

B S R & Associates LLP

Chartered Accountants

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Independent Auditors' Report

To the Members of IIML Asset Advisors Limited

Report on the audit of the financial statements

We have audited the accompanying financial statements of IIML Asset Advisors Limited (the 'Company'), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, 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.

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



Independent Auditors' Report (*Continued*)

IIML Asset Advisors Limited

Auditor's responsibility (*Continued*)

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances.

We are also responsible to conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity to cease to continue as a going concern.

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 financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31 March 2018, and its profit and its cash flows for the year ended on that date.

Other matter

Attention is drawn to the fact that the figures for the year ended 31 March 2017 as reported in these financial statements were audited by another auditor who expressed an unmodified opinion on those financial statements, dated 19 May 2017.

Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub section (11) of Section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.

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;



Independent Auditors' Report (*Continued*)

IIML Asset Advisors Limited

Report on other legal and regulatory requirements (*Continued*)

- c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act;
- e) on the basis of the written representations received from the Directors as on 31 March 2018 taken on record by the Board of Directors, none of the Directors is disqualified as on 31 March 2018 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 B"; and
- g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigation on its financial position in financial statement – refer note 22 to the financial statements;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and
 - iv. The disclosures in the financial statements regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made since they do not pertain to the financial year ended 31 March 2018.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231W/W-100024



N Sampath Ganesh

Partner

Membership No: 042554

Mumbai
27 April 2018

IIML Asset Advisors Limited

Annexure A to the Independent Auditors' Report – 31 March 2018

(Referred to in our report of even date)

- i. (a) According to the information and explanation given to us, the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) According to the information and explanation given to us, the Company has a regular programme of physical verification of its fixed assets by which all the fixed assets are verified annually. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) According to the information and explanation given to us, there is no immovable property held by the Company during the year.
- ii. The Company is a service company primarily rendering fund management services. Accordingly, it does not hold any inventories. Thus paragraph 3 (ii) of the Order is not applicable to the Company.
- iii. According to the information and explanation given to us, 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. Thus, paragraph 3 (iii) of the Order are not applicable to the Company.
- iv. To the best our knowledge and according to the information and explanation provided to us, the Company has not granted any loans, given any guarantee or provided any security in connection with loan to any of its Directors or to any person in whom the Director is interested. The Company has complied with the provisions of Section 186 of the Act, with respect to the loan granted and investment made as applicable.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits as per the directives issued by Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and Rules framed there under. Thus, paragraph 3 (v) of the Order is not applicable to the Company.
- vi. The Central Government has not prescribed the maintenance of cost records under Section 148 (1) of the Act, for any of the services rendered by the Company. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, service tax, goods and services tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.
As explained to us, the Company did not have any dues on account of sales tax, wealth tax, employees' state insurance, duty of customs, duty of excise and value added tax.
According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, service tax, goods and services tax, cess and other material statutory dues were in arrears as at 31 March 2018 for a period of more than six months from the date they became payable.
(b) According to the information and explanations given to us, there are dues outstanding with respect to income tax or service tax as at 31 March 2018. On account of dispute are as follows:

Name of Statute	Nature of Dues	Form where dispute is pending	Period to which the amount relates	Amount involved (Rs.)	Amount unpaid (Rs.)
Income Tax Act,1961	Income Tax	High Court of Bombay	FY 2007-08	12,378,123	553,224
Income Tax Act,1961	Income Tax	Commissioner of Income-Tax (Appeals)	FY 2009-10	33,009,864	7,641,704
Income Tax Act,1961	Income Tax	Commissioner of Income-Tax (Appeals)	FY 2010-11	67,077,725	50,632,995
Finance Act, 1994	Service Tax	Commissioner of Service Tax	FY 2011-12 to 2014-15	45,929,797	45,929,797
Finance Act, 1994	Service Tax	Commissioner of Service Tax	FY 2015-16 to FY 2017-18	24,238,439	24,238,439

- viii. In our opinion and according to the information and explanations given to us, the Company has not taken any loan or borrowing from financial institution, bank, Government or debenture holders. Thus, paragraph 3 (viii) of the Order is not applicable to the Company.
- ix. In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instrument) and term loans. Thus, paragraph 3 (ix) of the Order is not applicable to the Company.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration. Thus, paragraph 3 (xi) of the Order is not applicable to the Company.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company as per the Act. Thus, paragraph 3 (xii) of the Order is not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, all transactions entered into by the Company with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.



IIML Asset Advisors Limited

Annexure A to the Independent Auditors' Report – 31 March 2018 (Continued)

- xiv. According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or allotted fully or partly convertible debentures during the year. Thus, paragraph 3 (xiv) of the Order is not applicable to the Company.
- xv. According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with Directors or person connected with him. Thus, paragraph 3 (xv) of the Order is not applicable to the Company.
- xvi. According to the information and explanation given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Thus, paragraph 3 (xvi) of the Order is not applicable to the Company.

For B S R & Associates LLP
Chartered Accountants
Firm's Registration No: 116231W/W-100024



N Sampath Ganesh
Partner
Membership No: 042554

Mumbai
27 April 2018

IIML Asset Advisors Limited

Annexure B to the Independent Auditors' Report – 31 March 2018

(Referred to in our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of IIML Asset Advisors Limited (the 'Company') as of 31 March 2018 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

The Company's Board of Directors 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 (the 'Guidance Note') issued by the Institute of Chartered Accountants of India (the '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 Companies Act, 2013 (the 'Act').

