

INDEPENDENT AUDITOR'S REPORT

To The Members of IIFL Wealth Distribution Services Limited Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of IIFL Wealth Distribution Services Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the financial statements and our auditor's report thereon. The Director's report is expected to be made available to us after the date of this auditor's report.
- Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial



statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

- When we read the Director's report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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.

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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Company's Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- 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 our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit 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 including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is



disqualified as on March 31, 2023 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) 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, as amended 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 litigations on its financial position in its financial statements - Refer Note 34 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.
 - iv. (a) The Management has represented that, to the best of it's knowledge and belief, as disclosed in the note 37 to the financial statements no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
(b) The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the note 37 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
(c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. The interim dividend declared and paid by the Company during the year and until the date of this report is in accordance with section 123 of the



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Act.

The interim dividend declared by the Company during the year is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company w.e.f. April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Anjum A. Qazi
(Partner)
(Membership No. 104968)
(UDIN: 23104968BGPRAH7811)

Place: May 3, 2023
Date: Mumbai

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of IIFL Wealth Distribution Services Limited) ("the Company") as of March 31, 2023 in conjunction with our audit of the Ind AS 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 with reference to financial statements based on the internal control with reference to financial statements 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 issued by the Institute of Chartered Accountants of India. 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, 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial statements 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 judgement, 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 with reference to financial statements.



Meaning of Internal Financial Controls with reference to financial statements

A Company's internal financial control with reference to financial statements 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 with reference to financial statements 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 unauthorised 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 with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on the criteria for internal financial control with reference to financial statements 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 issued by the Institute of Chartered Accountants of India.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Anjum A. Qazi
(Partner)
(Membership No. 104968)
(UDIN: 23104968BGPRAH7811)

Place: May 3, 2023
Date: Mumbai

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i) (a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, capital work-in-progress and relevant details of right-of-use assets.
- (i) (a) B. The Company has maintained proper records showing full particulars of intangible assets.
 - (b) The Property, Plant and Equipment, were physically verified during the year by the Management, which in our opinion, is reasonable having regard to the size of the Company and nature of its business and no material discrepancies were noticed on verification conducted during the year as compared with the book records.
 - (c) The Company does not have any immovable properties and hence reporting under clause (i)(c) of the Order is not applicable.
 - (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Accordingly, clause (i)(d), of the Order are not applicable.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) To the best of our knowledge and according to the information and explanations given to us, the Company does not have any inventory and hence reporting under clause (ii)(a) of the Order is not applicable.
- (ii) (b) According to the information and explanations given to us, at any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions and hence reporting under clause (ii)(b) of the Order is not applicable.
- (iii) The Company has made investments in, provided guarantee or security to and granted loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. With respect to such investments, guarantees or security and loans or advances:
 - (a) The Company has provided loans or advances in the nature of loans, stood guarantee, or provided security during the year and details of which are given below:

	Loans (Rs. in crore)	Guarantees Given (Rs. in Crore)
A) Aggregate Amount Granted/provided during the year		
Subsidiaries	Nil	Nil
Joint Ventures	Nil	Nil
Associates	Nil	Nil
Others	187.88	Nil



	Loans (Including Interest) (Rs. in crore)	Guarantees Given (Rs. in Crore)
B) Balance Outstanding as at balance sheet date in respect of above cases:		
Subsidiaries	Nil	Nil
Joint Ventures	Nil	Nil
Associates	Nil	Nil
Others	2.15	Nil

- (b) The investments made during the year are, in our opinion, prima facie, not prejudicial to the Company's interest.
- (c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are regular as per stipulation.
- (d) According to information and explanations given to us and based on the audit procedures performed, in respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
- (e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
- (f) According to information and explanations given to us and based on the audit procedures performed, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause (iii)(f) is not applicable.
- (iv) To the best of our knowledge and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of loans granted, investments made and guarantees, and securities provided, as applicable.
- (v) To the best of our knowledge and according to the information and explanations given to us, the Company has not accepted any deposit or amounts deemed to be deposits. Hence, reporting under clause (v) of the Order is not applicable.
- (vi) To the best of our knowledge and according to the information and explanations given to us, the maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Act, for the business activities carried out by the Company. Hence reporting under (vi) of the Order is not applicable.
- (vii) In respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Goods and Services Tax, Provident Fund, Income Tax, Cess, and other material statutory dues applicable to it, to the appropriate authorities. According to the information and explanations given to us, the Employee State Insurance, sales tax, service tax, duty of customs, duty of excise, value added tax is not applicable to the Company.

There were no undisputed amounts payable in respect of Goods and Services Tax, Provident Fund, Income Tax, Cess and any other material statutory dues in arrears as at March 31, 2023, for a period of more than six months from the date they became payable.



- (b) There are no statutory dues referred in sub-clause (a) above which have not been deposited on account of disputes as on March 31 2023.
- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- (ix)
 - (a) In our opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
 - (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 - (c) The Company has not taken any term loan during the year and there are no unutilised term loans at the beginning of the year and hence, reporting under clause (ix)(c) of the Order is not applicable.
 - (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
 - (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(e) of the Order is not applicable.
 - (f) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(f) of the Order is not applicable.
- (x)
 - (a) The Company has not issued any of its securities (including debt instruments) during the year and hence reporting under clause (x)(a) of the Order is not applicable.
 - (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause(x)(b) of the Order is not applicable to the Company.
- (xi)
 - (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
 - (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
 - (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the Company is in compliance with 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements, etc., as required by the applicable accounting standards.
- (xiv)
 - (a) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
 - (b) We have considered, the internal audit reports issued to the Company during the year and covering the period from April 1, 2022 to February 28, 2023.



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- (xv) To the best of our knowledge and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or directors of its subsidiaries or persons connected with them and hence provisions of section 192 of the Act are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable.

The Group does not have any Core Investment Company (CIC) as part of the group and accordingly reporting under clause (xvi)(d) of the Order is not applicable.

- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditor during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report, that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there are no unspent CSR amount for the year requiring a transfer to a fund specified in the Schedule VII to the Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Anjum A. Qazi
(Partner)
(Membership No. 104968)
(UDIN: 23104968BG PRAH7811)

Place: May 3, 2023
Date: Mumbai

IIFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
BALANCE SHEET AS AT MARCH 31, 2023

(₹ in Crore)

	Particulars	Note No.	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021
				(Restated refer note no.42)	(Restated refer note no.42)
	ASSETS				
1	Financial Assets				
(a)	Cash and cash equivalents	4	8.40	35.74	82.93
(b)	Bank balance other than (a) above	5	211.31	531.68	353.05
(c)	Receivables				
	(i) Trade receivables	6	137.36	98.90	66.15
	(ii) Other receivables	6	128.92	240.11	67.16
(d)	Loans	7	2.15	0.66	0.45
(e)	Investments	8	0.23	155.74	0.23
(f)	Other financial assets	9	292.77	190.01	147.64
2	Non-Financial Assets				
(a)	Current tax assets (net)		54.21	31.87	-
(b)	Deferred tax assets (net)	10	-	9.69	-
(c)	Property, plant and equipment	11	18.48	8.42	11.63
(d)	Capital work-in-progress	12	-	0.12	1.02
(e)	Intangible assets under development	13	31.82	-	-
(f)	Goodwill on acquisition	14	370.18	370.18	370.18
(g)	Other intangible assets	15	110.38	118.05	126.93
(h)	Right to use	16	29.60	12.89	20.56
(i)	Other non-financial assets	17	41.24	10.11	57.33
	Total Assets		1,437.05	1,814.17	1,305.26
	LIABILITIES AND EQUITY				
	LIABILITIES				
1	Financial Liabilities				
(a)	Payables				
	(i) Trade payables				
	(i) total outstanding dues of micro enterprises and small enterprises		-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	18	69.97	98.01	33.86
	(ii) Other payables				
	(i) total outstanding dues of micro enterprises and small enterprises		-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	18	395.58	507.05	320.93
(b)	Finance Lease Obligation	20	32.79	15.27	22.97
(c)	Borrowings (other than debt securities)	19	131.34	430.38	-
(d)	Other financial liabilities	20	9.33	3.52	130.90
2	Non-Financial Liabilities				
(a)	Current tax liabilities (net)		-	-	8.06
(b)	Provisions	21	4.70	3.75	6.05
(c)	Deferred tax liabilities (net)	10	9.63	-	2.58
(d)	Other non-financial liabilities	22	11.39	23.49	6.70
3	EQUITY				
(a)	Equity share capital	23	677.12	0.30	0.30
(b)	Equity shares pending allotment (Refer note no.42)		-	676.82	676.82
(c)	Other equity	24	95.19	55.58	96.09
	Total Liabilities and Equity		1,437.05	1,814.17	1,305.26

See accompanying Notes to the Financial Statements

In terms of our report attached of even date

For Deloitte Haskins & Sells LLP
Chartered Accountants

Anjum A. Qazi
Partner
(Membership No.104968)

For and on behalf of the Board of Directors

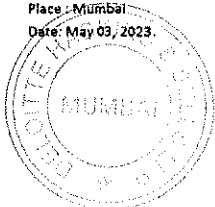
Anu Jain
Director
(DIN: 01001502)

Thapana Banerjee Sen
Chief Financial Officer

Yatin Shah
Director
(DIN: 03231090)

Mansi Shah
Company Secretary
(ACS 29280)

Place : Mumbai
Date: May 03, 2023



Place : Mumbai
Date: May 03, 2023

IIFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

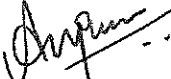
(₹ In Crore)

	Particulars	Note No.	For the year ended March 31, 2023	For the year ended March 31, 2022 (Restated refer note no.42)
1	Revenue from operations			
(a)	Fees and commission income	25	527.96	491.20
	Total revenue from operations		527.96	491.20
2	Other Income	26	14.06	14.47
3	Total income (1+2)		542.02	505.67
	Expenses			
(a)	Finance costs	27	21.04	18.01
(b)	Fees and commission expenses		12.97	96.43
(c)	Impairment on financial instruments	28	0.31	0.06
(d)	Employee benefits expense	29	284.82	336.90
(e)	Depreciation, amortisation and impairment	11,15,16	26.25	23.33
(f)	Others expenses	30	98.00	84.68
4	Total expenses		443.39	559.41
5	Profit/(Loss) before tax (3-4)		98.63	(53.74)
6	Tax expense:			
(a)	Current tax	31	5.50	-
(b)	Deferred tax	31	19.62	(12.51)
7	Profit/(Loss) for the year (5-6)		73.51	(41.23)
8	Other comprehensive income/(loss)			
(a)	(i) Items that will not be reclassified to profit or loss - Remeasurements of Employee Benefits		(1.20)	0.96
	(ii) Income tax relating to items that will not be reclassified to profit or loss		0.30	(0.24)
	Subtotal (a)		(0.90)	0.72
(b)	(i) Items that will be reclassified to profit or loss - Foreign currency translation reserve		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Subtotal (b)		-	-
	Other comprehensive income/(loss) (a+b)		(0.90)	0.72
9	Total comprehensive income/(loss) for the year (7+8) (Comprising loss and other comprehensive income for the year)		72.61	(40.51)
10	Earnings per equity share			
	Basic (Rs.)	32	10.86	(6.09)
	Diluted (Rs.)	32	10.86	(6.09)

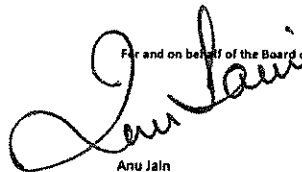
See accompanying Notes to the Financial Statements

In terms of our report attached of even date

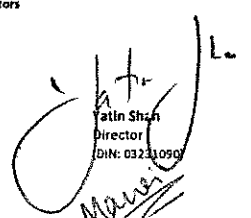
For Deloitte Haskins & Sells LLP
Chartered Accountants


Anjurn A. Qazi
Partner
(Membership No.104968)

For and on behalf of the Board of Directors


Anu Jain
Director
(DIN: 01001502)


Priyanka Banerjee
Chief Financial Officer


Yatin Shah
Director
(DIN: 03231090)

Mansi Shah
Company Secretary
(ACS 29280)

Place : Mumbai
Date: May 03, 2023

Place : Mumbai
Date: May 03, 2023



HFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2023


(₹ in Crore)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022 (Restated refer note no.42)
A. Cash flows from operating activities		
Net profit/loss before taxation and extraordinary item	98.63	(53.74)
Adjustments for:		
Depreciation and amortisation expenses	26.25	23.33
Provisions for Employee benefits	1.97	2.42
Net changes in Fair value through Profit and loss of Investments - Realised	(3.63)	(1.93)
Net changes in Fair value through Profit and loss of Investments - Unrealised	2.19	(2.19)
Impairment on financial instruments - Trade receivables	0.31	0.06
Interest Income	(12.55)	(10.19)
Interest expenses	15.56	13.76
Operating profit/loss before working capital changes	128.73	(28.48)
Changes in working Capital:		
Decrease/(Increase) in Financial/Non-financial Assets	173.28	(305.34)
(Decrease)/Increase in Financial/Non-financial Liabilities	(133.50)	128.23
Cash generated from/(used in) operations	168.51	(205.59)
Increase in Loans (net disbursed)	(1.49)	(0.21)
Cash generated from/(used in) operating activities	167.02	(205.80)
Net income tax (paid)	(27.85)	(39.93)
Net cash generated from/(used in) operating activities (A)	139.17	(245.73)
B. Cash flows from investing activities		
Payments for purchase of investments	(298.27)	(1,333.12)
Proceeds from sale of investments	353.46	1,181.73
Net proceeds from Short term investments	101.77	-
Interest income received	11.70	10.19
Fixed Deposit (placed)/matured	57.79	(75.87)
Purchase of Property, plant and equipment (includes intangible assets)	(48.37)	(1.01)
Sale of Property, plant and equipment (includes intangible assets)	0.01	-
Net cash generated from/(used in) investing activities (B)	178.09	(218.08)
C. Cash flows from financing activities		
Dividends paid to Company's shareholders	(30.00)	-
Intercompany Deposit (repaid) / taken (net)	(299.04)	430.38
Interest Paid	(15.56)	(13.76)
Net cash generated from/(used in) financing activities (C)	(344.60)	416.62
Net decrease in cash and cash equivalents (A+B+C)	(27.34)	(47.19)
Opening Cash & cash equivalents	35.74	82.93
Closing Cash & cash equivalents	8.40	35.74

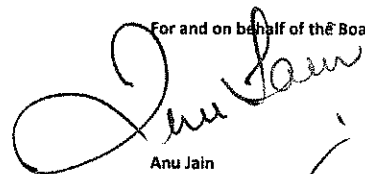
See accompanying Notes to the Financial Information

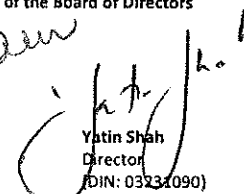
In terms of our report attached of even date

For Deloitte Haskins & Sells LLP
Chartered Accountants


Anjum A. Qazi
Partner
(Membership No.104968)

For and on behalf of the Board of Directors


Anu Jain
Director
(DIN: 01001502)


Yatin Shah
Director
(DIN: 03231090)


Triparna Banerjee Sen
Chief Financial Officer


Mansi Shah
Company Secretary
(ACS 29280)

Place : Mumbai
Date: May 03, 2023

Place : Mumbai
Date: May 03, 2023



IFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2023

Statement of changes in equity share capital for the year ended March 31, 2023

	(₹ in Crore)			
	Changes in Equity Share Capital due to prior period errors	Restated balance as at April 1, 2022	Changes in equity share capital during the current year	Balance as at March 31, 2023
Balance as at April 1, 2022	0.30	0.30	676.82	677.42

Statement of changes in equity share capital for the year ended March 31, 2022

	(₹ in Crore)			
	Changes in Equity Share Capital due to prior period errors	Restated balance as at April 1, 2021	Changes in equity share capital during the year	Balance as at March 31, 2022
Balance as at April 1, 2021 (Restated refer note no.42)	0.30	0.30	-	0.30

Statement of Changes in Other Equity for the year ended March 31, 2023

Particulars	(₹ in Crore)			
	Equity attributable to owners of the Company			Total Other Equity
	Securities Premium Account	Capital Reserve	Retained Earnings	
Balance at the beginning of the year April 1, 2022	29.72	(0.36)	26.22	55.58
Share issue expenses	(3.00)	-	-	(3.00)
Profit for the year	-	-	73.51	73.51
Other comprehensive income	-	-	(0.90)	(0.90)
Dividends paid to company's shareholders	-	-	(30.00)	(30.00)
Balance at the end of the March 31, 2023	26.72	(0.36)	68.83	95.19



IIFL WEALTH DISTRIBUTION SERVICES LIMITED
 CIN: U45201MH1995PLC228043
 STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2023


Statement of Changes in Other Equity for the year ended March 31, 2022


Particulars	Equity attributable to owners of the Company				
	Securities Premium Account	Other Equity			Total Other Equity
		Capital Reserve	Retained Earnings		
Balance at the beginning of the year April 1, 2021 (Restated refer note no.42)	29.72	(0.36)	66.73		96.09
Loss for the year	-	-	(41.23)		(41.23)
Other comprehensive income	-	-	0.72		0.72
Balance at the end of the March 31, 2022	29.72	(0.36)	26.22		55.58

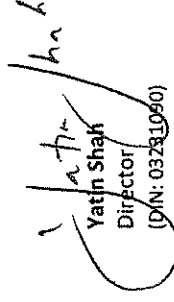
(₹ in Crore)


In terms of our report attached of even date

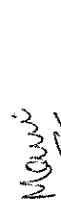
For Deloitte Haskins & Sells LLP
 Chartered Accountants


 Anjum A. Qazi
 Partner
 (Membership No.104968)

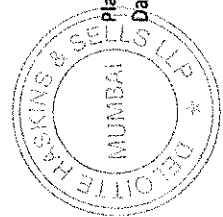

 Anu Jain
 Director
 (DIN: 01001502)


 Yatish Shah
 Director
 (DIN: 03281090)


 Triparna Banerjee Sen
 Chief Financial Officer


 Mahsi Shah
 Company Secretary
 (ACS 29280)

Place : Mumbai
 Date: May 03, 2023



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

Notes forming part of Financial Statement for the year ended March 31, 2023

Note 1. Corporate Information:

IIFL Wealth Distribution Services Limited (the "Company") is a public limited company incorporated under the Companies Act, 1956 and is a wholly owned subsidiary of 360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited).

