)
	1,828.37	2,092.17
Closing Stock		
Finished Goods ^a	244.23	172.85
Work-in-progress ^b	1,452.60	1,655.52
	1,696.83	1,828.37
Net decrease/ (increase)	131.54	263.80

a Excludes stock of ₹ Nil (Previous year ₹ 33.74 Crore) relating to trial production of intermediate products for Aluminium Plant, which is being capitalised.

b Excludes inventories of ₹ Nil (Previous year ₹ 110.67 Crore) of work-in-progress relating to trial production of intermediate products, which is being capitalised.

27 Employee benefits expense^a

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Salaries and Wages (Refer note no. 46) ^{b, c}	532.82	574.82
Contributions to provident and other funds	26.28	34.00
Staff welfare expenses	44.43	41.31
Total	603.53	650.13

a. Net of recoveries

b. In view of the inadequacy of profits for FY 2013-14, the remuneration paid to the Executive Chairman of the Company was in excess of the limits specified in Section 198 read together with Schedule XIII of the erstwhile Companies Act, 1956. Basis legal advice, the Company had approached the Ministry of Corporate Affairs (MCA), for waiver of excess remuneration on the grounds that the excess has arisen purely on account of the Scheme of Arrangement and Amalgamation. MCA has advised the Company to seek approval of the Shareholders by way of Special Resolution as the earlier resolution was by way of Ordinary Resolution. The Company will be seeking the Shareholders approval at the ensuing Annual General Meeting (AGM) and then approach the MCA for approval.

c. The Company offers equity-based award plans to its employees, officers and directors through its parent, Vedanta Resources Plc (the "Parent"), [The Vedanta Resources Long-Term Incentive Plan ("LTIP"), Employee Share Ownership Plan ("ESOP"), Performance Share Plan ("PSP") and Deferred Share Bonus Plan ("DSBP")]

During the year, the PSP is the primary arrangement under which share-based incentives are provided to the defined management group, previously these awards were granted on a similar basis under the LTIP. The maximum value of shares that can be awarded to members of the defined management group is calculated by reference to the individual fixed salary and share-based remuneration consistent with local market practice. The performance condition attaching to outstanding awards under the PSP and LTIP is that of Parent's performance, measured in terms of Total Shareholder Return ("TSR") compared over a three year period with the performance of the competitor companies as defined in the scheme from the date of grant. Initial awards under the LTIP were granted in February 2004 and subsequently further awards were granted in the respective years until 2012-13. Additionally, PSP vesting conditions includes continued employment with the Group till the date of vesting. Initial awards under the PSP were granted in November 2014 and subsequently in December 2015. The awards are indexed to and settled by Parent shares. The awards have a fixed exercise price denominated in Parent's functional currency of 10 US cents per share, the performance period of each award is three years and are exercisable within a period of six months from the date of vesting beyond which the option lapse.

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The Parent has also granted awards under the ESOP scheme that shall vest based on the achievement of business performance in the performance period. The vesting schedule is staggered over a period of three years. Under these schemes the Parent is obligated to issue the shares.

Further, in accordance with the terms of the agreement between the Parent and the Company, the fair value of the awards as on the grant date is recovered by the Parent from the Company and its subsidiaries.

In 2015, Vedanta introduced the DSBP, with initial awards being made in May 2015 and August 2015.

Under the plan, a portion of the annual bonus is deferred into shares and the awards granted under this scheme are not subject to any performance conditions. The vesting schedule is staggered over a period of two or three years. In case of DSBP, the shares are purchased from open market and allotted to employees, officers and directors.

Amount recovered by the Parent and recognized by the Company in the Statement of Profit and Loss (net of capitalisation) for the year ended March 31, 2016 is ₹ 33.04 Crore (Previous year ₹ 60.43 Crore). The Company considers these amounts as not material and accordingly has not provided further disclosures.

28 Finance costs

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Interest expense	2,866.96	2,939.75
Other borrowing costs (including forward premium)	541.75	563.70
Net loss on foreign currency transactions and translation	132.65	152.48
Total	3,541.36	3,655.93

29 Other expenses

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Consumption of stores and spare parts	542.01	605.65
Water Charges	101.62	101.25
Repairs to machinery	269.19	313.50
Repairs to building	31.89	34.39
Repairs others	27.17	22.00
Mine expenses	189.41	123.50
Warfage, tonnage, handling and shipping expenses	60.88	-
Excise duty ^a	(0.98)	(6.18)
Royalty	115.01	0.95
Rates and taxes	11.20	13.41
Rent	9.95	7.94
Insurance	47.52	52.13
Conveyance and travelling expenses	23.57	25.77
Loss on sale of fixed asset (net)	-	1.22
Directors sitting fees and commission	2.40	2.19
Payment to auditors ^b	7.90	7.73
Provision for doubtful trade Receivables / advances	5.01	320.40
Carriage outward	262.63	232.59
Commission on sales	5.39	3.45
Cess on power sale	23.15	24.73
Power scheduling/unscheduling charges	78.61	0.11
Net loss on foreign currency transactions and translations	-	0.81
Export duty	24.98	13.16
General expenses [Refer note no. 46]	760.56	777.84
Total	2,599.07	2,678.64

a Represents the aggregate of excise duty borne by the Company and difference between excise duty on opening and closing stock of finished goods.

b Payment to auditors comprise of :

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Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
(i) To statutory auditors		
For statutory audit and other audit services	6.66	6.29
For taxation matters	-	0.30
Certification services	0.53	0.17
Reimbursement of expenses	0.55	0.84
(ii) To cost auditors for cost audit	0.16	0.13
Total	7.90	7.73

30. Exceptional items

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Voluntary retirement expenses	23.78	-
Provision for impairment of Capital work-in-progress ^a	115.44	-
Provision for diminution in value of investments ^{b,c}	2,351.19	2.43
Total	2,490.41	2.43

- a) Provision for impairment of Capital work-in-progress includes non-cash provision during the year ended March 31, 2016 of ₹ 115.44 Crore against idle plant and equipments and building at Bellary, Karnataka.
- b) Provision for diminution in value of investments includes non-cash provision during the year ended March 31, 2016 of ₹ 1,224.85 Crore and ₹ 1,126.34 Crore for decline, other than temporary, in the carrying amount of investments in Cairn India Limited and Bloom Fountain Limited, respectively.
Provision for investment in Cairn India Limited was triggered by the significant fall in the crude oil prices, prevailing discount of Rajasthan crude and adverse long term impact of revised cess. Provision for investment in Bloom Fountain Limited was as a result of underlying assets of Western Cluster Limited, due to low iron ore prices and geo-political factors resulting in continued uncertainty in the project.
- c) Provision recognised during the year ended March 31, 2015 in respect of investment in coal block allotted to the Company due to cancellation of coal blocks by the Supreme Court of India.

