INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF NOVELIS (INDIA) INFOTECH LIMITED

Report on the Indian Accounting Standards (Ind AS) Financial Statements

1. We have audited the accompanying financial statements of **Novelis (India) Infotech Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the "Act") with respect to the preparation of these Ind AS financial statements to give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

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

5. We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

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

Price Waterhouse
Chartered Accountants
FRN 301112E
Mumbai

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

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Other Matter

9. The corresponding financial information of the Company for the year ended March 31, 2016 and the transition date opening balance sheet as at April 1, 2015 included in these Ind AS financial statements, are based on the previously issued statutory financial statements for the years ended March 31, 2016 and March 31, 2015 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 (as amended) which were audited by us, on which we expressed an unmodified opinion dated August 26, 2016 and June 29, 2015 respectively. These statutory financial statements have been adjusted for the differences in accounting principles to comply with Ind AS and such adjustments on transition to Ind AS have been audited by us.

   Our opinion is not qualified in respect of this matter

Report on Other Legal and Regulatory Requirements

10. As required by the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.

11. As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.

Price Waterhouse
Chartered Accountants
FRN 301112E
Mumbai

(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:

i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2017 on its financial position in its Ind AS financial statements – Refer Note 18;

ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2017.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2017.

iv. The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note 24.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership Number 112433

Mumbai
May 26, 2017

Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Novelis (India) Infotech Limited on the financial statements for the year ended March 31, 2017.
Page 1 of 2

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

1. We have audited the internal financial controls over financial reporting of Novelis (India) Infotech Limited (the "Company") as of March 31, 2017, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Price Waterhouse
Chartered Accountants
FRN 301112E
Mumbai

Annexure A to Independent Auditors' Report

Referred to in paragraph 11(f) of the Independent Auditors' Report of even date to the members of Novelis (India) Infotech Limited on the financial statements for the year ended March 31, 2017.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership Number: 112433

Mumbai
Date: May 26, 2017

Annexure B to Independent Auditors' Report
Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Novelis (India) Infotech Limited on the financial statements as of and for the year ended March 31, 2017.

i. The Company does not hold any fixed assets during the year ended March 31, 2017. Therefore, the provisions of Clause 3(i) of the said Order are not applicable to the Company.

ii. The Company is in the business of rendering services, and consequently, does not hold any inventory. Therefore, the provisions of Clause 3(ii) of the said Order are not applicable to the Company.

iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.

iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.

v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.

vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.

vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of tax deducted at source though there has been a slight delay in a few cases, and is regular in depositing other undisputed statutory dues, as applicable, with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the Company examined by us, the particulars of dues of income tax, as at March 31, 2017 which have not been deposited on account of a dispute, are as follows:

Name of the statute	Nature of dues	Amount (Rs. in Lakhs)	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	0.48	A.Y. 2011-12	Income Tax Officer
Income Tax Act, 1961	Tax deducted at source	3.80	A.Y. 2011-12	Income Tax Officer

viii. As the Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.

ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.

x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.

xi. The Company has not paid managerial remuneration during the year. Therefore, the provisions of Clause 3(xi) of the Order are not applicable to the Company.

Price Waterhouse
Chartered Accountants
FRN 301112E
Mumbai

xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.

xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act, read with Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended).

xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.

xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.

xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership Number: 112433

Mumbai
Date: May 26, 2017

Novelis (India) Infotech Limited
Financial statements - March 31, 2017

Financial statements

- Balance sheet as at March 31, 2017
- Statement of profit and loss for the year ended March 31, 2017
- Statement of changes in equity for the year ended March 31, 2017
- Statement of cash flows for the year ended March 31, 2017
- Notes comprising significant accounting policies and other explanatory information
- Comparative information in respect of preceding year ended March 31, 2016
- Balance sheet as at April 1, 2015 (Beginning of the earliest comparative period)

Novelis (India) Infotech Limited
Balance sheet as at March 31, 2017
(All amounts in Rs. Lakhs, unless otherwise stated)

