



Date: May 16, 2019

To,
The Manager,
Listing Compliance Department,
National Stock Exchange of India Ltd,
Exchange Plaza,
Bandra Kurla Complex, Bandra (East),
Mumbai - 400051

Sub: Fixation of the record date in relation to the issue of equity shares of IIFL Securities Limited and IIFL Wealth Management Limited to the eligible shareholders of IIFL Holdings Limited, pursuant to the composite scheme of arrangement amongst IIFL Holdings Limited, IIFL Media & Research Services Limited, IIFL Securities Limited, IIFL Wealth Management Limited, India Infoline Finance Limited, IIFL Distribution Services Limited, and their respective shareholders ("Scheme")

Capitalised terms used here and not defined shall have their meaning ascribed as defined under the Scheme.

SYNOPSIS OF THE SCHEME OF ARRANGEMENT

The composite scheme of arrangement filed under the provisions of Sections 230 to 232 and other applicable provisions of the Companies Act, 2013, and the rules made thereunder, involves: (i) amalgamation of India Infoline Media & Research Services Limited ("IIMRSL") with IIFL Holdings Limited ("IHL") ("Part II" of the Scheme); (ii) transfer and vesting of the Securities Business Undertaking ("Part III" of the Scheme) from IHL into IIFL Securities Limited ("ISL"); (iii) transfer and vesting of the Wealth Business Undertaking from IHL into IIFL Wealth Management Limited ("Part IV" of the Scheme); (iv) amalgamation of India Infoline Finance Limited ("IIFL") with IHL ("Part V" of the Scheme); (v) transfer and vesting of the Broking and Depository Participant Business Undertaking from IWML to IIFL Distribution Services Limited ("Part VI" of the Scheme); (vi) reduction and reorganisation of the existing equity shares of ISL; (vii) reduction and reorganisation of the existing equity shares of IWML, and (viii) such other matters consequential to or otherwise connected with the above (the "Scheme"). The Scheme was sanctioned by the National Company Law Tribunal, Mumbai bench by an order dated March 07, 2019.

The Effective Date of the Scheme is May 13, 2019, except in relation to merger of IIFL with IHL, which shall be made effective upon receipt of requisite regulatory approvals by IHL to carry on the lending business.

Rationale for the Scheme

The re-organisation is intended to achieve the following:

- Creation of a clean corporate structure with no cross holdings, thereby ensuring transparency, accountability, highest standards of corporate governance and compliance, enhanced operational flexibility and responsiveness to competitive or environmental challenges;
- Unlocking value and creating enhanced value for shareholders, allowing a focused strategy in operations which would be in the best interest of all stakeholders;
- Creation of listed entities specializing in the loans & mortgages business, wealth management services and capital market business with ability to achieve valuation based on respective risk-return profile and cash flows, attracting the right investors and thus enhancing flexibility in accessing capital; and
- Attracting and motivating its key people with stock options such that their rewards are strongly correlated with IIFL group's philosophy of 'owner mindset' which is shared ownership and shared accountability by all team members.

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IIFL Holdings Limited

CIN No.: L74999MH1995PLC093797

Corporate Office – IIFL Centre, Kamala City, Senapati Bapat Marg, Lower Parel, Mumbai – 400013 Tel: (91-22) 4249 9000 .Fax: (91-22) 40609049

Regd. Office – IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, MIDC, Thane Industrial Area, Wagle Estate, Thane – 400604

Tel: (91-22) 25806650. Fax: (91-22) 25806654 E-mail: csteam@iifl.com Website: www.iifl.com





Appointed Date

The appointed date for amalgamation of IIMRSL with IHL is April 1, 2017 ("Appointed Date 1") and the appointed date for demerger and vesting of the Securities Business Undertaking, the demerger and vesting of the Wealth Business Undertaking, amalgamation of IIFL with IHL, and the demerger and vesting of the Broking and Depository Participant Business Undertaking is April 1, 2018 ("Appointed Date 2").

Salient features of the Scheme

(a) Amalgamation of IIMRSL with IHL

Pursuant to Part II of the Scheme, and in accordance with the provisions of the Companies Act, 2013, the provisions of Section 2(1B) of the Income Tax Act, 1961, IIMRSL along with all its assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc. has amalgamated with and vested in IHL as a going concern so as to become the assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc. of IHL, with effect from the Appointed Date 1.

IIMRSL was a wholly owned subsidiary of IHL and therefore there is no issue of shares by IIMRSL as consideration for the amalgamation of IIMRSL with IHL.

(b) Demerger and vesting of the Securities Business Undertaking

Pursuant to Part III of the Scheme, and in accordance with the provisions of Companies Act, 2013, the provisions of Section 2(19AA) of the Income Tax Act, 1961, the Securities Business Undertaking along with all its assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc. has been demerged from IHL and transferred to and vested in ISL as a going concern, so as to become the assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc., of ISL with effect from April 1, 2018.

In consideration of the demerger and vesting of the Securities Business Undertaking into ISL, it shall issue and allot, on a proportionate basis to each shareholder of IHL, one fully paid up equity share of ₹ 2 each of ISL, credited as fully paid up, for every equity share of ₹ 2 each of IHL held by such shareholder whose name is recorded in the register of members and records of the depository as members of IHL as on the Record Date. Further, upon coming into effect of Part III and after giving effect to combination of authorised capital as contemplated under Part II of the Scheme, ₹ 800 million stands transferred from the authorised capital of IHL and has been combined with the authorised capital of ISL.

(c) Demerger and vesting of Wealth Business Undertaking

Pursuant to Part IV of the Scheme and in accordance with the provisions of the Companies Act, 2013, the provisions of Section 2(19AA) of the Income Tax Act, 1961, the Wealth Business Undertaking along with all its assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc. has been demerged from IHL and transferred to and vested in IWML as a going concern, so as to become the assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc., of IWML with effect from Appointed Date 2.

In consideration of the demerger of the Wealth Business Undertaking into IWML pursuant to the provisions of the Scheme, IWML shall issue and allot, on a proportionate basis to each shareholder of IHL, one fully paid up equity share of ₹ 2 each of IWML, credited as fully paid up, for every seven equity shares of ₹ 2 each of IHL held by such shareholder whose name is recorded in the register of members and records of the depository as members of the IHL as on the Record Date.





(d) Amalgamation of IIFL with IHL

Pursuant to Part V of the Scheme, and in accordance with the provisions of the Companies Act, 2013, the provisions of Section 2(1B) of the Income Tax Act, 1961, IIFL along with all its assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc. being integral parts of IIFL shall amalgamate with and vest in IHL as a going concern so as to become the assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc of IHL with effect from Appointed Date 2.

In consideration of the amalgamation of IIFL with IHL pursuant to the provisions of the Scheme, IHL shall, without any further application, act, deed, consent, instrument, issue and allot, on a proportionate basis to each shareholder of IIFL, one hundred and thirty five fully paid up equity shares of ₹ 2 each of IHL, credited as fully paid up, for every one hundred equity shares of ₹ 10 each of IIFL held by such shareholder whose name is recorded in the register of members and records of the depository as members of IIFL as on the Record Date.

Additionally, the name of IHL will be changed to 'IIFL Finance Limited'.

However, the aforesaid merger of IIFL with IHL shall be made effective after receipt of regulatory approvals by IHL to carry on the lending business.

(e) Demerger and vesting of Broking and Depository Participant Business Undertaking

Pursuant to Part VI of the Scheme and in accordance with the provisions of the Companies Act, 2013, the provisions of Section 2(42C) of the Income Tax Act, 1961, and other applicable laws, the Broking and Depository Business Undertaking stands transferred to and vested in IDSL from IWML as a going concern, so as to become the assets, liabilities, contracts, arrangements, employees, permits, licenses, records, approvals, etc., of IDSL with effect from Appointed Date 2.

The lumpsum consideration for the transfer of the Broking and Depository Participant Business Undertaking is ₹ 165.80 million.

(f) Reduction and reorganisation of the existing equity shares of ISL

Immediately upon implementation of Part III of the Scheme and with effect from the Effective Date and upon allotment of equity shares by ISL, the entire paid up equity share capital of ISL shall stand cancelled, extinguished and annulled and the paid-up equity capital of ISL to that effect shall stand cancelled and reduced, which shall be regarded as reduction of share capital of ISL.

On the Effective Date, ISL shall have debited its share capital account in its books of accounts with the aggregate face value of such cancelled shares. The capital reserve in the books of ISL shall have been increased to the extent of the amount of such cancelled shares.

(g) Reduction and reorganisation of the existing equity shares of IWML

Immediately upon implementation of Part IV of the Scheme and with effect from the Effective Date, the paid up equity share capital as on the Effective Date, of IWML held by IHL shall stand cancelled, extinguished and annulled on and from the Effective Date and the paid up equity capital of IWML to that effect shall stand cancelled and reduced, which shall be regarded as reduction of share capital of IWML.





On the Effective Date, IWML shall have debited its share capital account in its books of accounts with the aggregate face value of such cancelled shares. The capital reserve in the books of IWML shall have been increased to the extent of the amount of such cancelled shares.

IIFL Securities Limited and IIFL Wealth Management Limited shall apply for listing of their equity shares on the BSE Limited and National Stock Exchange of India Limited, in accordance with the SEBI circular no. CFD/DIL3/CIR/2017/21 issued by SEBI dated March 10, 2017 on schemes of arrangement, as amended.

The financial results of IHL as on March 31, 2019 are attached herewith as **Exhibit A**. Audited financials of ISL and IWML as on March 31, 2018 are attached herewith as **Exhibit B1** and **B2** respectively.

The issued, paid-up and subscribed capital of IHL as on the date of this letter is Rs. 638,468,924 divided into 319,234,462 equity shares of INR 2 each fully paid up.

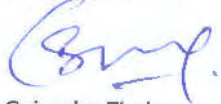
The issued, paid-up and subscribed capital of ISL as on the date of this letter is Rs 187,182,810 divided into 18,718,281 equity shares of Rs 10 each fully paid up.

The issued, paid-up and subscribed capital of IWML as on the date of this letter is Rs 169,042,648 divided into 84,521,324 equity shares of Rs 2 each fully paid up.

Yours faithfully,



For IIFL Holdings Limited


Gajendra Thakur
Company Secretary

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
IIFL HOLDINGS LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **IIFL HOLDINGS LIMITED** ("the Company"), for the year ended 31 March 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year ended 31 March 2019.
5. We draw attention Note No. 9 to the Statement which describes the reasons for implementation of the Composite Scheme of Arrangement amongst the Company, India Infoline Media and Research Services Limited, IIFL Securities Limited, IIFL Wealth Management Limited, India Infoline Finance Limited, IIFL Distribution Services Limited and their respective shareholders, under Sections 230 - 232 and other applicable provisions of the Companies Act, 2013 (the "Scheme"), in Parts, based on the legal opinion obtained by the Company. The Scheme has been approved by the National Company Law Tribunal vide its order dated 07 March 2019 and filed with the Registrar of Companies on 11 April 2019.
- Our report is not modified in respect of this matter.
6. The Statement includes the results for the Quarter ended 31 March 2019 and 31 March 2018 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years which were subject to limited review by us.
7. The previously issued comparative financial information of the Company for the quarter and year ended 31 March 2018 included in this Statement has been prepared after adjusting the previously issued financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS. Adjustments made to the previously issued standalone financial information to comply with IND AS have been audited by us.

Our report is not modified in respect of these matters.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar
Partner
(Membership No.105035)

MUMBAI, ¹⁵14 May 2019



(Rs in Lakhs)

Particulars	Quarter ended			Year ended	
	March 31, 2019	December 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
	(Unaudited) (See Note 10)	(Unaudited) (See Note 10)	(Unaudited) (See Note 5 & 10)	(Audited)	(Audited) (See Note 5)
A. CONTINUING OPERATIONS					
1. Income					
Revenue from operations					
a. Interest Income	-	-	-	-	999.45
b. Dividend Income (See Note 4)	12,804.63	2,250.00	12,851.94	15,054.63	14,876.94
c. Fees and commission Income	-	-	1,057.37	-	8,750.04
Total Revenue from operations (a+b+c)	12,804.63	2,250.00	13,909.31	15,054.63	24,626.43
2. Other Income	-	-	372.26	-	2,379.27
3. Total Revenue (1+2)	12,804.63	2,250.00	14,281.57	15,054.63	27,005.70
Expenses					
a. Employee benefits expense	12.38	7.71	103.79	52.19	843.42
b. Finance Cost	-	-	2.93	-	504.97
c. Depreciation and amortisation expense	10.88	11.16	28.45	44.27	114.31
d. Administration and other expense	127.66	20.64	446.54	248.31	913.92
4. Total Expenses (a+b+c+d)	150.92	39.51	581.71	344.77	2,376.62
5. Profit before tax exceptional items and tax (3-4)	12,653.71	2,210.49	13,699.86	14,709.86	24,629.08
6. Exceptional items	-	-	-	-	-
7. Profit before tax (5-6)	12,653.71	2,210.49	13,699.86	14,709.86	24,629.08
8. Tax Expenses					
a. Current Tax	-	-	374.04	-	2,618.75
b. Deferred Tax	(10.45)	1.83	101.52	(8.97)	343.83
c. Tax adjustment for prior year	-	6.64	39.05	6.64	197.52
Total Tax Expenses (a+b+c)	(10.45)	8.47	514.61	(2.33)	3,160.10
9. Net profit after tax for the year/quarter from continuing operations (7-8)	12,664.16	2,202.02	13,185.25	14,712.19	21,468.98
10. Other Comprehensive Income/ (loss) (OCI)					
Other Comprehensive Income for the year/quarter (net of tax)	(3.57)	(4.10)	13.55	11.79	(9.77)
11. Total Comprehensive Income for the year/quarter (9+10)	12,660.59	2,197.92	13,198.80	14,723.98	21,459.21
12. Paid up Equity Share Capital (Face Value of Rs.2 each) (see note 6)				6,384.06	6,379.58
13. Reserves excluding Revaluation Reserve				1,00,638.70	1,41,891.17
14. Earnings Per Share (Face Value Rs. of 2 each)					
Basic (In Rs.) *	3.97	0.69	4.14	4.61	6.75
Diluted (In Rs.) *	3.96	0.69	4.13	4.60	6.72

* Quarter ended numbers are not annualised

For IIFL Holdings Limited

R. Venkataraman

R. Venkataraman
Managing Director
(DIN: 00011919)



Regd. Office :- IIFL House, Sun Infotech Park, Road No. 16, Plot No. B-23, MIDC, Thane Industrial Estate,

NOTE 1 :- STANDALONE STATEMENT OF ASSET AND LIABILITIES AS ON MARCH 31, 2019

(Rs in Lakhs)

Particulars	As at March 31, 2019	As at March 31, 2018
	Audited	Audited (see note 5)
ASSETS		
1. Financial Assets		
(a) Cash and cash equivalents	3.36	2,361.43
(b) Bank Balance other than (a) above	135.72	107.95
(c) Receivables		
(I) Trade receivables	-	254.23
(II) Other receivables	-	15.40
(d) Investments	1,02,018.28	1,41,905.25
(e) Other financial assets	6.26	637.89
Sub-total	1,02,163.62	1,45,282.15
2. Non-financial Assets		
(a) Current tax assets	4,123.69	3,657.53
(b) Deferred tax Assets (net)	700.31	812.85
(c) Property, Plant and Equipment	62.44	182.05
(d) Other intangible assets	5.96	83.23
(e) Other non-financial assets	315.65	96.76
Sub-total	5,208.05	4,832.42
Total Assets	1,07,371.67	1,50,114.57
LIABILITIES AND EQUITY		
LIABILITIES		
1. Financial Liabilities		
(a) Payables		
(I) 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	60.00	141.00
(b) Other financial liabilities	137.28	428.50
Sub-total	197.28	569.50
2. Non-Financial Liabilities		
(a) Current tax liabilities	-	30.07
(b) Provisions	39.51	371.50
(c) Other non-financial liabilities	112.12	872.75
Sub-total	151.63	1,274.32
3. EQUITY		
(a) Equity share capital	6,384.06	6,379.58
(b) Other equity	1,00,638.70	1,41,891.17
Sub-total	1,07,022.76	1,48,270.75
Total Liabilities and Equity	1,07,371.67	1,50,114.57

For IIFL Holdings Limited

R. Venkataraman

R. Venkataraman
Managing Director
(DIN: 00011919)



Date : May 15, 2019
Place: Mumbai

IIFL Holdings Limited
CIN : L74999MH1995PLC093797

Regd. Office :- IIFL House, Sun Infotech Park, Road No. 16, Plot No. B-23, MIDC, Thane Industrial Estate, Wagle Estate, Thane – 400604

2. The above audited standalone financial results for the quarter and year ended March 31, 2019, have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on May 14, 2019. The auditors have issued audit report with unmodified opinion on annual audited financial results for the year ended March 31, 2019.
3. The Company has adopted Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013 (the "Act") read with Companies (Indian Accounting Standards) Rules, 2015 from April 1, 2018 and the effective date of such transition is April 1, 2017. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder (collectively referred to as the "Previous GAAP").
4. Revenue from operations for quarter ended March 31, 2019, includes dividend from a subsidiary company of Rs. 7,121.49 lakhs (previous quarter NIL).
5. The comparative financial information of the Company for the quarter and year ended March 31, 2018 included in these standalone financial results, are based on the financial results prepared in accordance with the Companies (Accounting Standards) Rules, 2006, have been restated to comply with Ind AS. Adjustments have been made to the previously issued said financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS.

Net profit reconciliation between the figures reported under Previous GAAP and Ind AS is as under:

(Rs in Lakhs)

Particulars	Quarter ended March 31, 2018	Year ended March 31, 2018
	(Unaudited)	(Audited)
Net profit after tax as per Previous GAAP	13,235.18	20,434.81
Add/(less):		
- Fair valuation of Investments	(85.50)	63.58
- Reclassification of actuarial gains/losses on post-employment benefits to OCI	(21.91)	13.78
- On amalgamation of India Infoline Media and Research Services Limited with the Company	(120.72)	985.27
- Compensation cost on fair valuation of employee stock option plan	124.58	(18.06)
- Deferred tax impact on above adjustments	53.62	(10.42)
Net profit after tax as per Ind AS	13,185.25	21,468.98
Other Comprehensive Income (net of tax)	13.55	(9.77)
Total Comprehensive Income as per Ind AS	13,198.80	21,459.21



IIFL Holdings Limited
CIN : L74999MH1995PLC093797

Regd. Office :- IIFL House, Sun Infotech Park, Road No. 16, Plot No. B-23, MIDC, Thane Industrial Estate, Wagle Estate, Thane – 400604

Reconciliation of equity attributable to shareholders of the Company as at March 31, 2018:

(Rs in Lakhs)

Particulars	As at March 31, 2018
	(Audited)
Equity under Previous GAAP	145,598.36
Add/(less):	
- Fair valuation of Investments	348.42
- Deferred tax impact on above	(101.46)
- On amalgamation of India Infoline Media and Research Services Limited with the Company	2,207.53
- Others	217.90
Equity under Ind AS	148,270.75

6. During the quarter ended March 31, 2019, the Company has allotted 121,500 equity shares (previous quarter: 16,945) of Rs. 2/- each on exercise of stock options under the Employee Stock Option Scheme.
7. During the year ended March 31, 2019, the Company has declared and paid an interim dividend of Rs. 5/- per equity share (having a face value of Rs. 2/- each). The same is considered as final dividend.
8. The Company's main business is investing in subsidiaries. In the previous year, the Company's main business was investment banking activity. All other activities revolve around the main business. Further all activities are carried out within India. As such there are no separate reportable segments as per Indian Accounting Standard 108 (Ind AS) on "Operating Segment."
9. The Board of Directors of the Company at its meeting held on January 31, 2018, had approved the Composite Scheme of Arrangement amongst India Infoline Finance Limited ("IIFL Finance"), IIFL Holdings Limited ("Company/IIFL Holdings"), India Infoline Media and Research Services Limited ("IIFL M&R"), IIFL Securities Limited ("IIFL Securities"), IIFL Wealth Management Limited ("IIFL Wealth") and IIFL Distribution Services Limited ("IIFL Distribution"), and their respective shareholders, under Sections 230 - 232 and other applicable provisions of the Companies Act, 2013 ("Scheme") which inter-alia, envisages the following:
 - i. amalgamation of IIFL M&R with IIFL Holdings;
 - ii. demerger of the Securities Business Undertaking (as defined in the Scheme) of IIFL Holdings into IIFL Securities;
 - iii. demerger of the Wealth Business Undertaking (as defined in the Scheme) of IIFL Holdings into IIFL Wealth;
 - iv. transfer of the Broking and Depository Participant Business Undertaking (as defined in the Scheme) of IIFL Wealth to its wholly owned subsidiary i.e., IIFL Distribution, on a going-concern basis; and
 amalgamation of IIFL Finance with the Company.



The Appointed Date for the amalgamation of IIFL M&R with the IIFL Holdings is opening hours of April 01, 2017 and for all the other steps, the Appointed Date is opening hours of April 01, 2018.

The shareholders of the Company have approved the Scheme on December 12, 2018.

The National Company Law Tribunal Bench at Mumbai (Tribunal) has approved the aforementioned Scheme on March 07, 2019 under the applicable provisions of the Companies Act, 2013.

