

**INDEPENDENT AUDITOR'S REPORT**

**To the Members of  
IDBI Trusteeship Services Limited**

**Report on the Audit of the Financial Statements**

**Opinion:**

We have audited the accompanying financial statements of IDBI Trusteeship Services Limited ("the Company"), which comprise the Balance Sheet for the year ended March 31, 2019, and the Statement of Profit and Loss and Cash Flow Statement for the year ended, and notes to the Financial Statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the The Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

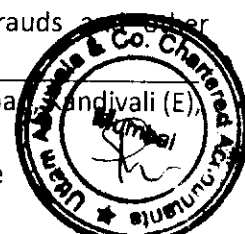
- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2019;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Basis for Opinion:**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**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 standalone 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other



irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

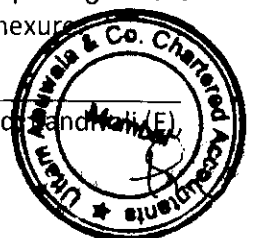
Those Board of Directors are also responsible for overseeing the company's financial reporting process.

#### **Auditor's Responsibility for the audit of the Financial Statements**

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

#### **Report on Other Legal and Regulatory Requirements**

1. 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 statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable
2. **As required by section 143 (3) of the Act, we report that:**
  - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
  - d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.;
  - e) On the basis of written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013, and
  - 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 Annexure.



**Uttam Abuwala & Co.**  
**Chartered Accountants**

Website: <http://www.uttamabuwala.com>

- 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:
- The Company does not have any pending litigations which would impact its financial position
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**Report on Directions under section 143(5) of Companies Act 2013**

1) Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes the system in place to process all the accounting transactions through IT system. The company also maintain the proper books of accounts along with the accounting in ERP so there wont be any financial implications of processing the accounting transactions outside IT system on the integrity of the accounts.
2) Please report whether there are any cases of waiver/write off of debts/loans/interest etc., if yes, the reasons there for and the amount involved.	During the year, management has written off outstanding debt, as per NPA recognition policy of the company. We have not observed cases of waiver of loan and interest.
3) Whether funds received/receivable for specific schemes from central/ state agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.	Not applicable

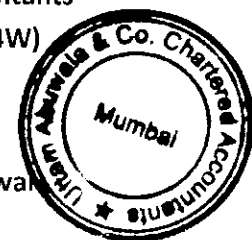
Place: Mumbai  
Date: 30th April, 2019

For M/S. UTTAM ABUWALA & CO  
Chartered Accountants  
(Firm Reg 111184W)

*Prerak*

C.A. Prerak Agarwal  
(Partner)

M No. 158844



**Annexure to the Auditors' Report**

The Annexure referred to in our report to the members of **IDBI Trusteeship Services Limited** the Company') for the year Ended on 31.03.2019. We report that:

1.

(a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

(b) As informed to us, The Company has a policy of conducting physical verification of fixed assets once in three years and the Physical verification report of the Fixed assets conducted by the Management during 2018-19 were provided to us, which in our opinion is reasonable and commensurate with the size of The Company and the nature of its business. No material discrepancies were noticed on such verification as informed.

(c) Title deeds of immovable properties are held in the name of the Company.

2. The Company is providing trusteeship services and accordingly it does not hold any physical inventories, Thus clause 3 (ii) of the Companies (Auditor's Report) order 2016 ("The Order") is not applicable.

3. As per the information and explanations given to us, The Company has not granted any loans; secured or unsecured to companies, firms and other parties covered in the Register maintained under section 189 of the Companies act, 2013 during the year. Hence, there is no need of reporting under sub-clause a to c of clause (iii) of paragraph 3 of the aforesaid order.

4. Since the company has not given any loans or made investments or given guarantee or security, provisions of Section 185 and 186 of the Companies Act, 2013 are not applicable.

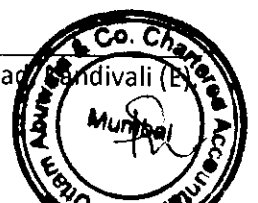
5. In our opinion and according to the explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the rules framed there under.

6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Companies act, 2013.

7.

(a) According to the records of the Company, it is generally regular in depositing with appropriate Authorities undisputed statutory dues including provident fund, income tax, service tax and other statutory dues applicable to it. The provisions of Custom Duty, Employees' State insurance, Excise Duty and Cess are not applicable to the Company in the current year.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of Sales Tax, Income Tax, Customs Duty, Excise Duty and Cess, which have not been deposited on account of any dispute, except the following disputed dues on account of Income Tax.



**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE  
STANDALONE FINANCIAL STATEMENTS OF IDBI TRUSTEESHIP SERVICES LIMITED.**

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

We have audited the internal financial controls over financial reporting of IDBI Trusteeship Services Limited ("the Company") as of 31 st March, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls:**

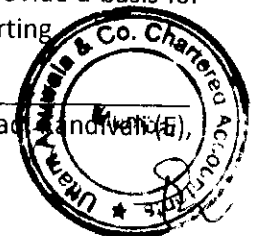
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by The Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. Those Standard and 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 systems 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



**Uttam Abuwala & Co.**  
**Chartered Accountants**

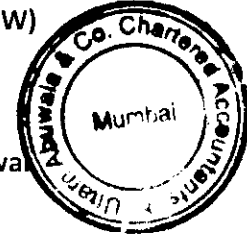
Website: <http://www.uttamabuwala.com>

**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 March 31, 2019 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 issued by the Institute of Chartered Accountants of India.