	Notes	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
ASSETS				
Current assets				
Financial assets				
i. Cash and cash equivalents	2(a)	62.08	58.25	52.95
ii. Bank Balances other than (i) above	2(b)	154.59	148.50	144.11
ii. Other financial assets	2(c)	12.78	25.04	37.45
Tax Assets	3	9.84	13.86	13.81
Other current assets	4	3.56	3.56	0.10
Total current assets		242.85	249.21	248.42
Total Assets		242.85	249.21	248.42
EQUITY AND LIABILITIES				
Equity				
Equity share capital	5(a)	100.00	100.00	100.00
Other equity				
Reserve and surplus	5(b)	135.81	130.05	121.78
Total equity		235.81	230.05	221.78
Liabilities				
Current liabilities				
Financial Liabilities				
Trade payables	6	6.30	14.89	18.54
Current tax liabilities	7	-	2.40	2.40
Other current liabilities	8	0.74	1.87	5.70
Total current liabilities		7.04	19.16	26.64
Total liabilites		7.04	19.16	26.64
Total equity and liabilites		242.85	249.21	248.42

The above balance sheet should be read in conjunction with the accompanying notes.

This is the balance sheet referred to in our report of even date.

For **Price Waterhouse**
Firm Registration No: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership No. 112433

Place: Mumbai
Dated: May 26, 2017

For and on behalf of the Board of Directors

Anil Malik
Director
DIN No.00170411

Place: Mumbai
Dated: May 26, 2017

Debashish Ray
Director
DIN No.02532601

Place: Mumbai
Dated: May 26, 2017

Novelis (India) Infotech Limited
Statement of profit and loss for the year ended March 31, 2017
(All amounts in Rs. Lakhs, unless otherwise stated)

	Notes	For year ended March 31, 2017	For year ended March 31, 2016
Income			
Other income (net)	9	9.20	10.23
Total income		9.20	10.23
Expenses			
Employee benefit expense	10	-	-
Other expenses	11	-	-
Total expenses		-	-
Profit before tax		9.20	10.23
Income tax expense:	12		
Current tax		3.44	1.96
Total tax expense		3.44	1.96
Profit for the year		5.76	8.27
Other comprehensive income		-	-
Total comprehensive income for the year		5.76	8.27
Earnings per equity share			
- Basic and diluted	19	0.58	0.83

The above statement of profit and loss should be read in conjunction with the accompanying notes.

This is the statement of profit and loss referred to in our report of even date.

For Price Waterhouse
Firm Registration No: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership No. 112433

Place: Mumbai
Dated: May 26, 2017

For and on behalf of the Board of Directors

Anil Malik
Director
DIN No.00170411

Place: Mumbai
Dated: May 26, 2017

Debashish Ray
Director
DIN No.02532601

Place: Mumbai
Dated: May 26, 2017

Novelis (India) Infotech Limited
Statement of changes in equity
(All amounts in Rs. Lakhs, unless otherwise stated)

A. Equity share capital

	Notes	Amount
As at April 1, 2015		100.00
Changes in equity share capital	5(a)	-
As at March 31, 2016		**100.00**
Changes in equity share capital	5(a)	-
As at March 31, 2017		**100.00**

B. Other equity

Retained earnings	Amount
Balance at April 1, 2015	121.78
Profit for the year	8.27
Other comprehensive income	-
Total comprehensive income for the year	**130.05**
Balance at March 31, 2016	**130.05**
Profit for the year	5.76
Other comprehensive income	-
Total comprehensive income for the year	**135.81**
Balance at March 31, 2017	**135.81**

The above statement of changes in equity should be read in conjunction with the accompanying notes.

This is the statement of changes in equity referred to in our report of even date.

For **Price Waterhouse**
Firm Registration No: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership No. 112433

Place: Mumbai
Dated: May 26, 2017

For and on behalf of the Board of Directors

Anil Malik
Director
DIN No. 00170411

Place: Mumbai
Dated: May 26, 2017

Debashish Ray
Director
DIN No. 02532601

Place: Mumbai
Dated: May 26, 2017

Novelis (India) Infotech Limited
Statement of cash flows for the year ended March 31, 2017
(All amounts in Rs. Lakhs, unless otherwise stated)