With an intent to consolidate and better manage operations & regulatory risks of the distribution business, 360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited) ("IWPL"), IIFL Wealth Capital Markets Limited ("IWCML") and IIFL Wealth Distribution Services Limited had entered into a Composite Scheme of Arrangement which was duly approved by National Company Law Tribunal, Mumbai Bench ("NCLT"), vide its order dated January 27, 2023 ("NCLT Order") and become effective on March 14, 2023 ("Effective Date") upon filing with the Registrar of Companies, Mumbai.

Inter alia upon the Scheme becoming effective:

- IIFL Wealth Capital Markets Limited as a company stood amalgamated with 360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited) and dissolved w.e.f. Effective Date;
- The entire Distribution business of IIFL Wealth Capital Markets Limited and 360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited) shall stand transferred to the Company from April 1, 2021 ("the appointed date") date for all future purposes.

The Financial Statements of the Company reported hereunder include the results of the aforesaid Undertaking and Distribution business.

Note 2: Summary Statement of Significant Accounting Policies

a) Statement of Compliance:

The Company's financial statements have been prepared in accordance with the provisions of the Companies Act, 2013 and the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and amendments thereof issued by Ministry of Corporate Affairs in exercise of the powers conferred by section 133 of the Companies Act, 2013. In addition, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except where compliance with other statutory promulgations require a different treatment. These financials statements have been approved for issuance by the Board of Directors at their meeting held on May 3, 2023.

b) Basis of preparation and restriction of use:

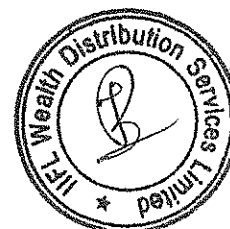
These financial statements have been prepared on a historical cost basis and are presented in Indian Rupees (INR). All values are rounded to the nearest crores, except when otherwise indicated.

c) Presentation of Financial Statement:

The Company presents its balance sheet in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013. An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current) is presented in Note 37 to 39.

d) Revenue recognition

Revenue is recognised when the promised goods and services are transferred to the customer i.e. when performance obligations are satisfied. Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties.



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

The Company applies the five-step approach for the recognition of revenue:

- i. **Identification of contracts with the customers:** A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.
- ii. **Identification of the separate performance obligation in the contract:** A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.
- iii. **Determination of transaction price:** The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.
- iv. **Allocation of transaction price to separate performance obligation:** For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.
- v. **Recognition of revenue when (or as) each performance obligation is satisfied**

The following is a description of principal activities from which the Company generates its revenue.

- **Fees for Manpower Services and Commission income:** Commission income and fees for Manpower services are recognised at a point in time when the service obligations are completed and when the terms of contracts are fulfilled.
- **Fees and commission relating to Distribution Services:** Fees on distribution services are recognised at a point in time when the service obligations are completed and when the terms of contracts are fulfilled.

e) Property, plant and equipment

Measurement at recognition:

An item of property, plant and equipment that qualifies as an asset is measured on initial recognition at cost. Following initial recognition, items of property, plant and equipment are carried at its cost less accumulated depreciation and accumulated impairment losses.

The Company identifies and determines cost of each part of an item of property, plant and equipment separately, if the part has a cost which is significant to the total cost of that item of property, plant and equipment and has useful life that is materially different from that of the remaining item.

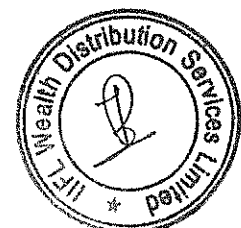
The cost of an item of property, plant and equipment comprises of its purchase price including import duties and other non-refundable purchase taxes or levies, directly attributable cost of bringing the asset to its working condition for its intended use and the initial estimate of decommissioning, restoration and similar liabilities, if any. Any trade discounts and rebates are deducted in arriving at the purchase price. Cost includes cost of replacing a part of a plant and equipment if the recognition criteria are met. Expenses related to plans, designs and drawings of buildings or plant and machinery is capitalised under relevant heads of property, plant and equipment if the recognition criteria are met.

Capital work in progress and Capital advances:

Cost of assets not ready for intended use, as on the Balance Sheet date, is shown as capital work in progress. Advances given towards acquisition of Property, plant and equipment outstanding at each Balance Sheet date are disclosed as Other Non-Financial Assets.

Depreciation

Depreciation on each item of property, plant and equipment is provided using the Straight-Line Method based on the useful lives of the assets as estimated by the management and is charged to the Statement of Profit and Loss. Significant components of assets identified separately pursuant to the requirements under Schedule II of the Companies Act, 2013 are depreciated separately over their useful life.



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

Freehold land is not considered as depreciable assets having regard to its infinite useful life. Individual assets/ group of similar assets costing up to Rs. 5,000 has been depreciated in full in the year of purchase. Leasehold Improvements are to be amortised over the life of asset or period of lease whichever is shorter.

Estimated useful life of the assets is as under:

Class of assets	Useful life in years
Computers	3
Electrical Equipment*	5-10
Office equipment	5
Furniture and fixtures* #	5-10
Air conditioners*	5

* For this class of assets, based on internal assessment and independent technical evaluation carried out by external valuers, the management believes that the useful lives as given above best represent the period over which management expects to use these assets. Hence, the useful lives for these assets is different from the useful lives as prescribed under Part C of Schedule II of the Act.

Furniture and fixtures includes leasehold improvements, which is depreciated on a straight-line basis over the period of lease

The useful lives, residual values of each part of an item of property, plant and equipment and the depreciation methods are reviewed at the end of each financial year. If any of these expectations differ from previous estimates, such change is accounted for as a change in an accounting estimate.

Derecognition:

The carrying amount of an item of property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognised in the Statement of Profit and Loss when the item is derecognised.

f) Intangible assets

Measurement at recognition: Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets arising on acquisition of business are measured at fair value as at date of acquisition. Following initial recognition, intangible assets with finite useful life are carried at cost less accumulated amortisation and impairment loss, if any. Intangible assets with indefinite useful lives, that are acquired separately, are carried at cost/fair value at the date of acquisition less impairment loss, if any.

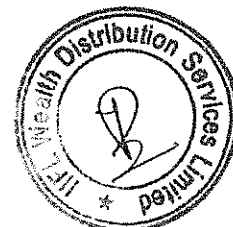
Amortisation:

Intangible Assets with finite lives are amortised on a Straight-Line basis over the estimated useful economic life. The amortisation expense on intangible assets with finite lives is recognised in the Statement of Profit and Loss.

The amortisation period and the amortisation method for an intangible asset with finite useful life is reviewed at the end of each financial year. If any of these expectations differ from previous estimates, such change is accounted for as a change in an accounting estimate

Estimated useful economic life of the assets is as under:

Class of assets	Useful life in years
Software	3-7
Customer Relationships	20



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

Derecognition:

The carrying amount of an intangible asset is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an intangible asset is measured as the difference between the net disposal proceeds and the carrying amount of the intangible asset and is recognised in the Statement of Profit and Loss when the asset is derecognised.

g) Impairment

Assets that have an indefinite useful life, such as goodwill, are tested for impairment annually and whenever there is an indication that the asset may be impaired. Assets that are subject to depreciation and amortisation are reviewed for impairment, whenever events or changes in circumstances indicate that carrying amount may not be recoverable. Such circumstances include, though are not limited to, significant or sustained decline in revenues or earnings and material adverse changes in the economic environment.

An impairment loss is recognised whenever the carrying amount of an asset or its cash generating unit (CGU) exceeds its recoverable amount. The recoverable amount of an asset is the greater of its fair value less cost to sell and value in use. To calculate value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market rates and the risk specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the CGU to which the asset belongs. Fair value less cost to sell is the best estimate of the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal. Impairment losses, if any, are recognised in the Statement of Profit and Loss and included in depreciation and amortisation expenses.

Impairment losses are reversed in the Statement of Profit and Loss only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

h) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

• **Financial assets**

Initial recognition and measurement:

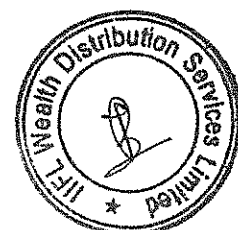
The Company recognises a financial asset in its Balance Sheet when it becomes party to the contractual provisions of the instrument. All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial assets. However, trade receivables that do not contain a significant financing component are measured at transaction price.

Subsequent measurement:

For subsequent measurement, the Company classifies a financial asset in accordance with the Company's business model for managing the financial asset and the contractual cash flow characteristics of the financial asset.

Based on the above criteria, the Company classifies its financial assets into the following categories:

- i. Financial assets measured at amortised cost
- ii. Financial assets measured at fair value through other comprehensive income (FVTOCI)
- iii. Financial assets measured at fair value through profit or loss (FVTPL)



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

i. Financial assets measured at amortised cost:

A financial asset is measured at the amortised cost if both the following conditions are met:

- The Company's business model objective for managing the financial asset is to hold financial assets in order to collect contractual cash flows, and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

ii. Financial assets measured at FVTOCI:

A Debt Instrument is measured at FVTOCI if both of the following conditions are met:

- The Company's business model objective for managing the financial asset is achieved both by collecting contractual cash flows and selling the financial assets, and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

For the above category, income by way of interest and dividend, provision for impairment are recognised in the Statement of Profit and Loss and changes in fair value (other than on account of above income or expense) are recognised in other comprehensive income and accumulated in other equity. On disposal of such debt instruments at FVTOCI financial assets, the cumulative gain or loss previously accumulated in other equity is reclassified to Statement of Profit and Loss.

Equity Instrument at FVTOCI: Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets. On initial recognition, the Company can make an irrevocable election (on an instrument by instrument basis) to present the subsequent changes in fair value in other comprehensive income pertaining to investments in equity instruments. This election is not permitted if the instrument is held for trading. The cumulative gain or loss is not reclassified to the Statement of Profit and Loss on disposal of the investment.

iii. Financial assets measured at FVTPL:

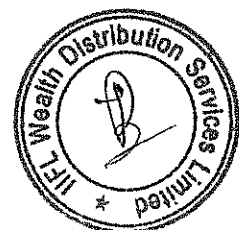
A financial asset is measured at FVTPL unless it is measured at amortised cost or at FVTOCI as mentioned above. This is a residual category applied to all other investments of the Company excluding investments in associate. Such financial assets are subsequently measured at fair value at each reporting date. Fair value changes are recognised in the Statement of Profit and Loss.

Fair Value

The Company measures financial instruments at fair value in accordance with the accounting policies mentioned above. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy that categorises into three levels, described as follows. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs).



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

Level 1 — quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 — inputs that are unobservable for the asset or liability

For assets and liabilities that are recognised in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation at the end of each reporting period and discloses the same.

Derecognition:

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised (i.e. removed from the Company's Balance Sheet) when any of the following occurs:

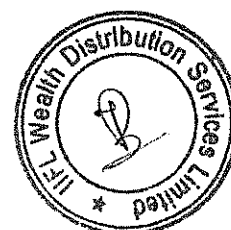
- i. The contractual rights to cash flows from the financial asset expires;
- ii. The Company transfers its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risks and rewards of ownership of the financial asset;
- iii. The Company retains the contractual rights to receive cash flows but assumes a contractual obligation to pay the cash flows without material delay to one or more recipients under a 'pass-through' arrangement (thereby substantially transferring all the risks and rewards of ownership of the financial asset);
- iv. The Company neither transfers nor retains, substantially all risk and rewards of ownership, and does not retain control over the financial asset.

On Derecognition of a financial asset, (except as mentioned in ii above for financial assets measured at FVTOCI), the difference between the carrying amount and the consideration received is recognised in the Statement of Profit and Loss.

Impairment of financial assets:

The Company recognises loss allowances using the expected credit loss (ECL) model for the financial assets which are not measured at FVTPL. Expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL.

- Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. The Company estimates cash flows by considering all contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) through the expected life of that financial instrument.
- The Company measures the loss allowance on financial assets at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for that financial asset at an amount equal to 12-month expected credit losses. 12-month expected credit losses are portion of the lifetime expected credit losses and represent cash shortfalls that will result if default occurs within the 12 months weighted by the probability of default after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.
- When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Company uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increase in credit risk since initial recognition.



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables. However, if receivables contain a significant financing component, the Company chooses as its accounting policy to measure the loss allowance by applying general approach to measure ECL.

The Company writes off a financial asset when there is information indicating that the obligor is in severe financial difficulty and there is no realistic prospect of recovery.

• **Financial Liabilities and Equity Instruments:**

Financial Instruments issued by the entity are classified as either as financial liabilities or as equity instruments in accordance with the substance of the contractual arrangements and the definition of a financial liability and an equity. An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

Initial recognition and measurement:

The Company recognises a financial liability in its Balance Sheet when it becomes party to the contractual provisions of the instrument. Having regards to the terms and structure of issuance, Financial Liabilities are categorised as follows:

- (i) recognised at amortised cost
- (ii) recognised at fair value through profit and loss (FVTPL) including the embedded derivative component if any, which is not separated.
- (iii) An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a standalone derivative. An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, foreign exchange rate, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract. Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value through profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in profit or loss, unless designated as effective hedging instruments.

Subsequent measurement:

- i. All financial liabilities of the Company are categorised at amortised cost are subsequently measured using the effective interest method.
- ii. All financial liabilities of the Company are categorised at fair value are subsequently measured at fair value through profit and loss statement.
- iii. For derivatives embedded in the liability, the embedded derivative is subsequently measured at fair value through profit and loss and the liability is subsequently measured at amortised cost using the effective interest method.

Derecognition: A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

j) Foreign Currency Translation

These financial statements are presented in Indian Rupees, which is the Company's functional currency.



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

Initial Recognition:

On initial recognition, transactions in foreign currencies entered into by the Company are recorded in the functional currency, by applying to the foreign currency amount, the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the Statement of Profit and Loss.