For M/S. UTTAM ABUWALA & CO  
Chartered Accountants  
(Firm Reg 111184W)

*Prerak*



C.A. Prerak Agarwal  
(Partner)

M No. 158844

Place: Mumbai  
Date: 30th April, 2019

**Balance Sheet as at 31st March 2019**

S.N.	Particulars	Note No.	As at	As at
			31st March 2019	31st March 2018
			(Amount in ₹)	(Amount in ₹)
I	<b>Equity And Liabilities</b>			
1	<b>Shareholders Funds</b>			
	a) Share Capital	B-1	6,03,27,600	6,03,27,600
	b) Reserves and Surplus	B-2	2,01,33,82,255	1,67,45,52,764
	<b>Total (1)</b>		<b>2,07,37,09,855</b>	<b>1,73,48,80,364</b>
2	<b>Non Current Liabilities</b>			
	a) Other Long Term Liability	B-4	1,02,85,889	1,29,42,440
	b) Long Term Provisions	B-5	52,49,439	46,77,439
	<b>Total (2)</b>		<b>1,55,35,328</b>	<b>1,76,19,879</b>
3	<b>Current Liabilities</b>			
	a) Other Current Liabilities	B-6	2,48,05,920	2,13,63,676
	b) Short term Provisions	B-7	86,21,878	1,14,59,094
	<b>Total (3)</b>		<b>3,34,27,798</b>	<b>3,28,22,770</b>
	<b>Total(1+2+3)</b>		<b>2,12,26,72,981</b>	<b>1,78,53,23,013</b>
II	<b>Assets</b>			
1	<b>Non Current Assets</b>			
	a) Fixed Assets	B-8		
	i) Tangible Assets		1,10,73,828	1,10,37,347
	ii) Intangible Assets		4,77,211	7,73,294
	b) Non Current Investment	B-9	1,35,08,58,893	1,38,30,91,583
	c) Long Term Loans & Advances	B-10	5,35,89,476	5,59,15,715
	d) Deferred Tax Asset	B-3	25,68,088	30,14,196
	<b>Total (1)</b>		<b>1,41,85,67,496</b>	<b>1,45,38,32,135</b>
2	<b>Current Assets</b>			
	a) Trade Receivables	B-11	23,47,22,694	19,72,15,683
	b) Cash and Bank Balances	B-12	45,52,17,924	11,87,02,464
	c) Short Term Loans and Advances	B-13	38,55,897	97,91,623
	d) Other Current Assets	B-14	1,03,08,970	57,81,108
	<b>Total (2)</b>		<b>70,41,05,485</b>	<b>33,14,90,878</b>
	<b>Total (1+2)</b>		<b>2,12,26,72,981</b>	<b>1,78,53,23,013</b>

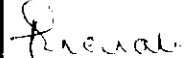
Note: The Accompanying Notes are part of financial Statements

As per our report of even date

For Uttam Abuwala &amp; Co.

Chartered Accountants

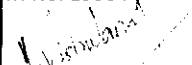
FRN 111184W



CA. Prerak Agarwal

Partner

M No. 15884



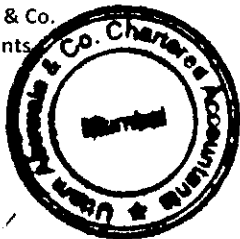
K. R. Vishwanath

Company Secretary

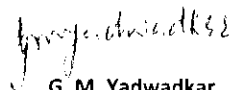
M No. ACS14521

Mumbai

Date : 30th April 2019



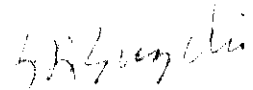
For and on behalf of the Board of Directors



G. M. Yadwadkar

Chairman

DIN 01432796



Swapan Kumar Bagchi

Managing Director &amp; CEO

DIN 07743570

Ravi Shankar Shinde

Director

DIN 03106953

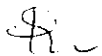
Madhuri Kulkarni

Director

DIN 07787126

**Notes to and Forming Part of Balance Sheet as at 31st March 2019**

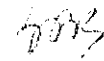
Note No.	S.N	Particulars	As at	As at
			31st March 2019	31st March 2018
			(Amount in ₹)	(Amount in ₹)
B-1		<b>SHARE CAPITAL</b>		
		<b>Authorised Capital</b>		
		75,00,000 Equity Shares of Rs.10/- each	7,50,00,000	7,50,00,000
		(Previous year 75,00,000 equity shares of Rs.10/- each)		
		2,50,000 Preference Shares of Rs.100/- each	2,50,00,000	2,50,00,000
		(Previous year 2,50,000 preference shares of Rs.100/- each)		
		<b>Total</b>	<b>10,00,00,000</b>	<b>10,00,00,000</b>
		<b>Issued, Subscribed and Fully Paid up capital</b>		
		60,32,760 Equity shares of Rs.10/- each	6,03,27,600	6,03,27,600
		(Previous year 60,32,760 Equity shares)		
		<b>Reconciliation of Number of Shares</b>		
		No. of Shares Outstanding at the beginning of the Year	60,32,760	60,32,760
		No. of Shares outstanding % 31-03-2019 31-03-2018	60,32,760	60,32,760
		at the end of the year		
	(In numbers)			
	IDBI Bank (As holding company) 54.67 33,00,000 33,00,000			
	<b>Others holding over 5% Equity Shares as at the end of the reporting period</b>			
	LIC 29.84 18,00,000 18,00,000			
	GIC 14.92 9,00,000 9,00,000			
	i) Out of above, 50,27,300 Equity shares were allotted as Bonus Shares by Capitalisation of General Reserves) as on 24/02/2011			
	ii) The Company has one class of equity shares having par value of Rs.10 share. Each holder of equity shares is entitled to one vote per share.			
		<b>6,03,27,600</b>	<b>6,03,27,600</b>	
B-2		<b>Reserves and Surplus</b>		
		<b>Other Reserves</b>		
	1	<b>General Reserve</b>		
		At the beginning of the Accounting Year	24,42,65,885	20,80,24,144
		Add: Transfer from Profit and Loss A/C	3,75,13,391	3,64,48,476
		Less: Adjustment on account of Schedule II of Companies Act 2013		2,06,735
		At the end of the Accounting Period (A)	<b>28,17,79,276</b>	<b>24,42,65,885</b>
	2	<b>Surplus</b>		
		At the beginning of the Accounting Year	1,43,02,86,879	1,24,74,68,272
		Add: Balance in statement of Profit & Loss	37,51,33,912	36,44,84,761
	<b>Total</b>	<b>1,80,54,20,791</b>	<b>1,61,19,53,033</b>	
	<b>Allocations And Appropriations</b>			
	Dividend	3,01,63,800	12,06,55,200	
	Tax on Dividend	61,40,620	2,45,62,478	
	Transfer To Reserves	3,75,13,391	3,64,48,476	
	At the end of the Accounting Year (B)	<b>1,73,16,02,980</b>	<b>1,43,02,86,879</b>	
	<b>GRAND TOTAL (A+B)</b>	<b>2,01,33,82,255</b>	<b>1,67,45,52,764</b>	