	For year ended March 31, 2017	For year ended March 31, 2016
Cash flow from/ (used in) operating activities		
Profit before income tax	9.20	10.23
Adjustments for:		
Interest on Fixed Deposits	(9.88)	(10.48)
	(0.68)	(0.25)
Changes in operating assets and liabilities		
Decrease in other financial assets	12.26	12.41
Decrease in other current assets	-	(3.46)
Decrease in trade payables	(8.59)	(3.65)
Decrease in other current Liabilities	(1.13)	(3.83)
Cash Flow From Operations	1.86	1.22
Income Tax paid	(1.82)	(2.01)
Net cash inflow from/ (used in) operating activities (A)	0.04	(0.79)
Cash flow from investing activities		
Deposits with maturity more than 3 Months but less than 12 months	(6.09)	(4.39)
Interest on Fixed Deposits	9.88	10.48
Net cash outflow from investing activities (B)	3.79	6.09
Cash flow from financing activities	-	-
Net cash outflow from financing activities (C)	-	-
Net increase in cash and cash equivalents (A+B+C)	3.83	5.30
Cash and cash equivalents at the beginning of the year	58.25	52.95
Cash and cash equivalents at the end of the year	62.08	58.25
Net increase in cash and cash equivalents	3.83	5.30

The above statement of cash flows should be read in conjunction with the accompanying notes.

This is the statement of cash flows referred to in our report of even date.

For **Price Waterhouse**
Firm Registration No: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership No. 112433

Place: Mumbai
Dated: May 26, 2017

For and on behalf of the Board of Directors

Anil Malik
Director
DIN No.00170411

Place: Mumbai
Dated: May 26, 2017

Debashish Ray
Director
DIN No.02532601

Place: Mumbai
Dated: May 26, 2017

Novelis (India) Infotech Limited
Notes annexed to and forming part of the balance sheet as at March 31, 2017 and the statement of profit and loss for the year ended March 31, 2017
(All amounts in Rs. Lakhs, unless otherwise stated)

Background
Novelis (India) Infotech Limited is a Company limited by shares incorporated and domiciled in India. The Company provided Information Technology (IT) services to its parent and a fellow subsidiary.

The registered office of the Company is at Century Bhavan, 3rd floor, Dr. Annie Besant Road, Worli, Mumbai - 400 030. These financial statements are presented in Rupees (Rs.) Lakhs and are authorised for issue by the directors on May 24, 2017.

Note 1: Significant accounting policies

(a) Basis of preparation

(i) Compliance with Ind AS
The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The financial statements up to year ended March 31, 2016 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act.

These financial statements are the first financial statements of the Company under Ind AS.

The Company has discontinued its business operations on June 30, 2013. Accordingly, these financial statements have been prepared under the assumption that the Company will not continue as a going concern. All current assets have been stated at the value at which they are realisable and all current liabilities have been stated at the value at which they are payable.

(b) Foreign currency translation

(i) Functional and presentation currency
Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee, which is the functional and presentation currency of the Company.

(ii) Transactions and balances
Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in profit or loss. These gains/ (losses) are presented in the statement of profit and loss on a net basis within other income (net).

(c) Income tax

The Income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(d) Leases

As a lessee
Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

Price Waterhouse
Chartered Accountants
FRN 301112E
Mumbai

Novelis (India) Infotech Limited
Notes annexed to and forming part of the balance sheet as at March 31, 2017 and the statement of profit and loss for the year ended March 31, 2017

(All amounts in Rs. Lakhs, unless otherwise stated)

(e) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Trade payables

These amounts represent liabilities for services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(g) Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

(h) Earnings per share

(i) Basic earnings per share
Basic earnings per share is calculated by dividing:
- the profit attributable to owners of the Company
- by the weighted average number of equity shares outstanding during the financial year.

(ii) Diluted earnings per share
Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:
- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

(i) Impairment of assets

All assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non- financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

(j) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off in Rs. Lakhs to nearest rupee, as per the requirement of Schedule III (Division II), unless otherwise stated.

Price Waterhouse
Chartered Accountants
FRN 301112E
Mumbai

Novelis (India) Infotech Limited
Notes annexed to and forming part of the balance sheet as at March 31, 2017 and the statement of profit and loss for the year ended March 31, 2017
(All amounts in Rs. Lakhs, unless otherwise stated)

Note 2: Financial assets

2(a) Cash and cash equivalents	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Balance with banks			
- In current and cash credit accounts	31.91	29.72	26.18
- In Term Deposits with Initial Maturity of 3 Months or less	30.17	28.53	26.77
Total Cash and cash equivalents	62.08	58.25	52.95

2(b) Bank Balances other than (i) above	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
- Deposits with maturity more than 3 Months but less than 12 months	154.59	148.50	144.11
Total Bank Balances	154.59	148.50	144.11