Measurement of foreign currency items at reporting date:

Foreign currency monetary items of the Company are translated at the closing exchange rates. Non-monetary items that are measured at historical cost in a foreign currency, are translated using the exchange rate at the date of the transaction. Nonmonetary items that are measured at fair value in a foreign currency, are translated using the exchange rates at the date when the fair value is measured.

Exchange differences arising out of these translations are recognised in the Statement of Profit and Loss.

k) Income Taxes

Tax expense is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

Current tax:

Current tax is the amount of income taxes payable in respect of taxable profit for a period. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible in accordance with applicable tax laws. Current tax is measured using tax rates that have been enacted or substantively enacted by the end of reporting period.

Deferred tax:

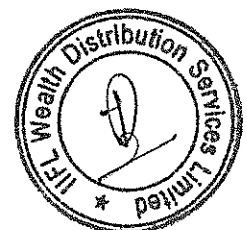
Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit under Income Tax Act, 1961.

Deferred tax liabilities are generally recognised for all taxable temporary differences. In case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax liabilities are not recognised. Also, for temporary differences that arise from initial recognition of goodwill, deferred tax liabilities are not recognised.

Deferred tax assets are generally recognised for all deductible temporary differences to the extent it is probable that taxable profits will be available against which those deductible temporary difference can be utilised. In case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax assets are not recognised.

Deferred tax assets are also recognised with respect to carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised. It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- (i) the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- (ii) tax planning opportunities are available that will create taxable profit in appropriate periods.



HFL WEALTH DISTRIBUTION SERVICES LIMITED

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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

In case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax assets are not recognised.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefits of part or all of such deferred tax assets to be utilised.

Deferred tax assets(net) and liabilities(net) are measured at the tax rates that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

Presentation of current and deferred tax:

Current and deferred tax are recognised as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognised in Other Comprehensive Income, in which case, the current and deferred tax income/expense are recognised in Other Comprehensive Income.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

l) Provisions and Contingencies

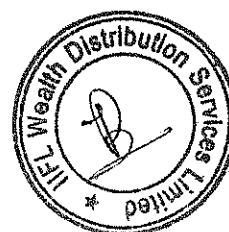
The Company recognises provisions when a present obligation (legal or constructive) as a result of a past event exists and it is probable that an outflow of resources embodying economic benefits will be required to settle such obligation and the amount of such obligation can be reliably estimated.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material). 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 embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

m) Cash and Cash Equivalents

Cash and cash equivalents for the purpose of Cash Flow Statement comprise cash and cheques in hand, bank balances, demand deposits with banks where the original maturity is three months or less.



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

n) Employee Benefits

Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognised in the period in which the employee renders the related service. The Company recognises the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

Compensated Absences

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge in the Statement of Profit and Loss and corresponding liability on such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

Post-Employment Benefits:

(i) Defined contribution plans:

Defined contribution plans are post-employment benefit plans under which the Company pays fixed contributions into state managed retirement benefit schemes and will have no legal or constructive obligation to pay further contributions, if any, if the state managed funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current and preceding financial years. The Company's contributions to defined contribution plans are recognised in the Statement of Profit and Loss in the financial year to which they relate. The Company operates defined contribution plans pertaining to Government administered Pension Fund Scheme for all applicable employees and the Company also operates Defined Contribution Plans pertaining to Provident Fund Scheme.

Recognition and measurement of defined contribution plans:

The Company recognises contribution payable to a defined contribution plan as an expense in the Statement of Profit and Loss when the employees render services to the Company during the reporting period. If the contributions payable for services received from employees before the reporting date exceeds the contributions already paid, the deficit payable is recognised as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the reporting date, the excess is recognised as an asset to the extent that the prepayment will lead to, for example, a reduction in future payments or a cash refund.

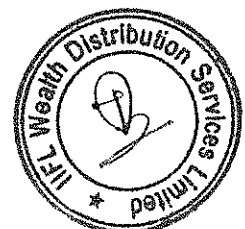
ii. Defined benefit plans:

The Company provides for gratuity, a defined benefit plan, for employees. The Company makes annual contributions to funds administered by trustees and managed by a financial institution, towards meeting the Gratuity obligations.

Recognition and measurement of defined benefit plans:

The cost of providing defined benefits is determined using the Projected Unit Credit method with actuarial valuations being carried out at each reporting date. The defined benefit obligations recognised in the Balance Sheet represent the present value of the defined benefit obligations as reduced by the fair value of plan assets, if applicable. Any defined benefit asset (negative defined benefit obligations resulting from this calculation) is recognised representing the present value of available refunds and reductions in future contributions to the plan.

All expenses represented by current service cost, past service cost if any and net interest on the defined benefit liability (asset) are recognised in the Statement of Profit and Loss. Remeasurements of the net defined benefit liability (asset) comprising actuarial gains and losses and the return on the plan assets (excluding amounts included in net interest on the net defined benefit liability/asset), are recognised in Other Comprehensive Income. Such remeasurements are not reclassified to the Statement of Profit and Loss in the subsequent periods.



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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

o) Lease accounting

The Company assesses whether a contract contains a lease, at the inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company considers whether (i) the contract involves the use of identified asset; (ii) the Company has substantially all of the economic benefits from the use of the asset through the period of lease and (iii) the Company has right to direct the use of the asset.

As a lessee

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the site on which it is located, less any lease incentives received.

Certain lease arrangements include the option to extend or terminate the lease before the end of the lease term. Where appropriate, the right-of-use assets and lease liabilities include these options when it is reasonably certain that the option will be exercised.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate.

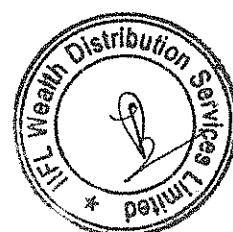
Lease payments included in the measurement of the lease liability comprises of fixed payments, including in-substance fixed payments, amounts expected to be payable under a residual value guarantee and the exercise price under a purchase option that the Company is reasonably certain to exercise, lease payments in an optional renewal period if the Company is reasonably certain to exercise an extension option.

The lease liability is subsequently measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if Company changes its assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Lease liability and the right of use asset have been separately presented in the balance sheet and lease payments have been classified as financing activities.

The Company has elected not to recognise right-of-use assets and lease liabilities for short term leases that have a lease term of less than or equal to 12 months with no purchase option and assets with low value leases. The Company recognises the lease payments associated with these leases as an expense in statement of profit and loss over the lease term. The related cash flows are classified as operating activities.



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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

As a lessor

Leases for which the Company is a lessor is classified as finance or operating leases. When the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases. The Company recognises income on operating leases based on the contractual arrangements.

Critical accounting estimate and judgement

i) Determination of lease term

Ind AS 116 Leases requires lessee to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes assessment on the expected lease term on lease by lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised.

ii) Discount rate

The discount rate is generally based on the incremental borrowing rate specific to the lease being evaluated or for a portfolio of leases with similar characteristics.

p) Borrowing Cost

Borrowing cost includes interest, amortisation of transaction costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs, if any, directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised, if any. All other borrowing costs are expensed in the period in which they occur.

q) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) of the Company. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Company.

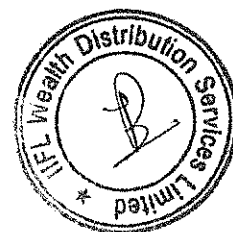
r) Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders (after deducting attributable taxes) and the weighted average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented.

s) Business Combination

Business Combination under common control are accounted under "the pooling of interest method" i.e. in accordance with Appendix C in Ind AS 103 - Business combinations, at carrying amount of assets and liabilities acquired and any excess of consideration issued over the net assets acquired is recognised as capital reserve on common control business combination.



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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

Note 3: Significant accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Judgments: The following are the key accounting judgments that the management has used:

i. Property, Plant and Equipment

The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The lives are based on historical experience with similar assets and are based on changes in technical or commercial obsolescence.

ii. Defined Benefit Obligation

The costs are assessed on the basis of assumptions selected by the management. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates.

iii. Significant increase in credit risk

ECL is measured as an allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. In assessing whether the credit risk of an asset has significantly increased the Company takes into account qualitative and quantitative reasonable and supportable forward-looking information.

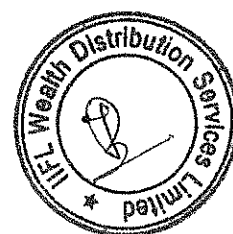
Estimates and assumptions: The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

i. Fair Value of Financial Instrument

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values.

ii. Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgment, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.



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Notes forming part of Financial Statement for the year ended March 31, 2023 (continued)

The Company's ECL calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgments and estimates include:

- PD calculation includes historical data, assumptions and expectations of future conditions.

iii. Accounting for deferred taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgment is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies. The Company has recognised deferred tax assets on carried forward tax losses with respect to certain subsidiaries where the Company believes that the said deferred tax assets shall be recoverable based on the estimated future taxable income which in turn is based on approved business plans and budgets. The losses are allowed to be carried forward to the years in which the Company expects that there will be sufficient taxable profits to offset these losses.

Note 3.1: Standards issued but not yet effective

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

Ind AS 1 – Presentation of Financial Statements

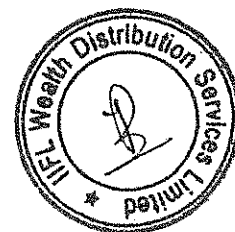
The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements.

Ind AS 12 – Income Taxes

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company is evaluating the impact, if any, in its financial statements.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.



IIFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 4. Cash and Cash Equivalents

(₹ in Crore)

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
Cash and Cash Equivalents			
Cash on hand	0.01	0.02	0.02
Balance with banks			
- Current accounts	8.39	35.72	82.91
Cash and cash equivalents	8.40	35.74	82.93

Note 5. Bank Balance other than 3 above:

(₹ in Crore)

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
Other Bank Balances			
In Earmarked Accounts	39.02	302.45	199.69
In Deposit accounts (with original maturity of more than 3 months)	170.84	228.63	152.60
Interest accrued on fixed deposits	1.45	0.60	0.76
Total	211.31	531.68	353.05

Out of the Fixed Deposits shown above:

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
Lien marked against bank guarantee	131.59	125.58	132.13
Lien marked against overdraft facility	-	-	5.00
Collateral with exchange	39.25	100.60	11.61
Other deposits	-	2.45	3.86
Interest accrued on fixed deposits	1.45	0.60	0.76
Total	172.29	229.23	153.36



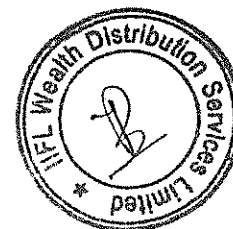
IIFL WEALTH DISTRIBUTION SERVICES LIMITED
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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 6. Receivables

(₹ in Crore)

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
(i) Trade receivables			
Receivables considered good - Secured	-	-	-
Receivables considered good - Unsecured	137.36	98.90	66.15
Receivables - credit impaired	0.59	0.28	0.25
Total (i)- Gross	137.95	99.18	66.40
Less: Impairment loss allowance	(0.59)	(0.28)	(0.25)
Total (i)- Net	137.36	98.90	66.15
(ii) Other receivables			
Receivables considered good - Secured	128.92	240.11	67.16
Receivables considered good - Unsecured	-	-	-
Total (ii)- Gross	128.92	240.11	67.16
Less: Impairment loss allowance	-	-	-
Total (ii)- Net	128.92	240.11	67.16

- No trade or other receivables are due from directors or from other officers of the Company either severally or jointly with any other person nor any trade or other receivables are due from firms or private companies respectively in which any directors is a partner, director or a member as at March 31, 2023 and March 31, 2022 and April 1, 2021.
- No trade receivables and other receivables are interest bearing.
- The Company has adopted simplified approach for impairment allowance. Expected Credit Loss ("ECL") has been recognised for credit impaired trade receivables



Trade receivables ageing schedule for the year ended March 31, 2023

(₹ In Crore)

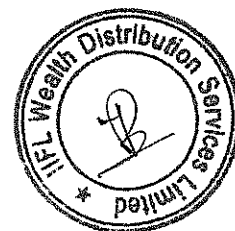
Particulars	Outstanding for following periods from due date of payment					Unbilled revenue	Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years		
(i) Undisputed Trade receivables - considered good	34.37	14.85	6.99	1.99	-	79.16	137.36
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivables - credit impaired	-	0.24	0.07	0.28	-	-	0.59
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-
Less: Impairment loss allowance	-	(0.24)	(0.07)	(0.28)	-	-	(0.59)
Net receivable as at March 31, 2023	34.37	14.85	6.99	1.99	-	79.16	137.36

Trade receivables ageing schedule for the year ended March 31, 2022

Particulars	Outstanding for following periods from due date of payment					Unbilled revenue	Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years		
(i) Undisputed Trade receivables - considered good	89.08	4.93	2.72	2.17	-	-	98.90
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivables - credit impaired	-	0.03	0.25	-	-	-	0.28
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-
Less: Impairment loss allowance	-	(0.03)	(0.25)	-	-	-	(0.28)
Net receivable as at March 31, 2022	89.08	4.93	2.72	2.17	-	-	98.90

Trade receivables ageing schedule for the year ended April 1, 2021 (Restated refer note no.42)

Particulars	Outstanding for following periods from due date of payment					Unbilled revenue	Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years		
(i) Undisputed Trade receivables - considered good	49.67	10.72	5.19	0.57	-	-	66.15
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivables - credit impaired	-	0.24	-	-	-	-	0.24
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-
Less: Impairment loss allowance	-	(0.24)	-	-	-	-	(0.24)
Net receivable as at April 1, 2021	49.43	10.72	5.19	0.57	-	-	66.15

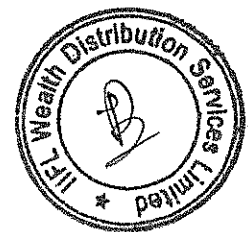


Note 7. Loans

(₹ In Crore)

Loans	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	Amortised cost	Total	Amortised cost	Total	Amortised cost	Total
(A)						
(i) Loans repayable on demand	-	-	-	-	-	-
(ii) Inter Corporate Deposits and Interest on ICD (Refer note no.36)	0.91	0.91	0.01	0.01	-	-
(iii) Others - Staff loan	1.24	1.24	0.65	0.65	0.45	0.45
Total (A) -Gross	2.15	2.15	0.66	0.66	0.45	0.45
Less: Impairment loss allowance	-	-	-	-	-	-
Total (A) - Net	2.15	2.15	0.66	0.66	0.45	0.45
(B)						
(i) Secured by tangible assets	-	-	-	-	-	-
(ii) Secured by intangible assets	-	-	-	-	-	-
(iii) Covered by Bank/Government Guarantees	-	-	-	-	-	-
(i) Unsecured	2.15	2.15	0.66	0.66	0.45	0.45
Less: Impairment loss allowance	-	-	-	-	-	-
Total (B)-Net	2.15	2.15	0.66	0.66	0.45	0.45
(C)						
(i) Loans in India	2.15	2.15	0.66	0.66	0.45	0.45
Less: Impairment loss allowance	-	-	-	-	-	-
Total (C) (i)-Net	2.15	2.15	0.66	0.66	0.45	0.45
(ii) Loans outside India	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-
Total (C) (ii)- Net	-	-	-	-	-	-
Total C(i) and C(ii)	2.15	2.15	0.66	0.66	0.45	0.45

Type of Borrower	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	Amount of loan or advance in the nature of loan outstanding	Percentage to the total loans and advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	Percentage to the total loans and advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	Percentage to the total loans and advances in the nature of loans
Promoter	-	-	-	-	-	-
Directors	-	-	-	-	-	-
KMPs	-	-	-	-	-	-
Related parties (Refer note no.35)	0.91	42.33%	0.01	1.52%	-	-



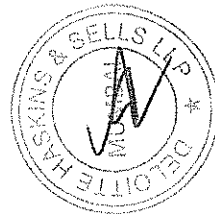
IIFL WEALTH DISTRIBUTION SERVICES LIMITED
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 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 8. Investments