Auditor's responsibility

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 and the Standards on Auditing specified 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.

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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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.



IIML Asset Advisors Limited

Annexure B to the Independent Auditors' Report (*Continued*)

Meaning of internal financial controls over financial reporting

The company's internal financial control over financial reporting is a process designed to provide a 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 authorizations of management and Directors of the company and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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

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

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 31 March 2018 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 issued by the ICAI.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231W/W-100024



N Sampath Ganesh

Partner

Membership No: 042554

Mumbai

27 April 2018

IIML ASSET ADVISORS LIMITED
CIN : U74140MH2005PLC158416
BALANCE SHEET AS AT MARCH 31, 2018

Particulars	Notes	As at March 31, 2018		As at March 31, 2017		Amount (₹)
EQUITY AND LIABILITIES						
Shareholders' Funds						
Share Capital	3	64,071,000		64,071,000		
Reserves and Surplus	4	84,787,524	148,858,524	72,230,120		136,301,120
Non-Current Liabilities						
Long Term Provisions	5		4,573,880			5,301,963
Current Liabilities						
Trade Payables						
(a) total outstanding dues of micro enterprises and small enterprises		-		-		
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	6	1,279,547		1,460,677		
Other Current Liabilities	7	367,191		313,600		
Short Term Provisions	8	6,324,363	7,971,101	8,310,724		10,085,001
TOTAL			161,403,505			151,688,084
ASSETS						
Non-Current Assets						
Property, Plant and Equipment	9	10		58,021		
Deferred Tax Assets	10	1,490,000		1,714,000		
Long Term Loans and Advances	11	13,253,177		13,222,677		
			14,743,187			14,994,698
Current Assets						
Current Investments	12	57,499,999		119,663,153		
Trade Receivables	13	11,875,007		15,160,897		
Cash and Cash Equivalents	14	570,860		1,347,943		
Short-term loans and advances	15	76,633,082		521,393		
Other current assets	16	81,370	146,660,318	-		136,693,386
TOTAL			161,403,505			151,688,084

The accompanying Notes 1-27 are an integral part of the Financial Statements

In terms of our report attached

For B S R & ASSOCIATES LLP

Chartered Accountants
(Firm Registration Number
116231W/W-100024)



N Sampath Ganesh
Partner
Membership No.042554



Ravi Parthasarathy
Director
DIN - 00002392



Mona Abhani
Company Secretary
PAN – ALFPA4007P

For and on behalf of the Board



Harish Engineer
Director
DIN – 01843009



Sunita Manwani
Chief Financial Officer
PAN – AETPM1733K

Place : Mumbai
Date : April 27, 2018

IIML ASSET ADVISORS LIMITED
CIN : U74140MH2005PLC158416
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018

Particulars	Notes	Amount (₹)	
		For the year ended March 31, 2018	For the year ended March 31, 2017
Income :			
Revenue from Operations	17	45,943,885	67,288,252
Other Income	18	11,127,879	9,573,130
Total Income		57,071,764	76,861,382
Expenses :			
Employee Benefits Expense	19	24,042,884	34,097,467
Operating and Administrative Expenses	20	15,586,049	19,434,942
Depreciation	9	41,427	240,245
Total Expenses		39,670,360	53,772,654
Profit before Tax		17,401,404	23,088,728
Tax expense :			
- Current tax	10	4,620,000	6,570,000
- Deferred tax		224,000	994,000
Profit for the year		12,557,404	15,524,728
Earnings per equity share: (Face Value ₹ 100/- per share) (Basic and Diluted)	21	29.56	42.47

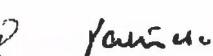
The accompanying Notes 1-27 are an integral part of the Financial Statements
 In terms of our report attached

For B S R & ASSOCIATES LLP

Chartered Accountants
 (Firm Registration Number
 116231W/W-100024)


 N Sampath Ganesh
 Partner
 Membership No.042554

Place : Mumbai
 Date : April 27, 2018


 R. Parthasarathy

Ravi Parthasarathy
 Director
 DIN - 00002392


 Mona Abhani

Company Secretary
 PAN - ALFPA4007P

For and on behalf of the Board


 Harish Engineer

Director
 DIN - 01843009


 Sunita Manwani
 Chief Financial Officer
 PAN - AETPM1733K

IIML ASSET ADVISORS LIMITED
CIN : U74140MH2005PLC158416
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

