

Edelweiss Financial Services Limited

**Abridged Standalone Financial Statements
for the year ended 31 March 2018**

INDEPENDENT AUDITORS' REPORT

To the Members of Edelweiss Financial Services Limited

Report on the abridged standalone financial statements

1. The accompanying abridged standalone financial statements of Edelweiss Financial Services Limited (the "Company") comprise the abridged balance sheet as at March 31, 2018, the abridged statement of profit and loss and abridged cash flow statement for the year then ended together with the related notes, which we have signed under reference to this report.
2. These abridged standalone financial statements are derived from the statutory audited financial statements of the Company for the year ended March 31, 2018 prepared by the Company's Management in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013 (the "Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, covered by our attached report of even date to the Members of the Company pursuant to section 143 of the Act, in which we have expressed an unmodified audit opinion.
3. The abridged standalone financial statements do not contain all the disclosures required by the Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 and Schedule III to the Act, applied in the preparation and presentation of the audited financial statements of the Company. Reading the abridged standalone financial statements, therefore, is not a substitute for reading the audited financial statements of the Company.

Management's Responsibility for the Abridged Standalone financial Statements

4. The Company's Management is responsible for the preparation of the abridged financial statements in accordance with Rule 10 of the Companies (Accounts) Rules, 2014 (the "Rules"). The Company's Management (including Directors) are ultimately responsible for the designing, implementing and maintaining internal control relevant to the preparation and presentation of the abridged standalone financial statements that are consistent with the audited standalone financial statements and are free from material misstatement, whether due to fraud or error; and also includes appropriate interpretation and application of the relevant provisions of the Rules and the Act.
5. The Company's Management (including Directors) are also responsible for ensuring that the Company complies with the requirements of the Rules.

Auditors' Responsibility

6. Our responsibility is to express an opinion on the abridged standalone financial statements based on our procedures, which were conducted in accordance with Standard on Auditing (SA) 810, 'Engagements to Report on Summary Financial Statements', issued by the Institute of Chartered Accountants of India.

Opinion

7. In our opinion, the accompanying abridged standalone financial statements, are consistent, in all material respects, with the audited statutory standalone financial statements of the Company as at and for the year ended March 31, 2018 prepared in accordance with Schedule III to the Act, covered by our attached report of even date to the Members of the Company pursuant to section 143 of the Act, in accordance with the Rules.

Other Matter

8. The Company had prepared the abridged standalone financial statements for the year ended March 31, 2017 in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, which were audited by another firm of chartered accountants, who vide their report dated May 17, 2017 issued unmodified opinion on those abridged standalone financial statements.
Our opinion is not modified in respect of this matter.

For **Price Waterhouse Chartered Accountants LLP**
Firm Registration Number: 012754N/N500016
Chartered Accountants

Russell I Parera
Partner

Membership Number: 42190

Mumbai
May 03, 2018

Independent Auditors' Report

TO THE MEMBERS OF EDELWEISS FINANCIAL SERVICES LIMITED

Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of Edelweiss Financial Services Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information,.

Management's Responsibility for the Standalone Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, 2018, and its profit and its cash flows for the year ended on that date.

Independent Auditors' Report (*Continued*)

Other Matter

9. The standalone financial statements of the Company for the year ended March 31, 2017, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated May 17, 2017, expressed an unmodified opinion on those financial statements.

Our opinion is not qualified in respect of these matters.

Report on Other Legal and Regulatory Requirements

10. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143 (3) of the Act, we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A;
 - g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2018 on its financial position in its standalone financial statements – Refer Note 2.36;
 - ii. The Company has made provision as at March 31, 2018, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 2.5, 2.9 and 2.46;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended March 31, 2018; and
 - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.

For **Price Waterhouse Chartered Accountants LLP**
Firm Registration Number: 012754N/N500016
Chartered Accountants

Russell I Parera
Partner

Membership Number : 042190

Mumbai
May 03, 2018

Annexure A to Independent Auditors' Report

Referred to in paragraph 11 (f) of the Independent Auditors' Report of even date to the members of Edelweiss Financial Services Limited on the standalone financial statements for the year ended March 31, 2018

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls over financial reporting of Edelweiss Financial Services Limited ("the Company") as of March 31, 2018 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

2. 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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 Act.

Auditors' Responsibility

3. 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 deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. 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 standalone financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

Annexure A to Independent Auditors' Report *(Continued)*

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. 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

8. 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, 2018, 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 **Price Waterhouse Chartered Accountants LLP**

Firm Registration Number: 012754N/N500016

Chartered Accountants

Russell I Parera

Partner

Membership Number : 042190

Mumbai

May 03, 2018

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Edelweiss Financial Services Limited on the standalone financial statements as of and for the year ended March 31, 2018

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
- (b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period of 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification;
- (c) The title deeds of immovable properties, as disclosed in Note 2.10 on fixed assets to the financial statements, are held in the name of the Company.
- ii. The Company is in the business of rendering services, and consequently, does not hold any inventory. Therefore, the provisions of Clause 3(ii) of the said Order are not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' stock option scheme, income tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and service tax with effect from July 1, 2017 and other material statutory dues, as applicable, with the appropriate authorities.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of duty of customs, duty of excise, value added tax or goods and service tax which have not been deposited on account of any dispute. The particulars of dues of income tax and service tax as at March 31, 2018 which have not been deposited on account of a dispute, are as follows:

Name of the statute	Nature of dues	Amount (₹ mn)	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act , 1961	Income Tax	0.28	AY 2009-10	Income Tax Appellate Tribunal (ITAT)
Income Tax Act , 1961	Income Tax	1.26	AY 2012-13	Commissioner of Income Tax (Appeals)
Income Tax Act , 1961	Income Tax	0.88	AY 2014-15	Commissioner of Income Tax (Appeals)
Service Tax	Service tax and penalty	414.60	2008-2009 to 2011-2012	CESTAT, Mumbai

Annexure B to Independent Auditors' Report *(Continued)*

- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.
- ix. In our opinion, and according to the information and explanations given to us, the moneys raised by way of further public offer (Qualified Institutional Placement) have been applied for the purposes for which they were obtained. The Company has not raised any money by way of initial public offer of equity or further public offer of debt instruments or term loan during the year.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non -cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For **Price Waterhouse Chartered Accountants LLP**
Firm Registration Number: 012754N/N500016
Chartered Accountants

Russell I Parera
Partner

Mumbai
May 03, 2018

Membership Number : 042190

Abridged Balance Sheet as at 31 March 2018

(Statement containing salient features of Balance Sheet as per proviso to Section 136(1) the Companies Act, 2013 and Rule 10 of Companies (Accounts) Rules, 2014)

(Currency: Indian rupees in millions)	As at 31 March 2018	As at 31 March 2017
I EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital		
Equity	915.50	832.57
(b) Reserves and surplus		
(i) Capital redemption reserve	2.03	2.03
(ii) Securities premium account	30,529.40	14,374.63
(iii) General reserve	508.64	508.64
(iv) Surplus in statement of profit and loss (Refer note 2.14)	1,616.42	1,436.33
	33,571.99	17,154.20
2 Share application money pending allotment (Refer note 2.4)	25.08	40.94
3 Non-current liabilities		
(a) Long-term borrowings	-	212.00
(b) Other Long term liabilities	-	38.99
(c) Long-term provisions	27.29	63.09
	27.29	314.08
4 Current liabilities		
(a) Short-term borrowings	-	7,150.33
(b) Trade payables	-	-
(i) total outstanding dues of micro enterprises and small enterprises		
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	264.27	143.81
(c) Other current liabilities	683.61	1,462.90
(d) Short-term provisions	351.73	411.19
	1,299.61	9,168.23
TOTAL - EQUITY AND LIABILITIES (1+2+3+4)	34,923.97	26,677.45
II ASSETS		
5 Non-current assets		
(a) Fixed assets		
(i) Property, Plant and Equipment (original cost less depreciation)	18.06	22.61
(ii) Intangible assets (original cost less depreciation/amortisation)	48.48	43.23
(iii) Intangible assets under development	11.91	37.77
(b) Non-current investments (Refer note 2.12)	26,652.73	16,633.38
(c) Deferred tax assets (net)	236.70	277.57
(d) Long-term loans and advances	2,120.07	2,146.36
(e) Other Non-Current assets	1.07	0.39
	29,089.02	19,161.31
6 Current assets		
(a) Trade receivables	634.01	522.03
(b) Cash and cash balances	151.14	315.82
(c) Short-term loans and advances	4,893.90	6,333.12
(d) Other current assets	155.90	345.17
	5,834.95	7,516.14
TOTAL ASSETS (5+6)	34,923.97	26,677.45

See accompanying accounting policies and notes to the abridged financial statements 1 & 2

Compiled from the audited financial statements of the Company referred to in our report dated 3 May 2018

Complete Balance Sheet, Statement of Profit and Loss, other statements and notes thereto prepared as per the requirements of Revised Schedule III to the Companies Act, 2013 are available at the Company's website - www.edelweissfin.com.

