

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Aditya Birla Financial Services Limited

**Report on the Financial Statements**

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

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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 and the Companies (Accounting Standards) Amendment Rules, 2016. 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 the design, implementation and maintenance of adequate internal financial control 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, issued by the Institute of Chartered Accountants of India, as 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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**

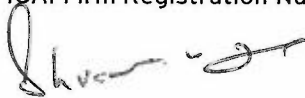
In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state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



## 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 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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 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 it 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 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 and the Companies (Accounting Standards) Amendment Rules, 2016;
  - (e) On the basis of written representations received from the directors as on March 31, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of section 164 (2) of the Act;
  - (f) 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 does not have any pending litigations which would impact its financial position;
    - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts- Refer Note 39 to the financial statements;
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    - iv. As per books of accounts of the Company and as represented by the management of the Company, the Company did not have cash balance as on November 8, 2016 and December 30, 2016 and has no cash dealings during this period.

For S.R. Batliboi & CO. LLP  
Chartered Accountants  
ICAI Firm Registration Number: 301003E/E300005



per Shrawan Jalan  
Partner  
Membership Number: 102102  
Place of Signature: Mumbai  
Date: May 09, 2017



**Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date**

**Re: Aditya Birla Financial Services Limited ('the Company')**

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets were physically verified by the management in the previous year in accordance with a planned programme of verifying them once in two years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given by the management, there are no immovable properties, included in property, plant and equipment of the Company and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to us, 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 Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, provisions of section 185 and 186 of the Companies Act 2013 in respect of loans to directors including entities in which they are interested and in respect of loans and advances given, investments made and, guarantees, and securities given have been complied with by the Company.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and as explained, the Company is not in the business of sale of any goods. Therefore, in our opinion, the provisions of clause 3(vi) of the Order are not applicable to the Company.
- (vii)(a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income-tax, service tax, cess and other material statutory dues applicable to it. The provisions relating to employees' state insurance, sales-tax, duty of customs, duty of excise and value added tax are not applicable to the Company.
- (vii)(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income-tax, service tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable. The provisions relating to employees' state insurance, sales-tax, duty of customs, duty of excise and value added tax are not applicable to the Company.
- (vii)(c) According to the information and explanations given to us, there are no dues of income tax, service tax which have not been deposited on account of any dispute.





# S.R. BATLIBOI & Co. LLP

Chartered Accountants

- (viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or government or dues to debenture holders.
- (ix) According to the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments and term loans hence, reporting under clause (ix) is not applicable to the Company and hence not commented upon.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no fraud / material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year
- (xi) According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion, the Company is not a nidhi Company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the company and, not commented upon.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- (xvi) According to the information and explanations given to us, we report that the Company has registered as required, under section 45-IA of the Reserve Bank of India Act, 1934.

For S.R. Batliboi & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per Shrawan Jalan  
Partner

Membership Number: 102102

Place of Signature: Mumbai

Date: May 09, 2017



**ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF ADITYA BIRLA FINANCIAL SERVICES 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 Aditya Birla Financial Services Limited ("the Company") as of March 31, 2017 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

**Meaning of Internal Financial Controls Over Financial Reporting**

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



# **S.R. BATLIBOI & CO. LLP**

Chartered Accountants

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 March 31, 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **S.R. Batliboi & CO. LLP**

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per **Shrawan Jaian**

Partner

Membership Number: 102102

Place of Signature: Mumbai

Date: May 09, 2017





**Aditya Birla Financial Services Limited**  
**CIN: U67120GJ2007PLC058890**  
**Balance Sheet as at March 31, 2017**

		As at March 31, 2017	(Amount in ₹) As at March 31, 2016
<b>EQUITY AND LIABILITIES</b>			
<b>(A) Shareholders' Funds</b>			
Share Capital	3	12,32,24,00,000	25,33,62,00,000
Reserves and Surplus	4	33,78,66,29,604	5,96,09,39,047
		<b>46,10,90,29,604</b>	<b>31,29,71,39,047</b>
<b>(B) Current Liabilities</b>			
Short-term Borrowings	5	4,92,96,99,303	-
Trade Payables	6	17,97,80,863	13,11,66,522
Other Current Liabilities	7	1,62,81,052	26,88,187
Short-term Provisions	8	31,94,26,087	3,22,00,864
		<b>5,44,51,87,305</b>	<b>16,60,55,573</b>
<b>Total Equity and Liabilities</b>		<b>51,55,42,16,909</b>	<b>31,46,31,94,620</b>
<b>ASSETS</b>			
<b>(C) Non-Current Assets</b>			
<b>Fixed Assets</b>			
Property, Plant and Equipments	9	2,48,23,987	80,27,585
Intangible Assets	10	1,28,09,246	34,17,792
Intangible Assets Under Development	10	4,66,61,661	-
		<b>8,42,94,895</b>	<b>1,14,45,377</b>
Non-Current Investments	11	50,53,96,75,664	31,16,35,30,305
Long-term Loans and Advances	12	8,24,41,403	5,25,22,592
		<b>50,70,64,11,962</b>	<b>31,22,74,98,274</b>
<b>(D) Current Assets</b>			
Current Investments	13	29,98,51,662	-
Cash and Bank Balances	14	2,46,60,627	3,12,91,265
Short-term Loans and Advances	15	1,97,93,635	2,19,34,330
Other Current Assets	16	50,34,99,023	18,24,70,751
		<b>84,78,04,947</b>	<b>23,56,96,346</b>
<b>Total Assets</b>		<b>51,55,42,16,909</b>	<b>31,46,31,94,620</b>

Significant Accounting Policies. 2

The accompanying notes are an integral part of the Financial Statements

As per our attached report of even date

For S. R. Batliboi & Co. LLP

Chartered Accountants

ICAI Firm registration no. 301003E/E300005

*Shrawan Jalan*

Per Shrawan Jalan  
 Partner  
 Membership No.102102



For and on behalf of Board of Directors

Aditya Birla Financial Services Limited

*Subhash Chandra Bhargava*

Subhash Chandra Bhargava  
 Director  
 DIN-00020021

*Pinky Mehta*

Pinky Mehta  
 Director  
 DIN-00020429

*Ajay Srinivasan*

Ajay Srinivasan  
 Chief Executive Officer

*Anjali Makhija*

Anjali Makhija  
 Chief Financial Officer

*Sailesh Daga*

Sailesh Daga  
 Company Secretary

Mumbai, May 09, 2017

Mumbai, May 09, 2017



Aditya Birla Financial Services Limited

CIN: U67120GJ2007PLC058890

Statement of Profit and Loss for the year ended March 31, 2017

		(Amount in ₹)	
	Note No.	Year Ended March 31, 2017	Year Ended March 31, 2016
Revenue from Operations	17	34,98,79,228	7,27,61,935
Other Income	18	3,38,217	7,20,051
<b>Total Revenue</b>		<b>35,02,17,445</b>	<b>7,34,81,986</b>
<b>Expenses</b>			
Employee Benefit Expenses	19	24,45,13,309	3,56,60,294
Other Expenses	20	5,65,92,184	2,52,73,908
<b>Total Expenses</b>		<b>30,11,05,493</b>	<b>6,09,34,202</b>
<b>Profit Before Depreciation/Amortisation, Interest and Tax (PBDIT)</b>		<b>4,91,11,952</b>	<b>1,25,47,784</b>
Depreciation and Amortisation Expenses	21	13,81,842	2,89,083
Finance Cost	22	53,39,553	-
<b>Profit Before Tax</b>		<b>4,23,90,557</b>	<b>1,22,58,701</b>
<b>Tax Expenses</b>			
-Current Tax		-	1,81,38,367
-Provision for Tax of Earlier Year		-	61,60,485
-Write Back of Excess Provision for Tax		-	(72,03,799)
<b>Profit/(Loss) for the Year</b>		<b>4,23,90,557</b>	<b>(48,36,352)</b>
Basic Earnings Per Share (₹)	23	0.05	(0.01)
Diluted Earnings Per Share (₹) (Face Value of ₹ 10/- each)		0.05	(0.01)

Significant Accounting Policies.

The accompanying notes are an integral part of the Financial Statements

As per our attached report of even date

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
CAI Firm registration no. 301003E/E300005

Per Shrawan Jalan  
Partner  
Membership No.102102



For and on behalf of Board of Directors  
Aditya Birla Financial Services Limited

Subhash Chandra Bhargava  
Director  
DIN-00020021

Pinky Mehta  
Director  
DIN-00020429

Ajay Srinivasan  
Chief Executive Officer

Anjali Makhija  
Chief Financial Officer

Sailesh Daga  
Company Secretary

Mumbai, May 09, 2017

Mumbai, May 09, 2017





**Aditya Birla Financial Services Limited**  
**CIN: U67120GJ2007PLC058890**  
**Cash Flow Statement for the year ended March 31, 2017**

(Amount in ₹)

