

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF IIFL ALTERNATE ASSET ADVISORS LIMITED**

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Report on the Financial Statements

We have audited the accompanying financial statements of **IIFL ALTERNATE ASSET ADVISORS LIMITED** (the "Company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the "Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of



the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2017, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report to the extent applicable that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31 March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative



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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. The Company did not have any holdings or dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated the 8 November 2016 of the Ministry of Finance, during the period from 8 November 2016 to 30 December 2016.

2. As required by the Companies (Auditor's Report) Order, 2016 ("CARO 2016") 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 CARO 2016.

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

Pallavi A. Gorakshakar
(Partner)
(Membership No. 105035)



MUMBAI, 3 May 2017
PG/SB-2017

Report on Internal Financial Controls Over Financial Reporting

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 Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **IIFL ALTERNATE ASSET ADVISORS LIMITED** (the "Company") as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of 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 Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, 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 system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

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

Pallavi A. Gorakshakar

Pallavi A. Gorakshakar
(Partner)
(Membership No. 105035)

MUMBAI, 3 May 2017
PG/SB- 2017



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)

- (i) The Company does not have any fixed assets and hence reporting under clause (i) of the CARO 2016 is not applicable.
- (ii) The Company does not have any inventory and hence reporting under clause (ii) of the CARO 2016 is not applicable.
- (iii) According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013, in respect of which:
 - (a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company's interest.
 - (b) The schedule of repayment of principal and payment of interest has been stipulated and repayments or receipts of principal amounts and interest have been regular as per stipulations.
 - (c) There is no overdue amount remaining outstanding as at the balance sheet date.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and hence reporting under clause (v) of the CARO 2016 is not applicable.
- (vi) Having regard to the nature of the Company's business / activities, reporting under clause (vi) of the CARO 2016 is not applicable.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Income-tax, Service Tax, cess and other material statutory dues applicable to it to the appropriate authorities. According to the information and explanations given to us Employees' State Insurance, Excise Duty, Customs Duty and Value Added Tax is not applicable to the Company.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, Sales Tax, Service Tax, cess and other material statutory dues in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.
 - (c) There are no dues of Income-tax and Service Tax which have not been deposited as on March 31, 2017 on account of disputes.



- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and government. The Company has not issued any debentures.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (ix) of the CARO 2016 is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us, the Company has not paid or provided managerial remuneration during the year and hence reporting under clause (xi) of the CARO 2016 is not applicable.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 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) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the CARO 2016 is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or directors of holding Company or persons connected with them and hence provisions of section 192 of the Act are not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

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


Pallavi A. Gorakshakar
Partner
(Membership No.105035)

Mumbai, 3 May 2017
PG/SB -2017



IIFL ALTERNATE ASSET ADVISORS LIMITED
BALANCE SHEET AS AT MARCH 31, 2017

(Amount in ₹)

Particulars	Note No.	As at Mar 31, 2017	As at Mar 31, 2016
EQUITY AND LIABILITIES			
(1) Shareholder's funds			
(a) Share Capital	3	500,000	500,000
(b) Reserves and Surplus	4	154,412,135	145,116,889
(c) Money received against share warrants		-	-
Sub total		154,912,135	145,616,889
(2) Share application money pending allotment			
		-	-
(3) Non Current Liabilities			
(a) Long-term borrowings		-	-
(b) Deferred Tax Liability		-	-
(c) Other Long-term liabilities		-	-
(d) Long-term provisions	5	53,479	-
Sub total		53,479	-
(4) Current liabilities			
(a) Short-term borrowings	6	-	803,581,000
(b) Trade payables	7	-	-
(A) total outstanding dues of micro enterprises and small enterprises		-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		214,420	114,426
(c) Other current liabilities	8	300,275	2,776,841
(d) Short-term provisions	9	65,557	829,864
Sub total		580,252	807,302,131
TOTAL		155,545,866	952,919,020
ASSETS			
(1) Non-current assets			
(a) Fixed assets		-	-
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
Sub total		-	-
(b) Non-current investments	10	-	59,861,500
(c) Deferred Tax Asset	11	3,219,629	1,717
(d) Long-term loans & advances	12	2,334,720	320,539
(e) Other non-current assets		-	-
Sub total		5,554,349	60,183,756
(2) Current assets			
(a) Current investments	13	-	876,975,411
(b) Inventories		-	-
(c) Trade receivables	14	-	7,636,884
(d) Cash and cash equivalents	15	148,121,891	6,317,468
(e) Short-term loans & advances	16	1,853,325	1,805,501
(f) Other current assets	17	16,301	-
Sub total		149,991,517	892,735,264
TOTAL		155,545,866	952,919,020
See accompanying notes forming part of the financial statements			

