

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF IIFL INVESTMENT ADVISER AND TRUSTEE
SERVICES LIMITED**

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Report on the Financial Statements

We have audited the accompanying financial statements of **IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES 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.



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- 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. 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 INVESTMENT ADVISER AND TRUSTEE SERVICES 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
(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, Sales Tax, and Value Added Tax is not applicable to the Company.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, Service Tax, cess and other material statutory dues in arrears as at 31 March 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 31 March 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 the 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 INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED
BALANCE SHEET AS AT MARCH 31, 2017

(Amount in ₹)

Particulars	Note No.	As at March 31,2017	As at March 31,2016
EQUITY AND LIABILITIES			
(1) Shareholder's funds			
(a) Share Capital	3	352,250,000	352,250,000
(b) Reserves and Surplus	4	(11,052,996)	(14,523,572)
(c) Money received against share warrants			
Sub total		341,197,004	337,726,428
(2) Share application money pending allotment			
		-	-
(3) Non Current Liabilities			
(a) Long-term borrowings		-	-
(b) Deferred Tax Liability		-	-
(c) Other Long-term liabilities	5	200,000	-
(d) Long-term provisions	6	1,836,228	1,069,075
Sub total		2,036,228	1,069,075
(4) Current liabilities			
(a) Short-term borrowings		-	-
(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		3,191,101	909,438
(c) Other current liabilities	8	1,942,888	359,825
(d) Short-term provisions	9	7,423,006	6,113,751
Sub total		12,556,995	7,383,014
TOTAL		355,790,227	346,178,517
ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capitalwork-in-progress		-	-
(iv) Intangible assets under development		-	-
Sub total		-	-
(b) Non-current investments		-	-
(c) Deferred Tax Asset	10	5,261,290	6,676,572
(d) Long-term loans & advances	11	8,329,493	4,384,284
(e) Other non-current assets		-	-
Sub total		13,590,783	11,060,856
(2) Current assets			
(a) Current investments	12	-	125,000,000
(b) Inventories		-	-
(c) Trade receivables	13	12,267,493	3,785,352
(d) Cash and cash equivalents	14	329,793,285	12,861,390
(e) Short-term loans & advances	15	65,237	193,470,919
(f) Other current assets	16	73,429	-
Sub total		342,199,444	335,117,661
TOTAL		355,790,227	346,178,517
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 Board of Directors



Pallavi A. Gorakshakar
Partner

Place : Mumbai
Date : May 03, 2017

Karan Bhagat
Director
(DIN: 03247753)

R. Mohan
Director
(DIN: 00012070)



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED
STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	Note No.	2016-2017	2015-2016
INCOME:			
Revenue From Operations	17	58,842,832	37,133,346
Other Income	18	40,436,441	14,232,388
Total Revenue		99,279,273	51,365,734
EXPENSES:			
Employee Benefit Expenses	19	56,294,524	20,701,098
Other Expenses	20	29,225,801	15,487,637
Finance Charges	21	7,196,602	7,463,190
Depreciation & Amortisation		-	-
Provision & Write off		-	-
Total Expenditure		92,716,927	43,651,925
Profit/(Loss) before tax		6,562,346	7,713,809
Tax expenses :			
Current tax		1,676,488	1,469,866
Deferred tax		1,415,282	3,788,824
MAT Credit entitlement		-	(1,447,705)
Short provision for income tax		-	1,124
Total Tax Expenses		3,091,770	3,812,109
Profit/(loss) for the year		3,470,576	3,901,700
Earnings Per Share - Basic	22	0.10	0.42
Earnings Per Share - Diluted	22	0.10	0.42
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 Board of Directors

Karan Bhagat
Director
(DIN: 03247753)

