

## **Edelweiss Holdings Limited**

Financial statements together with the  
Independent Auditor's Report for the year  
ended 31 March 2017

# Edelweiss Holdings Limited

**Financial statements together with the Independent auditor's report**  
for the year ended 31 March 2017

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# B S R & Associates LLP

Chartered Accountants

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## Independent Auditor's Report

### To the Members of Edelweiss Holdings Limited

#### Report on the Financial Statements

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

#### Management's Responsibility for 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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

## **Independent Auditor's Report (Continued)**

### **Edelweiss Holdings Limited**

#### **Auditor's responsibility (Continued)**

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

#### **Opinion**

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

#### **Report on other legal and regulatory requirements**

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

As required by Section 143 (3) of the Act, we report that:

- a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) on the basis of the written representations received from the directors as on 31 March 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 B"; and
- g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has no pending litigation as at 31 March 2017;

**Independent Auditor's Report (Continued)**

**Edelweiss Holdings Limited**

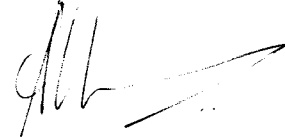
**Report on other legal and regulatory requirements (Continued)**

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses - Refer Note 2.19 to the financial statements;
- iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company; and
- iv. The Company did not have any holdings or dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016 – Refer Note 2.18 to the financial statements.

For **B S R & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No: 109503

Mumbai  
12 May 2017

## Edelweiss Holdings Limited

### **Annexure A to the Independent Auditors' Report of even date on the financial statements of Edelweiss Holdings Limited**

The Annexure referred to in Independent Auditors' Report to the members of Edelweiss Holdings Limited ("the Company") on the financial statements for the year ended 31 March 2017, we report that:

- i. The Company does not have any fixed assets in the current financial year. Thus, paragraph 3(i) of the Order is not applicable.
- ii. The Company is a service company primarily engaged in investing business. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act.
- iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, made investments or provided guarantees and securities under section 185 and 186 of the Act. Accordingly, para 3(iv) of the Order is not applicable.
- v. According to the information and explanation given to us, the Company has not accepted any deposits from the public to which directives issued by the Reserve Bank of India and the provisions of Section 73 to Section 76 or any other relevant provisions of the Act and the rules framed thereunder apply.
- vi. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any services rendered by the Company. Accordingly, paragraph 3(vi) of the Order is not applicable to the Company.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including income tax, service tax, and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of provident fund, employees' state insurance, sales tax, customs duty, excise duty and cess. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, service tax, value added tax, and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.  
(b) According to the information and explanations given to us, there are no dues of income tax, service tax, and other material statutory dues which have not been deposited with the appropriate authorities on account of any dispute.
- viii. In our opinion and according to the information and explanations given to us, the Company did not have any outstanding dues to any financial institution, bank and Government or debenture holder. Thus, paragraph 3(viii) of the Order is not applicable.
- ix. In our opinion and according to the information and explanations given to us, the Company did not have any term loans during the year and also has not raised any money by way of initial public offer or further public offer during the year

## Edelweiss Holdings Limited

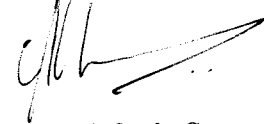
### **Annexure A to the Independent Auditors' Report of even date on the financial statements of Edelweiss Holdings Limited (*Continued*)**

- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not appointed any person under provisions of section 197 read with Schedule V to the Act. Thus, paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934

For **B S R & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No: 109503

Mumbai  
12 May 2017

## Edelweiss Holdings Limited

### **Annexure - B to the Independent Auditor's Report of even date on the financial statements of Edelweiss Holdings Limited**

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

We have audited the internal financial controls over financial reporting of Edelweiss Holdings 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, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and timely preparation of reliable financial information, as required under the Act.