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors

Pallavi A. Gorakshakar
Pallavi A. Gorakshakar
Partner
Chartered Accountants
Place: Mumbai
Date: May 03, 2017

R. Mohan
R. Mohan
Director
(DIN: 00012070)

Narendra Jain
Narendra Jain
Director
(DIN: 01984467)



IIFL ALTERNATE ASSET ADVISORS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Note No.	2016-2017	2015-2016
INCOME :			
Revenue From Operations			
- Revenue From Investing & Financing activities	18	57,228,332	290,920,859
- Sale of traded goods	19	87,060,990	264,944,185
Other Income		-	-
Total Revenue		144,289,322	555,865,044
EXPENSES :			
Employee Benefit Expenses	20	987,290	-
Other Expenses	21	4,840,226	10,985,456
Purchase of traded goods	22	87,279,150	265,097,238
Finance Charges	23	52,201,502	156,776,055
Depreciation and Amortisation		-	-
Provision & Write off	24	(10,275,045)	16,376,045
Total Expenditure		135,033,123	449,234,794
Profit before tax		9,256,199	106,630,250
Tax expenses :			
Current tax expense		3,178,865	21,051,415
Deferred tax	11	(3,217,912)	1,348
Short / (excess) provision for income tax		-	155,713
Net tax expense/(benefit)		(39,047)	21,208,476
Profit for the year		9,295,246	85,421,774
Earning Per Share- Basic	25	185.90	1,708.44
Earning Per Share- Diluted	25	185.90	1,708.44
Face Value Per Share		10.00	10.00
See accompanying notes forming part of the financial statements			

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors

Pallavi A. Gorakshakar
Pallavi A. Gorakshakar
Partner
Chartered Accountants
Place: Mumbai
Date: May 03, 2017

R. Mohan
R. Mohan
Director
(DIN: 00012070)

Narendra Jain
Narendra Jain
Director
(DIN: 01984467)



IIFL ALTERNATE ASSET ADVISORS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2017

(Amount in ₹)

Particulars	2016-2017	2015-2016
A. Cash flows from operating activities		
Net profit before taxation and extraordinary item	9,256,198	106,630,250
Adjustments for:		
Provisions for Gratuity	53,616	-
Provisions for Leave Encashment	65,420	-
Provision for Diminution in Investment	(10,275,045)	16,376,045
Interest Income	(23,203,846)	-
Interest expenses	52,088,092	156,698,565
Dividend Income	(88,750)	(1,767,747)
Profit on sale of Investments	(22,931,041)	1,771,053
Operating profit before working capital changes	4,964,644	279,708,166
Changes in working capital :		
(Increase)/ Decrease in Current/Non Current Assets	7,572,760	(6,208,114)
Increase/ (Decrease) in Current/Non Current Liabilities	(2,376,572)	2,761,901
Cash generated from operations	10,160,832	276,261,953
Net income tax (paid) including interest	(6,022,910)	(22,057,909)
Net cash generated from operating activities (A)	4,137,922	254,204,044
B. Cash flows from investing activities		
Purchase of Investments	(6,814,820,552)	(4,643,587,906)
Sale of Investments	7,784,863,549	3,788,603,897
Interest Received	23,203,846	-
Dividend Income	88,750	1,767,747
Inter Corporate Deposit given	(1,661,200,000)	-
Inter Corporate Deposit received	1,661,200,000	-
Net cash generated from/(used in) investing activities (B)	993,335,593	(853,216,262)
C. Cash flows from financing activities		
ICD taken	5,265,100,000	11,709,752,884
ICD paid	(6,068,681,000)	(10,942,898,171)
Interest Paid	(52,088,092)	(161,525,027)
Net cash generated from/(used in) financing activities (C)	(855,669,092)	605,329,686
Net increase in cash and cash equivalents (A+B+C)	141,804,423	6,317,468
Opening Cash and Cash Equivalents (Refer Note no. 15)	6,317,468	-
Closing Cash and Cash Equivalents	148,121,891	6,317,468
See accompanying notes forming part of the financial statements		

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors

Pallavi A. Gorakshakar
Pallavi A. Gorakshakar
Partner
Chartered Accountants

R. Mohan
R. Mohan
Director
(DIN: 00012070)

Narendra Jain
Narendra Jain
Director
(DIN: 01984467)

Place : Mumbai
Date : May 03, 2017



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended on March 31, 2017

Note 1. Corporate Information:

IIFL Alternate Asset Advisors Limited (the "Company") is a public limited company incorporated under the Companies Act, 1956. The Company is engaged in the business of arranging and distribution of various classes of assets including financial products, real estate, wealth management and private asset management. The Company was acting as Investment Manager to IIFL Venture Fund, IIFL Private Equity Fund and IIFL Opportunities Fund, Category I, II and III-Alternative Investment Funds registered with SEBI and IIFL Real Estate Fund (Domestic) – Series 1, a scheme launched by India Infoline Venture Capital Fund. The Company has ceased its investment managing activities from 1st March, 2014.