Certified copy of the said order of the Tribunal was received by IIFL Holdings on March 15, 2019 and filed with the Registrar of Companies on April 11, 2019.

Clause 56.2.4 of the Scheme states that Part V of the Scheme dealing with the merger of IIFL Finance with IIFL Holdings shall be made effective upon receipt of Non-Banking Finance Company (NBFC) registration by IIFL Holdings from the Reserve Bank of India (RBI). Pending the receipt of NBFC registration from RBI and based on the legal opinion obtained by the Company, the Board of Directors at its meeting held on May 13, 2019 have decided to give effect to the Scheme in the following manner:

- a) Merger of IIFL M&R with IIFL Holdings with effect from the Appointed Date i.e. April 01, 2017;
- b) Demerger of Securities Business Undertaking and the Wealth Business Undertaking from IIFL Holdings with effect from the Appointed Date i.e. April 01, 2018; and
- c) Transfer of the Broking and Depository Participant Business Undertaking from IIFL Wealth to its wholly owned subsidiary, IIFL Distribution Services Limited with effect from the Appointed Date April 01, 2018.
- d) Merger of the IIFL Finance with IIFL Holdings to be given effect after receipt of necessary registration from the RBI.

On the record date each shareholder of IIFL Holdings will be entitled to:

- a) additional 1 fully paid up equity share of Rs. 2 each in IIFL Securities for every 1 share held in IIFL Holdings for the demerger of Securities Business Undertaking;
- b) additional 1 fully paid up equity share of Rs. 2 each in IIFL Wealth for every 7 shares held in IIFL Holdings for the demerger of Wealth Business Undertaking;

After aforesaid merger of IIFL Finance with IIFL Holdings, each shareholder of IIFL Finance whose name is recorded in the register of members of IIFL Finance on the record date will be entitled to 135 fully paid up equity shares of Rs. 2 each in IIFL Holdings for every 100 shares held in IIFL Finance.



IIFL Holdings Limited
CIN : L74999MH1995PLC093797

Regd. Office :- IIFL House, Sun Infotech Park, Road No. 16, Plot No. B-23, MIDC, Thane Industrial Estate, Wagle Estate, Thane – 400604

The assets and liabilities as at April 01, 2018, transferred out by the Company in terms of the Scheme at book values are summarized below :

(Rs in Lakhs)

Particulars	In respect of Securities Business Undertaking	In respect of Wealth Business Undertaking
Total Assets	15,243.33	1,375.57
Total Liabilities	541.82	405.09
Net Assets	14,701.51	970.48

10. The figures for the quarter ended March 31, 2019 and March 31, 2018 are the balancing figures between audited figures in respect of the year ended March 31, 2019 and March 31, 2018 and the unaudited figures of nine months ended December 31, 2018 and December 31, 2017 respectively. The figures for the quarter ended December 31, 2018 are the balancing figures between unaudited figures in respect of nine months ended December 31, 2018 and unaudited figures in respect of half year ended September 30, 2018.

By order of the Board
For IIFL Holdings Limited

R. Venkataraman

R Venkataraman
Managing Director
DIN: 00011919



Date: May 15, 2019
Place: Mumbai



**INDEPENDENT AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
IIFL HOLDINGS LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of **IIFL HOLDINGS LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the year ended 31 March 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016, dated July 5, 2016.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

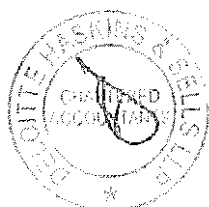
An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parent's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 6 below, is sufficient and appropriate to provide a basis for our audit opinion.

4. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements of subsidiaries referred to in paragraph 6 below, the Statement:



- a. includes the results of the following entities: India Infoline Finance Limited, IIFL Home Finance Limited, Samasta Microfinance Limited and Clara Developers Private Limited;
 - b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - c. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the Group for the year ended 31 March 2019.
5. We draw attention Note No. 2 to the Statement which describes the reasons for implementation of the Composite Scheme of Arrangement amongst the Company, India Infoline Media and Research Services Limited, IIFL Securities Limited, IIFL Wealth Management Limited, India Infoline Finance Limited, IIFL Distribution Services Limited, and their respective shareholders, under Sections 230 - 232 and other applicable provisions of the Companies Act, 2013 (the "Scheme"), in Parts, based on the legal opinion obtained by the Company. The Scheme has been approved by the National Company Law Tribunal vide its order dated 07 March 2019 and filed with the Registrar of Companies on 11 April 2019
- Our report is not modified in respect of this matter.
6. We did not audit the financial statements of two subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. 193,091.05 lakhs as at 31 March 2019, total revenues of Rs.33,975.36 lakhs, total net profit after tax of Rs. 5,320.40 lakhs and total comprehensive income of Rs. 5,276.82 lakhs for the year ended on that date, as considered in the consolidated financial results. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors.
7. The Statement includes the results for the Quarter ended 31 March 2019 and 31 March 2018 being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years which were subject to limited review by us.
8. The comparative financial information for the quarter and year ended 31 March 2018 in respect of twenty one subsidiaries, which includes its share of loss in its one joint venture prepared in accordance with the Ind AS and included in this Statement have been audited by other auditors whose reports have been furnished to us by the Management and in so far as it relates to the comparative amounts and disclosures included in respect of these subsidiaries and joint venture made in this Statement, is based solely on the reports of the other auditors.



9. The previously issued comparative financial information of the Group for the quarter and year ended 31 March 2018 included in this Statement, have been prepared after adjusting the previously issued consolidated financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS. Adjustments made to the previously issued consolidated financial information to comply with IND AS have been audited by us

Our report is not modified in respect of these matters.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Pallavi A. Gorakshakar
Partner
(Membership No.105035)

MUMBAI, ¹⁵~~14~~ May 2019

Particulars	Quarter ended			Year ended	
	March 31, 2019	December 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
	(Unaudited) (see note 12)	(Unaudited) (see note 12)	(Unaudited) (see note 12)	Audited	Audited
1. Income					
Revenue from operations					
(i) Interest Income	1,32,304.18	1,18,251.03	1,13,188.77	4,78,569.32	4,28,012.45
(ii) Dividend Income	5,690.40	2,290.00	56.93	8,002.36	157.72
(iii) Rental Income	-	-	5,567.32	-	7,363.95
(iv) Fees and commission Income	3,471.05	2,968.43	51,139.92	12,272.91	1,78,388.26
(v) Net gain on fair value changes	-	-	(167.32)	-	13,178.92
(vi) Net gain on derecognition of financial instruments under amortised cost category	(313.94)	313.94	-	-	-
(vii) Sale of services	-	-	(1,048.98)	-	-
(viii) Others	-	-	1,194.06	-	4,753.39
(I) Total Revenue from operations	1,41,151.69	1,23,823.40	1,69,930.70	4,98,844.59	6,31,854.69
(II) Other Income	4,376.44	1,538.82	(821.14)	10,708.21	14,748.60
(III) Total Income (I+II)	1,45,528.13	1,25,362.22	1,69,109.56	5,09,552.80	6,46,603.29
2. Expenses					
(i) Finance Costs	62,958.23	68,020.67	70,054.76	2,58,572.60	2,72,201.39
(ii) Fees and commission expense	-	-	6,930.81	-	17,876.32
(iii) Net loss on fair value changes	204.04	(2,392.30)	-	1,073.69	-
(iv) Net loss on derecognition of financial instruments under amortised cost category	30,023.95	(1,812.20)	(1,027.84)	30,023.95	19,363.27
(v) Impairment on financial instruments	(12,279.81)	12,565.66	925.86	1.75	21,926.83
(vi) Employee Benefits Expenses	19,898.05	16,980.80	30,955.88	68,312.39	1,05,748.01
(vii) Depreciation, amortization and impairment	1,198.90	743.99	1,878.20	3,212.55	6,709.67
(viii) Others expenses	13,480.75	12,160.91	19,338.76	45,852.40	57,383.27
(IV) Total Expenses	1,15,484.11	1,06,267.53	1,29,056.43	4,07,049.33	5,01,208.76
(V) Profit before Share of Loss of Joint Venture, Exceptional Items and tax (III-IV)	30,044.02	19,094.69	40,053.13	1,02,503.47	1,45,394.53
(VI) Share of Loss from Joint Venture	-	-	102.17	-	581.81
(VII) Profit before Exceptional Items and tax (V-VI)	30,044.02	19,094.69	39,950.96	1,02,503.47	1,44,812.72
(VIII) Exceptional Items (see notes 7 & 8)	10,461.22	-	-	10,461.22	-
(IX) Profit before tax (VII - VIII)	40,505.24	19,094.69	39,950.96	1,12,964.69	1,44,812.72
(X) Tax Expense:	9,039.47	5,737.10	11,964.77	32,532.07	42,746.91
(1) Current Tax	7,305.32	7,257.08	14,922.05	32,304.91	53,161.72
(2) Deferred Tax	1,734.15	(1,526.62)	(2,997.23)	220.52	(10,490.70)
(3) Tax Adjustment for prior years	-	6.64	39.95	6.64	75.89
Total Tax Expense	9,039.47	5,737.10	11,964.77	32,532.07	42,746.91
(XI) Profit for the period/year (IX-X)	31,465.77	13,357.59	27,986.19	80,432.62	1,02,065.81
Profit for the period/year attributable to :					
Owners of the company	27,428.33	11,596.12	22,835.01	69,069.22	79,473.86
Non - Controlling Interest	4,037.44	1,761.47	5,151.18	11,363.40	22,591.95
(XII) Other Comprehensive Income					
(A) (i) Items that will not be reclassified to profit or loss					
(a) Remeasurement of defined benefit liabilities/assets	(20.23)	(187.73)	162.27	(43.68)	(610.80)
(b) Cash Flow Hedge (net)	(1,198.21)	(993.85)	-	(2,452.39)	-
(ii) Income tax relating to items that will not be reclassified to profit or loss	551.38	892.77	186.22	1,484.91	450.02
Subtotal (A)	(667.06)	(288.81)	348.49	(1,011.16)	(160.78)
(B) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
Subtotal (B)	-	-	-	-	-
Other Comprehensive Income (A + B)	(667.06)	(288.81)	348.49	(1,011.16)	(160.78)
(XIII) Total Comprehensive Income for the period/year (XI+XII) (Comprising Profit (Loss) and other Comprehensive Income for the period/year)	30,798.71	13,068.78	28,334.68	79,421.46	1,01,905.03
Total Comprehensive Income attributable to :					
Owners of the Company	26,864.41	11,351.91	23,075.76	68,217.27	79,307.99
Non - Controlling Interest	3,934.30	1,716.87	5,258.92	11,204.19	22,597.04
(XIV) Earnings per equity share					
Basic (In Rs.) *	8.42	3.56	7.24	21.38	24.92
Diluted (In Rs.) *	8.40	3.55	7.22	21.34	24.84

* Not annualised

For IIFL Holdings Limited

R. Venkataraman

R Venkataraman
Managing Director
(DIN: 00011919)



IIFL Holdings Limited
CIN : L74999MH1995PLC093797
Regd. Office :- IIFL House, Sun Infotech Park, Road No. 16, Plot No. B-23, MIDC,
Thane Industrial Estate, Wagle Estate, Thane - 400604

1. Statement of Consolidated Assets and Liabilities as at March 31, 2019

		Rs. Lakhs	
Particulars	As at 31 March 2019	As at 31 March 2018	
ASSETS			
(1) Financial Assets			
(a) Cash and cash equivalents	1,27,660.20	1,51,548.30	
(b) Bank Balance other than (a) above	1,24,482.56	1,60,676.57	
(c) Derivative financial instruments	-	497.50	
(d) Receivables			
(i) Trade Receivables	3,640.01	25,463.48	
(ii) Other Receivables	2,01,777.78	3,996.49	
(e) Loans	27,27,006.73	35,70,287.84	
(f) Investments	27,189.77	2,15,017.53	
(g) Other Financial assets	25,771.06	1,58,164.77	
	32,37,528.11	42,85,652.48	
(2) Non-financial Assets			
(a) Current tax assets	12,786.69	21,830.30	
(b) Deferred tax Assets	33,688.97	39,175.49	
(c) Investment Property	26,342.66	25,030.04	
(d) Property, Plant and Equipment	10,266.89	59,727.17	
(e) Capital work-in-progress	677.68	10,993.86	
(f) Intangible assets under development	-	-	
(g) Goodwill	-	1,071.82	
(h) Other Intangible assets	234.99	1,223.72	
(i) Other non-financial assets	2,882.38	4,821.26	
	86,980.26	1,63,873.66	
Total Assets	33,24,508.37	44,49,526.14	
LIABILITIES AND EQUITY			
LIABILITIES			
(1) Financial Liabilities			
(a) Derivative financial instruments	4,279.07	8,172.41	
(b) Payables			
(i) Trade Payables			
(i) total outstanding dues of micro enterprises and small enterprises	-	0.28	
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	10,293.41	23,952.72	
(ii) Other Payables			
(i) total outstanding dues of micro enterprises and small enterprises	-	-	
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	
(c) Debt Securities	10,57,758.79	15,74,418.88	
(d) Borrowings (Other than Debt Securities)	14,39,879.66	16,62,949.18	
(e) Subordinated Liabilities	1,60,286.44	1,95,275.86	
(f) Other financial liabilities	1,96,810.14	3,30,078.40	
	28,69,107.51	37,94,847.73	
(2) Non-Financial Liabilities			
(a) Current tax liabilities	5,190.38	6,918.50	
(b) Provisions	3,649.00	4,017.46	
(c) Deferred tax liabilities	-	-	
(d) Other non-financial liabilities	9,810.25	19,463.23	
	18,649.63	30,399.19	
(3) EQUITY			
(a) Equity Share capital	6,384.06	6,379.58	
(b) Other Equity	3,63,103.37	4,67,908.48	
	3,69,487.43	4,74,288.06	
(c) Non Controlling Interest	67,263.80	1,49,991.16	
	4,36,751.23	6,24,279.22	
Total Liabilities and Equity	33,24,508.37	44,49,526.14	



IIFL Holdings Limited
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2.The Board of Directors of the Company at its meeting held on 31 January 2018, had approved the Composite Scheme of Arrangement amongst India Infoline Finance Limited ("IIFL Finance"), IIFL Holdings Limited ("Company/IIFL Holdings"), India Infoline Media and Research Services Limited ("IIFL M&R"), IIFL Securities Limited ("IIFL Securities"), IIFL Wealth Management Limited ("IIFL Wealth") and IIFL Distribution Services Limited ("IIFL Distribution"), and their respective shareholders, under Sections 230 - 232 and other applicable provisions of the Companies Act, 2013 ("Scheme") which inter-alia, envisages the following:

- i. amalgamation of IIFL M&R with IIFL Holdings;
- ii. demerger of the Securities Business Undertaking (as defined in the Scheme) of IIFL Holdings into IIFL Securities;
- iii. demerger of the Wealth Business Undertaking (as defined in the Scheme) of IIFL Holdings into IIFL Wealth;
- iv. transfer of the Broking and Depository Participant Business Undertaking (as defined in the Scheme) of IIFL Wealth to its wholly owned subsidiary i.e., IIFL Distribution, on a going-concern basis; and
- v. amalgamation of IIFL Finance with the Company.

The Appointed Date for the amalgamation of IIFL M&R with the IIFL Holdings is opening hours of 1 April 2017 and for all the other steps, the Appointed Date is opening hours of 1 April 2018.

The shareholders of the Company have approved the Scheme on 12 December 2018

The National Company Law Tribunal Bench at Mumbai (Tribunal) has approved the aforementioned Scheme on 7 March 2019 under the applicable provisions of the Companies Act, 2013.

Certified copy of the said order of the Tribunal was received by IIFL Holdings on 15 March 2019 and filed with the Registrar of Companies on 11 April 2019.

Clause 56.2.4 of the Scheme states that Part V of the Scheme dealing with the merger of IIFL Finance with IIFL Holdings shall be made effective upon receipt of Non-Banking Finance Company (NBFC) registration by IIFL Holdings from the Reserve Bank of India. Pending the receipt of NBFC registration from RBI and based on the legal opinion obtained by the Company, the Board of Directors at its meeting held on 13 May 2019 have decided to give effect to the Scheme in the following manner:

- a) Merger of IIFL M&R with IIFL Holdings with effect from the Appointed Date i.e. 1 April 2017;
- b) Demerger of Securities Business Undertaking and the Wealth Business Undertaking from IIFL Holdings with effect from the Appointed Date i.e. 1 April 2018; and
- c) Transfer of the Broking and Depository Participant Business Undertaking from IIFL Wealth to its wholly owned subsidiary, IIFL Distribution Services Limited with effect from the Appointed Date 1 April 2018.
- d) Merger of the IIFL Finance with IIFL Holdings to be given effect after receipt of necessary registration from the RBI.

On the record date each shareholder of IIFL Holdings will be entitled to:

- a) additional 1 fully paid up equity share of Rs. 2 each in IIFL Securities for every 1 share held in IIFL Holdings for the demerger of Securities Business Undertaking;



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- b) additional 1 fully paid up equity share of Rs. 2 each in IIFL Wealth for every 7 shares held in IIFL Holdings for the demerger of Wealth Business Undertaking;

After aforesaid merger of IIFL Finance with IIFL Holdings, each shareholder of IIFL Finance whose name is recorded in the register of members of IIFL Finance on the record date will be entitled to 135 fully paid up equity shares of Rs. 2 each in IIFL Holdings for every 100 shares held in IIFL Finance.



IIFL Holdings Limited
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3. The Company and its subsidiaries are engaged in finance and financial services activities. On a consolidated basis, the Company has identified three reportable segments namely (i) fund based activities, (ii) financial product distribution and (iii) capital market activities. The disclosures in terms of Indian Accounting Standard 108 (Ind AS) on "Operating Segment" as specified under section 133 of Companies Act, 2013 for the Group is as under:

Rs. Lakhs

Particulars	Quarter ended			Year ended	
	March 31, 2019	December 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
	(Unaudited) (see note 12)	(Unaudited) (see note 12)	(Unaudited) (see note 12)	Audited	Audited
Segment Revenue					
1 Fund Based activities	1,48,273.19	1,23,823.39	1,14,732.35	5,05,966.08	4,10,720.01
2 Financial Products distribution	-	-	44,422.36	-	1,65,787.69
3 Capital Market activities	-	-	20,791.55	-	79,817.39
4 Others	4,376.44	1,538.83	5,740.04	10,708.21	21,420.70
Total	1,52,649.63	1,25,362.22	1,85,686.30	5,16,674.29	6,77,745.79
Less : Inter Segment Revenue	(7,121.50)	-	(16,576.74)	(7,121.49)	(31,142.50)
Net Income	1,45,528.13	1,25,362.22	1,69,109.56	5,09,552.80	6,46,603.29
Segment Result (Profit before Tax)					
1 Fund Based activities	39,233.12	18,952.27	19,783.77	1,10,475.29	62,811.92
2 Financial Products distribution	-	-	13,419.69	-	49,435.47
3 Capital Market activities	-	-	4,685.40	-	21,248.74
4 Others	1,793.20	142.42	2,249.29	2,489.40	11,129.40
Total	41,026.32	19,094.69	40,138.15	1,12,964.69	1,44,625.53
Unallocated	(521.08)	-	(187.19)	-	187.19
Total Segment Results	40,505.24	19,094.69	39,950.96	1,12,964.69	1,44,812.72
Segment Assets					
1 Fund Based activities	33,11,721.70	32,02,923.25	40,04,779.13	33,11,721.70	40,04,779.13
2 Financial Products distribution	-	-	1,69,803.19	-	1,69,803.19
3 Capital Market activities	-	-	2,53,113.53	-	2,53,113.53
4 Others	-	-	-	-	-
Total	33,11,721.70	32,02,923.25	44,27,695.85	33,11,721.70	44,27,695.85
Unallocated	12,786.69	12,214.30	21,830.30	12,786.67	21,830.30
Total Segment Assets	33,24,508.39	32,15,137.55	44,49,526.15	33,24,508.37	44,49,526.15
Segment Liabilities					
1 Fund Based activities	28,82,566.76	27,88,467.14	35,05,220.63	28,82,566.76	35,05,220.63
2 Financial Products distribution	-	-	1,01,019.33	-	1,01,019.33
3 Capital Market activities	-	-	2,12,088.47	-	2,12,088.47
4 Others	-	-	-	-	-
Total	28,82,566.76	27,88,467.14	38,18,328.43	28,82,566.76	38,18,328.43
Unallocated	5,190.38	7,818.35	6,918.49	5,190.38	6,918.49
Total Segment Liabilities	28,87,757.14	27,96,285.49	38,25,246.92	28,87,757.14	38,25,246.92
Capital Employed (Segment Assets less Segment liabilities)					
1 Fund Based activities	4,29,154.91	4,10,659.70	4,99,558.50	4,29,154.91	4,99,558.50
2 Financial Products distribution	-	-	68,783.86	-	68,783.86
3 Capital Market activities	-	-	41,025.06	-	41,025.06
4 Others	-	-	-	-	-
Total capital employed in Segments	4,29,154.91	4,10,659.70	6,09,367.42	4,29,154.91	6,09,367.42
Unallocated	7,596.31	8,192.37	14,911.81	7,596.31	14,911.81
Total Capital Employed	4,36,751.22	4,18,852.07	6,24,279.23	4,36,751.22	6,24,279.23



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4. The above audited consolidated financial results for the quarter and year ended March 31, 2019, have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on May 14, 2019. The auditors have issued audit report with modified opinion on annual audited financial results for the year ended 31 March 2019.