Particulars	Year Ended March 31, 2017	Year Ended March 31, 2016
<b>A Cash Flow From Operating Activities</b>		
<b>Profit/ (Loss) Before Tax</b>	<b>4,23,90,557</b>	<b>1,22,58,700</b>
<b>Adjustments For :</b>		
Depreciation and Amortisation Expenses	13,81,842	2,89,083
Gain on Sale of Investments	(1,45,55,407)	(68,75,709)
Gain on Fixed Assets Sold	(1,55,427)	-
Interest Income - Others	(1,82,790)	(7,20,051)
Interest Income from Subsidiaries	(4,99,998)	(4,098)
Dividend Income Received From Subsidiary Companies	(33,48,23,823)	(6,58,82,128)
	<b>(34,88,35,603)</b>	<b>(7,31,92,903)</b>
<b>Operating Profit / (Loss) Before Working Capital Changes</b>	<b>(30,64,45,046)</b>	<b>(6,09,34,203)</b>
<b>Adjustments For :</b>		
Decrease/(Increase) in Loans and Advances	31,84,367	1,04,84,517
Decrease/(Increase) in Other Assets	(32,10,28,272)	2,77,93,165
Increase/(Decrease) in Trade Payables	4,86,14,341	(13,64,71,742)
Increase/(Decrease) in Other Liabilities	1,35,92,865	(1,65,25,931)
Increase/(Decrease) in Provisions	28,72,25,223	(1,52,64,219)
	<b>3,15,88,524</b>	<b>(12,99,84,209)</b>
<b>Cash Generated From Operations</b>	<b>(27,48,56,522)</b>	<b>(19,09,18,412)</b>
Income Taxes Refund/ (Paid)	(3,09,62,483)	(2,17,61,594)
<b>Net Cash (Used In)/From Operating Activities</b>	<b>(30,58,19,005)</b>	<b>(21,26,80,005)</b>
<b>B Cash Flow From Investing Activities</b>		
Sale/(Purchase) of Current Investments (Net)	(28,52,96,255)	6,26,47,506
Purchase of Fixed Assets	(7,40,75,932)	(66,93,242)
Acquisition of Additional Shares/Investment in Subsidiary	(20,05,00,09,387)	(9,90,91,17,498)
Proceeds Received from Private Equity Fund on Redemption of Units	67,38,64,028	27,74,36,185
Interest Received – Others	1,82,790	7,20,051
Interest Received from Subsidiaries	4,99,998	4,098
Dividend Income Received From Subsidiary Companies	33,48,23,823	6,58,82,129
	<b>(19,40,00,10,936)</b>	<b>(9,50,91,20,771)</b>
<b>Net Cash Flow From Investing Activities</b>	<b>(19,40,00,10,936)</b>	<b>(9,50,91,20,771)</b>
<b>C Cash Flow From Financing Activities</b>		
Increase/(Decrease) in Borrowings	4,92,96,99,303	
Redemption of Preference Shares	(14,71,11,00,000)	
Proceeds From Issue of Shares (Including Securities Premium)	29,48,06,00,000	9,70,00,00,000
	<b>19,69,91,99,303</b>	<b>9,70,00,00,000</b>
<b>Net Cash Flow From Financing Activities</b>	<b>19,69,91,99,303</b>	<b>9,70,00,00,000</b>
<b>D Net Increase/ (Decrease) in Cash And Cash Equivalents (A+B+C)</b>	<b>(66,30,638)</b>	<b>(2,18,00,776)</b>
<b>Cash And Cash Equivalents at the Beginning of The Year</b>	<b>3,12,91,265</b>	<b>5,30,92,041</b>
<b>Cash And Cash Equivalents at the End of The Year</b>	<b>2,46,60,627</b>	<b>3,12,91,265</b>
<b>Note:</b>		
<b>Cash and Cash Equivalents includes</b>		
Cash on Hand		
Cash at Bank	2,46,60,627	3,12,91,265
	<b>2,46,60,627</b>	<b>3,12,91,265</b>

Significant Accounting Policies.

2

The accompanying notes are an integral part of the Financial Statements

As per our attached report of even date

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
ICAI Firm registration no. 301003E/E300005

Per Shrawan Jalan  
Partner  
Membership No.102102



Mumbai, May 09, 2017

For and on behalf of Board of Directors  
Aditya Birla Financial Services Limited

Subhash Chandra Bhargava  
Director  
DIN-00020021

Pinky Mehta  
Director  
DIN-00020429

Jay Srinivasan  
Chief Executive Officer

Anjali Makhija  
Chief Financial Officer

Sailesh Daga  
Company Secretary

Mumbai, May 09, 2017



# Aditya Birla Financial Services Limited

CIN: U67120GJ2007PLC058890

Notes Forming Part of Accounts

## 1. Corporate Information

Aditya Birla Financial Services Limited (the 'Company') was incorporated on October 15, 2007. The Company is a Public Limited Company incorporated under the provisions of the Companies Act, 1956. The registered office of the Company is located at Indian Rayon Compound, Veraval, Gujarat - 362 266. The Company had received Certificate of Registration from the Reserve Bank of India ('RBI') on May 19, 2009 to commence/carry on the business of non-banking financial institution.

The Company is a Non-Deposit taking Systemically Important Core Investment Company (CIC-ND-SI) registered with the Reserve Bank of India vide certificate no B.01.00555 dated October 16, 2015. The Company has been set up as a holding company for the Financial Services Business of Aditya Birla Nuvo Limited.

## 2. Summary of Significant accounting policies

### (a) Basis of Preparation

The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on an accrual basis in compliance with all material aspect of the Accounting Standard (AS) Notified under section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle, and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as up to twelve months for the purpose of current/non-current classification of assets and liabilities.

### (b) Use of Estimate

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affects the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities, at the end of the reporting period. Although, these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

### (c) Property, Plant and Equipments

Plant and equipments, capital work in progress are stated at cost, less accumulated depreciation and impairment loss, if any. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. When significant parts of plant and equipments are required to be replaced at intervals, the Company recognises such parts as individual assets with specific useful life and depreciates them accordingly. Likewise, when a



# Aditya Birla Financial Services Limited

CIN: U67120GJ2007PLC058890

## Notes Forming Part of Accounts

major inspection is performed, its cost is recognized in the carrying amount of the plant and equipments as a replacement if the recognition criteria are satisfied. Any trade discounts and rebates are deducted in arriving at the purchase price.

Depreciation on tangible fixed assets is provided on straight line basis using the rates arrived at based on the useful estimated life by the management. The Company has used the following useful life to provide depreciation on its fixed assets.

Asset Category	Useful life prescribed by Schedule II of The Companies Act, 2013	Estimated useful life
Furniture and fixtures	10 years	5 years
Office equipment's (computers)	3 years	4 years
Vehicles	6 years	4 years

Useful life of assets different from those prescribed in Schedule II has been estimated by the Management and supported by technical assessment.

Fixed Assets, individually costing less than Rupees five thousands, are fully depreciated in the year of purchase.

Depreciation on the fixed assets added/disposed off / discarded during the year is provided on pro-rata basis with reference to the month of addition/disposal/discarding.

### (d) Intangible Assets and Amortisation

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Intangible assets are amortized on a straight line basis over their estimated useful life which is estimated at 3 years.

The amortization period and the amortization method are reviewed at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

### (e) Impairment of Assets

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





# Aditya Birla Financial Services Limited

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## Notes Forming Part of Accounts

### (f) Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminutions in value is made to recognize a decline other than temporary in the value of the investments. Current Investments are stated at lower of cost and net realizable value.

Long term investments are stated at cost after deducting provisions made, if any, for other than temporary diminution in the value.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

### (g) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and can be reliably measured.

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and applicable interest rate.

Dividend income on investments is accounted for when the right to receive the payment is established which is generally when the shareholders approves the dividend.

Profit or loss on sale of current investments is determined on the basis of the weighted average cost method.

### (h) Foreign Currency Transactions

#### Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

#### Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting rate. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.



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## Notes Forming Part of Accounts

### Exchange Differences

The Company accounts for exchange differences arising on translation/ settlement of foreign currency monetary items as below:

1. Exchange differences arising on a monetary item that, in substance, forms part of the Company's net investment in a non-integral foreign operation is accumulated in the foreign currency translation reserve until the disposal of the net investment. On the disposal of such net investment, the cumulative amount of the exchange differences which have been deferred and which relate to that investment is recognized as income or as expenses in the same period in which the gain or loss on disposal is recognized.
2. Exchange differences arising on other long-term foreign currency monetary items are accumulated in the "Foreign Currency Monetary Item Translation Difference Account" and amortized over the remaining life of the concerned monetary item.
3. All other exchange differences are recognized as income or as expenses in the period in which they arise.

### (i) Taxation

Tax expense comprises of current and deferred tax.

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis.

The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future.

The carrying amount of deferred tax assets are reviewed at each Balance Sheet date. The Company writes down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain, that sufficient future taxable income will be available.

In case of unabsorbed losses and unabsorbed depreciation, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profit. At each Balance Sheet date the Company reassesses the unrecognised deferred tax assets.

Minimum Alternative Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in Guidance Note issued by the ICAI, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and writes down the



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## Notes Forming Part of Accounts

carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

### (j) Retirement and Other Employee Benefits

#### Defined Contribution Plan

Retirement benefit in the form of Provident Fund, Employee Pension Fund, Employee Deposit Linked Insurance and Superannuation Schemes is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

#### Defined Benefit Plan

The Company operates two defined benefit plans for its employees, viz., and gratuity and leave encashment. The costs of providing benefits under these plans are determined on the basis of actuarial valuation at each year-end. Separate actuarial valuation is carried out for each plan using the projected unit credit method. Actuarial gains and losses for both defined benefit plans are recognized in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the entire leave as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for 12 months after the balance sheet date.

### (k) Contingent Liabilities and Provisions

Contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.





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## Notes Forming Part of Accounts

Provision is recognized when the enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

### (l) Leases

Leases in which the Company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the statement of profit and loss.