Note 2. Significant Accounting Policies:

2.1 Basis of preparation of financial statements:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the accounting standards as prescribed under section 133 of Companies Act, 2013 (Act). The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year by the Company.

2.2 Use of Estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Investments:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other Investments are classified as non – current investments. Current investments are stated at lower of cost or market / fair value. Non – current investments are carried at cost. Provision for diminution in value of non – current investments is made, if such diminution is other than temporary. For investment in Mutual funds, the Net Assets Value (NAV) declared by the Mutual Funds at the balance sheet date is considered as the fair value.

2.4 Cash and cash equivalents:

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

2.6 Provisions, Contingent Liabilities and Contingent Assets:

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

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

Contingent Assets are neither recognized nor disclosed in the financial statements.

2.7 Taxation:

Tax expense comprises current and deferred tax.

Income Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred Tax

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier. Deferred tax is measured using the tax rate and the tax laws enacted or substantively enacted at the Balance Sheet date. The deferred tax asset is recognised or unrecognised, to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available. At each reporting date, the Company re-assesses unrecognised deferred tax assets. Deferred tax liability is recognised as and when it arises.

2.8 Revenue Recognition:

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

- Distribution Fee/Commission is recognized on accrual basis in accordance with the terms agreed with the counter party.
- Interest Income is recognized on accrual basis.
- Dividend income is recognized when the right to receive payment is established.
- Profit or loss on sale of investments is recognized on the trade date reckoning the weighted average cost.

2.9 Employee Benefits:

The company's contribution towards Provident Fund and Family Pension Fund, which are defined contribution, are accounted for on an accrual basis and recognised in the statement of Profit & loss. The Company has provided "Compensated Absences" on the basis of actuarial valuation.

Gratuity is post employment benefit and is in the nature of Defined Benefit Plan. The Liability recognized in the Balance Sheet in respect of gratuity is the present value of defined benefit obligation at the balance sheet date together with the adjustments for unrecognised actuarial gain or losses and the past service costs. The defined benefit obligation is calculated at or near the balance sheet date by an independent actuary using the projected unit credit method.

2.10 Operating Leases:

Lease rentals in respect of operating lease arrangements are charged to the statement of Profit & Loss in accordance with Accounting Standard 19 – Leases, issued by the Institute of Chartered Accountants of India.



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

2.11 Earnings Per Share:

Basic earnings per share is computed by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. The Company has not issued any financial Instrument that entitles or may entitle its holder to acquire equity shares in future.

2.12 Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing / utilising the credits.

2.13 Borrowing cost

Borrowing costs include interest and amortisation of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

2.14 Operating Cycle

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

Note 3. Share Capital:

- a) The Authorised, Issued, Subscribed and fully paid up share capital comprises of equity shares having a par value of ₹10 as follows:

(Amount in ₹)

Authorised :	As at March 31, 2017	As at March 31, 2016
50,000 Equity Shares of ₹ 10/- each with voting rights	500,000	500,000
Issued, Subscribed and Paid-up :		
50,000 (Previous Year 50,000 equity shares of ₹ 10/- each) Equity Shares of ₹ 10/- each fully paid-up each with voting rights	500,000	500,000
Total	500,000	500,000

- b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

(Amount in ₹)

Particulars	As at March 31, 2017		As at March 31, 2016	
	Numbers	Amount	Numbers	Amount
Outstanding at the beginning of the year	50,000	500,000	50,000	500,000
Add: Issued during the year	-	-	-	-
Less: Shares bought back	-	-	-	-
Outstanding at the End of the year	50,000	500,000	50,000	500,000

- 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 ₹ 10/-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 dividend.

In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of the preferential amounts in proportion to their shareholdings.



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

d) Details of shares held by holding company.