31 Earnings per equity share

Particulars	(₹ in Crore except as stated)	
	Year ended March 31, 2016	Year ended March 31, 2015
Profit after tax attributable to equity share holders for Basic EPS	5,471.88	1,927.20
Profit after tax attributable to equity share holders for Diluted EPS*	5,471.88	1,927.20
Weighted Average no. of equity shares outstanding during the year		
for Basic EPS (Nos)	2,965,004,871	2,965,004,871
for Diluted EPS (Nos)*	2,965,004,871	2,965,004,871
Basic EPS (in ₹)	18.45	6.50
Diluted EPS (in ₹)*	18.45	6.50
Nominal Value per Share (in ₹)	1.00	1.00

* During the previous year the effect of potential equity shares on account of FCCBs was anti-dilutive and hence the same was not considered in calculating the diluted EPS.

32 During the year ended March 31, 2016, pursuant to verdict of Hon'ble Supreme Court of India in May, 2015 in the case of a subsidiary of the Company, upholding the applicability of Renewable Power Obligations to thermal captive power plants, the Company has recognised a provision under "Power and fuel charges" of ₹ 108.64 Crore for the period till March 31, 2015 relating to its operations which are subject to similar State regulations.

33 Amalgamation schemes

- a) The Board of Directors of the Company at their meeting held on June 14, 2015 had approved the Scheme of Arrangement with effect from April 1, 2015 or such date as may be approved by the High Court (the "Scheme") between the Company and Cairn India Limited and their respective shareholders and creditors, subject to regulatory and other approvals. On September 10, 2015, BSE Limited and the National Stock Exchange of

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India Limited has issued the 'No adverse observation' letter to the Scheme. The Company will approach the High Court for fixing the date of shareholders and creditors meeting in due course.

- b) The Board of Directors in its meeting held on April 29, 2014, had approved the merger of Goa Energy Limited and Sterlite Infra Limited with the Company with effect from the appointed date of April 1, 2014. The Schemes of Amalgamation amongst Goa Energy Limited (GEL), Sterlite Infra Limited (SIL) (fully

owned subsidiary companies) and Vedanta Limited were sanctioned by the High Court of Judicature of Bombay at Goa vide its order dated March 12, 2015 and High Court of Madras vide its order dated March 25, 2015 respectively. The Schemes became effective from March 24, 2015 for Vedanta and GEL and from April 8, 2015 for Vedanta and SIL, being the date of filing the respective orders with the Registrar of Companies. The above Schemes were given effect to in the financial statements for the year ended March 31, 2015.

34 Employee benefits

The obligation for short term compensated absences is recognised on an undiscounted basis for the portion of accumulated leave which an employee can encash.

Defined contribution plan:

Particulars	₹ in Crore)	
	2015-16	2014-15
Employer's contribution to provident fund and family pension fund	15.54	18.11
Employer's contribution to superannuation fund	5.69	6.88

The provident fund of the Iron Ore division is exempted under section 17 of Employees Provident Fund Act, 1952. Conditions for grant of exemption stipulates that the employer shall make good deficiency, if any, between the return guaranteed by the statute and actual earning of the Fund. Based on the Guidance Note from The Institute of Actuaries- Valuation of Interest Guarantees on Exempt Provident Funds under AS 15 (Revised 2005)- for actuarially ascertaining such interest liability, there is no interest shortfall that is required to be met by the Company as of March 31, 2016. Having regard to the assets of the Fund and the return on the investments, the Company does not expect any deficiency in the foreseeable future.

Defined benefit plan:

The disclosures regarding the Company's gratuity plan (funded) is as follows:

The employees' gratuity fund scheme (a defined benefit plan) is managed by Life Insurance Corporation of India (LIC) and ICICI Prudential Life Insurance Company Limited. The present value of obligation is determined based on actuarial valuation using projected unit credit method, which recognize each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Actuarial assumptions

Particulars	₹ in Crore)	
	2015-16	2014-15
Salary growth	5.50% - 7%	5.25% - 7%
Discount rate	8.0%	7.80%
Expected return on plan assets	8.0% - 8.80%	8.3% - 9.25%
Mortality table	IALM (2006 - 08)	IALM (2006 - 08)

Particulars	₹ in Crore)	
	2015-16	2014-15
Expenses recognised in the income statement		
Current service cost	6.06	6.14
Interest cost	6.51	7.00
Expected return on plan assets	(5.74)	(5.89)
Net actuarial (gains)/losses recognised in the year	(1.78)	4.98
Total (Gross of Recoveries)	5.05	12.23

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Particulars	(₹ in Crore)	
	2015-16	2014-15
Movement in present value of defined benefit obligation		
Obligation at the beginning of the year	83.57	77.68
Add: Pursuant to Scheme of Amalgamation [Refer note no. 33(b)]	-	0.11
Current service cost	6.06	6.14
Interest cost/(gain)	6.51	7.00
Actuarial loss/(gain) on obligation	(1.33)	4.21
Benefits paid	(21.74)	(11.57)
Obligation at the end of the year	73.07	83.57

Particulars	(₹ in Crore)	
	2015-16	2014-15
Movement in present value of plan assets		
Fair value at the beginning of the year	70.84	66.02
Expected returns on plan assets	5.74	5.89
Contribution	6.03	11.27
Actuarial gains and (losses)	0.45	(0.77)
Benefits paid	(21.74)	(11.57)
Fair value at the end of the year	61.32	70.84

Amount recognised in the balance sheet

Particulars	2015-16	2014-15	2013-14	2012-13	2011-12
Present value of obligations at the end of the year	73.07	83.57	77.68	42.73	41.06
Less: Fair value of plan assets at the end of the year	(61.32)	(70.84)	(66.02)	(36.30)	(33.34)
Net liability recognised in the balance sheet	11.75	12.73	11.66	6.43	7.72
Experience adjustment on actuarial Gain/(Loss)					
Plan liabilities	0.47	26.84	12.64	1.05	0.79
Plan assets	(0.11)	14.86	19.25	0.22	1.03

Notes:

In the absence of detailed information regarding Plan assets which is funded with Life Insurance Corporation of India and ICICI Prudential Life Insurance Company Limited, the composition of each major category of plan assets, the percentage or amount for each category to the fair value of plan assets has not been disclosed.

The contribution expected to be made by the Company during FY 2016-17 is ₹ 11.97 Crore.

The estimate of future salary growth considered in the actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above is certified by the actuary.

35 The Scheme of Amalgamation and Arrangement amongst Sterlite Energy Limited ('SEL'), Sterlite Industries (India) Limited ('Sterlite'), Vedanta Aluminium Limited ('VAL'), Ekaterina Limited ('Ekaterina'), Madras Aluminium Company Limited ('Malco') and the Company (the "Scheme") had been sanctioned by the Honorable High Court of Madras and the Honorable High Court of Judicature of Bombay at Goa. The Scheme had been given effect to in the year ended March 31, 2014.

