

Edelweiss Trustee Services Limited

Financial Statements

together with Auditors' Report

for the year ended 31 March 2016

Edelweiss Trustee Services Limited

Financial Statements together with Auditors' Report

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B S R & Associates LLP

Chartered Accountants

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Independent Auditor's Report

To the Members of Edelweiss Trustee Services Limited

Report on the financial statements

We have audited the accompanying financial statements of Edelweiss Trustee Services Limited (the "Company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, 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 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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. 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.

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.

Independent Auditor's Report (Continued)

Edelweiss Trustee Services Limited

Auditor's responsibility (Continued)

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 2016, and its profits and its cash flows for the year ended on that date.

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;
- c) The Balance Sheet, the Statement of Profit and Loss, and the 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, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 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:

Independent Auditor's Report (Continued)
Edelweiss Trustee Services Limited

Report on other legal and regulatory requirements (Continued)

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any on long-term contracts including long term derivative contracts - Refer Note 2.20 to the financial statements; and
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **B S R & Associates LLP**

Chartered Accountants

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



Ashwin Suvarna

Partner

Membership No: 109503

Mumbai
12 May 2016

Edelweiss Trustee Services Limited

Annexure A to the Independent Auditor's Report-31 March 2016

The Annexure A referred to in Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31 March 2016, we report that:

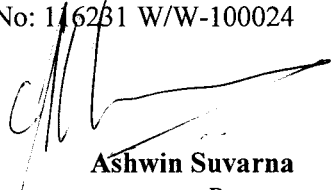
- i. According to the information and explanations given to us and on an overall examination of the books of accounts of the Company, the Company does not hold any fixed assets in the current financial year. Accordingly, paragraph 3 (i) of the Order is not applicable.
- ii. The Company is a service company primarily providing trusteeship services. Accordingly, paragraph 3 (ii) of the Order is not applicable.
- 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. Accordingly, paragraph 3(iii) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has not given any loans covered under section 185 nor made any investments covered under section 186 of the Act. Hence, paragraph 3(iv) of the Order is not applicable.
- v. The Company has not accepted any deposits from the public.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any activities conducted/ services rendered by the Company.
- vii.
 - (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including, income-tax, service tax and other material statutory dues have generally 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 provident fund, employees' state insurance, sales tax, value added tax, sales tax, customs duty, excise duty, cess. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, service tax, and other material statutory dues were in arrears as at 31 March 2016 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 no dues of income tax, service tax and other material statutory dues which have not been deposited with the appropriate authorities on account of any dispute.
- viii. The Company did not have any outstanding dues to financial institution, bank, government or debenture holder during the year.
- ix. The Company has not raised any money by way of initial public offer or further public offer and term loans during the year.
- 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.

Edelweiss Trustee Services Limited
Annexure A to the Independent Auditor's Report-31 March 2016
(Continued)

- xi. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/ provided for managerial remuneration. Accordingly, paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully paid or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of Reserve Bank of India Act 1934.

Mumbai
12 May 2016

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


Ashwin Suvarna
Partner
Membership No: 109503

Edelweiss Trustee Services Limited

Annexure - B to the Independent Auditor's Report of even date on the financial statements of Edelweiss Trustee Services Limited

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 Edelweiss Trustee Services Limited (the "Company") as of 31 March 2016 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 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 (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 the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and timely preparation of reliable financial information, as required under 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, issued by the ICAI and 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.

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.



Edelweiss Trustee Services Limited

Annexure - B to the Independent Auditor's Report of even date on the financial statements of Edelweiss Trustee Services Limited (*Continued*)

Meaning of internal financial controls over financial reporting

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 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.

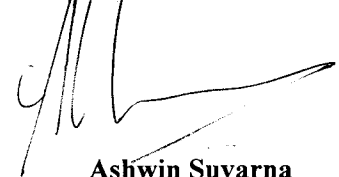
Opinion

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 2016, 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: 116231 W/W-100024



Ashwin Suvarna

Partner

Membership No: 109503

Mumbai
12 May 2016

Edelweiss Trustee Services Limited

Balance Sheet

(Currency : Indian rupees)

	Note	As at 31 March 2016	As at 31 March 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2.1	500,000	500,000
Reserves and surplus	2.2	11,207,954	9,891,083
		11,707,954	10,391,083
Current liabilities			
Trade payables	2.3	295,791	216,700
Other current liabilities	2.4	94,647	42,725
Short-term provisions	2.5	31,556	180,243
		12,129,948	10,830,751
TOTAL		12,129,948	10,830,751
ASSETS			
Current assets			
Trade receivables	2.6	365,750	505,620
Cash and bank balances	2.7	11,640,882	5,619,367
Short-term loans and advances	2.8	100,000	4,654,712
Other current assets	2.9	23,316	51,052
		12,129,948	10,830,751
TOTAL		12,129,948	10,830,751

Significant accounting policies and notes to the financial statements 1 & 2

As per our report of even date attached.