Particulars	As at March 31, 2017		As at March 31, 2016	
	Numbers	% holding	Numbers	% holding
Equity shares of ₹10 each fully paid				
IIFL Wealth Management Limited & its nominees	50,000	100%	50,000	100%

e) Details of shareholders holding more than 5% shares in the company

Particulars	As at March 31, 2017		As at March 31, 2016	
	Numbers	% holding	Numbers	% holding
IIFL Wealth Management Limited & its nominees	50,000	100%	50,000	100%

Note 4. Reserves and Surplus:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Surplus in statement of Profit and Loss		
Opening Balance	145,116,889	59,695,115
Addition: Profit for the year	9,295,246	85,421,774
Total	154,412,135	145,116,889

Note 5. Long Term Provisions:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Provision for employee benefits:		
- Provision for Gratuity (Refer Note 20)	53,479	-
Total	53,479	-

Note 6. Short term borrowings:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Unsecured Loans		
Inter Corporate Deposits (ICD) from related parties (Refer note 31)	-	803,581,000
Total	-	803,581,000

Note 7. Trade Payables:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
- Accrued Salaries and Benefits	9,409	
- Provision for Expenses	163,000	114,426
- Payable to Holding Co / Group Companies (Refer Note no 31)	42,011	-
Total	214,420	114,426

Trade payable includes ₹ Nil (previous year - ₹ Nil) payable to "suppliers" referred under the Micro, Small and Medium Enterprises Development Act, 2006. No Interest has been paid/is payable by the Company during the year to "Suppliers" referred under the said Act. The aforementioned is based on the response received by the Company to its inquiries with suppliers with regards to applicability under the said Act. This has been relied upon by the auditors.



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Note 8. Other Current liabilities:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Statutory Liabilities Payables	300,275	2,776,841
Total	300,275	2,776,841

Note 9. Short-term provisions:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
(a) Provision for employee benefits:		
- Provision for Leave Encashment	65,420	-
- Provision for Gratuity (Refer note 20)	137	-
(b) Others:		
- Provision for Tax (Net of Advance tax and TDS ₹ NIL) (Previous Year ₹ 20,221,551/-)	-	829,864
Total	65,557	829,864

Note 10. Non-Current Investments (At cost):

(Amount in ₹)

Particulars	As At March 31, 2017			As At March 31, 2016		
	Face Value	Quantity	Amount	Face Value	Quantity	Amount
Unquoted, Non Trade Investment:						
Investment in Venture funds/AIFs						
Blume Ventures Fund (P.Y. NAV ₹ 20,755)	-	-	-	10,000	1,487.5	22,361,500
IIFL Seed Ventures Fund 1(P.Y. NAV ₹10.00)	-	-	-		3,750,000	37,500,000
Sub Total			-			59,861,500
Investment in Bonds & NCD						
Arch Agro Ind Pvt Ltd	10,000	1,139	6,101,000	10,000	1,139	6,101,000
Less: Provision for Diminution in value of investments			(6,101,000)			(6,101,000)
Sub Total			-			-
Total			-			59,861,500
Aggregate Value of Unquoted Investments			-			59,861,500

Note 11. Deferred Tax Asset:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
On Gratuity/Leave Encashment	13,806	-
On Carried forward Business Losses	3,205,823	-
Preliminary Expenses	-	1,717
Total	3,219,629	1,717

Based on the projections reviewed by the Management, the Company is confident of recovery of this Deferred Tax Asset against future tax liability.



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Note 12. Long Term Loans and Advances:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Unsecured, considered good		
Advance tax (Net of provision for tax ₹ 27,202,822) (previous year ₹ 2,972,542/-)	2,334,720	320,539
Total	2,334,720	320,539

Note 13. Current Investments (At lower of cost and fair value, unless otherwise stated):

(Amount in ₹)

Particulars	As at March 31, 2017			As at March 31, 2016		
	Face Value ₹	Quantity	Amount	Face Value ₹	Quantity	Amount
Quoted, Non Trade Investment:						
Investment in Mutual Fund Units:						
JP Morgan MF India FMP SR 38 Regular Plan Growth 29AP19 (P.Y. NAV- ₹11.999)	-	-	-	10	100,000	1,094,020
Reliance MF Fixed Horizon FD XXVI Sr 21 Growth 30MY17 (P.Y. NAV- ₹11.9569)	-	-	-	10	100,000	1,112,630
HDFC MF Debt Fund For Cancer Cure CR14(P.Y. NAV- ₹10.3525)	-	-	-	10	500,000	5,523,000
IIFL India Growth Fund (P.Y. NAV- ₹10.333)	-	-	-	10	278,028	3,013,403
Less: Provision for Diminution in value of investments	-	-	-			(487,285)
Sub Total						10,255,768
Unquoted, Non Trade Investment:						
Investment in Venture funds/AIFS						
AIF CAT-III IIFL Cash Opportunities Fund(P.Y. NAV- ₹10.6057)	-	-	-	10	67,810,915	713,125,218
AIF CAT-III IIFL National Development Agenda Fund (P.Y. NAV ₹ 10.7723)	-	-	-	10	5,902,354	64,317,949
AIF CAT-III IIFL Best of Class Fund 1(P.Y. NAV ₹ 8.6228)	-	-	-	10	5,000,000	49,679,997
AIF CAT-III IIFL Best of Class Fund 2(P.Y. NAV ₹ 9.3797)	-	-	-	10	5,000,000	49,384,239
Less: Provision for Diminution in value of investments						(9,787,760)
Sub Total						866,719,643
Total						876,975,411
Aggregate Value of Quoted Investments						10,255,768
Aggregate Value of Unquoted Investments	-	-	-	-	-	866,719,643
Market value of Quoted Investments	-	-	-	-	-	10,444,703
Aggregate provision for diminution in the value of Current Investments	-	-	-	-	-	16,376,045

Note: Market value of investments in quoted mutual funds represents the repurchase price of the units issued by the mutual funds.