2(c) Other financial assets	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Unsecured, Considered Good			
Security Deposits	0.50	0.50	0.50
Other Receivables from Parent Company	12.28	24.54	36.95
Total other financial assets	12.78	25.04	37.45

Note 3: Tax assets

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Opening balance	13.86	13.81	8.31
Add: Taxes paid during the year	1.82	2.01	7.85
Less: Provision for current tax	1.81	1.96	2.35
Less: Adjustments for current tax of prior periods	4.03	-	-
Total Tax assets	9.84	13.86	13.81

The following deferred tax assets have not been recognised at the reporting date:

Unused tax credit			
- FY 2011-12 (to be utilised till F.Y. 2016-17)	-	88.04	89.32
- FY 2012-13 (to be utilised till F.Y. 2017-18)	79.17	79.17	79.17
- FY 2013-14 (to be utilised till F.Y. 2018-19)	63.48	63.48	63.48
Total Unused tax credit	142.65	230.69	231.97

Note 4: Other current assets	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Value Added Tax Receivable	3.56	3.56	-
Advances recoverable	-	-	0.10
Total other current assets	3.56	3.56	0.10

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Note 5: Equity share capital and other equity

5(a) Equity share capital

Authorised equity share capital

	Number of Shares (In Lakhs)	Amount
As at April 1, 2015	250.00	2,500.00
Movement during the year	-	-
As at March 31, 2016	**250.00**	**2,500.00**
Movement during the year	-	-
As at March 31, 2017	**250.00**	**2,500.00**

(i) Movements in issued equity share capital

	Number of Shares (In Lakhs)	Amount
As at April 01, 2015	10.00	100.00
Increase during the year	-	-
As at March 31, 2016	**10.00**	**100.00**
Increase during the year	-	-
As at March 31, 2017	**10.00**	**100.00**

Terms / rights attached to equity shares:
Equity shares have a par value of Rs. 10. They entitle the holder to participate in dividends, and to share in the proceeds of winding up the Company in proportion to the number of and amounts paid on the shares held. Every holder of equity shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

(ii) Shares of the Company held by Holding Company

	Number of Shares (In Lakhs)		
	March 31, 2017	March 31, 2016	April 1, 2015
Novelis Inc. Canada	9.99	9.99	9.99

(iii) Details of shares held by shareholders holding more than 5% of Shares in the Company:

Name of shareholder	March 31, 2017		March 31, 2016		April 1, 2015	
	Number of Shares (In Lakhs)	% of Holding	Number of Shares (In Lakhs)	% of Holding	Number of Shares (In Lakhs)	% of Holding
Novelis Inc. Canada	9.99	99.99	9.99	99.99	9.99	99.99

5(b) Reserves and surplus

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Retained Earnings	135.81	130.05	121.78
Total reserves and surplus	**135.81**	**130.05**	**121.78**

(i) Retained Earnings

	As at March 31, 2017	As at March 31, 2016
Opening balance	130.05	121.78
Add: Profit for the year	5.76	8.27
Closing balance	**135.81**	**130.05**

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Note 6: Financial liabilities - Trade Payables

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Trade payables			
Trade Payables (Refer Note 21)	6.30	14.89	18.54
Total trade payables	6.30	14.89	18.54

Note 7: Current tax liabilities

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Opening balance	2.40	2.40	2.40
Add: Current tax payable for the year	-	-	-
Less: Adjustments for current tax of prior periods	2.40	-	-
Total current tax liabilities	-	2.40	2.40

Note 8: Other current liabilities

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Statutory dues including tax deducted at source and Indirect Taxes	0.74	1.87	5.70
Total other current liabilities	0.74	1.87	5.70

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Note 9: Other income (net)

	For year ended March 31, 2017	For year ended March 31, 2016
Interest Income on Fixed Deposit	9.88	10.48
Loss on Foreign Currency Transactions and Translations (Net)	(0.68)	(0.25)
Total other income (net)	9.20	10.23

Note 10: Employee benefits expenses

	For year ended March 31, 2017	For year ended March 31, 2016
Gratuity	-	2.20
Less: Recovery of Expenses from Parent Company *	-	(2.20)
	-	-

