

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

18. Income taxes (Contd.)

Reconciliation of deferred tax liabilities (net):

INR Crores

	Balance Sheet	
	March 31, 2018	March 31, 2017
Opening balance as of 1 April	501	390
Tax (expense)/income during the period recognised in statement of profit and loss	(43)	109
Tax income/(expense) during the period recognised in OCI	(5)	0
Exchange impact	(12)	2
Closing balance as at 31 March	441	501

The Group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

The Group has tax losses of ₹547 Crores (31 March 2017: ₹375 Crores) that are available for offsetting for period upto ten years against future taxable profits of the companies in which the losses arose.

Deferred tax assets have not been recognised in respect of these losses as they may not be used to offset taxable profits elsewhere in the Group, they have arisen in subsidiaries that have been loss-making for some time, and there are no other tax planning opportunities or other evidence of recoverability in the near future. If the Group were able to recognise all unrecognised deferred tax assets of current year, the profit would increase by ₹84 Crores.

The Group has not recognized deferred tax liability with respect to unremitted retained earnings and associated foreign currency translation reserve with respect to certain of its subsidiaries and joint ventures where the Group is in a position to control the timing of the distribution of profits and it is probable that the subsidiaries and joint ventures will not distribute the profits in the foreseeable future.

The temporary differences associated with investments in subsidiaries, associate and joint venture, for which a deferred tax liability has not been recognised.

Pursuant to the completion of assessments for the past years, the Holding Company has written back an excess provision of tax and recognised minimum alternate tax credit entitlement relating to earlier periods aggregating to ₹146 Crores for the year ended 31st March 2018. Further due to US Tax Reforms, Tax rate in US reduced from 36% to 25%, accordingly the Group has recognised appropriate effect on Deferred Tax Assets.

19. Trade payables

INR Crores

	Non Current	
	March 31, 2018	March 31, 2017
Trade payables	-	10
	-	10

INR Crores

	Current	
	March 31, 2018	March 31, 2017
Trade payables	5,675	4,875
	5,675	4,875

Terms and conditions of the above financial liabilities:

- Trade payables are non-interest bearing and are normally settled on 90-360 days terms
- For explanations on Group's Credit risk management process. Refer note 47

20. Other current liabilities

INR Crores

	Non Current	
	March 31, 2018	March 31, 2017
Advances against orders	214	284
Statutory liabilities	143	130
Total other current liabilities	357	414