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Note 14. Trade Receivables :

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Trade Receivables outstanding for a period exceeding six months from the date they were due for payment		
- Unsecured, Considered good	-	3,136
- Unsecured, Considered doubtful	-	-
Trade Receivables outstanding for a period less than six months from the date they were due for payment		
- Unsecured, Considered good	-	7,633,748
- Unsecured, Considered doubtful	-	-
Total	-	7,636,884

Note 15. Cash and Cash equivalents:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Cash and Cash equivalents (As per AS 3 Cash Flow Statements)		
Cash in Hand	-	-
Cheques in hand	-	175,495
Balances with Bank:		
- In Current accounts	8,121,891	6,141,973
- In Deposit accounts (Original maturity of 3 months or less)	140,000,000	-
Total	148,121,891	6,317,468

The details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016 as required by MCA notification S.O. 3407(E), dated the 8th November, 2016 has been provided in the Table below:-

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-

Note 16. Short Term Loans and Advances:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Unsecured, considered good		
- Service tax receivable	1,621,067	1,574,444
- Receivable from Holding Co/Group Companies (Refer Note no 31)	202,800	231,057
- Others	29,458	-
Total	1,853,325	1,805,501

Note 17. Other Current Assets:

(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Interest on Fixed Deposit	16,301	-
Total	16,301	



IIFL ALTERNATE ASSET ADVISORS LIMITED
Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)
Note 18. Revenue from Investing & Financing activities:
(Amount in ₹)

Particulars	2016-2017	2015-2016
Distribution Income	11,004,695	114,928,566
Profit on sale of Current Investments	16,407,972	(2,671,494)
Profit on sale of Non-Current Investments	6,523,069	906,341
Dividend Income	88,750	1,767,747
Interest Income		-
- Interest on Current Investments	6,420,951	20,713,637
- Interest on ICD (Refer note. 31)	14,987,898	-
- Interest on FD	1,794,997	-
Profit/ (Loss) from Trading Activities	-	155,276,062
Total	57,228,332	290,920,859

Note 19. Sale of traded goods:
(Amount in ₹)

Particulars	2016-2017	2015-2016
Commodity sale		
- Gold (30 Kgs)	87,060,990	
- Silver (7055.48 Kgs)		264,944,185
Total	87,060,990	264,944,185

Note 20. Employee Benefit Expenses:
(Amount in ₹)

Particulars	2016-2017	2015-2016
Salaries and bonus	823,929	-
Contribution to provident and other funds**	44,325	-
Gratuity Expenses*	53,616	-
Staff Welfare Expenses	-	-
Leave Encashment Expenses	65,420	-
Total	987,290	-

*The Company is recognising and accruing the employee benefit as per accounting standard (AS)-15 on "Employee Benefits" as prescribed under section 133 of the Act, the disclosures of which are as under:

(Amount in ₹)

Assumptions	2016-2017	2015-2016
Discount rate	7.26%	0.00%
Salary Escalation	5.00%	0.00%
Attrition rate	For service 4 years and below 7.50% p.a. & thereafter 5% p.a.	For service 4 years and below 7.50% p.a. & thereafter 5% p.a.



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Change in Benefit Obligation	2016-2017	2015-2016
Liability at the beginning of the year	-	-
Interest Cost	-	-
Current Service Cost	-	-
Liability transferred in	-	-
Liability transferred out	-	-
Actuarial (gain)/ Loss on obligations	53,616	-
Liability at the end of the year	53,616	-
Amount Recognised in the Balance Sheet	2016-2017	2015-2016
Liability at the end of the year	53,616	-
Fair Value of Plan Assets at the end of the year		
Funded Status(Surplus/ Deficit)	53,616	-
Amount of Liability Recognised in the balance sheet	53,616	-
Expenses Recognised in the Income statement	2016-2017	2015-2016
Current Service cost	-	-
Interest Cost	-	-
Actuarial Gain or Loss	53,616	-
Expense Recognised in the Statement of Profit & Loss	53,616	-
Balance Sheet reconciliation	2016-2017	2015-2016
Opening Net liability	-	-
Expense as above	53,616	-
Net Transfer In	-	-
Net Transfer Out	-	-
Liability Recognised in Balance sheet	53,616	-

Experience Adjustment	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013
Present Value of the Obligation	53,616	-	-	719,592	-
Fair Value of Plan Assets		-	-	-	-
(Surplus) or Deficit	53,616	-	-	719,592	-
Actuarial (Gains)/ Losses on Obligations - Due to Experience	53,616	-	-	250,526	-
Actuarial Gains/ (Losses) on Plan Assets - Due to Experience	-	-	-	-	-

Note: The estimate of future salary increases considered takes into account the inflation, seniority, promotion, increments and other relevant factors.