5. The Company has adopted Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013 (the "Act") read with Companies (Indian Accounting Standards) Rules, 2015 from April 1, 2018 and the effective date of such transition is April 1, 2017. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder (collectively referred to as the "Previous GAAP").

6. The comparative financial information of the Company for the quarter and year ended March 31, 2018 included in these consolidated financial results, are based on the financial results prepared in accordance with the Companies (Accounting Standards) Rules, 2006, have been restated to comply with Ind AS. Adjustments have been made to the previously issued said financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS.

Net profit reconciliation between the figures reported under Previous GAAP and Ind AS is as under:

(Rs. in Lakhs)

Particulars	Quarter ended March 31, 2018	Year ended March 31, 2018
	(Unaudited)	(Audited)
Net profit after tax as per Previous GAAP	31,798.75	116,207.67
Add/(less):		
- Fair valuation of Investments	-2,463.05	-182.67
- Effective interest rate on financial assets	-3,671.80	-2,853.69
- Effective interest rate on financial liabilities	141.99	-17.66
- Expected credit loss	1,599.23	-21,247.12
- Net gain / (Loss) on loan sold under assignment transactions	-9.26	3,766.15
- Reclassification of actuarial gains/losses on post-employment benefits to OCI	-162.27	610.78
- Incremental cost on fair valuation of employee stock option plan	-117.99	-933.69
- Accounting of common control business combination	-	-116.15
- Others	-279.67	-1,099.86
- Deferred tax impact on above adjustments	1,150.28	7,932.04



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Net profit after tax as per Ind AS	27,986.19	102,065.81
Other Comprehensive Income (net of tax)	348.49	-160.78
Total Comprehensive Income as per Ind AS	28,334.68	101,905.03

Reconciliation of equity attributable to shareholders of the Company as at March 31, 2018:

(Rs in Lakhs)

Particulars	As on Mar 2018
Net worth as per Indian GAAP	656,637.8
Add/(less):	
- Fair valuation of Investments	7,737.6
- Effective interest rate on financial assets	(8,120.2)
- Effective interest rate on financial liabilities	(1,042.0)
- Expected credit loss	(59,164.1)
- Interest recognition on NPAs	(102.8)
- Net gain on de-recognition of loans sold under assignment transaction	8,054.6
- Reclassification of preference shares to financial liability	2,837.8
- Goodwill	(5,414.2)
ESOPs compensation cost	(195.3)
Reversal of DTL on Special Reserve	3,130.7
Consolidation of IIFL Wealth Employee Benefit trust	28.9
Standard Asset reversal	2,769.7
Due to Business Combination – Media	(105.0)
- Others	207.9
- Other Comprehensive Income (net of tax)	(334.4)
Securities Premium transferred to Borrowings under Ind AS	(856.8)
- Deferred tax impact on above adjustments	18,209.1
Networth as per Ind AS	624,279.2



7. During the quarter ended 31 March 2019, India Infoline Finance Limited ("the subsidiary") executed definitive agreement for the sale of its "Vehicle Financing Business" as a going concern on slum sale basis to Indostar Capital Finance Limited. The profit on sale aggregating to Rs. 11,533.04 Lacs has been disclosed as exceptional item.

IIFL Holdings Limited
CIN : L74999MH1995PLC093797

Regd. Office:- IIFL House, Sun Infotech Park, Road No. 16, Plot No. B-23, MIDC, Thane Industrial Estate, Wagle Estate, Thane – 400604

8. During the current year goodwill aggregating to Rs.1,071.82 Lacs has been impaired and disclosed as exceptional item.
9. During the year ended March 31, 2019, the Company has declared and paid an interim dividend of Rs. 5/- per equity share (having a face value of Rs. 2/- each). The same is considered as final dividend.
10. During the quarter ended March 31, 2019 the Company has allotted 1,21,500 equity shares (previous quarter: 16,945 equity shares) having face value of Rs. 2/- each on exercise of stock options under the Employee Stock Option Scheme.
11. The audited Consolidated financial results for the quarter and year ended March 31, 2019, as submitted to Stock Exchanges are also available on our website www.iifl.com.
12. The figures for the quarter ended March 31, 2019 and March 31, 2018 are the balancing figures between audited figures in respect of the year ended March 31, 2019 and March 31, 2018 and the unaudited figures of nine months ended December 31, 2018 and December 31, 2017 respectively. The figures for the quarter ended December 31, 2018 are the balancing figures between unaudited figures in respect of nine months ended December 31, 2018 and unaudited figures in respect of half year ended September 30, 2018.

By order of the Board
For IIFL Holdings Limited



Date: May 15, 2019
Place: Mumbai

R. Venkataraman
R Venkataraman
Managing Director
DIN: 00011919

Tel. : 2200 4465, 2206 7440
 Fax : 91- 22-2200 0649
 E-mail : mumbai@vsa.co.in
 Website : www.vsa.co.in

V. Sankar Aiyar & Co.
 CHARTERED ACCOUNTANTS
 2-C, Court Chambers
 35, New Marine Lines
 Mumbai - 400 020

INDEPENDENT AUDITOR'S REPORT

To The Members of IIFL Securities Limited (formerly known as India Infoline Limited)

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of IIFL Securities Limited (formerly known as India Infoline Limited) ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss, the Cash Flow Statement and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs(financial position), profit or loss (financial performance) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone 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



[Signature]

and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

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

Opinion

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 financial position of the Company as at 31st March, 2018, and its financial performance and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 prescribed 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 31st March, 2018 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position in its financial statements – Refer Note No 28 of the financial statements;



- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Mumbai
Date: May 1, 2018

For V. Sankar Aiyar & Co.,
Chartered Accountants
(FRN 109208W)



(G SANKAR)

Partner

(M. No. 46050)



Annexure A to Auditor's Report

Annexure referred to in our report of even date to the members of IIFL Securities Limited (formerly known as India Infoline Limited) on the accounts for the year ended 31st March 2018

(i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) As explained to us, the assets have been physically verified by the management in accordance with a phased programme of verification which in our opinion is reasonable considering the size of the Company and nature of its fixed assets. According to the information and explanations given to us, no material discrepancies have been noticed on such physical verification.

(c) The Company does not have any immovable property. Therefore, paragraph 3(i)(c) of the Order is not applicable to the Company.

(ii) The Company is not carrying on any trading or manufacturing activity. Therefore, Paragraph 3(ii) of the Order is not applicable to the Company

(iii) According to the information and explanations given to us, the company has not granted any loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Therefore, paragraph 3(iii) of the Order is not applicable to the Company.

(iv) According to the information and explanations given to us, the company has not granted any loans, investments, guarantees and security to which provisions of section 185 and 186 of the Act apply. Therefore, paragraph 3(iv) of the Order is not applicable to the Company.

(v) The Company has not accepted any deposits from the public, within the meaning of Section 73 to 76 or any other relevant provisions of the Act and Rules framed thereunder. We are informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or other tribunal.

(vi) According to the information and explanations given to us, in respect of the class of industry the company falls under, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act. Therefore, paragraph 3(vi) of the Order is not applicable to the Company.

(vii) (a) According to the information and explanations given to us the Company is generally regular in depositing undisputed statutory dues including provident fund, employees state insurance, income tax, service tax, sales tax, value added tax, goods and services tax, cess and other statutory dues as applicable to the Company with the



appropriate authorities. Further as explained, there are no undisputed statutory dues outstanding for more than six months as at 31st March 2018 from the date they became payable.

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

(viii) According to the information and explanation given to us, the company has not defaulted in repayment of loans to banks. The Company has not taken any loans or borrowings from Government or financial institutions and did not have any dues to debenture holders.

(ix) According to the information and explanations given to us, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and term loans during the year. However it has raised monies by way of Commercial Papers and the monies raised were utilized for the purpose for which these were raised.

(x) According to the information and explanations given to us, and based on the audit procedures performed and the representations obtained from the management, we report that no fraud by the company or on the Company by its officers or employees, having a material misstatement on the financial statements has been noticed or reported during the period under audit.

(xi) According to the information and explanations given to us and based on verification of records, the managerial remuneration has been paid in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013.

(xii) In our Opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and hence clause (xii) of the order is not applicable to the Company.

(xiii) According to the information and explanation given to us and based on verification of the records and approvals of the Audit Committee, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.



(xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him. Therefore, paragraph 3(xv) of the Order is not applicable to the Company.

(xvi) According to the information and explanations given to us, the company is not required to be registered under Sec 45-IA of the Reserve Bank of India Act, 1934.

For V. Sankar Aiyar & Co,
Chartered Accountants
(Firm's Registration No. 109208W)

G Sankar

G Sankar
Partner
(Membership No. 46050)

Place: Mumbai

Date: May 1, 2018



Annexure B to Auditor's Report

Annexure referred to in our report of even date to the members of IIFL Securities Limited (formerly known as India Infoline Limited) on the standalone accounts for the year ended 31st March 2018

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

We have audited the internal financial controls over financial reporting of IIFL Securities Limited (formerly known as India Infoline Limited) ("the Company") as of March 31st, 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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, 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 V Sankar Aiyar & Co.,
Chartered Accountants
(Firm's Registration No. 109208W)

G Sankar
Partner
(Membership No. 46050)

Place: Mumbai

Date: May 1, 2018



Particulars	Notes No.	As at March 31, 2018	As at March 31, 2017
I EQUITY AND LIABILITIES			
(1) Shareholder's funds			
(a) Share Capital	3	187,182,810	169,001,000
(b) Reserves and Surplus	4	4,500,009,094	2,242,463,227
(c) Money received against share warrants			
Sub total		4,687,191,904	2,411,464,227
(2) Non Current Liabilities			
(a) Other Long-term liabilities	5	232,031	5,644,029
(b) Long-term provisions	6	15,471,496	13,178,980
Sub total		15,703,527	18,823,009
(3) Current liabilities			
(a) Short-term borrowings	7	4,938,446,739	-
(b) Trade payables	8	162,609,145	188,950,759
(c) Other current liabilities	9	10,583,009,930	12,904,126,498
(d) Short-term provisions	6	73,793,207	142,989,785
Sub total		15,757,859,021	13,236,067,042
TOTAL		20,460,754,452	15,666,354,278
II ASSETS			
(1) Non-current assets			
(a) Fixed Assets	10		
(i) Tangible assets		141,765,504	88,127,591
(ii) Intangible assets		49,092,487	7,402,499
(iii) Capital work-in-progress		4,442,500	18,631,221
(iv) Goodwill		-	1,135,681
Sub total		195,300,491	115,296,992
(b) Non-current investments	11	258,054,331	247,386,081
(c) Deferred tax assets (Net)	24	63,463,627	49,640,578
(d) Long-term loans & advances	12	709,768,152	753,515,199
(e) Other non-current assets		-	-
Sub total		1,031,286,110	1,050,541,858
(2) Current assets			
(a) Inventories		-	-
(b) Trade receivables	13	129,815,186	79,415,301
(c) Cash and Bank Balances	14	7,080,862,921	3,595,118,398
(d) Short-term loans & advances	15	922,771,922	1,373,049,279
(e) Other current assets	16	11,100,717,822	9,452,932,450
Sub total		19,234,167,851	14,500,515,428
TOTAL		20,460,754,452	15,666,354,278
See accompanying notes forming part of the financial statements	01-34		

As per our attached report of even date

For V. Sankar Aiyar & Co
Chartered Accountants
Firm's Registration No. 109208W
By the hand of

G. Sankar

G. Sankar
Partner
Membership No.- 046050



Place : Mumbai
Dated: May 1, 2018

For and on behalf of the Board of Directors

A.S. Dange

Aniruddha Dange
Director
(DIN: 02599853)

N. Jain

Narendra Jain
Director
(DIN: 01984467)

Arindam Chanda

Arindam Chanda
Chief Executive Officer

Bhawani Jhanwar

Bhawani Jhanwar
Chief Financial Officer

J. Upadhyay
Jayesh Upadhyay
Company Secretary

IIFL Securities Limited (Formerly India Infoline Limited)
Statement of Standalone Profit and Loss for the period ended March 31, 2018

(Amount in ₹)

Particulars	Notes No.	2017-2018	2016-2017
INCOME			
Revenue from Operation	17	6,283,563,523	5,077,559,699
Other Income	18	62,399,150	6,434,651
Total Revenue		6,345,962,673	5,083,994,350
EXPENDITURE			
Employee Benefit expenses	19	1,736,870,023	1,470,104,009
Finance cost	20	318,457,212	94,981,835
Depreciation	21	104,039,828	70,644,841
Administration and other expenses	22	2,202,580,602	2,279,258,373
Total expenses		4,361,947,665	3,914,989,058
Profit before tax		1,984,015,008	1,169,005,292
Tax expenses :			
Current tax		693,396,740	417,253,668
Deferred tax expenses		(13,823,049)	(10,390,243)
Short / (excess) provision for Income tax		10,548,870	2,138,588
Total Tax expenses		690,122,561	409,002,013
Profit for the year		1,293,892,447	760,003,279
Earnings per equity share (Face Value ₹ 10)	23		
Basic		73.46	44.97
Diluted		73.46	44.97
See accompanying notes forming part of the financial statements	01-34		

As per our attached report of even date

For V. Sankar Aiyar & Co
Chartered Accountants
Firm's Registration No. 109208W
By the hand of

G. Sankar

G. Sankar
Partner
Membership No.- 046050



Place : Mumbai
Dated: May 1, 2018

For and on behalf of the Board of Directors

A.S. Dange

Aniruddha Dange
Director
(DIN: 02599853)

N. Jain

Narendra Jain
Director
(DIN: 01984467)

A. Chanda

Arindam Chanda
Chief Executive Officer

B. Jhanwar

Bhawani Jhanwar
Chief Financial Officer

J. Upadhyay

Jayesh Upadhyay
Company Secretary

Particulars	April-17 to March-18		April-16 to March-17	
Cash flows from operating activities				
Net profit before taxation, and extraordinary item		1,984,015,008		1,169,005,292
Adjustments for:				
Gratuity	14,689,527		15,754,006	
Depreciation & Amortisation	104,039,828		70,644,841	
Leave Enchasmment	7,697,300	126,426,655	3,347,793	89,746,640
Operating profit before working capital changes		2,110,441,663		1,258,751,931
Increase / (Decrease) in Other liabilities	(2,321,116,568)		2,872,497,467	
Increase / (Decrease) in Trade Payable	(26,341,614)		181,454,409	
Increase / (Decrease) in Other long-term liabilities	(5,411,998)		3,758,029	
Decrease / (Increase) in trade receivables	(50,399,885)		(38,774,770)	
Decrease / (Increase) in other current assets	(1,647,785,372)		(5,023,498,111)	
(Increase) / Decrease in Long term Loan & Advances	3,081,598		95,012,922	
(Increase) / Decrease in Trade inventories	-		29,145,978	
(Increase) / Decrease in Short term Loan & Advances	450,277,357		(1,302,979,786)	
Increase / (Decrease) in Short term & Long term Provision	(89,290,888)		(132,390,964)	
Decrease / (Increase) in other non current assets	-	(3,686,987,370)	1,958,569	(3,313,816,257)
Tax (Paid) / Refund		(663,280,161)		(364,427,014)
Net cash from/(used in) operating activities (a)		(2,239,825,868)		(2,419,491,340)
Cash flows from investing activities				
Purchase of fixed assets,including intangible assets,CWIP and Capital advances	(184,043,327)		(39,957,931)	
Bank balances not considered as cash & cash equivalents - Matured	(1,595,255,765)		(196,343,115)	
Purchase of non-current investments	(10,668,250)		(30,770,720)	
Purchase of current investments	-	(1,789,967,342)	-	(267,071,766)
Net cash from/(used in) investing activities (b)		(1,789,967,342)		(267,071,766)
Cash flows from financing activities				
Proceeds from issuance of share capital including share premium	1,499,999,325		-	
Dividend Paid (including dividend distribution tax)	(518,164,097)		(401,725,956)	
Increase / (Decrease) in Short-term borrowings	4,938,446,739	5,920,281,967	-	(401,725,956)
Net cash from/(used in) financing activities (c)		5,920,281,967		(401,725,956)
Net increase/(decrease) in Cash and Bank Balances (a+b+c)		1,890,488,758		(3,088,289,062)
Cash and cash equivalents at the beginning of the year		2,426,305,259		5,514,594,321
Cash and cash equivalents at the end of the year (Note 14)		4,316,794,017		2,426,305,259
Net increase/(decrease) in Cash and cash equivalents		1,890,488,758		(3,088,289,062)

As per our attached report of even date

For V. Sankar Aiyar & Co
Chartered Accountants
Firm's Registration No. 109208W
By the hand of

G. Sankar

G. Sankar
Partner
Membership No.- 046050



For and on behalf of the Board of Directors

A. S. Dange

Aniruddha Dange
Director
(DIN: 02599853)

N. Jain

Narendra Jain
Director
(DIN: 01984467)

A. Chanda

Arindam Chanda
Chief Executive Officer

B. Jhanwar

Bhawani Jhanwar
Chief Financial Officer

J. Upadhyay

Jayesh Upadhyay
Company Secretary

Note 1. Corporate Information:

IIFL Securities Limited (Formerly India Infoline Limited) was incorporated on March 21, 1996 and is subsidiary of IIFL Holdings Limited. The Company is in the financial services spaces offering equity/ currency broking in NSE/BSE and MCX-SX, Depository Participant services, merchant banking, portfolio management services, distribution of mutual fund, bond & other saving products. The Company is one of the leading players in the financial services space.

The Board of Directors of the Company at its meeting held on 31 January 2018, has approved the Composite Scheme of Arrangement amongst IIFL Holdings Limited ("IIFL Holdings"), India Infoline Media and Research Services Limited ("IIFL M&R"), India Infoline Finance Limited ("IIFL Finance"), IIFL Wealth Management Limited ("IIFL Wealth"), IIFL Distribution Services Limited ("IIFL Distribution") and the Company and their respective shareholders, under Sections 230 - 232 and other applicable provisions of the Companies Act, 2013 ("Scheme") which inter-alia, envisages the demerger of the Securities Business Undertaking (as defined in the Scheme) of IIFL Holdings into the Company. The Appointed Date for the demerger is opening hours of 1 April 2018. The Scheme will be given effect to upon receipt of requisite approvals of NCLT and other authorities.

Note 2. Significant Accounting Policies:

2.1 Basis of accounting and preparation of financial statements:

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with all material aspects of the applicable Accounting Standards notified under section 133 of Companies Act, 2013 (Act) read with Rule 7 of the Companies Accounts Rules, 2014 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year by the Company.

2.2 Use of Estimates:

The preparation of financial statements in conformity with IGAAP requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the period in which the results are known /materialise.

2.3 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.4 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.5 Fixed Assets and Depreciation and Amortization:

Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment loss, if any, thereon. Depreciation is charged using the straight line method based on the useful life of fixed assets as estimated by the management as specified below. Depreciation is charged from the month in which new assets are put to use. No depreciation is charged for the month in which assets are sold. In the case of transfer of used fixed assets from group Companies, depreciation is charged over the remaining useful life of the assets.



Individual assets / group of similar assets costing up to ` 5,000 has been depreciated in full in the year of purchase. Lease hold land is depreciated on a straight line basis over the lease hold period.

Estimated useful life of the assets is as under:

Class of assets	Useful life in years
Buildings*	20
Computers*	3
Electrical equipment*	5
Office equipment	5
Furniture and fixtures *	5
Vehicles*	5
Software	3

* For these class of assets, based on internal assessment and independent technical evaluation carried out by external valuers, the management believes that the useful lives as given above best represent the period over which management expects to use these assets. Hence, the useful lives for these assets are different from the useful lives as prescribed under Part C of Schedule II of the Companies Act, 2013.

Capital work-in-progress:

Projects under which tangible fixed assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

2.6 Translation of foreign currency items:

Initial recognition: Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

Measurement at the balance sheet: Foreign currency monetary items (other than derivative contracts) of the Company, outstanding at the balance sheet date are restated at the year-end rates. Non-monetary items of the Company are carried at historical cost.

2.7 Revenue Recognition:

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

- Income related to advisory activities, Investment banking, Merchant banking is accounted on accrual basis.
- Dividend income is recognized when the right to receive payment is established.
- Capital Gain/ Loss is recognized on the date of trade.
- Interest Income is recognized on accrual basis.

2.8 Employee Benefits:

Defined contribution plans

The Company's contribution towards Provident Fund and Family Pension Fund are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement

benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under:

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

Long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date.

2.9 Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

The Company in the normal course of its business, comes across client claims / regulatory penalties / inquiries, etc. and the same are duly clarified / addressed from time to time. The penalties / actions, if any, are being considered for disclosure as contingent liability only after finality of the representations or appeals before the lower authorities.

2.10 Taxes on Income:

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Provision for current tax is computed based on estimated tax liability computed after adjusting for allowance, disallowance and exemptions in accordance with the applicable tax laws.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.



Current and deferred tax relating to items directly recognised in reserves are recognised in reserves and not in the Statement of Profit and Loss.