This is the Abridged Balance Sheet referred to in our report of even date

For Price Waterhouse Chartered Accountants LLP
Chartered Accountants
Firm's Registration No.: 012754N / N500016

Russell I Parera
Partner
Membership No.: 42190

Mumbai
3 May 2018

For and on behalf of the Board of Directors

Rashesh Shah
Himanshu Kaji

S Ranganathan
B Renganathan

Mumbai
3 May 2018

Chairman, Managing Director & CEO
Executive Director

Chief Financial Officer
EVP & Company Secretary

DIN: 00008322
DIN: 00009438

Abridged Statement of Profit and Loss for the year ended 31 March 2018

(Statement containing salient features of Statement of Profit and Loss as per proviso to Section 136(1) the Companies Act, 2013 and Rule 10 of Companies (Accounts) Rules, 2014)

(Currency: Indian rupees in millions)	For the year ended 31 March 2018	For the year ended 31 March 2017
I Income		
Revenue from operations		
(a) Fee and commission income	2,478.90	2,207.46
(b) Income from investments and dividend	851.75	1,019.45
(c) Interest income	872.03	1,008.35
(d) Other operating revenue	192.47	269.04
Net revenue from operations	4,395.15	4,504.30
II Other income	3.13	0.35
III Total income (I+II)	4,398.28	4,504.65
IV Expenditure		
(a) Employee benefits expense	903.42	856.52
(b) Finance costs	749.57	1,405.20
(c) Depreciation and amortisation expense	40.60	28.31
(d) Other expenses	918.67	778.73
Total expenditure	2,612.26	3,068.76
V Profit before tax (III-IV)	1,786.02	1,435.89
VI Tax expense		
(a) Current tax	318.54	178.12
(b) Deferred tax	40.88	(32.29)
VII Profit for the year (V-VI)	1,426.60	1,290.06
VIII Earnings per equity share (₹) (Face value ₹ 1 each) (Refer note 2.3):		
(a) Basic	1.64	1.56
(b) Diluted	1.59	1.49

See accompanying accounting policies and notes to the abridged financial statements 1& 2

Compiled from the audited financial statements of the Company referred to in our report dated 3 May 2018

This is the Abridged Statement of Profit and Loss referred to in our report of even date

For Price Waterhouse Chartered Accountants LLP
Chartered Accountants
Firm's Registration No.: 012754N / N500016

Russell I Parera
Partner
Membership No.: 42190

Mumbai
3 May 2018

For and on behalf of the Board of Directors

Rashesh Shah
Himanshu Kaji

Chairman, Managing Director & CEO
Executive Director

DIN: 00008322
DIN: 00009438

S Ranganathan
B Renganathan

Chief Financial Officer
EVP & Company Secretary

Mumbai
3 May 2018

Abridged Cash Flow Statement for the year ended 31 March 2018

(Statement containing salient features of Cash Flow Statement as per proviso to Section 136(1) the Companies Act, 2013 and Rule 10 of Companies (Accounts) Rules, 2014)

(Currency: Indian rupees in millions)	For the year ended 31 March 2018	For the year ended 31 March 2017
I Net cash generated from operating activities	2,771.12	2,200.79
II Net cash used in investing activities	(8,983.39)	(314.96)
III Net cash generated from / (used in) financing activities	5,998.11	(1,785.34)
IV Net (decrease) / increase in cash and cash equivalents (I+II+III)	(214.16)	100.49
V Cash and cash equivalents at the beginning of the year	310.84	210.35
VI Cash and cash equivalents at the end of the year (Refer note 2.11)	96.68	310.84

See accompanying accounting policies and notes to the abridged financial statements. 1&2

Compiled from the audited financial statements of the Company referred to in our report dated 3 May 2018

This is the Abridged Cash Flow Statement referred to in our report of even date

For Price Waterhouse Chartered Accountants LLP

Chartered Accountants

Firm's Registration No.: 012754N / N500016

Russell I Parera

Partner

Membership No.: 42190

Mumbai

3 May 2018

For and on behalf of the Board of Directors

Rashesh Shah

Chairman, Managing Director & CEO

DIN: 00008322

Himanshu Kaji

Executive Director

DIN: 00009438

S Ranganathan

Chief Financial Officer

B Renganathan

EVP & Company Secretary

Mumbai

3 May 2018

Notes to the abridged financial statements for the year ended 31 March 2018

1. Significant accounting policies

1.1 Background

Edelweiss Financial Services Limited ('the Company') is registered with the Securities & Exchange Board of India (SEBI) as a Category I – Merchant Banker and Portfolio Management Advisor. The Company was incorporated on 21 November 1995 and is the ultimate holding company of Edelweiss group of companies.

The Company is principally engaged in providing investment banking services and holding company activities comprising of development, managerial and financial support to the businesses of Edelweiss group entities.

1.2 Basis of preparation of abridged financial statements

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

1.3 Use of estimates

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

1.4 Current / non-current classification

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

Assets

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

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

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

All other assets are classified as non-current.

Liabilities

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

- a. It is expected to be settled in the company's normal operating cycle.
- b. It is held primarily for the purpose of being traded;

Notes to the abridged financial statements (*Continued*)

1. Significant accounting policies (*Continued*)

1.4 Current / non-current classification (*Continued*)

- c. It is due to be settled within 12 months after the reporting date; or
- d. The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

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

All other liabilities are classified as non-current

1.5 Revenue recognition

- a. Investment banking fee and other advisory fee income is recognised on an accrual basis in accordance with the terms and contracts entered into between the Company and the counterparty. Guarantee commission and other fees for services rendered to group companies is recognised on an accrual basis.
- b. Interest income is recognised on accrual basis.
- c. Dividend income is recognised when the right to receive payment is established.
- d. Profit earned on sale of investments is recognised on trade date basis. Profit/loss on sale of investments is determined based on the weighted average cost of the investments sold.
- e. The rating support fee for the borrowing programme of the subsidiaries is accrued on straight line basis over the rating period and as per the contractual terms agreed with the subsidiaries.
- f. Royalty income, which is generally earned based upon a percentage of sales or a fixed amount, is recognized on an accrual basis.

1.6 Fixed assets and depreciation / amortization

Property, Plant and Equipment

Property, Plant and Equipment acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any. The cost of fixed assets comprises of purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or the date it is put to use, whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective fixed assets which are as per the provisions of Part C of the Schedule II of the Act for calculating the depreciation.

Notes to the abridged financial statements (*Continued*)

1. Significant accounting policies (*Continued*)

1.6 Fixed assets and depreciation / amortization (*Continued*)

The estimated useful lives of the fixed assets are as follows:

Class of asset	Estimated useful life
Building (other than Factory Building)	60 years
Furniture and Fixtures	10 years
Vehicles	8 years
Office Equipment	5 years
Computers - Servers and networks	6 years
Computers - End user devices, such as desktops, laptops, etc.	3 years

Leasehold improvements & premises are amortized on a straight-line basis over the estimated useful lives of the assets or the period of lease, whichever is shorter.

Intangible fixed assets

Intangible fixed assets are recorded at the consideration paid for the acquisition of such assets and are carried at cost less accumulated amortization and impairment, if any.

Intangibles such as software is amortized over a period of 3 years or its estimated useful life whichever is shorter.

1.7 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount is the greater of the net selling price and the value in use of those assets. Value in use is arrived at by discounting the estimated future cash flows to their present value based on an appropriate discount factor. If such recoverable amount of the asset or the recoverable amount of cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If, at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

1.8 Investments

Investments are classified into non-current investments and current investments. Investments that are readily realisable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments. However, that part of long term investments which is expected to be realized within 12 months after the reporting date is also presented under 'current assets' as "current portion of long term investments" in consonance with the current and non-current classification as per Schedule III.

Non-current investments are carried at cost less diminution in value which is other than temporary, determined separately for each investment.

Current investments are carried at lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each investment. In case of investments in mutual funds, the net asset value of units declared by the mutual funds is considered as the fair value.

1.9 Foreign currency transactions and currency derivatives

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of the transaction. Exchange differences, if any, arising out of transactions settled during the year are recognised in the statement of profit and loss for the year.

Notes to the abridged financial statements (*Continued*)

1. Significant accounting policies (*Continued*)

1.9 Foreign currency transactions and currency derivatives (*Continued*)

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date. The resultant exchange differences, if any, are recognised in the statement of profit and loss and related assets and liabilities are accordingly restated in the balance sheet.

The Company enters into currency derivative transactions to economically hedge its foreign exchange exposure. These derivative transactions are measured at fair value as at the balance sheet date. Fair value is determined using quoted market prices in an actively traded market, for the instrument.