****Defined Contribution Plans:**

The Company has recognised the following amounts as an expense and included in the Employee Benefit Expenses.

(Amount in ₹)

Particulars	2016-2017	2015-2016
Contribution to Provident and other Fund	44,325	-



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Note 21. Other expenses:

(Amount in ₹)

Particulars	2016-2017	2015-2016
Exchange and Statutory Charges	2,494,004	200,000
Marketing and Commission Expenses	64,077	70,132
Direct Operating Expenses	-	1,211,100
Bank Charges	402	1,124
Communication Expenses	-	175,575
Donation	44,375	116,750
Electricity Expenses	-	510,793
Legal & Professional Fees	849,690	65,875
Miscellaneous Expenses	6,007	501,011
Subscription Charges	-	57,000
Printing and Stationery	-	500,681
Rent Expenses	-	5,392,438
Rates & taxes	8,596	5,000
Remuneration to Auditors :		
- Audit Fees (net of Service tax input credit)	150,000	75,000
- Swachh Bharat Cess	375	-
- Out of Pocket expenses	-	-
Software Charges	-	1,197,811
Travelling and Conveyance	-	905,166
Corporate Social Responsibility Expenses (Refer Note 32)	1,222,700	-
Total	4,840,226	10,985,456

Note 22. Purchase of traded goods:

(Amount in ₹)

Particulars	2016-2017	2015-2016
Commodity purchase		
- Gold (30 Kgs)	87,279,150	
- Silver (7055.48 Kgs)		265,097,238
Total	87,279,150	265,097,238

Note 23. Finance cost:

(Amount in ₹)

Particulars	2016-2017	2015-2016
Interest Expenses		
- Interest on ICD (Refer note 31)	52,088,092	156,698,565
- Interest on Delayed payment of Taxes	113,410	77,490
Total	52,201,502	156,776,055

Note 24. Provisions and Write off:

(Amount in ₹)

Particulars	2016-2017	2015-2016
Provision for diminution in value of investments	(10,275,045)	16,376,045
Total	(10,275,045)	16,376,045



IIFL ALTERNATE ASSET ADVISORS LIMITED**Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)**

Note 25. Basic and Diluted Earnings Per Share ["EPS"] computed in accordance with Accounting Standard (AS) 20 "Earnings per share" as prescriber under Section 133 of the Act.

		(Amount in ₹)	
PARTICULARS		2016-2017	2015-2016
BASIC & DILUTED			
Profit after tax as per statement of Profit and Loss	A	9,295,246	85,421,774
Weighted average number of Shares	B	50,000	50,000
Face Value of Equity Shares (₹) fully paid		10	10
Basic & Diluted EPS (₹)	A/B	185.90	1708.44

Note 26. The Company Operates from and uses the premises, infrastructure and other facilities and services as provided to it by its holding company / subsidiaries / 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 identified and recovered from them based on reasonable management estimates, which are constantly refined in the light of additional knowledge gained relevant to such estimation. These expenses are recovered on an actual basis and the estimates are used only where actual were difficult to determine.

Note 27. Capital and Other Commitments

The Company does not have any outstanding commitments of capital expenditure as on the balance sheet date.

Note 28. The Company does not have any contingent liability not provided for as on the balance sheet date.

Note 29. There are no pending litigations by and on the Company as on the balance sheet date.

Note 30. Segment Reporting:

In the opinion of the management, there is only one reportable business segment of Investing and Trading as envisaged by AS17 'Segment Reporting', as prescribed under section 133 of the Act. Accordingly, no separate disclosure for segment reporting is required to be made in the financial statements of the Company.

Secondary segmentation based on geography has not been presented as the Company operates primarily in India and the Company perceives that there is no significant difference in its risk and returns in operating from different geographic areas within India.