2.11 Operating Leases:

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the lease term. Initial direct cost incurred specifically for operating leases are recognised as expense in the Statement of Profit and Loss in the year in which they are incurred.

2.12 Investments:

Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

2.13 Inventories:

Closing stock is valued at cost or market value whichever is lower. Cost is computed on FIFO basis. The comparison of cost and market value for arbitrage portfolio is done separately for each script.

2.14 Earnings Per Share:

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented.

2.16 Borrowings:

Borrowings are bifurcated under long term and short term liabilities. Commercial papers are recognised at face value less discount. Any difference between the proceeds and the redemption value is recognised in profit & loss account over the period of the borrowings.

2.17 Impairment of assets

The carrying amount of the assets at each Balance Sheet date is reviewed for impairment. If any indication of impairment based on internal / external factors exists, the recoverable amount of such assets is estimated and impairment is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and its value in use, which is arrived at by discounting the future cash flows to their present value, based on an appropriate discounting factor. If at the Balance Sheet date, there is an indication that previously recognised 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 and reversal of such impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.



2.18 Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

2.19 Segment reporting

The Company's primary business segments are reflected based on the principal business carried out, i.e. financing. All other activities of the Company revolve around the main business. The risk and returns of the business of the Company is not associated with geographical segmentation, hence there is no secondary segment reporting based on geographical segment. As such, there are no separate reportable segments as per the Accounting Standard 17 on 'Segment Reporting'.

Note 3. Share Capital

- a. The Authorised, Issued, Subscribed and fully paid up share capital comprises equity share as follows:

(Amount in ₹)

Authorised Shares	March 31,2018	March 31, 2017
20,000,100 (Previous Year 17,000,100) Equity Shares of ₹10/- each	200,001,000	170,001,000
Total	200,001,000	170,001,000
Issued, Subscribed and Paid-up share capital	March 31,2018	March 31, 2017
Equity Share Capital		
18,718,281 (Previous Year 16,900,100) Equity Shares of ₹10/- each fully paid-up	187,182,810	169,001,000
Total	187,182,810	169,001,000

b. Reconciliation of the shares outstanding.

Particulars	March 31,2018		March 31, 2017	
	No. of Shares	₹	No. of Shares	₹
As the beginning of the year	16,900,100	169,001,000	16,900,100	169,001,000
Issued during the year *	1,818,181	18,181,810	-	-
Outstanding at the end of the year	18,718,281	187,182,810	16,900,100	169,001,000

*During the year, the Company has raised equity funds by ways of right issue of 1,818,181 equity shares of ₹10 each at a securities premium of ₹815 per shares (Previous Year ₹ NIL) from its Holding Company i.e IIFL Holdings Limited. The equity shares was allotted on November 09, 2017. Out of total proceeds, ₹1,481,817,515(Previous year ₹ Nil/-) were received towards securities premium.

c. Terms/rights attached to equity shares:

The Company has only one class of shares referred to as equity shares having a par value of ₹ 10/- each. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



d. Equity Shares held by Holding Company/ultimate holding Company and their subsidiaries.

Particulars	March 31, 2018		March 31, 2017	
	No. of Shares	% of holding	No. of Shares	% of holding
Equity shares of ₹ 10 each fully paid				
IIFL Holdings Limited – The Holding Company	18,718,281	100%	16,900,080	99.9999%
IIFL Wealth Management Limited – The Fellow Subsidiary	-	-	20	0.0001%

e. Details of shareholders holding more than 5% shares in the Company.

Particulars	March 31, 2018		March 31, 2017	
	No. of Shares	% of holding	No. of Shares	% of holding
Equity shares of ₹ 10 each fully paid				
IIFL Holdings Limited – The Holding Company	18,718,281	100%	16,900,080	99.9999%

f. Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:

Particulars	March 31, 2018	March 31, 2017	March 31, 2016	March 31, 2015	March 31, 2014
	No. of shares	No. of shares	No. of shares	No. of shares	No. of shares
Equity shares bought back by the company	-	-	-	-	-

Note 4. Reserves and Surplus

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2017
Securities Premium Account		
Opening balance	748,998,700	748,998,700
Addition during the year	1,481,817,515	-
Closing balance	2,230,816,215	748,998,700
Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	1,493,464,528	1,135,187,204
Add: Profit / (Loss) for the year	1,293,892,448	760,003,279
Less:- Appropriations		
Interim dividend	430,520,463	333,776,975
Dividend Distribution Tax	87,643,634	67,948,981
Net Surplus in the Statement of Profit and Loss	2,269,192,879	1,493,464,527
Total Reserves & Surplus	4,500,009,094	2,242,463,227

Note 5. Other Long-term liabilities

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2016
Security deposits received	232,031	5,644,029
Total	232,031	5,644,029



Note 6. Provision

(Amount in ₹)

Particulars	March 31, 2018		March 31, 2017	
	Current	Non Current	Current	Non Current
Provision for Leave Encashment	3,793,207	15,471,496	3,420,512	13,178,980
Bonus Payable	70,000,000	-	139,569,273	-
Total	73,793,207	15,471,496	142,989,785	13,178,980

Note 7. Short Term Borrowings

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2017
Unsecured Loan :		
Commercial Paper	5,000,000,000	-
Less:- Unexpired discount on commercial paper	(61,553,261)	-
Total	4,938,446,739	-

Note 8. Trade Payable

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2017
(A) total outstanding dues of micro enterprises and small enterprises *	-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	7,072,944	13,901,382
Accrued Salaries & Benefits	4,205,549	3,176,854
Provision for expenses	147,702,797	157,902,530
Other Trade payables	3,627,855	13,969,992
Total	162,609,145	188,950,759

*No Interest has been paid/is payable by company during the year to "Suppliers" referred under the Micro, Small & Medium Enterprises Development Act, 2006. The aforementioned is based on the response received by the Company to its inquiries with suppliers with regards to applicability under the said act.

Note 9. Other current liabilities

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2017
Book Overdraft	524,990,378	483,167,146
Deposits Received - Franchises & others	242,431,042	237,241,590
Margin From Clients	28,000,000	186,600,000
Statutory Liabilities Payable (net of advances)	244,950,583	86,653,345
Income received in advance	1,246,804	724,368
Gratuity Payable	2,911,488	3,398,974
Other payables *	9,538,024,081	11,903,337,087
Payable to Group Companies/Associates	455,554	3,003,988
Total	10,583,009,930	12,904,126,498

*Includes stock exchanges & Clients Payables of Rs.9,423,898,170/- (Previous year Rs.11,758,669,042)



Note 10: Fixed Assets**Tangible Assets:-**

(Amount in ₹)

Particulars	Computers	Electrical Equipment	Furniture & Fixture	Office Equipment	Vehicles	Total
Cost or Valuation						
At April 1, 2017	131,748,059	52,894,177	53,512,758	60,682,518	5,876,172	304,713,684
Addition	88,332,275	14,614,034	27,266,034	6,389,722	-	136,602,065
(Deductions/Adjustments during the year)	(10,777,706)	(3,662,587)	(8,205,581)	(2,261,175)	(4,017,230)	(28,924,280)
As at March 31, 2018	209,302,628	63,845,624	72,573,211	64,811,065	1,858,942	412,391,469
Depreciation						
At April 1, 2017	93,932,838	39,003,825	39,786,166	39,162,327	4,700,937	216,586,092
Depreciation For the year	36,932,738	13,176,239	14,593,523	13,576,163	505,697	78,784,361
(Deductions/Adjustments during the year)	(10,661,119)	(2,728,518)	(5,869,327)	(2,137,832)	(3,347,692)	(24,744,488)
Up to March 31, 2018	120,204,457	49,451,546	48,510,362	50,600,656	1,858,942	270,625,965
Net Block						
March 31, 2018	89,098,171	14,394,078	24,062,848	14,210,407	-	141,765,504
At March 31, 2017	37,815,221	13,890,352	13,726,592	21,520,191	1,175,235	88,127,591

Capital work in progress ₹4,442,500/- (Previous year ₹ 18,631,221) pertains to assets not yet capitalized.

Intangible Assets

(Amount in ₹)

Particulars	Software	Goodwill	Total
Cost or Valuation			
At April 1, 2017	47,037,234	5,678,403	52,715,637
Addition	65,809,775	-	65,809,775
Deductions/Adjustments during the year	-	-	-
As at March 31, 2018	112,847,009	5,678,403	118,525,412
Particulars	Software	Goodwill	Total
Depreciation			
At April 1, 2017	39,634,735	4,542,722	44,177,458
Depreciation For the year	24,119,786	1,135,681	25,255,467
Deductions/Adjustments during the year	-	-	-
Up to March 31, 2018	63,754,522	5,678,403	69,432,925
Net Block			
At March 31, 2018	49,092,487	-	49,092,487
At March 31, 2017	7,402,499	1,135,681	8,538,179

Note 11. Non Current Investments

Particulars	Face Value	As at March 31, 2018		As at March 31, 2017	
		Number	Amount in ₹	Number	Amount in ₹
Investments (At cost) :					
Non-Trade(Unquoted)					
Debentures:					
Arch Agro Industries Pvt. Ltd.(Non Convertible Debentures) (Since Matured)	₹10,000	3,634	36,340,000	3,634	36,340,000
Less:- Provision for Diminishing in value of investment			(36,340,000)		(36,340,000)



IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Particulars	Face Value	As at March 31, 2018		As at March 31, 2017	
		Number	Amount in ₹	Number	Amount in ₹
VCFs & AIFs:					
Investment in India Alternative private Equity Fund @	₹100	3,151,000	221,184,331	3,151,000	210,516,081
Total Non Traded (Unquoted) (a)			221,184,331		210,516,081
Non-Trade (Quoted)					
Mutual Fund :					
HDFC Debt fund for Cancer Cure-50% Regular option-2014 Dividend Donation	₹ 10	2,000,000	20,000,000	2,000,000	20,000,000
Total Non Traded (Quoted) (b)			20,000,000		20,000,000
Trade (Valued At Cost)					
Equity Shares:					
Bombay Stock Exchange Limited	₹2	65,000	16,870,000	65,000	16,870,000
Total Trade (c)			16,870,000		16,870,000
Total Investments (a+b+c)			258,054,331		247,386,081
Aggregate Book value – Quoted			36,870,000		36,870,000
Aggregate Market value - Quoted			6,9208,600		83,600,250
Aggregate Book value- Unquoted			221,184,331		210,516,081
Aggregate amount of provision for diminution			36,340,000		36,340,000

@ Above Investment is partly paid up as at March 31, 2018 ₹ 76.57 has NAV ₹ 173.09 & partly paid up as at as at March 31, 2017 ₹ 74.52 has NAV ₹ 131.72

Note 12. Long term loans & advance:

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Unsecured, Considered good		
Capital Advance	8,325,627	28,374,067
Security Deposits		
- Deposit with Exchanges	70,050,000	56,950,000
- Deposit with Group Company	500,000,000	500,000,000
- Deposits with Others	131,021,440	127,154,598
Advance Income Tax & Tax Deducted at Source [net of provisions for income tax ₹428,333,915 (previous year ₹ 646,221,635)]	371,085	41,036,534
Total	709,768,152	753,515,199

Note 13. Trade Receivable

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
- Unsecured Considered Good	-	-
- Unsecured Considered doubtful	-	-
Sub- Total	-	-
Other trade receivable		
Unsecured ,Considered good	129,815,186	79,415,301
Provision for doubtful receivables	-	-
Sub- Total	129,815,186	79,415,301
Grand Total	129,815,186	79,415,301



Note 14. Cash and Bank Balance

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2017
Cash & Cash Equivalent		
Cash in hand	123,807	163,577
Balances with banks:		
- In current account		
- In client bank accounts #	2,547,689,083	901,725,517
- Others #	212,735,907	108,941,224
- In deposit accounts (Maturity Less than 3 months)*	1,556,245,220	1,415,474,941
Total Cash & Cash Equivalent (a)	4,316,670,210	2,426,141,682
Balance with Banks :		
In deposit account (Maturity from 3 months to 12 months)*	2,752,049,997	1,145,658,884
In deposit account (Maturity more than 12 months)*	12,018,907	23,154,255
Total (b)	2,764,068,904	1,168,813,139
Grand Total (a+b)	7,080,862,921	3,595,118,398

includes Cheques on hand ₹ 11,098,007/- (Previous year ₹ 178,155,148/-).

* Company has pledged fixed deposits to the extent of ₹ 4,320,314,124/- (Previous year ₹ 2,584,288,079/-) with the banks for bank guarantees/overdraft facilities and with the stock exchanges for margin/arbitration purposes.

Note 15. Short-term loans & advances:

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2017
Unsecured, considered good		
Advances recoverable in cash or in kind or for value to be received.	-	-
Balance with government authorities		
GST/Service tax credit receivable	53,310,873	6,523,447
Prepaid expenses	22,982,628	25,628,119
Deposit with Exchanges	772,116,161	1,337,119,822
Advance Income Tax & Tax Deducted at Source [net of provisions for income tax ₹ 1,393,522,193 (previous year ₹ 472,838,331)]	74,362,260	3,777,891
Total	922,771,922	1,373,049,279

Note 16. Other current assets:

(Amount in ₹)

Particulars	March 31, 2018	March 31, 2017
Interest Accrued on deposits with banks	45,179,340	14,392,356
Margin with exchanges	1,950,857	1,950,857
Others *	11,099,969,966	9,484,313,773
Less:- Provision for doubtful receivables	(46,382,341)	(47,724,536)
Total	11,100,717,822	9,452,932,450

*Includes stock exchanges & Clients Receivable of Rs.10,979,669,109/- (Previous year Rs.9,310,015,472)



Note 17. Revenue from operations:

(Amount in ₹)

Particulars	2017-18	2016-17
Capital Market activities		
Equity Brokerage & related Income	5,069,019,972	4,411,543,784
Fund Based activities		
Securities Trading Income	-	28,272,482
Dividend Income Others	5,847,691	3,238,886
Capital Gain (net)- Others (Non current)	-	2,038,300
Capital Gain – Mutual Fund (current)	13,241,610	18,888,655
Interest Income:		
Interest on bank deposits	251,476,600	191,727,267
Other interest	1,565,832	138,588
Financial Products distribution		
Brokerage, Commission & Fees	914,551,593	421,711,737
Investment Banking Income	27,860,225	-
Total	6,283,563,523	5,077,559,699

Note 18. Other Income

(Amount in ₹)

Particulars	2017-18	2016-17
Miscellaneous income	62,399,150	6,434,651
Total	62,399,150	6,434,651

Note 19. Employee Benefit expenses

(Amount in ₹)

Particulars	2017-18	2016-17
Salaries and bonus	1,654,354,716	1,402,695,304
Contribution to provident and other funds **	42,266,157	34,447,133
Gratuity*	14,689,527	15,754,006
Staff Welfare Expenses	17,862,323	13,859,773
Leave Encashment	7,697,300	3,347,793
Total	1,736,870,023	1,470,104,009

*The Company is recognising and accruing the employee benefit as per accounting standard (AS) – 15 on "Employee Benefits" the disclosures of which are as under.

Assumptions	2017-18	2016-17
Discount rate previous year	7.09%	7.84%
Salary Escalation previous year	5.00%	5.00%
Discount rate current year	7.68%	7.09%
Salary Escalation Current year	7.00%	5.00%

Change in Benefit Obligation	2017-18	2016-17
Liability at the beginning of the year	108,407,504	106,566,417
Interest Cost	7,686,092	8,354,807
Current Service Cost	12,141,486	13,428,899
Benefit paid	(14,657,459)	(21,478,748)
Actuarial (gain)/ Loss on obligations – Due to change in Financial Assumptions	1,045,736	7,328,027



IIFL Securities Limited (Formerly India Infoline Limited)
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Actuarial (gain)/ Loss on obligations – Due to Experience	6,749,352	(2,423,742)
Liability Transferred in/(out)	(9,613,550)	(3,368,156)
Liability at the end of the year	111,759,161	108,407,504
Amount Recognized in the Balance Sheet	2017-18	2016-17
Liability at the end of the year	(111,759,161)	(108,407,504)
Fair value of plan Assets at the end of the year	108,847,672	105,008,530
Differences	(2,911,489)	(3,398,974)
Amount of liability Recognised in the Balance Sheet	(2,911,489)	(3,398,974)
Expenses Recognized in the Income statement	2017-18	2016-17
Current Service cost	12,141,486	13,428,899
Interest Cost	240,987	134,161
Actuarial Gain or Loss	9,266,193	2,190,946
Past Service Cost – Vested Benefit Recognized During the Period	(6,959,140)	-
Expense Recognised in P&L	14,689,526	15,754,006
Balance Sheet reconciliation	2017-18	2016-17
Opening Net liability	3,398,974	1,711,240
Expense as above	14,689,526	15,754,006
Net Transfer in	(2,654,410)	(3,368,156)
Employers contribution	(12,522,601)	(10,698,116)
Amount Recognised in Balance Sheet	2,911,489	3,398,974

**** Defined Contribution Plans:**

The Company has also recognised the following amounts as an expense.

(Amount in ₹)

Particulars	2017-18	2016-17
Contribution to provident & other fund	37,157,620	32,180,064

Note: 20. Finance Cost

(Amount in ₹)

Particulars	2017-18	2016-17
Interest Expenses	285,225,784	58,455,440
Other borrowing cost	33,231,428	36,526,395
Total	318,457,212	94,981,835

Note 21. Depreciation

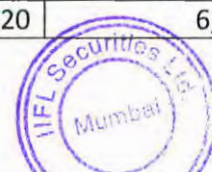
(Amount in ₹)

Particulars	2017-18	2016-17
Depreciation of tangible assets	78,784,361	57,079,014
Depreciation of Intangible assets	25,255,467	13,565,827
Total	104,039,828	70,644,841

Note 22. Other expenses

(Amount in ₹)

Particulars	2017-18	2016-17
Advertisement	41,511,080	32,379,068
Books & Periodicals	401,750	882,461
Sub Brokerage , rebate and remiser expenses	1,171,532,377	1,100,894,167
Exchange and statutory Charges	10,037,720	6,476,934



IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Particulars	2017-18	2016-17
Service tax expenses	-	-
Marketing and commission expenses	144,731,181	226,515,741
Custodian Charges	22,661,106	21,552,021
Franking Charges	7,230,354	4,081,603
Director Remuneration/Sitting Fees	676,050	603,000
Bank Charges	6,076,297	3,837,284
Communication	42,180,524	45,493,907
Donation	3,480,800	1,242,500
Electricity	45,130,011	52,367,154
Legal and professional charges	79,532,714	65,845,632
Corporate Social Responsibility Expenses (Refer Note no.33)	19,458,838	16,966,658
Office expenses	74,177,472	71,557,563
Subscriptions	1,607,303	1,277,977
Postage and courier	14,513,747	9,270,086
Printing and stationery	11,527,620	10,114,326
Bad debts & Old balance w/off/back (Net)	6,106,119	8,634,430
Rent	187,870,037	250,732,552
Insurance	1,754,867	1,999,415
Rates & taxes	2,210,593	2,266,898
Repairs & Maintenance		
- Computer	5,611,917	1,499,820
- Others	20,824,152	8,268,103
Remuneration to Auditors :		
As auditors – statutory audit	1,700,000	1,700,000
Certification work and other matters	-	489,481
Software Charges	196,646,405	171,433,024
Loss on sale of assets	179,900	5,359,685
Travelling and conveyance	79,446,855	114,536,711
Miscellaneous expenses	3,762,813	98,0172
Infrastructure Support Charges	-	40,000,000
Total	2,202,580,602	2,279,258,373

Note 23. Basic and Diluted Earnings per Share ["EPS"] computed in accordance with Accounting Standard (AS) – Earnings per share.

Particulars		2017-18	2016-17
BASIC & DILUTED		Amount in ₹	Amount in ₹
Face value of equity shares in ₹ fully paid up		10	10
Profit after tax as per statement of Profit and Loss	A	1,293,892,448	760,003,280
Weighted Average Number of Shares Subscribed	B	17,612,428	16,900,100
Basic & Diluted EPS	A/B	73.46	44.97



Note 24. As per Accounting Standard 22 'Accounting for Taxes on Income', the timing differences related mainly to depreciation and gratuity and result in a net deferred asset. Tax effect of items constituting Deferred Tax Asset/ (Liabilities)

		(Amount in ₹)	
Sr.	Particulars	March 31, 2018	March 31, 2017
a.	On depreciation	38,203,995	30,483,413
b.	On Gratuity	1,017,391	2,364,267
c.	On Leave encashment	6,731,858	-
d.	On Doubtful debts	16,207,845	16,516,507
e.	Others	1,302,538	276,391
Total		63,463,627	49,640,578

Note 25. The Company operates from and uses the premises, infrastructure and other facilities and services as provided to it by its holding Company / subsidiaries / group Companies which are termed as 'Shared Services'. Hitherto, such shared services consisting of administrative and other revenue expenses paid for by the Company were identified and recovered from them based on reasonable management estimates, which are constantly refined in the light of additional knowledge gained relevant to such estimation. These expenses are recovered on an actual basis and the estimates are used only where actual were difficult to determine.

Note 26. Segment Reporting

In the opinion of the management, there is only one reportable business segment as envisaged by AS17 'Segment Reporting', issued by the Institute of Chartered Accountants of India. Accordingly, no separate disclosure for segment reporting is required to be made in the financial statements of the Company.