R. Mohan
Director
(DIN: 00012070)



Pallavi A. Gorakshakar
Partner

Place : Mumbai
Date : May 03, 2017



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES 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	6,562,346	7,713,809
Adjustments for:		
Provisions for Gratuity	738,169	187,313
Provisions for Leave Encashment	450,581	156,803
Interest Income	(22,263,654)	(14,135,698)
Interest expenses	7,195,342	7,462,889
Profit on sale of Investments	(18,172,787)	(68,306)
Operating profit before working capital changes	(25,490,003)	1,316,810
Changes in working capital :		
(Increase)/ Decrease in Current/Non Current Assets	(8,393,626)	(1,560,483)
Increase/ (Decrease) in Current/Non Current Liabilities	4,952,384	1,369,828
Cash generated from operations	(28,931,245)	1,126,155
Net income tax(paid) / refunds	(5,621,697)	(3,751,008)
Net cash used in operating activities (A)	(34,552,942)	(2,624,853)
B. Cash flows from investing activities		
Purchase of Investments	(7,583,580,750)	(835,000,000)
Sale of Investments	7,726,753,535	710,068,306
Interest Received	22,226,394	14,135,698
Inter Corporate Deposit given	(1,024,450,000)	(700,500,000)
Inter Corporate Deposit repaid	1,217,731,000	507,219,000
Net cash generated from/(used in) investing activities (B)	358,680,179	(304,076,996)
C. Cash flows from financing activities		
Proceeds from Issuance of Share Capital	-	350,000,000
Securities Premium on issue of shares	-	(350,000)
Short term Borrowings - borrowed	2,901,000,000	420,275,000
Short term Borrowings - repaid	(2,901,000,000)	(443,214,849)
Long Term Borrowings-Repayment	-	(300,000)
Interest Paid	(7,195,342)	(7,462,889)
Dividend Paid (including Dividend Distribution Tax)	-	-
Net cash (used in)/generated from financing activities (C)	(7,195,342)	318,947,262
Net increase in cash and cash equivalents (A+B+C)	316,931,895	12,245,414
Opening Cash and Cash Equivalents (Refer Note no 14)	12,861,390	615,976
Closing Cash and Cash Equivalents (Refer Note no 14)	329,793,285	12,861,390
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



Karan Bhagat

Karan Bhagat
Director
(DIN: 03247753)

R. Mohan

R. Mohan
Director
(DIN: 00012070)

Place : Mumbai
Date: May 03, 2017



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

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

Note 1. Corporate Information:

IIFL Investment Adviser and Trustee Services Limited (the Company) is a subsidiary of IIFL Wealth Management Limited. The Company is mainly engaged into undertaking and carrying on the office or offices and duties of Trustee, custodian trustee, executor, administrator, liquidator, receiver, attorney or nominee of, or for funds and assets of all holders including corporate bodies, high net worth individuals (HNI's), Hindu Undivided Family (HUFs), Private or Public Trusts, Mutual Funds, offshore funds, pension funds, superannuation funds, provident funds, venture capital funds, private equity funds and to hold the property in trust for the benefit of the beneficiaries of the Trust.

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, such diminution is other than temporary. For investment in Mutual funds, the Net Assets Value (NAV) declare 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.



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

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

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 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 years. 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 unrecognized deferred tax assets. Deferred tax liability is recognised as and when it arises.

Minimum Alternate Tax (MAT)

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

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.

- Advisory/Trustee fees are accounted on accrual basis based on the terms of the agreements.
- Distribution Fee/Commission is recognized on accrual basis in accordance with the terms agreed with the counter party.

2.9 Other Income Recognition:

- Interest Income is recognized on accrual basis.
- Dividend income is recognized when the right to receive payment is established.
- Capital Gain/ Loss is recognized on the date of trade.



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

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

2.10 Translation of foreign currency items :

Foreign currency transactions are recorded in the reporting currency at the rates of exchange prevailing on the date of the transaction. Exchange differences, if any, arising out of transactions settled during the year are recognized in the Statement of Profit and Loss. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rate on that date. The exchange differences, if any, are recognized in the Statement of Profit and Loss and related assets and liabilities are accordingly restated in the Balance Sheet.

2.11 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 and 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 unrecognized 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.

2.12 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.

2.13 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.

2.14 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.