### (m) Cash and Cash Equivalent

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

### (n) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

### (o) Cash Flow Statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

### (p) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.



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**Notes to Financial Statements for the year ended March 31, 2017**

	As at March 31, 2017	(Amount in ₹) As at March 31, 2016
<b>NOTE: 3</b>		
<b>SHARE CAPITAL</b>		
<b>Authorised:</b>		
2,20,00,00,000 (Previous Year 1,00,00,00,000) Equity Shares of ₹ 10/- each	22,00,00,00,000	10,00,00,00,000
1,80,00,00,000 (Previous Year 3,00,00,00,000) Preference Shares of ₹ 10/- each	18,00,00,00,000	30,00,00,00,000
	<u>40,00,00,00,000</u>	<u>40,00,00,00,000</u>
<b>Issued, Subscribed &amp; Paid-up</b>		
<b>Equity Share Capital</b>		
1,23,22,40,000 (Previous Year 79,60,10,000) Equity Shares of ₹ 10/- each fully paid up	12,32,24,00,000	7,96,01,00,000
	<u>12,32,24,00,000</u>	<u>7,96,01,00,000</u>
<b>Preference Share Capital</b>		
NIL (Previous Year 33,65,00,000) 0.01% Non Cumulative Compulsorily Convertible Preference Shares of ₹ 10/- each fully paid up (Refer Note No. 40)	-	3,36,50,00,000
NIL (Previous Year 1,27,11,10,000) 6% Non Convertible Non Cumulative Redeemable Preference Shares of ₹ 10/- each fully paid up (Refer Note No. 43)	-	12,71,11,00,000
NIL (Previous Year 20,00,00,000) 6% Non Convertible Non Cumulative Redeemable Preference Shares of ₹ 10/- each partly paid up Rs. 6.50 each (Refer Note No. 43)	-	1,30,00,00,000
	<u>-</u>	<u>17,37,61,00,000</u>
<b>Total Share Capital</b>	<u>12,32,24,00,000</u>	<u>25,33,62,00,000</u>

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the period

Sr. No.	Description	As at March 31, 2017		As at March 31, 2016	
		Equity Shares	Preference Shares	Equity Shares	Preference Shares
1	No. of Shares Outstanding at the beginning of the year	79,60,10,000	1,80,76,10,000	75,70,10,000	1,15,76,10,000
2	Allotment of fully paid up shares during the year	40,25,80,000	-	2,50,00,000	59,00,00,000
3	Allotment of Partly paid up shares during the year	-	-	-	20,00,00,000
4	Conversion of preference shares into equity shares during the year	3,36,50,000	(33,65,00,000)	1,40,00,000	(14,00,00,000)
5	Redemption of preference shares	-	(1,47,11,10,000)	-	-
6	No. of Shares Outstanding at the end of the year	1,23,22,40,000	-	79,60,10,000	1,80,76,10,000

(b) **Term/Right Attached to Equity Shares**

The Company has only one class of equity shares having a par value of ₹ 10 per share. 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 to all preferential holders. The distribution will be in proportion to the number of the equity shares held by the shareholders.

(c) Shares in the Company held by each shareholder holding more than 5 per cent shares and the number of shares held are as under:

**i) Equity Shares**

Sr. No.	Name of Share Holder	As at March 31, 2017		As at March 31, 2016	
		No of Shares held	% of total paid-up equity share capital	No of Shares held	% of total paid-up equity share capital
1	Aditya Birla Nuvo Limited (with nominees)	1,23,22,40,000	100.00%	79,57,10,000	99.96%

**ii) Preference Shares**

Sr. No.	Name of Share Holder	As at March 31, 2017		As at March 31, 2016	
		No of Shares held	% of total paid-up preference share capital	No of Shares held	% of total paid-up preference share capital
1	Aditya Birla Nuvo Limited	-	0.00%	1,80,76,10,000	100.00%



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**Notes to Financial Statements for the year ended March 31, 2017**

(Amount in ₹)

	As at March 31, 2017	As at March 31, 2016
<b>NOTE: 4</b>		
<b>RESERVES &amp; SURPLUS</b>		
<b>A) Securities Premium Account</b>		
Opening Balance	7,11,00,00,000	3,60,00,00,000
Addition:		
Issue of Equity Shares (Refer Note No. 42)	24,75,48,00,000	2,25,00,00,000
Conversion of Preference Shares (Refer Note No. 40)	3,02,85,00,000	1,26,00,00,000
	<b>34,89,33,00,000</b>	<b>7,11,00,00,000</b>
<b>B) Retained Earnings</b>		
Opening Balance	(1,14,90,60,953)	(1,14,42,24,601)
Addition:		
Profit/(Loss) for the Year	4,23,90,557	(48,36,352)
	<b>(1,10,66,70,396)</b>	<b>(1,14,90,60,953)</b>
<b>Total Reserves and Surplus</b>	<b>33,78,66,29,604</b>	<b>5,96,09,39,047</b>
<b>NOTE: 5</b>		
<b>SHORT-TERM BORROWINGS</b>		
Unsecured		
Commercial Papers (Refer Note No. 46)	4,92,96,99,303	-
	<b>4,92,96,99,303</b>	<b>-</b>
<b>NOTE: 6</b>		
<b>TRADE PAYABLES</b>		
Trade Payables for Salaries, Wages, Bonus and Other Employee Benefits	13,20,33,287	11,29,14,000
<b>Trade Payables (Others)</b>		
Outstanding Dues to Other Than Micro and Small Enterprises (Refer Note No. 28)	4,77,47,576	1,82,52,522
	<b>17,97,80,863</b>	<b>13,11,66,522</b>
<b>NOTE: 7</b>		
<b>OTHER CURRENT LIABILITIES</b>		
Statutory Dues	1,61,64,376	26,21,515
Employee's Deposit - OYCS Scheme	1,16,676	66,672
	<b>1,62,81,052</b>	<b>26,88,187</b>
<b>NOTE: 8</b>		
<b>SHORT-TERM PROVISIONS</b>		
<b>Provision for Employee Benefits</b>		
Leave Encashment	1,00,36,751	2,29,46,358
Gratuity (Funded)	10,26,469	92,54,506
Long-Term Incentive Plan (Refer Note No. 47)	30,83,62,867	-
	<b>31,94,26,087</b>	<b>3,22,00,864</b>





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Notes to Financial Statements for the year ended March 31, 2017

NOTE: 9

PROPERTY, PLANT AND EQUIPMENTS

(Amount in ₹)

	Furniture's & Fixtures	Office Equipment	Vehicles	Total
<b>Gross Block</b>				
As at April 1, 2015	58,500	88,34,157	51,77,893	1,40,70,550
Additions	37,000	5,97,153	47,19,886	53,54,039
Deletions	-	-	-	-
As at March 31, 2016	95,500	94,31,310	98,97,779	1,94,24,589
Additions	-	69,66,689	1,70,50,022	2,40,16,711
Deletions	-	-	34,38,666	34,38,666
As at March 31, 2017	95,500	1,63,97,999	2,35,09,135	4,00,02,634
<b>Accumulated Depreciation</b>				
As at April 1, 2015	4,077	69,68,602	20,56,652	90,29,331
For the year	16,768	6,80,203	16,70,702	23,67,673
Deletions	-	-	-	-
As at March 31, 2016	20,845	76,48,805	37,27,354	1,13,97,004
For the year	22,753	20,20,509	40,14,194	60,57,456
Deletions	-	-	22,75,813	22,75,813
As at March 31, 2017	43,598	96,69,314	54,65,735	1,51,78,647
<b>Net Block as at March 31, 2016</b>	<b>74,655</b>	<b>17,82,505</b>	<b>61,70,425</b>	<b>80,27,585</b>
<b>Net Block as at March 31, 2017</b>	<b>51,902</b>	<b>67,28,685</b>	<b>1,80,43,400</b>	<b>2,48,23,987</b>

NOTE: 10

INTANGIBLE ASSETS

	Computer Software	Total
<b>Gross Block</b>		
As at April 1, 2015	-	-
Additions	35,08,750	35,08,750
Deletions	-	-
As at March 31, 2016	35,08,750	35,08,750
Additions	1,37,83,753	1,37,83,753
Deletions	-	-
As at March 31, 2017	1,72,92,503	1,72,92,503
<b>Accumulated Amortisation</b>		
As at March 31, 2016	90,958	90,958
For the year	43,92,299	43,92,299
Deletions	-	-
As at March 31, 2017	44,83,257	44,83,257
Intangible Assets Under Development*	-	4,66,61,661
<b>Net Block as at March 31, 2016</b>	<b>34,17,792</b>	<b>34,17,792</b>
<b>Net Block as at March 31, 2017</b>	<b>1,28,09,246</b>	<b>5,94,70,907</b>

\* Related to Digital/Technology Related Projects.

Allocation of Depreciation and Amortisation to Subsidiaries

Particulars	March 31, 2017	March 31, 2016
Depreciation	60,57,456	23,67,673
Amortisation	43,92,299	90,958
<b>Total</b>	<b>1,04,49,755</b>	<b>24,58,631</b>
Less:		
Allocated to Subsidiaries	(90,67,913)	(21,69,548)
<b>Charged to Statement of Profit and Loss Account</b>	<b>13,81,842</b>	<b>2,89,083</b>



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Notes to Financial Statements for the year ended March 31, 2017

(Amount in ₹)