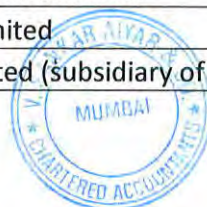
Secondary segmentation based on geography has not been presented as the Company operates primarily in India and the Company perceives that there is no significant difference in its risk and returns in operating from different geographic areas within India.

Note 27. Related Party Disclosures:

Related party disclosures for the period ended March 31, 2018.

a) List of Related parties:

Nature of relationship	Name of party
Holding Company	IIFL Holdings Limited
Fellow Subsidiaries	IIFL Commodities Limited (Formerly India Infoline Commodities Limited)
	India Infoline Media & Research Services Limited
	India Infoline Finance Limited
	IIFL Management Services Limited (Formerly Known as India Infoline Insurance Services Limited)
	IIFL Insurance Brokers Limited (Formerly India Infoline Insurance Brokers Limited)
	IIFL Wealth Management Limited
	IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)
	IIFL Wealth UK Limited
	IIFL Capital Inc
	India Infoline Foundation
	IIFL Assets Reconstruction Limited
Group Companies	India Infoline Housing Finance Limited
	Samasta Microfinance Limited
	Ayusha Dairy Private Limited (subsidiary of Samasta Microfinance Limited)



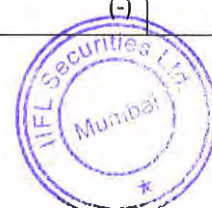
IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Nature of relationship	Name of party
	IIFL Capital Pte. Limited
	IIFL Securities Pte. Limited
	IIFL Asset Management Limited (Formerly India Infoline Asset Management Company Limited)
	IIFL Alternate Asset Advisors Limited
	IIFL Wealth Finance Limited (Formerly Chephis Capital Markets Limited)
	IIFL Trustee Limited (Formerly India Infoline Trustee Company Limited)
	IIFL Distribution Services Limited
	IIFL Investment Advisers & Trustee Services Limited (Formerly IIFL Trustee Services Limited)
	IIFL (Asia) Pte Limited
	IIFL Private Wealth Hong Kong Limited
	IIFL Assets Management (Mauritius) Limited (Formerly IIFL Private Wealth (Mauritius) Limited)
	IIFL Private Wealth Management (Dubai) Limited
	IIFL Inc.
	IIFL Private Wealth (Suisse) SA.
	Clara Developers Private Limited
	IIFL Capital (Canada) Limited
Other related parties:	
Key Managerial Personnel	R Mohan – Whole Time Director
	Aniruddha Dange (From January 30, 2018)
	Arindam Chanda (From January 24,2017)
	Jayesh Upadhyay - Company Secretary from January 30, 2018
	Prashanth Prabhakaran (upto January 24,2017)
Others	Aditi Venkataraman (wife of Mr. R Venkataraman)
	R Venkataraman
	Nirmal Jain
	Orpheus Trading Pvt. Limited
	Ardent Impex Pvt. Limited
	5Paisa Capital Limited
	5Paisa P2PLimited

b. Significant Transactions with Related Parties

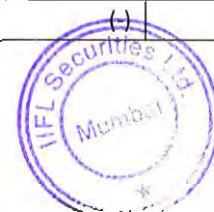
(Amount in ₹)

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
Share Capital (Including Premium)						
IIFL Holdings Limited	1,499,999,325	-	-	-	-	1,499,999,325
	(-)	(-)	(-)	(-)	(-)	(-)
Commercial Paper Maturity Proceeds Paid						
India Infoline Finance Limited	-	-	-	-	-	-
	(-)	(2,500,000,000)	(-)	(-)	(-)	(2,500,000,000)
Brokerage Income/Delayed Payin Charges Income/Upfront						
India Infoline Assets Management Company Limited	-	-	-	-	-	-
	(-)	(-)	(468,408)	(-)	(-)	(468,408)



IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
IIFL Holdings Limited	587	-	-	-	-	587
	(554)	(-)	(-)	(-)	(-)	(554)
India Infoline Finance Limited	-	728,616	-	-	-	728,616
	(-)	(664,288)	(-)	(-)	(-)	(664,288)
India Infoline Housing Finance Limited	-	-	25,200	-	-	25,200
	(-)	(-)	(14,061)	(-)	(-)	(14,061)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	217,087	-	-	-	217,087
	(-)	(182,326)	(-)	(-)	(-)	(182,326)
India Infoline Media & Research Services Limited	-	9,970	-	-	-	9,970
	(-)	(4,023,842)	(-)	(-)	(-)	(4,023,842)
Nirmal Jain	-	-	-	-	1,042,166	1,042,166
	(-)	(-)	(-)	(-)	(1,400,701)	(1,400,701)
R. Venkataraman	-	-	-	-	389,322	389,322
	(-)	(-)	(-)	(-)	(181,715)	(181,715)
Prasanth Prabhakaran	-	-	-	-	-	-
	(-)	(-)	(-)	(2,951)	(-)	(2,951)
Aditi Venkataraman	-	-	-	-	460	460
	(-)	(-)	(-)	(-)	(504)	(504)
Arindam Chanda	-	-	-	6,939	-	6,939
	(-)	(-)	(-)	(1,738)	(-)	(1,738)
R Mohan	-	-	-	167,552	-	167,552
	(-)	(-)	(-)	(57879)	(-)	(57879)
Aniruddha Dange	-	-	-	456,941	-	456,941
	(-)	(-)	(-)	(338,787)	(-)	(338,787)
Orpheus Trading Pvt Ltd	-	-	-	-	30,519	30,519
	(-)	(-)	(-)	(-)	(94,117)	(94,117)
Ardent Impex Pvt	-	-	-	-	40,476	40,476
	(-)	(-)	(-)	(-)	(160,626)	(160,626)
Jayesh Upadhyay	-	-	-	52	-	52
	(-)	(-)	(-)	(624)	(-)	(624)
Interest Received						
IIFL Insurance Brokers Limited (Formerly India Infoline Insurance Brokers Limited)	-	558	-	-	-	558
	(-)	(-)	(-)	(-)	(-)	(624)
Deposit – Received						
IIFL Holdings Limited	100,000	-	-	-	-	100,000
	(-)	(-)	(-)	(-)	(-)	(-)
Deposit - Received (Given Back)						
IIFL Holdings Limited	100,000	-	-	-	-	100,000
	(-)	(-)	(-)	(-)	(-)	(-)



IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
Advance Given						
IIFL Insurance Brokers Limited (Formerly India Infoline Insurance Brokers Limited)	-	200,000	-	-	-	200,000
	(-)	(-)	(-)	(-)	(-)	(-)
Advance Given (Received Back)						
IIFL Insurance Brokers Limited (Formerly India Infoline Insurance Brokers Limited)	-	200,000	-	-	-	200,000
	(-)	(-)	(-)	(-)	(-)	(-)
Commission Income/Arranger fees/Advisory Fees Income/Research Income/Upfront						
IIFL Capital Inc.	-	-	-	-	-	-
	(-)	(116,269)	(-)	(-)	(-)	(116,269)
IIFL Wealth Management Limited	-	22,500,000	-	-	-	22,500,000
	(-)	(-)	(-)	(-)	(-)	(-)
IIFL Assets Management Limited	-	-	30,970,164	-	-	30,970,164
	(-)	(-)	(-)	(-)	(-)	(-)
India Infoline Housing Finance Limited	-	-	11,268,366	-	-	11,268,366
	(-)	(-)	(-)	(-)	(-)	(-)
Remuneration						
R Venkatraman	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(14,598,300)	(14,598,300)
R Mohan	-	-	-	13,514,456	-	13,514,456
	(-)	(-)	(-)	(-)	(-)	(-)
Prasanth Prabhakaran	-	-	-	-	-	-
	(-)	(-)	(-)	(5,816,758)	(-)	(5,816,758)
Arindam Chanda	-	-	-	9,950,586	-	9,950,586
	(-)	(-)	(-)	(1,100,874)	(-)	(1,100,874)
Dividend Paid						
IIFL Holdings Limited	430,520,003	-	-	-	-	430,520,003
	(333,776,580)	(-)	(-)	(-)	(-)	(333,776,580)
IIFL Wealth Management limited	-	460	-	-	-	460
	(-)	(395)	(-)	(-)	(-)	(395)
Interest Expenses ICD						
IIFL Wealth Finance Limited	-	-	-	-	-	-
	(-)	(-)	(150,685)	(-)	(-)	(150,685)
India Infoline Finance Limited	-	10,010,274	-	-	-	10,010,274
	(-)	(934)	(-)	(-)	(-)	(934)
India Infoline Media & Research Services Limited	-	-	-	-	-	-
	(-)	(91,120)	(-)	(-)	(-)	(91,120)

IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

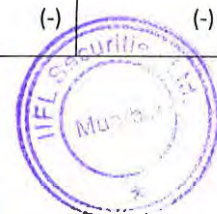
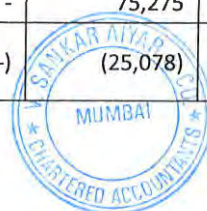
Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	-	-	-	-	-
	(-)	(15,873,973)	(-)	(-)	(-)	(15,873,973)
IIFL Holdings Limited	9,284,247	-	-	-	-	9,284,247
	(-)	(-)	(-)	(-)	(-)	(-)
Corporate Social Responsibility						
India Infoline Foundation	-	19,458,838	-	-	-	19,458,838
	(-)	(12,855,000)	(-)	(-)	(-)	(12,855,000)
Rent Expenses						
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	130,063,304	-	-	-	130,063,304
	(-)	(189,021,764)	(-)	(-)	(-)	(189,021,764)
IIFL Management Services Limited (Formerly Known as India Infoline Insurance Services Limited)	-	1,035,000	-	-	-	1,035,000
	(-)	(-)	(-)	(-)	(-)	(-)
Aditi Venkataraman	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(2,200,000)	(2,200,000)
Referral Fees Expenses/Authorised Person/marketing Expenses/Arranger Fees expenses/Support fees :-						
IIFL Wealth Management Limited	-	103,182,041	-	-	-	103,182,041
	(-)	(367,653,025)	(-)	(-)	(-)	(367,653,025)
IIFL Securities Pte Limited	-	-	-	-	-	-
	(-)	(-)	(13,951,710)	(-)	(-)	(13,951,710)
IIFL Capital Inc	-	141,162,415	-	-	-	141,162,415
	(-)	(90,350,400)	(-)	(-)	(-)	(90,350,400)
IIFL Wealth U.K Limited	-	17,454,000	-	-	-	17,454,000
	(-)	(16,597,855)	(-)	(-)	(-)	(16,597,855)
SPaisa Capital Limited	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(535,367)	(535,367)
Infrastructure/Customer Support Services						
India Infoline Media & Research Services Limited	-	-	-	-	-	-
	(-)	(165,000,000)	(-)	(-)	(-)	(165,000,000)
Brokerage Expenses						
SPaisa Capital Limited	-	-	-	-	4,825,344	4,825,344
	(-)	(-)	(-)	(-)	(-)	(-)
IIFL Wealth Management Limited	-	6,441,465	-	-	-	6,441,465
	(-)	(-)	(-)	(-)	(-)	(-)
ICD Taken						
India Infoline Finance Limited	-	11,500,000,000	-	-	-	11,500,000,000
	(-)	(3,100,000)	(-)	(-)	(-)	(3,100,000)
IIFL Holdings Limited	2,600,000,000	-	-	-	-	2,600,000,000
	(-)	(-)	(-)	(-)	(-)	(-)

IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
IIFL Wealth Finance Limited	-	-	-	-	-	-
	(-)	(-)	(500,000,000)	(-)	(-)	(500,000,000)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	-	-	-	-	-
	(-)	(10,950,000,000)	(-)	(-)	(-)	(10,950,000,000)
ICD Repaid						
India Infoline Finance Limited	-	11,500,000,000	-	-	-	11,500,000,000
	(-)	(3,100,000)	(-)	(-)	(-)	(3,100,000)
IIFL Holdings Limited	2,600,000,000	-	-	-	-	2,600,000,000
	(-)	(-)	(-)	(-)	(-)	(-)
IIFL Wealth Finance Limited	-	-	-	-	-	-
	(-)	(-)	(500,000,000)	(-)	(-)	(500,000,000)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	-	-	-	-	-
	(-)	(10,950,000,000)	(-)	(-)	(-)	(10,950,000,000)
Allocation / Reimbursement of expenses Paid :-						
5Paisa Capital Limited	-	-	-	-	147,856	147,856
	(-)	(-)	(-)	(-)	(7,799,906)	(7,799,906)
IIFL Holdings Limited	12,962,743	-	-	-	-	12,962,743
	(8,427,229)	(-)	(-)	(-)	(-)	(8,427,229)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	28,738,064	-	-	-	28,738,064
	(-)	(27,631,204)	(-)	(-)	(-)	(27,631,204)
India Infoline Finance Limited	-	22,413,812	-	-	-	22,413,812
	(-)	(15,085,136)	(-)	(-)	(-)	(15,085,136)
India Infoline Housing Finance Limited	-	-	9,493,950	-	-	9,493,950
	(-)	(-)	(10,918,623)	(-)	(-)	(10,918,623)
IIFL Management Services Limited (Formerly Known as India Infoline Insurance Services Limited)	-	1,101,771	-	-	-	1,101,771
	(-)	(-)	(-)	(-)	(-)	(-)
Allocation / Reimbursement of expenses Received						
5Paisa Capital Limited	-	-	-	-	26,026,872	26,026,872
	(-)	(-)	(-)	(-)	(15,852,153)	(15,852,153)
IIFL Wealth Management Limited	-	48,576,954	-	-	-	48,576,954
	(-)	(77,556,355)	(-)	(-)	(-)	(77,556,355)
India Infoline Assets Management Company Limited	-	-	40,827	-	-	40,827
	(-)	(-)	(2,089,331)	(-)	(-)	(2,089,331)
IIFL Commodities Limited (Formerly India Infoline Commodities Limited)	-	11,769,354	-	-	-	11,769,354
	(-)	(12,180,051)	(-)	(-)	(-)	(12,180,051)
IIFL Insurance Brokers Limited (Formerly India Infoline Insurance Brokers Limited)	-	-	-	-	-	-
	(-)	(164,460)	(-)	(-)	(-)	(164,460)
India Infoline Finance Limited	-	109,652,405	-	-	-	109,652,405
	(-)	(105,157,684)	(-)	(-)	(-)	(105,157,684)

IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
India Infoline Housing Finance Limited	-	-	25,476,817	-	-	25,476,817
	(-)	(-)	(23,815,199)	(-)	(-)	(23,815,199)
IIFL Wealth Finance Limited	-	-	-	-	-	-
	(-)	(-)	(1,000,000)	(-)	(-)	(1,000,000)
IIIFL Holdings Limited	2,701,279	-	-	-	-	2,701,279
	(-)	(-)	(-)	(-)	(-)	(-)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty Limited)	-	1,248,798	-	-	-	1,248,798
	(-)	(-)	(-)	(-)	(-)	(-)
Others Paid						
SPaisa Capital Limited	-	-	-	-	102,458	102,458
	(-)	(-)	(-)	(-)	(8,829,878)	(8,829,878)
IIIFL Holdings Limited	2,494,466	-	-	-	-	2,494,466
	(6,362,687)	(-)	(-)	(-)	(-)	(6,362,687)
IIFL Wealth Management Limited	-	640,532	-	-	-	640,532
	(-)	(4,190,967)	(-)	(-)	(-)	(4,190,967)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty Limited)	-	2,480,944	-	-	-	2,480,944
	(-)	(64,938)	(-)	(-)	(-)	(64,938)
India Infoline Assets Management Company Limited	-	-	-	-	-	-
	(-)	(-)	(291,167)	(-)	(-)	(291,167)
IIFL Commodities Limited (Formerly India Infoline Commodities Limited)	-	677,210	-	-	-	677,210
	(-)	(185,598)	(-)	(-)	(-)	(185,598)
IIFL Insurance Brokers Limited (Formerly India Infoline Insurance Brokers Limited)	-	137,291	-	-	-	137,291
	(-)	(3,652,615)	(-)	(-)	(-)	(3,652,615)
IIFL Management Services Limited (Formerly Known as India Infoline Insurance Services Limited)	-	82,086	-	-	-	82,086
	(-)	(3,857)	(-)	(-)	(-)	(3,857)
India Infoline Finance Limited	-	4,621,579	-	-	-	4,621,579
	(-)	(2,186,630)	(-)	(-)	(-)	(2,186,630)
India Infoline Media & Research Limited	-	94,751	-	-	-	94,751
	(-)	(13,003,096)	(-)	(-)	(-)	(13,003,096)
India Infoline Housing Finance Limited	-	-	389,426	-	-	389,426
	(-)	(-)	(133,041)	(-)	(-)	(133,041)
IIFL Distribution Services Limited (Formerly IIFL Distribution Services Private Limited)	-	-	107,422	-	-	107,422
	(-)	(-)	(216,542)	(-)	(-)	(216,542)
IIFL Wealth Finance Limited	-	-	-	-	-	-
	(-)	(-)	(210,820)	(-)	(-)	(210,820)
Others Received						
IIFL Distribution Services Limited (Formerly IIFL Distribution Services Private Limited)	-	-	75,275	-	-	75,275
	(-)	(-)	(25,078)	(-)	(-)	(25,078)



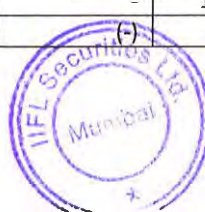
IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
IIFL Wealth Management Limited	-	136,485	-	-	-	136,485
	(-)	(41,437)	(-)	(-)	(-)	(41,437)
India Infoline Assets Management Company Limited	-	-	14,337	-	-	14,337
	(-)	(-)	(2,062)	(-)	(-)	(2,062)
IIFL Commodities Limited (Formerly India Infoline Commodities Limited)	-	290,305	-	-	-	290,305
	(-)	(1,837,166)	(-)	(-)	(-)	(1,837,166)
SPaisa Capital Limited	-	-	-	-	237,709	237,709
	(-)	(-)	(-)	(-)	(17,045)	(17,045)
IIIFL Holdings Limited	41,267	-	-	-	-	41,267
	(111,649)	(-)	(-)	(-)	(-)	(111,649)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	3,915,982	-	-	-	3,915,982
	(-)	(979,559)	(-)	(-)	(-)	(979,559)
IIFL Management Services Limited (Formerly Known as India Infoline Insurance Services Limited)	-	60,589	-	-	-	60,589
	(-)	(-)	(-)	(-)	(-)	(-)
IIFL Insurance Brokers Limited (Formerly India Infoline Insurance Brokers Limited)	-	40,670	-	-	-	40,670
	(-)	(5,578,453)	(-)	(-)	(-)	(5,578,453)
India Infoline Housing Finance Limited	-	-	994,600	-	-	994,600
	(-)	(-)	(6,363,832)	(-)	(-)	(6,363,832)
India Infoline Finance Limited	-	3,324,580	-	-	-	3,324,580
	(-)	(3,423,501)	(-)	(-)	(-)	(3,423,501)
India Infoline Media & Research Limited	-	41,384	-	-	-	41,384
	(-)	(13,125,804)	(-)	(-)	(-)	(13,125,804)
India Infoline Foundation	-	113,769	-	-	-	113,769
	(-)	(31,178)	(-)	(-)	(-)	(31,178)
IIFL Wealth Finance Limited	-	-	8,504	-	-	8,504
	(-)	(-)	(7,204)	(-)	(-)	(7,204)

C. Closing balance

(Amount ₹)

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
Sundry Payable						-
IIFL Pvt Wealth Management (Dubai) Ltd	-	-	-	-	-	-
	(-)	(-)	(4,388,106)	(-)	(-)	(4,388,106)
IIFL Capital Inc	-	455,552	-	-	-	455,552
	(-)	(6,031,980)	(-)	(-)	(-)	(6,031,980)
IIFL Wealth U.K Limited	-	-	-	-	-	-
	(-)	(1,219,422)	(-)	(-)	(-)	(1,219,422)
IIFL Wealth Management Limited	-	-	-	-	-	-
	(-)	(82,62,687)	(-)	(-)	(-)	(82,62,687)
IIFL Wealth Finance Limited	-	-	-	-	-	-
	(-)	(-)	(15,985)	(-)	(-)	(15,985)
Nirmal Jain	-	-	-	-	13,883,500	13,883,500
	(-)	(-)	(-)	(-)	(100,000)	(100,000)



IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

Nature of transaction	Holding Company	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Party	Total
Aditi Venkataraman	-	-	-	-	44,673	44,673
	(-)	(-)	(-)	(-)	(30,514)	(30,514)
Prasanth Prabhakaran	-	-	-	-	-	-
	(-)	(-)	(-)	(1,000)	(-)	(1,000)
Arindam Chanda	-	-	-	1,227	-	1,227
	(-)	(-)	(-)	(973,927)	(-)	(973,927)
R Mohan	-	-	-	26,540	-	26,540
	(-)	(-)	(-)	(1,000)	(-)	(1,000)
Aniruddha Dange	-	-	-	-	-	-
	(-)	(-)	(-)	(65,859,403)	(-)	(65,859,403)
Sundry Receivable						
India Infoline Assets Management Company Limited	-	-	-	-	-	-
	(-)	(-)	(202,799)	(-)	(-)	(202,799)
Aniruddha Dange	-	-	-	3,097	-	3,097
	(-)	(-)	(-)	(-)	(-)	(-)
R Venkataraman	-	-	-	-	501	501
	(-)	(-)	(-)	(-)	(-)	(-)
Orpheus Trading Pvt Ltd	-	-	-	-	544	544
	(-)	(-)	(-)	(-)	(4)	(4)
Jayesh Upadhyay	-	-	-	734	-	734
	(-)	(-)	(-)	(682)	(-)	(682)
IIFL Facilities Services Limited (Formerly Known as IIFL Realty limited)	-	500,000,000	-	-	-	500,000,000
	(-)	(500,000,000)	(-)	(-)	(-)	(500,000,000)

Note: a. Figures in bracket represent previous year's figure.