In respect of currency forward contracts entered with banks, the premium or discount arising at the inception of the contract is amortised over the life of the contract in the statement of profit and loss. The difference in the opening and closing exchange rates (mark to market) is recognised in the statement of profit and loss. Any profit or loss arising on cancellation or renewal of such contracts is recognised in the statement of profit and loss.

1.10 Employee benefits

The accounting policy followed by the Company in respect of its employee benefit schemes in accordance with Accounting Standard 15 (Revised 2005), is set out below:

Provident fund and National Pension Scheme

The Company contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognised in the statement of profit and loss.

Gratuity

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods. Such benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted. The present value of the obligation under such benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method. The obligation is measured at present values of estimated future cash flows. The discount rates used for determining the present value are based on the market yields on Government Securities as at the balance sheet date.

Benefits in respect of gratuity are funded with an Insurance Company approved by Insurance Regulatory and Development Authority (IRDA).

Actuarial gains and losses arising from experience adjustments and change in actuarial assumptions are recognised in the statement of profit and loss in the period in which they arise.

Compensated absences

The eligible employees of certain companies of the Group are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Group recognises the charge to the statement of profit and loss and corresponding liability on account of such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits are determined using the projected unit credit method.

Deferred Bonus

The Company has adopted a Deferred Bonus Plan under its Deferred Variable Compensation Plan. A pool of identified senior employees of the Company is entitled for benefits under this plan. Such deferred compensation will be paid in a phased manner over a future period of time. The measurement for the same has been based on actuarial assumptions and principles. These assumptions and principles are consistent with the requirements of Accounting Standard 15 (Revised 2005).

Notes to the abridged financial statements (*Continued*)

1. Significant accounting policies (*Continued*)

1.11 Current and Deferred Tax

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

Current tax

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

Deferred tax

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

Minimum Alternate Tax (MAT)

MAT credit asset is recognised where there is convincing evidence that the asset can be realised in future. MAT credit assets are reviewed at each balance sheet date and written down or written up to reflect the amount that is reasonably certain to be realised.

1.12 Operating leases

Lease payments for assets taken on operating lease are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term.

1.13 Earnings per share

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

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

1.14 Employee stock option plans ('ESOPs')

The Company follows the intrinsic value method to account for compensation cost of its stock based employee compensation plans as per the accounting treatment prescribed by Employee Stock Option Scheme and Employee Share-based Payments issued by Securities and Exchange Board of India (SEBI) and guidance note on Employee Share-based Payments issued by Institute of Chartered Accountants of India (ICAI). The compensation cost is amortised on a straight-line basis.

1.15 Cash and cash equivalents

Cash and cash equivalents includes cash in hand, demand deposits with banks and other fixed deposits with bank with original maturities of three months or less.

Notes to the abridged financial statements (*Continued*)

1. Significant accounting policies (*Continued*)

1.16 Borrowing Costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Interest cost in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

1.17 Provisions and contingencies

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

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

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

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.1 Segment reporting (*Corresponding to note 2.27 of the complete financial statements*)

Primary Segment (Business Segment)

The Company's business is organised and management reviews the performance based on the business segments as mentioned below:

Segment	Activities Covered
Agency business	Advisory and transactional services
Holding company activities	Development, managerial and financial support to the businesses of Edelweiss group entities

Income for each segment has been specifically identified. Expenditure, assets and liabilities are either specifically identified with individual segments or have been allocated to segments on a systematic basis.

Based on such allocations, segment disclosures relating to revenue, results, assets and liabilities have been prepared.

Secondary Segment

Since the business operations of the Company are primarily concentrated in India, the Company is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

The following table gives information as required under the Accounting Standard -17 on "Segment Reporting":

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
I Segment Revenue		
a) Agency business	2,101.10	1,652.08
b) Holding company activities	2,297.18	2,852.57
c) Unallocated	-	-
Total Income	4,398.28	4,504.65
II Segment Results		
a) Agency business	1,067.31	659.08
b) Holding company activities	718.71	776.81
c) Unallocated	-	-
Profit before taxation	1,786.02	1,435.89
Less : Provision for taxation	359.42	145.83
Profit after taxation	1,426.60	1,290.06

Notes to the abridged financial statements (Continued)

(Currency: Indian rupees in millions)

2.1 Segment reporting (Corresponding to note 2.27 of the complete financial statements) (Continued)

Particulars	31 March 2018	31 March 2017
III Segment Assets		
a) Agency business	725.98	427.40
b) Holding company activities	33,467.50	25,490.31
c) Unallocated	730.49	759.74
Total	34,923.97	26,677.45
IV Segment Liabilities		
a) Agency business	278.88	357.64
b) Holding company activities	732.51	8,820.51
c) Unallocated	315.51	304.16
Total	1,326.90	9,482.31
V Capital Expenditure (Including intangible assets under development)		
a) Agency business	35.19	42.69
b) Holding company activities	7.85	9.99
c) Unallocated	-	-
Total	43.04	52.68
VI Depreciation and Amortization		
a) Agency business	33.20	22.94
b) Holding company activities	7.40	5.37
c) Unallocated	-	-
Total	40.60	28.31
VII Significant Non-Cash Expenses Other than Depreciation and Amortization		
a) Agency business	49.04	91.18
b) Holding company activities	(0.03)	0.08
c) Unallocated	-	-
Total	49.01	91.26

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*)

Disclosure as required by Accounting Standard 18 - "Related Party Disclosure":

(A) Subsidiaries which are controlled by the Company:

Edelweiss Securities Limited
Edelweiss Finance & Investments Limited
ECL Finance Limited
Edelweiss Global Wealth Management Limited
EC Global Limited, Mauritius (through EC International Limited, Mauritius)
Edelweiss Insurance Brokers Limited
Edelweiss Trustee Services Limited
Edelweiss Business Services Limited
Edelcap Securities Limited (through ECap Equities Limited)
Edelweiss Asset Management Limited
ECap Equities Limited
Edelweiss Broking Limited
Edelweiss Trusteeship Company Limited
Edelweiss Alternative Asset Advisors Limited
Edelweiss Housing Finance Limited (through Edelweiss Commodities Services Limited)
Edelweiss Investment Adviser Limited
EC Commodity Limited
Edel Commodities Limited (through Edelweiss Commodities Services Limited)
Edel Land Limited
Edelweiss Custodial Services Limited (through Edelweiss Securities Limited)
EC International Limited, Mauritius
Edelweiss Capital (Singapore) Pte. Limited
Edelweiss Alternative Asset Advisors Pte. Limited (through Edelweiss Capital (Singapore) Pte. Limited)
Edelweiss International (Singapore) Pte. Limited (through Edelweiss Capital (Singapore) Pte. Limited)
Aster Commodities DMCC, United Arab Emirates (through EC International Limited, Mauritius)
EAAA LLC, Mauritius (through EC International Limited)
EW Special Opportunities Advisors LLC, Mauritius (through EAAA LLC)
EW India Special Assets Advisors LLC, Mauritius (through EAAA LLC)
Edel Investments Limited
Edelweiss Tokio Life Insurance Company Limited
Edelweiss Investment Advisors Private Limited, Singapore (through Edelweiss Capital (Singapore) Pte. Limited)

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(A) Subsidiaries which are controlled by the Company: (*Continued*)

Edelweiss Commodities Services Limited

Edelweiss Comtrade Limited (through Edelweiss Securities Limited)

Edel Finance Company Limited

Edelweiss Capital Markets Limited (through Edelweiss Commodities Services Limited)

EW SBI Crossover Advisors LLC, Mauritius (through EAAA LLC) (Upto 29 July 2017)

EFSL Trading Limited (through Edel Commodities Limited)

EFSL Comtrade Limited (through Edelweiss Commodities Services Limited)

Edelweiss Retail Finance Limited (through Edelcap Securities Limited)

Edelweiss Securities (Hong Kong) Private Limited (through Edelweiss Securities Limited)

Edelweiss Financial Services Inc, United States of America (through Edelweiss Securities Limited)

Cross Border Synergy Pte. Limited (formerly known as Edelweiss Commodities Pte. Limited) (through EFSL Comtrade Limited) (Upto 6 December 2017)

Edelweiss Agri Value Chain Limited (through Edelweiss Commodities Services Limited)

EdelGive Foundation

Edelweiss Multi Strategy Funds Management Private Limited

Edelweiss Wealth Advisors LLP (through Edelweiss Commodities Services Limited)

Edelweiss India Capital Management, Mauritius (through Edelweiss Multi Strategy Funds Management Private Limited)

Edelweiss Multi Strategy Fund Advisors LLP (through Edelweiss Multi Strategy Funds Management Private Limited)

EFSL International Limited, Mauritius (through EC International Limited)

Edelweiss Financial Services (UK) Limited, United Kingdom (through Edelweiss Securities Limited)

Edelweiss Holdings Limited

Edelweiss Tarim Urunleri Anonim Sirketi, Turkey (through EFSL Comtrade Limited) (Upto 27 February 2018)

Edelweiss AIF Fund I - EW Clover Scheme -1 (through Edelcap Securities Limited)

Edelweiss General Insurance Company Limited

Edelweiss Finvest Private Limited (through Ecap Equities Limited)

Edelweiss Asset Reconstruction Company Limited (through Edelweiss Custodial Services Limited)

Edelweiss Private Equity Tech Fund (through Ecap Equities Limited)

Edelweiss Securities (IFSC) Limited

Edelweiss Value and Growth Fund (through Ecap Equities Limited)

Alternative Investment Market Advisors Private Limited

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(B) Associates:

Allium Finance Private Limited (through Edelweiss Commodities Services Limited)

Edelweiss Fund Advisors Private Limited

Dahlia Commodities Services Private Limited (through Edelweiss Securities Limited)

Magnolia Commodities Services Private Limited (through Edelweiss Securities Limited)

Aeon Credit Service India Private Limited (through ECL Finance Limited) (Upto 22 August 2017)

(C) Individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them control or significant influence over the Company:

Mr. Rashesh Shah

Mr. Venkatchalam Ramaswamy

Ms. Vidya Shah

Ms. Aparna T. C.