**Notes to and Forming Part of Balance Sheet as at 31st March 2019**

Note No.	S.N	Particulars	As at	As at
			31st March 2019	31st March 2018
			(Amount in ₹)	(Amount in ₹)
B-3		<b>Deferred Tax</b>		
		Carrying value of Fixed Assets as per Books	1,15,51,038	1,18,10,642
		Carrying value of Fixed Assets as per Income Tax Act	1,33,14,496	1,40,78,417
		Timing Difference (A)	(17,63,458)	(22,67,775)
		Deferred Tax Assets of (A)	5,13,519	7,84,832
		Provision for Leave Encashment	4,02,304	14,44,526
		Provision for Gratuity	-	3,29,843
		Timing Difference (B)	4,02,304	17,74,369
		Deferred Tax Assets of (B)	1,17,151	6,14,074
		Provision for Bad Debts F.Y. 2017-18	46,67,388	46,67,388
		Provision for Bad Debts F.Y. 2018-19	1,13,20,611	
		Timing Difference (C)	66,53,223	46,67,388
		Deferred Tax Assets of (C)	19,37,419	16,15,290
		Total Deferred Tax Asset (A+B+C)	25,68,088	30,14,196
		<b>Total Deferred Tax Asset</b>	<b>25,68,088</b>	<b>30,14,196</b>
B-4		<b>Other Long Term Liability</b>		
		Collection on behalf of Clients	77,28,018	89,68,583
		Debenture Holders Fund	20,69,871	34,85,857
		Deposit Against Lease Arrangements	4,88,000	4,88,000
	<b>Total</b>	<b>1,02,85,889</b>	<b>1,29,42,440</b>	
B-5		<b>Long Term Provisions</b>		
		Provision for Employee benefit	52,49,439	46,77,439
	<b>Total</b>	<b>52,49,439</b>	<b>46,77,439</b>	
B-6		<b>Other Current Liabilities</b>		
		Unclaimed Dividend	27,96,120	24,52,140
		TDS Payable	8,05,988	6,38,358
		Retention Money Payable	-	2,09,300
		Provident Fund Payable	1,19,445	1,11,949
		Provision For Expenses	51,19,335	70,81,568
		GST Payable	1,38,93,928	1,08,70,361
		Locker Rent Received in Advance	13,13,300	13,06,800
		Creditors for Expenses	7,57,804	-
	<b>Total</b>	<b>2,48,05,920</b>	<b>2,13,63,676</b>	

**Notes to and Forming Part of Balance Sheet as at 31st March 2019**

Note No.	S.N	Particulars	As at	As at
			31st March 2019	31st March 2018
			(Amount in ₹)	(Amount in ₹)
B-7		<b>Short Term Provisions</b>		
		a) Provision for Employee benefit	64,613	1,48,720
		b) Provision for Income Tax AY 19-20/ AY 18-19	15,12,00,000	19,51,12,000
		Less :Advance Tax & TDS AY 19-20/ AY 18-19	15,39,63,346	18,89,44,214
		Income Tax (Refund Due) / Payable	(27,63,346)	61,67,787
		c) <u>Others</u>		
		Proposed Dividend (Dividend payable)	-	4,75,200
		Provision for Bad debts	1,13,20,611	46,67,388
		<b>Total</b>	<b>86,21,878</b>	<b>1,14,59,094</b>
B-10		<b>Long Term Loan &amp; Advances</b>		
		a) (Unsecured Considered Good Unless Otherwise Stated)		
		Security Deposits with Govt Authorities and Others	13,40,976	13,70,976
		b) <b>Other Receivables</b>	1,71,11,184	1,71,08,922
		c) <b>Refund - Income Tax</b>		
		Income Tax Refundable	3,51,37,316	3,74,35,817
		<b>Total</b>	<b>5,35,89,476</b>	<b>5,59,15,715</b>
B-11		<b>Trade Receivables:</b>		
		1) Unsecured, considered good for a period less than 6 months from the date they are due for payment	15,80,39,893	10,09,23,476
		2) Others	7,66,82,801	9,62,92,207
		<b>Total</b>	<b>23,47,22,694</b>	<b>19,72,15,683</b>
B-12		<b>Cash and Bank Balances</b>		
		a) <b>Balance with Banks</b>		
		(i) In Fixed Deposit		
		Maturity with more than 12 months	-	-
		Maturity within 12 months	43,90,00,000	10,35,00,000
		(ii) In Current Accounts	1,33,99,677	1,22,39,036
		(iii) Unpaid Dividend in Bank Accounts	27,96,120	29,56,740
	b) <b>Cash on hand</b>	22,127	6,688	
		<b>Total</b>	<b>45,52,17,924</b>	<b>11,87,02,464</b>
B-13		<b>Short Term Loans and Advances</b>		
		(Unsecured considered good unless otherwise stated)		
		Other Receivables	38,55,897	97,91,623
		<b>Total</b>	<b>38,55,897</b>	<b>97,91,623</b>
B-14		<b>Other Current Asset</b>		
		Accrued Interest on Bank Deposits	1,03,08,970	57,81,108
		<b>Total</b>	<b>1,03,08,970</b>	<b>57,81,108</b>




Particulars	Fixed Assets as at 31st March 2019						Net Block		
	Gross Block			Depreciation			(Amount in ₹)		
	Opening balance as on 1 April 2018	Additions during the period	Deletions during the period	Closing balance as on 31 Mar 2019	Opening balance as on 1 April 2018	Additions during the period	Deletions during the period	As on 31 March 2018	As on 31 March 2019
<b>Tangibles -</b>									
Motor Car	17,57,100	-	-	17,57,100	13,06,891	1,40,600	-	4,50,209	3,09,609
Freehold Land	20,94,600	-	-	20,94,600	-	-	-	20,94,600	20,94,600
Building	99,82,510	-	-	99,82,510	52,05,738	2,31,092	-	47,76,772	45,45,680
Computer Hardware	94,91,677	15,63,706	-	1,10,55,383	85,25,329	7,66,463	-	9,66,347	17,63,590
Air Conditioner	33,92,471	-	-	33,92,471	25,58,277	1,44,614	-	8,34,194	6,89,580
Furniture and Fixtures	93,86,751	60,840	-	94,47,591	79,13,250	3,22,221	-	14,73,501	12,12,120
Office Equipment	53,46,167	1,53,507	28,393	54,71,281	49,04,443	1,18,534	10,345	4,41,725	4,58,649
<b>Intangibles - Computer Software</b>	68,94,067	-	-	68,94,067	61,20,773	2,96,084	-	7,73,294	4,77,211
<b>Total</b>	<b>4,83,45,343</b>	<b>17,78,053</b>	<b>28,393</b>	<b>5,00,95,003</b>	<b>3,65,34,701</b>	<b>20,19,608</b>	<b>10,345</b>	<b>1,18,10,642</b>	<b>1,15,51,038</b>