Note 11: Other expenses

	For year ended March 31, 2017	For year ended March 31, 2016
Rates and Taxes	0.44	-
Rent (Refer Note 20)	1.80	1.80
Travelling and Conveyance	0.02	0.04
Printing and Stationery	0.02	0.02
Legal and Professional fees	17.91	31.40
Payment to Auditors (Refer Note below)	5.12	5.12
Miscellaneous Expenses	0.10	0.15
Less: Recovery of Expenses from Parent Company *	(25.41)	(38.53)
Total other expenses	-	-

Note:
Details of payment to auditors

As Auditors:		
Audit Fee	5.10	5.10
In other capacities:		
Reimbursement of expenses	0.02	0.02
Total	5.12	5.12

*Pertains to expenses incurred by the Company post discontinuance of operations which have been recovered from the parent (Refer Note 15).

Note 12: Income Tax Expense

	For year ended March 31, 2017	For year ended March 31, 2016
Current Tax on profit for the year	1.81	1.96
Adjustments for current tax of prior periods	1.63	-
	3.44	1.96

(a) Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:

	For year ended March 31, 2017	For year ended March 31, 2016
Profit before tax	9.20	10.23
Tax amount at the rate of Indian tax rate of 29.87% (PY 30.9%)	2.75	3.16
Reconciling items:		
- Set-off of book losses as per the provisions of Section 115JAA of the Income Tax Act, 1961	(1.16)	(1.28)
- Tax effect of expenditure not deductible in calculating taxable income	0.20	0.08
- Adjustment for current tax of prior period	1.63	-
-Others	0.02	-
	3.44	1.96

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Note 13: Financial Risk Management

The Company's principal financial liability represents trade payables. The main purpose of this financial liability is to pay for Company's day to day operations. The Company's principal financial assets consists of cash and cash equivalents and reimbursement from Parent Company for expenses incured post closure of business on June 30, 2013.

The Company's activities could expose it to credit risk, liquidity risk and market risk. The Company's Director (since, there are no employees in the Company) oversees the risks which are governed by appropriate policies and procedures and financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

(A) Credit risk
The Company has stopped its business operations since June 30, 2013 i.e. no operations and no receivables. Hence, credit risk is not applicable to the Company.

(B) Liquidity risk
The Company has surplus funds in Fixed Deposits which are sufficient to pay existing liabilities. Hence, the Liquidity risk is low.

(C) Foreign currency risk
Parent company reimburses all expenses incurred post closure of business to the Company based on valid agreement. Gap in the timing of these reimbursements of expense and billing of these reimbursement expenses is in range of 2-3 months wherein foreign currency fluctuation are low as seen in the Other Income (net) note. Hence, exposure is very low.

(D) Interest risk
The Company does not have any borrowings. Hence, there is no interest risk in the Company.

Note 14: Capital management

(a) Risk management
The Company has stopped its business operations since, June 30, 2013. Hence, risk management is not applicable.

(b) Dividends
The Company has not declared dividends in the current reporting year as well as prior year.

Note 15: Expense Reimbursement

All the expenses incurred post discontinuance of business operations i.e. from July 1, 2013 are recovered from the Parent Company on accural basis at cost, as no services are being provided by the Company.

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Note 16: Fair Value Measurements

Fair Value Hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Financial instruments by category and hierarchy tabulated below :

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Amortised cost (Level 3)	Carrying value/Fair Value	Amortised cost (Level 3)	Carrying value/Fair Value	Amortised cost (Level 3)	Carrying value/Fair Value
Financial assets						
-Cash and cash equivalents	62.08	62.08	58.25	58.25	52.95	52.95
-Bank Balances other than Cash and cash equivalents	154.59	154.59	148.50	148.50	144.11	144.11
-Other financial assets	12.78	12.78	25.04	25.04	37.45	37.45
Total financial assets	229.45	229.45	231.79	231.79	234.51	234.51
Financial liabilities						
-Trade payables	6.30	6.30	14.89	14.89	18.54	18.54
Total financial liabilities	6.30	6.30	14.89	14.89	18.54	18.54

Note:

1 The carrying amounts of cash and cash equivalents, Bank Balances other than cash and cash equivalents, other financial assets and trade payables are considered to be the same as their fair values, due to their short-term nature.

2 Measurement of Fair value hierarchy

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. There are no items falling under Level 1.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. There are no items falling under Level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. .