2.15 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 Rs.10/- as follows: (Amount in ₹)

Authorised :	As at March 31, 2017	As at March 31, 2016
35,250,000 (Previous Year 35,250,000) Equity Shares of ₹10/- each with voting Right	352,500,000	352,500,000
Issued, Subscribed and Paid Up:		
35,225,000 (Previous Year 35,225,000) Equity Shares of ₹10/- each fully paid up with voting Right	352,250,000	352,250,000
Total	352,250,000	352,250,000



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED
Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)
(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	
	Number	Amount	Number	Amount
At the beginning of the year	35,225,000	352,250,000	225,000	2,250,000
Add: Issued during the Year	-	-	35,000,000	350,000,000
Outstanding at the end of the year	35,225,000	352,250,000	35,225,000	352,250,000

(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.

(d) Equity Shares held by the 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	35,225,000	100 %	35,225,000	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	35,225,000	100 %	35,225,000	100 %

Note 4. Reserves and surplus:
(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Securities Premium Account		
Opening Balance	1,400,000	1,750,000
Premium on shares issued during the year	-	-
Deduction during the year*	-	350,000
Closing Balance	1,400,000	1,400,000
Surplus/(Deficit) in the Statement of Profit and Loss		
Opening Balance	(15,923,572)	(19,825,272)
Addition: Profit /(Loss) during the Year	3,470,576	3,901,700
Closing Balance	(12,452,996)	(15,923,572)
Total	(11,052,996)	(14,523,572)

* Securities issue expenses have been adjusted against the securities premium account as per Section 52 of the Companies Act, 2013, to the extent balance is available for utilisation in the securities premium account.

Note 5. Other Long-term liabilities:
(Amount in ₹)

Particulars	As at March 31, 2017	As at March 31, 2016
Deposits received (Refer note 28)	200,000	-
Total	200,000	



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

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

Note 6. Long Term Provisions:

(Amount in ₹)

Particulars	As at March 31,2017	As at March 31,2016
Provision for employee benefits :		
- Provisions for Gratuity (Refer Note 19)	1,836,228	1,069,075
Total	1,836,228	1,069,075

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		
- Sundry Creditors for expenses	27,000	-
- Accrued Salaries and Benefits	217,504	531,346
- Provision for expenses	1,968,426	378,092
- Payable to Holding Co / Group Companies (Refer Note 28)	978,171	-
Total	3,191,101	909,438

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.

Note 8. Other Current Liabilities:

(Amount in ₹)

Particulars	As at March 31,2017	As at March 31,2016
Statutory Liabilities Payable	1,942,888	359,825
Total	1,942,888	359,825

Note 9. Short Term Provisions:

(Amount in ₹)

Particulars	As at March 31,2017	As at March 31,2016
Provision for employee benefits :		
- Provision for Gratuity (Refer Note 19)	93,356	72,783
- Provision for Compensated absences	630,863	207,214
- Bonus Payable	6,698,787	5,833,754
Total	7,423,006	6,113,751

Note 10. Deferred Tax Asset:

(Amount in ₹)

Particulars	As at March 31,2017	As at March 31,2016
On Gratuity	190,079	377,533
On Business Loss	5,071,211	6,299,039
Total	5,261,290	6,676,572

*Based on the projections reviewed by the management, the company is confident in recovery of this DTA against future Tax Liability.



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED
Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)
Note 11. Long Term Loans and Advances :
(Amount in ₹)

Particulars	As at March 31,2017	As at March 31,2016
Unsecured, Considered good		
Advance Income Tax (Net off provision of tax of ₹ 3,146,354/-) (Previous Year ₹ 1,469,866/-)	7,307,192	2,936,579
MAT credit entitlement	1,022,301	1,447,705
Total	8,329,493	4,384,284

Note 12. 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 Investments						
Investments in Mutual Funds						
IIFL Liquid Fund - Direct Plan - Growth- (P.Y. NAV-₹1204.8678)	-	-	-	1000	103781.95	125,000,000
Total	-	-	-		103781.95	125,000,000
Aggregate Value of Quoted Investments						125,000,000
Market Value of Quoted Investments						125,043,530