Description	Investments						Net Block		
	Gross Block			Depreciation			(Amount in ₹)		
	Opening balance as on 1 April 2018	Additions during the period	Deletions during the period	Closing balance as on 31 Mar 2019	Opening balance as on 1 April 2018	Additions during the period	Deletions during the period	As on 31 March 2018	As on 31 March 2019
<b>Long Term Investment in Debt Funds (Quoted)</b>									
Birla Sunlife Medium Term	(MV 5,71,87,529)	24,09,093	10	5,00,00,000	24,09,093	10	5,00,00,000		
ICICI Prudential Short Term Plan	(MV 11,35,98,110)	28,25,637	10	10,00,00,000	28,25,637	10	10,00,00,000		
ICICI Prudential Corporate Bond Fund - Direct Growth	(MV 5,62,96,086)	28,62,508	10	5,00,00,000	28,62,508	10	5,00,00,000		
Reliance Short Term Fund	(MV 5,76,31,895)	15,97,615	10	5,00,00,000	15,97,615	10	5,00,00,000		
HDFC Credit Risk Debt Fund - Direct Growth	(MV 11,14,21,263)	69,99,439	10	10,00,00,000	69,99,439	10	10,00,00,000		
HDFC FMP 1199D Jan 2017 (1) - MF	(MV 5,87,47,500)	50,00,000	10	5,00,00,000	50,00,000	10	5,00,00,000		
HDFC Medium Term Opportunities Fund	(MV 3,85,74,280)	18,42,512	10	3,51,08,793	18,42,512	10	3,51,08,793		
IDBI Liquid Mutual Fund Direct - Growth		17,348	10	3,22,32,690					
<b>Total (A)</b>	<b>(MV 49,34,56,663)</b>			<b>46,73,41,483</b>					<b>43,51,08,793</b>
<b>Non Trade and Long Term Investments</b>									
Unquoted Shares									
Sadhana Apartment Condominium		1	100	100	1	100	100		
National Stock Exchange of India Limited		990000	1	91,57,50,000	990000	1	91,57,50,000		
<b>Total (B)</b>				<b>91,57,50,100</b>			<b>91,57,50,100</b>		<b>1,35,08,58,893</b>
<b>Total Investment (A+B)</b>				<b>1,38,30,91,583</b>			<b>1,35,08,58,893</b>		

Note:- All Investments are stated at cost.  
Aggregate Market Value of Quoted Investments is Rs. 49,34,56,663

**Statement of Profit and Loss for the Year Ended 31st March 2019**

Particulars	Note No	For the year ended	For the year ended
		31st March 2019	31st March 2018
		(Amount in ₹)	(Amount in ₹)
I. Revenue from Operations	B-15	63,93,35,126	63,57,77,066
II. Other Income	B-16	4,64,67,561	6,84,77,718
<b>III. Total Revenue (I + II)</b>		<b>68,58,02,687</b>	<b>70,42,54,784</b>
IV. Expenses:			
Employee Benefit Expense	B-17	7,48,88,285	7,21,07,028
Depreciation and Amortization Expense	B-18	20,19,608	25,39,456
Other expenses	B-19	4,47,29,175	3,73,77,508
Corporate Social Responsibility Expenditure	B-20	35,00,000	17,00,000
Bad Debt Written Off		2,71,84,794	2,56,02,262
Provision for Bad & Doubtful Debts		1,13,20,611	46,67,388
<b>IV. Total Expenses</b>		<b>16,36,42,473</b>	<b>14,39,93,642</b>
Prior Period Adjustment (NET)	B-21	46,19,806	(30,51,012)
V. Profit before exceptional and extraordinary items and tax	(III - IV)	<b>52,67,80,020</b>	<b>55,72,10,130</b>
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		<b>52,67,80,020</b>	<b>55,72,10,130</b>
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		<b>52,67,80,020</b>	<b>55,72,10,130</b>
X. Tax expense:			
Current tax		(15,12,00,000)	(19,51,12,000)
Deferred tax Asset(+)/ Deferred tax Liability(-)		(4,46,108)	23,86,631
XI. Profit/(Loss) from the period from continuing operations	(IX-X)	<b>37,51,33,912</b>	<b>36,44,84,761</b>
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from Discontinuing Operations	(XII - XIII)	-	-
XV. Profit/(Loss) for the period (XI + XIV)		<b>37,51,33,912</b>	<b>36,44,84,761</b>
XVI. Earning per Equity Share (Equity share of Rs.10/- each) Basic & Diluted		<b>62.18</b>	<b>60.42</b>

Note: The Accompanying Notes are part of financial Statements

As per our report of even date

For Uttam Abuwala & Co.