Investments	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	At Fair value	Total	At Fair value	Total	At Fair value	Total
	Through profit or loss		Through profit or loss		Through profit or loss	
(A)						
Mutual funds *	-	-	100.48	100.48	-	-
Debt securities	-	-	55.03	55.03	-	-
Equity instruments	0.23	0.23	0.23	0.23	0.23	0.23
Total (A)	0.23	0.23	155.74	155.74	-	0.23
(B)						
i) Investments outside India	-	-	-	-	-	-
ii) Investments in India	0.23	0.23	155.74	155.74	0.23	0.23
Total (B)	0.23	0.23	155.74	155.74	-	0.23
(C)						
Less: Allowance for impairment loss	-	-	-	-	-	-
Total-Net (D) = A-C	0.23	0.23	155.74	155.74	0.23	0.23

Note:

* Out of the above investments, Mutual funds amounting to ₹100.48 crores) are lien marked



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Name of investment	As at March 31, 2023			As at March 31, 2022			As at April 1, 2021 [Restated refer note no.42]		
	Face Value	No. of Units	Total Amount	Face Value	No. of Units	Total Amount	Face Value	No. of Units	Total Amount
Investment in Mutual Funds include :									
HDFC Liquid Fund - Direct Plan - Growth	-	-	-	1,000	40,121	16.79	-	-	-
HDFC Short Term Debt Fund - Direct Plan - Growth	-	-	-	10	73,38,251	19.24	-	-	-
SBI Liquid Fund - Direct Plan - Growth	-	-	-	1,000	1,00,000	33.33	-	-	-
SBI Liquid Fund - Regular Plan - Growth	-	-	-	1,000	94,000	31.12	-	-	-
Total					75,72,372	100.48			
Investment in Debt Securities include :									
VIDYA TRUST SERIES VI 2021	-	-	-	10,000	55,000	55.03	-	-	-
					55,000	55.03			
Investment in Equity Instrument include :									
FINEWORTHY SOFTWARE SOLUTION PRIVATE LIMITED	10	10,000	0.23	10	10,000	0.23	10	10,000	0.23
		10,000	0.23		10,000	0.23		10,000	0.23
Total			0.23			155.74			0.23



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

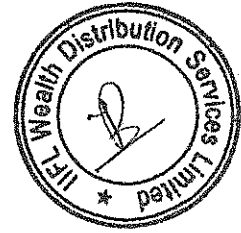
CIN: U45201MH1995PLC228043

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 9. Other financial assets

(₹ in Crore)

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021(Restated refer note no.42)
Deposit with exchange	218.78	138.73	88.08
Other deposits	7.94	6.94	7.29
Income accrued & due	45.95	34.31	35.23
Advances to group company (Refer note no.36)	20.10	10.03	16.86
Others	-	-	0.18
Total	292.77	190.01	147.64



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 10. Deferred Taxes

Significant components of deferred tax assets and liabilities for the year ended March 31, 2023 are as follows:

(₹ in Crore)

	Opening balance	Recognised in profit or loss	Recognised in/reclassified from OCI	Closing balance
Deferred tax assets:				
Difference between book base and tax base of property, plant & equipment and intangible assets	(9.12)	(2.47)	-	(11.59)
Carried forward tax losses	20.48	(20.48)	-	-
Impairment of Assets	0.01	0.08	-	0.09
Retirement benefits for employees	0.90	(0.09)	0.30	1.11
Impact of IndAS 116	(1.97)	2.73	-	0.76
Total deferred tax assets (A)	10.30	(20.23)	0.30	(9.63)
Unrealised profit on investments etc.	0.61	(0.61)	-	-
Total deferred tax liabilities (B)	0.61	(0.61)	-	-
Deferred tax assets/(liabilities) (A - B)	9.69	(19.62)	0.30	(9.63)

Significant components of deferred tax assets and liabilities for the year ended March 31, 2022 are as follows:

(₹ in Crore)

	Opening balance (Restated refer note no.42)	Recognised in profit or loss	Recognised in/reclassified from OCI	Closing balance
Deferred tax assets:				
Difference between book base and tax base of property, plant & equipment and intangible assets	(4.28)	(4.84)	-	(9.12)
Carried forward tax losses	-	20.48	-	20.48
Impairment of Assets	-	0.01	-	0.01
Retirement benefits for employees	1.52	(0.38)	(0.24)	0.90
Impact of IndAS 116	0.23	(2.20)	-	(1.97)
Total deferred tax assets (A)	(2.53)	13.07	(0.24)	10.30
Unrealised profit on investments etc.	0.05	0.56	-	0.61
Total deferred tax liabilities (B)	0.05	0.56	-	0.61
Deferred tax assets/(liabilities) (A - B)	(2.58)	12.51	(0.24)	9.69



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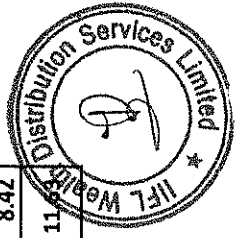
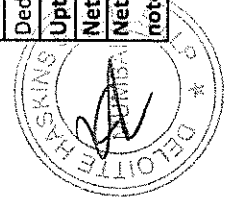
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 11. Property Plant and Equipment

(₹ in Crore)

Particulars	Furniture & Fixtures	Vehicles	Office Equipment	Air Conditioner	Computers	Electrical Equipment	Total
Gross Block as on April 1, 2022	17.08	4.82	1.05	0.07	2.19	0.35	25.56
Additions	9.88	3.79	0.55	-	0.82	0.13	15.17
Deductions/ adjustments during the year	0.29	-	-	-	-	-	0.29
As at March 31, 2023	26.67	8.61	1.60	0.07	3.01	0.48	41.02
Accumulated Depreciation							
Upto April 1, 2022	12.61	1.43	0.73	0.03	2.04	0.29	17.14
Depreciation for the year	3.46	1.12	0.20	0.01	0.23	0.06	5.08
Deductions/Adjustments during the year	0.29	-	-	-	-	-	0.29
Upto March 31, 2023	15.78	2.55	0.93	0.04	2.27	0.35	21.93
Net Block as at March 31, 2023	10.88	6.05	0.66	0.03	0.74	0.13	18.48
Net Block as at March 31, 2022	4.47	3.39	0.32	0.04	0.15	0.06	8.42

Particulars	Furniture & Fixtures	Vehicles	Office Equipment	Air Conditioner	Computers	Electrical Equipment	Total
Gross Block as on April 1, 2021 (Restated refer note no.42)	16.79	4.00	0.95	0.07	2.19	0.35	24.35
Additions	0.38	0.83	0.11	-	-	-	1.32
Deductions/ adjustments during the year	0.10	0.01	-	-	-	-	0.11
As at March 31, 2022	17.08	4.82	1.05	0.07	2.19	0.35	25.56
Depreciation							
Upto April 1, 2021 (Restated refer note no.42)	9.56	0.52	0.57	0.02	1.79	0.26	12.72
Depreciation for the year	3.05	0.91	0.16	0.01	0.25	0.04	4.42
Deductions/Adjustments during the year	-	-	-	-	-	-	-
Upto March 31, 2022	12.61	1.43	0.73	0.03	2.04	0.29	17.14
Net Block as at March 31, 2022	4.47	3.39	0.32	0.04	0.15	0.06	8.42
Net Block as at April 1, 2021 (Restated refer note no.42)	7.23	3.47	0.38	0.05	0.40	0.10	11.63



Note 12. Capital Work-in-Progress:

(₹ in Crore)

As at March 31, 2023

Particulars	As at March 31, 2023
As at April 1, 2022	0.12
Additions	-
Deletions	0.12
As at March 31, 2023	-

As at March 31, 2022

Particulars	As at March 31, 2022
As at April 1, 2021 (Restated refer note no.42)	1.02
Additions	0.12
Deletions	1.02
As at March 31, 2022	0.12

Capital Work-in-Progress ageing schedule for the year ended March 31, 2023 (₹ in Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

Capital Work-in-Progress completion schedule for the year ended March 31, 2023 (₹ in Crore)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	-	-	-	-	-
Project temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

Capital Work-in-Progress ageing schedule for the year ended March 31, 2022 (₹ in Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	0.12	-	-	-	0.12

Capital Work-in-Progress completion schedule for the year ended March 31, 2022 (₹ in Crore)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	0.12	-	-	-	0.12
Total	0.12	-	-	-	0.12

Capital Work-in-Progress ageing schedule for the year ended April 1, 2021 (Restated refer note no.42) (₹ in Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	1.02	-	-	-	1.02

Capital Work-in-Progress completion schedule for the year ended April 1, 2021 (Restated refer note no.42) (₹ in Crore)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	1.02	-	-	-	1.02
Total	1.02	-	-	-	1.02



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Note 13. Intangibles Under Development:

(₹ In Crore)

As at March 31, 2023	
Particulars	As at March 31, 2023
As at April 1, 2022	-
Additions	31.82
Deletions	-
As at March 31, 2023	31.82

As at March 31, 2022	
Particulars	As at March 31, 2022
As at April 1, 2021 (Restated refer note no.42)	-
Additions	-
Deletions	-
As at March 31, 2022	-

Intangibles Under Development ageing schedule for the year ended March 31, 2023 (₹ In Crore)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	31.82	-	-	-	31.82
Projects temporarily suspended	-	-	-	-	-

Intangibles Under Development completion schedule for the year ended March 31, 2023 (₹ In Crore)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project - DSL Mid Market	29.31	-	-	-	29.31
Project - DSL Others	2.51	-	-	-	2.51
Total	31.82	-	-	-	31.82

Intangibles Under Development ageing schedule for the year ended March 31, 2022 (₹ In Crore)

Particulars	Amount in Intangible under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

Intangibles Under Development completion schedule for the year ended March 31, 2022 (₹ In Crore)

Particulars	Amount in Intangible under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	-	-	-	-	-
Project temporarily suspended	-	-	-	-	-

Intangibles Under Development ageing schedule for the year ended April 1, 2021 (Restated refer note no.42) (₹ In Crore)

Particulars	Amount in Intangible under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

Intangibles Under Development completion schedule for the year ended April 1, 2021 (Restated refer note no.42) (₹ In Crore)

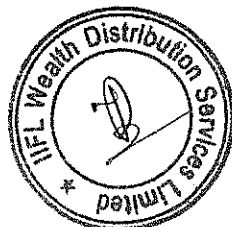
Particulars	Amount in Intangible under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	-	-	-	-	-
Project temporarily suspended	-	-	-	-	-

Note 14. Goodwill on acquisition

A summary of changes in the carrying amount of goodwill is as follows:

As at March 31, 2023	
Particulars	As at March 31, 2023
As at April 1, 2022	370.18
Goodwill on business acquisition	-
As at March 31, 2023	370.18

As at March 31, 2022	
Particulars	As at March 31, 2022
As at April 1, 2021 (Restated refer note no.42)	370.18
Goodwill on business acquisition	-
As at March 31, 2022	370.18



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 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 15. Other Intangible Assets

(₹ in Crore)

Particulars	Software	Customer Relations	Total
Softwares/Customer Relations			
Gross Block as on April 1, 2022	15.18	131.72	146.90
Additions	1.52	-	1.52
As at March 31, 2023	16.70	131.72	148.42
Accumulated amortisation			
Upto April 1, 2022	10.92	17.93	28.84
Amortisation for the year	2.60	6.59	9.19
Upto March 31, 2023	13.52	24.52	38.04
Net Block as at March 31, 2023	3.18	107.20	110.38

Particulars	Software	Customer Relations	Total
Softwares/Customer Relations			
Gross Block as on April 1, 2021 (Restated refer note no.42)	14.50	131.72	146.87
Additions	0.68	-	0.68
As at March 31, 2022	15.18	131.72	147.55
Accumulated amortisation			
Upto April 1, 2021 (Restated refer note no.42)	7.95	11.34	19.94
Amortisation for the year	2.97	6.59	9.56
Upto March 31, 2022	10.92	17.93	29.50
Net Block as at March 31, 2022	4.26	113.79	118.05
Net Block as at April 1, 2021 (Restated refer note no.42)	6.55	120.38	126.93



Note 16. Disclosure Pursuant to Ind AS 116 "Leases"

(₹ In Crore)

Following are the changes in the carrying value of right of use assets for the year ended March 31, 2023

Particular	Premises	Vehicles	Total
Balance as at 1 April, 2022	10.78	2.11	12.89
Additions during the year	23.62	5.16	28.78
Depreciation charge for the year	(10.51)	(1.47)	(11.98)
Deletions during the year	(0.03)	(0.06)	(0.09)
Balance as at March 31, 2023	23.86	5.74	29.60

Following are the changes in the carrying value of right of use assets for the year ended March 31, 2022

Particulars	Premises	Vehicles	Total
Balance as at 1 April, 2021(Restated refer note no.42)	18.82	1.74	20.56
Additions during the year	2.41	1.78	4.19
Depreciation charge for the year	(8.04)	(1.30)	(9.34)
Deletions during the year	(2.41)	(0.11)	(2.52)
Balance as at March 31, 2022	10.78	2.11	12.89

The following is the movement in lease liabilities during the year ended March 31, 2023

Particulars	Premises	Vehicles	Total
Balance as at 1 April, 2022	13.03	2.24	15.27
Additions	23.59	5.13	28.72
Deletion	(0.03)	(0.10)	(0.13)
Finance cost accrued during the year	2.17	0.30	2.47
Payment of lease liabilities	(11.84)	(1.70)	(13.54)
Balance as at March 31, 2023	26.92	5.87	32.79

The following is the movement in lease liabilities during the year ended March 31, 2022

Particulars	Premises	Vehicles	Total
Balance as at 1 April, 2021(Restated refer note no.42)	21.03	1.94	22.97
Additions	2.41	1.78	4.19
Deletion	(2.57)	(0.12)	(2.69)
Finance cost accrued during the year	1.46	0.17	1.63
Payment of lease liabilities	(9.30)	(1.53)	(10.83)
Balance as at March 31, 2022	13.03	2.24	15.27

Following is the break up value of the Current and Non - Current Lease Liabilities for the year ended March 31, 2023

(₹ In Crore)

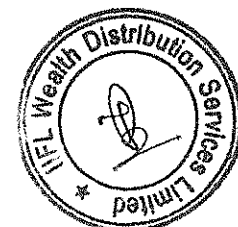
Particulars	Premises	Vehicles	As at March 31, 2023
Current lease liabilities	8.91	1.78	10.69
Non-current lease liabilities	18.01	4.09	22.10
Total	26.92	5.87	32.79

Following is the break up value of the Current and Non - Current Lease Liabilities for the year ended March 31, 2022

Particulars	Premises	Vehicles	As at March 31, 2022
Current lease liabilities	6.75	0.98	7.73
Non-current lease liabilities	6.28	1.26	7.54
Total	13.03	2.24	15.27

Following is the break up value of the Current and Non - Current Lease Liabilities for the year ended April 1, 2021(Restated refer note no.42)

Particulars	Premises	Vehicles	As at April 1, 2021(Restated refer note no.42)
Current lease liabilities	8.42	1.23	9.65
Non-current lease liabilities	12.61	0.71	13.32
Total	21.03	1.94	22.97



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Maturity analysis – contractual undiscounted cash flows

Particulars	Premises	Vehicles	As at March 31, 2023
Less than one year	10.47	2.18	12.65
One to five years	19.77	4.53	24.30
More than five years	0.33	-	0.33
Total undiscounted lease liabilities at 31 March 2023	30.57	6.71	37.28
Lease liabilities included in the statement of financial position at 31 March 2023	26.92	5.87	32.79

Particulars	Premises	Vehicles	As at March 31, 2022
Less than one year	7.50	1.14	8.64
One to five years	6.58	1.39	7.97
More than five years	0.34	-	0.34
Total undiscounted lease liabilities at 31 March 2022	14.42	2.53	16.95
Lease liabilities included in the statement of financial position at 31 March 2022	13.03	2.24	15.27

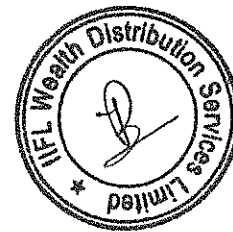
Particulars	Premises	Vehicles	As at April 1, 2021 (Restated refer note no.42)
Less than one year	9.84	1.35	11.19
One to five years	13.34	0.76	14.10
More than five years	0.53	-	0.53
Total undiscounted lease liabilities at 31 March 2021	23.71	2.11	25.82
Lease liabilities included in the statement of financial position at 31 March 2021	21.03	1.94	22.97