(D) Key managerial personnel :

Mr. Rashesh Shah - Chairman, Managing Director & CEO

Mr. Venkatchalam Ramaswamy - Executive Director

Mr. Himanshu Kaji - Executive Director

Mr. Rujan Panjwani - Executive Director

(E) Relatives of individuals exercising significant influence and relatives of KMP, with whom transaction have taken place:

Ms. Kaavya Venkat

Ms. Shilpa Mody

Ms. Sejal Premal Parekh

Mr. A V Ramaswamy

Ms. Sneha Sripad Desai

Ms. Shabnam Panjwani

(F) Enterprises over which KMPs / Relatives exercise significant influence, with whom transactions have taken place:

Spire Investment Advisors LLP

Shah Family Discretionary Trust

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(G) Transactions and balances with related parties

Sr. No.	Nature of Transaction	Related Party Name	31 March 2018	31 March 2017
Capital Account Transactions				
1	Investments in Equity shares of	Edelweiss Tokio Life Insurance Company Limited	2,350.03	-
		Edelweiss Broking Limited	1,783.49	-
		Edelweiss General Insurance Company Limited	1,650.00	-
		Edel Finance Company Limited	1,257.80	-
		Ecap Equities Limited	1,250.00	-
		Edelweiss Finvest Private Limited	1,180.64	-
		Edelweiss Asset Reconstruction Company Limited	-	434.89
		Edelweiss Asset Management Limited	-	315.00
		Edelweiss Securities (IFSC) Limited	-	108.66
		Edelweiss Capital (Singapore) Pte. Limited	-	70.08
		Edelweiss Multi Strategy Funds Management Pvt. Ltd.	-	70.00
		Others – Subsidiaries	1,899.79	68.05
2	Reduction in investments on account of demerger of (Refer Note 4)	Edelweiss Finance and Investments Limited	1,325.40	-
3	Redemption of preference shares of	Ecap Equities Limited	18.00	-
		Edel Investments Limited	9.00	-
		Edelweiss Securities Limited*	0.00	-
Current Account Transactions				
4	Commercial paper subscribed by	Edelweiss Commodities Services Limited	-	1,986.94
		Ecap Equities Limited	-	3,732.67
5	Commercial paper redeemed to	Edelweiss Commodities Services Limited	-	10,823.88
6	Short term loans given to (Refer note 1)	Edelweiss Commodities Services Limited	23,205.31	39,093.19
		ECL Finance Limited	7,000.00	-
		Ecap Equities Limited	-	84.00
		Edelweiss Securities Limited	-	968.18
		Edelweiss Retail Finance Limited	-	333.02
		Edelweiss Capital (Singapore) Pte. Limited	2,985.74	3,258.65
		EC International Limited	419.76	6,511.80
		Others – Subsidiaries	-	2,639.91

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(G) Transactions and balances with related parties (*Continued*)

Sr. No.	Nature of Transaction	Related Party Name	31 March 2018	31 March 2017
Current Account Transactions (Continued)				
7	Short term loans repaid by (Refer note 1)	Edelweiss Commodities Services Limited ECL Finance Limited Ecap Equities Limited EC International Limited Edelweiss Capital (Singapore) Pte. Limited Edelweiss Securities Limited Edelweiss Finance & Investments Limited Edelweiss Retail Finance Limited Edelweiss Finvest Private Limited Others – Subsidiaries	22,375.91 7,000.00 - 412.14 907.21 42.65 - - - 2,738.27	39,393.77 - 279.27 5,926.90 1,506.87 1,249.43 123.41 429.13 13.40 3,653.35
8	Short term loans taken from (Refer note 1)	Edelweiss Commodities Services Limited	2,968.60	10,397.01
9	Short term loans repaid to (Refer note 1)	Edelweiss Commodities Services Limited	10,118.93	3,246.68
10	Margin placed with Broker (Refer note 1)	Edelweiss Securities Limited Edelweiss Custodial Services Limited	0.30 6.51	3.81 21.43
11	Margin withdrawn from Broker (Refer note 1)	Edelweiss Securities Limited Edelweiss Custodial Services Limited	0.01 12.18	58.50 5.49
12	Reimbursements recovered from	ECL Finance Limited Edelweiss Commodities Services Limited Edelweiss Finance & Investments Limited Ecap Equities Limited Edelweiss Alternative Asset Advisors Limited Edelweiss Asset Reconstruction Company Limited Others – Subsidiaries Others – Associates	- 0.14 - - 0.26 0.50 0.07 -	114.63 267.41 31.28 122.51 - - 510.00 196.95
13	Reimbursements paid to	Edelweiss Business Services Limited Ecap Equities Limited Others – Subsidiaries	11.45 96.00 4.37	613.51 - 3.94

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(G) Transactions and balances with related parties (*Continued*)

Sr. No.	Nature of Transaction	Related Party Name	31 March 2018	31 March 2017
Current Account Transactions				
(Continued)				
14	Dividend paid to	Mr. Rashesh Shah	196.16	145.30
		Mr. Venkatchalam Ramaswamy	78.34	58.03
		Ms. Vidya Shah	47.29	35.03
		Shah Family Discretionary Trust	52.31	-
		Spire Investment Advisors LLP	4.32	41.95
		Others - Individuals exercising significant influence	16.42	12.00
		Others - Key managerial personnel	21.13	14.30
		Others - Relatives of individuals exercising significant influence	20.60	15.30
15	Remuneration to	Mr. Rashesh Shah	64.23	61.16
		Mr. Venkatchalam Ramaswamy	1.20	2.70
		Mr. Himanshu Kaji	51.43	58.49
		Mr. Rujan Panjwani	31.34	1.33
16	Dividend Income from	Edelweiss Securities Limited	301.46	-
		Edelweiss Finance & Investments Limited	-	557.55
		Edelweiss Commodities Services Limited	248.62	452.59
		Ecap Equities Limited	300.00	-
17	Rating support fee earned from	ECL Finance Limited	1.74	155.70
		Edelweiss Commodities Services Limited	0.92	103.30
		Edelweiss Securities Limited	0.15	11.60
		Others – Subsidiaries	1.50	70.50
18	Fee / commission earned from	Aster Commodities DMCC	24.69	99.50
		EC Global Limited	10.12	27.43
		Edelweiss Tokio Life Insurance Company Limited	20.00	50.00
		Edelweiss International (Singapore) Pte. Ltd.	2.54	13.80
		Edelweiss Commodities Pte Limited	-	23.56
		Edelweiss Commodities Services Limited	142.78	-
		Edelweiss Finvest Private Limited	79.78	-
		Others – Subsidiaries	93.58	-
19	Interest Income on short term loan from	Edelweiss Commodities Services Limited	513.64	558.69
		Edelweiss Securities Limited	1.85	6.79
		ECL Finance Limited	81.36	-
		Ecap Equities Limited	-	1.46
		EC International Limited	45.14	179.89
		Edelweiss Capital (Singapore) Pte. Limited	197.98	172.91
		Others – Subsidiaries	30.09	88.10

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(G) Transactions and balances with related parties (*Continued*)