Subsequent to, the effectiveness of the Scheme, the Commissioner of income tax, Goa and the Ministry of Corporate Affairs have challenged the order of the High Court of Judicature of Bombay at Goa by way of a Special Leave Petition before the Supreme Court. Further, a creditor and a shareholder have challenged the order of the High Court of Madras. The said petitions are pending for hearing and admission.

36 a) Lanjigarh project

The Company has signed a Memorandum of Understanding (MoU) with the Government of Odisha for the supply of bauxite for the alumina plant at Lanjigarh. The Company has also entered into a separate MOU and Joint Venture (JV) Agreement with Orissa Mining Corporation (OMC) for supply of bauxite. During the year, OMC has, by a separate action, terminated the JV Agreement for which the Company is pursuing the appropriate course of action.

The Company is presently sourcing bauxite from alternate sources including imports. The Company is also looking at bauxite mines which may come up for auction and at other alternatives.

b) Expansion of Alumina Refinery

During the year, the Company has received the necessary approvals for expansion of the Lanjigarh

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refinery to 4 million tonnes per annum (MTPA). Approval for expansion from 4 MTPA to 6 MTPA is dependent upon certain conditions. Accordingly, second stream operation has commenced in Alumina refinery from April 2016 thus, taking it to the debottlenecked capacity of 1.7 - 2.0 MTPA (contingent on bauxite quality). Further ramp up to 4 MTPA will be considered after tying up the local bauxite sources.

37 The Company had entered into an EPC contract with SEPCO Electric Power Construction Corporation (SEPCO) for setting up 1,980 MW Independent Power Plant at Talwandi, Punjab. The said contract has been novated in the name of Talwandi Sabo Power Limited (TSPL) by virtue of a novation agreement dated November 17, 2009 between the Company, TSPL and SEPCO and all rights and obligations of the Company have been assigned to TSPL by virtue of the novation

agreement. The Company has guaranteed to SEPCO to discharge TSPL's obligation, including right of recourse to the Company under the guarantee, in case of failure of TSPL to perform its obligations under the EPC contract.

38 The Company has subscribed to the memorandum of association of M/s Rampia Coal Mines and Energy Private Limited, a joint venture company incorporated in India under the Companies Act for the purpose of development of coal block. The Company had invested in 2.43 Crore equity shares of ₹ 1 each amounting to ₹ 2.43 Crore representing 17.39% of the total equity shares. During the previous year provision of ₹ 2.43 Crore was recognised in respect of such investment due to cancellation of coal blocks by the Supreme Court of India.

Following is the information pertaining to the Company's interest in the above jointly controlled entity as extracted from the financial information of the jointly controlled entity.

Particulars	(₹ in Crore)	
	2015-16	2014-15
Assets	2.57	2.45
Liabilities	0.32	0.20
Equity contribution	2.43	2.43
Deficit in Statement of Profit and Loss	0.18	0.18

39 Goa mining:

a) The Honourable Supreme Court (Supreme Court) vide its judgment dated April 21, 2014 had lifted the ban on mining in the State of Goa, subject to certain conditions. It has also directed that out of the sale proceeds of the e-auction of excavated ore, leaseholders to be paid average cost of excavation of iron ore as determined by the State Government, and the balance amounts are to be allocated amongst various affected stakeholders and unallocated amounts to be appropriated by the State Government. In pursuance of the said judgement, the State Government of Goa has on October 1, 2014 announced the Goa Grant of Mining Leases Policy, 2014 and has renewed the mining leases. The Government of Goa has vide its order dated January 15, 2015 revoked its earlier order on temporary suspension of mining operations in the State of Goa. The Company has obtained consent to operate from Goa State Pollution Control Board and mining plan approvals from Indian Bureau of Mines for all its leases. Accordingly, the Company has commenced mining operations in Goa.

In view of the Supreme Court judgment designating the State Government as owners of the ore and mine lessees entitled to reimbursement of the average cost of excavation and based on rules framed for auction of such ore, during the previous year inventories of carrying value of ₹ 295.25 Crore had been reclassified from 'Inventories' to "Claims and other receivables" under the head "Short term loans and advances" as at March 31, 2015.

b) Pursuant to the judgment of the Supreme Court dated April 21, 2014, in determining the average cost of excavation as referred above, the Directorate of Mines and Geology (DMG) of the State of Goa has on September 2, 2015, notified ₹ 250 per ton (aggregating ₹ 44.53 Crore recorded as "Claims and other receivables" under "Short term loans and advances" in note 20) as the average cost of excavation payable to the respective lease holders, sister concerns or traders. Based on a legal opinion, the management of the Company is exploring future course of action and considering the merits of the case, no provision is considered necessary against the balance amount of ₹ 178.53 Crore recorded as "Claims and other receivables" under "Long term loans and advances" in note 14.

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40 Disclosures under Section 22 of the Micro, Small and Medium Enterprises Development Act 2006

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	22.92	21.05
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

Dues to micro and small enterprises have been determined to the extent such parties have been identified on the basis of intimation received from the "suppliers" regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006.

41 Imported and indigenous materials consumed

Particulars	Year ended March 31, 2016		Year ended March 31, 2015	
	(₹ in Crore)	%	(₹ in Crore)	%
Raw materials:				
Imported	15,781.55	91.95	17,283.08	91.69
Indigenous	1,382.45	8.05	1,566.61	8.31
	17,164.00	100.00	18,849.69	100.00
Stores and spare parts:				
Imported	74.10	13.67	87.92	14.52
Indigenous	467.91	86.33	517.73	85.48
	542.01	100.00	605.65	100.00

42 CIF value of imports

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Raw materials (including in transit)	14,889.13	17,660.23
Components and spare parts (including in transit)	142.01	93.98
Fuel (including in transit)	875.52	1,312.33
Capital goods	15.00	11.30
Total	15,921.66	19,077.84

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43 Expenditure in foreign currency

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Finance cost	149.64	273.54
Professional and consultation fees	11.44	16.42
Services related to fixed assets	16.99	21.10
Foreign travel, subscription, etc.	1.31	3.04
Technical service charges	2.65	2.51
Long-term incentive scheme	35.79	67.24
Incidental damages to ASARCO	-	8.45
Demurrage	-	0.15
Ocean freight	64.68	25.32
Repair and Maintenance	32.92	25.34
Others	42.77	15.41
Total	358.19	458.52

44 Earnings in foreign currency

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Export of goods calculated on FOB basis	11,186.87	14,423.80
Service fees	2.77	2.35
Others (ADS reimbursement from CITI etc.)	22.19	3.03
Total	11,211.83	14,429.18

45 Particulars of dividend paid to non-resident shareholders in foreign currency

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
Number of Shareholders	4	4
a) Number of Shares held	1,764,165,424	-
2015-16 (Interim)- (₹ in Crore) [@]	617.46	-
b) Number of Shares held	1,764,165,424	-
2014-15 (Final)- (₹ in Crore) [#]	414.58	-
c) Number of Shares held	-	1,764,165,424
2014-15 (Interim)- (₹ in Crore)	-	308.73
d) Number of Shares held	-	1,691,621,175
2013-14 (Final)- (₹ in Crore)	-	296.03

[@] Includes ₹ 15.52 Crore which has not been remitted due to pending legal issue.[#] Includes ₹ 10.42 Crore which has not been remitted due to pending legal issue.