For BSR & Associates LLP

Chartered Accountants

Firm Registration No. 116231W / W-100024



Ashwin Suvarna

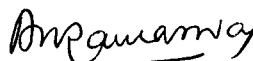
Partner

Membership No: 109503

Mumbai

12 May 2016

For and on behalf of the Board of Directors




Arakoni Ramaswamy

Director

DIN - 00676957

Mumbai

12 May 2016



Biren Shah

Director

DIN -01258542

Edelweiss Trustee Services Limited

Statement of Profit and Loss

(Currency : Indian Rupees)

	Note	For the year ended 31 March 2016	For the year ended 31 March 2015
Revenue from operations			
Fee income	2.10	12,50,135	8,75,275
Other income	2.11	9,81,277	10,23,931
Total Revenue		22,31,412	18,99,206
Expenses			
Finance costs	2.12	22,913	23,715
Other expenses	2.13	2,88,618	2,52,755
Total expenses		3,11,531	2,76,470
Profit before tax		19,19,881	16,22,736
Tax expense:			
Current tax (includes short provision for earlier years Rs. 8,340/- ; Previous year: Rs. Nil))		6,03,010	7,24,701
Profit for the year		13,16,871	8,98,035
Earnings per equity share:	2.16		
Basic and diluted (face value of Rs. 10 each)		26.34	17.96
Significant accounting policies and notes to the financial statements	1 & 2		

As per our report of even date attached.

For **B S R & Associates LLP**
Chartered Accountants
Firm Registration No. 116231W / W-100024



Ashwin Suvarna
Partner
Membership No: 109503

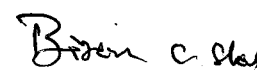
Mumbai
12 May 2016

For and on behalf of the Board of Directors



Arakoni Ramaswamy
Director
DIN - 00676957

Mumbai
12 May 2016



Biren Shah
Director
DIN -01258542

Edelweiss Trustee Services Limited

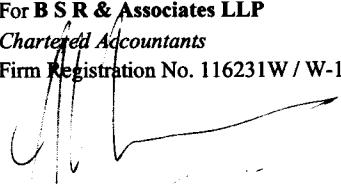
Cash Flow Statement

(Currency : Indian rupees)

	For the year ended 31 March 2016	For the year ended 31 March 2015
A Cash flow from operating activities		
Profit before taxation	1,919,881	1,622,736
Adjustments for		
Interest income on loans	3,068	(1,002,797)
Interest income on fixed deposits	(29,332)	(3,082)
Operating cash flow before working capital changes	1,893,617	616,857
Add / (Less): Adjustments for working capital changes		
Decrease/ (increase) in trade receivables	139,870	(505,620)
Decrease in short-term loans and advances	-	31,015
Decrease in other current assets	-	39,700
Increase in liabilities and provisions	131,012	24,725
Cash generated from operations	2,164,499	206,677
Income taxes paid	751,697	604,128
Net cash generated from / (used in) operating activities - A	1,412,802	(397,451)
B Cash flow from investing activities		
Interest received	54,000	980,922
Proceeds from loan given	4,554,712	4,150,000
Net cash generated from investing activities - B	4,608,712	5,130,922
C Cash flow from financing activities		
Net cash from financing activities - C	-	-
Net increase in cash and cash equivalents (A+B+C)	6,021,514	4,733,471
Cash and cash equivalents as at the beginning of the year	5,619,367	885,896
Cash and cash equivalents as at the end of the year (Refer note 2.7)	11,640,881	5,619,367

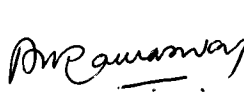
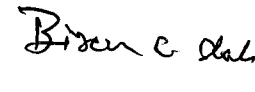
As per our report of even date attached.