Note 31. Related Party Disclosures:

Related party disclosures for the year ended March 31, 2017

a) List of Related Parties:

Nature of relationship	Name of party
Ultimate Holding Company	IIFL Holdings Limited
Holding company	IIFL Wealth Management Limited
Fellow Subsidiaries	IIFL Distribution Services IIFL Investment Adviser and Trustee Services Limited IIFL Asset Management Limited IIFL Trustee Limited India Alternatives Investment Advisors Private Limited (Upto March 31, 2017) IIFL Wealth Finance Limited IIFL Private Wealth Management (Dubai) Limited IIFL Asia Pte Limited IIFL Inc



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Nature of relationship	Name of party
	IIFL Private Wealth Hong Kong Limited IIFL Asset Management (Mauritius) Ltd (Formerly IIFL Private Wealth (Mauritius) Ltd) IIFL Private Wealth (Suisse) SA IIFL Securities Pte. Limited IIFL Capital Pte. Limited
Group Companies	India Infoline Limited India Infoline Finance Limited India Infoline Insurance Services Limited India Infoline Commodities Limited IIFL Realty Limited India Infoline Housing Finance Limited India Infoline Media & Research Services Limited IIFL Capital Limited India Infoline Commodities DMCC IIFL Wealth UK Limited IIFL Capital Inc India Infoline Foundation IIFL Properties Private Limited IIFL Asset Reconstruction Limited India Infoline Insurance Brokers Limited
Key Managerial Personnel	-
Others Related Parties	Mr. Karan Bhagat Mr. Yatin Shah Mr. Amit Shah Mrs. Shilpa Bhagat Mrs. Ami Shah Mrs. Dhara Shah Probability Sports LLP Naykia Realty Private Limited Kyrush Investments Yatin Investment

b) Significant Transactions with Related Parties:

(Amount in ₹)

Nature of Transaction	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Group Companies	Total
Purchase of Inventory:					
IIFL Wealth Management Limited	-	(1,794,887,757)	-	-	(1,794,887,757)
India Infoline Media & Research Services Ltd	-	-	-	(64,317,949)	(64,317,949)
Sale of Inventory:					
IIFL Wealth Management Limited	-	(1,464,155,704)	-	-	(1,464,155,704)



IIFL ALTERNATE ASSET ADVISORS LIMITED

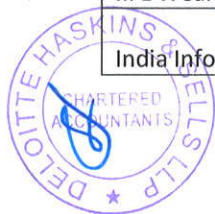
Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Nature of Transaction	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Group Companies	Total
IIFL Wealth Finance Limited	-	-	253,093,440	-	253,093,440
	-	-	-	-	-
Dividend Income:					
India Infoline Finance Limited	-	-	-	-	-
	-	-	-	(1,534,247)	(1,534,247)
Interest Income on ICD :					
IIFL Wealth Management Limited	-	6,475,890	-	-	6,475,890
	-	-	-	-	-
IIFL Wealth Finance Limited	-	-	8,504,357	-	8,504,357
	-	-	-	-	-
IIFL Asset Management Limited	-	-	7,652	-	7,652
	-	-	-	-	-
Corporate Social Responsibility Expense (CSR)					
India Infoline Foundation Limited	-	-	-	1,222,700	1,222,700
	-	-	-	-	-
Interest Expenses on ICD :					
IIFL Wealth Management Limited	-	756,399	-	-	756,399
	-	(39,166,861)	-	-	(39,166,861)
IIFL Distribution Services Limited	-	-	-	-	-
	-	-	(1,695,082)	-	(1,695,082)
IIFL Holdings Limited	(2,684,240)	-	-	-	(2,684,240)
IIFL Investment Adviser & Trustee Services Limited	-	-	7,884,812	-	7,884,812
	-	-	(14,126,381)	-	(14,126,381)
IIFL Facilities Services Limited	-	-	-	-	-
	-	-	-	(851,869)	(851,869)
India Infoline Finance Limited	-	-	-	-	-
	-	-	-	(45,442,932)	(45,442,932)
IIFL Wealth Finance Limited	-	-	26,888,415	-	26,888,415
	-	-	-	-	-
IIFL Asset Management Limited	-	-	16,558,466	-	16,558,466
	-	-	(52,731,200)	-	(52,731,200)
ICD Repaid:					
IIFL Wealth Management Limited	-	572,100,000	-	-	572,100,000
	-	(4,818,207,884)	-	-	(4,818,207,884)
IIFL Distribution Services Limited	-	-	-	-	-
	-	-	(30,000,000)	-	(30,000,000)
IIFL Holdings Limited	(366,800,000)	-	-	-	(366,800,000)
IIFL Investment Adviser & Trustee Services Limited	-	-	533,281,000	-	533,281,000
	-	-	(506,719,000)	-	(506,719,000)
IIFL Facilities Services Limited	-	-	-	-	-
	-	-	-	(472,400,000)	(472,400,000)
India Infoline Finance Limited	-	-	-	-	-
	-	-	-	(4,747,500,000)	(4,747,500,000)
IIFL Wealth Finance Limited	-	-	4,352,000,000	-	4,352,000,000
	-	-	-	-	-
IIFL Asset Management Limited	-	-	611,300,000	-	611,300,000
	-	-	-	-	-