46 The Company has incurred an amount of ₹ 17.54 Crore (Previous year ₹ 25.50 Crore) towards Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 and is grouped in the financial statements as mentioned below:

Particulars	(₹ in Crore)	
	Year ended March 31, 2016	Year ended March 31, 2015
a) Gross amount required to be spent by the Company during the year	Nil	Nil
b) Amount spent during the year on		
i) Capital work-in-progress (Refer note no. 12)	0.03	0.31
ii) General expenses (Refer note no. 29)	16.69	23.98
iii) Salaries and wages (Refer note no. 27)	0.82	1.21
Total	17.54	25.50

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47 A) Contingent liabilities

(₹ in Crore)

	As at March 31, 2016	As at March 31, 2015
(a) Disputed liabilities in appeal :		
(i) Income tax demands principally in respect of depreciation consequent to block assessment, disallowance of short term capital loss, disallowance of commission on sales paid to non resident, Section 14A, demurrage, Section 10B deduction and additional depreciation on plant and machinery.	806.55	1,209.63
(ii) Sales tax demands relating to tax on Freight and Entry Tax on imported goods	817.99	687.20
(iii) Excise duty relating to disputes in respect of dutiability and availing of cenvat credit on certain capital goods and other inputs.	73.22	160.42
(iv) Service tax demands for certain services rendered	38.42	39.83
(v) Custom duty relating to differential export duty on export shipments	36.79	36.79
(vi) FERA/FEMA matters relating to disputes in respect of certain investments into the Company	25.20	59.90
(vii) Forest development tax levied by Government of Karnataka	297.80	297.80
(viii) Cess on transportation of Ore, coal and coke levied by Government of Goa under the Goa Rural and Development and Welfare Cess Act, 2000 (Goa Act 29 of 2000)	98.44	109.38
(ix) Royalty demand in Karnataka	12.11	12.11
(x) Other matters principally related to Building Cess under Building and Construction Workers (RECS) Act, 1996 and corresponding Welfare Cess Act, 1996	11.07	11.07
(b) Claims against the Company not acknowledged as debts principally related to commercial and employment contracts, stacking charges, dead rent on deemed mining leases and royalty.	336.00	400.93

(c) Estimated cost of variation in copper and precious metals quantity due to adjustments done based on metal contents as per laboratory assessments pending receipt of final invoice amounts to ₹ 22.97 Crore (Previous year ₹ 46.13 Crore).

(d) Shenzhen Shandong Nuclear Power Construction Co. Limited ('SSNP') subsequent to terminating the EPC contract invoked arbitration as per the contract alleging non-payment of their dues towards construction of a 210 MW co-generation power plant for refinery expansion project, and filed a claim of ₹ 1,668.56 Crore. Based on the assessment, the Company had booked the liability for ₹ 195.73 Crore in earlier years and continues to defend the balance claims. The Company has also filed a counter claim of ₹ 2,458.00 Crore delays caused for which SSNP is responsible. SSNP has also filed a petition under Section 9 of the Arbitration and Conciliation Act, 1996 before the Bombay High Court praying for interim relief seeking restrain order on encashment of Advance Bank Guarantee (ABG), injunction from disposing or creating third party right over Plant & Machinery (P&M) at the project site and security for the amount due under the contract. The Bombay High Court initially

dismissed their petition, but on a further appeal by SSNP, the Division Bench of the Bombay High Court directed the Company to deposit a bank guarantee for an amount of ₹ 187.00 Crore as a security, being a prima facie representation of the claim, until arbitration proceedings are completed. The Company has deposited a bank guarantee of equivalent amount to the satisfaction of the Prothonotary, Bombay High Court. Moreover, the SSNP's Application under Section 31(6) of Arbitration Act for Interim Award of ₹ 202.00 Crore was also disallowed by the majority bench of the tribunal as pre-mature and unjustified. The matter has now gone into trial and is still in the very early stages of evidence. Management is of the opinion that this claim is not valid under the terms of the contract with SSNP and it is unlikely that SSNP can legally sustain the claim and accordingly, no provision is considered necessary.

(e) Future cash flows in respect of the above, if any, is determinable only on receipt of judgement/decisions pending with relevant authorities. The Company does not expect the outcome of matters stated above to have a material adverse effect on the Company's financial condition, result of operations or cash flows.

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forming part of the financial statements as at and for the year ended March 31, 2016

B) Capital and other commitments

	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
(a) Capital commitments		
Estimated amount of contracts remaining to be executed on Capital account and not provided for (net of advances).	3,340.67	3,238.80
(b) Uncalled liability on shares and other investment commitments	1,614.30	1,627.37
(c) Other commitments		
(i) The Company has given corporate guarantees to banks/ financial Institutions on behalf of subsidiaries/ associates [Refer Note 49 (xi)(h)]	10,648.61	7,717.98
(ii) Export obligations against the import licenses taken for import of capital goods under the Export Promotion Capital Goods Scheme and advance license scheme for import of raw material	8,430.51	10,337.03
(iii) Customs duty bonds	122.66	175.95

(d) Power Division of the Company has signed a long term power purchase agreement (PPA) with Gridco Limited for supply of 25% of power generated from the power station with additional right to purchase power (5%/7 %) at variable cost as per the conditions referred to in PPA . The PPA has a tenure of twenty five years.