		Amount in ₹	
		For the year ended March 31, 2018	For the year ended March 31, 2017
(A)	CASH FLOW FROM OPERATING ACTIVITIES		
	PROFIT BEFORE TAX	17,401,404	23,088,728
	Adjustments for:		
	Depreciation and Amortisation	41,427	240,245
	Provision for Employee Benefits (Net)	(2,725,403)	(1,992,303)
	Net Profit on Sale of Investments	(8,980,832)	(5,627,263)
	Interest Income	(90,411)	(75,649)
	Dividend Income	(6,492)	(1,854,217)
	(Profit)/Loss on sale of Fixed Assets (Net)	(144)	(20,999)
	Operating Profit before working capital changes	5,639,549	13,758,542
	Changes in working capital:		
	Adjustments for (increase)/decrease in operating assets:		
	Trade Receivables	3,285,890	5,248,451
	Short Term Loans & Advances	(1,111,689)	33,609
	Adjustments for increase / (decrease) in operating liabilities:		
	Trade Payables	(181,130)	299,210
	Other Current Liabilities	53,591	(286,364)
	Cashflow after working capital changes	7,686,211	19,053,448
	Payment of Taxes (Net)	(4,639,541)	(6,907,564)
	NET CASH GENERATED FROM OPERATING ACTIVITIES	A	3,046,670
(B)	CASH FLOW FROM INVESTING ACTIVITIES		
	(Increase)/Decrease in Current Investments (Net)	71,143,986	(114,035,890)
	Dividend received on Current Investments	6,492	1,854,217
	Capital Expenditure on Fixed Assets	-	(63,747)
	Proceeds from Sale of Fixed Assets	16,728	21,000
	Interest received	9,041	212,942
	Inter corporate deposits placed	(75,000,000)	-
	NET CASH USED IN INVESTING ACTIVITIES	B	(3,823,753)
			(112,011,478)

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			For the year ended March 31, 2018	For the year ended March 31, 2017
(C)	CASHFLOW FROM FINANCING ACTIVITIES			
	Proceeds from Issue of Equity Share Capital		-	38,000,000
	Dividend paid on Equity Shares		-	(44,952,400)
	Payment of Dividend Distribution tax		-	(9,151,251)
(D)	NET CASH USED IN FINANCING ACTIVITIES	C	-	(16,103,651)
(D)	Net Increase/(Decrease) in Cash and Cash Equivalents	(A+B+C)	(777,083)	(115,969,245)
	Cash and Cash Equivalent at the beginning of the year as per Balance Sheet (Refer Note 14)		1,347,943	117,317,188
	Cash and Cash Equivalent at the end of the year (Refer Note 14)		570,860	1,347,943

Notes :

- (i) These earmarked account balances with banks can be utilised only for the specific identified purposes
- (ii) The accompanying Notes 1 to 27 are an integral part of the Financial Statements

In terms of our report attached

For B S R & ASSOCIATES LLP

Chartered Accountants

(Firm Registration Number
116231W/W-100024)



N Sampath Ganesh
Partner
Officer
Membership No.042554

Place : Mumbai
Date : April 27, 2018

For and on behalf of the Board



Ravi Parthasarathy
Director

DIN - 00002392


Mona Abhan
Company Secretary
PAN – ALFPA4007P



Harish Engineer
Director

DIN – 01843009



Sunita Manwani
Chief Financial

PAN – AETPM1733K

Notes to Financial Statements

(1) Background

IIML Asset Advisors Limited was incorporated on December 28, 2005 and is a wholly owned subsidiary of IL&FS Investment Managers Limited. The Company is in the business of Investment Advisory Services and is in process of also acting as Investment Manager to Infrastructure Investment Trusts

(2) Significant Accounting Policies

(a) Basis of accounting and preparation of Financial Statements

The Financial Statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the CA 2013 Act"). The Financial Statements have been prepared on accrual basis under the historical cost convention and going concern basis, which assumes that the Company will continue in operational existence for the foreseeable future. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year

(b) Use of Estimates

The preparation of Financial Statements in conformity with Indian GAAP requires the Management to make certain estimates and assumptions considered in the reported amounts of Assets and Liabilities (including Contingent Liabilities) as on the date of the Financial Statements and the reported Income and Expenses during the reporting period.

The Management believes that the estimates used in preparation of the Financial Statements are prudent and reasonable. Actual results could differ from these estimates. Any changes in such estimates are recognised prospectively

(c) Property, Plant and Equipment and Depreciation/Amortisation

Tangible property, plant and equipment acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any

The acquisition cost includes the purchase price (excluding refundable taxes) and expenses, such as delivery and handling costs, installation, legal services and consultancy services, directly attributable to bringing the asset to the site and in working condition for its intended use. Profit or Losses arising from disposal of fixed assets are measured as the difference between the net disposal proceeds and carrying amount of the asset and is recognized in the Statement of Profit and Loss when the asset is disposed

Intangible Assets are reported at acquisition value with deductions for accumulated amortisation and impairment losses, if any



Depreciation on asset is provided pro-rata from the date on which asset is ready to be put to use for its intended purpose on Straight-Line Method based on the estimated useful life of the assets, which are as follows :

Category of Asset	Estimated Useful Life (in years)
Tangible Fixed Assets :	
Data Processing Equipments	3
Office Equipments	4

As per the CA 2013, depreciation of assets has to be provided based on estimated useful life as per Schedule II of the CA 2013. However, there are certain categories of assets in whose cases the life of assets have been assessed as under, taking into consideration the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, the past history of replacement, anticipated technological changes etc. Pursuant to the foregoing, it is proposed to continue with the existing policy of accelerated depreciation on following category of assets :

- (i) Mobile Phones and IPad/Tablets 100% depreciated during the year of capitalisation due to extensive usage and technological obsolescence
- (ii) Office Equipment as per current policy of 4 years as against the useful life of 5 years provided in the CA 2013
- (iii) Individual assets costing ₹ 5,000 or less in the year of capitalisation shall be depreciated 100% for all the categories of assets