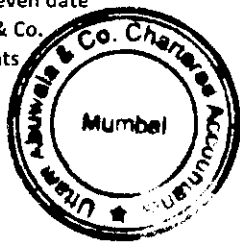
Chartered Accountants

FRN 111184W

*Prerak Agarwal*

CA. Prerak Agarwal  
Partner

M No. 158844



K. R. Vishwanath  
Company Secretary  
M No. ACS14521

Mumbai  
Date : 30th April 2019

For and on behalf of the Board of Directors

*G. M. Yadwadkar*

G. M. Yadwadkar  
Chairman  
DIN 01432796

*Swapan Kumar Bagchi*

Swapan Kumar Bagchi  
Managing Director & CEO  
DIN 07743570

Ravi Shankar Shinde  
Director  
DIN 03106953

Madhuri Kulkarni  
Director  
DIN 07787126

NOTE NO	Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
		(Amount in ₹)	(Amount in ₹)
B-15	<b>Revenue from Operation</b>		
	(a) <b>Income from Services</b>		
	(i) From Trusteeship Services	63,72,81,889	63,38,69,056
	(ii) From Other Services	2,99,071	2,51,887
	<b>Sub Total (a)</b>	<b>63,75,80,959</b>	<b>63,41,20,943</b>
	(b) <b>Other Operating Revenue</b>		
	(i) Locker Rent	17,54,167	16,56,123
	<b>Sub Total (b)</b>	<b>17,54,167</b>	<b>16,56,123</b>
	<b>Grand Total (a + b)</b>	<b>63,93,35,126</b>	<b>63,57,77,066</b>
B-16	<b>Other Income</b>		
	a) Interest Income	1,77,08,648	5,76,73,901
	b) Dividend Income	1,68,30,000	-
	c) Other Non-Operating Income	56,01,721	22,64,619
	d) Profit on Redemption of Mutual fund units	63,27,191	85,39,198
	<b>Total</b>	<b>4,64,67,561</b>	<b>6,84,77,718</b>
B-17	<b>Employee Benefits Expenses</b>		
	a) Salary	5,41,50,639	5,00,50,394
	b) Contribution & Provision To Provident Fund	14,93,397	14,37,380
	c) Contribution & Provision To Gratuity	5,51,929	8,02,803
	d) Staff Welfare	44,17,970	39,89,451
	e) Incentives (Ex - Gratia For The Employees)	1,42,74,350	1,58,27,000
	<b>Total</b>	<b>7,48,88,285</b>	<b>7,21,07,028</b>
B-18	<b>Depreciation and Amortization Expenses</b>		
	a) Depreciation	20,19,608	25,39,456
	<b>Total</b>	<b>20,19,608</b>	<b>25,39,456</b>






**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2019.**

**Corporate Information**

From 1<sup>st</sup> October 2011 ITSL has become a subsidiary of IDBI Bank Limited when it purchased equity shares held by IFCI. The equity holding of IDBI Bank is now 54.70%. The principal activities of the Company are providing Trusteeship Services viz. Debenture / Bond Trusteeship, Security Trusteeship, Safe Keeping, Securitisation, Management of Special Purpose Vehicles (SPVs), Managing Trusts.

**A. SIGNIFICANT ACCOUNTING POLICIES:**

**1. Basis of Preparation of Financial Statements:**

The financial statements have been prepared under the historical cost convention on accrual basis in accordance with Generally Accepted Accounting Principles (GAAP) in India. The financial statement comply in all material respects with the AS notified under Companies Act, 1956, read with the General Circular 15/2003 dated 13<sup>th</sup> September, 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. The accounting policies have been consistently applied by the company and are consistent with those used in the previous year.

**2. Use of Estimates:**

The preparation of financial statement require estimate and assumptions that affect the reported amount of Asset and Liabilities and disclosure of contingent liabilities on the date of the financial statement and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known / materialized.

**3. Fixed Assets and Depreciation:**

Fixed assets are stated at original cost of acquisition plus installation charges incurred in connection with the acquisition. Cost comprises of purchase price and attributable cost of bringing the assets to its working condition for its intended use.

The depreciation is charged on Written down Value basis as prescribed in schedule II of the Companies Act 2013. The depreciation on the addition of the asset is provided from the date of such addition and for disposals up to the date of such disposals.

Individual low cost assets (acquired for less than Rs. 5,000/-) are depreciated in the year of acquisition

**4. Intangible Assets:**

In accordance with Accounting Standards AS-26, Intangible Assets are stated at cost of acquisition less accumulated amortization. Amortization of intangible assets is provided on Written Down Value method on the basis of estimated useful life of the asset.

**5. Investments:**

All investments which are held, since a long period, same are classified as Non Current Investments. Long term investments are stated at cost. Decline in value of long term investment is recognised, if considered other than temporary.



**6. Impairment of Asset**

The carrying amounts of the assets are reviewed at each Balance Sheet date for impairment based on internal / external factors. An asset is treated as impaired when the carrying cost of the asset exceed its recoverable value. An impairment loss, if any, is charged to Profit and Loss Account in the year in which an asset is identified as impaired. Reversal of impairment loss recognised in prior years is recorded when there is an indication that the impairment losses recognised for the assets no longer exists or has decreased.

**7. Revenue Recognition:**

- a. The company derives its revenue from Acceptance Fees, Service Charges, Documentation Charges, Locker Rentals and Income from investments in Bank Fixed Deposit and Mutual Funds, which are accounted for on accrual basis.

Assignments are to be classified as irregular assignments if any outstanding dues are not recovered till the end of next two financial years. Income in respect of such irregular assignments is accounted for in the year of receipt. Any previous year/s amounts outstanding against such irregular assignments are written off as bad debt in year of such determination.

Other Debts are considered as bad and written off when ultimate realisation is uncertain.

- b. Interest income on investment recognized on a time proportion basis taking into account amount outstanding and the applicable interest rate. It is included in other income.

**8. Leases**

Lease Payment under an operating lease is recognised as expenses in the statement of profit and loss account as per terms of lease agreement.

**9. Prior period adjustments:**

Earlier year items, adjustment / claims, arisen/ settled/ noted during the year, if material in nature, are debited/ credited to prior period expenses/ income or respective heads of account, if not material in nature.

**10. Employees Benefits**

Liability for employee benefits, both short and long term, for present and past services which are due as per the terms of employment are recorded in accordance with Accounting Standard – 15 (Revised 2005) "Employee Benefits" issued by the "Institute of Chartered Accountants of India (ICAI)".

**Defined Contribution Schemes****a) Provident Fund**

The Company is registered under the provisions of Employee's Provident Funds and Miscellaneous Provisions Act, 1952 and schemes framed there under. Accordingly, the Company is contributing, in equal share of minimum contribution as those of employees, to the funds/ schemes established under the Act to Government Authorities. The eligible employees receive benefits from Government Authorities. The contribution due for the year is charged to profit and loss account.

**b) Gratuity**

The Company provides for gratuity, known as "The Trustees IDBI Trusteeship Services Ltd Employee's Group Gratuity Scheme" based on actuarial valuation as on reporting date 31<sup>st</sup> March, 2019. The Company is required to pay annual premium contributions. The premium so paid / payable for the year is recognised in profit and loss account.



**IDBI****trustee****IDBI Trusteeship Services Ltd****c) Leave Encashment**

Annual Leave encashment is accounted on Actuarial valuation as per Accounting Standard – 15 (Revised 2005) "Employee Benefits" issued by the ICAI.

