

6. Loans

All amount in Indian Rupees in crores, except as stated otherwise				
	Non-current		Current	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
(Unsecured considered good, unless otherwise stated)				
Security deposits	10.29	6.22	2.36	2.86
Security deposits which have significant increase in credit risk	-	-	0.71	-
Less: Impairment allowance on security deposits which have significant increase in credit risk	-	-	0.71	-
	-	-	-	-
Loans to employees	-	-	3.61	3.80
	10.29	6.22	5.97	6.66

7. Non-current tax asset (net)

All amount in Indian Rupees in crores, except as stated otherwise		
	December 31, 2020	December 31, 2019
Advance income-tax (net of provision for current tax)	3.75	11.53
	3.75	11.53

8. Income tax

All amount in Indian Rupees in crores, except as stated otherwise		
	December 31, 2020	December 31, 2019
The major components of income tax expense for the year/period:		
Statement of profit and loss:		
Current tax	60.12	62.20
Deferred tax credit	(23.64)	(6.94)
Income tax expense reported in the statement of profit and loss	36.48	55.26
Other comprehensive income ('OCI')		
Deferred tax related to items recognised in OCI during the year:	2.03	(0.17)
Income tax expense / (credit) to OCI	2.03	(0.17)
Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate:		
Accounting profit before income tax	136.28	220.65
At India's statutory tax rate of 25.17percent for the year ended December 31, 2020 and for the period ended December 31, 2019	34.30	55.54
Adjustments in respect of current income tax		
Non-deductible expenses for tax purposes	2.18	2.78
Impact of change in income tax rate*	-	(3.06)
Income tax expense at effective tax rate of 26.77percent (December 31, 2019 : 25.04%)	36.48	55.26
The Company elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company recognized Provision for income tax for the period ended December 31, 2019 and re-measured its deferred tax assets basis the rate prescribed in the said section.		
Deferred tax assets/(liabilities) relates to the following:		
Fixed asset : Impact of difference between tax depreciation and depreciation / amortization charged for the financial reporting	(63.74)	(67.97)
Provision for doubtful debts and advances	54.08	47.47
Demerger related expenses	12.22	7.49
Expenditure debited to the statement of profit and loss but allowable for tax purpose in subsequent years	19.29	8.85
Net deferred tax assets/(liabilities)	21.85	(4.16)
Deferred tax assets	85.59	63.81
Deferred tax liabilities	(63.74)	(67.97)
Deferred tax assets/(liabilities), net	21.85	(4.16)
Reconciliation of deferred tax assets/(liabilities) (net)		
Opening balance as at the commencement of the year	(4.16)	-
Transfer pursuant to scheme of arrangement (refer note 38(a))	-	(10.95)
Transition adjustment due to adoption of Ind AS 116 "Leases" (refer note 35(b)) (net of tax)	0.34	-
Tax income/(expense) during the year/period recognised in profit or loss	23.64	6.94
Tax income/(expense) during the year/period recognised in OCI	2.03	(0.17)
Tax income/(expense) during the year/period recognised in retained earnings	25.67	6.77
Closing balance	21.85	(4.16)