Residual value of all assets is retained at ₹ 1/-

(d) Impairment of Assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discounting factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets

(e) Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as operating lease. Lease rental expenses in respect of operating leases is equated over the lease period

(f) Investments

- (i) Investments are recognised at actual cost including costs incidental to acquisition such as brokerage fees and duties
- (ii) Investments are classified as non-current or current at the time of acquisition of such investments



(iii) Non current investments are individually valued at cost less provision for diminution, other than temporary

(iv) Current investments are valued at lower of cost or fair value, computed scrip-wise

(g) Foreign Currency Transactions and Translations

(i) Initial recognition

Foreign currency transactions are recorded at the rate prevailing on the date of transaction

(ii) Measurement at the balance sheet date

Foreign currency monetary items outstanding as at the Balance Sheet date are restated at the closing rate. Non-Monetary items which are carried in terms of historical cost denominated in foreign currency at the Balance Sheet date are reported using the exchange rate at the date of the transaction

(iii) Treatment of exchange differences

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the Statement of Profit and Loss

(h) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured

(i) Advisory fee income are recognised based on contractual arrangements

(ii) Dividend income is recognised once the unconditional right to receive dividend is established

(iii) Interest income on fixed deposits /inter corporate deposits is accrued proportionately based on period for which the same is placed

(iv) Profit or loss on sale of Mutual Fund Units is recognised as and when mutual funds units are redeemed

(i) Employee Benefits

(i) Contributions to Provident Fund, a defined contribution plan are charged as expenses in the Statement of Profit and Loss as per the applicable Law/Rules

(ii) The Company provides for gratuity, a defined benefit plan (unfunded). Incremental liability for gratuity based on actuarial valuation as per the projected unit credit method as at the reporting date, is charged as expenses in the Statement of Profit and Loss together with actuarial gain or loss

(iii) Compensation absences, other long term employee benefits, are provided for based on actuarial valuation obtained at the year end



(j) Taxation

Tax Expense comprises of Current Tax and net changes in Deferred Tax Assets or Liability during the year. Current Tax is the amount of tax payable on taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income tax Act, 1961 and other applicable tax laws

Deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only when there is reasonable certainty that the assets can be realised in future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised to the extent there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonable / virtually certain (as the case may be) to be realised

Current and deferred tax relating to items directly recognised in reserves are recognised in reserves and not in the Statement of Profit and Loss

(k) Provisions, Contingent Liabilities and Contingent Assets

In accordance with the Accounting Standard on “Provisions, Contingent Liabilities and Contingent Assets” (AS-29), provisions comprise liabilities of uncertain timing or amount. A provision is recognised when the Company has a present legal or constructive obligation as a result of a past event and it is probable that the outflow of resources would be required to settle the obligation, and in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted at their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date.

A Contingent Liability is disclosed unless the possibility of an outflow of resources embodying the economic benefits is remote. Contingent Assets are neither recognised nor disclosed in the financial statements

(l) Cash flow Statements

- (i) Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information
- (ii) Since the Company is in the business of asset management and other related services, the transactions related to advances and loans are shown under investing activities as required by provisions of Accounting Standard on “Cash Flow Statements” (AS-3)
- (iii) Cash comprises of balance in current accounts and demand deposits which are subject to insignificant risk of changes in value as defined in Accounting Standard on “Cash Flow Statements” (AS-3)



(m) Earnings Per Share

Earnings Per Share is computed in accordance with the Accounting Standard on "Earnings Per Share" (AS-20). In determining earnings per share, the Company considers the net profit after tax attributable to the Class A equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of eligible shares outstanding during the year. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share, and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless issued at a later date

(n) Goods and Services Tax / Service Tax

Goods and Services Tax ("GST")/Service Tax is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing the credits

(o) Operating Cycle

Operating Cycle Based on the nature of activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current

(3) Share Capital

(a) Share Capital of the Company consists of the following :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Authorised Share Capital :		
Class A 500,000 Equity shares (Previous Year Class A 500,000 Equity shares) of ₹ 100/- each	50,000,000	50,000,000
Class B 220,000 (Previous Year Class B 2,20,000 Equity shares) Equity shares of ₹ 100/- each	22,000,000	22,000,000
	72,000,000	72,000,000
Issued, Subscribed and Fully Paid up Share Capital :		
Class A 424,762 Equity shares (Previous year Class A 424,762 Equity shares) of ₹ 100/- each	42,476,200	42,476,200
Class B 215,948 Equity shares (Previous year Class B 215,948 Equity shares) of ₹ 100/- each	21,594,800	21,594,800
	64,071,000	64,071,000



(b) Reconciliation of the number of Class A shares outstanding at the beginning of the year and at the end of the year :

Particulars	As at March 31, 2018		As at March 31, 2017	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	424,762	42,476,200	224,762	22,476,200
Issued during the year	-	-	200,000	20,000,000
At the end of the year	424,762	42,476,200	424,762	42,476,200

(c) List of Holding Company and shareholders holding more than 5% of the share capital :

Name of the Shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Class A Shares held	% of Holding	No. of Class A Shares held	% of Holding
IL&FS Investment Managers Limited (Holding Company)	424,762	100.00	424,762	100.00