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


Ashwin Suvarna
Partner
Membership No: 109503

Mumbai
12 May 2016

For and on behalf of the Board of Directors

 
Arakoni Ramaswamy **Biren Shah**
Director Director
DIN - 00676957 DIN -01258542

Mumbai
12 May 2016

Edelweiss Trustee Services Limited

Notes to the financial statements

1. Significant accounting policies

1.1 Basis of preparation of financial statements

The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention, on the accrual basis of accounting, unless otherwise stated, and comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Companies Act, 2013 (to the extent notified), (hereinafter together referred to as 'the Act') and the Schedule III to the Act. The financial statements are presented in Indian Rupees.

1.2 Use of estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make certain estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the financial statements and reported amount of revenue and expenses during the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as on the date of the financial statements. Actual results could differ from the estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

1.3 Current – non-current classification

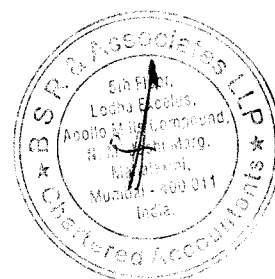
All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle or it is held primarily for the purpose of being traded or it is expected to be realized within 12 months after the reporting date or it is cash or cash equivalent unless it is restricted from being exchanged or expected to be used to settle a liability for at least 12 months after the reporting date. Current assets include the current portion of non-current assets. All other assets are classified as non-current.

Liabilities

A liability is classified as current when it is expected to be settled in the company's normal operating cycle or it is held primarily for the purpose of being traded or it is due to be settled within 12 months after the reporting date or the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification. Current liabilities include current portion of non-current liabilities. All other liabilities are classified as non-current.



Edelweiss Trustee Services Limited

Notes to the financial statements (continued)

1.4 Revenue recognition

- Revenue from rendering of trustee services is recognised in accordance with the terms and conditions of the investment management agreement between the Company and the Fund for which the Company acts as a trustee. The amount recognised as revenue is exclusive of service tax.
- Interest income is recognised on accrual basis.

1.5 Taxation

Tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961), deferred tax charge or benefit (reflecting the tax effect of timing differences between accounting income and taxable income for the period).

Current tax

Provision for current tax is recognised based on estimated tax liability computed after adjusting for allowances, disallowances and exemptions in accordance with the Income Tax Act, 1961 and minimum alternate tax.

Deferred tax

The deferred tax charge or benefit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the asset can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of these 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.

1.6 Earnings per share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 – “Earnings Per Share”. Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all potential equity shares.



Edelweiss Trustee Services Limited

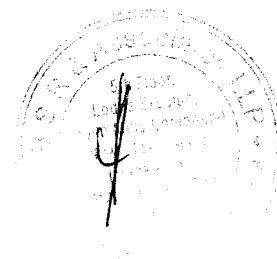
Notes to the financial statements (continued)

1.7 Provisions and contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.



Edelweiss Trustee Services Limited

Notes to the financial statements

(Currency : Indian rupees)

	As at 31 March 2016	As at 31 March 2015
2.1 Share capital		
Authorised :		
100,000 (Previous year: 100,000) equity shares of Rs. 10 each	1,000,000	1,000,000
Issued, Subscribed and Paid up:		
50,000 (Previous year: 50,000) equity shares of Rs. 10 each, fully paid-up	500,000	500,000
	500,000	500,000

The entire paid up capital is held by Edelweiss Financial Services Limited, the holding company and its nominees.

a) Terms/rights attached to equity shares:

The Company has only one class of equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share held. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

b) Movement in share capital:

	As at 31 March 2016		As at 31 March 2015	
	No. of Shares	Amount	No. of Shares	Amount
Equity shares of Rs. 10 each fully paid up				
Outstanding at the beginning	50,000	500,000	50,000	500,000
Shares issued during the year	-	-	-	-
As at the end	50,000	500,000	50,000	500,000

c) Shares held by holding / ultimate holding company and / or their subsidiaries / associates:

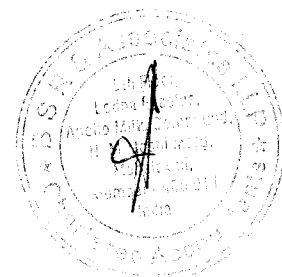
	As at 31 March 2016		As at 31 March 2015	
	No. of Shares	%	No. of Shares	%
Edelweiss Financial Services Limited, the holding company	50,000	100%	50,000	100%
	50,000	100%	50,000	100%

d) Details of shares held by shareholders holding more than 5% of the aggregate shares of the Company:

	As at 31 March 2016		As at 31 March 2015	
	No. of Shares	%	No. of Shares	%
Edelweiss Financial Services Limited, the holding company	50,000	100%	50,000	100%
	50,000	100%	50,000	100%