	As at March 31, 2017		As at March 31, 2016	
<b>NOTE: 11</b>				
<b>INVESTMENTS : NON-CURRENT</b>				
<b>Trade Investments Valued at cost, except otherwise stated</b>	<b>Face Value</b>	<b>Number</b>		<b>Number</b>
<b>Investment in Equity Instruments - Quoted</b>				
<b>Subsidiary</b>				
Aditya Birla Money Limited (Refer Note No. 32)	1	4,15,50,000	2,48,30,28,000	4,15,50,000
Less : Diminution in investment of Aditya Birla Money Limited			12,41,51,400	12,41,51,400
			<u>2,35,88,76,600</u>	<u>2,35,88,76,600</u>
<b>Investment in Equity Instruments - Unquoted</b>				
<b>Subsidiaries</b>				
Aditya Birla Capital Advisors Private Limited	10	35,00,000	3,50,00,250	35,00,000
Aditya Birla Financial Shared Services Limited	10	50,000	5,00,000	50,000
Aditya Birla Customer Services Limited (Refer Note No. 34)	10	1,68,66,271	71,10,98,369	1,68,66,271
Aditya Birla Trustee Company Private Limited	10	50,000	5,00,250	50,000
Aditya Birla Insurance Brokers Limited	10	13,50,054	30,00,120	13,50,054
Aditya Birla Finance Limited (Refer Note No. 33)	10	56,61,35,431	27,95,06,14,630	50,61,09,697
Aditya Birla Money Mart Limited (Refer Note No. 33)	10	1,00,000	3,61,129	2,00,00,000
Less : Diminution in investment of Aditya Birla Money Mart Limited			-	16,85,27,167
			<u>3,61,129</u>	<u>7,22,25,929</u>
Aditya Birla Housing Finance Limited	10	33,30,50,000	4,17,66,47,500	23,92,50,000
Birla Sun Life Asset Management Company Limited	10	91,79,980	33,70,99,052	91,79,980
Birla Sun Life Insurance Company Limited	10	96,96,16,080	12,06,92,56,288	-
Birla Sun Life Trustee Company Private Limited	10	10,170	1,53,540	10,170
Aditya Birla Wellness Private Limited	10	22,27,000	6,58,10,000	-
(Includes ₹ 4,08,00,000 Share Application Money for 13,60,000 Shares allotted on April 03, 2017)				
Aditya Birla Health Insurance Co. Limited	10	5,12,25,001	51,22,50,010	1,80,00,000
ABCAP Trustee Company Private Limited	10	10,000	1,00,000	10,000
			<u>48,22,12,67,738</u>	<u>26,09,35,76,160</u>
<b>Total Equity Shares Investments</b>				
<b>Investment in Preference Shares - Unquoted</b>				
<b>Subsidiaries</b>				
0.01% Compulsory Convertible Cumulative Preference Shares of Aditya Birla Finance Limited		-	-	17,50,00,000
0.001% Compulsory Convertible Cumulative Preference Shares of Aditya Birla Customer Services Limited (Refer Note No. 34)	10	46,95,938	59,99,99,998	46,95,938
8% Redeemable Non Convertible Non Cumulative Preference Shares of Aditya Birla Money Limited	100	10,00,000	30,00,00,000	10,00,000
0.01% Redeemable Non Convertible Cumulative Preference Shares Aditya Birla Money Mart Limited (Refer Note No. 33)	10	1,00,000	10,00,000	10,00,00,000
Less : Diminution in Investment of Aditya Birla Money Mart Limited			7,00,000	3,00,000
			<u>90,02,99,998</u>	<u>2,97,79,82,189</u>
<b>Total Preference Shares Investments</b>				
<b>Investment in Private Equity Funds</b>				
Investment in Aditya Birla Private Equity - Fund I	95.76	78,91,812	75,56,80,908	1,38,13,580
Investment in Aditya Birla Private Equity - Sunrise Fund	100	16,24,270	16,24,27,020	26,92,51,484
			<u>91,81,07,928</u>	<u>1,59,19,71,956</u>
<b>Total Private Equity Fund Investments</b>				
<b>Investment in Debentures</b>				
<b>0.1% Compulsory Convertible Debentures (CCD) :</b>				
Aditya Birla Money Mart Limited (Refer Note No. 33)	100	26,00,866	26,00,86,600	50,00,000
Aditya Birla Finance Limited (Refer Note No. 33)	100	23,99,134	23,99,13,400	-
			<u>50,00,00,000</u>	<u>50,00,00,000</u>
<b>Total Debentures Investments</b>				
<b>Total Non-current Investments</b>				
			<u>50,53,96,75,664</u>	<u>31,16,35,30,305</u>

Note:

1. Aggregate Amount of Quoted Investment ₹ 2,35,88,76,600 (March 31, 2016 ₹ 2,35,88,76,600) Market Value of ₹ 1,31,09,02,500 (March 31, 2016 ₹ 83,30,77,500)
2. Aggregate Amount of Unquoted Investment ₹ 48,18,07,99,064 (March 31, 2016 ₹ 28,80,46,53,705)
3. Aggregate Amount of Diminution in Value of Investment ₹ 12,41,51,400 (March 31, 2016 ₹ 99,26,78,567)
4. Aggregate Amount of Private Equity Fund:-
  - A) Sunrise Fund ₹ 23,47,71,986 at NAV of ₹ 144.54 (March 31, 2016 ₹ 30,66,23,608 at NAV of ₹ 113.88)
  - B) Fund I ₹ 1,10,71,42,536 at NAV of ₹ 140.29 (March 31, 2016 ₹ 1,21,37,99,275 at NAV of ₹ 87.87)



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**Notes to Financial Statements for the year ended March 31, 2017**

	(Amount in ₹)	
	As at March 31, 2017	As at March 31, 2016
<b>NOTE: 12</b>		
<b>LONG-TERM LOANS AND ADVANCES</b>		
(Unsecured Considered Good)		
Security Deposits	15,00,000	6,00,000
Advance Tax [Net of Provision ₹ 2,42,98,852 ( March 31, 2016 ₹ 2,42,98,852)]	8,09,41,403	4,99,78,920
Loans and Advances to Employees	-	19,43,672
	<b>8,24,41,403</b>	<b>5,25,22,592</b>
<b>NOTE: 13</b>		
<b>CURRENT INVESTMENTS</b>		
<b>Investment in Mutual Fund - Unquoted</b>		
Birla Sun life Cash Plus - Growth [Units - 1,148,424.188 (March 31, 2016 Units - Nil)]	29,98,51,662	-
	<b>29,98,51,662</b>	<b>-</b>
Market Value as on March 31, 2017 ₹ 30,02,42,989 (March 31, 2016 ₹ Nil)		
<b>NOTE: 14</b>		
<b>CASH AND BANK BALANCES</b>		
<b>Cash &amp; Cash Equivalents</b>		
Balances with Banks in Current Accounts	2,46,60,627	3,12,91,265
	<b>2,46,60,627</b>	<b>3,12,91,265</b>
<b>NOTE: 15</b>		
<b>SHORT-TERM LOANS AND ADVANCES</b>		
(Unsecured Considered Good)		
Security Deposits	1,59,46,375	1,59,46,375
Service Tax Receivable	38,47,260	30,69,186
Prepaid Expenses	-	11,96,673
Loans and Advances to Employees	-	17,22,096
	<b>1,97,93,635</b>	<b>2,19,34,330</b>
<b>NOTE: 16</b>		
<b>OTHER CURRENT ASSETS</b>		
(Unsecured Considered Good)		
Advances/Receivables from Related Parties	49,84,88,781	18,24,70,751
Prepaid Expenses	47,05,421	-
Others	3,04,821	-
	<b>50,34,99,023</b>	<b>18,24,70,751</b>





**Aditya Birla Financial Services Limited**

**CIN: U67120GJ2007PLC058890**

**Notes to Financial Statements for the year ended March 31, 2017**

(Amount in ₹)

	Year Ended March 31, 2017	Year Ended March 31, 2016
<b>NOTE: 17</b>		
<b>REVENUE FROM OPERATIONS</b>		
Gain on Sale of Mutual Funds	1,45,55,407	68,75,709
Interest Income from Subsidiaries	4,99,998	4,098
Dividend from Subsidiaries	33,48,23,823	6,58,82,128
	<b>34,98,79,228</b>	<b>7,27,61,935</b>
<b>NOTE: 18</b>		
<b>OTHER INCOME</b>		
Interest Income - Others	1,82,790	7,20,051
Gain on Sale of Fixed Assets	1,55,427	-
	<b>3,38,217</b>	<b>7,20,051</b>
<b>NOTE: 19</b>		
<b>EMPLOYEE BENEFIT EXPENSES</b>		
Salaries and Wages	23,95,29,441	3,35,65,508
Contribution to Provident & Other Funds (Refer note 26 (B))	42,59,136	16,59,223
Staff Welfare Expenses	7,24,732	4,35,563
	<b>24,45,13,309</b>	<b>3,56,60,294</b>
<b>NOTE: 20</b>		
<b>OTHER EXPENSES</b>		
Rent	39,89,759	29,33,333
Repairs and Maintenance :		
Buildings	3,21,188	3,50,102
Others	4,32,630	2,16,932
Insurance	1,79,208	2,62,005
Rates and Taxes	3,29,94,564	1,35,22,249
Advertisement	2,68,042	7,72,593
Legal & Professional Fees	1,13,63,894	26,19,658
Printing and Stationery	2,53,856	2,02,911
Travelling and Conveyance	18,87,492	16,44,668
Communication Expenses	1,63,933	1,19,280
Bank Charges	75,769	5,893
Auditors' Remuneration (Refer Note No. 27)	12,56,895	8,31,642
Electricity Charges	7,11,951	4,62,581
Miscellaneous Expenses	26,93,003	13,30,061
	<b>5,65,92,184</b>	<b>2,52,73,908</b>
<b>NOTE: 21</b>		
<b>DEPRECIATION AND AMORTISATION EXPENSES</b>		
Depreciation of Tangible Assets (Refer Note No. 9)	8,01,881	1,98,125
Amortisation of Intangible Assets (Refer Note No. 10)	5,79,961	90,958
	<b>13,81,842</b>	<b>2,89,083</b>
<b>NOTE: 22</b>		
<b>FINANCE COST</b>		
Interest on Borrowings	53,39,553	-
	<b>53,39,553</b>	<b>-</b>



**Aditya Birla Financial Services Limited**

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**Notes to Financial Statements for the year ended March 31, 2017**

(Amount in ₹)

<u>Year Ended</u> <u>March 31, 2017</u>	<u>Year Ended</u> <u>March 31, 2016</u>
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**Note: 23**

**Earnings Per Share (EPS)**

The Following Reflects the Profit and Share Data Used in the Basic and Diluted EPS Computation

**Basic**

Earnings Per Share (EPS) is Calculated as Under:

Net Profit / (Loss) as per the Statement of Profit and Loss

4,23,90,557

(48,36,352)

Less: Preference Dividend and Tax Thereon

-

-

**Net Profit for EPS**

**4,23,90,557**

**(48,36,352)**

Weighted Average Number of Equity Shares for Calculation of Basic EPS

83,29,81,799

75,81,82,603

**Basic EPS (₹)**

**0.05**

**(0.01)**

(Face Value of ₹ 10/- each)

**Diluted EPS (₹)**

**0.05**

**(0.01)**



**Aditya Birla Financial Services Limited****CIN: U67120GJ2007PLC058890****Notes Forming Part of Accounts****24. Operating Leases****(Amount in ₹)**

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Lease payments recognised in the profit and loss	2,65,00,050	2,69,78,400

Future minimum rentals payable under non-cancellable operating leases are as follows:

**(Amount in ₹)**

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Within one year	-	2,47,30,200
After one year but not more than five years	NIL	NIL
Lease payments recognized in the profit and loss	NIL	NIL

**25. Deferred Tax Liabilities/ Assets**

The Company has not recognized net deferred tax asset in respect of timing differences related to depreciation on fixed assets, carried forward losses and Leave encashment at the end of the year as there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such net deferred tax asset can be realized.