Name of the Shareholder	As at March 31, 2018		As at March 31, 2017	
	No. of Class B Shares held	% of Holding	No. of Class B Shares held	% of Holding
IL&FS Investment Managers Limited (Holding Company)	215,948	100.00	215,948	100.00

(d) Class A Equity Shares of ₹ 100/- each fully paid up have a voting right in proportion to their holding of the Class A Equity Share Capital of the Company

Class B Equity shares of ₹ 100 each fully paid up do not have voting rights and are not entitled to distributable profits. Accordingly, they are not considered in computation of Earnings per share

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company as per rights as mentioned above, in proportion to the number of equity shares held after distribution of all preferential amounts. However, no such preferential amounts exist currently

(e) No shares were allotted by the Company as fully paid-up 'pursuant to any contract without payment being received in cash' in last five years

(f) No shares were bought back by the Company during the last five years



(4) Reserves and Surplus

The movement in Reserves and Surplus is as under :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Capital Redemption Reserve :		
Balance at beginning of the year	20,000,000	20,000,000
General Reserve :		
Balance at beginning of the year	2,772,000	2,772,000
Share Premium :		
Balance at beginning of the year	18,000,000	-
Add: Addition on account of equity shares	-	18,000,000
Balance at the end of the year	18,000,000	18,000,000
Surplus in the Statement of Profit and Loss :		
Balance at beginning of the year	31,458,120	15,933,392
Add: Profit for the year	12,557,404	15,524,728
Balance at the end of the year	44,015,524	31,458,120
	84,787,524	72,230,120

(5) Long Term Provisions

Long Term provision consists of :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Provision for Employee benefits (Gratuity)	3,262,896	3,201,106
Provision for Employee benefits (Leave)	1,310,984	2,100,857
	4,573,880	5,301,963

Disclosures relating to Accounting Standard 15 "Employee Benefits" (Revised) are provided below :

(a) Defined-Contribution Plans :

The Company has recognised ₹ 963,216/- (Previous year – ₹ 1,700,856/-) as expenses in the Statement of Profit and Loss being Company's contribution to Provident Fund, which is maintained with the office of Regional Provident Fund Commissioner

(b) Defined- Benefits Plans :

The actuarial calculations used to estimate defined benefit commitments and expenses are based on the following assumptions :

	As at March 31, 2018	As at March 31, 2017
Discount Rate	7.80%	7.27%
Salary Escalation	6.50%	6.50%
Attrition Rate	2.00%	2.00%
Rate of Return on Plan Assets	NA	NA
Mortality Table	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate



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The table below sets out the status of unfunded post-retirement benefits plans for gratuity :

I.	Change in Defined Benefit Obligation :	As at March 31, 2018		As at March 31, 2017		
		(₹)	(₹)	(₹)	(₹)	
	Liability at the beginning of the year	3,280,237		3,516,583		
	Current Service Cost	175,064		324,443		
	Interest Cost	238,304		276,403		
	Past Service Cost	964,492		-		
	Actuarial loss/(gain) on obligations	703,835		(837,192)		
	Benefits Paid	(2,002,932)		-		
	Liability at the end of the year	3,359,000		3,280,237		
II.	Expenses Recognised in the Statement of Profit and Loss :	For year ended March 31, 2018		For year ended March 31, 2017		
		(₹)	(₹)	(₹)	(₹)	
	Current Service Cost	175,064		324,443		
	Past Service Cost	964,492		-		
	Interest Cost	238,304		276,403		
	Net Actuarial loss/(gain)	703,835		(837,192)		
	Expense Recognised in Statement of Profit and Loss	2,081,695		(236,346)		
III.	Balance Sheet Reconciliation:	As at March 31, 2018		As at March 31, 2017		
		(₹)	(₹)	(₹)	(₹)	
	Opening Net Liability	3,280,237		3,516,583		
	Expense	2,081,695		(236,346)		
	Benefit paid	(2,002,932)		-		
	Amount Recognised in Balance Sheet	3,359,000		3,280,237		
IV.	Experience Adjustments	For year ended March 31, 2018	For year ended March 31, 2017	For year ended March 31, 2016	For year ended March 31, 2015	For year ended March 31, 2014
		(₹)	(₹)	(₹)	(₹)	(₹)
	Experience Adjustment on Liability (Gain)/loss	897,651	(1,053,596)	(389,462)	24,439	116,492

The estimates of future salary increase considered in actuarial valuation, take account of inflation, seniority, promotion, and other relevant factors

The above information is certified by the actuary and relied upon by the auditors



(6) Trade Payables

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Trade Payables		
(a) total outstanding dues of micro enterprises and small enterprises	-	-
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	1,279,547	1,460,677
	1,279,547	1,460,677

According to the records available with the Company, there were no dues to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006. Hence disclosures, if any, relating to amounts unpaid as at the year end together with the interest paid / payable as required under the said Act have not been given. This information has been provided by the Company and relied upon by the Auditors

(7) Other Current Liabilities

Other Current Liabilities consists of :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Statutory dues	366,795	313,600
Other Payables	396	-
	367,191	313,600

(8) Short Term Provisions

Short Term provisions consist of :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Provision for employee benefits		
- Gratuity	96,104	79,131
- Compensated Absences	38,810	53,103
- Performance Related Pay	4,000,000	6,000,000
Provision for taxation (net of advance tax of ₹ 11,791,985/- (Previous year net of advance tax of ₹ 7,182,944/-))	2,189,449	2,178,490
	6,324,363	8,310,724