- C)** In an appeal filed by the Company against the closure order of the Tuticorin Copper smelter by Tamil Nadu Pollution Control Board ("TNPCB"), the appellate authority the National Green Tribunal, Delhi ("NGT") passed an interim order on May 31, 2013 allowing the copper smelter to recommence operations and appointed an Expert Committee to submit a report on the plant operations. Post the interim order, the plant recommenced operations on June 23, 2013. The Expert Committee submitted a report on the operations of the plant stating that the plant's emission were within prescribed standards and based on this report, NGT ruled on July 15, 2013 that the Copper smelter could continue its operations. NGT vide its final Judgment dated August 8, 2013 made its interim order dated May 31, 2013 absolute and directed that the recommendations made by the Expert Committee be implemented in a time bound manner. The Company has implemented all of the recommendations and copper smelter has been operating normally. TNPCB has filed appeals against the interim and final orders of the NGT before the Supreme Court of India which are yet to be listed for hearing.
- D)** The Central Excise Department had, in June 2010, alleged violation of Advance license conditions for the period 2005-2009 on the Company. Show cause notice in this regard has been served on the Company. The Company has filed a writ petition to quash the Show Cause Notice on recoveries / further proceedings from the Honourable Madras High Court, Madurai Bench in this matter. The matter was heard on March 02, 2016 by Honourable Madras High Court, Madurai Bench and the order is yet to be received. The Company has also been legally advised that the alleged charges are not legally sustainable and there is no financial liability on the Company.
- E)** Except as described above, there are no pending litigations which the Company believes could reasonably be expected to have a material adverse effect on the results of operations, cash flow or the financial position of the Company.

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forming part of the financial statements as at and for the year ended March 31, 2016

II) Information about secondary segment

		(₹ in Crore)	
Geographical Segment		Current Year	Previous Year
Revenue by geographical segment			
India		18,091.42	18,070.99
Outside India		11,588.59	14,301.85
Total		29,680.01	32,372.84
Carrying Amount of Segment Assets			
India		53,020.05	48,618.07
Outside India		-	-
Total		53,020.05	48,618.07
Segment Capital Expenditure			
India		634.41	572.91
Outside India		-	-
Total		634.41	572.91

Reconciliation between segment revenue and enterprise revenue

		(₹ in Crore)	
Particulars		Current Year	Previous Year
Segment Revenue (net of excise duty)			
- Iron Ore		845.84	266.95
- Copper		17,644.18	19,018.13
- Aluminium		7,594.23	9,094.71
- Power		2,208.37	2,383.71
- Others		2,013.51	2,295.71
- Inter Segment Revenue		(626.12)	(686.37)
Total Segment Revenue		29,680.01	32,372.84
Enterprise Revenue			
Revenue from operations (net)		29,810.62	32,502.41
Less: Other operating revenues		(130.61)	(129.57)
Total Segment Revenue		29,680.01	32,372.84

49 Related Party disclosures**List of related parties and relationships****A) Entities controlling the Company (Holding Companies)**

Volcan Investments Limited
(Ultimate Holding Company)

Intermediate Holding Company

Finsider International Company Limited
Richter Holdings Limited
Twin Star Holdings Limited
Vedanta Resources Cyprus Limited
Vedanta Resources Finance Limited
Vedanta Resources Holdings Limited
Vedanta Resources Plc
Welter Trading Limited
Westglobe Limited

Chairman Emeritus

Mr. Anil Agarwal

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forming part of the financial statements as at and for the year ended March 31, 2016

B) Fellow Subsidiaries (with whom transactions have taken place)

Konkola Copper Mines Plc
Sterlite Grid Limited
Sterlite Iron and Steel Company Limited
Sterlite Technologies Limited

C) Associates

Gaurav Overseas Private Limited
Raykal Aluminium Company Private Limited
RoshSkor Township (Proprietary) Limited

D) Subsidiaries

Amica Guesthouse (Proprietary) Limited
Bharat Aluminium Company Limited
Black Mountain Mining (Proprietary) Limited
Bloom Fountain Limited
Cairn Energy Australia Pty Limited
Cairn Energy Discovery Limited
Cairn Energy Gujarat Block 1 Limited
Cairn Energy Holdings Limited
Cairn Energy Hydrocarbons Limited
Cairn Energy India Pty Limited
Cairn Exploration (No. 2) Limited
Cairn Exploration (No. 7) Limited@@
Cairn Exploration (No. 6) Limited@
Cairn India Holdings Limited
Cairn India Limited
Cairn Lanka (Private) Limited
Cairn South Africa Proprietary Limited
CIG Mauritius Holdings Private Limited
CIG Mauritius Private Limited
Copper Mines of Tasmania Pty Limited
Fujairah Gold FZC
Hindustan Zinc Limited
Killoran Lisheen Finance Limited
Killoran Lisheen Mining Limited
Lakomasko B.V.
Lisheen Milling Limited
Malco Energy Limited
Maritime Ventures Private Limited

THL Zinc Limited
THL Zinc Namibia Holdings (Proprietary) Limited
THL Zinc Ventures Limited
Twin Star Energy Holdings Limited
Twin Star Mauritius Holdings Limited
Vedanta Exploration Ireland Limited
Vedanta Lisheen Holdings Limited
Vedanta Lisheen Mining Limited
Vizag General Cargo Berth Private Limited
Western Cluster Limited
Monte Cello B.V. (MCBV)
Namzinc (Proprietary) Limited
Paradip Multi Cargo Berth Private Limited
Pecvest 17 Proprietary Limited
Rosh Pinah Health Care (Proprietary) Limited
Sesa Mining Corporation Limited
Sesa Resources Limited
Skorpion Mining Company (Proprietary) Limited
Skorpion Zinc (Proprietary) Limited
Sterlite (USA) Inc.
Sterlite Infraventures Limited
Sterlite Ports Limited
Talwandi Sabo Power Limited
Thalanga Copper Mines Pty Limited
THL Zinc Holding B.V.

E) Key Management Personnel

Mr. Navin Agarwal
Mr. Tarun Jain
Mr. Thomas Albanese
Mr. D.D. Jalan

F) Relatives of Key Management Personnel

Mr. Naivaidya Agarwal (Son of Mr. Navin Agarwal)
Mr. Dwarka Prasad Agarwal (Father of Mr. Navin Agarwal)

G) Others

Anil Agarwal Foundation Trust
Vedanta Foundation
Sesa Community Development Foundation
Rampia Coal Mines & Energy Private Limited (Jointly controlled entity)

@ Dissolved during the year

@@ Dissolved subsequent to the year end

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forming part of the financial statements as at and for the year ended March 31, 2016