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

Note 13. 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	4,181	76,770
- Unsecured, Considered doubtful	-	-
Trade Receivables outstanding for a period less than six months from the date they were due for payment		
- Unsecured, Considered good *	12,263,312	3,708,582
- Unsecured, Considered doubtful	-	-
Total	12,267,493	3,785,352

* includes related party transactions (refer note no 28)

Note 14. 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	-	12,443,077
Bank Balances		
- In Current accounts	9,793,285	418,313
- In Deposit accounts (Original Maturity less than 3 months)	320,000,000	-
Total	329,793,285	12,861,390



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED**Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)**

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 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	-	-	-

The above disclosure excludes foreign currency cash in hand held and transacted between 8, 2016 to December 30, 2016

Note 15. Short term Loans and advances:

(Amount in ₹)

Particulars	As at March 31,2017	As at March 31,2016
Unsecured, Considered good		
Inter-corporate Deposits (Refer Note 28)	-	193,281,000
Others		
- Advances to employees	41,409	-
- Prepaid Expenses	18,028	22,470
- Service Tax credit receivable	5,800	167,449
Total	65,237	193,470,919

Note 16. Other Current Assets:

(Amount in ₹)

Particulars	As at March 31,2017	As at March 31,2016
Interest accrued on Fixed Deposit	37,261	-
Recoverable from Holding/ Group Companies (Refer Note no 28)	36,168	-
Total	73,429	-

Note 17. Revenue from Operations:

(Amount in ₹)

Particulars	2016-2017	2015-2016
Advisory Fees*	52,675,355	33,000,776
Trustee Fees	5,593,899	3,082,570
Referral Fees	-	1,050,000
Management Fees	573,578	-
Total	58,842,832	37,133,346

* includes related party transactions (refer note no 28)

Note 18. Other Income:

(Amount in ₹)

Particulars	2016-2017	2015-2016
Interest Income		
- Interest on Current Investments	2,458,497	-
- Interest on ICD (Refer note 28)	17,128,579	14,135,698
- Interest on Fixed Deposit	2,676,578	-
Profit on sale of current investments	18,172,787	68,306
Miscellaneous Income	-	28,384
Total	40,436,441	14,232,388



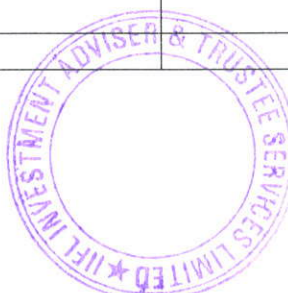
IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED
Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)
Note 19. Employee Benefit Expenses:
(Amount in ₹)

Particulars	2016-2017	2015-2016
Salaries and Bonus	53,965,769	20,234,424
Contribution to Provident Fund and Other Funds**	1,140,005	122,251
Gratuity Expenses*	738,169	187,313
Staff Welfare Expenses	-	307
Leave Encashment Expenses	450,581	156,803
Total	56,294,524	20,701,098

*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%	7.99%
Salary Escalation	5.00%	5.00%
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.
Change in Benefit Obligation	2016-2017	2015-2016
Liability at the beginning of the year	1,141,858	954,545
Interest Cost	91,234	76,745
Current Service Cost	219,017	156,527
Liability transferred in	49,557	-
Liability transferred out	-	-
Benefit paid	-	-
Actuarial (gain)/ Loss on obligations	427,918	(45,959)
Liability at the end of the year	1,929,584	1,141,858
Amount Recognised in the Balance Sheet	2016-2017	2015-2016
Liability at the end of the year	1,929,584	1,141,858
Fair value of plan Assets at the end of the year	-	-
Funded Status-Deficit	1,929,584	1,141,858
Amount of Liability Recognised in the balance sheet	1,929,584	1,141,858
Expenses Recognised in the Income statement	2016-2017	2015-2016
Current Service cost	219,017	156,527
Interest Cost	91,234	76,745
Actuarial Gain or Loss	427,918	(45,959)
Expense Recognised in the Statement of Profit & Loss	738,169	187,313
Balance Sheet reconciliation	2016-2017	2015-2016
Opening Net liability	1,141,858	954,545
Expense as above	738,169	187,313
Net Transfer In	49,557	-
Net Transfer Outs	-	-
Liability Recognised in Balance sheet	1,929,584	1,141,858