(9) **Property, Plant and Equipment**

Current Year :

									Amount in ₹
GROSS BLOCK					DEPRECIATION				NET BLOCK
Description of Assets	As on 01.04.2017	Additions	Deductions	As on 31.03.2018	Up to 31.03.2017	For the year	Deductions	Up to 31.03.2018	As At 31.03.2018
Office Equipment's	3,76,028	-	(75,000)	301,028	376,023	3	(75,000)	301,026	2
Data Processing Equipment's	630,490	-	(156,000)	474,490	572,474	41,424	(139,416)	474,482	8
Total	1,006,518	-	(231,000)	775,518	948,497	41,427	(214,416)	775,508	10

Previous Year :

									Amount in ₹
GROSS BLOCK					DEPRECIATION				NET BLOCK
Description of Assets	As on 01.04.2016	Additions	Deductions	As on 31.03.2017	Up to 31.03.2016	For the year	Deductions	Up to 31.03.2017	As At 31.03.2017
Office Equipment's	560,281	63,747	(248,000)	3,76,028	560,277	63,745	(247,999)	376,023	5
Data Processing Equipment's	630,490	-	-	630,490	395,974	176,500	-	572,474	58,016
Total	1,190,771	63,747	(248,000)	1,006,518	956,251	240,245	(247,999)	948,497	58,021

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(10) Deferred Tax Asset

Deferred Tax has been accounted for in accordance with the requirements under the Accounting Standard - 22 "Accounting for Taxes on Income"

(a) During the current year the timing differences have resulted in a net deferred tax asset of ₹ 1,490,000/- with a charge of ₹ 224,000/- to the Statement of Profit and Loss

(b) The deferred tax asset recognised in the accounts as on March 31, 2018 are as follows :

Nature of Timing Differences	March 31, 2017 Asset (₹)	Adjusted/Added during the year (₹)	March 31, 2018 Asset (₹)
Net Depreciation	217,000	(24,000)	193,000
Employee Benefits	1,497,000	(200,000)	1,297,000
	1,714,000	(224,000)	1,490,000
Previous Year	2,708,000	(994,000)	1,714,000

(11) Long Term Loans and Advances

Long Term Loans and Advances consists of amounts expected to be realised beyond twelve months from the Balance Sheet date :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Advance tax (net of provision of tax of ₹ 76,848,238/- (Previous year net of provision of tax of ₹ 76,848,238/-))	13,253,177	13,222,677
	13,253,177	13,222,677



(12) Current Investments

The details of current investments are provided below :

Particulars	As at March 31, 2018			As at March 31, 2017		
Mutual Fund Scheme	Units	Face Value (₹)	Amount (₹)	Units	Face Value (₹)	Amount (₹)
Non Trade – Investment in units of Mutual Funds - Unquoted – Lower of cost or fair value						
Kotak Treasury Advantage Fund - Direct Plan Growth	709,748.39	10	20,000,000	-	-	-
UTI Treasury Advantage Fund - Regular – Growth	8,360.22	1,000	20,000,000	-	-	-
Reliance Interval Fund - Quarterly Interval Fund - Series II	427,556.90	10	10,000,000	-	-	-
Kotak Floater (Short Term) – Growth	2,633.50	1,000	7,499,999	-	-	-
Kotak Low Duration Fund Direct Growth	-	-	-	35,395.32	1,000	71,800,000
Kotak Treasury Advantage Fund – Direct Plan – Growth	-	-	-	516,321.06	10	13,600,000
Birla Sunlife Floating Rate Fund - Long Term Growth Reg	-	-	-	60,630.67	100	12,045,241
ICICI Prudential Flexible Income – Growth	-	-	-	32,639.79	100	10,154,197
Baroda Pioneer Treasury Advantage Fund – Plan A Growth	-	-	-	6,369.20	1,000	12,063,715
			57,499,999			119,663,153
Aggregate value of unquoted investments			57,499,999			119,663,153



(13) Trade Receivables

The details of Trade Receivables are as under :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Unsecured, considered good :		
Trade Receivable (outstanding for less than 6 months from the date they are due for payment)	11,875,007	15,160,897
	11,875,007	15,160,897

(14) Cash and Cash equivalents

Cash and Cash equivalents consist of:

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Cash in hand	477	840
Balance with Banks		
- in Current Account	570,383	1,347,103
	570,860	1,347,943

The disclosures regarding details of specified bank notes held and transacted during November 8, 2016 to December 30, 2016 has not been made since it does not pertain to financial year ended March 31, 2018

(15) Short Term Loans and Advances

(a) Short Term Loans and advances consist of :

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Unsecured, considered good :		
Inter corporate deposits Placed	75,000,000	-
Prepaid Expenses	100,249	224,407
Sundry Deposits	31,149	31,149
GST Credit available	1,464,706	-
Other Advances	36,978	265,837
	76,633,082	521,393

(b) Other Advances include recoverable on account of reimbursement of out of pocket expenses





(c) Inter Corporate Deposits given to Related Parties represent the company's short term surplus funds placed with IL&FS Transportation Networks Ltd

As at March 31, 2018			As at March 31, 2017		
Amount (₹)	Interest	Tenor	Amount (₹)	Interest	Tenor
75,000,000	11%	30 days	-	-	-