Amounts recognised in profit or loss

Particulars	As at March 31, 2023	As at March 31, 2022
Interest on lease liabilities	2.47	1.63
Expenses relating to short-term leases	11.12	8.72
Depreciation relating to leases	11.98	9.34
Total	25.57	19.69

Amount of Cash Outflows for Lease repayments

Particulars	As at March 31, 2023	As at March 31, 2022
Total cash outflow for leases	13.54	10.83



Note 17. Other Non Financial Assets

Particulars	As at March 31, 2023	As at March 31, 2022	(₹ In Crore)
			As at April 1, 2021 (Restated refer note no.42)
Unsecured			
Prepaid expenses	20.52	5.07	56.34
Advances recoverable in cash or in kind or for value to be received	7.53	4.16	0.38
Employee advance against expenses	0.01	0.03	0.01
Others (comprises of Capital Advance, balance with government authority)	13.18	0.85	0.60
Total	41.24	10.11	57.33

Note 18. Payables

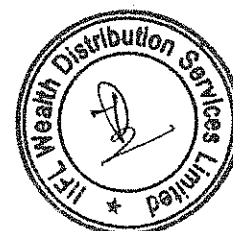
Particulars	As at March 31, 2023	As at March 31, 2022	(₹ In Crore)
			As at April 1, 2021 (Restated refer note no.42)
Trade payables			
-(i) Total outstanding dues of micro enterprises and small enterprises (refer note no. 17.1)	-	-	-
-(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises (refer note no. 17.2)	69.97	98.01	33.86
Total	69.97	98.01	33.86
Other payables			
-(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-
-(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	395.58	507.05	320.93
Total	395.58	507.05	320.93

17.1. Disclosure under The Micro, Small and Medium Enterprises Development Act, 2006

The following disclosure is made as per the requirement under the Micro, Small and Medium Enterprises Development Act, 2016 (MSMED) on the basis of confirmations sought from suppliers on registration with the specified authority under MSMED:

Particulars	As at March 31, 2023	As at March 31, 2022	(₹ In Crore)
			As at April 1, 2021 (Restated refer note no.42)
(a) Principal amount remaining unpaid to any supplier at the year end	-	-	-
(b) Interest due thereon remaining unpaid to any supplier at the year end	-	-	-
(c) Amount of interest paid and payments made to the supplier beyond the appointed day during the year	-	-	-
(d) Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Act	-	-	-
(e) Amount of interest accrued and remaining unpaid at the year end	-	-	-
(f) Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Act	-	-	-

There are no amounts due to the suppliers covered under Micro, Small and Medium Enterprises Development Act, 2006. This information takes into account only those suppliers who have responded to the enquiries made by the Company for this purpose. This has been relied upon by the auditors. No interest is payable in respect of the same.



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

17.2. Trade payables ageing schedule

(₹ in Crore)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Provision and unbilled	
(i) MSME	-	-	-	-	-	-
(ii) Others	5.02	-	-	-	64.95	69.97
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - others	-	-	-	-	-	-
Total trade payables as at March 31, 2023	5.02	-	-	-	64.95	69.97

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Provision and unbilled	
(i) MSME	-	-	-	-	-	-
(ii) Others	8.55	-	0.02	-	89.44	98.01
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - others	-	-	-	-	-	-
Total trade payables as at March 31, 2022	8.55	-	0.02	-	89.44	98.01

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Provision and unbilled	
(i) MSME	-	-	-	-	-	-
(ii) Others	8.35	-	-	-	25.51	33.86
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - others	-	-	-	-	-	-
Total trade payables as at April 1, 2021 (Restated refer note no.42)	8.35	-	-	-	25.51	33.86



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 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 19. Borrowings (other than Debt securities)

Particulars	As at March 31, 2023			As at March 31, 2022			As at April 1, 2021 (Restated refer note no.42)					
	At Amortised Cost	At Fair Value Through profit or loss	Designated at fair value through profit or loss	Total	At Amortised Cost	At Fair Value Through profit or loss	Designated at fair value through profit or loss	Total	At Amortised Cost	At Fair Value Through profit or loss	Designated at fair value through profit or loss	Total
(a) Loans from related parties	131.34	-	-	131.34	430.38	-	-	430.38	-	-	-	-
Total	131.34	-	-	131.34	430.38	-	-	430.38	-	-	-	-

Residual maturity	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	Balance outstanding	Interest rate % (p.a)	Balance outstanding	Interest rate % (p.a)	Balance outstanding	Interest rate % (p.a)
At Amortised cost	131.34	7.52%	430.38	7.80%	-	-
Less than 1 year	-	-	-	-	-	-
1-5 years	-	-	-	-	-	-
Above 5 years	-	-	-	-	-	-

Notes:

- Term Loans repayable to related parties are repayable within one year at an interest rate of 7.52%(average). Refer Note-36
- The funds called for through inter corporate deposits during the year have been utilised by the Company for general business purposes.



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 20. Other Financial Liabilities

Particulars	(₹ in Crore)		
	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
Payable to group companies (refer note no.36)	3.81	3.12	130.81
Advance from customers	4.99	-	-
Others	0.53	0.40	0.09
Total	9.33	3.52	130.90

Note 21. Provisions:

Particulars	(₹ in Crore)		
	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
Provision for employee benefits			
- Gratuity	4.44	3.59	6.06
- Compensated absences	0.26	0.16	(0.01)
Total	4.70	3.75	6.05

Note 22. Other Non Financial Liabilities:

Particulars	(₹ in Crore)		
	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
Statutory remittances	8.29	16.81	6.59
Income received in advance	3.10	6.42	-
Others	-	0.26	0.11
Total	11.39	23.49	6.70



Note 23. Share Capital:

(₹ In Crore)

(a) The authorised, issued, subscribed and fully paid up share capital comprises of equity shares having a par value of ₹100/- as follows:

Particulars	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	No. of shares	₹ In Crore	No. of shares	₹ In Crore	No. of shares	₹ In Crore
Authorised : 70,000,000 (P.Y 70,000,000) Equity shares of ₹100/-each with voting rights	7,00,00,000	700.00	7,00,00,000	700.00	7,00,00,000	700.00
Issued, Subscribed and Paid Up: 67,712,153 (P. Y. 67,712,153) Equity shares of ₹100/- each fully paid	6,77,12,153	677.12	6,77,12,153	677.12	6,77,12,153	677.12
Total	6,77,12,153	677.12	6,77,12,153	677.12	6,77,12,153	677.12

(b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

Particulars	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	No. of shares	₹ In Crore	No. of shares	₹ In Crore	No. of shares	₹ In Crore
At the beginning of the year	6,77,12,153	677.12	6,77,12,153	677.12	30,000	0.30
Add: Issued during the year	-	-	-	-	6,76,82,153	676.82
Outstanding at the end of the year	6,77,12,153	677.12	6,77,12,153	677.12	6,77,12,153	677.12

(c) Terms/rights attached to equity shares:

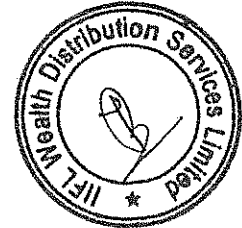
The Company has only one class of shares referred to as equity shares having a par value of ₹ 100/- each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of Interim

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.

(e) Details of shareholders holding more than 5% shares after giving effect to the Composite scheme of arrangement (Refer note 3):

Particulars	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	No. of shares	% of total Shares	No. of shares	% of total Shares	No. of shares	% of total Shares
360 ONE WAM limited (Formerly known as IIFL Wealth Management Limited) & its nominees	6,77,12,153	100.0%	6,77,12,153	100.0%	6,77,12,153	100.0%

(f) During the period of 5 years immediately preceding the Balance Sheet date, the Company has not issued any equity shares without payment being received in cash, bonus shares except for shares issued under the composite scheme of arrangement and has not bought back any equity shares,



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Shareholding of promoters

Shares held by promoters at the end of the year				% Change during the year
S.No	Promoter name	As at March 31, 2023		
		No of shares	% of total shares	
1	360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited) & its nominees	6,77,12,153	100%	0%

Shares held by promoters at the end of the year				% Change during the year
S.No	Promoter name	As at March 31, 2022		
		No of shares	% of total shares	
1	360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited) & its nominees	6,77,12,153	100%	0%

Shares held by promoters at the end of the year			
S.No	Promoter name	As at April 1, 2021 (Restated refer note no.42)	
		No of shares	% of total shares
1	360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited) & its nominees	6,77,12,153	100%



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 24. Other Equity:**(₹ in Crore)**

Particulars	As at March 31, 2023	As at March 31, 2022	As at April 1, 2021 (Restated refer note no.42)
Securities premium	26.72	29.72	29.72
Capital reserve	(0.36)	(0.36)	(0.36)
Retained earnings	68.83	26.22	66.73
Total	95.19	55.58	96.09

Note: .**Securities Premium**

The amount received in excess of face value of the equity shares is recognised in Securities premium reserve and share issue expense is adjusted

Capital Reserve

It mainly represents the excess of net assets taken, over the cost of consideration paid during demerger.

Retained Earnings

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders, if any.



HFL WEALTH DISTRIBUTION SERVICES LIMITED

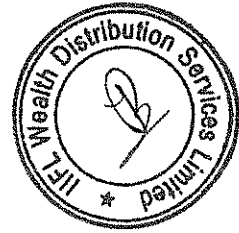
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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 25. Fees and Commission Income

(₹ in Crore)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Distribution Fees	468.21	423.86
Commission Income	44.21	56.09
Manpower Service Fees	15.54	11.25
	527.96	491.20



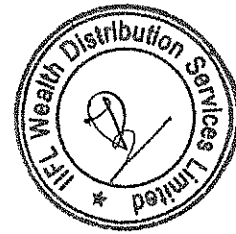
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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 26. Other Income

(₹ in Crore)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest Income	12.55	10.19
Change in fair value of investments - realised	3.63	1.93
Change in fair value of investments - unrealised	(2.19)	2.19
Profit on cancellation of lease	0.00#	0.16
Miscellaneous income	0.07	-
Total	14.06	14.47

Amount is less than Rs. 1,00,000.



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 27. Finance Cost

(₹ in Crore)

Particulars	For the year ended March 31, 2023		For the year ended March 31, 2022	
	On financial liabilities measured at amortised cost	Total	On financial liabilities measured at amortised cost	Total
Interest on borrowings	15.56	15.56	13.76	13.76
Interest on lease liabilities	2.47	2.47	1.63	1.63
Other finance Costs	3.01	3.01	2.62	2.62
Total	21.04	21.04	18.01	18.01



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

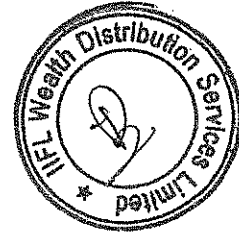
CIN: U45201MH1995PLC228043

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 28. Impairment On Financial Instruments

(₹ in Crore)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
	On financial instruments measured at amortised cost	On financial instruments measured at amortised cost
On Trade Receivable	0.31	0.06
Total	0.31	0.06

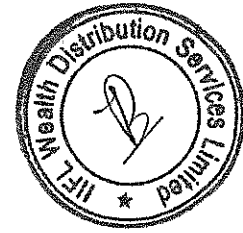


IIFL WEALTH DISTRIBUTION SERVICES LIMITED
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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 29. Employee Benefits Expense

(₹ In Crore)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Salaries and wages	256.66	309.82
Contribution to provident and other funds	7.08	6.14
Share based payments to employees	13.60	13.50
Staff welfare expenses	5.51	5.02
Gratuity expense	1.87	2.26
Leave encashment	0.10	0.16
Total	284.82	336.90



29.1. Gratuity Abridged Disclosure Statement as Per Indian Accounting Standard 19 (Ind AS 19) For the year ended March 31, 2023

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Type of benefit	Gratuity	Gratuity
Country	India	India
Reporting currency	INR	INR
Reporting standard	Indian Accounting Standard 19 (Ind AS 19)	Indian Accounting Standard 19 (Ind AS 19)
Funding status	Funded	Funded
Starting period	01-Apr-2022	01-Apr-2021
Date of reporting	31-Mar-2023	31-Mar-2022
	12 Months	12 Months

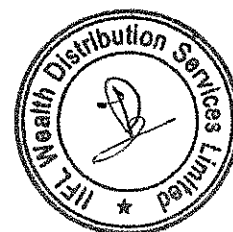
Assumptions		
Expected return on plan assets	7.41%	6.96%
Rate of discounting	7.41%	6.96%
Rate of salary increase	7.50%	7.50%
Rate of employee turnover	For service 4 years and below 15% p.a. & thereafter 7.50% p.a.	For service 4 years and below 15% p.a. & thereafter 7.50% p.a.
Mortality rate during employment	Indian Assured Lives Mortality 2012-14 (Ultimate)	Indian Assured Lives Mortality 2012-14 (Ultimate)

Table showing change in the present value of projected benefit obligation	As at March 31, 2023	As at March 31, 2022
Present value of benefit obligation at the beginning of the period	17.16	16.64
Interest cost	1.19	1.09
Current service cost	1.62	1.84
Liability transferred in/ acquisitions	0.19	0.69
(Liability transferred out/ divestments)	(0.37)	(0.13)
(Benefit paid directly by the employer)	(2.04)	(1.06)
(Benefit paid from the fund)	(1.19)	(0.65)
Actuarial (gains)/losses on obligations - due to change in demographic assumptions	-	(0.01)
Actuarial (gains)/losses on obligations - due to change in financial assumptions	(0.56)	(0.84)
Actuarial (gains)/losses on obligations - due to experience	1.53	(0.41)
Present value of benefit obligation at the end of the period	17.53	17.16

Table showing change in the fair value of plan assets	As at March 31, 2023	As at March 31, 2022
Fair value of plan assets at the beginning of the period	13.57	10.59
Interest income	0.94	0.67
Contributions by the employer	-	3.26
(benefit paid from the fund)	(1.19)	(0.65)
Return on plan assets, excluding interest income	(0.23)	(0.31)
Fair value of plan assets at the end of the period	13.09	13.57

Amount recognised in the balance sheet	As at March 31, 2023	As at March 31, 2022
(Present value of benefit obligation at the end of the period)	(17.53)	(17.16)
Fair value of plan assets at the end of the period	13.09	13.57
Funded status (surplus/ (deficit))	(4.44)	(3.59)
Net (liability)/asset recognised in the balance sheet	(4.44)	(3.59)

Net interest cost for current period	For the year ended March 31, 2023	For the year ended March 31, 2022
Interest cost	1.19	1.09
(Interest income)	(0.94)	(0.67)
Net interest cost for current period	0.25	0.42



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Expenses recognised in the statement of profit or loss for current period	For the year ended March 31, 2023	For the year ended March 31, 2022
Current service cost	1.62	1.84
Net interest cost	0.25	0.42
Expenses recognised	1.87	2.26

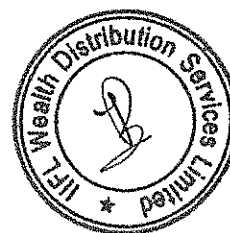
Expenses recognised in the other comprehensive income (OCI) for current period	For the year ended March 31, 2023	For the year ended March 31, 2022
Actuarial (gains)/losses on obligation for the period	0.97	(1.27)
Return on plan assets, excluding interest income	0.23	0.31
Change in asset ceiling	-	-
Net (income)/expense for the period recognised in OCI	1.20	(0.96)

Balance sheet reconciliation	As at March 31, 2023	As at March 31, 2022
Opening net liability	3.59	6.05
Expenses recognised in statement of profit or loss	1.87	2.26
Expenses recognised in OCI	1.20	(0.96)
Net liability/(asset) transfer in	0.19	0.69
Net (liability)/asset transfer out	(0.37)	(0.13)
(Benefit paid directly by the employer)	(2.04)	(1.06)
(Employer's contribution)	-	(3.26)
Net liability/(asset) recognised in the balance sheet	4.44	3.59

Other details	As at March 31, 2023	As at March 31, 2022
No of active members	641	587
Per month salary for active members	6.52	5.44
Weighted average duration of Projected benefit obligation	10.00	9.00
Average expected future service	8.00	9.00
Projected benefit obligation	-	-
Prescribed contribution for next year (12 months)	6.19	0.21