Disclosure in respect of transactions/balances with related parties		(₹ in Crore)	
		Current Year	Previous Year
Income :			
(i) Revenue from operations			
Fujairah Gold FZC		2,219.45	2,372.43
Sterlite Technologies Limited		776.10	686.62
Bharat Aluminium Company Limited		850.12	978.10
Malco Energy Limited		2.30	110.03
Talwandi Sabo Power Limited		0.50	-
Hindustan Zinc Limited		51.09	80.86
Vizag General Cargo Berth Private Limited		0.08	0.27
		3,899.64	4,228.31
(ii) Rendering of service			
a) Interest and guarantee commission			
Malco Energy Limited		33.24	-
Talwandi Sabo Power Limited		-	14.39
Sterlite Iron and Steel Company Limited		0.53	0.74
Bharat Aluminium Company Limited		2.44	-
Sterlite Ports Limited		0.03	0.01
Sterlite Infraventures Limited		0.08	0.05
Vizag General Cargo Berth Private Limited		17.78	1.44
Paradip Multi Cargo Berth Private Limited		0.01	-
Sterlite Technologies Limited		1.44	3.41
Sesa Resources Limited		11.98	0.89
Fujairah Gold FZC		0.92	0.59
		68.45	21.52
b) Dividend income			
Hindustan Zinc Limited		8,311.76	1,042.40
Sterlite Technologies Limited		0.29	0.14
Cairn India Limited		177.81	403.81
		8,489.86	1,446.35
c) Outsourcing service fees			
Vedanta Resources Plc		2.77	2.35
		2.77	2.35
d) Other non-operating income			
Malco Energy Limited		-	200.00
		-	200.00
Expenditure :			
(iii) Purchases :			
a) Purchase of goods			
Copper Mines of Tasmania Pty Limited		-	4.56
Konkola Copper Mines Plc		5.49	117.72
Sesa Resources Limited		14.02	8.66
Bharat Aluminium Company Limited		256.06	350.91
Maritime Ventures Private Limited		12.30	10.23
Sterlite Technologies Limited		6.57	6.90
Sesa Mining Corporation Limited		18.88	3.79
Vizag General Cargo Berth Private Limited		0.05	-
Fujairah Gold FZC		-	0.49
		313.37	503.26
b) Power Charges			
Malco Energy Limited		31.86	42.77
		31.86	42.77

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forming part of the financial statements as at and for the year ended March 31, 2016

	(₹ in Crore)	
Disclosure in respect of transactions/balances with related parties	Current Year	Previous Year
(iv) Receiving of services		
a) Long-term Incentive Plan expenses/(recovery)		
Vedanta Resources Plc	79.35	140.68
Hindustan Zinc Limited	(26.78)	(45.35)
Bharat Aluminium Company Limited	(12.68)	(22.92)
Talwandi Sabo Power Limited	(2.56)	(2.67)
Malco Energy Limited	(0.95)	(1.10)
Cairn India Limited	(0.31)	(0.56)
Vizag General Cargo Berth Private Limited	(0.28)	(0.84)
	35.79	67.24
b) Remuneration:		
Mr. Navin Agarwal	15.19	17.52
Mr. Thomas Albanese	11.06	6.41
Mr. D. D. Jalan	5.93	5.20
Mr. Tarun Jain	10.88	11.41
Mr. Naivaidya Agarwal	-	0.07
	43.06	40.61
c) Allocation of Corporate Expenses :		
Hindustan Zinc Limited	(71.22)	(62.12)
Bharat Aluminium Company Limited	(40.02)	(38.12)
Malco Energy Limited	(1.10)	(0.94)
	(112.34)	(101.18)
d) Management Consultancy Services including representative office fees :		
Vedanta Resources Plc	33.00	30.61
Hindustan Zinc Limited	(11.47)	(8.68)
Malco Energy Limited	(0.19)	(5.40)
Bharat Aluminium Company Limited	(5.99)	(0.16)
	15.35	16.37
e) (Recovery of) / Reimbursement to /for other expenses		
Bharat Aluminium Company Limited	(195.26)	(170.09)
Hindustan Zinc Limited	(42.99)	(15.12)
Malco Energy Limited	(1.47)	(2.59)
Vedanta Resources Plc	(0.95)	(2.65)
Konkola Copper Mines Plc	(2.98)	(3.69)
Sesa Resources Limited	(1.79)	2.24
Sesa Mining Corporation Limited	(0.56)	0.56
Western Cluster Limited	0.01	(0.06)
Sterlite Technologies Limited	(2.16)	-
Copper Mines of Tasmania Pty Limited	(0.36)	(0.21)
Fujairah Gold FZC	(0.39)	(0.51)
Black Mountain Mining (Pty) Limited	(1.96)	(1.11)
Cairn India Limited	6.93	(3.56)
Talwandi Sabo Power Limited	(1.20)	(8.72)
Vizag General Cargo Berth Private Limited	(0.50)	(2.23)
Paradip Multi Cargo Berth Private Limited	(0.62)	-
Sterlite Ports Limited	(0.03)	(0.01)
Sterlite Infraventures Limited	-	(0.01)
Sterlite Grid Limited	-	(0.19)
Maritime Ventures Private Limited	3.00	0.01
Namzinc (Pty) Limited	(0.03)	(0.03)
Vedanta Lisheen Mining Limited	(0.03)	-
Vedanta Lisheen Holdings Limited	-	(0.01)
Volcan Investments Limited	(1.64)	(1.62)
	(244.98)	(209.60)

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forming part of the financial statements as at and for the year ended March 31, 2016

(₹ in Crore)			
Disclosure in respect of transactions/balances with related parties		Current Year	Previous Year
f) Donation			
	Vedanta Foundation	0.86	1.44
	Sesa Community Development Foundation	-	2.22
		0.86	3.66
g) Interest and guarantee commission			
	Sesa Resources Limited	0.08	1.47
		0.08	1.47
h) Other expenses			
	Bharat Aluminium Company Limited	-	1.96
	Vizag General Cargo Berth Private Limited (Previous year: ₹ 33,088)	-	0.00
	Sterlite Technologies Limited	0.72	0.05
		0.72	2.01
(v) Transfer of Assets			
	Bharat Aluminium Company Limited	0.21	0.09
	Western Cluster Limited	0.01	0.01
		0.22	0.10
(vi) Dividend paid [Refer note no. 45]			
	Twin Star Holdings Limited	806.94	470.09
	Finsider International Company Limited	234.88	140.52
	Westglobe Limited	25.94	15.52
	Welter Trading Limited	22.37	13.38
		1,090.13	639.51
(vii) Guarantees given			
	Talwandi Sabo Power Limited	3,357.59	12,784.03
	Vizag General Cargo Berth Private Limited	125.00	-
	Bharat Aluminium Company Limited	2,500.00	-
		5,982.59	12,784.03
(viii) Purchase/ (Sales) of Fixed Assets			
	Black Mountain Mining (Pty) Limited	-	0.01
		-	0.01
(ix) Material on loan given on returnable basis during the year			
	Bharat Aluminium Company Limited	-	8.91
(x) Material on loan returned during the year			
	Bharat Aluminium Company Limited	-	6.44
(xi) Balances as at year end			
a) Trade Receivables			
	Fujairah Gold FZC	620.65	615.71
	Bharat Aluminium Company Limited	124.03	65.78
	Sterlite Technologies Limited	0.99	15.10
	Vizag General Cargo Berth Private Limited	-	0.02
	Talwandi Sabo Power Limited	0.50	-
	Sesa Resources Limited	5.76	3.83
	Hindustan Zinc Limited	-	5.35
	Copper Mines of Tasmania Pty Limited	-	5.91
	Western Cluster Limited	0.01	-
		751.94	711.70