2.2 Reserves and surplus

Surplus in statement of profit and loss	9,891,083	8,993,048
Add: Profit for the year	1,316,871	898,035
	11,207,954	9,891,083

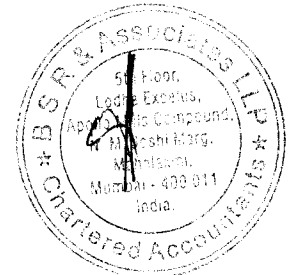


Edelweiss Trustee Services Limited

Notes to the financial statements (continued)

(Currency : Indian rupees)

	As at 31 March 2016	As at 31 March 2015
2.3 Trade payables		
Total outstanding due of creditors other than micro enterprises and small enterprises (includes sundry creditors and provision for expenses)	2,95,791	2,16,700
	<u>2,95,791</u>	<u>2,16,700</u>
2.4 Other current liabilities		
Income received in advance	24,590	24,725
Other payables		
Withholding tax, service tax and other taxes payable	69,657	18,000
Others	400	-
	<u>94,647</u>	<u>42,725</u>
2.5 Short-term provisions		
Provision for taxation [net of advance tax and tax deducted at source Rs. 1,558,106, (Previous year Rs. 965,657)]	31,556	1,80,243
	<u>31,556</u>	<u>1,80,243</u>

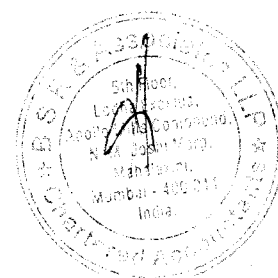


Edelweiss Trustee Services Limited

Notes to the financial statements (continued)

(Currency : Indian rupees)

	As at 31 March 2016	As at 31 March 2015
2.6 Trade receivables		
Other debts		
Unsecured, considered good	365,750	505,620
	<u>365,750</u>	<u>505,620</u>
2.7 Cash and bank balances		
Cash and cash equivalents		
Balances with banks		
in current accounts	690,882	619,367
in fixed deposits with original maturity less than 3 months	10,950,000	5,000,000
	<u>11,640,882</u>	<u>5,619,367</u>
2.8 Short-term loans and advances		
Unsecured, considered good		
Loans and advances to a related party	-	4,610,519
Other loans and advances		
Prepaid expenses	-	3,760
Vendor Advances	100,000	-
Input tax credits	-	39,683
Advances recoverable in cash or in kind or for value to be received	-	750
	<u>100,000</u>	<u>4,654,712</u>
2.9 Other current assets		
Accrued interest on fixed deposits	23,316	3,082
Accrued interest on loans given	-	47,970
	<u>23,316</u>	<u>51,052</u>

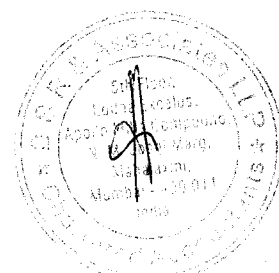


Edelweiss Trustee Services Limited

Notes to the financial statements (continued)

(Currency : Indian rupees)

	For the year ended 31 March 2016	For the year ended 31 March 2015
2.10 Fee income		
Trustee services fees	12,50,135	8,75,275
	<u>12,50,135</u>	<u>8,75,275</u>
2.11 Other income		
Interest income on loan	9,48,877	10,02,797
Interest income on fixed deposits	29,332	3,082
Interest income - others	3,068	18,052
	<u>9,81,277</u>	<u>10,23,931</u>
2.12 Finance costs		
Interest - others	7,913	23,715
Financial & Bank charges	15,000	-
	<u>22,913</u>	<u>23,715</u>
2.13 Other expenses		
Auditors' remuneration (refer note below)	2,10,800	1,96,200
Communication	(400)	400
Clearing and custodian charges	-	30,000
Legal and professional fees	72,161	16,000
Printing and stationery	1,337	3,097
Rates and taxes	2,620	3,822
Registration expenses	420	3,236
Stamp duty	1,680	-
	<u>2,88,618</u>	<u>2,52,755</u>
Note:		
Auditors' remuneration:		
As auditor	2,00,000	1,80,000
For reimbursement of expenses	10,800	16,200
	<u>2,10,800</u>	<u>1,96,200</u>



Edelweiss Trustee Services Limited

Notes to the financial statements (continued)

(Currency: Indian rupees)

2.14 Segment reporting

The main business of the Company is to trusteeship business and hence, operates only in one segment. Since the business operations of the Company are primarily concentrated in one area in India, the Company is considered to operate only in the domestic segment.