Maturity analysis of the benefit payments	As at March 31, 2023	As at March 31, 2022
1st following year	1.63	1.56
2nd following year	1.60	1.45
3rd following year	1.58	1.46
4th following year	1.57	1.49
5th following year	1.54	1.43
Sum of years 6 to 10	7.59	6.92
Sum of years 11 and above	18.13	18.14

Sensitivity analysis	As at March 31, 2023	As at March 31, 2022
PBO on current assumptions	17.53	17.16
Delta effect of +1% change in rate of discounting	(1.17)	(1.20)
Delta effect of -1% change in rate of discounting	1.32	1.37
Delta effect of +1% change in rate of salary increase	0.64	0.70
Delta effect of -1% change in rate of salary increase	(0.63)	(0.58)
Delta effect of +1% change in rate of employee turnover	0.29	0.21
Delta effect of -1% change in rate of employee turnover	(0.33)	(0.23)



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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 30. Other Expenses:-

(₹ in Crore)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Operations and fund management expenses	5.45	3.20
Rent and energy cost	13.28	10.33
Insurance	0.13	0.51
Repairs & maintenance	1.58	1.49
Marketing, advertisement and business promotion expenses	23.24	29.86
Travelling & conveyance	11.17	6.64
Legal & professional fees	7.90	7.32
Communication	2.42	1.96
Software charges / Technology cost	19.57	13.73
Office & other expenses	11.68	7.92
Remuneration to Auditors :		
Audit fees (Net of GST input credit)	0.11	0.14
Certification expenses	-	0.02
Corporate social responsibility expenses & donation (includes donation CY: ₹ 0.34 Crore and PY: ₹ 0.54Crore) refer note no.41	0.75	0.87
Bank Charges	0.07	0.27
Printing & Stationary	0.65	0.42
Total	98.00	84.68

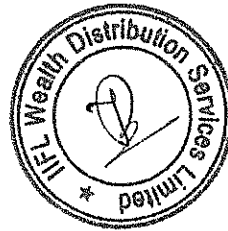


HFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 31. Income taxes
Disclosure pursuant to Ind AS 12 "Income Taxes"
(a) Major components of tax expense/ (income)

		(₹ in Crore)	
Sr. No.	Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
	Statement of Profit and Loss:		
(a)	Profit and Loss section:		
	(i) Current income tax :		
	Current income tax expense	5.50	-
	Tax expense in respect of earlier years	-	-
		5.50	-
	(ii) Deferred Tax:		
	Tax expense on origination and reversal of temporary differences	19.62	(12.51)
	Effect on deferred tax balances due to the change in income tax rate	-	-
		19.62	(12.51)
	Income tax expense reported in the statement of profit or loss [(i)+(ii)]	25.12	(12.51)
(b)	Other Comprehensive Income (OCI) Section:		
	(i) Items not to be reclassified to profit or loss in subsequent periods:		
	(A) Current tax expense/(income):		
	On re-measurement of defined benefit plans	-	-
	(B) Deferred tax expense/(income):		
	On re-measurement of defined benefit plans	0.30	(0.24)
	Income tax expense reported in the other comprehensive income [(i)+(ii)]	0.30	(0.24)

		(₹ in Crore)	
Sr. No.	Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
(b)	Reconciliation of income tax expense and accounting profit multiplied by domestic tax rate applicable in India:		
	Profit/Loss before tax	98.63	(53.74)
(b)	Income tax expense at tax rates applicable to individual entities	24.82	(13.52)
(c)	(i) Tax on income subject to lower tax rate	-	-
	(A) Gains on investments (including fair valuation)	(0.05)	0.05
	(ii) Tax on expense not tax deductible	-	-
	(A) Expenses not allowable as tax deductible as per tax laws	1.05	0.24
	(iii) Tax effect on various other items	(0.70)	0.72
	Total effect of tax adjustments [(i) to (iii)]	0.30	1.01
(d)	Tax expense recognised during the year	25.12	(12.51)
	Effective tax rate	25.47%	23.27%

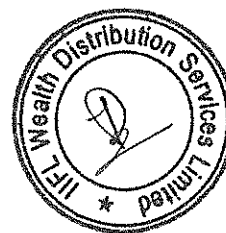


IIFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 32. Earnings Per Share:

Basic and diluted earnings per share ["EPS"] computed in accordance with INDAS 33 "Earnings per share".

Particulars		For the year ended March 31, 2023	For the year ended March 31, 2022
BASIC			
Profit/(Loss) after tax as per statement of profit and loss before Other Comprehensive Income	A	73.51	(41.23)
Weighted average number of shares subscribed	B	6,77,12,153	6,77,12,153
Face value of equity shares (in ₹) fully paid		100.00	100.00
Basic EPS (₹)	A/B	10.86	(6.09)
DILUTED			
Profit/(Loss) after tax as per statement of profit and loss before Other Comprehensive Income	A	73.51	(41.23)
Weighted average number of shares subscribed	B	6,77,12,153	6,77,12,153
Add: Potential equity shares on account of conversion of dilutive instrument	C	-	-
Weighted average number of shares outstanding	D=B+C	6,77,12,153	6,77,12,153
Diluted EPS (₹)	A/D	10.86	(6.09)



Note 33. Disclosure Pursuant to Ind AS 107 "Financial Instruments: Disclosures"
Financial Risk Management

33A. Credit Risk

Credit risk refers to risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk assessment on various components is described below:

3] **Trade and other receivables**

The Company's trade receivables primarily include receivables from mutual funds, alternative investment funds on account of distribution business, manpower services and broking operations. The company has made lifetime expected credit loss provision based on provision matrix which takes into account historical experience in collection and credit losses.

2] **Others**

In addition to the above, balances and deposits with banks, investments, loans, other receivables and other financial assets also have exposure to credit risk. Credit risk on balances and deposits with banks is limited as these balances are generally held with banks with high credit ratings and/or with capital adequacy ratio above the prescribed regulatory limits.

Credit Risk on Other receivables and Other financial assets is considered very low as the counterparty is mainly stock exchanges. The credit risk in respect of investments classified as Fair Value through Profit or Loss is priced in the fair value of the respective instruments. The credit risk on loans are considered low as the counterparties are staff and the group companies.

33B. Liquidity Risk

Liquidity risk refers to the risk that the Company may not be able to meet its short-term financial obligations. The Company manages liquidity risk by maintaining sufficient cash and marketable securities and by having access to funding through an adequate amount of credit lines. Further, The Company has well defined Asset Liability Management (ALM) Framework with an appropriate organisational structure to regularly monitor and manage maturity profiles of financial assets and financial liabilities including debt financing plans, cash and cash equivalent instruments to ensure liquidity. The Company seeks to maintain flexibility in funding mix by way of sourcing the funds through money markets, debt markets and banks to meet its business and liquidity requirements.

(₹ In Crore)

The following table shows the maturity profile of financial liabilities:

Financial liabilities	As at March 31, 2023			
	Total	Less than 1 months	1 months to 6 months	6 months to 1 year
Derivative financial instruments	-	-	-	-
Trade Payables	69.97	69.97	-	-
Other payables	395.58	-	395.58	-
Borrowings (Other than Debt Securities)	131.34	-	131.34	-
Other financial liabilities	9.33	-	9.33	-
Total	606.22	69.97	536.25	-
For Finance Lease Obligation maturity refer note 16				
Financial liabilities	As at March 31, 2022			
	Total	Less than 1 months	1 months to 6 months	6 months to 1 year
Trade Payables	98.01	27.34	70.67	-
Other payables	507.05	-	507.05	-
Borrowings (Other than Debt Securities)	430.38	-	430.38	-
Other financial liabilities	3.52	-	3.52	-
Total	1,038.96	27.34	1,011.62	-
For Finance Lease Obligation maturity refer note 16				
Financial liabilities	As at April 1, 2021 (Restated refer note no.42)			
	Total	Less than 1 months	1 months to 6 months	6 months to 1 year
Trade Payables	33.86	5.08	28.78	-
Other payables	320.93	-	320.93	-
Other financial liabilities	130.50	-	130.50	-
Total	485.29	5.08	480.61	-
For Finance Lease Obligation maturity refer note 16				

33C. Market Risk

Market risk is the risk of any loss in future earnings, in realisable fair values or in futures cash flows that may result from a change in the price of a financial instrument.

33C.1 Currency Risk

The Company does not run a proprietary trading position in foreign currencies and foreign currency denominated instruments. However the Company has exposure to foreign currencies on account of maintaining cash and cash equivalents and deposits with banks in currencies other than reporting /functional currencies.

CY For the year ended March 31, 2023

Particulars	USD	HKD	AED	SGD	CHF
Cash and cash equivalents	0.01	-	-	-	-

PY For the year ended March 31, 2022

Particulars	USD	HKD	AED	SGD	CHF
Cash and cash equivalents	0.01	0.00#	0.00#	0.00#	0.00#

33C.2 Interest rate risk

The Company has measured interest rate risk sensitivity on financial assets and liabilities on financial instruments accounted for on amortised cost basis.

Since the borrowings/loans outstanding as at March 31, 2023 and as at March 31, 2022 are at fixed interest rate, hence no interest rate risk analysis has been performed by the Management.

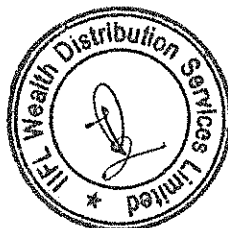
33C.3. Other Price Risk (Including Equity Linked Investments)

Other price risk is related to the change in market reference price of the investments which are fair valued and exposes the Company to price risks. The carrying amount of financial assets and liabilities subject to price risk is as below:

Particulars	(₹ In Crore)	
	As at March 31, 2023	As at March 31, 2022
Financial Assets		
Investments	0.23	155.74
	0.23	155.74
Financial Liabilities		
Borrowings (other than debt securities)	131.34	430.38
	131.34	430.38

A hypothetical 100 basis point shift in the benchmark rate will have impact on the profit and loss as below:

	As at March 31, 2023	As at March 31, 2022
Increase of 100 basis point		
Impact on Profit and Loss after tax	0.00#	1.17
Impact on Equity	0.00#	1.17
Decrease of 100 basis point		
Impact on Profit and Loss after tax	(0.00)#	(1.17)
Impact on Equity	(0.00)#	(1.17)



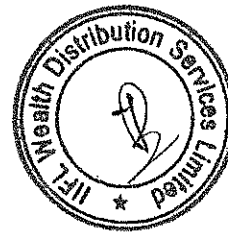
The Company's capital management is intended to create value for shareholders. The assessment of Capital level and requirements are assessed having regard to long-and short term strategies of the Company and regulatory capital requirements of its businesses and constituent entities.

33E. Category Wise Classification for applicable Financial Assets and Liabilities

(₹ in Crore)

Sr No.	Particulars	As at March 31, 2023			Total
		Measured at amortised cost	Measured at fair value through profit or loss (P/L)	Measured at fair value through other comprehensive income (OCI)	
	Financial Assets				
(a)	Cash and cash equivalents	8.40	-	-	8.40
(b)	Bank balance other than (a) above	211.31	-	-	211.31
(c)	Receivables				
(i)	Trade receivables	137.36	-	-	137.36
(ii)	Other receivables	128.92	-	-	128.92
(d)	Loans	2.15	-	-	2.15
(e)	Investments	-	0.23	-	0.23
(f)	Other financial assets	292.77	-	-	292.77
	Total	280.81	0.23	-	281.04
	Financial Liabilities				
(a)	Payables				
(i)	Trade payables				
(i)	total outstanding dues of micro enterprises and small enterprises	-	-	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	69.97	-	-	69.97
(ii)	Other payables				
(i)	total outstanding dues of micro enterprises and small enterprises	-	-	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	395.58	-	-	395.58
(b)	Finance Lease Obligations	32.79	-	-	32.79
(c)	Borrowings (other than debt securities)	131.34	-	-	131.34
(d)	Other financial liabilities	9.33	-	-	9.33
	Total	639.01	-	-	639.01

Sr No.	Particulars	As at March 31, 2022			Total
		Measured at amortised cost	Measured at fair value through profit or loss (P/L)	Measured at fair value through other comprehensive income (OCI)	
	Financial Assets				
(a)	Cash and cash equivalents	35.74	-	-	35.74
(b)	Bank balance other than (a) above	531.68	-	-	531.68
(c)	Receivables				
(i)	Trade receivables	98.90	-	-	98.90
(ii)	Other receivables	240.11	-	-	240.11
(d)	Loans	0.66	-	-	0.66
(e)	Investments	-	155.74	-	155.74
(f)	Other financial assets	190.01	-	-	190.01
	Total	1,097.10	155.74	-	1,252.84
	Financial Liabilities				
(a)	Payables				
(i)	Trade payables				
(i)	total outstanding dues of micro enterprises and small enterprises	-	-	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	98.01	-	-	98.01
(ii)	Other payables				
(i)	total outstanding dues of micro enterprises and small enterprises	-	-	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	507.05	-	-	507.05
(b)	Finance Lease Obligations	15.77	-	-	15.77
(c)	Borrowings (other than debt securities)	430.38	-	-	430.38
(d)	Other financial liabilities	3.52	-	-	3.52
	Total	1,054.23	-	-	1,054.23



Sr No.	Particulars	As at April 1, 2021 (Restated refer note no.42)			Total
		Measured at amortised cost	Measured at fair value through profit or loss (P/L)	Measured at fair value through other comprehensive income (OCI)	
	Financial Assets				
(a)	Cash and cash equivalents	82.93	-	-	82.93
(b)	Bank balance other than (a) above	353.05	-	-	353.05
(c)	Receivables				
	(i) Trade receivables	66.15	-	-	66.15
	(ii) Other receivables	67.16	-	-	67.16
(d)	Loans	0.45	-	-	0.45
(e)	Investments	-	0.23	-	0.23
(f)	Other financial assets	147.64	-	-	147.64
	Total	717.38	0.23	-	717.61
	Financial Liabilities				
(a)	Payables				
	(i) Trade payables				
	(ii) total outstanding dues of micro enterprises and small enterprises	-	-	-	-
	(iii) total outstanding dues of creditors other than micro enterprises and small enterprises	33.86	-	-	33.86
	(iv) Other payables				
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	320.93	-	-	320.93
(b)	Finance Lease Obligations	22.97	-	-	22.97
(c)	Borrowings (other than debt securities)	-	-	-	-
(d)	Other financial liabilities	130.90	-	-	130.90
	Total	508.66	-	-	508.66

Financial assets measured at amortised cost:

The carrying amounts of trade receivables, loans, advances and cash and other bank balances are considered to be the same as their fair values due to their short term nature.

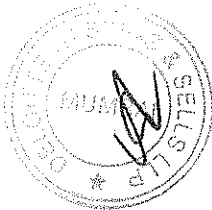
Financial liabilities measured at amortised cost:

The carrying amounts of trade and other payables are considered to be the same as their fair values due to their short term nature. The carrying amounts of borrowings are considered to be approximate the fair value.

33E.1. Fair value of financial instruments

The Company measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments. This includes NAVs of the schemes of mutual funds.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.
- Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs that are not observable and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.