**(Amount in ₹)**

Particulars	As at March 31, 2017	As at March 31, 2016
<b>Deferred Tax Liability</b>		
Depreciation / Amortisation	-	4,75,581
Gross Deferred Tax Liability	-	4,75,581
<b>Deferred Tax Assets</b>		
Unabsorbed depreciation and carry forward	30,74,705	-
Difference of Fixed Assets WDV	19,52,860	-
Expenses allowed on payment basis		
Leave Encashment	28,94,599	75,86,754
Gross Deferred Tax Assets	79,22,164	75,86,754
Deferred Tax Assets (Net)	79,22,164	71,11,173
Deferred Tax Assets recognized (restricted upto reversal of Deferred Tax Liabilities)	Nil	Nil





# Aditya Birla Financial Services Limited

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Notes Forming Part of Accounts

## 26. Employee Benefit Plans and Employee Contribution Plans

### (A) Defined benefit plans :

The Company operates defined plans, viz., gratuity, for its employees. Under the gratuity plan, every employee who has completed at least five years of service gets a gratuity on departure at minimum 15 days of last drawn salary for each completed year of service. The scheme is funded with an insurance company in the form of qualifying insurance policy.

The following tables summarize the components of net benefit expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet for respective plans.

Particulars	(Amount in ₹)	
	Year ended March 31, 2017	Year ended March 31, 2016
<b>Amount recognized in the Balance Sheet in respect of gratuity</b>		
Present value of the funded defined benefit obligation at the end of the year	5,43,38,550	4,88,07,802
Fair value of plan assets	(5,33,12,132)	(3,95,53,296)
Net liability	<b>1,026,418</b>	<b>92,54,506</b>
<b>Amount recognized in salary, wages and employee benefits in the statement of profit and loss in respect of gratuity</b>		
Current service cost	66,89,613	91,20,739
Interest on defined benefit obligations	37,55,532	31,39,048
Expected return on plan assets	(33,59,634)	(30,23,822)
Net actuarial losses/(gain) recognized during the year	61,75,102	(55,31,123)
Past services cost	-	-
Net gratuity cost	<b>1,32,60,613</b>	<b>37,04,842</b>
<b>Actual return on plan asset</b>		
Expected return on plan assets	33,59,634	30,23,822
Actuarial gain on plan assets	(11,44,696)	(3,80,404)
Actual Return on plan assets	<b>22,14,938</b>	<b>26,43,418</b>
<b>Reconciliation of present value of the obligation and the fair value of the plan assets</b>		
<b>Change in defined benefit obligation</b>		
Opening defined benefit obligation	4,88,07,802	3,69,09,878
Current service cost	66,89,613	91,20,739
Interest cost	37,55,532	31,39,048
Actuarial losses/(gain)	73,19,798	(59,11,527)
Past service cost	-	-
Liabilities assumed on acquisition / (settled on divestiture)	-	-
Benefits paid	(1,22,34,195)	55,49,664
Closing defined benefit obligation	<b>5,43,38,550</b>	<b>4,88,07,802</b>



**Aditya Birla Financial Services Limited**

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**Notes Forming Part of Accounts**

(Amount in ₹)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
<b>Change in fair value of plan assets</b>		
Opening fair value of the plan assets	3,95,53,296	3,43,17,986
Expected return on plan assets	33,59,634	30,23,822
Actuarial losses/(gain) on plan assets	11,44,696	(3,80,404)
Contributions by the employer	2,14,88,701	(29,57,772)
Assets acquired on acquisition / (distributed on divestiture)	-	-
Benefits paid	(1,22,34,195)	55,49,664
Closing fair value of the plan assets	<b>5,33,12,132</b>	<b>3,95,53,296</b>
<b>The major categories of plan assets as a percentage of the fair value of total plan assets are as follows</b>		
Government Of India Securities	63,47,245	82,97,856
Corporate Bonds	2,19,425	1,58,946
Special Deposit Schemes	11,55,697	8,34,785
Insurer Managed Funds	3,18,43,173	2,19,04,581
Others	1,37,46,591	83,57,579
<b>Total</b>	<b>5,33,12,131</b>	<b>3,95,53,296</b>
<b>Principal actuarial assumptions as at the balance sheet date</b>		
Discount rate	7.40%	7.70%
Estimated rate of return on plan assets	7.40%	7.70%
Future salary escalation	7.00%	7.00%

**Experience Adjustments:**

(Amount in ₹)

Particulars	2017	2016	2015	2014	2013
Experience adjustment on plan liabilities	59,90,773	(33,31,506)	87,80,947	-	-
Experience adjustment on plan asset	11,44,696	1,47,098	4,68,547	-	-

**(B) Defined contributions plans:**

(Amount in ₹)

	Year ended March 31, 2017	Year ended March 31, 2016
Contribution to Employee Provident Fund & Pension	1,14,44,289	1,01,04,329
Contribution to Superannuation Fund	75,03,589	74,09,840
<b>Total</b>	<b>1,89,47,878</b>	<b>1,75,14,169</b>



# Aditya Birla Financial Services Limited

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## Notes Forming Part of Accounts

27. During the year, the Company has paid following amount to statutory auditors:

(Amount in ₹)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Audit Fees (excluding service tax)	5,00,000	2,50,000
Limited Review (excluding service tax)	3,00,000	3,00,000
Tax Audit (excluding service tax)	2,00,000	50,000
Other services	2,00,000	2,00,000
Reimbursement of expenses	56,895	31,642
<b>Total*</b>	<b>12,56,895</b>	<b>8,31,642</b>

28. Details of dues to Micro, Small and Medium Enterprises as per MSMED Act, 2006

Based on the information available with the Company, no amounts have fallen due for payment to suppliers who have registered under the Micro, Small and Medium Enterprise Development Act, 2006 as at March 31, 2017.

29. Contingent Liabilities and Commitments

a. Capital Commitments:

- i) There is capital commitment of which ₹ 1,02,00,000 as on March 31, 2017 (March 31, 2016 ₹ Nil) towards Intangible Assets under Development for Digital/Technology related projects.
- ii) The Company has subscribed to the memorandum of the new Company (Aditya Birla ARC Limited (ARC)) incorporated on March 10, 2017 for ARC business. The Board has approved Equity Participation/Investment up to an amount not exceeding ₹ 2,00,00,000 in one or more tranches in the Company.
- iii) Pursuant to the Shareholders' Agreement entered into with Sun Life of Canada by the Aditya Birla Nuvo Limited – the Holding Company, in respect of Birla Sun Life Insurance Company Limited, the Company agreed to infuse its share of capital from time to time to meet the solvency requirement prescribed by the regulatory authority.

Transfer of investments in Birla Sun Life Insurance Company Ltd., is restricted by the terms contained in Shareholder Agreement entered into by Aditya Birla Nuvo Limited – the Holding Company.

b. Contingent Liabilities:

- i) Aditya Birla Customer Services Ltd. (ABC SL), a subsidiary of the Company, has issued 0.001%-Compulsorily Convertible Preference Shares (CCPS) aggregating to ₹ 60 Crore to International Finance Corporation (IFC) vide Shareholders' Agreement, dated 19th December, 2014, and Subscription Agreement dated December 19, 2014 (SHA). Under the said SHA, the Company has granted to IFC an option to sell the shares to the Company at fair valuation from the period beginning on the expiry of 60 months of the





# Aditya Birla Financial Services Limited

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## Notes Forming Part of Accounts

subscription by IFC up to a maximum of 120 months from the date of subscription by IFC, in the event ABCSL fails to provide an opportunity to IFC to exit from ABCSL within 60 months from the date of subscription by IFC in the form of Listing, Secondary Sale or Acquisition, etc. In the event ABCSL fails to fulfill its obligation, the Company will be obligated to fulfill this obligation.

### 30. Segment Reporting

Since the Company operates in single segment (i.e. investments and financing activities), no further disclosure is required to be given as per the notified AS-17 'Segmental Reporting'.

### 31. Related Party Disclosure

Names of related parties where control exists irrespective of whether transactions have occurred or not.

Relationship	Name of the Party
Holding Company	Aditya Birla Nuvo Limited
Subsidiaries	<ol style="list-style-type: none"><li>1. Aditya Birla Capital Advisors Private Limited</li><li>2. Aditya Birla Customer Services Limited</li><li>3. Aditya Birla Financial Shared Services Limited</li><li>4. Aditya Birla Trustee Company Private Limited</li><li>5. Aditya Birla Money Limited</li><li>6. Aditya Birla Money Mart Limited</li><li>7. Aditya Birla Insurance Brokers Limited</li><li>8. Aditya Birla Finance Limited</li><li>9. Aditya Birla Housing Finance Limited</li><li>10. Birla Sun Life Asset Management Company Limited</li><li>11. Birla Sun Life Insurance Company Limited (w.e.f. March 23, 2017)</li><li>12. Birla Sun Life Pension Management Limited (100% Subsidiary of Birla Sun Life Insurance Company Limited w.e.f. March 23, 2017)</li><li>13. Aditya Birla Health Insurance Co. Limited</li><li>14. ABCAP Trustee Company Private Limited</li><li>15. Aditya Birla Commodities Broking Limited (100% Subsidiary of Aditya Birla Money Limited)</li><li>16. Aditya Birla Wellness Private Limited (w.e.f. June 23, 2016)</li><li>17. Aditya Birla Money Insurance Advisory Services Limited (100% Subsidiary of Aditya Birla Money Mart Limited)</li><li>18. Birla Sun Life Trustee Company Private Limited</li><li>19. Birla Sun Life AMC (Mauritius) Ltd. (100% Subsidiary of Birla Sun Life Asset Management Company Limited)</li><li>20. Aditya Birla Sun Life AMC Ltd; Dubai (100% Subsidiary of Birla Sun Life Asset Management Company Limited)</li><li>21. Aditya Birla Sun Life AMC Pte. Ltd; Singapore (100% Subsidiary of Birla Sun Life Asset Management Company Limited)</li></ol>



# Aditya Birla Financial Services Limited

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## Notes Forming Part of Accounts

22. India Advantage Fund Ltd; Mauritius (100% Subsidiary of Birla Sun Life Asset Management Company Limited)
23. International Opportunities Fund – SPC, Cayman Islands (100% Subsidiary of Aditya Birla Sun Life AMC Pte. Ltd. Singapore)
24. Global Clean Energy Fund SPC (100% Subsidiary of Aditya Birla Sun Life AMC Pte. Ltd. Singapore)(w.e.f. April 01, 2016)
25. Aditya Birla ARC Limited (w.e.f. March 10, 2017)

Key Managerial Personnel	<ol style="list-style-type: none"><li>1. Ajay Srinivasan, Chief Executive Officer</li><li>2. Anjali Makhija, Chief Financial Officer (w.e.f. May 01 2016)</li><li>3. Ankur Bansal, Chief Financial Officer (Till April 30, 2016)</li><li>4. Sailesh Kumar Daga, Company Secretary</li></ol>
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Names of other related parties with whom transactions have taken place during the year

Fellow Subsidiaries	<ol style="list-style-type: none"><li>1. ABNL Investment Limited</li><li>2. Idea Cellular Limited</li><li>3. Aditya Birla Idea Payments Bank Limited</li></ol>
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Refer **Annexure 1** for the transactions with related parties.