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED
Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)

Experience Adjustment	2016-2017	2015-2016	2014-2015	2013-2014	2012-2013
Present Value of the Obligation	1,929,584	1,141,858	954,545	693,657	118,667
Fair Value of Plan Assets	-	-	-	-	-
(Surplus) or Deficit	1,929,584	1,141,858	954,545	693,657	118,667
Actuarial (Gains)/ Losses on Obligations - Due to Experience	313,220	219,042	86,361	124,033	-
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.

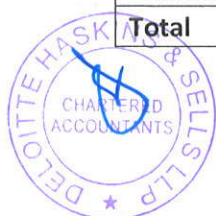
****Defined Contribution Plans:**

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

Particulars	(Amount in ₹)	
	2016-2017	2015-2016
Contribution to provident and other funds	1,140,005	122,251

Note 20. Other Expenses:

Particulars	(Amount in ₹)	
	2016-2017	2015-2016
Direct operating expenses	46,085	2,476,100
Bank Charges	3,461	1,367
Communication	1,258,484	191,928
Electricity	929,152	510,793
Legal & Professional Fees	1,848,577	2,421,016
Miscellaneous Expenses	11,707	314,292
Office expenses	149,204	734
Postage & Courier	215,376	-
Printing & Stationary	783,332	500,681
Manpower outsource expenses	6,724,618	-
Rent	5,281,166	5,392,438
Rates and Taxes	112,961	10,000
Commission and sitting fee paid to non-executive director	30,150	-
Remuneration to Auditors :		
Audit Fees (net of Service Tax input credit)	150,000	75,000
Swachh Bharat Cess	375	-
Out Of Pocket Expenses	-	1,063
Software Charges / Technology Cost	3,183,346	1,197,811
Travelling & Conveyance	8,497,807	2,394,414
Total	29,225,801	15,487,637



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

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

Note 21. Finance Charges:

(Amount in ₹)

Particulars	2015-2016	2014-2015
Interest Cost	-	-
- Interest on Inter Corporate Deposit (Refer note 28)	7,195,342	7,462,889
- Interest on delayed payment of Taxes	1,260	301
Total	7,196,602	7,463,190

Note 22. Basic and Diluted Earnings Per Share ["EPS"] computed in accordance with Accounting Standard (AS) 20 'Earnings per share'.

(Amount in ₹)

Particulars		2016-2017	2015-2016
BASIC and DILUTED			
Profit/(Loss) after tax as per Statement of Profit and Loss	A	3,470,576	3,901,700
Weighted Average Number of Shares	B	35,225,000	92,38,699
Face Value of equity shares (₹) fully paid		10.00	10.00
Basic and Diluted EPS (₹)	A/B	0.10	0.42

Note 23. 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 24. Capital and Other Commitments

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

Note 25. The Company does not have any contingent liability not provided for, as on the balance sheet date of preparing financial statement.

Note 26. There are no pending litigations by and on the Company as on the balance sheet date.

Note 27. Segment Reporting:

In the opinion of the management, there is only one reportable business segment of Fund Management/Advisory as envisaged by AS 17 '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 28. 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 Limited IIFL Alternate Asset Advisors Limited IIFL Asset Management Limited IIFL Trustee Limited



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

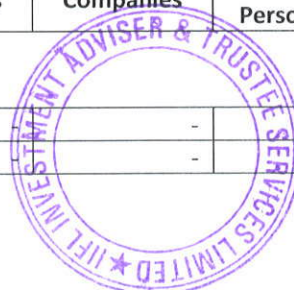
Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)