(16) Other Current Assets

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Unsecured, considered good :		
Interest accrued	81,370	-
	81,370	-

(17) Revenue from Operations

Revenue from Operations comprises of :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Fees from Advisory Services	45,943,885	67,288,252
	45,943,885	67,288,252

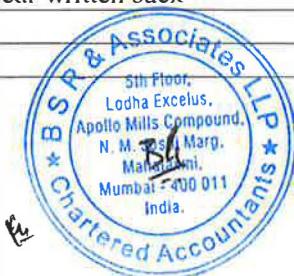
Income in Foreign Currency (on accrual basis) on :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Fees from Advisory Services	45,943,885	67,288,252
	45,943,885	67,288,252

(18) Other Income :

Other Income comprises of :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Dividend Income from current, non-trade Investments	6,492	1,854,217
Profit on sale of current, non-trade Investments	8,980,832	5,627,263
Profit on sale of fixed asset	144	20,999
Interest on Other Deposits	90,411	75,649
Excess Provision for Performance Related Pay in respect of earlier year written back	2,050,000	925,000
Other Income	-	1,070,002
	11,127,879	9,573,130



(19) Employee Benefits Expense :

Employee Benefits expense consist of :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Salaries and Allowances	20,879,798	32,386,568
Contribution to Provident Fund	1,018,991	1,829,358
Gratuity Expense	2,081,695	(236,346)
Staff Training and Welfare Expenses	62,400	117,887
	24,042,884	34,097,467

(20) Operating and Administrative Expenses :

(a) Operating and Administrative Expenses consist of :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Operating lease rentals	7,507,350	8,856,083
Communication expenses	181,471	401,253
Professional fees	2,193,834	2,877,327
Travelling and conveyance	1,750,450	3,700,774
Brand subscription fees	518,750	575,000
Repairs & Maintenance	819,610	855,923
Miscellaneous expenses	483,281	1,087,016
Directors Sitting Fees	1,750,000	450,000
Foreign Exchange Fluctuation Loss	381,303	631,566
	15,586,049	19,434,942

(b) Miscellaneous expenses include general administration expenses

(c) Professional fees includes amounts paid/payable to Auditors as below :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
As Auditors	700,000	700,000
Certification	-	650,000
Out of Pocket Expenses	10,500	25,413
	710,500	1,375,413

Above amounts exclude GST/Service tax



(d) Operating leases :

The Company has entered into Operating Lease arrangements towards provision for vehicles and business centre arrangement towards use of office facility. The minimum future payments during non-cancellable periods under the foregoing arrangements in the aggregate for each of the following periods is as follows :

Future Lease rentals	March 31, 2018 (₹)	March 31, 2017 (₹)
Not later than one year	7,020,000	7,020,000
Later than one year but not later than 5 years	-	7,020,000
Amount charged to the Statement of Profit and Loss (on non-cancellable lease)	7,020,000	7,020,000

(21) Earnings Per Equity Share (EPS) :

In accordance with the Accounting Standard on 'Earnings Per Share' (AS-20), the Basic Earnings Per Share and Diluted Earnings Per Share have been computed by dividing the Profit for the year by the weighted average number of equity shares for the respective period as under :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Profit for the year attributable to Class A Equity Shareholders (₹)	12,557,404	15,524,728
Weighted Average Number of Class A Equity Shares for calculating Basic EPS	424,762	365,584
Weighted Average Number of Class A Equity Shares for calculating Diluted EPS	424,762	365,584
Nominal Value per share (₹)	100	100
Basic and Diluted Earnings per share	29.56	42.47

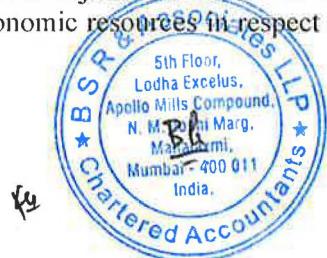
Note : Class B Equity shares of ₹ 100/- each fully paid up do not have voting rights and are not entitled to distributable profits of the Company and hence are not considered in computation of Earnings per share

(22) Contingent Liabilities :

Particulars	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Income tax demand contested by the Company *	72,684,245	70,486,769
Service tax demand contested by the Company	70,168,236	45,929,797

* Amounts are disputed with Income Tax Authority for A.Y 2008-09, A.Y. 2010-11 and A.Y. 2011-12 towards adjustments made for Transfer Pricing. The Company does not expect any outflow of economic resources in respect of above and therefore no provision is made in respect thereof

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(23) Foreign currency exposures :

(a) Balances in foreign currencies as at the balance sheet date not hedged by derivative instruments are as under :

Particulars	As at March 31, 2018		As at March 31, 2017	
	Foreign Currency Amount	Equivalent (₹)	Foreign Currency Amount	Equivalent (₹)
Trade Receivables	USD 182,569	11,875,007	USD 233,825	15,160,897
Reimbursement Receivables	USD 568	36,978	USD 3,328	215,784

(b) There are no derivative contracts entered up to by the Company and outstanding as on March 31, 2018

(c) Expenditure in Foreign Currency (on accrual basis) on :

Description	For the year ended March 31, 2018 (₹)	For the year ended March 31, 2017 (₹)
Travelling Expenses	115,116	335,577

(24) Related Party Disclosures :