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forming part of the financial statements as at and for the year ended March 31, 2016

Disclosure in respect of transactions/balances with related parties		(₹ in Crore)	
		Current Year	Previous Year
b) Loans			
	Sterlite Ports Limited	3.10	2.75
	Sterlite Infraventures Limited	2.37	2.22
	Vizag General Cargo Berth Private Limited	193.50	-
	Paradip Multi Cargo Berth Private Limited	0.11	-
	Sesa Resources Limited	193.86	153.01
	Sterlite Iron and Steel Company Limited	4.37	6.75
		397.31	164.73
c) Advances			
	Talwandi Sabo Power Limited	2.12	0.56
	Sesa Resources Limited	-	2.04
	Bharat Aluminium Company Limited	34.12	5.78
	Sterlite Iron and Steel Company Limited	11.95	11.47
	Hindustan Zinc Limited	27.96	10.55
	Malco Energy Limited	33.31	135.67
	Konkola Copper Mines Plc	33.32	1.87
	Sterlite Ports Limited	0.40	0.35
	Sterlite Technologies Limited	0.23	0.26
	Sterlite Infraventures Limited	0.26	0.19
	Volcan Investments Limited	0.96	2.69
	Paradip Multi Cargo Berth Private Limited	5.05	4.42
	Sesa Mining Corporation Limited	-	2.07
	Vizag General Cargo Berth Private Limited	4.59	0.36
	Vedanta Lisheen Mining Limited	0.01	-
	Sterlite Grid Limited	-	0.18
	Cairn India Limited	-	0.13
	Black Mountain Mining (Pty) Limited	0.95	0.22
	Copper Mines of Tasmania Pty Limited	39.37	-
	Vedanta Resources PLC	21.88	-
	Anil Agarwal Foundation Trust (Previous year ₹ 8000)	-	0.00
	Vedanta Foundation (Previous year ₹ 8000)	-	0.00
	Namzinc (Pty) Limited	0.01	0.02
	Sesa Community Development foundation (Previous year ₹ 5,195)	-	0.00
	Fujairah Gold FZC (Previous year - ₹ 18,763)	0.01	0.00
	Western Cluster Limited	-	0.02
	Maritime Ventures Private Limited	0.15	-
		216.65	178.85
d) Material on loan on returnable basis			
	Bharat Aluminium Company Limited	-	2.47
		-	2.47
e) Dividend receivable			
	Hindustan Zinc Limited	6,583.57	-
		6,583.57	-
f) Liabilities			
i) Trade Payables			
	Hindustan Zinc Limited	1.70	-
	Sesa Mining Corporation Limited	7.55	-
	Malco Energy Limited (Previous year ₹ 40,376)	0.50	0.00
	Black Mountain Mining (Pty) Limited	-	0.01
	Konkola Copper Mines Plc	0.51	-
		10.26	0.01

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Disclosure in respect of transactions/balances with related parties		(₹ in Crore)	
		Current Year	Previous Year
ii) Other current liabilities			
	Malco Energy Limited	2.94	-
	Hindustan Zinc Limited	0.02	-
	Vedanta Resources Plc	-	182.17
	Bharat Aluminium Company Limited	-	24.63
	Maritime Ventures Private Limited	0.01	0.17
	Sterlite Technologies Limited	6.43	-
	Western Cluster Limited	-	0.01
	Sesa Resources Limited	-	0.24
	Cairn India Limited	5.04	-
	Vizag General Cargo Berth Private Limited	0.05	-
		14.49	207.22
iii) Short-term borrowings			
	Sesa Resources Limited	-	7.52
g) Investments			
	Cairn India Limited [Net of provision for diminution of ₹ 1,224.85 Crore (Previous year ₹ Nil)]	12,711.76	11,927.26
	Malco Energy Limited	6,127.34	116.11
	Talwandi Sabo Power Limited	3,206.61	3,206.61
	Sesa Resources Limited	1,713.24	1,713.24
	Hindustan Zinc Limited	1,101.50	1,101.50
	Bloom Fountain Limited [Net of provision for diminution of ₹ 1,126.34 Crore (Previous year ₹ Nil)]	-	1,126.34
	Bharat Aluminium Company Limited	553.18	553.18
	Monte Cello B.V.	204.23	204.23
	Raykal Aluminium Company Private Limited	200.70	200.70
	Vizag General Cargo Berth Private Limited	182.11	182.11
	Sterlite Technologies Limited [Net of provision for diminution of ₹ Nil (Previous year ₹ 4.50 Crore)]	10.85	6.35
	Sterlite Infraventures Limited	0.13	0.13
	Sterlite Ports Limited	0.05	0.05
	Paradip Multi Cargo Berth Private Limited	0.01	0.01
	Gaurav Overseas Private Limited	0.21	0.11
	THL Zinc Holding B.V.	2,518.19	2,518.19
	THL Zinc Ventures Limited	3,232.15	3,232.15
		31,762.26	26,088.27
h) Guarantee given			
	Talwandi Sabo Power Limited	7,482.65	6,975.74
	Vizag General Cargo Berth Private Limited	408.24	522.24
	Bharat Aluminium Company Limited	2,500.00	-
	Copper Mines of Tasmania Pty Limited	30.98	29.14
	Thalanga copper mines Pty Limited	78.57	22.39
	Western Cluster Limited	33.17	31.30
	Volcan Investments Limited*	115.00	115.00
	Rampia Coal Mines & Energy Private Limited	-	22.17
		10,648.61	7,717.98
*Bank guarantee given by Vedanta Ltd. on behalf of Volcan Investments Ltd. in favour of Income Tax department, India as collateral in respect of certain tax disputes of Volcan Investments Ltd.			
i) Guarantee taken			
	Vedanta Resources Plc	-	75.00
(xii) Transactions during the year			
a) Loans Given during the year			
	Talwandi Sabo Power Limited	-	300.00
	Paradip Multi Cargo Berth Private Limited	0.11	-
	Sterlite Ports Limited	0.35	0.14
	Sterlite Infraventures Limited	0.15	0.68
	Sesa Resources Limited	81.93	85.09
	Vizag General Cargo Berth Private Limited	225.00	-
	Sterlite Iron and Steel Company Limited	0.07	0.08
		307.61	385.99

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forming part of the financial statements as at and for the year ended March 31, 2016

