

Notes to consolidated financial statements for the year ended March 31, 2018

36. Share based payment (Contd.)

3c The Black Scholes valuation model has been used for computing the weighted average fair value considering the following inputs:

Particulars	March 31, 2018	March 31, 2017
Weighted average share price/market price (₹ per share)	824	-
Exercise price (₹ per share)	784	-
Expected volatility	21.49%	-
Life of the options granted (vesting and exercise period) in years	2 to 3.25 years	-
Expected dividends	-	-
Average risk-free interest rate	7.22% per annum	-

4a Effect of the employee option plan on the Statement of Profit and Loss and on its financial position

Particulars	March 31, 2018	March 31, 2017
Total employee compensation cost pertaining to stock option plan	0	0
Liability for employee stock option plan outstanding as at the year end	0	2

*Eligible employees holding 1 Option shall be entitled to purchase 1.06 new equity shares as per the scheme of Amalgamation.

37. Commitments and contingencies

a. Leases- Operating lease commitments — Company as lessee

Lease rent debited to statement of profit and loss is ₹153 Crores (March 31, 2017: ₹142 Crores)

The Group has entered into operating lease arrangements for its office premises (including utilities).

Future minimum rentals payable under non-cancellable operating leases as at 31 March are, as follows:

INR Crores

	March 31, 2018	March 31, 2017
Within one year	52	46
After one year but more than five years	125	123
More than five years	27	39
	195	208

There is no contingent rent recognised in the consolidated statement of profit and loss.

Finance lease

The Group has entered into finance lease arrangements for some of its vehicles and certain equipments. These leasing agreements provide for purchase option after 2 to 3 years. The Group's obligations under finance leases are secured by the lessor's title to the leased assets. Future minimum lease payments under finance leases with the present value of the net minimum lease payments are as follows:

INR Crores

	31-Mar-18		31-Mar-17	
	Minimum lease payments	Present value of MLP	Minimum lease payments	Present value of MLP
Within one year	1	1	5	4
After one year but not more than five years	0	0	1	1
More than five years	-	-	-	-
Total minimum lease payments	1	1	6	5
Less: amounts representing finance charges	(0)	0	(1)	-
Present value of minimum lease payments	1	1	5	5

b. Commitments

INR Crores

	March 31, 2018	March 31, 2017
a) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	157	145

b) One of the Subsidiaries has entered into an agreement with Syngenta Seeds, Inc. for the resale and distribution of Syngenta branded Seed Corn. It is a Ten Year agreement expiring on 31st August, 2024, in which they must exclusively sell Syngenta brands during the first five years and are committed to minimum sales percentages during the remainder of the contract. As at the balance sheet date the unfulfilled commitment value is ₹73 Crores.