(₹ in Crore)				
Financial Instruments measured at fair value	Recurring fair value measurements at 31.03.2023			
	Level 1	Level 2	Level 3	Total
Financial Assets				
Investments in Equity Shares	-	-	0.23	0.23
Total Assets			0.23	0.23

Financial Instruments measured at fair value	Recurring fair value measurements at 31.03.2022			
	Level 1	Level 2	Level 3	Total
Financial Assets				
Investments in Mutual Funds	100.48	-	-	100.48
Investments in debt securities	-	55.03	-	55.03
Investments in Equity Shares	-	-	0.23	0.23
Total Assets	100.48	55.03	0.23	155.74

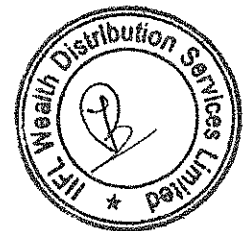
Financial Instruments measured at fair value	Recurring fair value measurements at 01.04.2021 (Restated refer note no.42)			
	Level 1	Level 2	Level 3	Total
Financial Assets				
Investments in Equity Shares	-	-	0.23	0.23
Total Assets			0.23	0.23

Reconciliation of Level 3 fair value measurements (₹ in Crore)

Particulars	As at March 31, 2023	As at March 31, 2022
Opening Balance	0.23	0.23
Total gains or losses	-	-
- In profit or loss	-	-
Closing Balance	0.23	0.23

32E. 1b Fair value of financial assets and financial liabilities measured at amortised cost

Financial Assets and liabilities which are measured at amortised cost for which fair values are disclosed	As at March 31, 2023		As at March 31, 2022		As at April 1, 2021 (Restated refer note no.42)	
	Carrying Value	Fair Value	Carrying Value	Fair Value	Carrying Value	Fair Value
Financial Assets						
Cash and cash equivalents	8.40	8.40	35.74	35.74	82.93	82.93
Bank balance other than above	211.31	211.31	531.68	531.68	353.05	353.05
Receivables						
(i) Trade receivables	137.36	137.36	98.90	98.90	66.15	66.15
(ii) Other receivables	128.92	128.92	240.11	240.11	67.16	67.16
Loans	2.15	2.15	0.66	0.66	0.45	0.45
Other financial assets	292.77	292.77	190.01	190.01	147.64	147.64
Financial Liabilities						
(i) Trade payables						
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	69.97	69.97	98.01	98.01	33.86	33.86
(iii) Other payables						
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	395.58	395.58	507.05	507.05	320.93	320.93
Finance Lease Obligations	32.79	32.79	15.27	15.27	22.97	22.97
Borrowings (other than debt securities)	131.34	131.34	430.38	430.38	-	-
Other financial liabilities	9.33	9.33	3.52	3.52	130.90	130.90



Note 34. Capital, Other Commitments and Contingent Liabilities at Balance Sheet date:

Capital and Other Commitments

(₹ in Crore)		
Particulars	As at March 31, 2023	As at March 31, 2022
Commitments to contribute funds for the acquisition of property, plant and equipment and intangible assets	25.57	0.25
Total	25.57	0.25

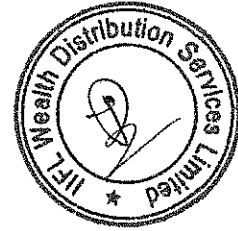
Contingent Liabilities

(₹ in Crore)		
Particulars	As at March 31, 2023	As at March 31, 2022
Bank guarantees (refer note 34.1)	220.94	236.94
Disputed income tax demand (refer note 34.2)	0.37	0.51
In respect of service tax matter in dispute	6.75	6.75
Total	228.06	244.20

34.1 Fixed Deposits(excluding accrued interest) amounting to ₹131.59 Crore (P.Y. ₹125.58 Crore) are pledged against bank guarantees.

34.2 Management believes that the ultimate outcome of above matters will not have a material adverse impact on its financial position, results of operations and cash flows. In respect of above matters, future cash outflows in respect of contingent liabilities are determinable only on receipt of judgements pending at various authorities.

Note 35. The Company operates from and uses the premises, infrastructure and other facilities and services as provided to it by its Holding Company/group companies, which are termed as 'Shared Services'. Hitherto, such shared services consisting of administrative and other revenue expenses paid for by the Company were allocated by the Holding Company. Further the Holding Company allocates such cost based on reasonable management estimates, which are constantly refined in the light of additional knowledge gained relevant to such estimation.



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 36. Related Party Disclosures:

a) List of Related Parties:

Nature of relationship	Name of party	
Director/ Key Managerial Personnel	Ms. Anu Jain, Director	
	Mr. Yatin Shah, Director	
	Mr. Anirudha Taparia, Director	
	Ms. Mansi Shah, Company Secretary, w.e.f. March 22, 2023	
Holding Company	360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	
Fellow Subsidiaries	360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)	
	360 ONE Asset Management Limited (Formerly known as IIFL Asset Management Limited)	
	360 ONE Investment Adviser and Trustee Services Limited (Formerly known as IIFL Investment Adviser and Trustee Services Limited)	
	360 ONE Asset Trustee Limited (Formerly known as IIFL Trustee Limited)	
	360 ONE Portfolio Managers Limited (Formerly known as IIFL Wealth Portfolio Managers Limited)	
	360 ONE IFSC Limited (Formerly known as IIFL Wealth Securities IFSC Limited)	
	IIFL Wealth Capital Markets Limited (Formerly known as L & T Capital Markets Limited) (IIFL Wealth Capital Markets Limited merged with 360 ONE Prime Limited w.e.f. 14th March 2023)	
	IIFL Wealth Altiore Limited (Formerly known as IIFL Altiore Advisors Limited) (IIFL Wealth Altiore Limited merged with 360 ONE WAM Limited w.e.f. 3rd March, 2023)	
	360 One Foundation (Formerly known as IIFLW CSR Foundation)	
	360 ONE Private Wealth (Dubai) Private Limited (Formerly known as IIFL Private Wealth Management (Dubai) Limited)	
	360 ONE INC. (Formerly known as IIFL Inc.)	
	360 ONE Asset Management (Mauritius) Limited (Formerly known as IIFL Asset Management (Mauritius) Limited)	
	IIFL (Asia) Pte. Limited #	
	IIFL Securities Pte Limited #	
	360 ONE Capital Pte. Limited (Formerly known as IIFL Capital Pte. Limited) #	
	360 ONE Capital (Canada) Limited (Formerly known as IIFL Capital (Canada) Limited)	
	MAVM Angels Network Private Limited (w.e.f. 15th November, 2022)	
	Other Related Parties*	Mr. Karan Bhagat
		Kyrush Investments
		Mrs. Ami Yatin Shah (Spouse of Mr. Yatin Shah)
Mr. Prakashchandra Shah (Father of Mr. Yatin Shah)		
Yatin Investments		
Mr. Nirmal Jain		
Mrs. Madhu Jain (Spouse of Mr. Nirmal Jain)		
Mr. Mansukh Jain and Mr. Ramesh Jain (Brother of Mr. Nirmal Jain)		
Mrs. Deepika Sarin (Spouse of Anirudha Taparia)		
IIFL Securities Limited		
IIFL Home Finance Limited		
Kalki Family Private Trust		

*The above list includes related parties with whom the transaction have been carried out during the year and previous year

IIFL (Asia) Pte. Limited, IIFL Capital Pte. Limited and IIFL Securities Pte. Ltd. have Amalgamated to become 360 ONE Capital Pte. Limited (Formerly known as IIFL Capital Pte. Limited) with effect from October 27, 2021

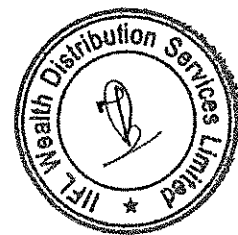
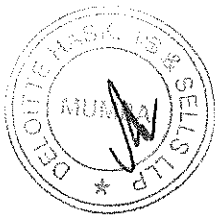


Note 36. Related Party Disclosures: (Continued)

b) List of Transactions of the Group with the related parties

(₹ in Crore)

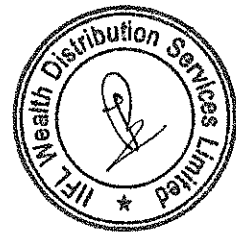
Nature of Transaction	Director/Key Managerial Person	Holding Company	Fellow Subsidiaries	Other Related Parties	Total
ICD Taken:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	1,893.50	-	-	1,893.50
	-	(2,439.35)	-	-	(2,439.35)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)	-	-	1,120.50	-	1,120.50
	-	-	(465.00)	-	(465.00)
ICD Repaid:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	2,190.25	-	-	2,190.25
	-	(2,011.35)	-	-	(2,011.35)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)	-	-	1,120.50	-	1,120.50
	-	-	(465.00)	-	(465.00)
ICD Given:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	13.00	-	-	13.00
	-	(797.03)	-	-	(797.03)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)*	-	-	104.00	-	104.00
	-	-	(102.00)	-	(102.00)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	69.00	-	69.00
	-	-	(110.00)	-	(110.00)
ICD Received back:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	13.00	-	-	13.00
	-	(797.03)	-	-	(797.03)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)*	-	-	103.10	-	103.10
	-	-	(102.00)	-	(102.00)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	69.00	-	69.00
	-	-	(110.00)	-	(110.00)
Amount received/ receivable on account of Transfer of Revenue/Realisation of debtors post transfer of business:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	1.77	-	-	1.77
	-	(16.16)	-	-	(16.16)
Fees Earned including Brokerage for services rendered					
Mr. Yatin Shah	0.01	-	-	-	0.01
	(0.00)	-	-	-	(0.00)
Ms. Anu Jain	0.01	-	-	-	0.01
	-	-	-	-	-
Mr. Anirudha Taparua	0.00#	-	-	-	-
	-	-	-	-	-
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	-	(0.25)	-	-	(0.25)
360 ONE Capital Pte. Limited (Formerly IIFL Capital Pte. Limited)	-	-	0.34	-	0.34
	-	-	(0.33)	-	(0.33)
	-	-	-	-	-
IIFL Securities Pte Limited	-	-	(0.19)	-	(0.19)
360 ONE Investment Adviser and Trustee Services Limited (Formerly IIFL Investment Adviser and Trustee Services Limited)	-	-	1.52	-	1.52
	-	-	(1.07)	-	(1.07)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)	-	-	6.43	-	6.43
	-	-	(4.43)	-	(4.43)
360 ONE Asset Management Limited (Formerly IIFL Asset Management Limited)*	-	-	24.02	-	24.02
	-	-	(5.37)	-	(5.37)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)*	-	-	17.86	-	17.86
	-	-	(0.01)	-	(0.01)
	-	-	-	-	-
IIFL Securities Limited	-	-	-	(0.01)	(0.01)
	-	-	-	-	-
IIFL Home Finance Limited	-	-	-	(0.16)	(0.16)
	-	-	-	0.00#	0.00
Mr. Karan Bhagat	-	-	-	-	-
	-	-	-	-	-
Kyrush Investments	-	-	-	0.16	0.16
	-	-	-	(0.11)	(0.11)
	-	-	-	0.15	0.15
Mr. Nirmal Jain	-	-	-	(0.05)	(0.05)
	-	-	-	0.01	0.01
Yatin Investments	-	-	-	(0.01)	(0.01)
	-	-	-	0.00#	-
Kalki Family Private Trust	-	-	-	(0.01)	(0.01)
	-	-	-	0.00#	0.00
Mrs. Ami Yatin Shah	-	-	-	0.00#	0.00
	-	-	-	-	-
Mr. Prakashchandra Shah	-	-	-	0.00#	0.00
	-	-	-	-	-
Mr. Mansukh Jain	-	-	-	0.00#	0.00
	-	-	-	-	-
Mrs. Deepika Sarin	-	-	-	0.00#	0.00
	-	-	-	-	-
Mrs. Madhu Jain	-	-	-	0.02	0.02
	-	-	-	-	-



IIFL WEALTH DISTRIBUTION SERVICES LIMITED
 CIN: U45201MH1995PLC228043
 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 36. Related Party Disclosures: (Continued)

Nature of Transaction	Director/Key Managerial Person	Holding Company	Fellow Subsidiaries	Other Related Parties	Total
Fees/Expenses Incurred/Reimbursed For Services Procured					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	8.77	-	-	8.77
360 ONE Investment Adviser and Trustee Services Limited (Formerly IIFL Investment Adviser and Trustee Services Limited)*	-	(8.44)	-	-	(8.44)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	1.61	-	1.61
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)#	-	-	(3.47)	-	(3.47)
Interest Income on ICD:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	-	-	-	-	-
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	(1.04)	-	-	(1.04)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)#	-	-	0.06	-	0.06
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.01)	-	(0.01)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)#	-	-	1.36	-	1.36
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.19)	-	(0.19)
Interest Expenses on ICD:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	12.40	-	-	12.40
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	(12.06)	-	-	(12.06)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	1.72	-	1.72
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.77)	-	(0.77)
Dividend Paid					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	-	30.00	-	-	30.00
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	-	-	-
Corporate Social Responsibility (CSR)					
360 ONE Foundation (Formerly known as IIFLW CSR Foundation)	-	-	0.39	-	0.39
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.31)	-	(0.31)
Allocation / Reimbursement of Expenses Paid:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	9.54	-	-	9.54
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	(16.80)	-	-	(16.80)
Allocation / Reimbursement of Expenses Received:					
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.09)	-	(0.09)
360 ONE Asset Management Limited (Formerly known as IIFL Asset Management Limited)	-	-	(0.04)	-	(0.04)
Other Funds Received:					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	0.09	-	-	0.09
360 ONE Asset Management Limited (Formerly known as IIFL Asset Management Limited)	-	(15.93)	-	-	(15.93)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	0.10	-	0.10
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.00)#	-	(0.00)
360 ONE Investment Adviser and Trustee Services Limited (Formerly IIFL Investment Adviser and Trustee Services Limited)	-	-	(0.00)#	-	(0.00)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	0.01	-	0.01
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	-	-	-
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)	-	-	(0.03)	-	(0.03)
Other funds paid					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)*	-	13.81	-	-	13.81
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	(299.17)	-	-	(299.17)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.03)	-	(0.03)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)#	-	-	0.08	-	0.08
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.13)	-	(0.13)
360 ONE Asset Management Limited (Formerly IIFL Asset Management Limited)	-	-	0.22	-	0.22
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)*	-	-	(0.02)	-	(0.02)



Note 36. Related Party Disclosures: (Continued)

c) Amount due to / from related parties (Closing Balance)

(₹ in Crore)					
Nature of Transaction	Director/Key Managerial Person	Holding Company	Fellow Subsidiaries	Other Related Parties	Total
ICD Taken outstanding					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	-	131.25	-	-	131.25
		(428.00)			(428.00)
ICD Given outstanding					
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)*	-	-	0.90	-	0.90
Sundry Payables (including ICD Interest)					
360 ONE Investment Adviser and Trustee Services Limited (Formerly IIFL Investment Adviser and Trustee Services Limited)	-	-	(1.76)	-	(1.76)
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	-	6.51	-	-	6.51
		(9.24)			(9.24)
Sundry Receivables (including ICD Interest)					
360 ONE Investment Adviser and Trustee Services Limited (Formerly IIFL Investment Adviser and Trustee Services Limited)	-	-	0.01	-	0.01
			(0.36)		(0.36)
360 ONE Asset Management Limited (Formerly IIFL Asset Management Limited)	-	-	7.39	-	7.39
			(5.83)		(5.83)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)	-	-	22.07	-	22.07
			(1.53)		(1.53)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)	-	-	5.14	-	5.14
			(4.98)		(4.98)
360 ONE IFSC Limited (Formerly IIFL Wealth Securities IFSC Limited)	-	-	0.02	-	0.02
			(0.02)		(0.02)
IIFL Securities Limited	-	-	-	(0.01)	(0.01)
IIFL Home Finance Limited	-	-	-	(0.19)	(0.19)
Receivable from Client					
Ami Yatin Shah	-	-	-	(0.00)#	(0.00)
Mr. Mansukh Jain (Brother of Mr. Nirmal Jain)	-	-	-	0.00#	0.00
Payable to Client					
Mr. Yatin Shah	0.00#	-	-	-	0.00
Mr. Anirudha Taparua	2.13	-	-	-	2.13
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	-	(0.85)	-	-	(0.85)
360 ONE Portfolio Managers Limited (Formerly IIFL Wealth Portfolio Managers Limited)	-	-	5.33	-	5.33
			(6.83)		(6.83)
360 ONE Prime Limited (Formerly known as IIFL Wealth Prime Limited)	-	-	0.96	-	0.96
			(1.80)		(1.80)
Yatin Investments	-	-	-	(1.49)	(1.49)
				0.02	0.02
Kyrush Investments	-	-	-	(8.58)	(8.58)
Mrs. Madhu Jain (Spouse of Mr. Nirmal Jain)	-	-	-	0.00#	0.00
Mr. Nirmal Jain	-	-	-	17.49	17.49
Corporate Guarantee Received					
360 ONE WAM Limited (Formerly known as IIFL Wealth Management Limited)	-	400.00	-	-	400.00
		(400.00)			(400.00)

Particulars	(₹ in Crore)	
	2022-23	2021-22
Salaries and other employee benefits to whole time directors and other KMPs	16.29	7.74

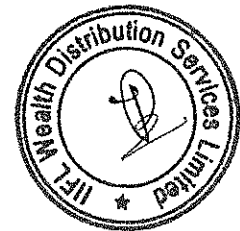
Notes:

i) Figures in bracket represents previous year figures.

ii) Related parties are identified and certified by the management.

iii) * Includes transactions & balances with "IIFL Wealth Capital Markets Ltd" and "360 ONE Prime Ltd" (Formerly known as IIFL Wealth Prime Ltd) pertaining to its Distribution Business which has demerged to IIFL Wealth Distribution Services Ltd vide a Composite Scheme of Arrangement approved by National Company Law Tribunal, Mumbai Bench ("NCLT") [order date January 27, 2023 and effective date March 14, 2023]

iv) # Amount less than Rs. 1,00,000.