32. During the current year, the Company has reassessed its value of investments in Aditya Birla Money Limited (“ABML”) based on the Company’s last 2 years profitable business performance and future business plan. Considering investment of long term and strategic nature and based on independent valuation report obtained by the Company, no additional impairment provision is required to be made in financial statements as at March 31, 2017 in this regard.

In the previous years the Company had reassessed its value of investments in Aditya Birla Money Limited (“ABML”) and had made a provision of ₹ 12,41,51,400 as at March 31, 2014 being 5% against equity shares and the same is carried as at March 31, 2017.

33. **Scheme of Arrangement between Subsidiary Companies:**

- During the year, the Hon'ble High Court of Gujarat, Ahmedabad approved the Scheme of Arrangement vide order O/COMP/445/2016 dated November 24, 2016, and the certified true copies of the scheme and order were received on December 21, 2016., whereby the Wealth Management Undertaking of Aditya Birla Money Mart Limited (ABMM), a subsidiary of the Company was demerged and transferred to Aditya Birla Finance Limited (ABFL), also a subsidiary of the Company, with the Appointed Date of April 1, 2016. The Scheme of Arrangement was made effective on December 31, 2016.
- In consideration of the demerger, the Company has received 10,277,778 equity shares of ₹ 10 each of ABFL as per the share entitlement ratio determined based on an independent valuation report at 3 equity shares of ₹ 10 each in ABFL for every 8 equity shares of ₹ 10 each held in ABMM and 1 equity share of ₹ 10 each in ABFL for every 36 0.01%-Redeemable Non Convertible Preference Shares of ₹ 10 each held in ABMM.



# Aditya Birla Financial Services Limited

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## Notes Forming Part of Accounts

- As per the Scheme of Arrangement, the general purpose borrowings in ABMM have been transferred to the Company in proportion to the value of assets transferred to ABFL. Accordingly, ABFL has issued 0.1%-Compulsory Convertible Debentures (CCD) of value of ₹ 23,99,13,400 to the Company in lieu of such amount of CCD of ABMM which were transferred to ABFL. Hence the current holding pattern of CCD's by the Company is as under:
- a) ABFL - ₹ 23,99,13,400  
b) AMML - ₹ 26,00,86,600
- The carrying value of the investments in ABMM (net of impairment) is considered to be at fair value of asset given up for equity shares received from ABFL.
34. The Company has investment in Equity Shares and Preference Shares of Aditya Birla Customer Services Limited ("ABC SL") of ₹ 71,10,98,369 (Previous year ₹ 71,10,98,369) and of ₹ 59,99,99,999 (Previous year ₹ 59,99,99,999) respectively. The Investee Company (ABC SL) is making substantial losses and its net worth has been eroded. Based on the business plan of ABC SL and strategic investment by International Finance Corporation in the ABC SL in the previous year, the Company has assessed the value of ABC SL being higher than the investment. Accordingly, based on the business plan and considering that the investment being long term and strategic in nature, and diminution in the value of the said investment has been considered as temporary; no provision is required to be made in financial statements as at March 31, 2017 in this regard.
35. The Company has investment in 0.1%-Compulsory Convertible Debentures (CCD) of Aditya Birla Money Mart Limited ("ABMML") of ₹ 26,00,86,600 (Previous year ₹ 50,00,00,000). The Investee Company (ABMML) is making losses and its net worth has been eroded. Considering the plans and the investment being strategic and long-term in nature, diminution in the value of the said investment has been considered as temporary and hence no provision is required to be made in financial statements as at March 31, 2017 in this regard.
36. During the current year, the Company has, to its subsidiaries and other financial services group companies ("Group"), provided services such as strategy and business planning, risk and compliance, technology and operational support, marketing and public relations, human resources, etc. The Company has retained approximately 30% of the total cost and allocated the balance to the respective companies on the basis of time spent, marketing budget and number of employees. Increase in retention percentage as compared to previous year is mainly because of higher retention of Long Term Incentive Plan. The amount allocated to the various companies is as given hereunder:

(Amount in ₹)

Name of the Company	Year Ended March 31, 2017	Year Ended March 31, 2016
Birla Sun Life Insurance Company Limited	23,68,53,001	17,46,88,093
Birla Sun Life Asset Management Company Limited	16,60,16,465	7,49,93,649
Aditya Birla Finance Limited	27,37,91,450	11,24,84,479
Aditya Birla Insurance Brokers Limited	2,79,56,955	1,17,49,005
Aditya Birla Capital Advisors Private Limited	99,94,018	82,49,301
Aditya Birla Money Limited	40,585	1,00,91,908
Aditya Birla Money Mart Limited	29,757	1,00,70,893
Aditya Birla Customer Services Limited	58,224	2,25,94,684
<b>Total</b>	<b>71,47,40,455</b>	<b>42,49,22,012</b>





## Aditya Birla Financial Services Limited

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### Notes Forming Part of Accounts

37. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed the contingent liabilities where applicable, in its financial statements. The Company does not expect the outcome of these proceedings to have a material adverse effect on its financial results at March 31, 2017.
38. Current tax for the year of ₹ NIL (previous year ₹ 1,81,38,367) includes the tax on the income accrued under Section 115U of the Income Tax Act, 1961 on the Venture Capital Investment.
39. The Company has a process whereby periodically all long term contracts are assessed for material foreseeable losses. At the year end, the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses need to be provided as required under any law / accounting standards.
40. **Conversion of Preference Shares:**  
a) During the year 5,65,00,000 0.01%-Non Cumulative Compulsorily Convertible Preference Shares of ₹ 10 each were due for conversion on the existing terms and condition, accordingly the Company has converted preference shares into 56,50,000 fully paid Equity Shares of ₹ 10 each at premium of ₹ 90 each.  
b) During the year the Company has made early conversion of its 28,00,00,000 0.01%-Non Cumulative Compulsorily Convertible Preference Shares of ₹ 10 each into 2,80,00,000 fully paid Equity Shares of ₹ 10 each at premium of ₹ 90 each.
41. During the year the Company has reclassified its Authorised Share Capital. The revised structure comprises of 2,20,00,00,000 Equity shares of ₹ 10 each and 1,80,00,00,000 Preference Shares of ₹ 10 each.
42. **Rights Issue of Equity Shares:**  
During the year the Company made,  
a) Rights issue of 2,00,00,000 Equity Shares of ₹ 10 each at a premium of ₹ 90 each.  
b) Right issue of 38,25,80,000 Equity Shares of ₹ 10 each at a premium of ₹ 60 each.
43. During the year the Company made early redemption of its 1,47,11,10,000 6%-Non-Convertible Non Cumulative Redeemable Preference Shares of ₹ 10 each held by Aditya Birla Nuvo Limited. The redemption is made as per existing terms and conditions.
44. During the year, the Board of Directors of the Company at its Board Meeting held on August 11, 2016, had approved a Composite Scheme of Arrangement between Aditya Birla Nuvo Limited (ABNL), Grasim Industries Limited (GIL) and the Company and their respective shareholders and creditors ('Scheme'). The Scheme provides for the amalgamation of ABNL with GIL on a going concern basis, demerger of the financial services business from amalgamated GIL into the Company post the amalgamation and consequent listing of the equity shares of the Company. The approval for the Scheme had been received from the Competition Commission of India. The Hon'ble National Company Law Tribunal, Bench at Ahmedabad (NCLT) had directed holding of the meeting of the Shareholders of the Company on April 10, 2017 and the Shareholders of the Company have unanimously approved the Scheme. The Company has filed the Petition with the NCLT for approval of the Scheme. Pending approval of the Scheme, no effect has been given in the financial statements of the Company.



# Aditya Birla Financial Services Limited

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## Notes Forming Part of Accounts

45. During the year the Company acquired 969,616,080 Equity shares of Birla Sun Life Insurance Company Limited (BSLI) constituting 51% of the issued and subscribed share capital of BSLI, from Aditya Birla Nuvo Limited (ABNL), the Company's Holding Company after obtaining requisite approvals from Reserve Bank of India (RBI) and Insurance Regulatory and Development Authority of India (IRDA).
46. During the year ICRA rated Commercial Paper Program of ABFSL as "(ICRA) A1+" and accordingly the Company raised funds through Commercial Paper amounting to ₹ 500 Crore.
47. During the year the Company has introduced Long Term Incentive Plan for selective employees. Long Term Incentive plan includes future encashment or availment, at the option of the employee subject to the rules framed by the Company which are expected to be availed or encashed beyond 12 months from the end of the year and long term incentive payable to employees on fulfillment of criteria prescribed by the Company.
48. **Cash transaction in specified bank notes:**  
The company did not hold or transact in Specified Bank Notes (SBN) during the period from November 08, 2016 to December 30, 2016. The SBN shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated November 08, 2016.

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	NIL	NIL	NIL
(+) Permitted receipts	NIL	NIL	NIL
(-) Permitted payments	NIL	NIL	NIL
(-) Amount deposited in Banks	NIL	NIL	NIL
Closing cash in hand as on 30.12.2016	NIL	NIL	NIL

49. **Disclosure as required under Annexure I of Master Direction - Core Investment Companies (Reserve Bank), Direction, 2016.**

Schedule to the Balance Sheet of a non-deposit taking Core Investment Company (Refer Annexure 2).