#### **Auditor's Responsibility**

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





## Edelweiss Holdings Limited

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

#### **Meaning of Internal Financial Controls over Financial Reporting**

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

For **B S R & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No: 109503

Mumbai  
12 May 2017

# Edelweiss Holdings Limited

## Balance Sheet

(Currency: Indian rupees)

	Note	As at 31 March 2017	As at 31 March 2016
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
(a) Share capital	2.1	150,000,000	150,000,000
(b) Reserves and surplus	2.2	5,396,711	(1,110,157)
		<u>155,396,711</u>	<u>148,889,843</u>
<b>Current liabilities</b>			
(a) Trade payables	2.3	-	-
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		212,422	200,000
(b) Other current liabilities	2.4	43,243	-
(c) Short-term provisions	2.5	356,582	117,600
		<u>612,247</u>	<u>317,600</u>
<b>TOTAL</b>		<u><u>156,008,958</u></u>	<u><u>149,207,443</u></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Deferred tax assets	2.6	460,534	614,045
		<u>460,534</u>	<u>614,045</u>
<b>Current assets</b>			
(a) Cash and bank balances	2.7	154,796,334	147,516,000
(b) Short-term loans and advances	2.8	93,251	-
(c) Other current assets	2.9	658,839	1,077,398
		<u>155,548,424</u>	<u>148,593,398</u>
<b>TOTAL</b>		<u><u>156,008,958</u></u>	<u><u>149,207,443</u></u>

Significant accounting policies and notes to the financial statements

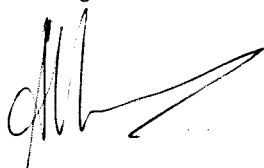
1 & 2

As per our report of even date attached.

**For B S R & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No.: 109503

Mumbai

12 May 2017

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



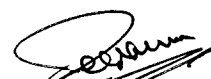
**Kaushik Karani**

*Director*

DIN: 02020023

Mumbai

12 May 2017



**Deepak Maheshwari**

*Director*

DIN: 02601708

# Edelweiss Holdings Limited

## Statement of Profit and Loss

(Currency: Indian rupees)

	Note	For the year ended 31 March 2017	For the period 8 December 2015 to 31 March 2016
<b>Revenue from operations</b>			
Interest income		10,201,883	1,077,398
<b>Total revenue</b>		<u>10,201,883</u>	<u>1,077,398</u>
<b>Expenses</b>			
Finance costs	2.10	83,088	-
Other expenses	2.11	664,641	2,684,000
<b>Total expenses</b>		<u>747,729</u>	<u>2,684,000</u>
<b>Profit / (Loss) before tax</b>		9,454,154	(1,606,602)
<b>Tax expense:</b>			
(1) Current tax		2,793,775	117,600
(2) Deferred tax		153,511	(614,045)
<b>Profit/ (Loss) for the year / period</b>		<u>6,506,868</u>	<u>(1,110,157)</u>
<b>Earnings per equity share:</b>	2.12		
Basic & diluted earnings per share (Face value of ₹ 10 each)		0.43	(0.14)

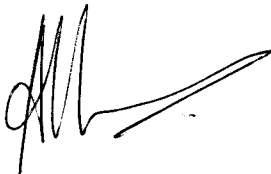
Significant accounting policies and notes to the financial statements 1 & 2

As per our report of even date attached.

**For B S R & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No.: 109503

Mumbai  
12 May 2017

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



**Kaushik Karani**

*Director*

DIN: 02020023

Mumbai  
12 May 2017



**Deepak Maheshwari**

*Director*

DIN: 02601708

# Edelweiss Holdings Limited

## Cash Flow Statement for the year ended 31 March 2017

(Currency : Indian rupees)

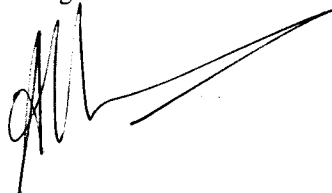
	For the year ended 31 March 2017	For the period 8 December 2015 to 31 March 2016
<b>A Cash flow from operating activities</b>		
Profit / (loss) before taxation	9,454,154	(1,606,602)
<i>Adjustments for</i>		
Interest on fixed deposits	(10,201,883)	(1,077,398)
<b>Operating cash flow before working capital changes</b>	<u>(747,729)</u>	<u>(2,684,000)</u>
<i>Add / (Less): Adjustments for working capital changes</i>		
Decrease / (Increase) in other assets	325,309	(1,077,398)
Increase in liabilities and provisions	55,665	200,000
<b>Cash used in operations</b>	<u>(366,755)</u>	<u>(3,561,398)</u>
Income taxes paid	<u>(2,554,794)</u>	<u>-</u>
<b>Net cash used in operating activities - A</b>	<u>(2,921,549)</u>	<u>(3,561,398)</u>
<b>B Cash flow from investing activities - B</b>		
Investment in Fixed deposits	(6,500,000)	(145,000,000)
Interest on Fixed deposits	10,201,883	1,077,398
<b>Net cash generated from / (used in) investing activities - B</b>	<u>3,701,883</u>	<u>(143,922,602)</u>
<b>C Cash flow from financing activities</b>		
Proceeds from issue of share capital	-	150,000,000
<b>Net cash generated from financing activities - C</b>	<u>-</u>	<u>150,000,000</u>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<u>780,334</u>	<u>2,516,000</u>
Cash and cash equivalent as at the beginning of the year / period	2,516,000	-
Cash and cash equivalent as at the end of the year / period	3,296,334	2,516,000