Sr. No.	Nature of Transaction	Related Party Name	31 March 2018	31 March 2017
Current Account Transactions				
(Continued)				
20	Interest income on margin from	Edelweiss Securities Limited	0.01	0.30
		Edelweiss Custodial Services Limited	0.46	0.02
21	Interest expense on short term loan to	Edelweiss Commodities Services Limited	213.26	442.18
22	Interest expense on debentures	Edelweiss Commodities Services Limited	-	1.60
		Edelweiss Finance & Investments Limited	-	3.98
23	Interest expense on commercial papers	Edelweiss Commodities Services Limited	-	26.75
		Others – Subsidiaries	-	0.34
24	Commission & Sub-brokerage paid to	Edelweiss Securities Limited	0.12	0.01
		Others – Subsidiaries	0.06	-
25	Rent expense to	Edelweiss Commodities Services Limited	60.35	68.74
		Others – Subsidiaries	10.81	0.51
26	Other expenses to	Edelweiss Securities Limited	0.07	0.07
		Edelweiss Business Services Limited	29.07	0.05
		Edelweiss Tokio Life Insurance Company Limited	-	19.09
27	Cost reimbursements paid to	Edelweiss Commodities Services Limited	36.96	10.79
		Others – Subsidiaries	1.80	0.08
28	Cost reimbursements recovered from	Edelweiss Securities Limited	1.72	7.56
		Edelweiss Commodities Services Limited	0.24	1.54
		ECL Finance Limited	1.83	8.89
		Edelweiss Tokio Life Insurance Company Limited	2.68	2.48
		Edelweiss Broking Limited	1.82	13.31
		Others – Subsidiaries	7.54	25.80
		Others – Associates*	0.00	0.07
29	Transfer of gratuity liability on account of employee transfer to	Edelweiss Alternative Asset Advisors Limited	1.00	-
		Edelweiss Asset Reconstruction Company Limited	0.70	-
		Others – Subsidiaries	0.35	-

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(G) Transactions and balances with related parties (*Continued*)

Sr. No.	Nature of Transaction	Related Party Name	31 March 2018	31 March 2017
Current Account Transactions				
(Continued)				
30	Transfer of gratuity liability on account of employee transfer from	ECL Finance Limited* ECap Equities Limited	0.00 0.66	1.00 0.64
31	Directors nomination deposits placed with	Edelweiss General Insurance Company Limited Edelweiss Tokio Life Insurance Company Limited EC Commodity Limited Edelweiss Holdings Limited Edelweiss Multi Strategy Funds Management Pvt. Ltd. Edelweiss Securities (IFSC) Limited Edelweiss Global Wealth Management Limited Edelweiss Broking Limited ECap Equities Limited Edelweiss Securities Limited Others – Subsidiaries	0.30 0.30 0.20 0.30 - 0.30 0.40 - - - 0.30 0.90	- - 0.30 - 0.10 - - 0.30 0.20 - -
32	Directors nomination deposits repaid by	Edelweiss Global Wealth Management Limited Edelweiss Tokio Life Insurance Company Limited Edelweiss General Insurance Company Limited Edelweiss Securities Limited Edelweiss Asset Management Limited Edelweiss Holdings Limited Edelweiss Securities (IFSC) Limited Edelweiss Commodities Services Limited Edelweiss Broking Limited ECL Finance Limited EC Commodity Limited ECap Equities Limited Others – Subsidiaries	0.40 0.30 0.30 0.30 0.10 0.30 0.30 - - - 0.20 - 0.50	- - - - - - - 0.10 0.30 0.20 0.40 0.20 0.20
33	Contribution towards corporate social responsibility	Edelgive Foundation	38.00	26.84
Balances with related parties				
34	Investments in Equity shares in	ECL Finance Limited Edelweiss Tokio Life Insurance Company Limited Edelweiss Finance & Investments Limited Others – Subsidiaries Others – Associates	5,190.56 5,992.24 1,692.23 13,748.54 0.50	5,190.56 3,642.21 2,618.12 5,126.33 0.50

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(G) Transactions and balances with related parties (*Continued*)

Sr. No.	Nature of Transaction	Related Party Name	31 March 2018	31 March 2017
	Balances with related parties			
	(Continued)			
35	Investments in Preference shares in	Ecap Equities Limited	-	18.00
		Edel Investments Limited	-	9.00
		Edelweiss Securities Limited	-	0.00
36	Dividend receivable from	Edelweiss Commodities Services Limited	-	199.49
37	Short term loans given to (Refer note 1)	Edelweiss Commodities Services Limited	829.39	-
		EC International Limited	711.82	698.63
		Edelweiss Broking Limited	-	2,573.55
		Edelweiss Capital (Singapore) Pte. Limited	2,958.87	2,632.12
		Others – Subsidiaries	6.53	213.85
38	Short term loans taken from (Refer note 1)	Edelweiss Commodities Services Limited	-	7,150.33
39	Accrued interest on loans given to	Edelweiss Commodities Services Limited	29.15	23.09
		Edelweiss Securities Limited	-	0.41
		EC International Limited	23.37	8.82
		Edelweiss Capital (Singapore) Pte. Limited	95.15	88.36
		Others – Subsidiaries	0.46	9.88
40	Interest expense accrued and due on borrowings from	Edelweiss Commodities Services Limited	-	39.54
41	Advances with	Edelweiss Securities Limited	0.01	0.60
		Edelweiss Tokio Life Insurance Company Limited	29.66	32.51
		ECL Finance Limited	-	1.06
		Edelweiss Commodities Services Limited	-	0.64
		Others – Subsidiaries	3.49	3.62
		Others – Associates	0.05	0.05
42	Trade payables to	Edelweiss Securities Limited	16.63	2.13
		Edelweiss Commodities Services Limited	21.53	1.09
		Edelweiss Finance & Investments Limited	1.05	1.05
		ECL Finance Limited*	0.00	0.05
		Ecap Equities Limited	1.99	1.14
		Edelweiss Broking Limited	1.90	1.04
		Aster Commodities DMCC	24.53	-
		Edelweiss Business Services Limited	14.31	-
		Others – Subsidiaries	3.75	4.36

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.2 Related Parties (*Corresponding to note 2.28 of the complete financial statements*) (*Continued*)

(G) Transactions and balances with related parties (*Continued*)

Sr. No.	Nature of Transaction	Related Party Name	31 March 2018	31 March 2017
Balances with related parties (Continued)				
43	Trade receivables from	Aster Commodities DMCC	-	99.50
		EC Global Limited	10.12	27.43
		Edelweiss International (Singapore) Pte. Ltd.	2.54	13.80
		Edelweiss Commodities Services Limited	162.33	-
		Edelweiss Finvest Private Limited	90.39	-
		Edelweiss Tokio Life Insurance Company Limited	-	52.50
		Edelweiss Commodities Pte Limited	-	23.56
		Others – Subsidiaries	109.89	-
44	Margin placed with broker (Refer note 1)	Edelweiss Securities Limited	0.48	0.20
		Edelweiss Custodial Services Limited	10.27	15.94
45	Directors nomination deposits placed with	Edelweiss Securities Limited	0.20	0.20
		Edelweiss Finance & Investments Limited	0.50	0.40
		ECap Equities Limited	0.10	0.10
		Edelweiss Alternative Asset Advisors Limited	0.10	0.10
		Edel Land Limited	0.10	0.10
		Edelweiss Multi Strategy Funds Management Pvt. Ltd.	0.10	0.10
		Others – Subsidiaries	0.20	-
46	Corporate guarantee given to	Edelweiss Commodities Services Limited	17,719.76	20,937.50
		Edelweiss Custodial Services Limited	16,750.00	10,900.00
		Ecap Equities Limited	9,162.50	-
		Edelweiss Asset Reconstruction Company Limited	9,970.90	9,000.00
		Edelweiss Finvest Private Limited	8,480.00	-
		Edelweiss Finance & Investments Limited	1,243.54	6,921.20
		Edelweiss Housing Finance Limited	323.40	3,447.90
		Edelweiss International (Singapore) Pte. Ltd.	520.35	550.16
		ECL Finance Limited	54.00	5,027.00
		Aster Commodities DMCC	-	648.39
		EC Global Limited	-	648.39
		Others – Subsidiaries	3,172.29	12,423.00

* ₹ 0.00 refers to amount less than ₹ 0.01 million

- The Intra group company loans are generally in the nature of revolving demand loans unless otherwise stated. Loan given/taken to/from parties and margin money placed/refund received with/from related parties are disclosed based on the maximum incremental amount given/taken and placed/refund received during the reporting period.
- Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and provision made for bonus which are provided for group of employees on an overall basis. These are included on cash basis.
- Loan given to subsidiaries and associates are for the general corporate business.
- Reduction in equity shares are on account of demerger of finance division and training centre division of its subsidiary company, Edelweiss Finance & Investments Limited, in to Edelweiss Finvest Private Limited and Edel Land Limited respectively.