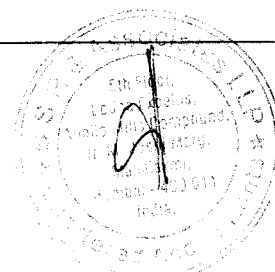
2.15 Disclosure as required by Accounting Standard 18 - Related Party Disclosure

i. List of related parties and relationship:

Name of related parties by whom control is exercised : Holding Company	Edelweiss Financial Services Limited
Fellow Subsidiaries (with whom transactions have taken place)	Edelweiss Commodities Services Limited

ii. Transactions with related parties :

Sr. No.	Nature of Transaction	Related Party Name	2015-16	2014-15
Current account transactions				
1	Short term loans given to	Edelweiss Commodities Services Limited	55,00,000	850,000
2	Short term loans repaid by	Edelweiss Commodities Services Limited	10,110,519	5,000,000
3	Interest income on loans given to	Edelweiss Commodities Services Limited	948,877	1,002,797
4	Reimbursements paid to	Edelweiss Financial Services Limited	570,563	591,627
Balances with related parties				
5	Accrued interest income on loans given to	Edelweiss Commodities Services Limited	-	47,970
6	Short term loans given to	Edelweiss Commodities Services Limited	-	4,610,519



Edelweiss Trustee Services Limited

Notes to the financial statements (continued)

(Currency: Indian rupees)

Note:

The Intra group company loans are generally in the nature of revolving demand loans. Loan given/taken to/from parties and margin money placed/refund received with/from related parties are disclosed based on the maximum incremental amount given/taken and placed/refund received during the reporting period.

2.16 Earnings per share

In accordance with Accounting Standard 20 on Earnings per share notified under section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules 2014, the computation of earnings per share is set out below.

	2016	2015
a) Net amount attributable to the equity shareholders (as per statement of profit and loss)	1,316,871	898,035
b) Calculation of weighted average number of Equity Shares of Rs. 10 each		
- Number of shares at the beginning of the year	50,000	50,000
- Number of shares issued during the year	-	-
Total number of equity shares outstanding at the end of the year	50,000	50,000
Weighted average number of equity shares outstanding during the year (based on the date of issue of shares)	50,000	50,000
Nominal value per share	10	10
c) Basic and diluted earnings per share (in Rupees) (a/b)	26.34	17.96

The basic and diluted earnings per share are the same as there is no dilutive/potential equity shares issued.

2.17 Details of dues to micro, small and medium enterprises

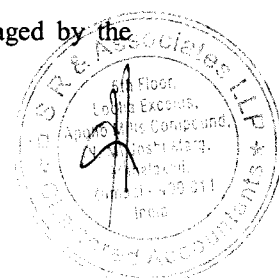
Trade Payables includes Rs. Nil (Previous year: Rs. Nil) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. No interest has been paid / is payable by the Company during the year to "Suppliers" registered under this act. The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said act.

2.18 Contingent liabilities and commitments

The Company has no capital commitment and contingent liabilities as at balance sheet date (Previous year: Rs. Nil).

The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed the contingent liabilities where applicable, in its financial statements. The amount of provisions / contingent liabilities is based on management's estimate, and no significant liability is expected to arise out of the same.

2.19 The Company has no employees and the affairs of the Company are managed by the Directors.



Edelweiss Trustee Services Limited

Notes to the financial statements (continued)

(Currency: Indian rupees)

2.20 The Company has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law / accounting standards for material foreseeable losses on such long term contracts has been made in the books of account. The Company has not entered into any derivatives contracts during the year.

2.21 Prior period comparatives

Previous year figures have been regrouped and rearranged wherever necessary.

As per report of even date attached.

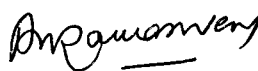
For **B S R & Associates LLP**
Chartered Accountants
Firm's Registration No: 116231W / W-100024



Ashwin Suvarna
Partner
Membership No: 109503

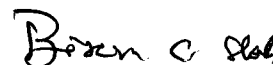
Mumbai
12 May 2016

For and on behalf of the **Board of Directors**



Arakoni Ramaswamy
Director
DIN - 00676957

Mumbai
12 May 2016



Biren Shah
Director
DIN - 01258542