**11. Foreign Exchange Transactions**

Transactions in foreign currencies are recorded in the books by applying the exchange rates prevailing on the date of the transaction. All monetary items denominated in foreign currency assets and liabilities are restated at the exchange rate prevailing at the year end. Any income or expense on account of the exchange difference either on settlement or on transaction is recognized in the profit & loss account.

**12. Taxes on Income:**

- a. Current year's tax is determined based on current tax laws and the amount of tax payable in respect of taxable income of the current year is provided in profit & loss account.
- b. Deferred tax is recognised on account of timing difference; being the difference between taxable incomes and accounting income that originate in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future. In cases where there is no virtual certainty supported by convincing evidence, the Deferred tax asset is not accrued in books of accounts.

**13. Cash Flow Statements**

Cash Flow Statements are prepared in accordance with "Indirect Method" as explained in the Accounting Standard on Cash Flow Statements (AS-3). The Cash flows from regular revenue generating, financing and investing activity of the company are segregated

**14. Provisions, Contingent liability and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation. Contingent liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

**15. Segment Reporting**

The Company is engaged primarily in the trusteeship business and its business operations are concentrated in India. Accordingly there are no separate business segments and geographical segments as per Accounting Standard 17 – Segment Reporting issued by The Institute of Chartered Accountant of India.

**16. The Operating Cycle of the Company is of 12 months.**



**B-29 Disclosure pursuant to the Accounting Standard 15 (Revised) "Employee Benefits":****Defined Contribution Plans**

The company has recognized Rs. 14,93,397/- for the year ended 31st March 2019 (Previous year Rs. 14,37,380/-) for the Provident Fund Contributions in the Profit and Loss Account.

**(i). Gratuity (Partly Funded)**

The company has created a separate Trust for Gratuity obligations. The Application filed for approval of the Gratuity Trust with the Income Tax Dept is pending.

The Trust has taken Group Gratuity Policy from LIC and the annual contributions determined by LIC on actuarial basis are paid and charged to Statement of Profit & Loss. The accumulations with LIC at year end represent Plan Assets and Funded Part of Gratuity Obligations of the company.

On account of LIC assuming lower rates of salary escalations (4%) and withdrawal (1 to 3%) in actuarial computations, the company has obtained, from Independent Government Approved Actuary Valuer, a certificate for valuation of present value of future obligation of past and current service on more realistic assumptions. The difference between fund accumulation in LIC Scheme and amount determined as year end obligations by Independent Valuer (representing Non-Funded Part of Gratuity Obligation) is recognised and presented as liability in accounts by appropriate charge to Statement of Profit & Loss.

Related Disclosures pursuant to AS-15, based on information contained in the certificate of independent Valuer, are given below:-

Assumptions	2018-19	2017-18
Discount Rate	7.07% P.A.	7.21% P.A.
Expected Return On Plan Assets	7.50% P.A.	7.50% P.A.
Mortality	IALM (2012-14) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate
Future Salary Increases	10.00% P.A.	10.00% P.A.
Disability	Nil	Nil
Attrition	16.00% p.a.	10.00% p.a.
Retirement	60yrs	60yrs

**Changes in the Present Value of the Obligation and in the Fair Value of the Assets**

Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Present Value of obligation Beginning of the Period	28,26,196	27,17,200
Interest Cost	2,06,942	1,77,901
Current Service Cost	6,92,588	6,65,878
Past Service Cost	Nil	31,218
Benefits Paid	(4,13,365)	(4,99,552)
Actuarial (gain) loss on Obligation	(3,09,925)	(2,66,449)
Present Value Of obligation End Of The Period	<b>30,02,436</b>	<b>28,26,196</b>



**Changes in the fair value of plan assets**

Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Fair value of plan Assets Beginning Of The Period	13,95,042	15,61,409
Expected Return On plan assets	1,13,352	1,10,871
Contributions	5,19,668	5,27,450
Benefits Paid	(4,13,365)	(4,99,552)
Actuarial gain (Loss) Plan Assets	12,769	(3,05,136)
Fair value of plan Assets End Of The Period	16,27,566	13,95,042
Total Actuarial gain (loss) to be recognized	(3,22,694)	38,677

**Balance Sheet Recognition**

Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Present Value Of Obligation	30,02,436	28,26,196
Fair Value Of Plan Assets	(16,27,566)	(13,95,142)
Liability (assets)	13,74,870	14,31,054
Unrecognized Past Service Cost	-	-
Liability (asset) recognised in the Balance Sheet	13,74,870	14,31,054

**Profit & Loss – Expenses**

Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Current Service Cost	6,92,588	6,65,878
Interest Cost	2,06,942	1,77,901
Expected Return On plan assets	(1,13,352)	(1,10,871)
Net Actuarial gain (loss) recognized in the year	(3,22,694)	38,677
Past Service Cost	0	31,218
Expenses Recognised in the statement of Profit & Loss	4,63,484	8,02,803

**Movement in the net Liability recognised in the Balance Sheet**

Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Opening net Liability	14,31,054	11,55,791
(Expenses)/Income	4,63,484	8,02,803
Contribution	(5,19,668)	(5,27,540)
Closing Net Liability	13,74,870	14,31,054

**(ii). Leave Benefit (Determined by actuarial valuation) (Non-Funded)**

Sl. No.	Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
a.	Paid Benefits Charged to Statement of Profit & Loss	2,03,144	90,020
b.	Unpaid Benefits Charged to Statement of Profit & Loss	-	-
c.	Cumulative Liability Recognised at year end	34,51,848	29,07,771



**IDBI trustee****IDBI Trusteeship Services Ltd**

**B-30 Balances in Clients' Deposits Account is net of Investments, Fixed Deposits made in Trust Accounts, Expenses incurred on behalf of clients**

Particulars	2018-19 (Amount in Rs.)		2017-18 (Amount in Rs.)	
	Vishwastha Fund Balance	20,84,43,704		20,21,85,413
Debenture Holders Fund	86,81,884		1,08,63,327	
<b>Total (A)</b>		<b>21,71,25,588</b>		<b>21,30,48,740</b>
Less:				
Vishwastha Fund Investments	2,77,02,357		2,35,35,472	
Vishwastha Fund Deposit	17,12,13,060		16,39,73,310	
Bank Balances including Cheque in Transit	1,82,10,171		2,33,06,516	
Expenses behalf of Debenture Holders	Nil		1,03,895	
<b>Total (B)</b>		<b>21,71,25,588</b>		<b>21,09,19,193</b>
<b>Balance (A-B)</b>		<b>Nil</b>		<b>21,29,547</b>

**B-31 Related Party Disclosures**

As per Accounting Standard (AS 18), Related Party Disclosures issued by The Institute of Chartered Accountants of India, the transactions between the Company and related parties and the outstanding balances as on 31<sup>st</sup> March 2019 are disclosed below.