IIFL ALTERNATE ASSET ADVISORS LIMITED
Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

Nature of Transaction	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Group Companies	Total
ICD Taken:					
IIFL Wealth Management Limited	-	572,100,000	-	-	572,100,000
	-	(4,782,752,884)	-	-	(4,782,752,884)
IIFL Distribution Services Limited	-	-	-	-	-
	-	-	(30,000,000)	-	(30,000,000)
IIFL Holdings Limited	(366,800,000)	-	-	-	(366,800,000)
IIFL Investment Adviser & Trustee Services Limited	-	-	340,000,000	-	340,000,000
	-	-	(700,000,000)	-	(700,000,000)
IIFL Facilities Services Limited	-	-	-	(472,400,000)	(472,400,000)
	-	-	-	-	-
India Infoline Finance Limited	-	-	-	(4,747,500,000)	(4,747,500,000)
	-	-	4,352,000,000	-	4,352,000,000
IIFL Wealth Finance Limited	-	-	-	-	-
	-	-	1,000,000	-	1,000,000
IIFL Asset Management Limited	-	-	(610,300,000)	-	(610,300,000)
ICD Given:					
IIFL Wealth Management Limited	-	635,000,000	-	-	635,000,000
	-	-	-	-	-
IIFL Asset Management Limited	-	-	4,200,000	-	4,200,000
	-	-	-	-	-
IIFL Wealth Finance Limited	-	-	1022,000,000	-	1022,000,000
	-	-	-	-	-
ICD Received Back :					
IIFL Wealth Management Limited	-	635,000,000	-	-	635,000,000
	-	-	-	-	-
IIFL Asset Management Limited	-	-	4,200,000	-	4,200,000
	-	-	-	-	-
IIFL Wealth Finance Limited	-	-	1022,000,000	-	1022,000,000
	-	-	-	-	-
Other Funds Received:					
IIFL Wealth Management Limited	-	-	-	-	-
	-	(821,856)	-	-	(821,856)
Other Funds Paid:					
IIFL Wealth Management Limited	-	346,216	-	-	346,216
	-	(2,544,815)	-	-	(2,544,815)
Allocation / Reimbursement of expenses Paid:					
IIFL Wealth Management Limited	-	-	-	-	-
	-	(9,860,443)	-	-	(9,860,443)
India Infoline Limited	-	-	-	(6,252)	(6,252)



IIFL ALTERNATE ASSET ADVISORS LIMITED

Notes forming part of the financial statements for the year ended March 31, 2017 (Continued)

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

Nature of Transaction	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Group Companies	Total
Sundry Payables					
	-	42,011	-	-	42,011
IIFL Wealth Management Limited	-	-	-	-	-
IIFL Investment Adviser & Trustee Services Limited	-	-	(193,281,000)	-	(193,281,000)
	-	-	-	-	-
IIFL Asset Management Limited	-	-	(610,300,000)	-	(610,300,000)
Sundry Receivables:					
	-	-	-	202,800	202,800
India Infoline Limited	-	-	-	(231,057)	(231,057)

Note :

- I Figures in bracket represents previous year figures.
- II Related parties are identified and certified by the management.

Note 32. Corporate Social Responsibility:

During the financial year 2016-17, the Company has spent ₹ 1,222,700/- (P.Y ₹ NIL) out of the total amount of ₹ 1,222,658/- (P.Y ₹ NIL) required to be spent as per section 135 of the Companies Act 2013 in respect of Corporate Social Responsibility (CSR). The Company is focused on implementing the projects identified by the CSR Committee and has successfully completed most of the projects. The Company has utilised the amount required to be spent on CSR projects.

Note 33. Details of Inter Corporate Deposit:

a) During the year, the Company has placed Inter Corporate Deposits the details of which are mentioned in Note No. 31. The period of ICD's is generally up to 1 year renewable thereafter, placed on arm's length basis at prevailing market interest rates of 9.50% to 11% p.a. for the purpose of meeting working capital and business requirements of the borrowers.

b) The Outstanding balance of Inter Corporate Deposits as on March 31, 2017, with related parties is detailed under the table of related party transactions appearing under Note No. 31.

Note 34. Previous year figures are regrouped, reclassified and rearranged wherever considered necessary.

For and on behalf of the Board of Directors


R. Mohan
Director
(DIN: 00012070)



Narendra Jain
Director
(DIN: 01984467)

Place: Mumbai
Date: May 03, 2017