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.3 Earnings per share (*Corresponding to note 2.29 of the complete financial statements*)

In accordance with Accounting Standard 20 – “Earnings Per Share” prescribed by Companies (Accounts) Rules, 2014, the computation of earnings per share is set out below:

Particulars	2018	2017
a. Shareholders earnings (as per statement of profit and loss)	1,426.60	1,290.06
b. Calculation of weighted average number of equity shares of ₹ 1 each:		
- Number of shares outstanding at the beginning of the year	832,569,089	814,036,630
- Number of shares issued during the year	82,929,838	18,532,459
Total number of equity shares outstanding at the end of the year	91,54,98,927	832,569,089
Weighted average number of equity shares outstanding during the year (based on the date of issue of shares)	87,03,26,846	826,052,403
c. Number of dilutive potential equity shares	2,79,21,341	40,055,553
d. Basic earnings per share (in ₹) {a/b}	1.64	1.56
e. Diluted earnings per share (in ₹) {a/(b+c)}	1.59	1.49

2.4 Share application money pending allotment (*Corresponding to note 2.33 of the complete financial statements*)

The Company has received ₹ 25.08 million (Previous year: ₹ 40.94 million) towards share application on exercise of ESOPs which will result in an issue of 584,190 shares (Previous year: 1,133,100 shares). Of the total receipts ₹ 24.50 million (Previous year: ₹ 39.81 million) has been received towards share premium. These shares have since been allotted.

2.5 During the year, the Company allotted 54,562,488 (Previous year: Nil) equity shares to the eligible Qualified Institutional Buyers (QIB) at a price of ₹ 280 per equity share of ₹ 1 each (inclusive of premium of ₹ 279 per share) aggregating to ₹ 15,277.50 million (Previous year: Nil) through Qualified Institutional Placement (QIP). The issue was made in accordance with the SEBI (Issue of Capital and Disclosure Requirements) Regulations 2009. (*Corresponding to note 2.34 of the complete financial statements*)

2.6 Capital Commitment (*Corresponding to note 2.35 of the complete financial statements*)

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) ₹ 36.01 million (Previous year: ₹ 30.66 million)

2.7 Contingent liabilities (*Corresponding to note 2.36 of the complete financial statements*)

a) Claims against the Company not acknowledged as debt:

Taxation matters in respect of which appeal is pending ₹ 416.14 million (Previous year: ₹ 566.00 million);

b) Other claim not acknowledged as debt:

Corporate guarantees issued on behalf of subsidiaries to the extent of ₹ 67,396.74 million (Previous year: ₹ 70,503.54 million).

The Company's pending litigations mainly comprise of claims against the Company pertaining to proceedings pending with Income tax, service tax and other authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in the financial statements. The Company believes that the outcome of these proceedings will not have a materially adverse effect on the Company's financial position and results of operations.

The Company has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of Income Tax Act 1961 read with Rule 8D of the Income Tax Rules, 1962. The company has filed appeal/s and is defending its position. Based on the favorable outcome in Appellate proceedings in the past and as advised by the tax advisors, company is reasonably certain about sustaining its position in the pending cases, hence the possibility of outflow of resources embodying economic benefits on this ground is remote.

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.8 Details of dues to micro, small and medium enterprises (*Corresponding to note 2.37 of the complete financial statements*)

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

2.9 Disclosure of loans and advances given pursuant to requirements of Regulation 34(3) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015. (*Corresponding to note 2.38 of the complete financial statements*)

Sr. no.	Entity	2018		2017	
		Loan outstanding	Maximum amount outstanding during the year	Loan outstanding	Maximum amount outstanding during the year
1	Edelweiss Capital (Singapore) Pte. Limited	2958.87	3,866.08	2,632.12	4,138.99
2	Edelweiss Broking Limited	-	2,573.55	2,573.55	3,270.55
3	EC International Limited	711.82	1,123.96	698.63	6,625.53
4	Edelweiss Multi Strategy Funds Management Private Ltd.	-	111.19	111.19	213.39
5	Edelweiss Comtrade Limited	-	53.53	53.53	130.16
6	Edelweiss Securities Limited	-	42.65	42.65	1,292.09
7	Edelweiss Securities (IFSC) Limited	6.54	6.54	6.48	6.48
8	Edelweiss Finance & Investments Limited	-	-	-	123.41
9	Edelweiss Commodities Services Limited	829.39	23,205.31	-	39,393.77
10	Ecap Equities Limited	-	-	-	279.27
11	ECL Finance Limited	-	7,000.00	-	-
12	Edelcap Securities Limited	-	-	-	23.62
13	Edelweiss Global Wealth Management Limited	-	-	-	510.90
14	Edelweiss Alternative Asset Advisors Limited	-	-	-	37.33
15	Edel Commodities Limited	-	-	-	52.32
16	EC Commodity Limited	-	-	-	39.12
17	Edel Land Limited	-	-	-	40.06
18	Edelweiss Business Services Limited	-	-	-	198.62
19	Edelweiss Housing Finance Limited	-	-	-	648.49
20	Edelweiss Investment Adviser Limited	-	-	-	673.00
21	EFSL Comtrade Limited	-	-	-	28.11
22	EFSL Trading Limited	-	-	-	76.16
23	Edel Commodities Trading Limited	-	-	-	113.89
24	Edel Finance Company Limited	-	-	-	10.74
25	Edelweiss Custodial Services Limited	-	-	-	7.68
26	Edelweiss Retail Finance Limited	-	-	-	429.13
27	Edelweiss Asset Management Limited	-	-	-	12.30
28	Edelweiss Agri Value Chain Limited	-	-	-	186.83
29	Edelweiss Finvest Private Limited	-	-	-	13.40
30	Edelweiss Metals Limited	-	-	-	68.99
31	Edel Investments Limited	-	-	-	1.12
32	Edelweiss Capital Markets Limited	-	-	-	48.26

All the above loans are repayable on demand as per contracted terms.

Notes to the abridged financial statements (Continued)

(Currency: Indian rupees in millions)

2.10 Encumbrances' on fixed deposits held by the Company (Corresponding to note 2.41 of the complete financial statements)

AU Small Finance Bank Limited: ₹ 50.00 million (Previous year: Nil) against Overdraft facility.

2.11 Details of Cash and Cash Equivalents (Corresponding to note 2.16 of the complete financial statements)

Particulars	As at 31 March 2018	As at 31 March 2017
Cash in hand	0.04	0.08
Balances with banks	96.64	310.76
Total	96.68	310.84

2.12 Details of Investments (Corresponding to note 2.11 of the complete financial statements)

Particulars	As at 31 March 2018	As at 31 March 2017
@ Book value of quoted non-current investments	0.00	0.00
@ Market value of quoted non-current investments	3.10	2.44
Book value of un-quoted non-current investments	26,652.73	16,633.38

@ ₹ 0.00 refers to amount less than ₹ 0.01 million

2.13 Disclosures relating to Specified Bank Notes* (SBNs) held and transacted during the period from 8 November 2016 to 30 December 2016 pursuant to Notification No. G.S.R. 308(E) dated 30th March, 2017: (Corresponding to note 2.44 of the complete financial statements)

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	0.09	0.00	0.09
Add: Permitted receipts	-	0.13	0.13
Less: Permitted payments	-	0.12	0.12
Less: Amount deposited in Banks	0.09	-	0.09
Closing cash in hand as on 30.12.2016	-	0.01	0.01

Note:

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

2.14 The Board of Directors at their meeting held on 3 May 2018, have recommended a final dividend of ₹ 0.30 per equity share (previous year: ₹ 0.30 per equity share) (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting. In terms of revised Accounting Standard (AS) 4 'Contingencies and Events occurring after the Balance sheet date' as notified by the Ministry of Corporate Affairs through amendments to Companies (Accounting Standards) Amendment Rules, 2016, dated 30 March 2016, the Company has not appropriated for the recommended final dividend (including tax) from the Statement of Profit and Loss for the year ended 31 March 2018. (Corresponding to note 2.45 of the complete financial statements)

Notes to the abridged financial statements (*Continued*)

(Currency: Indian rupees in millions)

2.15 The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law/ accounting standards for material foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts. **(Corresponding to note 2.46 of the complete financial statements)**

2.16 Previous year figures have been reclassified to conform to this year's classification.

Signature to notes forming part of the Financial Statements.