Nature of relationship	Name of party
	India Alternatives Investment Advisors Private Limited (Upto March 31, 2017) IIFL Wealth Finance Limited IIFL (Asia) Pte Limited IIFL Inc. IIFL Private Wealth Management (Dubai) Limited IIFL Asset Management (Mauritius) Limited (Formerly IIFL Private Wealth (Mauritius) Limited) IIFL Private Wealth (Suisse) SA IIFL Private Wealth Hong Kong Limited IIFL Securities Pte Limited IIFL Capital Pte Limited
Group Companies	India Infoline Limited India Infoline Commodities Limited India Infoline Finance Limited India Infoline Media and Research Services Limited India Infoline Housing Finance Limited India Infoline Commodities DMCC India Infoline Insurance Brokers Limited India Infoline Insurance Services Limited IIFL Realty Limited IIFL Capital Limited IIFL Wealth (UK) Limited IIFL Capital Inc. India Infoline Foundation IIFL Properties Private Limited IIFL Asset Reconstruction Limited
Key Managerial Personnel	Mr. Girish Venkataraman
Other related Parties	Mr. Karan Bhagat Mr. Yatin Shah Mr. Amit Shah Mrs. Rajni Girish 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:

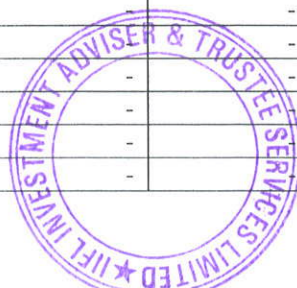
(Amount in ₹)

Nature of Transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
Equity Share Capital - Holding Company					
IIFL Wealth Management Limited	(350,000,000)	-	-	-	(350,000,000)



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED
Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)

Nature of Transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
ICD Taken					
	-	-	-	-	-
IIFL Wealth Management Limited	(358,610,000)	-	-	-	(358,610,000)
	-	-	-	-	-
India Infoline Finance Limited	-	-	(25,000,000)	-	(25,000,000)
	-	-	-	-	-
IIFL Asset Management Limited	-	(36,665,000)	-	-	(36,665,000)
	-	2,901,000,000	-	-	2,901,000,000
IIFL Wealth Finance Limited	-	-	-	-	-
ICD Repaid					
	-	-	-	-	-
IIFL Wealth Management Limited	(378,786,717)	-	-	-	(378,786,717)
	-	-	-	-	-
India Infoline Finance Limited	-	-	(25,000,000)	-	(25,000,000)
	-	-	-	-	-
IIFL Asset Management Limited	-	(36,665,000)	-	-	(36,665,000)
	-	2,901,000,000	-	-	2,901,000,000
IIFL Wealth Finance Limited	-	-	-	-	-
ICD Given					
	-	-	-	-	-
IIFL Distribution Services Limited	-	(500,000)	-	-	(500,000)
	-	340,000,000	-	-	340,000,000
IIFL Alternate Asset Advisors Limited	-	(700,000,000)	-	-	(700,000,000)
	-	12,450,000	-	-	12,450,000
IIFL Asset Management Limited	-	-	-	-	-
	-	340,000,000	-	-	340,000,000
IIFL Wealth Finance Limited	-	-	-	-	-
	332,000,000	-	-	-	332,000,000
IIFL Wealth Management Limited	-	-	-	-	-
ICD Received Back					
	-	-	-	-	-
IIFL Distribution Services Limited	-	(500,000)	-	-	(500,000)
	-	533,281,000	-	-	533,281,000
IIFL Alternate Asset Advisors Limited	-	(506,719,000)	-	-	(506,719,000)
	-	12,450,000	-	-	12,450,000
IIFL Asset Management Limited	-	-	-	-	-
	-	340,000,000	-	-	340,000,000
IIFL Wealth Finance Limited	-	-	-	-	-
	332,000,000	-	-	-	332,000,000
IIFL Wealth Management Limited	-	-	-	-	-
Deposit received					
	-	200,000	-	-	200,000
IIFL Wealth Finance Limited	-	-	-	-	-
Interest Income on ICD					
	8,824,937	-	-	-	8,824,937
IIFL Wealth Management Limited	-	-	-	-	-
	-	-	-	-	-
IIFL Distribution Services Limited	-	(9,317)	-	-	(9,317)
	-	7,884,812	-	-	7,884,812
IIFL Alternate Asset Advisors Limited	-	(14,126,381)	-	-	(14,126,381)
	-	8,967	-	-	8,967
IIFL Asset Management Limited	-	-	-	-	-



IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

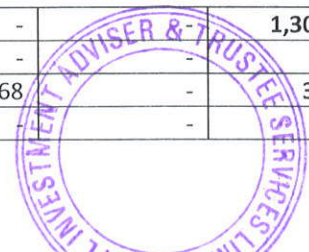
Notes forming part of the financial statement for the year ended March 31, 2017 (Continued)

Nature of Transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
IIFL Wealth Finance Limited	-	409,863	-	-	409,863
	-	-	-	-	-
Advisory Fees Income					
IIFL Wealth Management Limited	24,000,000	-	-	-	24,000,000
	(24,000,000)	-	-	-	(24,000,000)
Manpower Outsource Expenses					
IIFL Distribution Services Limited	-	6,723,868	-	-	6,723,868
	-	-	-	-	-
Interest Expense on ICD					
IIFL Wealth Management Limited	(5,291,787)	-	-	-	(5,291,787)
India Infoline Finance Limited	-	-	(1,000,305)	-	(1,000,305)
IIFL Asset Management Limited	-	(1,170,797)	-	-	(1,170,797)
IIFL Wealth Finance Limited	-	7,195,342	-	-	7,195,342
	-	-	-	-	-
Remuneration to Key Managerial Person					
Girish Venkataraman	-	-	-	16,127,159	16,127,159
	-	-	-	-	-
Other Funds Received					
IIFL Wealth Management Limited	16,604	-	-	-	16,604
IIFL Asset Management Limited	-	10,720	-	-	10,720
IIFL Facilities Services Limited	-	-	73,137	-	73,137
	-	-	-	-	-
Other Funds Paid					
IIFL Wealth Management Limited	2,422,429	-	-	-	2,422,429
	(720,875)	-	-	-	(720,875)
IIFL Trustee Limited	-	34,800	-	-	34,800
India Alternatives Investment Advisors Limited	-	212,071	-	-	212,071
	-	-	-	-	-
Allocation / Reimbursement Of Expenses Paid					
IIFL Wealth Management Limited	11,536,758	-	-	-	11,536,758
	(8,660,443)	-	-	-	(8,660,443)

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

(Amount in ₹)

Nature of Transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
ICD Given					
IIFL Alternate Asset Advisors Limited	-	(193,281,000)	-	-	(193,281,000)
	-	-	-	-	-
Sundry Receivables					
IIFL Wealth Management Limited	1,300,560	-	-	-	1,300,560
IIFL Facilities Services Limited	-	-	36,168	-	36,168
	-	-	-	-	-



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IIFL INVESTMENT ADVISER AND TRUSTEE SERVICES LIMITED

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

Nature of Transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
Sundry Payables					
	-	978,171	-	-	978,171
IIFL Distribution Services Limited	-	-	-	-	-
	-	200,000	-	-	200,000
IIFL Wealth Finance Limited	-	-	-	-	-

Note:

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

Note 29. Earnings and Expenses in Foreign Currency:

(Amount in ₹)

Particulars	2016-2017	2015-2016
Earnings in Foreign Currency		
Advisory fees	1,665,073	-
Sub Total	1,665,073	-
Expenses in Foreign Currency		
Marketing and commission Expense	24,557	-
Sub Total	24,557	-

Note 30. 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. 28. 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.

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. 28.

Note 31. Previous figures are regrouped, reclassified and rearranged wherever considered necessary.

For and on behalf of Board of Directors

Karan Bhagat *R. Mohan*

Karan Bhagat
 Non-executive Director
 (DIN: 03247753)

R. Mohan
 Non-executive Director
 (DIN: 00012070)

Place : Mumbai
 Date : May 3, 2017