50. **Disclosure of details as required under Clause No. 19 of Master Direction - Core Investment Companies (Reserve Bank) Direction, 2016.**

(a) **Provisions as per CIC Guidelines** – The Company has not provided any amount related standard assets, sub standard assets, doubtful and loss assets.

(b) **Exposure to real estate sector, both direct and indirect** – Nil

(c) **Maturity pattern of assets and liabilities**



# Aditya Birla Financial Services Limited

CIN: U67120GJ2007PLC058890

Notes Forming Part of Accounts

Particulars	Less than 6 months	Over 6 months to 1 year	1 year to 3 year	Over 3 years	Total
<b>Liabilities</b>					
Borrowings	4,92,96,99,303	-	-	-	4,92,96,99,303
<b>Assets</b>					
Advances	-	-	8,24,41,403	-	8,24,41,403
Investments (Net of Provision)	-	-	1,81,84,07,926	48,72,12,67,738	50,53,96,75,664

51. Previous year's figures have been regrouped / rearranged to confirm to the current year's presentation, wherever necessary.

As per our attached report of even date

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
ICAI Firm registration no. 301003E/E300005



Per Shrawan Jalan  
Partner  
Membership No.102102

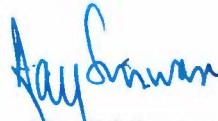
For and on behalf of Board of Directors  
Aditya Birla Financial Services Limited



Subhash Chandra Bhargava  
Director  
DIN-00020021




Pinky Mehta  
Director  
DIN-00020429



Ajay Srinivasan  
Chief Executive Officer



Anjali Makhija  
Chief Financial Officer



Sailesh Daga  
Company Secretary

Mumbai, May 09, 2017

Mumbai, May 09, 2017





Annexure 1 - Related Party Transactions

Sr. No.	Particulars	Year Ended	Year Ended
		March 31, 2017	March 31, 2016
	<b>Brief description - Company wise and item wise</b>		
<b>1</b>	<b>Other Transactions</b>		
	<b>Issue of Equity Shares:-</b>		
	Aditya Birla Nuvo Limited (Holding Company)	28,77,98,46,500	2,47,00,00,000
	ABNL Investment Limited	7,53,500	3,00,00,000
	<b>Conversion of Preference Shares to equity shares:-</b>		
	Aditya Birla Nuvo Limited (Holding Company)	3,36,50,00,000	1,40,00,00,000
	<b>Issue of Preference Shares:-</b>		
	Aditya Birla Nuvo Limited (Holding Company)	70,00,00,000	7,20,00,00,000
	<b>Redemption of Preference Shares:-</b>		
	Aditya Birla Nuvo Limited (Holding Company)	14,71,11,00,000	-
	<b>Investment Equity shares</b>		
	Aditya Birla Finance Limited (incl. Purchase of shares from ABNL Investment Limited)	5,80,04,93,070	7,02,45,00,000
	Aditya Birla Housing Finance Limited	1,78,22,00,000	1,89,20,00,000
	Aditya Birla Customer Services Limited	-	-
	Birla Sun Life Trustee Company Private Limited - Unquoted	-	-
	Aditya Birla Wellness Private Limited (incl. Share application money of ₹ 4,08,00,000)	6,58,10,000	-
	Aditya Birla Health Insurance Co. Limited (incl. Purchase of shares from Aditya Birla Nuvo Limited)	33,22,50,010	18,00,00,000
	Birla Sun Life Insurance Company Limited (Purchased from Aditya Birla Nuvo Ltd)	12,06,92,56,288	-
	ABCAP Trustee Company Pvt Ltd	-	1,00,000
	<b>Investment Preference shares</b>		
	Aditya Birla Customer Services Limited	-	31,25,17,498
	<b>Investment Compulsory Convertible Debentures</b>		
	Aditya Birla Money Mart Limited	-	50,00,00,000
	<b>Recovery of Expenses</b>		
	Aditya Birla Nuvo Limited	17,996	10,62,819
	Deposit Received From Aditya Birla Nuvo Limited	-	4,00,000
	Deposit Paid Aditya Birla Nuvo Limited	-	4,00,000
	<b>Aditya Birla Insurance Brokers Limited (Excl of S tax ₹ 39,13,974 , SBC ₹ 1,39,285 and KKC ₹ 1,35,519)</b>	<b>2,79,56,954</b>	<b>1,17,49,005</b>
	Reimbursement of Salary Expenses	2,31,09,561	82,60,688
	Reimbursement of Employers Cont to PF	3,19,668	5,55,090
	Reimbursement of Employers Cont to Superannuation	2,09,594	-
	Gratuity	3,70,403	-
	Reimbursement of Other Expenses	36,55,840	28,68,909
	Reimbursement of Depreciation	2,91,888	64,318
	<b>Aditya Birla Capital Advisors Private Limited (Excl of S tax ₹ 13,99,163 , SBC ₹ 49,970 and KKC ₹ 46,975)</b>	<b>99,94,019</b>	<b>82,49,301</b>
	Reimbursement of Salary Expenses	66,46,922	58,00,057
	Reimbursement of Employers Cont to PF	2,23,439	3,89,744
	Reimbursement of Employers Cont to Superannuation	1,46,501	-
	Gratuity	2,58,902	-
	Reimbursement of Other Expenses	25,14,233	20,14,341
	Reimbursement of Depreciation	2,04,022	45,159
	<b>Aditya Birla Finance Limited (Excl of S tax ₹ 3,83,82,803 , SBC ₹ 13,68,957 and KKC ₹ 13,33,010)</b>	<b>27,40,61,118</b>	<b>11,24,84,479</b>
	Reimbursement of Salary Expenses	22,70,11,514	7,70,86,137
	Reimbursement of Employers Cont to PF	30,93,005	46,78,106
	Reimbursement of Employers Cont to Superannuation	20,27,967	-
	Gratuity	35,83,909	-
	Interest Income on CCD (Wealth Division)	2,39,913	-
	Reimbursement of Other Expenses	3,52,50,839	3,01,78,188
	Reimbursement of Other Expenses (Wealth Division)	29,756	-
	Reimbursement of Depreciation	28,24,215	5,42,048



Annexure 1 - Related Party Transactions

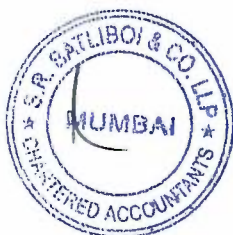
Sr. No.	Particulars	Year Ended	Year Ended
		March 31, 2017	March 31, 2016
	<b>Recovery of Expenses</b>		
	Nomination Fees - Paid	-	5,00,000
	Nomination Fees - Received	-	5,00,000
	<b>Birla Sun Life Insurance Company Limited (Excl of S tax ₹ 3,32,36,882, SBC ₹ 87,11,031, KKC ₹ 11,25,085)</b>	<b>23,68,53,001</b>	<b>17,46,88,093</b>
	Reimbursement of Salary Expenses	17,52,19,803	11,99,70,393
	Reimbursement of Employers Cont to PF	40,95,470	86,92,718
	Reimbursement of Employers Cont to Superannuation	26,85,245	-
	Gratuity	47,45,480	-
	Reimbursement of Other Expenses	4,63,67,439	4,16,47,486
	Reimbursement of Depreciation	37,39,564	9,34,090
	Other Reimbursement of Expenses	-	34,43,406
	<b>Recovery of Expenses</b>	<b>49,82,793</b>	<b>49,06,791</b>
	<b>Birla Sun Life Asset Management Company Limited (Excl of S tax ₹ 2,32,42,305, SBC ₹ 8,30,082 and KKC ₹ 8,02,856)</b>	<b>16,60,16,464</b>	<b>7,49,93,649</b>
	Reimbursement of Salary Expenses	13,29,27,081	5,27,27,801
	Reimbursement of Employers Cont to PF	21,99,358	35,43,125
	Reimbursement of Employers Cont to Superannuation	14,42,036	-
	Gratuity	25,48,428	-
	Reimbursement of Other Expenses	2,48,91,332	1,83,12,184
	Reimbursement of Depreciation	20,08,229	4,10,539
	<b>Recovery Of Expenses</b>	<b>-</b>	<b>71,92,461</b>
	<b>Aditya Birla Financial Shared Services Limited (Excl of S Tax ₹ 97,860, SBC ₹ 3515, KKC ₹ 3515)</b>	<b>38,75,664</b>	<b>-</b>
	Reimbursement of Other Expenses	6,98,986	-
	Reimbursement of Capital Expenses	31,76,678	-
	<b>Recovery of Expenses</b>		
	Reimbursement of Other Expenses	2,39,959	-
	Deposit Refund	1,82,000	-
	<b>Aditya Birla Customer Services Limited (Excl Of S Tax ₹ 8,152, SBC ₹ 291, KKC ₹ 291)</b>	<b>58,224</b>	<b>2,25,94,684</b>
	Reimbursement of Salary Expenses	-	1,74,04,513
	Reimbursement of Employers Cont to PF	-	7,81,461
	Reimbursement of Other Expenses	58,224	43,29,044
	Reimbursement of Depreciation	-	79,666
	<b>Recovery of Expenses</b>		
	Nomination Fees - Paid	1,00,000	-
	Nomination Fees - Received	1,00,000	-
	<b>Aditya Birla Money Mart Limited</b>	<b>2,60,087</b>	<b>1,01,76,049</b>
	Reimbursement of Salary Expenses	-	70,02,653
	Reimbursement of Employers Cont to PF	-	4,59,683
	Reimbursement of Other Expenses	-	25,61,695
	Reimbursement of Depreciation	-	46,862
	Other Comprehensive Income	-	1,01,058
	Aditya Birla Money Mart Limited - CCD Interest Income	2,60,087	4,098
	<b>Recovery of Other Expenses</b>	<b>-</b>	<b>14,217</b>
	Nomination Fees - Paid	1,00,000	3,00,000
	Nomination Fees - Received	1,00,000	3,00,000
	<b>Aditya Birla Money Limited (Excl Of S Tax ₹ 5,682, SBC ₹ 203, KKC ₹ 203)</b>	<b>40,585</b>	<b>1,00,91,908</b>
	Reimbursement of Salary Expenses	-	70,02,653
	Reimbursement of Contribution to Fund	-	4,59,683
	Reimbursement of Other Expenses	40,585	25,82,710
	Reimbursement of Depreciation	-	46,862
	<b>Nomination Fees - Paid</b>	<b>1,00,000</b>	<b>1,00,000</b>
	<b>Nomination Fees - Received</b>	<b>1,00,000</b>	<b>-</b>
	<b>Aditya Birla Health Insurance Co. Limited</b>	<b>65,71,309</b>	<b>1,27,38,254</b>
	Reimbursement of Salary and other expenses	14,42,394	1,27,38,254
	Amount Paid On account of Employee TRF - Ankur Bansal	23,08,663	-
	Amount Paid On account of Employee TRF - Srinivas Subramanian	28,20,252	-