As per our report of even date attached.

**For B S R & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No.: 109503

Mumbai

12 May 2017

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



**Kaushik Karani**

*Director*

DIN: 02020023

Mumbai

12 May 2017



**Deepak Maheshwari**

*Director*

DIN: 02601708

# Edelweiss Holdings Limited

## Notes to financial statements for the year ended 31 March 2017

### 1. Significant accounting policies

#### 1.1 Basis of preparation of financial statements

The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles (“GAAP”) under the historical cost convention, on the accrual basis of accounting, unless otherwise stated, and comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Companies Act, 2013 (to the extent notified), provisions of the Companies Act, 1956 (to the extent applicable) (hereinafter referred to as ‘the Act’) and the Schedule III to the Act. The financial statements are presented in Indian rupees.

#### 1.2 Use of estimates

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

#### 1.3 Current / non-current classification

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

##### *Assets*

An asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realized in, or is intended for sale or consumption in, the company’s normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is expected to be realized within 12 months after the reporting date; or
- d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

##### *Liabilities*

A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the company’s normal operating cycle.
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within 12 months after the reporting date; or
- d. The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current



# Edelweiss Holdings Limited

## Notes to financial statements for the year ended 31 March 2017 (*Continued*)

### 1. Significant accounting policies (*Continued*)

#### 1.4 Revenue recognition

- a. Interest income is recognised on accrual basis.

#### 1.5 Taxation

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

##### *Current tax*

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

##### *Deferred tax*

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

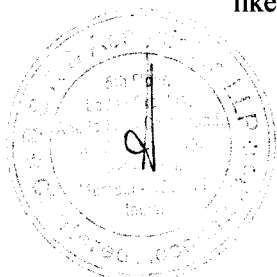
#### 1.6 Earnings per share

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

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

#### 1.7 Provisions and contingencies

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



# Edelweiss Holdings Limited

## Notes to financial statements for the year ended 31 March 2017 *(Continued)*

### 1. Significant accounting policies *(Continued)*

#### 1.7 Provisions and contingencies *(Continued)*

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

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



# Edelweiss Holdings Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

As at  
31 March 2017                      As at  
31 March 2016

### 2.1 Share capital

**Authorised:**

25,000,000 ((Previous year: 25,000,000) Equity shares of ₹ 10 each

250,000,000                      250,000,000

250,000,000                      250,000,000

**Issued, Subscribed and Paid up:**

15,000,000 (Previous year: 15,000,000) Equity shares of ₹ 10 each

150,000,000                      150,000,000

150,000,000                      150,000,000

(All the above 15,000,000 equity shares of ₹ 10 each are held by Edelweiss Financial Services Limited, the holding company and its nominees).