**(i) Relationship****Key Managerial Personnel's: Mr. B. Balachandra, Managing Director & CEO**

Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Salary & Allowances	-	22,83,842
Other perquisites	-	5,70,473
Ex – gratia	14,96,250	21,00,000
Reimbursement of Expenses	-	2,29,110
Gratuity	-	94,479
<b>Total</b>	<b>14,96,250</b>	<b>52,77,904</b>
<b>Outstanding Amount</b>	<b>-</b>	<b>-</b>

**Key Managerial Personnel's: Mr. Swapan Kumar Bagchi, Managing Director & CEO**

Particulars	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Salary & Allowances	29,16,478	8,67,785
Other perquisites	4,03,187	2,70,053
Ex – gratia	-	-
Reimbursement of Expenses	-	6,871
Gratuity	-	-
<b>Total</b>	<b>33,19,665</b>	<b>11,44,709</b>
<b>Outstanding Amount</b>	<b>3,31,305</b>	<b>3,12,769</b>





**IDBI****trustee****IDBI Trusteeship Services Ltd****(ii) Transaction with other Related parties****a) IDBI Bank: Holding Company w.e.f. 1<sup>st</sup> Oct 2011.**

Nature of Transaction	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Rental Income	8,42,640	8,42,640
Rental Expenses	Nil	80,500
Fixed Deposits with IDBI as on last date of the year	43,90,00,000	10,35,00,000
Interest Income on Fixed Deposits with IDBI Bank	1,77,08,648	5,15,76,834
Security deposit payable to IDBI Bank for premises	3,53,000	3,53,000
Sitting Fees (Paid)	30,000	2,25,000
Bank Charges	10,695	16,834
Locker Rent / Safe Custody Paid	6,11,246	12,01,260
Demat Charges	9,086	-
Dividend Paid	1,65,00,000	6,60,00,000
Investment in shares of NSEL purchased from IDBI in FY 2017-18	Nil	91,57,50,000

**b) IDBI Capital Market Services Limited**

Nature of Transaction	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Brokerage Commission (Received)	11,306	24,509

**c) Life Insurance Corporation**

Nature of Transaction	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
Premises Rentals	79,38,552	79,51,080
Sitting Fees paid to directors from LIC	2,70,000	1,05,000
Dividend Paid	90,00,000	3,60,00,000

**d) National Securities Depository Limited**

Nature of Transaction	2018-19 (Amount in Rs.)	2017-18 (Amount in Rs.)
NSDL Charges	6,21,970	5,58,191

**B-32 ITSL was a small and medium sized company till 2010-2011:**

As the Company has become a subsidiary of IDBI Bank (Which is level 1 enterprise), all notified Accounting Standards are now applicable to it. Accordingly it is no longer small and medium Company.



**IDBI trustee****IDBI Trusteeship Services Ltd****B-33 Operating Leases**

The Company's significant leasing arrangements are in respect of Premises. The lease rentals are payable by the company on monthly basis. In accordance with Accounting Standard 19 on "Leases" issued by the Ministry Of Corporate Affairs, future minimum lease payments in respect of the leases are:

Minimum Lease Payments	As at 31-03-2019 (Amount in Rs.)	As at 31-03-2018 (Amount in Rs.)
Not Later than One Year	NA	NA
Later than one year but not later than Five years	NA	NA
Later than Five years	NA	NA

**B-34 Disclosure under Micro small and Medium Enterprises Development Act, 2006.**

Based on the information to the extent received from 'enterprises' regarding their status under the 'Micro, Small & Medium Enterprises Development Act, 2006' there is no Micro, Small & Medium enterprise to which the Company owes dues, which are outstanding for more than 45 days during the year ended March 31, 2019 and hence disclosure relating to amounts unpaid as at the year end together with interest paid/payable as required under the said Act have not been given.

**B-35 Proposed Dividend**

The Board of Directors in their meeting held on March 30, 2019, have proposed a final dividend of Rs. 25/- per equity share, subject to the approval of shareholders in the Annual General Meeting. The total dividend appropriation for the year ended March 31, 2019 would amount to approximately Rs. 18.15 crore (including DDT of Rs. 3.07 crore).

**B-36** Previous year figures have been regrouped, rearranged, reworked and reclassified to comply with the Schedule II wherever necessary.

For Uttam Abuwala & Co.  
Chartered Accountants  
FRN 111184W

CA. Prerak Agarwal  
Partner  
M. No 158844



For and on behalf of the Board of Directors

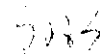
G. M. Yadwadkar  
(Chairman)  
DIN 01432796

Swapan Kumar Bagchi  
(Managing Director & CEO)  
DIN 07743570

Mr. K. R. Vishwanath  
Company Secretary  
M No. ACS14521  
Place: Mumbai  
Date: 30th April 2019



NOTE NO	Particulars	For the year ended	For the year ended
		31st March 2019	31st March 2018
		(Amount in ₹)	(Amount in ₹)
<b>B-19</b>	<b><u>Other (Administrative) Expenses</u></b>		
	a) Auditor Remuneration	4,75,000	4,50,000
	b) Business Development Expenses	20,29,404	19,00,067
	c) Conveyance & Travelling	14,91,158	15,65,739
	d) Director Sitting Fees & Honorarium	4,65,000	2,25,600
	e) Electricity Charges	13,01,866	12,76,476
	f) House Keeping & Security Services	27,08,076	23,87,259
	g) Insurance	6,24,714	5,04,107
	h) Interest	2,95,361	24,779
	i) Loss on Disposal / Sale of Fixed Assets	1,230	10,091
	j) Membership & Subscription	99,229	3,30,097
	k) Miscellaneous Expenses	14,33,949	20,71,472
	l) Office & Administrative Charges	7,19,102	8,73,490
	m) Postage & Telephone Charges	16,64,865	17,13,305
	n) Printing & Stationery	10,53,628	9,26,919
	o) Professional Fees	1,11,81,859	68,63,894
	p) Rent, Rates & Taxes	1,00,50,473	96,74,065
	q) Repair & Maintenance	14,10,391	17,97,872
	r) Registration & Filing Fees	3,03,000	3,19,264
	s) Seminar & Conference Expenses	98,858	3,83,698
	t) Safe Custody Charges & Locker Rent	28,63,385	27,54,577
	u) Service Tax Expense	44,18,155	13,12,738
	v) Out Of Pocket Expenses - Auditors	40,472	12,000
	<b>Total</b>	<b>4,47,29,175</b>	<b>3,73,77,508</b>
<b>B-20</b>	<b><u>Corporate Social Responsibility Expenditure</u></b>		
	Corporate Social Responsibility Activity	35,00,000	17,00,000
	<b>Total</b>	<b>35,00,000</b>	<b>17,00,000</b>
<b>B-21</b>	<b><u>Prior Period Adjustment (Net)</u></b>		
	Prior Period ---- Income	48,03,208	(30,20,209)
	Less: Prior Period ---- Expense	(1,83,402)	(30,803)
	<b>Total</b>	<b>46,19,806</b>	<b>(30,51,012)</b>