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Note 17 : Related Party Transactions

(a) Parent entity

Name of related parties	Description of Relationship
- Hindalco Industries Limited	Ultimate Holding Company
- Novelis Inc. Canada	Parent Company

(b) Transactions with Related Parties

	For year ended March 31, 2017	For year ended March 31, 2016
a) Novelis Inc., Canada		
i) Transactions		
Recovery of Expenses	25.41	38.53
	As at March 31, 2017	**As at March 31, 2016**
ii) Closing Balance		
Receivable from Parent Company	12.28	24.54

Note 18: Contingent Liability

	As at March 31, 2017	As at March 31, 2016
Claims against the Company not acknowledged as debt:		
- Income Tax Matters	4.28	4.28

Note 19: Earning Per Equity Share

	For year ended March 31, 2017	For year ended March 31, 2016
Profit for the year	5.76	8.27
Weighted Average number of equity shares outstanding during the year (in lakhs)	10.00	10.00
Basic and diluted earning per share	0.58	0.83
Nominal value of an equity share	10	10

Note: There is no movement in equity share capital and neither there is change in the nominal value per share during the year ended March 31, 2017 and March 31, 2016.

Note 20: Operating lease transactions
The Company has entered in to a leasing ararngement for premises that are renewable on a periodic basis and are cancellable in nature. Rental expense for operating leases for the year aggregated to Rs. 1.80 lakhs (March 31, 2016: Rs. 1.80 lakhs).

Note 21: Micro, Small and Medium Enterprises Development Act, 2006
Under the Micro, Small and Medium Enterprises Development Act, 2006, which came into force on 2nd October, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. Based on the information available with the Company, none of its suppliers are covered under the Micro, Small and Medium Enterprises Development Act, 2006 as at March 31, 2017, March 31, 2016 and April 1, 2015.

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Note 22: First-time adoption of Ind AS

Transition to Ind AS
These are the Company's first financial statements prepared in accordance with Ind AS.
The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended March 31, 2017, the comparative information presented in these financial statements for the year ended March 31, 2016 and in the preparation of an opening Ind AS balance sheet at April 1, 2015 (the Company's date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in Note 23.

Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 mandatory exceptions applied in the transition from previous GAAP to Ind AS.

(a) Ind AS Optional exemptions

No optional exemptions availed by the Company.

(b) Ind AS mandatory exceptions

A.1. Estimates
An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at April 1, 2015 are consistent with the estimates as at the same date made in conformity with previous GAAP.

A.2 Classification and measurement of financial assets
Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

Note 23: Reconciliation between previous GAAP and Ind AS

Reconciliation of Equity, total comprehensive income and cash flows as applicable for comparative information for the year ended March 31, 2016 and opening Ind AS balance sheet as at April 1, 2015 are not presented since there is no material reconciliation from previous GAAP to Ind AS.

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Note 24: Details of Specified Bank Notes (SBNs)

According to the recent amendment, the Ministry of Corporate Affairs has published notification in Official Gazette vide no. G.S.R. 308(E) dated March 30, 2017 where the Company has to provide holdings as well as dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016.

'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the November 8, 2016. The said notification, defines the term as "bank notes of denominations of the existing series of the value of five hundred rupees and one thousand rupees".

Following are the details of holdings as well as dealings in Specified Bank Notes:

	SBNs (Refer note below)	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	-	0.06	0.06
Add: Permitted receipts	-	-	-
Less: Permitted payments	-	0.03	0.03
Less: Amount deposited in banks	-	-	-
Closing cash in hand as on December 30, 2016	-	0.03	0.03

Note 25: Unhedge Foreign Currency

As of the Balance Sheet date, the foreign currency exposure not hedged by a derivative insturment or otherwise is amounting to Rs. 12.28 lakhs (USD 0.19 lakhs), (March 31, 2016 : Rs. 24.54 lakhs (USD 0.37 lakhs) for other receivables.

For Price Waterhouse
Firm Registration No: 301112E
Chartered Accountants

Arunkumar Ramdas
Partner
Membership No. 112433

Place: Mumbai
Dated: May 26, 2017

For and on behalf of the Board of Directors

Anil Malik
Director
DIN No.00170411

Place: Mumbai
Dated: May 26, 2017

Debashish Ray
Director
DIN No.02532601

Place: Mumbai
Dated: May 26, 2017