**a. Movement in share capital**

Particulars	31 March 2017		31 March 2016	
	Number of shares	Amount	Number of shares	Amount
Outstanding at the beginning of the year/ period	15,000,000	150,000,000	-	-
Issued during the year / period	-	-	15,000,000	150,000,000
Outstanding at the end of the year / period	15,000,000	150,000,000	15,000,000	150,000,000

**b. 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.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts.

The distribution will be in proportion to the number of equity shares held by the shareholders

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

Particulars	31 March 2017		31 March 2016	
	Number of shares	Percentage of shareholdings	Number of shares	Percentage of shareholdings
Edelweiss Financial Services Limited, the holding company	15,000,000	100%	15,000,000	100%

**d. Details of shareholders holding more than 5% shares in the Company:**

Particulars	31 March 2017		31 March 2016	
	Number of shares	Percentage of shareholdings	Number of shares	Percentage of shareholdings
Edelweiss Financial Services Limited and its nominees	15,000,000	100%	15,000,000	100%

### 2.2 Reserves and surplus

Surplus / (deficit) in statement of profit and loss

Opening balance

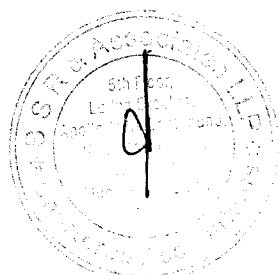
(1,110,157)                      -

Add: Profit / (loss) for the year / period

6,506,868                      (1,110,157)

**Closing balance in statement of profit and loss**

5,396,711                      (1,110,157)



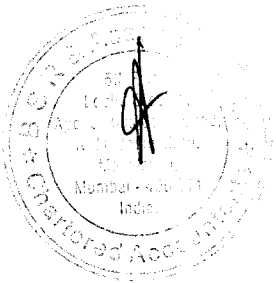


# Edelweiss Holdings Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

	As at 31 March 2017	As at 31 March 2016
<b>2.3 Trade payables</b>		
Others (Refer note 2.16) (Includes sundry creditors and provision for expenses)	212,422	200,000
	<u>212,422</u>	<u>200,000</u>
<b>2.4 Other current liabilities</b>		
Withholding taxes, service tax and other taxes payable	45	-
Book overdraft	43,198	-
	<u>43,243</u>	<u>-</u>
<b>2.5 Short-term provisions</b>		
Others		
Provision for taxation (net of advance income tax ₹ 2,637,882; previous year: Nil)	356,582	117,600
	<u>356,582</u>	<u>117,600</u>

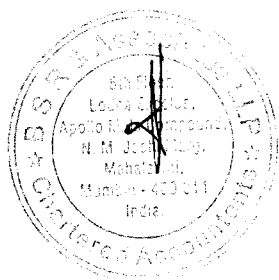


# Edelweiss Holdings Limited

## Notes to the financial statements (*Continued*)

(Currency: Indian rupees)

	As at 31 March 2017	As at 31 March 2016
<b>2.6 Deferred tax assets</b>		
On preliminary expenses	460,534	614,045
	<u>460,534</u>	<u>614,045</u>
<b>2.7 Cash and bank balances</b>		
<b>Cash and cash equivalents</b>		
<b>Balances with banks</b>		
- in Current accounts	3,296,334	2,516,000
<b>Other bank balances</b>		
Short term deposits with bank with maturity less than 12 months	151,500,000	145,000,000
	<u>154,796,334</u>	<u>147,516,000</u>
<b>2.8 Short-term loans and advances</b>		
<i>Unsecured, considered good</i>		
Input tax credit	93,251	-
	<u>93,251</u>	<u>-</u>
<b>2.9 Other current assets</b>		
Accrued interest on fixed deposits	658,839	1,077,398
	<u>658,839</u>	<u>1,077,398</u>

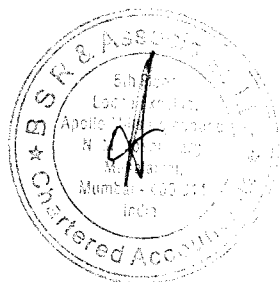


# Edelweiss Holdings Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

	For the year ended 31 March 2017	For the period 8 December 2015 to 31 March 2016
<b>2.10 Finance Cost</b>		
Interest on shortfall in payment of advance income tax	83,088	-
	<u>83,088</u>	<u>-</u>
<b>2.11 Other expenses</b>		
Auditors' remuneration (Refer note below)	621,585	200,000
Legal and professional fees	32,351	-
Printing and stationery	1,990	-
ROC expenses	6,000	1,985,000
Stamp duty	-	499,000
Travelling and conveyance	2,715	-
	<u>664,641</u>	<u>2,684,000</u>
<b>Auditors' remuneration:</b>		
For statutory audit and limited review	360,000	200,000
For other services	220,000	-
For reimbursement of expenses	41,585	-
	<u>621,585</u>	<u>200,000</u>