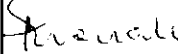
**CASH FLOW STATEMENT ANNEXED TO BALANCE SHEET FOR THE YEAR ENDED ON 31.03.2019**

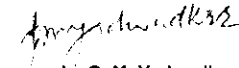
PARTICULARS	YEAR ENDED 31.03.2019		YEAR ENDED 31.03.2018	
	(Amount in Rs.)		(Amount in Rs.)	
<b>A. Cash Flow from Operating Activities</b>				
Net operating profit before Tax and extraordinary items		52,67,80,020		55,72,10,130
Adjustments for: Non cash Income/ Expenses				
Depreciation	20,19,608		25,39,456	
Provision for Gratuity & Leave Encashment	4,02,304		-	
Provision for Expenses	51,04,810		36,61,557	
Profit / Loss on sale of Fixed assets	1,230		10,091	
Excess Provision for Written Back	-40,86,805		-4,01,276	
Service Charges provision on doubtful cases, Bad Debts & Others	1,13,20,611		46,67,388	
Interest income	-1,77,08,648		-5,76,73,901	
Dividend Income	-1,68,30,000		-	
Short Term Profit on Sale of Mutual Fund units	-63,27,191		-85,39,198	
Bad Debts Written Off	2,71,84,794		2,56,02,262	
Rent Received	-14,81,190		-14,25,390	
		-4,00,477		-3,15,59,011
<b>Operating profit before working capital changes</b>		<b>52,63,79,543</b>		<b>52,56,51,119</b>
(Increase) / Decrease in Short Term Trade Receivables	-3,75,07,011		2,43,51,687	
(Increase) / Decrease in Short term Loans and advances	59,35,717		-25,16,620	
(Increase) / Decrease in Long term Loans and advances	67,92,837		-54,78,851	
(Increase) / Decrease in Other Current assets	-45,27,862		2,89,23,926	
Increase / (Decrease) in Short term Trade Payables/ Provisions	54,42,244		46,67,388	
Increase / (Decrease) in Long term Trade Payables/ Provisions	5,72,000		19,97,098	
Increase / (Decrease) in Other Short term Liabilities	1,71,62,784		1,49,62,659	
Increase / (Decrease) in Other Long term Liabilities	-26,56,551	-87,85,842	-10,83,537	6,58,23,750
<b>Cash generated from Operations before tax and exceptional items</b>		<b>51,75,93,701</b>		<b>59,14,74,869</b>
Net Direct Taxes paid		15,28,76,801		18,89,44,214
Extra Ordinary Item : Foreign Exchange Gain		-33,726		-12,224
Income Tax Adjustment		-		-
<b>Net cash from Operating Activities (A)</b>		<b>36,46,83,174</b>		<b>40,25,18,432</b>
<b>B. Cash flow from Investing Activities</b>				
Purchase of Fixed Assets including Capital work in progress, intangible assets and Capital advances	-20,19,608		-17,31,592	
Sale of Fixed Assets	8,250		37,894	
Net Purchase of Mutual Fund Units	-3,22,32,690		-9,00,37,345	
Income from foreign exchange gain	33,726		12,224	
Purchase of Shares	-		-91,57,50,000	
Dividend Income	1,68,30,000		-	
Short Term Profit on Sale of Mutual Fund units	63,27,191		85,39,198	
Interest Received	1,77,08,648		5,18,92,793	
Rent Received	14,81,190		14,25,390	
<b>Net cash from Investing activities (B)</b>		<b>81,36,707</b>		<b>-94,56,11,438</b>
<b>Net cash from Operating and Investing Activities (A) + (B) = (C)</b>		<b>37,28,19,881</b>		<b>-54,30,93,006</b>
<b>C. Cash flow from Financing Activities</b>				
Dividend & Dividend Tax Paid	-3,63,04,420		-39,80,69,196	
<b>Net Cash from Financing activities (D)</b>		<b>-3,63,04,420</b>		<b>-39,80,69,196</b>
<b>Net Cash from Operating, Investing &amp; Financing Activities (C - D)</b>		<b>33,65,15,461</b>		<b>-94,11,62,202</b>
<b>Net increase in Cash &amp; Cash equivalent</b>		<b>33,65,15,461</b>		<b>-94,11,62,202</b>
<b>Opening balance of Cash &amp; Cash equivalent</b>		<b>11,87,02,464</b>		<b>1,05,98,64,666</b>
<b>Closing balance of Cash &amp; Cash equivalent</b>		<b>45,52,17,924</b>		<b>11,87,02,464</b>

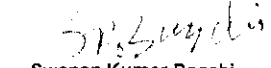
As per our report of even date

For and on behalf of the Board of Directors

 For Uttam Abuwala & Co.  
 Chartered Accountants  
 FRN-111184W

  
 CA. Prerak Agarwal  
 Partner  
 M No. 158844

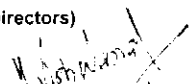
  
 G. M. Yadwadkar  
 Chairman  
 DIN 01432796

  
 Swapan Kumar Bagchi  
 Managing Director & CEO  
 DIN 07743570

 Ravi Shankar Shinde  
 DIN 03106953

 Madhuri Kulkarni  
 DIN 07787126

(Directors)

  
 K. R. Vishwanath  
 Company Secretary  
 (M No. ACS14521)

 Place : Mumbai  
 Date : 30th April, 2019