(₹ in Crore)			
Disclosure in respect of transactions/balances with related parties		Current Year	Previous Year
b)	Loans Repaid during the year		
	Sesa Resources Limited	41.08	7.19
	Vizag General Cargo Berth Private Limited	31.50	-
	Sterlite Iron and Steel Company Limited	2.45	1.38
		75.03	8.57
c)	Advances given/(received) during the year		
	Talwandi Sabo Power Limited	1.56	(1.43)
	Sesa Resources Limited	(2.04)	-
	Bharat Aluminium Company Limited	28.34	(48.14)
	Sterlite Iron and Steel Company Limited	0.48	1.00
	Hindustan Zinc Limited	17.41	(7.06)
	Malco Energy Limited	(102.36)	120.85
	Konkola Copper Mines Plc	31.45	(10.75)
	Sterlite Ports Limited	0.05	0.26
	Sterlite Technologies Limited	(0.03)	(1.50)
	Sterlite Infraventures Limited	0.07	0.04
	Volcan Investments Limited	(1.73)	1.61
	Paradip Multi Cargo Berth Private Limited	0.63	3.61
	Sesa Mining Corporation Limited	(2.07)	1.32
	Vizag General Cargo Berth Private Limited	4.23	0.15
	Sterlite Grid Limited	(0.18)	0.10
	Cairn India Limited	(0.13)	0.06
	Black Mountain Mining (Pty) Limited	0.73	0.19
	Copper Mines of Tasmania Pty Limited	39.37	-
	Sesa Community Development Foundation (₹ 5,195) (Previous year ₹ 5,195)	(0.00)	0.00
	Anil Agarwal Foundation Trust (₹ 8,000) (Previous year ₹ 8,000)	(0.00)	0.00
	Namzinc (Pty) Limited	(0.01)	0.02
	Vedanta Lisheen Mining Limited	0.01	-
	Fujairah Gold FZC (Previous year ₹ 18,763)	0.01	0.00
	Western Cluster Limited	(0.02)	-
	Vedanta Resources Plc	21.88	-
	Maritime Ventures Private Limited	0.15	-
	Vedanta Foundation (₹ 8,000)	(0.00)	-
		37.80	60.33
d)	Investments made during the year		
	Talwandi Sabo Power Limited*	-	706.61
	Vizag General Cargo Berth Private Limited	-	15.30
	Cairn India Limited	2,009.35	-
	Gaurav Overseas Private Limited	0.11	0.10
	Malco Energy Limited	6,011.23	100.00
	Bloom Fountain Limited	-	40.37
		8,020.69	862.38
	*Pursuant to Board of Directors approval, the Company converted unsecured loan of ₹ 693.66 Crore and interest of ₹ 12.95 Crore into equity investment.		
e)	Short-term borrowings repaid during the year		
	Sesa Resources Limited	7.52	15.79
		7.52	15.79
g)	Allotment of shares		
	Bloom Fountain Limited	-	56.21
	Vizag General Cargo Berth Private Limited	-	16.80
		-	73.01
h)	Preference shares redeemed		
	Malco Energy Limited	-	3,000.00
		-	3,000.00
(xiii)	Payment for purchase of Power business to Malco Energy Limited	-	2,893.00

NOTES

forming part of the financial statements as at and for the year ended March 31, 2016

50 Advance(s) in the nature of Loan (Regulation 34 of Listing Obligations & Disclosure Requirements): (As Certified by the Management)**a) Loans and advances in the nature of Loans**

(₹ in Crore)

Name of the Company	Relationship	Balance as at March 31, 2016	Maximum Amount Outstanding during the year	Interest rate	Balance as at March 31, 2015
Paradip Multi Cargo Berth Private Limited	Wholly owned Subsidiary	0.11	0.11	9.6%	-
Sterlite Ports Limited	Wholly owned Subsidiary	3.10	3.10	9.6%	2.75
Sterlite Infraventures Limited	Wholly owned Subsidiary	2.37	2.37	9.6%	2.22
Sterlite Iron and Steel Company Limited	Fellow Subsidiary	4.37	8.19	10.0%	6.75
Sesa Resources Limited	Wholly owned Subsidiary	193.86	193.86	8.5%	153.01
Vizag General Cargo Berth Private Limited	Subsidiary	193.50	225.00	9.0%	-

b) None of the loanee have made, per se, investment in the shares of the Company.**c)** Investments made by Sterlite Ports Limited in Maritime Ventures Private Limited - 10,000 equity shares.**d)** The above loans and advances to subsidiary fall under the category of loans and advances in the nature of loans where there is no repayment schedule and are repayable on demand except Loan to Sterlite Iron and Steel Company Limited.**e)** As per the Company's policy, loan to employees are not considered in (a) above**51 Disclosure on Financial and derivatives instruments :****a) Derivative contracts entered into by the Company and outstandings as at Balance Sheet date :**

(i) To hedge currency risks and interest related risks, the Company has entered into various derivatives contracts. The category wise break up of amount outstanding as on Balance Sheet date is given below :

(₹ in Crore)

Particulars	As at	As at
	March 31, 2016	March 31, 2015
Forex forward cover (buy)	12,694.38	9,517.09
Forex forward cover (sell)	3,659.12	3,452.70
Interest rate swap	-	180.74
Total	16,353.50	13,150.53

(ii) For hedging commodity related risks :- Category wise break up is given below.

Particulars	As at March 31, 2016		As at March 31, 2015	
	Purchases	Sales	Purchases	Sales
Forwards / Futures				
Copper (MT)	64,075	49,000	62,925	52,775
Gold (Oz)	17,351	89,333	11,722	54,831
Silver (Oz)	10,589	751,324	23,290	588,730
Aluminium (MT)	300	25,000	75	35,350

NOTES

forming part of the financial statements as at and for the year ended March 31, 2016

b) All derivative and Financial instruments acquired by the Company are for hedging purposes only.

c) **Unhedged foreign currency exposure is as under:-**

Particulars	(₹ in Crore)	
	As at March 31, 2016	As at March 31, 2015
Payable	3,850.75	4,117.24
Borrowings	1,266.78	2,232.04
Receivable	287.79	56.91

52 The Company considers its investment in and loans to subsidiaries as strategic and long term in nature and accordingly, in the view of the management, any decline in the value of such long term investments in subsidiaries is considered as temporary in nature and hence no provision for diminution in value is considered necessary, except as accounted and disclosed in note 30.

53 Previous year's figures have been regrouped/reclassified wherever necessary to conform with the current year's classification / disclosure.

For and on behalf of Board of Directors

Navin Agarwal

Executive Chairman
DIN 00006303

Thomas Albanese

Whole-Time Director & Chief Executive Officer
DIN 06853915

D. D. Jalan

Whole-Time Director &
Chief Financial Officer
DIN 00006882

Rajiv Choubey

Company Secretary
ICSI Membership No. A13063

Place : Gurgaon

Date : April 28, 2016