Note 36. Related Party Disclosures: (Continued)

Note 37. Other Statutory Information

(i) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, as at March 31, 2023 and March 31, 2022.

(ii) The Company is not a declared wilful defaulter by any bank or financial institution or other lender, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India, during the year ended March 31, 2023 and March 31, 2022.

(iii) The Company does not have any transactions with the companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956 during the year ended March 31, 2023 and March 31, 2022.

(iv) There have been no transactions which have not been recorded in the books of account, that have been surrendered or disclosed as income during the year ended March 31, 2022 and April 1, 2021, in the tax assessments under the Income Tax Act, 1961. There have been no previously unrecorded income and related assets which were to be properly recorded in the books of account during the year ended March 31, 2023 and March 31, 2022.

(v) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(vi) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

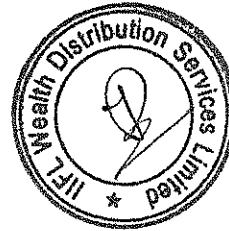
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(vii) The Company has not traded or invested in Crypto currency or Virtual Currency during the year ended March 31, 2023 and March 31, 2022.

(viii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(ix) Considering that the Company is in the business of broking services, the analytical ratios related to Capital to Risk Weighted Assets Ratio (CRAR), Tier I CRAR, Tier II CRAR and Liquidity Coverage Ratios are not applicable.

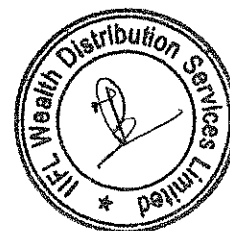


IIFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 38. Maturity analysis of assets and liabilities as at March 31, 2023

(₹ in Crore)

SR. No.	Particulars	Within 12 months	After 12 months	Total
	ASSETS			
1	Financial Assets			
(a)	Cash and cash equivalents	8.40	-	8.40
(b)	Bank balance other than (a) above	207.81	3.50	211.31
(c)	Receivables			
	(I) Trade receivables	137.36	-	137.36
	(II) Other receivables	128.92	-	128.92
(d)	Loans	1.44	0.71	2.15
(e)	Investments	-	0.23	0.23
(f)	Other financial assets	226.72	66.05	292.77
2	Non-Financial Assets			
(a)	Current tax assets (net)	-	54.21	54.21
(b)	Property, plant and equipment	-	18.48	18.48
(c)	Intangible assets under development	31.82	-	31.82
(d)	Goodwill on acquisition	-	370.18	370.18
(e)	Other intangible assets	-	110.38	110.38
(f)	Right to use	-	29.60	29.60
(g)	Other non-financial assets	41.24	-	41.24
	Total Assets	783.71	653.34	1,437.05
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
(a)	Payables			
	(I) Trade payables			
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	69.97	-	69.97
	(II) Other payables			
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	395.58	-	395.58
(b)	Finance Lease Obligation	10.69	22.10	32.79
(c)	Borrowings (other than debt securities)	131.34	-	131.34
(d)	Other financial liabilities	9.33	-	9.33
2	Non-Financial Liabilities			
(a)	Provisions	4.47	0.23	4.70
(b)	Deferred tax liabilities (net)	-	9.63	9.63
(c)	Other non-financial liabilities	11.39	-	11.39
3	EQUITY			
(a)	Equity share capital	-	677.12	677.12
(b)	Other equity	-	95.19	95.19
	Total Liabilities and Equity	632.77	804.27	1,437.05

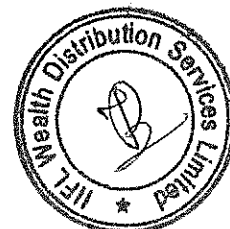


IIFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 39. Maturity analysis of assets and liabilities As at March 31, 2022

(₹ in Crore)

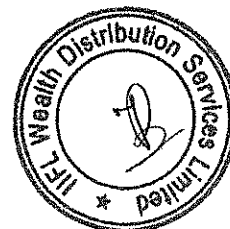
SR. No.	Particulars	Within 12 months	After 12 months	Total
	ASSETS			
1	Financial Assets			
(a)	Cash and cash equivalents	35.74	-	35.74
(b)	Bank balance other than (a) above	507.30	24.38	531.68
(d)	Receivables			
	(I) Trade receivables	98.90	-	98.90
	(II) Other receivables	240.11	-	240.11
(e)	Loans	0.38	0.28	0.66
(f)	Investments	55.03	100.71	155.74
(g)	Other financial assets	44.34	145.67	190.01
2	Non-Financial Assets			
(b)	Current tax assets (net)	-	31.87	31.87
(c)	Deferred tax assets (net)	-	9.69	9.69
(d)	Property, plant and equipment	-	8.42	8.42
(e)	Capital work-in-progress	-	0.12	0.12
(f)	Goodwill	-	370.18	370.18
(g)	Other intangible assets	-	118.05	118.05
(h)	Right to use	-	12.89	12.89
(i)	Other non-financial assets	9.67	0.44	10.11
	Total Assets	991.47	822.70	1,814.17
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
(a)	Payables			
	(I) Trade payables			
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	98.01	-	98.01
	(II) Other payables			
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	507.05	-	507.05
(b)	Finance Lease Obligation	7.73	7.54	15.27
(c)	Borrowings (other than debt securities)	430.38	-	430.38
(d)	Other financial liabilities	3.52	-	3.52
2	Non-Financial Liabilities			
(a)	Provisions	3.61	0.14	3.75
(b)	Other non-financial liabilities	23.49	-	23.49
3	EQUITY			
(a)	Equity share capital	-	0.30	0.30
(b)	Equity share pending for allotment	-	676.82	676.82
(c)	Other equity	-	55.58	55.58
	Total Liabilities and Equity	1,073.79	740.38	1,814.17



HFL WEALTH DISTRIBUTION SERVICES LIMITED
CIN: U45201MH1995PLC228043
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 40. Maturity analysis of assets and liabilities As at April 1, 2021 (Restated refer note no.42)

SR. No.	Particulars	Within 12 months	After 12 months	Total
	ASSETS			
1	Financial Assets			
(a)	Cash and cash equivalents	82.93	-	82.93
(b)	Bank balance other than (a) above	328.67	24.38	353.05
(c)	Receivables			
	(I) Trade receivables	66.15	-	66.15
	(II) Other receivables	67.16	-	67.16
(d)	Loans	0.17	0.28	0.45
(e)	Investments	-	0.23	0.23
(f)	Other financial assets	1.97	145.67	147.64
2	Non-Financial Assets			
(a)	Current tax assets (net)	-	-	-
(b)	Property, plant and equipment	-	11.63	11.63
(c)	Capital work-in-progress	-	1.02	1.02
(d)	Goodwill	-	370.18	370.18
(e)	Other intangible assets	-	126.93	126.93
(f)	Right to use	-	20.56	20.56
(g)	Other non-financial assets	56.89	0.44	57.33
	Total Assets	603.94	701.32	1,305.26
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
(a)	Payables			
	(I) Trade payables			
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	33.86	-	33.86
	(II) Other payables			
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	320.93	-	320.93
(b)	Finance Lease Obligation	9.65	13.32	22.97
(c)	Other financial liabilities	130.90	-	130.90
2	Non-Financial Liabilities			
(a)	Current tax liabilities (net)	-	8.06	8.06
(b)	Provisions	6.05	-	6.05
(c)	Deferred tax liabilities (net)	-	2.58	2.58
(d)	Other non-financial liabilities	6.70	-	6.70
3	EQUITY			
(a)	Equity share capital	-	0.30	0.30
(b)	Equity share pending for allotment	-	676.82	676.82
(c)	Other equity	-	96.09	96.09
	Total Liabilities and Equity	508.09	797.17	1,305.26



Note 41. Corporate Social Responsibility

During the year 2022-23, the Company has spent ₹0.41 Crore (PY ₹ 0.33 Crore). The Company is committed to supporting development of the country by contributing in achieving sustainable development goals and all its activities are directed towards this. Going forward these projects will be consolidated and scaled to achieve a larger and deeper impact. The key focus areas include education and healthcare including COVID Relief. (Refer Note 36 on Related Party Disclosures)

Particulars	₹ in Crore	
	2022 - 2023	2021 - 2022
Amount required to be spent by the Company during the year	0.41	0.33
Amount of expenditure incurred	0.41	0.33
Shortfall at the end of the year	-	-
Reason for shortfall	NA	NA
Provision of CSR	-	-
Nature of CSR activities	Livelihood	Livelihoods and livelihoods - incubator

The Company has met its CSR obligations through its fellow subsidiary 360 ONE Foundation (Formerly known as IIFLW CSR Foundation) except for administrative cost booked at Company level. (Refer Note 36)

Note 42. Business combination

With an intent to consolidate and better manage operations & regulatory risks of the distribution business, 360 ONE Prime Limited (formerly known as IIFL Wealth Prime Limited) ("IWPL"), IIFL Wealth Capital Markets Limited ("IWCML") and IIFL Wealth Distribution Services Limited had entered into a Composite Scheme of Arrangement which was duly approved by National Company Law Tribunal, Mumbai Bench ("NCLT"), vide its order dated January 27, 2023 ("NCLT Order") and became effective on March 14, 2023 ("Effective Date") upon filing with the Registrar of Companies, Mumbai.

Inter alia upon the Scheme becoming effective:

- IWCML as a company stood amalgamated with IWPL and dissolved w.e.f. Effective Date;
- The entire Distribution business of IWCML and IWPL shall stand transferred to the Company from the effective date for all future purposes.

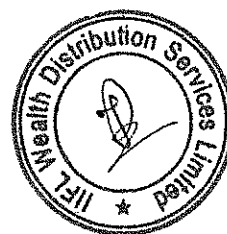
This being a common control business combination within the meaning of Ind AS 103, the financial statements of previous reported periods are restated. The details of the transaction and restatement are given below:

Particulars	₹ in Crore
Net Assets transferred	676.82
Equity Share Capital (67,682,153 equity shares ₹ 100 each)	676.82

The shares issued pursuant to the said scheme is shown as Equity Shares pending allotment and were considered while calculating earnings per share for previous reporting periods. The said shares have now being allotted during the year ended March 31, 2023.

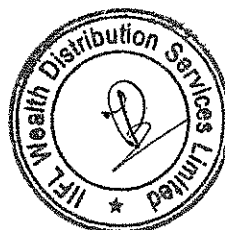
The Company has also acquired Goodwill due to this distribution business transfer amounting to ₹ 370.18 Crore from IWPL. IWPL had previously accounted for this goodwill on account of slump sale of distribution business from 360 ONE WAM Limited (formerly known as IIFL Wealth Management Limited) and also acquisition of its subsidiary IWCML.

The appointed date of the aforesaid scheme is April 1, 2021. The effect of the scheme has been given to the Balance Sheet as on April 1, 2021.



The effect of such transfer on the Statement of Balance Sheet as at March 31, 2022 and Profit and Loss for the year ended March 31, 2022 is as below:

		(₹ in Crore)	
Particulars		As at March 31, 2022	As at March 31, 2022
		Restated	Previously published
ASSETS			
1	Financial Assets		
(a)	Cash and cash equivalents	35.74	3.26
(b)	Bank balance other than (a) above	531.68	531.68
(c)	Receivables		
	(i) Trade receivables	98.90	10.74
	(ii) Other receivables	240.11	240.56
(d)	Loans	0.66	0.41
(e)	Investments	155.74	100.71
(f)	Other financial assets	190.01	139.40
2	Non-Financial Assets		
(a)	Current tax assets (net)	31.87	0.36
(b)	Deferred tax assets (net)	9.69	-
(c)	Property, plant and equipment	8.42	0.01
(d)	Capital work-in-progress	0.12	0.12
(e)	Goodwill on acquisition	370.18	-
(f)	Other intangible assets	118.05	0.62
(g)	Right to use	12.89	0.20
(h)	Other non-financial assets	10.11	3.85
Total Assets		1,814.17	1,031.93
LIABILITIES AND EQUITY			
LIABILITIES			
1	Financial Liabilities		
(a)	Payables		
	(i) Trade payables		
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	98.01	6.34
	(ii) Other payables		
	(i) total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	507.05	507.28
(b)	Finance Lease Obligation	15.27	0.21
(c)	Borrowings (other than debt securities)	428.00	428.00
(d)	Other financial liabilities	5.90	2.43
2	Non-Financial Liabilities		
(a)	Current tax liabilities (net)	-	1.70
(b)	Provisions	3.75	0.02
(c)	Deferred tax liabilities (net)	-	0.62
(d)	Other non-financial liabilities	23.49	3.76
3	EQUITY		
(a)	Equity share capital	0.30	0.30
(b)	Equity share pending for allotment	676.82	-
(c)	Other equity	55.58	81.26
Total Liabilities and Equity		1,814.17	1,031.93

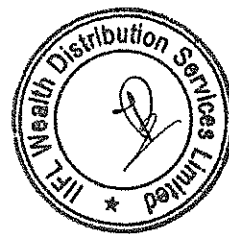


IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

	Particulars	For the year ended March 31,	For the year ended March 31,
		2022	2022
		Restated	Previously published
1	Revenue from operations		
(a)	Fees and commission income	491.20	71.02
	Total revenue from operations	491.20	71.02
2	Other income	14.47	8.98
3	Total income (1+2)	505.67	80.00
	Expenses		
(a)	Finance costs	18.01	16.33
(b)	Fees and commission expenses	96.43	0.07
(c)	Impairment on financial instruments	0.06	-
(d)	Employee benefits expense	336.90	34.19
(e)	Depreciation, amortisation and impairment	23.32	0.36
(f)	Others expenses	84.68	13.53
4	Total expenses	559.40	64.48
5	Profit/(Loss) before tax (3-4)	(53.73)	15.52
6	Tax expense:		
(a)	Current tax	-	3.62
(b)	Deferred tax	(12.51)	1.12
7	Profit/(Loss) for the year (5-6)	(41.22)	10.78
8	Other comprehensive income/(loss)		
(a)	(i) Items that will not be reclassified to profit or loss		
	- Remeasurements of Employee Benefits	0.96	(0.16)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.24)	0.04
	Subtotal (a)	0.71	(0.12)
(b)	(i) Items that will be reclassified to profit or loss		
	Subtotal (b)	-	-
	Other comprehensive income/(loss) (a+b)	0.71	(0.12)
9	Total comprehensive income/(loss) for the year (7+8) (Comprising loss and other comprehensive income for the year)	(40.51)	10.66



IIFL WEALTH DISTRIBUTION SERVICES LIMITED

CIN: U45201MH1995PLC228043

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Note 43. Segment Reporting

The Company's main business is distribution business comprising of, inter-alia, broking and distribution of financial products and all revolve around the same. All activities of the Company are carried out in India. As such there are no separate reportable segments as per the Indian Accounting Standard 108 (IND AS 108) on Operating Segments.

Note 44. Subsequent Events

There were no subsequent events from the date of financial statements till the date of adoption of accounts.

Note 45. Approval of Financial Statements

The financial statements were approved for issuance by the Board of Directors on May 03, 2023.

Note 46. Previous year figures are regrouped wherever considered necessary to confirm to current year's presentation.



For and on behalf of the Board of Directors

Anu Jain
Anu Jain
Director
(DIN: 01001502)

Yatin Shah
Yatin Shah
Director
(DIN: 03231090)

Priyanka Banerjee
Priyanka Banerjee
Chief Financial Officer

Mansi Shah
Mansi Shah
Company Secretary
(ACS 29280)

Place : Mumbai
Dated: May 03, 2023