# Edelweiss Holdings Limited

## Notes to financial statements for the year ended 31 March 2017(Continued)

(Currency: Indian rupees)

### 2.12 Earnings per share

In accordance with Accounting Standard 20 – Earnings Per Share prescribed by Companies (Accounting Standards) Rules, 2006, the computation of earnings per share is set out below:

Particulars	Year ended 31 March 2017	For the period 8 December 2015 to 31 March 2016
a. Shareholders earnings (as per statement of profit and loss)	6,506,868	(1,110,157)
b. Calculation of weighted average number of equity shares of ₹ 10/- each:		
- Number of shares outstanding at the beginning of the year / period	15,000,000	-
- Number of shares issued during the year / period	-	15,000,000
Total number of equity shares outstanding at the end of the year / period	15,000,000	15,000,000
Weighted average number of equity shares outstanding during the year / period (based on the date of issue of shares)	15,000,000	7,840,845
c. Basic and diluted earnings per share (in ₹) {a/b}	0.43	(0.14)

### 2.13 Segment reporting

The Company is into investing business and accordingly it operates in one segment only. Hence, no segmental disclosure is separately required to be made under Accounting Standard 17 on “Segment Reporting”.

### 2.14 Related Party transactions

Disclosure as required by Accounting Standard 18 – “Related Party Disclosure” as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014



# Edelweiss Holdings Limited

## Notes to financial statements for the year ended 31 March 2017(Continued)

(Currency: Indian rupees)

### 2.14 Related Party transactions (Continued)

#### i. List of related parties and relationship:

Names of related parties by whom control is exercised	Edelweiss Financial Services Limited (Holding company)
Fellow subsidiaries with whom the transactions have taken place	Edelweiss Commodities Services Limited Edelweiss Business Services Limited (formerly known as Edelweiss Web Services Limited)

#### ii Transactions with related parties:

Sr. No.	Nature of Transaction	Related Party Name	2016-17	2015-16
<b>(I)</b>	<b>Capital account transactions</b>			
1	Issue of share capital to	Edelweiss Financial Services Limited	-	150,000,000
<b>(II)</b>	<b>Current account transactions</b>			
1	Reimbursements paid to	Edelweiss Financial Services Limited	20,900	-
		Edelweiss Commodities Services Limited	1,554,043	-
2	Cost reimbursement paid to	Edelweiss Business Services Limited	451	-
<b>(III)</b>	<b>Balances with related parties</b>			
3	Trade Payables to	Edelweiss Business Services Limited	473	-

### 2.15 Contingent liability and Commitments (to the extent not provided for)

The Company does not have any contingent liability and commitment as at balance sheet date.

### 2.16 Details of dues to micro, small and medium enterprises

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



# Edelweiss Holdings Limited

## Notes to financial statements for the year ended 31 March 2017(Continued)

(Currency: Indian rupees)

### 2.17 Foreign currency transactions

The Company has not undertaken any foreign currency transaction during the year ended 31 March 2017 (Previous year: ₹ Nil)

### 2.18 Disclosures relating to Specified Bank Notes\* (SBNs) held and transacted during the period from 8 November 2016 to 30 December 2016 pursuant to Notification No. G.S.R. 308(E) dated 30th March, 2017:

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
Add: Permitted receipts	-	-	-
Less: Permitted payments	-	-	-
Less: Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-

\*For the purpose of this clause, the term Specified Bank Notes (SBNs) means the bank notes of denominations of the existing series of the value of five hundred rupees and one thousand rupees as defined under the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs no. S.O. 3407(E), dated the 8 November, 2016.

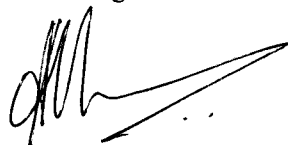
2.19 The Company has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law / accounting standards for material foreseeable losses on such long term contracts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

As per our report of even date attached.

**For B S R & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**  
*Partner*

Membership No.: 109503

Mumbai  
12 May 2017

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



**Kaushik Karani**  
*Director*  
DIN: 02020023

Mumbai  
12 May 2017



**Deepak Maheshwari**  
*Director*  
DIN: 02601708