Annexure 1 - Related Party Transactions

Sr. No.	Particulars	Year Ended	Year Ended
		March 31, 2017	March 31, 2016
	<b>Prepaid Expenses</b>		
	Employee Insurance Premium Paid	10,77,206	-
	<b>Aditya Birla Housing Finance Limited (Excl Of S Tax ₹ 2,21,252, SBC ₹ 7,902, KKC ₹ 7,902)</b>	<b>26,33,149</b>	<b>-</b>
	Reimbursement of Salary Expenses	15,80,365	-
	Receivable on account of Employee TRF - Anjali Makhija	10,52,784	-
	<b>Aditya Birla Idea Payments Bank Limited</b>	<b>1,16,28,176</b>	<b>-</b>
	Expenses on account of Employee Transfer	1,16,28,176	-
	<b>- Dividend Received From Subsidiaries</b>		
	Aditya Birla Finance Limited	1,75,000	1,75,000
	Aditya Birla Insurance Brokers Limited	7,96,28,979	6,57,07,128
	Birla Sun Life Asset Management Company Limited	25,50,19,844	-
<b>2</b>	<b>Outstanding Balances</b>		
	<b>- Receivables</b>		
	Aditya Birla Financial Shared Services Limited	28,71,128	15,11,420
	Aditya Birla Capital Advisors Private Limited	20,10,489	13,01,787
	Aditya Birla Insurance Brokers Limited	1,84,50,789	16,40,779
	Aditya Birla Finance Limited	19,12,70,469	1,39,31,052
	Birla Sun Life Insurance Company Limited	7,68,01,601	2,25,34,266
	Birla Sun Life Asset Management Company Limited	9,83,62,984	2,06,37,022
	Aditya Birla Customer Services Limited	74,83,315	1,61,82,143
	Aditya Birla Money Mart Limited	-	27,19,388
	Aditya Birla Money Limited	-	1,92,362
	Aditya Birla Housing Finance Ltd	2,96,921	-
	Aditya Birla Health Insurance Co. Limited	-	5,62,974
	ABC SL Employee Welfare Trust	10,10,50,000	10,10,50,000
	Aditya Birla Nuvo Limited	10,000	-
	<b>- Payables</b>		
	Aditya Birla Financial Shared Services Limited (Salary reimbursement)	-	-
	Aditya Birla Nuvo Limited	-	17,220
	Aditya Birla Insurance Brokers Limited	-	-
	Aditya Birla Health Insurance Co. Limited	1,18,915	-
	<b>- Others</b>		
	Equity Shares held by Aditya Birla Nuvo Limited (Holding Company) [including share premium of Rs 34,89,33,00,000 ( March 31, 2016 Rs. 7,083,000,000)]	47,21,57,00,000	15,04,01,00,000
	Equity Shares held by ABNL Investment Limited [including share premium of Rs. 2,70,00,000]	-	3,00,00,000
	Preference Shares held by Aditya Birla Nuvo Limited (Holding Company)	-	17,37,61,00,000
	<b>Equity shares capital held by the Company</b>		
	Aditya Birla Money Limited - Quoted	2,48,30,28,000	2,48,30,28,000
	Aditya Birla Capital Advisors Private Limited - Unquoted	3,50,00,250	3,50,00,250
	Aditya Birla Financial Shared Services Limited - Unquoted	5,00,000	5,00,000
	Aditya Birla Customer Services Private Limited - Unquoted	71,10,98,369	71,10,98,369
	Aditya Birla Trustee Company Private Limited - Unquoted	5,00,250	5,00,250
	Aditya Birla Insurance Brokers Limited - Unquoted	30,00,120	30,00,120
	Aditya Birla Finance Limited - Unquoted	27,95,06,14,630	20,00,05,74,550
	Birla Sun Life Asset Management Company Limited - Unquoted	33,70,99,052	33,70,99,052
	Birla Sun Life Trustee Company Private Limited - Unquoted	1,53,540	1,53,540
	Aditya Birla Housing Finance Limited - Unquoted	4,17,66,47,500	2,39,44,47,500
	Aditya Birla Money Mart Limited - Unquoted	3,61,129	24,07,53,095
	Aditya Birla Health Insurance Co. Limited - Unquoted	51,22,50,010	18,00,00,000
	ABCAP Trustee Company Private Limited - Unquoted	1,00,000	1,00,000
	Aditya Birla Wellness Private Limited - Unquoted (incl. Share application money of ₹ 4,08,00,000)	6,58,10,000	-
	Birla Sun Life Insurance Company Limited	12,06,92,56,288	-





Annexure 1 - Related Party Transactions

Sr. No.	Particulars	Year Ended	Year Ended
		March 31, 2017	March 31, 2016
	<b>Preference shares capital held by the Company</b>		
	<b>Aditya Birla Finance Limited</b>		
	0.01% Compulsory Convertible Preference Shares	-	1,77,79,82,171
	<b>Aditya Birla Money Mart Limited</b>		
	0.01% Redeemable Non Convertible Non Cumulative Preference Shares	10,00,000	1,00,00,00,000
	<b>Aditya Birla Money Limited</b>		
	8% Redeemable Non Convertible Cumulative Preference Shares	30,00,00,000	30,00,00,000
	<b>Aditya Birla Customer Services Limited</b>		
	0.001% Compulsory Convertible Cumulative Preference Shares	59,99,99,998	59,99,99,998
	Investment in Aditya Birla Private Equity - Sunrise Fund	16,24,27,020	26,92,51,484
	Investment in Aditya Birla Private Equity - Fund I	75,56,80,908	1,32,27,20,472
	<b>Debentures held by the Company</b>		
	0.1% Cumulative Convertible Debentures (CCD) - Aditya Birla Money Mart Limited	26,00,86,600	50,00,00,000
	0.1% Cumulative Convertible Debentures (CCD) - Aditya Birla Finance Limited	23,99,13,400	-
<b>3</b>	<b>Key Managerial Personnel</b>		
	Ankur Bansal (Till April 30, 2016)	3,54,244	-
	Anjali Makhija (w.e.f. May 01, 2016)	42,37,026	-
	Ajay Srinivasan (Amounts shown here are before allocation to subsidiary companies)	24,34,97,656	12,78,96,949

\* Figures of previous periods have been regrouped / rearranged whenever necessary.



## Annexure : 2

(Amount in ₹)

Sr No	Particulars	Amount Outstanding	Amount Overdue
1	<b>Liabilities Side:</b>		
	<b>Loans and advances availed by the CIC inclusive of interest accrued thereon but not paid:</b>		
	(a) Debentures : Unsecured	-	-
	(b) Deferred Credits	-	-
	(c) Term Loans	-	-
	(d) Inter-corporate loans and borrowing	-	-
	(e) Commercial Paper	4,93,50,38,856	-
	(f) Other Loans (specify nature)	-	-

	<b>Assets Side :</b>	Amount Outstanding	
2	<b>Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :</b>		
	(a) Secured	-	-
	(b) Unsecured	60,57,34,061	-

3	<b>Break up of Leased Assets and stock on hire and other assets counting towards AFC activities :</b>	Amount	
	(i) Lease assets including lease rentals under sundry debtors:		
	(a) Financial lease	-	-
	(b) Operating lease	-	-
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	-	-
	(b) Repossessed Assets	-	-
	(iii) Other loans counting towards AFC activities		
	(a) Loans where assets have been repossessed	-	-
	(b) Loans other than (a) above	-	-

4	<b>Break-up of Investments :</b>		
	<b>Current Investments :</b>		
	<b>1. Quoted :</b>		
	(i) Shares : (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-



## Annexure : 2

(Amount in ₹)

Sr No	Particulars	Amount Outstanding	Amount Overdue
	<b>2. Unquoted :</b>		
	(i) Shares : (a) Equity	-	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	29,98,51,662	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	<b>Long Term Investments :</b>		
	<b>1. Quoted :</b>		
	(i) Shares : (a) Equity	2,35,88,76,600	-
	(b) Preference	-	-
	(ii) Debentures and Bonds	-	-
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Others (please specify)	-	-
	<b>2. Unquoted :</b>		
	(i) Shares : (a) Equity	45,86,23,91,138	-
	(b) Preference	90,02,99,998	-
	(ii) Debentures and Bonds	50,00,00,000	-
	(iii) Units of mutual funds	-	-
	(iv) Government Securities	-	-
	(v) Private Equity Fund	91,81,07,928	-

5	Borrower group-wise classification of assets financed as in (2) and (3) above :	Secured	Unsecured
	<u>Category</u>		
	<b>1. Related Parties</b>		
	(a) Subsidiaries	-	39,74,38,781
	(b) Companies in the same Group	-	-
	(c) Other related parties	-	10,10,50,000
	(d) Other than related parties	-	10,72,45,280
	<b>Total</b>	-	<b>60,57,34,061</b>

6	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
	<u>Category</u>		
	<b>1. Related Parties</b>		
	(a) Subsidiaries	-	49,62,15,67,736
	(b) Companies in the same Group	-	-
	(c) Other related parties	-	-
	(d) Other than related parties	-	91,81,07,928
	<b>Total</b>	-	<b>50,53,96,75,664</b>