Note 28. Contingent Liabilities:

1. The Company is subject to legal proceedings and claims which have arisen in the ordinary course of the business. The Company's management does not reasonably expect that these legal actions, when ultimately concluded and determined, will have material and adverse effect on the Company's financial position.
2. The claim against the Company not acknowledged as debt were ₹60,362,712 (previous year ₹62,060,007) as on March 31, 2018.
3. The Company had below mentioned contingent liabilities not provided for, including following

No.	Name of the Statute	As at March 31, 2018	As at March 31, 2017
1	In respect of income tax Demands	7,204,616	-

Note 29. Capital and Other Commitments at Balance Sheet date:

There were outstanding commitments for capital expenditure (net of advances) to the tune of ₹18,126,816 (previous year ₹55,531,930) and Other Commitment to the tune of ₹51,313,872 (previous year ₹60,977,312) of the total contractual obligation.

Note 30. The Company had taken office premises on operating lease at various locations. Lease rents in respect of the same have been charged to Statement of Profit and Loss. The agreements are executed for a period ranging from one to five years with a renewable clause. Some agreements have a clause for a minimum lock-in period. The agreements also have a clause for termination by either party after giving a prior notice period between 30 to 90 days. The Company had also taken some other assets under operating lease.



IIFL Securities Limited (Formerly India Infoline Limited)
Notes forming part of Standalone financial statements for the year ended March 31, 2018

The minimum future Lease rentals outstanding as at March 31, 2018, are as under.

(Amount in ₹)

Minimum Lease Rentals	2017-2018	2016-2017
Due for:		
- Up to one year	20,890,087	8,652,509
- One to five years	15,648,053	41,086,686
Total	36,538,139	49,739,195

Note 31. Earnings and Expenses in Foreign Currency

(Amount in ₹)

Particulars	2017-2018	2016-2017
Earning in Foreign Currency		
Advisory Fees & Research Income	93,755,966	99,499,787
Total Earning	93,755,966	99,499,787
Expenses in Foreign Currency		
Marketing Expenses	19,282,357	123,108,397
Membership & Subscription	256,959	434,381
Office Expenses	687,268	11,803
Professional Fees	144,006,736	5,505,061
Software Charges	39,897,889	29,051,279
Travelling Expenses	3,183,954	2,216,917
Total Expenses	207,315,162	160,327,837

Note 32. Un-hedged Foreign Currency Exposure

Currency	31 st March 2018			31 st March 2017		
	Amount in Foreign Currency	Exchange Rate	Amount in Indian ₹	Amount in Foreign Currency	Exchange Rate	Amount in Indian ₹
Accounts Receivables						
USD	29,700	63.93	1,898,602	-	-	-
Accounts Payables						
HKD	6200	8.24	51,088	-	-	-
AED	-	-	-	248,491	17.66	4,388,106
GBP	-	-	-	15,000	81.29	1,219,422
USD	21276	64.86	1,380,062	93,000	64.86	6,031,980



Note 33. Corporate Social Responsibility

During the financial year 2017-18, the Company has deployed ₹ 19,458,838 (Previous year ₹ 12,855,000) out of the total liability of ₹ 19,458,838 (Previous year ₹12,854,014) in respect of Corporate Social Responsibility expense, as per Section 135 of Companies Act, 2013. The Company has many ongoing projects and plans to further increase the spend in the years to come through its impact driven projects.

Note 34. Previous year's figures are regrouped, reclassified and rearranged wherever considered necessary to confirm to current year's presentation.

For V. Sankar Aiyar & Co

Chartered Accountants

Firm's Registration No. 109208W

By the hands of



G. Sankar

Partner

Membership No. : 046050



Place: Mumbai

Date: May 1, 2018

For and on behalf of the Board of Directors



Aniruddha Dange

Director

(DIN: 02599853)



Narendra Jain

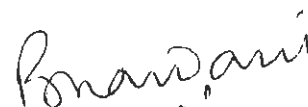
Director

(DIN: 01984467)



Arindam Chanda

Chief Executive Officer



Bhawani Jhanwar

Chief Financial Officer



Jayesh Upadhyay

Company Secretary

Deloitte Haskins & Sells LLP

Chartered Accountants
Indiabulls Finance Centre
Tower 3, 27th-32nd Floor
Senapati Bapat Marg
Elphinstone Road (West)
Mumbai - 400 013
Maharashtra, India

Tel: +91 22 6185 4000
Fax: +91 22 6185 4001

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF IIFL WEALTH MANAGEMENT LIMITED

Report on the Standalone Financial Statements

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the "Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

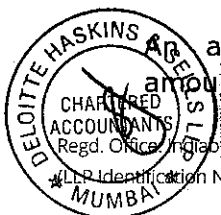
Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under section 143(11) of the Act.

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

Our audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures



Regd. Office: Indiabulls Finance Centre, Tower 3, 27th - 32nd Floor, Senapati Bapat Marg, Elphinstone Road (West), Mumbai - 400 013, Maharashtra, India.

*LLP Identification No. AAB-8737)

selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone 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 standalone financial statements.

We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

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 Standards and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2018, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, based on our audit 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 prescribed under section 133 of the Act.
- e) On the basis of the written representations received from the directors of the Company as on 31 March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

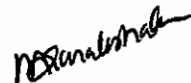
With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as



amended, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 (the "Order/CARO 2016") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Pallavi A. Gorakshakar
(Partner)
(Membership No. 105035)

Place: Mumbai
Date : 03 May 2018

Report on Internal Financial Controls Over Financial Reporting

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **IIFL WEALTH MANAGEMENT LIMITED** (the "Company") as of 31 March 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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018 based on the criteria for internal financial control over financial reporting 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 **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar
(Partner)
(Membership No. 105035)

Place: Mumbai

Date : 03 May 2018

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (c) The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i)(c) of the CARO 2016 is not applicable.
- (ii) The Company does not have any inventory and hence reporting under clause (ii) of the CARO 2016 is not applicable.
- (iii) According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013, in respect of which:
 - (a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company's interest.
 - (b) The schedule of repayment of principal and payment of interest has been stipulated and repayments or receipts of principal amounts and interest have been regular as per stipulations.
 - (c) There is no overdue amount remaining outstanding as at the year end.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and hence reporting under clause (v) of the CARO 2016 is not applicable.
- (vi) Having regard to the nature of the Company's business / activities, reporting under clause (vi) CARO 2016 is not applicable.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-Tax, Sales Tax,



Service Tax, Goods and Service Tax, Custom Duty, Value Added Tax, cess and other material statutory dues applicable to it to the appropriate authorities. According to the information and explanations given to us, Excise Duty is not applicable to the Company.

- (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-Tax, Sales Tax, Service Tax, Goods and Service Tax, Custom Duty, Value Added Tax, cess and other material statutory dues in arrears as at 31 March 2018 for a period of more than six months from the date they became payable.
- (c) The details of Income-tax, Sales Tax, Service Tax, Goods and Service Tax, Customs Duty and Value Added Tax which have not been deposited as on 31 March 2018 on account of disputes are given below:

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which Amount Relates	Amount (Rs.)
Income Tax Act, 1961	Income Tax	Commissioner of Income-Tax (Appeal)	Financial Year 2013-14	4,068,930

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and government. The Company has not issued any debentures.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (ix) of the CARO 2016 is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.



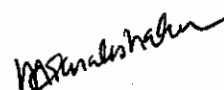
**Deloitte
Haskins & Sells LLP**

- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding company and subsidiaries or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar

(Partner)

(Membership No. 105035)

Place: Mumbai

Date : 03 May 2018

IIFL WEALTH MANAGEMENT LIMITED
BALANCE SHEET AS AT MARCH 31, 2018

(Amount in ₹)

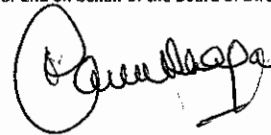
Particulars	Note No.	As at Mar 31, 2018	As at Mar 31, 2017
EQUITY AND LIABILITIES			
(1) Shareholder's funds			
(a) Share Capital	3	159,506,926	155,927,528
(b) Reserves and Surplus	4	13,750,402,606	12,578,095,487
Sub total		13,909,909,532	12,734,023,015
(3) Non Current Liabilities			
(a) Long-term borrowings	5	4,548,227	11,030,111
(b) Long-term provisions		-	-
Sub total		4,548,227	11,030,111
(4) Current liabilities			
(a) Short-term borrowings	6	3,959,388,492	3,961,897,182
(b) Trade payables	7	-	-
(A) total outstanding dues of micro enterprises and small enterprises		-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		163,640,219	102,488,767
(c) Other current liabilities	8	3,771,799,961	2,512,741,358
(d) Short-term provisions	9	729,644,010	287,775,433
Sub total		8,624,472,682	6,864,902,740
TOTAL		22,538,930,441	19,609,955,866
ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	250,897,874	199,553,011
(ii) Intangible assets	11	14,921,544	34,367,891
(iii) Capital work-in-progress		209,082,736	32,395,104
(iv) Intangible assets under development		1,678,760	1,678,760
Sub total		476,580,914	267,994,766
(b) Non-current investments	12	11,205,833,497	11,138,295,002
(c) Deferred Tax Asset (Net)	13	49,416,991	26,382,128
(d) Long-term loans & advances	14	395,037,030	322,068,422
(e) Other non-current assets	15	3,300,000	-
Sub total		11,653,587,518	11,486,745,552
(2) Current assets			
(a) Current investments	16	1,156,521,275	5,608,320
(b) Trade receivables	17	1,404,915,438	1,970,825,280
(c) Cash and Cash Equivalents	18	4,958,465,000	3,568,882,005
(d) Short-term loans & advances	19	138,272,308	108,986,255
(e) Other current assets	20	2,750,587,988	2,200,913,688
Sub total		10,408,762,009	7,855,215,548
TOTAL		22,538,930,441	19,609,955,866
See accompanying selected explanatory notes forming part of the standalone financial statements			

In terms of our report attached

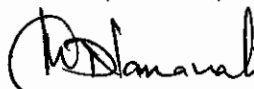
For Deloitte Haskins & Sells LLP
Chartered Accountants


Pallavi A. Gorakshakar
Partner

For and on behalf of the Board of Directors


Karan Bhagat
Managing Director
(DIN: 03247753)


R. Venkataraman
Director
(DIN: 00011919)


Mihir Nanavati
Chief Financial Officer


Ashutosh Naik
Company Secretary

Place : Mumbai
Date: May 03, 2018

HFL WEALTH MANAGEMENT LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018

(Amount in ₹)

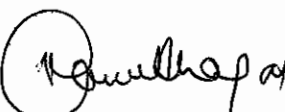
Particulars	Note No.	2017-18	2016-17
A. CONTINUING OPERATIONS			
INCOME:			
Revenue from Operations	21	5,832,716,728	4,260,382,118
Other Income	22	1,070,193,964	184,709,298
Total Revenue		6,902,910,692	4,445,091,416
EXPENSES:			
Employee Benefit Expenses	23	2,595,865,862	1,627,449,111
Other Expenses	24	1,501,382,047	1,225,352,273
Finance Charges	25	515,371,482	178,494,092
Depreciation and Amortisation	26	120,205,702	83,556,603
Provision & Write off	27	221,090,887	6,307,114
Total Expenditure		4,953,915,980	3,121,159,193
Profit before tax from continuing operations		1,948,994,712	1,323,932,223
Tax expenses :			
Current tax		504,973,934	465,920,140
Deferred tax expenses/ (Credit)		(21,753,635)	1,162,657
Short / (excess) provision for income tax		(4,622,245)	(3,968,610)
Total Tax Expenses		478,598,054	463,114,187
Profit from continuing operations after Tax (A)		1,470,396,658	860,818,036
B. DISCONTINUING OPERATIONS			
Profit from discontinuing operations before Tax		20,909,364	5,496,814
Current tax		6,735,613	1,930,968
Profit from discontinuing operations after Tax (B)		14,173,751	3,565,846
C. TOTAL OPERATIONS			
Profit after tax for the year		1,484,570,409	864,383,882
Earning Per Share- Basic	28		
- Continuing Operation		18.70	11.64
- Total Operation		18.88	11.68
Earning Per Share- Diluted	28		
- Continuing Operation		18.08	11.55
- Total Operation		18.25	11.59
Face Value Per Share		2.00	2.00
See accompanying selected explanatory notes forming part of the standalone financial statements			

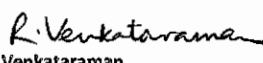
In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

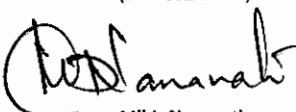
For and on behalf of the Board of Directors

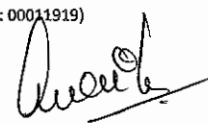

Pallavi A. Gorakshakar
Partner


Karan Bhagat
Managing Director
(DIN: 03247753)


R. Venkataraman
Director
(DIN: 00011919)

Place : Mumbai
Date : May 03, 2018


Mihir Nanavati
Chief Financial Officer


Ashutosh Naik
Company Secretary

IIFL WEALTH MANAGEMENT LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

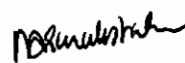
(Amount in ₹)

Particulars	2017-2018	2016-2017
Continuing Operation		
A. Cash flows from operating activities		
Net profit before taxation	1,948,994,712	1,323,932,223
Adjustments for:		
Depreciation and amortisation	120,205,702	83,556,603
Provisions for Gratuity	11,995,184	25,758,098
Provisions for Compensated Absences	23,346,710	14,525,950
Provision for Doubtful debts	-	2,623,600
Provision for Diminution in Investment	221,090,130	3,750,000
Other Provision	757	(66,486)
Interest Income	(346,403,059)	(68,321,349)
Interest expenses	515,156,396	172,108,217
(Profit)/Loss on Sale of Fixed Assets	(533,028)	905,186
Dividend Income	(1,023,056,495)	(116,837)
Profit on sale of Investments	300,013,008	(213,155,042)
Loss on Sale of Subsidiary	-	95,235,049
Operating profit before working capital changes	1,770,810,017	1,442,735,212
Changes in working capital :		
(Increase)/ Decrease in Current/Non Current Assets	582,259,922	(1,445,115,878)
Increase/ (Decrease) in Current/Non Current Liabilities	479,807,093	(143,788,654)
Cash generated/ (used in) from operations	2,832,877,032	(147,169,319)
Net income tax(paid) / refunds	(507,664,376)	(460,305,023)
Net cash generated from/ (used in) operating activities (A)	2,325,212,656	(607,474,342)
B. Cash flows from Investing activities		
Purchase of Investments	(262,752,251,612)	(105,529,092,160)
Sale of Investments	261,017,741,022	106,242,570,509
Purchase of Subsidiary	(5,044,000)	-
Sale of Subsidiary	-	111,450
Interest Received	344,820,214	66,463,173
Dividend Received	1,023,056,495	116,837
Purchase of fixed assets (includes intangible assets)	(330,373,913)	(217,097,553)
Sale of fixed assets (includes intangible assets)	2,993,427	2,100,000
Fixed Deposit placed	-	-
Inter Corporate Deposit given	(153,626,440,848)	(2,819,402,062)
Inter Corporate Deposit repaid	153,614,785,936	2,819,424,519
Net cash generated from/(used in) investing activities (B)	(710,713,280)	565,194,713
C. Cash flows from financing activities		
Proceeds from Issuance of Share Capital	3,579,398	(141,989,788)
Securities Premium on issue of shares	472,717,534	1,002,128,451
Short Term Borrowings Taken	195,278,149,508	41,030,796,981
Short Term Borrowings-Repayment	(196,581,681,293)	(40,629,286,499)
Long Term Borrowings-Repayment	(6,720,520)	(504,809,038)
Interest Paid	(510,049,784)	(236,413,749)
Dividend Paid (including Dividend Distribution Tax)	(784,980,823)	(534,089,405)
Net cash generated from/ (used in) financing activities (C)	(2,128,985,980)	(13,663,047)
D. Discontinuing Operations		
Net cash from/(used in) operating activities (a)	640,390,641	(42,052,909)
Net cash from/(used in) investing activities (b)	(184,743,971)	(640,724,851)
Net cash from/(used in) financing activities (c)	1,199,988,866	2,780,778,667
Net cash generated from/ (used in) discontinuing operations (D)	1,655,635,536	2,098,000,906
Net increase in cash and cash equivalents (A+B+C+D)	1,141,148,932	2,042,058,231
Opening Cash and Cash Equivalents (as per Note 18)	2,918,882,005	876,823,774
Closing Cash and Cash Equivalents (as per Note 18)	4,060,030,937	2,918,882,005
Reconciliation of Cash and Cash Equivalents with the Balance Sheet		
Cash and Cash Equivalents as per AS 3 Cash Flow Statements	4,060,030,937	2,918,882,005
Add: In Fixed Deposits with original maturity more than 3 months		
- In Deposit account	10,000,000	10,000,000
- In Deposit account as collateral with Exchange	314,950,000	265,000,000
- In Deposit account under lien	573,484,063	375,000,000
Cash and Cash Equivalents (Refer Note 18)	4,958,465,000	3,568,882,005
See accompanying notes forming part of the standalone financial statements		

In terms of our report attached

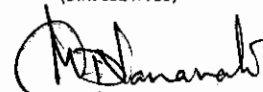
For Deloitte Haskins & Sells LLP
Chartered Accountants

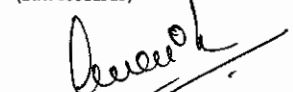
For and on behalf of the Board of Directors


Pallavi A. Gorakshakar
Partner

Karan Bhagat
Managing Director
(DIN: 03247753)


R. Venkataraman
Director
(DIN: 00011919)


Mihir Nanavati
Chief Financial Officer


Ashutosh Naik
Company Secretary

Place : Mumbai
Date: May 03, 2018

IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 1. Corporate Information:

IIFL Wealth Management Limited ("IIFLW", the "Company") is a public limited company incorporated under the Companies Act, 1956. IIFLW is registered with SEBI as Stock Broker, Depository Participant, Research Analyst, Portfolio Manager and Distributor of Financial Products. It acts as wealth managers, financial consultants, management consultants, advisors and provides counselling services, financial services and facilities of every description and to mobilize funds and assets of various companies, mutual fund, individual investors, firms, associations and other corporate bodies, private and institutional investors.

Note 2. Significant Accounting Policies:**2.1 Basis of Preparation of financial statements:**

The financial statements of the Company have been prepared in accordance with the Accounting Standards as prescribed under section 133 of the Companies Act, 2013 (the "Act") read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") and other accounting principles generally accepted in India. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.2 Use of Estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Fixed assets and Depreciation:

Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment loss, if any thereon. Depreciation is charged using the straight line method based on the useful life of fixed assets as estimated by the management as specified below. Depreciation is charged from the month in which new assets are put to use. No depreciation is charged for the month in which assets are sold. In the case of transfer of used fixed assets from group companies, depreciation is charged over the remaining useful life of the assets. Individual assets / group of similar assets costing up to ₹ 5,000 has been depreciated in full in the year of purchase. Lease hold land is depreciated on a straight line basis over the lease hold period.

Estimated useful life of the assets is as under:

Class of assets	Useful life in years
Buildings*	20
Computers*	3
Electrical*	5
Office equipment	5
Furniture and fixtures*	5
Vehicles*	5
Software	3

* For these class of assets, based on internal assessment and independent technical evaluation carried out by external valuers the management believes that the useful lives as given above best represent the period over which management expects to use these assets. Hence the useful lives for these assets is different from the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013.

Furniture and fixtures includes leasehold improvements which is depreciated on a straight line basis over the period of lease.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

2.4 Investments:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non – current investments. Current investments are stated at lower of cost or market / fair value. Non – current investments are carried at cost. Provision for diminution in value of non – current investments is made, if such diminution is other than temporary. For investment in Mutual funds, the net Assets value (NAV) declared by the Mutual Funds at the balance sheet date is considered as the fair value.

2.5 Cash and cash equivalents:

Cash comprises cash on hand. Cash equivalents comprises demand deposits and short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.6 Cash flow statement:

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

2.7 Provisions, Contingent Liabilities and Contingent Assets:

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

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

Contingent Assets are neither recognized nor disclosed in the financial statements.

2.8 Impairment of assets:

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists. The following intangible assets are tested for impairment each financial year even if there is no indication that the asset is impaired:

- (a) an intangible asset that is not yet available for use; and
- (b) an intangible asset that is amortised over a period exceeding ten years from the date when the asset is available for use.