For Price Waterhouse Chartered Accountants LLP

Chartered Accountants

Firm's Registration No.: 012754N / N500016

Russell I Parera

Partner

Membership No.: 42190

Mumbai

3 May 2018

For and on behalf of the Board of Directors

Rashesh Shah

Himanshu Kaji

S Ranganathan

B Renganathan

Mumbai

3 May 2018

Chairman, Managing Director & CEO DIN: 00008322

Executive Director DIN: 00009438

Chief Financial Officer

EVP & Company Secretary

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

Part "A": Subsidiaries

(Currency : Indian rupees in millions)

Name of the Subsidiary Company	Edelweiss Securities Limited	Edelweiss Finance & Investments Limited	ECL Finance Limited	Edelweiss Global Wealth Management Limited	EC Global Limited	Edelweiss Insurance Brokers Limited	Edelweiss Trustee Services Limited	Edelweiss Business Services Limited	EdelCap Securities Limited	Edelweiss Asset Management Limited	E Cap Equities Limited
	INR	INR	INR	INR	USD	INR	INR	INR	INR	INR	INR
Reporting currency	09-07-2002	29-08-2005	18-07-2005	09-10-2007	30-12-2004	23-03-2001	08-08-2005	28-06-2005	11-01-2008	23-08-2007	11-01-2008
Date of incorporation/acquisition	-	-	-	-	65.04	-	-	-	-	-	-
Exchange rate	-	-	-	-	-	-	-	-	-	-	-
Paid-up Equity Share Capital	262.14	34.35	1,948.11	160.00	160.85	25.00	0.50	42.27	3.00	700.00	7.40
Paid-up Preference Share Capital	-	313.80	-	-	-	-	-	-	486.25	-	-
Reserves of the Subsidiary	4,267.85	1,960.24	27,445.68	(135.06)	2,537.83	283.98	14.24	27.42	3,070.99	420.01	1,934.97
Total Assets of the Subsidiary	12,657.74	25,407.82	2,67,550.45	635.13	6,040.96	415.53	20.99	835.26	5,711.06	1,348.93	41,523.99
Total Liabilities of the Subsidiary	8,127.75	23,099.43	2,38,156.66	610.19	3,342.28	106.55	6.25	766.57	2,150.82	228.92	39,581.62
Investments	3,999.36	-	6,668.99	-	2,954.12	-	-	-	3,155.35	524.32	8,686.46
Total Turnover	3,214.43	1,542.50	30,600.27	749.90	299.21	380.34	3.24	1,248.88	1,404.84	538.58	4,244.07
Profit/(Loss) before taxation	407.04	32.69	7,035.29	260.45	147.18	95.73	1.98	147.88	522.90	(188.55)	586.53
Provision for taxation	41.99	(179.57)	2,414.82	(10.29)	9.71	30.12	0.51	(3.90)	(58.52)	0.12	237.79
Profit/(Loss) after taxation	365.05	212.26	4,620.48	270.74	137.47	65.61	1.47	151.78	581.42	(188.67)	348.74
Proposed dividend	-	-	-	-	-	-	-	-	-	-	-
% of shareholding	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures
Part "A": Subsidiaries

(Currency : Indian rupees in millions)

Name of the Subsidiary Company	Edelweiss Broking Limited	Edelweiss Trusteehip Company Limited	Edelweiss Alternative Asset Advisors Limited	Edelweiss Housing Finance Limited	Edelweiss Investment Adviser Limited	Edelweiss Commodity Limited	Edel Commodities Limited	Edel Land Limited	Edelweiss Custodial Services Limited	EC International Limited	Edelweiss Capital (Singapore) Pte. Limited
	INR	INR	INR	INR	INR	INR	INR	INR	INR	USD	SGD
Reporting currency	07-02-2008	03-09-2007	14-05-2008	30-05-2008	11-01-2008	05-08-2008	11-08-2008	08-10-2008	16-10-2008	11-12-2008	08-04-2008
Date of incorporation/acquisition	-	-	-	-	-	-	-	-	-	-	-
Exchange rate	-	-	-	-	-	-	-	-	-	65.04	49.82
Paid-up Equity Share Capital	1,133.00	1.00	23.75	543.50	5.50	300.00	0.50	183.89	62.68	6.20	320.53
Paid-up Preference Share Capital	-	-	-	-	-	-	-	-	-	-	-
Reserves of the Subsidiary	315.10	2.39	(497.1)	4,552.31	(957.90)	109.91	(671.88)	(23.29)	936.88	(2,390.06)	(207.73)
Total Assets of the Subsidiary	15,711.92	3.54	782.40	49,545.50	5,245.75	2,440.57	5,641.69	780.38	19,636.77	833.13	3,741.80
Total Liabilities of the Subsidiary	14,263.82	(0.15)	1,255.83	44,449.69	6,198.15	2,030.66	6,313.07	619.78	18,637.21	3,216.99	3,629.00
Investments	21.14	2.63	41.27	-	0.00	-	21.69	228.35	928.94	460.29	2,681.97
Total Turnover	3,362.96	1.07	675.82	5,144.05	394.60	5,532.64	1,670.35	160.70	1,668.80	353.19	204.08
Profit/(Loss) before taxation	129.54	0.00	(118.76)	1,091.04	(364.84)	29.24	57.17	9.35	696.27	119.41	8.79
Provision for taxation	122.80	0.00	3.59	388.18	177.94	15.72	18.75	0.80	202.68	-	0.14
Profit/(Loss) after taxation	6.74	0.00	(122.35)	702.86	(542.79)	13.51	38.42	8.56	493.59	119.41	8.65
Proposed dividend	-	-	-	-	-	-	-	-	-	-	-
% of shareholding	100.00%	100.00%	95.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures
Part "A": Subsidiaries

(Currency : Indian rupees in millions)

Name of the Subsidiary Company	Edelweiss Alternative Asset Advisors Pte. Limited	Edelweiss International (Singapore) Pte. Limited	Aster Commodities DMCC	EAAA LLC	EW Special Opportunities Advisors LLC	EW India Special Assets Advisors LLC	Edelweiss Investments Limited	Edelweiss Tokio Life Insurance Company Limited	Edelweiss Investment Advisors Private Limited	Edelweiss Commodities Services Limited	Edelweiss Comtrade Limited
Reporting currency	SGD	USD	AED	USD	USD	USD	INR	INR	SGD	INR	INR
Date of incorporation/acquisition	08-08-2008	02-05-2008	07-04-2009	21-08-2013	17-07-2009	24-07-2009	24-11-2009	25-11-2009	02-08-2010	30-04-2010	16-07-2010
Exchange rate	49.82	65.04	17.72	65.04	65.04	65.04	-	-	49.82	-	-
Paid-up Equity Share Capital	446.64	2,063.31	133.73	62.47	21.27	88.20	33.70	3,126.21	84.45	297.75	290.00
Paid-up Preference Share Capital	-	-	-	-	-	-	-	-	-	-	-
Reserves of the Subsidiary	(379.00)	(327.83)	1,417.84	125.98	(13.69)	(83.19)	363.30	8,429.27	5.15	5,183.65	(225.91)
Total Assets of the Subsidiary	399.03	3,891.85	1,929.71	194.36	7.93	5.36	922.76	27,912.36	99.89	1,10,078.81	553.16
Total Liabilities of the Subsidiary	331.39	2,156.37	378.14	5.91	(0.35)	(0.35)	525.76	16,356.88	10.29	1,04,324.51	489.07
Investments	-	1,216.52	-	120.61	0.01	0.00	0.00	21,505.42	-	9,823.72	-
Total Turnover	261.91	41.22	(235.09)	129.33	2.58	2.58	570.63	7,823.54	43.84	33,144.70	82.37
Profit/(Loss) before taxation	(177.99)	(479.85)	(347.69)	117.49	0.09	0.15	323.78	(2,326.96)	3.94	752.51	(56.72)
Provision for taxation	-	(103.87)	-	-	-	-	36.01	-	(2.44)	236.45	0.18
Profit/(Loss) after taxation	(177.99)	(375.98)	(347.69)	117.49	0.09	0.15	287.76	(2,326.96)	6.38	516.06	(56.90)
Proposed dividend	-	-	-	-	-	-	-	-	-	-	-
% of shareholding	100.00%	100.00%	100.00%	100.00%	67.00%	90.00%	100.00%	51.00%	100.00%	100.00%	100.00%

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

Part "A": Subsidiaries

(Currency : Indian rupees in millions)

Name of the Subsidiary Company	Edelweiss Company Limited	Edelweiss Capital Markets Limited	Edelweiss FFSL Trading Limited	Edelweiss Comtrade Limited	Edelweiss Retail Finance Limited	Edelweiss Securities (Hong Kong) Private Limited	Edelweiss Financial Services Inc.	Cross Border Synergy Pte. Limited	Edelweiss Agri Value Chain Limited	Edelweiss Multi Strategy Management Private Limited	Edelweiss India Capital Management
	16-07-2010	07-10-2010	24-11-2011	02-12-2011	19-07-2012	06-02-2013	10-05-2013	20-09-2013	24-07-2014	30-04-2014	30-04-2014
	INR	INR	INR	INR	INR	USD	USD	USD	INR	INR	USD
Reporting currency											
Date of incorporation/acquisition	16-07-2010	07-10-2010	24-11-2011	02-12-2011	19-07-2012	06-02-2013	10-05-2013	20-09-2013	24-07-2014	30-04-2014	30-04-2014
Exchange rate	-	-	-	-	-	65.04	65.04	65.04	-	-	65.04
Paid-up Equity Share Capital	739.88	63.00	10.10	1.70	429.50	46.51	80.26	-	1,099.98	132.15	6.87
Paid-up Preference Share Capital	-	-	-	-	-	-	-	-	-	-	-
Reserves of the Subsidiary	510.08	228.95	(29.64)	(72.76)	3,917.24	(28.42)	(10.11)	-	523.40	(47.22)	11.91
Total Assets of the Subsidiary	1,259.50	592.83	199.50	3,087.85	34,009.58	20.31	81.07	-	13,641.01	1,292.00	18.78
Total Liabilities of the Subsidiary	9.54	300.88	219.04	3,158.91	29,662.84	2.22	10.92	-	12,017.63	1,207.07	-
Investments	1,200.00	48.05	5.60	1,661.99	-	-	-	-	-	12.79	-
Total Turnover	4.15	360.75	211.72	1,248.47	3,676.22	0.00	189.76	9.41	3,011.55	319.35	7.19
Profit/(Loss) before taxation	(6.73)	216.59	18.14	134.39	479.90	(10.59)	17.20	2.21	130.27	39.57	3.47
Provision for taxation	(1.90)	12.16	3.58	78.58	163.04	-	0.19	-	40.25	(0.14)	0.17
Profit/(Loss) after taxation	(4.83)	204.43	14.57	55.82	316.86	(10.59)	17.01	2.21	90.02	39.71	3.30
Proposed dividend	-	-	-	-	-	-	-	-	-	-	-
% of shareholding	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures
Part "A": Subsidiaries