Related party disclosures as required by the Accounting Standard AS-18 on "Related Party Disclosures" prescribed in the Companies (Accounting Standard) Rules, 2006 are given below:-

(a) Names of the related parties with whom transactions have been entered into during the year and description of relationship :

	Name of the Party	Relationship
1	Infrastructure Leasing & Financial Services Limited (ILFS)	Ultimate Holding Company (Control exists)
2	IL&FS Investment Managers Limited (IIML)	Holding Company (Control exists)
3	IL&FS Investment Advisors LLC (IIAL)	Fellow Subsidiary
4	Livia India Limited (LIVIA)	Fellow Subsidiary
5	IL&FS Transportation Networks Ltd (ITNL)	Fellow Subsidiary
6	ISSL CPG BPO Private Limited (ISSL CPG)	Fellow Subsidiary
7	Sunita Manwani (Chief Financial Officer)	Key Managerial Person (KMP)

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(b) The nature and volume of transactions during the year ended March 31, 2018 with the above related parties are as follows :

					Amount in (₹)
Nature of Transaction	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	KMP	
Balances as at March 31, 2018					
Trade Payable	(77,201)	(65,537)	-	-	
Short Term Advances (IIAL)	-	-	36,978	-	
Short Term Advances (ITNL)	-	-	75,000,000	-	
Interest Accrued (ITNL)	-	-	81,370	-	
Trade receivable (IIAL)	-	-	11,911,984	-	
Transaction for the year ended March 31, 2018					
Expense					
Operating lease rentals	7,236,000	-	-	-	
Brand subscription fees	500,000	-	-	-	
Insurance	70,154	-	-	-	
Operating Expenses Reimbursement	57,265	-	-	-	
IT support services(Livia)	-	-	1,005,589	-	
Interest Income(ITNL)	-	-	90,411	-	
Inter corporate deposits Placed			75,000,000	-	
Remuneration	-	-	-	10,177,406	
Income					
Fees from Advisory Services (IIAL)	-	-	45,943,885	-	
Others:					
Assets, Leave and Gratuity Provision transferred on transfer of Employees to IIML	-	(3,047,317)	-	-	
Operating Expenses Reimbursement	-	358,718	-	-	
Operating Expenses Reimbursement (IIAL)	-	-	56,153	-	



(c) The nature and volume of transactions during the year ended March 31, 2017 with the above related parties are as follows :

Nature of Transaction	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Amount in (₹)
				KMP
Balances as at March 31, 2017				
Trade Receivables (IIAL)	-	-	15,160,897	-
Short Term Advances (IIAL)	-	-	215,784	-
Trade Payables	15,761		-	-
Trade Payables	-	324,031	-	-
Transaction for the year ended March 31, 2017				
Expense				
Operating lease rentals	8,274,000	-	-	-
Brand subscription fees	575,000	-	-	-
Operating Expenses Reimbursement	113,386	-	-	-
Repairs & Maintenance (Livia)	-	-	836,802	-
Operating Expenses Reimbursement	-	647,508	-	-
Professional Fees (ISSL, CPG)	-	-	19,000	-
Remuneration (wef 10 October 2016)	-	-	-	4,266,526
Income				
Fees from Advisory Services (IIAL)	-	-	67,288,252	-
Operating Expenses Reimbursement (IIAL)	-	-	1,967,727	-
Others				
Dividend Paid	-	44,952,400	-	-
Subscription to share capital		38,000,000	-	-

(25) Segment Reporting

The Company is in the business of providing Investment Advisory and other related services in India. Accordingly, there is no separate reportable business or geographical segments as per Accounting Standard 17 on "Segment Reporting". It is considered appropriate by Management to have a single segment i.e. "Investment Advisory and other related services"



(26) The Company's management is of the opinion that its international transactions with related parties are at arm's length as per Transfer Pricing Regulations for the year ended March 31, 2018. The Management is in the process of preparing Transfer Pricing documentation study and believes the same will not have any material impact on the financial statements

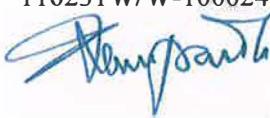
(27) Figures for the previous year have been regrouped, wherever necessary, to correspond with the figures of the current year

The accompanying Notes are an integral part of the Financial Statements

In terms of our report attached

For B S R & A SSOCIA TESLLP

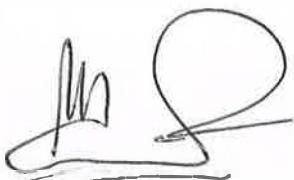
Chartered Accountants
(Firm Registration Number
116231W/W-100024)



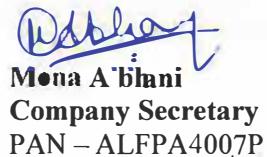
N Sampath Ganesh
Partner
Membership No.042554

Place : Mumbai
Date : April 27, 2018

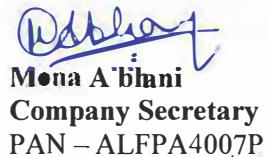
For and on behalf of the Board



Ravi Parthasarathy
Director
DIN - 00002392


Harish Engineer
Director
DIN – 01843009

Sunita Manwani
Chief Financial Officer
PAN – AETPM1733K


Mona A Bhani
Company Secretary
PAN – ALFPA4007P