If the carrying amount of the assets exceeds the estimated recoverable amount, impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

2.9 Taxation:

Tax expense comprises current and deferred tax.

Income Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred Tax

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rate and the tax laws enacted or substantively enacted at the Balance Sheet date. The deferred tax asset is recognised or unrecognised, to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available. At each reporting date, the Company re-assesses unrecognized deferred tax assets. Deferred tax liability is recognised as and when arises.

Minimum Alternate Tax (MAT)

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

2.10 Revenue Recognition:

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

- Investment/Fund Management Fees are accounted on accrual basis as follows:
 - In case of percentage based fees, in accordance with the Portfolio Management Agreement entered with the respective clients, on a quarterly basis.
- Distribution Fee/Arranger Fee/ Commission is recognized on an accrual basis in accordance with the terms agreed with the counter party.
- Commission Income is recognized on an accrual basis in accordance with the terms agreed with the respective clients based on daily trades.

2.11 Other Income Recognition:

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

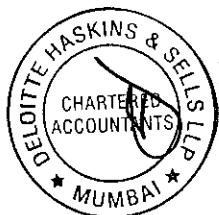
2.12 Translation of foreign currency items :

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 recognized in the Statement of Profit and Loss. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rate on that date. The exchange differences, if any, are recognized in the Statement of Profit and Loss and related assets and liabilities are accordingly restated in the Balance Sheet.

2.13 Employee Benefits:

The Company's contribution towards Provident Fund and Family Pension Fund, which are defined contribution, are accounted for on an accrual basis and recognised in the Statement of Profit & loss.

The Company has provided "Compensated Absences" on the basis of actuarial valuation.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Gratuity is post employment benefit and is in the nature of Defined Benefit Plan. The Liability recognized in the Balance Sheet in respect of gratuity is the present value of defined benefit obligation at the balance sheet date together with the adjustments for unrecognized actuarial gain or losses and the past service costs. The defined benefit obligation is calculated at or near the balance sheet date by an independent actuary using the projected unit credit method.

2.14 Deferred Employee Stock Compensation:

The stock options granted by the Company are accounted for as per the accounting treatment prescribed by SEBI (Employee Stock Option Scheme and Employee Stock Purchase) Guideline, 1999 and the guidance note on Accounting for Stock Options issued by The Institute of Chartered Accountant of India, whereby the intrinsic value of the options are recognised as deferred employee compensation. The deferred employee compensation is charged to the Statement of Profit and Loss on a straight line basis over vesting period of the options.

2.15 Operating Leases:

Lease rentals in respect of operating lease arrangements are charged to the Statement of Profit & loss in accordance with Accounting Standard 19 – Leases.

2.16 Preliminary Expenses:

Preliminary Expenses are written off in the same financial year in which they are incurred.

2.17 Earnings per Share:

Basic earnings per share for equity shareholders have been calculated by dividing the Net Profit after Tax or loss by the weighted average number of equity shares outstanding during the period.

The diluted earnings per share for equity shareholders have been computed by dividing the Net Profit after Tax or loss by the weighted average number of shares after giving dilutive effect of all potential Equity shares.

2.18 Service tax/ Goods and Services Tax input credit:

Service tax/ Goods and Services Tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing / utilising the credits.

2.19 Borrowing cost:

Borrowing costs include interest and amortisation of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

2.20 Operating Cycle:

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 3. Share Capital:

(a) The Authorised, Issued, Subscribed and fully paid up share capital comprises of equity shares having a par value of ₹ 2/- as follows:

Authorised :	As at March 31,2018	As at March 31,2017
85,000,000 Equity Shares of ₹ 2/ each with Voting Rights (Previous Year 85,000,000 Equity Shares of ₹ 2/ each)	170,000,000	170,000,000
Issued, Subscribed and Paid Up:		
79,753,463 (Previous Year 77,963,764 equity shares of ₹ 2/ each) Equity Shares of ₹ 2/ each fully paidup with Voting Rights	159,506,926	155,927,528

(b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

Particulars	As at March 31,2018		As at March 31,2017	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	77,963,764	155,927,528	73,958,658	147,917,316
Add: Issued during the year	1,789,699	3,579,398	4,005,106	8,010,212
Less: Shares bought back	-	-	-	-
Outstanding at the end of the year	79,753,463	159,506,926	77,963,764	155,927,528

(c) Terms/rights attached to equity shares:

The Company has only one class of shares referred to as equity shares having a par value of ₹ 2/- each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of Interim dividend. The Company declares and pays dividend in Indian Rupees. During the year ended March 31, 2018, interim dividend of ₹ 9 (P.Y. ₹ 6) has been paid and recognised as distribution to equity shareholders.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(d) Details of shares held by holding company:

Particulars	As at March 31,2018		As at March 31,2017	
	No. of shares	% holding	No. of shares	% holding
IIFL Holdings Limited	45,000,000	56.42%	45,000,000	57.72%

(e) Details of shareholders holding more than 5% shares in the Company:

Particulars	As at March 31,2018		As at March 31,2017	
	No. of shares	% holding	No. of shares	% holding
IIFL Holdings Limited	45,000,000	56.42%	45,000,000	57.72%
General Atlantic Singapore Fund Pte Ltd	18,053,050	22.64%	18,053,050	23.16%
Karan Bhagat	4,810,526	6.03%	4,810,526	6.17%

(f) Shares reserved for issue under options:

For details of shares reserved for issue under the employee stock option (ESOP) plan of the Company, please refer note. 33

(g) During the period of 5 years immediately preceding the Balance Sheet date, the Company has not issued any equity shares without payment being received in cash, bonus shares and has not bought back any equity shares.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 4. Reserves and Surplus:

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Securities Premium Account		
Opening Balance	10,211,660,945	9,209,532,495
Premium on shares issued during the year	472,717,533	1,002,128,450
Closing Balance	10,684,378,478	10,211,660,945
Debenture Redemption Reserve		
Opening Balance	-	44,855,442
Addition During The Year (Refer Note 4.1)	-	17,644,558
Transferred to General Reserve	-	(62,500,000)
Closing Balance	-	-
Surplus in the Statement of Profit and Loss		
Opening Balance	2,232,934,542	1,920,284,623
Addition: Profit during the Year	1,484,570,409	864,383,882
Less: Appropriations		
Interim Dividend Paid	(712,910,664)	(443,751,949)
Dividend Distribution Tax	(72,070,159)	(90,337,456)
General Reserve	-	-
Debenture Redemption Reserve	-	(17,644,558)
Closing Balance	2,932,524,128	2,232,934,542
General Reserve		
Opening Balance:	133,500,000	71,000,000
Addition During The Year	-	62,500,000
Utilized During The Year	-	-
Closing Balance	133,500,000	133,500,000
Total	13,750,402,606	12,578,095,487

4.1 Pursuant to Section 71 of Companies Act, 2013 read with Rule 18(7) of The Companies (Share Capital and Debentures) Rules, 2014, the Company is required to create debenture redemption reserve of a value equivalent to 25% of the debentures issued. Accordingly, ₹NIL (P.Y ₹17,644,558/-) has been transferred to debenture redemption reserve account till the date of buy back of the debentures. On buy back of the debentures, balance in Debenture redemption reserve has been fully transferred to General reserve during the previous year.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 5. Long-term borrowings:

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Secured Loans		
Vehicle Loan (Refer Note 5.1)	4,548,227	11,030,111
Total	4,548,227	11,030,111

5.1 The above loan is secured against hypothecation of fixed asset (Vehicles), repayable in equated monthly installments over a period of five years. The rate of interest of loan ranges from 9% to 10% and is repayable between December 2019 to March 2020.

Note 6. Short Term borrowings:

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Commercial Paper	3,500,000,000	4,000,000,000
Less: Unexpired discount (Refer Note 6.1)	(26,707,703)	(38,102,818)
Inter corporate deposits (ICD) – Related Party (Refer note 35)	486,096,195	-
Total	3,959,388,492	3,961,897,182

6.1 Unexpired discount on commercial paper is net of ₹ 23,058,803/- (P.Y. ₹ 17,997,181) towards discount accrued but not due.

Note 7: Trade Payables:

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Total outstanding dues of micro enterprises and small enterprises-- Refer note below	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		
- Sundry creditors for Expenses	46,248,190	23,606,117
- Accrued Salaries and Benefits	6,444,052	1,864,665
- Provision for Expenses	110,947,977	77,017,985
Total	163,640,219	102,488,767

Details under the Micro, Small and Medium Enterprises Development Act, 2006:

	2017 - 18	2016 - 17
a) Principal amount and interest due thereon remaining unpaid to any supplier at the end year.	-	-
b) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Details under the Micro, Small and Medium Enterprises Development Act, 2006. (Continued)

	2017 - 18	2016 - 17
c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	-	-
d) the amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

The aforementioned is based on the response received by the Company to its inquiries with suppliers with regards to applicability under the said Act. This has been relied upon by the auditors.

Note: 8. Other current liabilities:

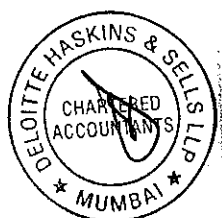
(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
Current maturities of Long term debt - Secured (Refer Note 5.1)	5,068,721	5,307,357
Payable to Holding Co / Group Companies	19,129,399	17,060,406
Statutory Liabilities Payable	225,330,350	134,315,219
Advances against expenses	-	5,000,000
Income received in advance	201,278	4,324,420
Payable to Clients for trade settlement	3,378,206,150	2,293,283,287
Payable to Exchange for trade settlement	139,926,829	47,797,715
Payable to Employees	15,932	5,209,453
Others	3,921,302	443,501
Total	3,771,799,961	2,512,741,358

Note 9. Short Term Provisions:

(Amount in ₹)

Particulars	As at March 31, 2018	As at March 31, 2017
(a) Provision for employee benefits:		
- Provision for Compensated Absences	50,317,314	27,306,624
- Provision for Gratuity (Refer note 23)	14,751,135	33,108,902
- Provision for Bonus	660,824,729	222,034,217
(b) Others:		
- Provision for Tax (Net of Advance Tax and TDS - ₹ 1,050,091,776) (Previous Year- ₹1,054,614,388)	3,750,832	5,325,690
Total	729,644,010	287,775,433



IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018
Note 10. Tangible Assets:
(Amount in ₹)

Particulars	Furniture Fixture	Vehicles *	Office Equipment	Computers	Electrical Equipment	TOTAL
Gross Block as on April 01, 2017	145,546,853	29,402,721	13,673,127	99,858,258	8,891,035	297,371,994
Additions	90,803,746	5,192,828	23,593,774	26,644,539	3,364,524	149,599,411
Deductions/ Adjustments during the year	(1,797,130)	(3,861,848)	(952,000)	(4,794,717)	(1,798,610)	(13,204,305)
As at March 31, 2018	234,553,469	30,733,701	36,314,901	121,708,080	10,456,949	433,767,100
Depreciation						
Upto April 01, 2017	32,594,348	12,775,767	5,507,529	42,675,392	4,265,947	97,818,983
Depreciation for the year	49,841,808	5,988,377	3,968,581	34,377,916	1,617,468	95,794,150
Deductions/Adjustments during the year	(1,034,995)	(2,188,381)	(938,704)	(4,783,217)	(1,798,610)	(10,743,907)
Upto March 31, 2018	81,401,161	16,575,763	8,537,406	72,270,091	4,084,805	182,869,226
Net Block as at March 31, 2018	153,152,308	14,157,938	27,777,495	49,437,989	6,372,144	250,897,874
Net Block as at March 31, 2017	112,952,505	16,626,954	8,165,598	57,182,866	4,625,088	199,553,011

Tangible Assets: (Previous Year)
(Amount in ₹)

Particulars	Furniture Fixture	Vehicles *	Office Equipment	Computers	Electrical Equipment	TOTAL
Gross Block as on April 01, 2016	53,657,273	29,402,721	10,739,567	39,941,543	9,171,189	142,912,293
Additions	108,970,352	-	5,913,421	62,342,042	1,668,281	178,894,096
Deductions/ Adjustments during the year	(17,080,772)	-	(2,979,861)	(2,425,327)	(1,948,435)	(24,434,395)
As at March 31, 2017	145,546,853	29,402,721	13,673,127	99,858,258	8,891,035	297,371,994
Depreciation						
Upto April 01, 2016	20,077,343	6,895,223	6,217,281	18,582,005	4,764,374	56,536,226
Depreciation for the year	26,878,951	5,880,544	2,028,861	26,505,329	1,418,282	62,711,967
Deductions/Adjustments during the year	(14,361,946)	-	(2,738,613)	(2,411,942)	(1,916,709)	(21,429,210)
Upto March 31, 2017	32,594,348	12,775,767	5,507,529	42,675,392	4,265,947	97,818,983
Net Block as at March 31, 2017	112,952,505	16,626,954	8,165,598	57,182,866	4,625,088	199,553,011
Net Block as at March 31, 2016	33,579,930	22,507,498	4,522,286	21,359,538	4,406,815	86,376,067

* The above fixed asset (Vehicles) are hypothecated against loans from financial institution.

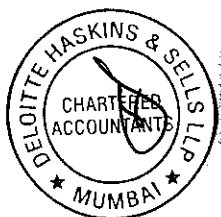


IIFL WEALTH MANAGEMENT LIMITED**Notes forming part of the Financial Statements for the year ended March 31, 2018****Note 11. Intangible Assets (other than internally generated):**

(Amount in ₹)	
Particulars	Total
Software/Intangible assets	
Gross Block as at April 01, 2017	71,586,877
Additions	7,505,587
Deductions / Adjustments during the year	-
As at March 31, 2018	79,092,464
Amortisation	
As at April 1, 2017	37,218,986
Amortisation for the year	26,951,934
Deductions / Adjustments during the year	-
Up to March 31, 2018	64,170,920
Net Block as at March 31, 2018	14,921,544
Net Block as at March 31, 2017	34,367,891

Intangible Assets (other than internally generated): (Previous Year)

(Amount in ₹)	
Particulars	Total
Software/Intangible assets	
Gross Block as at April 01, 2016	47,762,594
Additions	23,824,283
Deductions / Adjustments during the year	-
As at March 31, 2017	71,586,877
Amortisation	
As at April 1, 2016	15,321,936
Amortisation for the year	21,897,050
Deductions / Adjustments during the year	-
Up to March 31, 2017	37,218,986
Net Block as at March 31, 2017	34,367,891
Net Block as at March 31, 2016	32,440,658



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 12. Non Current Investments (At cost):

(Amount in ₹)

Particulars	As at March 31 2018			As at March 31 2017		
	Face Value	Quantity	Amount	Face Value	Quantity	Amount
Unquoted: Trade Investments:						
Investment in equity shares of Group Company						
India Infoline Limited	-	-	-	₹ 10	20	1,500
Sub Total						1,500
Investment in equity shares of Subsidiary companies						
IIFL Distribution Services Ltd	₹100	5,120	153,354,384	₹100	5,120	153,354,384
IIFL Investment Advisers and Trustee Services Ltd.	₹10	35,225,000	354,000,000	₹10	35,225,000	354,000,000
IIFL Alternate Asset Advisors Ltd.	₹10	50,000	9,149,236	₹10	50,000	9,149,236
IIFL Asset Management Company Ltd.	₹10	32,100,000	525,000,000	₹10	32,100,000	525,000,000
IIFL Trustee Ltd.	₹10	500,000	5,000,000	₹10	500,000	5,000,000
IIFL Wealth Finance Limited	₹10	262,449,733	9,636,300,000	₹10	262,449,733	9,636,300,000
IIFL Private Wealth (Suisse) SA	CHK 1000	100	3,395,378	CHK 1000	100	3,395,378
IIFL Asia Pte. Ltd.	S\$ 1	14,000,000	264,500,000	S\$ 1	14,000,000	264,500,000
IIFL Private Wealth Management Dubai Ltd.	AED 3.67	918,442	42,500,000	AED 3.67	918,442	42,500,000
IIFL Private Wealth Hongkong Ltd.	HK\$ 1	8,476,324	43,800,000	HK\$ 1	6,476,324	43,800,000
IIFL Inc. (USA)	\$0.01	140	54,143,161	\$0.01	140	54,143,161
IIFL Asset Management (Mauritius) Limited	\$1.00	69,975	37,945,763	\$1.00	69,975	37,945,763
IIFL Capital (Canada) Limited	CA\$ 1	100,000	5,044,000	-	-	-
Sub Total			11,134,131,922			11,129,087,922
Unquoted: Non Trade Investments:						
Investment in equity shares						
India Alternatives Investment Advisors Pvt. Ltd.	₹10	1	8,501	₹10	1	8,501
Less: Diminution			(8,501)			(8,501)
Sub Total			-			-
Investment in Alternative Investments Fund						
IIFL Real Estate Fund (Domestic) Series 1 - Class B Carry units	-	-	-	₹10	58	580
Motilal Oswal Focused Growth Opportunities Fund - Class C Carry units	₹10	20,000	200,000	₹10	20,000	200,000
Sundaram Alternative Opportunities Fund Nano Cap Series I - Class E (NAV - ₹ 114,922.7791, P.Y. ₹100,000)	₹100,000	147	16,700,000	₹100,000	25	2,505,000
Ask Select Focus Fund - Class E (NAV - ₹ 951.3506, P.Y. NIL)	₹1000	5,000	5,000,000	-	-	-
DSP BlackRock AIF Pharma Fund - Class C (NAV - ₹ 96.2200, P.Y. NIL)	₹100	100,000	10,000,000	-	-	-
White Oak India Equity Fund - Class I (NAV - ₹ 10.2555, P.Y. NIL)	₹10	1,293,393	13,000,000	-	-	-
Yournest Angel Fund - Scheme 1 (NAV - ₹ 1.0000, P.Y. NIL)	₹1	1,575	1,575	-	-	-
Motilal Oswal Focused Growth Opportunities Fund Carry Units - Class B (NAV - ₹ 14.1023, P.Y. ₹ 12.3818) (Refer Note 12.1)	₹10	862,449	10,000,000	₹10	604,802	6,500,000
Sundaram Alternative opportunities Fund Nanocap Series II - Class E (NAV - ₹ 1,06,745.5141, P.Y. NIL)	₹100000	154	16,700,000	-	-	-
Sundaram Alternative opportunities Fund Nanocap Series II - Class I (NAV - ₹ 1,08,332.6074, P.Y. NIL)	₹100000	1	100,000	-	-	-
Sub Total			71,701,575			9,205,580
Investments in Bonds & Debentures						
19% Debentures Of Arch Agro Industries Pvt. Ltd.				₹10,000	3,625	20,816,610
Less: Diminution						(20,816,610)
Sub Total						-
Grand Total			11,205,833,497			11,138,295,002
Aggregate Value of Unquoted Investments			11,205,841,998			11,138,303,503
Aggregate Diminution in value of Investments			(8,501)			(20,825,111)

12.1 During the year, the Company has re-classified these investments from Current to Non-current based on the intent of holding them.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 13. Deferred Tax Asset (Net):

In compliance with Accounting Standard 22 on 'Accounting for Taxes on Income' the Company has taken (credit)/ booked expenses of ₹ (23,034,862) (P.Y. ₹ 1,604,562) for continuing operations and ₹ (1,281,227) (P.Y. ₹ 441,905) for discontinuing operations in the Statement of Profit and Loss towards deferred tax asset (net) during the year on account of timing differences

(Amount in ₹)		
Particulars	As at March 31, 2018	As at March 31, 2017
On Depreciation	18,994,662	(592,656)
On Employee Benefits	13,705,320	10,418,516
On Provision for doubtful debts	2,674,737	2,649,018
On Long Term Capital Loss (Refer Note 13.1)	14,042,272	13,907,250
Total	49,416,991	26,382,128

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

Note 14. Long Term Loans and Advances:

(Amount in ₹)		
Particulars	As at March 31, 2018	As at March 31, 2017
Unsecured, Considered good		
- Deposits Paid	47,906,375	48,686,275
- Deposit with exchange	284,050,000	228,700,000
- Prepaid Expense	14,823,516	6,028,464
- Loans & advances to employees	263,758	-
Sub Total	347,043,649	283,414,739
Advance Income Tax (Net of provision of tax of ₹ 834,648,576/-) (Previous year ₹ 533,298,006/-)	47,993,381	38,653,683
Total	395,037,030	322,068,422

Note 15. Other Non-Current Assets :

(Amount in ₹)		
Particulars	As at March 31, 2018	As at March 31, 2017
Deposit account (Original Maturity more than 12 Months)	3,300,000	-
Total	3,300,000	-

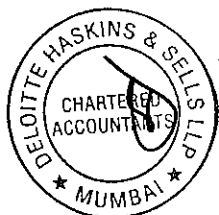


IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018
Note 16. Current Investments (At lower of cost and market value, unless otherwise stated):
(Amount in ₹)

Particulars	As at March 31, 2018			As at March 31, 2017		
	Face Value in ₹	Quantity	Amount	Face Value in ₹	Quantity	Amount
Quoted, Non Trade Investments						
Investment in Mutual funds						
Indiabulls Blue Chip Fund - Direct Plan - Dividend - Payout (NAV - ₹ 11.0400, P.Y. ₹ Nil)	10	63,996,492	948,428,016	-	-	-
Reliance Liquid Fund-Cash Plan-Growth Plan - Growth Option (NAV - ₹ 2,694.9173, P.Y. ₹ Nil)	1,000	167,395	450,000,000	-	-	-
Less: Provision for Diminution			(241,906,741)			-
Sub Total			1,156,521,275			-
Unquoted, Non Trade Investments						
Investment in Equity Shares						
Shankara Building Products Limited (NAV-₹ 240.7173)	-	-	-	10	12,192	5,608,320
Sub Total			-			5,608,320
Grand Total			1,156,521,275			5,608,320
Aggregate Value of Quoted Investments			1,398,428,016			-
Aggregate Value of Unquoted Investments			-			5,608,320
Market Value of Quoted Investments			1,157,635,854			-

Note:

Market Value of Investments in quoted mutual funds represents the Net Asset Value of the units issued by the mutual funds



IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018
Note 17. Trade Receivable:

(Amount in ₹)		
Particulars	As at March 31, 2018	As at March 31, 2017
Trade Receivables outstanding for a period exceeding six months from the date they were due for payment		
- Considered good	36,371,335	211,479,012
- Considered doubtful	7,654,352	7,654,352
Provision for doubtful receivables	(7,654,352)	(7,654,352)
Trade Receivables outstanding for a period less than six months from the date they were due for payment		
- Considered good	1,368,544,103	1,759,346,268
- Considered doubtful	-	-
- Provision for doubtful receivables		
Total	1,404,915,438	1,970,825,280

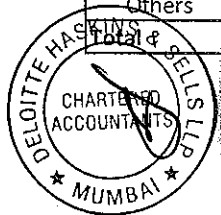
Note 18. Cash and Cash Equivalents:

(Amount in ₹)		
Particulars	As at March 31, 2018	As at March 31, 2017
Cash and Cash equivalents (As per AS-3 Cash Flow Statement)		
Cash In Hand	516,084	624,663
Balances with Banks		
- In Current accounts	309,178,410	340,256,436
- In Client accounts	1,350,336,443	498,000,906
- In Deposit accounts (Original Maturity less than 3 months)	2,400,000,000	2,080,000,000
Total Cash & Cash Equivalents (a) (As per AS-3 Cash Flow Statement)	4,060,030,937	2,918,882,005
Other Bank Balances:		
- In Deposit account (Original Maturity from 3 to 12 Months)	10,000,000	10,000,000
- In Deposit account as collateral with Exchange (Original Maturity from 3 to 12 Months)	314,950,000	265,000,000
- In Deposit account under lien (Original Maturity from 3 to 12 Months)(Refer Note 18.1)	573,484,063	375,000,000
Total Other Bank Balances (b)	898,434,063	650,000,000
Total (a+b)	4,958,465,000	3,568,882,005

18.1 Fixed deposits amounting to ₹ 573,484,063/- (P.Y ₹ 375,000,000/-) are lien marked with banks to avail Bank guarantee facilities.