(Currency : Indian rupees in millions)

Name of the Subsidiary Company	Edelweiss Multi Strategy Fund Advisors LLP	Edelweiss Wealth Advisors LLP	Edelweiss International Services Limited	Edelweiss Financial Services (UK) Limited	Edelweiss Holdings Limited	EW Clover Scheme-1	Edelweiss General Insurance Company Limited	Edelweiss Finvest Private Limited	Edelweiss Asset Reconstruction Company Limited	Edelweiss Private Equity Tech Fund (IFSC) Limited	Edelweiss Securities Limited
	INR	INR	USD	GBP	INR	INR	INR	INR	INR	INR	USD
Reporting currency	30-04-2014	30-09-2014	28-07-2015	27-08-2015	08-12-2015	01-08-2015	02-03-2016	31-03-2016	16-09-2016	01-10-2016	23-12-2016
Date of incorporation/acquisition	30-04-2014	30-09-2014	28-07-2015	27-08-2015	08-12-2015	01-08-2015	02-03-2016	31-03-2016	16-09-2016	01-10-2016	23-12-2016
Exchange rate	-	-	65.04	92.28	-	-	-	-	-	-	65.04
Paid-up Equity Share Capital	0.10	0.10	6.66	26.23	150.00	500.00	1,700.00	333.26	2,349.26	258.44	147.34
Paid-up Preference Share Capital	-	-	-	-	-	-	-	-	-	-	-
Reserves of the Subsidiary	6.05	1.56	(340.78)	(2.41)	11.74	146.63	(297.60)	8,051.07	8,425.59	(6.34)	(12.98)
Total Assets of the Subsidiary	624.65	1.99	145.54	25.50	162.29	722.96	1,596.09	35,857.77	52,765.59	253.78	158.24
Total Liabilities of the Subsidiary	618.50	0.33	479.66	1.68	0.55	76.33	193.69	27,473.44	41,990.74	1.68	23.88
Investments	220.00	-	-	-	-	683.53	1,366.10	4,337.04	48,966.65	248.09	-
Total Turnover	530.64	46.10	30.69	10.57	9.34	319.66	35.07	3,327.36	8,327.33	-	0.44
Profit/(Loss) before taxation	6.65	43.85	(162.20)	0.57	8.68	135.35	(272.93)	1,694.84	2,739.50	(1.06)	(8.45)
Provision for taxation	0.60	-	-	-	2.34	-	-	362.64	956.30	-	-
Profit/(Loss) after taxation	6.04	43.85	(162.20)	0.57	6.34	135.35	(272.93)	1,332.20	1,783.27	(1.06)	(8.45)
Proposed dividend	-	-	-	-	-	-	-	-	-	-	-
% of shareholding	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	74.80%	88.90%	100.00%

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures
Part "A": Subsidiaries

(Currency : Indian rupees in millions)

Name of the Subsidiary Company	Edelweiss Value and Growth Fund	Alternative Investment Market Advisors Private Limited	Edelweiss Tarim Urunleri Anonim Sirketi	Edelgige Foundation
Reporting currency	INR	INR	TRY	INR
Date of incorporation/acquisition	20-05-2016	05-04-2017	27-01-2016	29-05-2008
Exchange rate	-	-	17.07	-
Paid-up Equity Share Capital	710.87	20.00	-	0.10
Paid-up Preference Share Capital	-	-	-	-
Reserves of the Subsidiary	(3.58)	(0.95)	-	67.50
Total Assets of the Subsidiary	708.40	20.40	-	133.44
Total Liabilities of the Subsidiary	1.11	1.35	-	65.84
Investments	707.88	-	-	Nil
Total Turnover	-	0.00	-	278.29
Profit/(Loss) before taxation	(3.56)	(0.95)	(1.46)	31.00
Provision for taxation	-	-	-	-
Profit/(Loss) after taxation	(3.56)	(0.95)	(1.46)	31.00
Proposed dividend	-	-	-	-
% of shareholding	88.87%	100.00%	100.00%	100.00%

For and on behalf of the Board of Directors

Rashesh Shah Chairman, Managing Director & CEO DIN: 00008322
Himanshu Kaji Executive Director DIN: 00009438

S Ranganathan Chief Financial Officer
B Ranganathan EVP & Company Secretary

Mumbai
3 May 2018

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures
Part "B": Associates and Joint Ventures

(Currency : Indian rupees in millions)

Name of the Associate Company	Allium Finance Private Limited		Edelweiss Fund Advisors Private Limited		Dahlia Commodities Services Private Limited		Magnolia Commodities Services Private Limited		Aeon Credit Services India Private Limited	
	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2017	31-03-2017
Latest audited Balance Sheet Date	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2018	31-03-2017	31-03-2017
"Date on which the Associate or Joint Venture was associated or acquired"	15-06-2009	23-08-2005	14-12-2009	14-12-2009	14-12-2009	14-12-2009	14-12-2009	14-12-2009	25-06-2012	25-06-2012
"No. of Shares of Associates held by the company on the year end"	8,00,000	50,000	1,00,000	1,00,000	1,00,000	1,00,000	1,00,000	1,00,000	Note B	Note B
Amount of Investment in Associates (₹ in million)	21.18	0.50	1.00	1.00	1.00	1.00	1.00	1.00	227.50	227.50
Extent of Holding %	46.13%	40.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	25.00%	25.00%
Description of how there is significant influence	Note A	Note A	Note A	Note A	Note A	Note A	Note A	Note A	Note A	Note A
Reason why the associate/ joint venture is not consolidated	-	-	-	-	-	-	-	-	-	-
Networth attributable to shareholding as per latest audited Balance sheet (₹ in million)	293.32	1.02	182.98	182.98	182.98	182.98	182.98	(0.09)	-	-
Profit / Loss for the year considered in consolidation (₹ in million)	0.16	(1.16)	52.45	52.45	52.45	52.45	52.45	-	(12.07)	(12.07)
Profit / Loss for the year not considered in consolidation (₹ in million)	-	-	-	-	-	-	-	-	-	-

Note A There is significant influence due to percentage (%) of Share Capital

Note B With effect from 22 August 2017, Aeon Credit Services India Private Limited, is ceased to be an Associate of the Company and has not been consolidated from the said date.

For and on behalf of the Board of Directors

Rashesh Shah Chairman, Managing Director & CEO DIN: 00008322
Himanshu Kaji Executive Director DIN: 00009438

S Ranganathan Chief Financial Officer
B Ranganathan EVP & Company Secretary

Mumbai
3 May 2018

Form AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto:

(Currency : Indian rupees in millions)

I. Details of contracts or arrangements or transactions not at arm's length basis: Not Applicable

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts/arrangements/transactions	Salient terms of the contracts or arrangements including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
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II. Details of material contracts or arrangement or transactions at arm's length basis:

Sl. No.	Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts/arrangements/transactions	Salient terms of the contracts or arrangements including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
1	Edelweiss Commodities Services Limited Subsidiary	Unsecured Loan Loan Given	One year	Repayable at demand ₹ 23,205.31	February 9, 2017	Nil
		Loan repayment		₹ 22,375.91		
2	ECL Finance Limited Subsidiary	Unsecured Loan Loan Given	One year	Repayable at demand ₹ 7,000.00	February 9, 2017	Nil
		Loan repayment		₹ 7,000.00		

For and on behalf of the Board of Directors

Rashesh Shah
Himanshu Kaji
Chairman, Managing Director & CEO
Executive Director
DIN: 00008322
DIN: 00009438

S Ranganathan
B Renganathan
Chief Financial Officer
EVP & Company Secretary

Mumbai
3 May 2018