

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2014

Note 24 Information pertaining to Joint Ventures

The Company's share of the assets, liabilities, income and expenses of the jointly controlled entities for the year ended 31st March 2014 are as follows:

Amount in ₹

Name of Joint Venture	2014	2013	2014	2013
	Audited	Audited	Audited	Audited
	Mahindra Water Utilities Limited		Mahindra Inframan Water Utilities Private Limited	
% of interest	50%	50%	50%	50%
Country of incorporation	India	India	India	India
Non-current liabilities	1,596,099	1,674,237	-	-
Current liabilities	37,410,831	43,577,051	10,208	11,056
Non-current assets	165,906,261	162,590,242	38,734	41,282
Current assets	87,547,861	74,674,615	369,398	354,144
Revenue	69,210,982	77,522,971	31,709	31,107
Employee benefits expense	20,740,015	20,920,331	-	-
Finance costs	654,399	1,312,040	-	-
Depreciation and amortisation expense	550,132	577,698	-	-
Other expenses	13,937,068	12,617,644	12,094	78,380
Profit/(Loss) before tax	33,329,368	42,095,258	19,615	(47,273)
Income tax expense	10,895,746	13,883,841	6,061	-
Profit/(Loss) after tax	22,433,622	28,211,417	13,554	(47,273)

Note 25 The Company has an investment of ₹150,000,000 in the equity shares of New Tirupur Area Development Corporation Limited (NTADCL) whose net worth has substantially eroded as per the latest available audited financial statements as at 31 March 2013. Given the difficult situation of NTADCL and to revive its operations, the Tamil Nadu Government (TN Govt) and the Lenders have initiated several measures to provide more revenues and cash to NTADCL and make their operations profitable again.

The TN Govt, under its Order dated 16 March 2012 had outlined several financial and operational initiatives and restructuring measures to be undertaken by itself and various lenders to NTADCL. It is observed that most of these initiatives/measures have been implemented including fresh infusion of equity capital by the TN Govt, reduction in interest rates by lenders, conversion of part of the debt from lenders into equity, one time waiver of interest dues, extended moratorium for repayment of loans, etc. Also there has been substantial improvement in water offtake partly due to additional quantities of water being lifted by the TN Govt and partly due to increase in industrial water offtake aided by increase in production activities in Tirupur region buoyed by higher garment exports. With higher revenues and reduction in interest rates, there has been steady decrease in NTADCL losses and improvement in cash flows. It is expected that the revenues from water offtake will further increase in future leading to a turnaround in the financial position of NTADCL. Therefore, in view of the management, there is no permanent diminution in the value of the investments in NTADCL.

Note 26 Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

For and on behalf of the Board of Directors

Place: Mumbai

Date: 17th April 2014

A. K. Nanda *Chairman*
S. Venkatraman *Director*