Note 19. Short Term Loans and Advances:

(Amount in ₹)		
Particulars	As at March 31, 2018	As at March 31, 2017
Unsecured, considered good		
Inter Corporate Deposits (ICD)(Related Party) (Refer Note 35)	27,811,585	16,156,673
Other Loans and Advances		
- Advances recoverable in cash or in kind or for value to be received	17,101,292	4,210,654
- Prepaid Expenses	53,798,144	45,438,783
- Deposit	12,493,693	7,149,012
- Receivable from Holding/ Group companies (Refer Note 35)	21,860,030	19,228,968
- Goods & Service tax Input Credit	2,004,724	9,506,214
- Loans & advances to employees	2,724,876	7,189,421
- Others	477,964	106,530
Total	138,272,308	108,986,255



IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018
Note 20. Other Current Assets:

(Amount in ₹)		
Particulars	As at March 31, 2018	As at March 31, 2017
Receivable from Exchange for trade settlement	90,416,376	795,410,218
Receivable from Clients for trade settlement	2,636,301,678	1,384,923,042
Interest accrued but not due on Fixed Deposits	23,754,371	20,543,796
Others	115,563	36,632
Total	2,750,587,988	2,200,913,688

Note 21. Revenue from Operations:

(Amount in ₹)		
Particulars	2017-2018	2016-2017
Distribution Fees	5,711,889,026	3,853,487,636
Commission Income	103,126,192	367,653,028
Investment / Fund Management Fees	17,701,510	39,241,454
Total	5,832,716,728	4,260,382,118

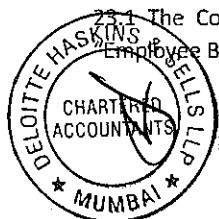
Note 22. Other Income:

(Amount in ₹)		
Particulars	2017-2018	2016-2017
Profit/ (Loss) from		
- Sale of Current Investments	(56,113,441)	89,704,274
- Sale of Non Current Investments	-	90,150,000
- Sale of shares of subsidiary	-	(95,235,049)
- Sale of Fixed Assets	533,028	-
- Trading Activities from Mutual fund - Current Investments	(243,899,567)	33,300,768
Interest Income	-	-
- Current Investments	98,205,309	33,769,736
- Non - Current Investments	-	6,169,238
- Fixed Deposits	873,414	9,953,134
- Inter Corporate Deposits (Refer Note no 35)	247,013,056	16,422,150
- Staff loan	25,957	7,091
- Others	285,323	-
Dividend Income on Investments - Current	660,382,535	116,442
Dividend Income from Subsidiary/ Fellow Subsidiary Company	362,673,960	395
Miscellaneous income	214,390	351,119
Total	1,070,193,964	184,709,298

Note 23. Employee Benefit Expenses:

(Amount in ₹)		
Particulars	2017-2018	2016-2017
Salaries and Bonus	2,463,127,661	1,535,424,801
Contribution to Provident Fund and Other Funds (Refer Note 23.2)	48,499,632	38,004,159
Gratuity Expense (Refer Note 23.1)	11,995,184	25,758,098
Staff Welfare Expenses	48,896,675	13,736,103
Compensated Absences	23,346,710	14,525,950
Total	2,595,865,862	1,627,449,111

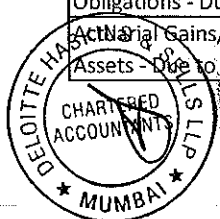
23.1 The Company is recognising and accruing the employee benefit as per Accounting Standard (AS) – 15 on "Employee Benefits" the disclosures of which are as under:



IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018

Assumptions	2017-2018	2016-2017
Discount rate	7.71%	7.27%
Salary Escalation	7.50%	5.00%
Attrition rate	For service 4 years and below 15% p.a. & thereafter 7.50% p.a.	For service 4 years and below 7.50% p.a. & thereafter 5% p.a.
Change in Benefit Obligation	2017-2018	2016-2017
Liability at the beginning of the year	84,091,679	56,144,939
Interest Cost	6,113,465	4,412,992
Current Service Cost	(9,558,597)	11,810,946
Liability transferred in	1,463,324	3,205,326
Liability transferred out	(2,395,639)	(1,338,777)
Benefit paid	(308,480)	(2,872,699)
Actuarial (gain)/ Loss on obligations	19,791,173	12,728,952
Liability at the end of the year	99,196,925	84,091,679
Fair value of Plan Assets	2017-2018	2016-2017
Fair Value of Plan Assets at the beginning of the year	50,982,777	50,807,251
Expected return on Plan Assets	3,706,448	3,993,450
Contributions by the employer	30,000,000	-
Benefits paid	(308,480)	(2,872,699)
Actuarial Gain/(Loss) on Plan Assets	65,045	(945,225)
Fair Value of Plan Assets at the end of the year	84,445,790	50,982,777
Amount Recognised in the Balance Sheet	2017-2018	2016-2017
Liability at the end of the year	99,196,925	84,091,679
Fair Value of Plan Assets at the end of the year	84,445,790	50,982,777
Differences	14,751,135	33,108,902
Amount of (liability)/ Asset Recognised in the Balance Sheet	14,751,135	33,108,902
Expenses Recognised in the Statement of Profit & Loss Account	2017-2018	2016-2017
Current Service cost	(9,558,597)	11,810,946
Interest Cost (net of expected return on plan assets)	2,407,017	419,542
Actuarial Gain or Loss	19,726,128	13,674,177
Total Expenses	12,574,548	25,904,665
Expenses for discontinuing operations	(579,364)	(146,567)
Expenses Recognised in the Statement of Profit & Loss Account for continuing operations	11,995,184	25,758,098
Balance Sheet Reconciliation	2017-2018	2016-2017
Opening Net liability	33,108,902	5,337,688
Expense as above	12,574,548	25,904,665
Net Transfer In	1,463,324	3,205,326
Net Transfer Out	(2,395,639)	(1,338,777)
Employers contribution	(30,000,000)	-
Liability/(Asset) Recognised in Balance sheet	14,751,135	33,108,902

Experience Adjustment	2017-2018	2016-2017	2015-2016	2014-2015	2013-2014
Present Value of the Obligation	99,196,925	84,091,679	56,144,939	36,269,744	25,008,366
Fair Value of Plan Assets	84,445,790	50,982,777	50,807,251	39,437,189	13,272,375
(Surplus) or Deficit	14,751,135	33,108,902	5,337,688	(3,167,445)	11,735,991
Actuarial (Gains)/ Losses on Obligations - Due to Experience	7,560,422	7,643,444	18,527,869	5,775,369	2,955,562
Actuarial Gains/ (Losses) on Plan Assets - Due to Experience	65,045	(945,225)	1,170,062	(24,297)	49,761



IIFL WEALTH MANAGEMENT LIMITED**Notes forming part of the Financial Statements for the year ended March 31, 2018**

Note: The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

Estimated amount of payment in respect of Gratuity to the fund will be ₹ 14,751,135/- in F.Y 2018-2019
(Previous year ₹ 33,108,902/-)

Information of major categories of plan assets of gratuity fund are not available with the Company and hence not disclosed as per the requirement of AS 15.

23.2 Defined Contribution Plans:

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

(Amount in ₹)		
Particulars	2017-2018	2016-2017
Contribution to Provident Fund	48,427,906	37,981,454
Contribution to ESIC	70,883	20,781
Contribution to Labour Welfare Fund	843	1,924
TOTAL	48,499,632	38,004,159

Note 24. Other Expenses:

(Amount in ₹)		
Particulars	2017-2018	2016-2017
Advertisement Expenses	6,236,961	5,847,993
Exchange and Statutory Charges	787,558	939,874
Marketing and Commission Expenses	327,682,810	177,436,476
Brokerage and Other Operating Expenses	295,606,467	189,647,944
Bank Charges	595,498	242,351
Communication Expenses	19,865,211	13,953,680
Donation	2,855,000	17,198,000
Electricity Expenses	19,491,756	10,240,462
Legal and Professional Charges	115,238,731	172,526,268
Corporate social responsibility(CSR) expenses (Refer Note-38)	33,511,239	24,012,000
Office Expenses	70,378,095	63,448,470
Miscellaneous Expenses	998,098	5,134,128
Postage and Courier Expenses	4,943,521	2,338,580
Printing and Stationery	19,311,648	8,705,975
Manpower Outsource expenses	103,572,090	73,439,883
Rent Expenses (Refer Note 37)	280,418,213	188,252,005
Insurance charges	12,830,092	8,314,164
Rates and Taxes	5,499,335	38,917,196
Repairs and maintenance:		
- Computers	1,976,505	1,725,917
- Others	5,628,488	1,762,906



IIFL WEALTH MANAGEMENT LIMITED**Notes forming part of the Financial Statements for the year ended March 31, 2018****Note 24. Other Expenses (continued):****(Amount in ₹)**

Particulars	2017-2018	2016-2017
Remuneration to Auditors		
- Statutory Audit (net of Service Tax/Goods and Services tax)	1,082,067	470,157
- Other services (net of Service Tax/Goods and Services tax)	1,800,000	1,800,000
- Swachh Bharat Cess	3,243	13,377
- Certification work and other matters (net of Service Tax/Goods and Service tax)	536,973	543,522
- Out of Pocket Expenses	28,353	168,518
Software Charges	39,529,526	32,644,358
Commission & sitting fees to non executive directors	2,561,568	2,287,925
(Profit)/Loss on Sale of Assets	-	905,186
Travelling and Conveyance	128,413,001	182,434,958
Total	1,501,382,047	1,225,352,273

Note 25. Finance Cost:**(Amount in ₹)**

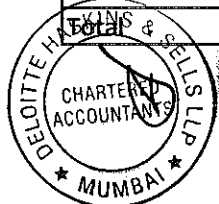
Particulars	2017-2018	2016-2017
Interest Expenses		
- Non convertible debentures	-	36,954,225
- Commercial papers	417,191,368	76,602,183
- Inter corporate deposits (Refer note 35)	96,921,837	54,351,404
- Term loan & others	1,017,591	2,093,436
- Delayed payment of taxes	215,086	8,383,189
Bank Guarantee expenses	-	-
Other borrowing cost	25,600	109,655
Total	515,371,482	178,494,092

Note 26. Depreciation & Amortisation:**(Amount in ₹)**

Particulars	2017-2018	2016-2017
Depreciation on Tangible Assets (Refer Note 10)	95,678,963	62,711,967
Amortisation of Intangible Assets (Refer Note 11)	24,526,739	20,844,636
Total	120,205,702	83,556,603

Note 27. Provisions and Write off:**(Amount in ₹)**

Particulars	2017-2018	2016-2017
Charge for diminution in value of investments	221,090,130	3,750,000
Provision for Doubtful Debts	-	2,623,600
Others	757	(66,486)
Total	221,090,887	6,307,114



IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018
Note 28. Basic and Diluted Earnings Per Share

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

PARTICULARS		2017-2018	2016-2017
BASIC			
Continuing Operations			
Profit after tax as per Statement of Profit and Loss	A	1,470,396,658	860,818,036
Weighted Average Number of Shares Subscribed	B	78,636,546	73,980,604
Face Value of Equity Shares (in ₹) fully paid		2.00	2.00
Basic EPS (₹)	A/B	18.70	11.64
Total Operations			
Profit after tax as per Statement of Profit and Loss	A	1,484,570,409	864,383,882
Weighted Average Number of Shares Subscribed	B	78,636,546	73,980,604
Face Value of Equity Shares (in ₹) fully paid		2.00	2.00
Basic EPS (₹)	A/B	18.88	11.68
DILUTED			
Continuing Operations			
Potential Equity Shares on account of conversion of Employee Stock Option	C	2,710,523	572,860
Weighted Average Number of Shares Outstanding	D=B+C	81,347,069	74,553,464
Diluted EPS (₹)	A/D	18.08	11.55
Total Operations			
Potential Equity Shares on account of conversion of Employee Stock Option	C	2,710,523	572,860
Weighted Average Number of Shares Outstanding	D=B+C	81,347,069	74,553,464
Diluted EPS (₹)	A/D	18.25	11.59

Note 29. The Group operates from and uses the premises, infrastructure and other facilities and services as provided to it by its Holding company/ Group companies which are termed as 'Shared Services'. Hitherto, such shared services consisting of administrative and other revenue expenses paid for/by the group were identified and recovered from them based on reasonable management estimates, which are constantly refined in the light of additional knowledge gained relevant to such estimation. These expenses are recovered on an actual basis and the estimates are used only where actual were difficult to determine.

Note 30. Capital and Other Commitments

At the balance sheet date, the total outstanding commitments of capital expenditure amounts to ₹ 83,765,470/- (Previous year ₹ 89,542,493/-)

Note 31. Contingent Liabilities at Balance Sheet date

Particulars	As at March 31, 2018	As at March 31, 2017
Bank Guarantees (Refer Note 31.1)	1,100,000,000	750,000,000
Corporate Guarantee (Refer Note 31.2)	2,000,000,000	-
Disputed Income Tax Demand	4,068,930	-

31.1 Fixed deposits amounting to ₹ 573,484,063/- (P.Y. ₹ 375,000,000/-) are pledged against this.

31.2 Corporate Guarantee issued to a bank towards the provision of credit facilities to a subsidiary of the Company.

Note 32. There are no pending litigations by and on the Company as on the balance sheet date.



IIFL WEALTH MANAGEMENT LIMITED**Notes forming part of the Financial Statements for the year ended March 31, 2018**

Note 33. The Company has implemented equity settled Employee Stock Options Scheme 2012 (ESOP 2012) and Employee Stock Options Scheme 2015 (ESOP 2015) and has outstanding options granted under the said schemes. The options vest in graded manner and must be exercised within a specified period as per the terms of grants by the Nomination and Remuneration Committee and ESOP Schemes.

(A) The details of various Employee Stock Option Schemes are as under:

Particulars	ESOP 2012	ESOP 2015
No. of options granted	2,731,935 (A - 1,234,900; B - 758,550; C - 724,600, D - 13,885)	9,072,913 (A - 6,965,945; B - 900,000; C - 950,000; D - 121,141; E - 135,827)
Grant Dates	A - March 28, 2012; B - August 29, 2013; C - Jun 03, 2014, D - January 28, 2018	A - July 02, 2015, B - November 10, 2016 C- July 21, 2017; D - January 13, 2018; E - January 28, 2018
Method of accounting	Intrinsic Value	Intrinsic Value
Vesting plan	Options granted would vest within a period of seven years subject to a minimum period of one year from the date of grant of such options	Options granted would vest as per the vesting schedule as determined under each series of grant approved by Nomination & Remuneration Committee subject to minimum period of
Exercise period	Seven years from the date of grant	Seven years from the date of grant
Grant Price (₹ Per Share)	A - ₹ 10.00, B - ₹ 16.00, C - ₹ 19.00, D - ₹ 417.00	A - ₹ 282.00, B - ₹ 339.00, C, D & E - ₹ 417.00
Fair Value on the date of Grant of Option (₹ Per Share)	₹ 11.80 - ₹ 417.00	₹ 274.00 - ₹ 417.00

(B) Movement of options granted:

Particulars	ESOP 2012	ESOP 2015
Options outstanding at the beginning of the year	128,510	4,310,024
Granted during the year	13,885	1,206,968
Exercised during the year	117,420	1,672,279
Lapsed during the year	-	-
Options outstanding at the end of the year	24,975	3,844,713
Exercisable at the end of the year	11,090	227,662
Weighted average exercise price for the options exercised during the year	₹ 17.32	₹ 283.60
Range of exercise price for the options outstanding at the end of the year	₹ 10.00 to ₹ 417.00	₹ 282.00 to ₹ 417.00

Movement of options granted (Previous year):

Particulars	ESOP 2012	ESOP 2015
Options outstanding at the beginning of the year	591,580	6,965,945
Granted during the year	-	900,000
Exercised during the year	449,185	3,555,921
Lapsed during the year	13,835	-
Options outstanding at the end of the year	128,510	4,310,024
Exercisable at the end of the year	194,835	1,214,766
Weighted average exercise price for the options exercised during the year	₹ 16.41	₹ 282.00
Range of exercise price for the options outstanding at the end of the year	₹ 10.00 to ₹ 19.00	₹ 282.00



IIFL WEALTH MANAGEMENT LIMITED**Notes forming part of the Financial Statements for the year ended March 31, 2018****Fair Value Methodology:**

The fair value of options have been estimated on the date of grant using Black Scholes model.

Key Assumptions used in Black-Scholes model for calculating fair value as on the date of grant are as follows:

Grant Date	ESOP 2012	ESOP 2015
Risk free interest rate	6.67%-9.09%	6.19%-7.86%
Expected average life	2-5 years	2-5 years
Expected volatility of Share Price	10.00%	10.00%
Dividend yield	17.43%-23.19%	3%
Fair value on the date of the grant	₹ 11.80-417	₹ 274-417

Previous Year:

Grant Date	ESOP 2012	ESOP 2015
Risk free interest rate	8.38%-9.47%	7.87%-6.39%
Expected average life	3 years	3 years
Expected volatility of Share Price	Nil	Nil
Dividend yield	0.00%-38.45%	1.25%-1.64%
Fair value on the date of the grant	₹ 11.80-18.96	₹ 274.00-319.00

Had the compensation cost for the stock options granted been determined on fair value approach, the Company's net profit and earning per share would have been as per pro-forma amounts indicated below:

(a) Pro-forma Profit after tax

Particulars	Current year	Previous year
Net Profit as reported	1,484,570,409	864,383,882
Less:		
Stock-based compensation expenses determined under fair value method net of tax (Pro-forma) [Gross ₹ 39,659,818/- (Previous year ₹ 64,085,705/-)]	25,934,438	41,907,534
Net Profit (Pro-forma)	1,458,635,971	822,476,348

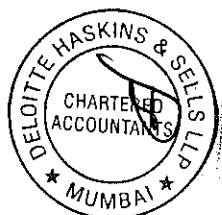
(b) Pro-forma Earnings per Share

Particulars	Current year	Previous year
Basic earnings per share (as reported)	18.88	11.68
Basic earnings per share (pro-forma)	18.55	11.12
Diluted earnings per share (as reported)	18.25	11.59
Diluted earnings per share (pro-forma)	17.93	11.03

Note 34. Segment Reporting:

In the opinion of the management, there is only one reportable business segment of Distribution business as envisaged by AS 17 'Segment Reporting', as prescribed under Section 133 of the Act. Accordingly, no separate disclosure for segment reporting is required to be made in the financial statements of the Company.

Secondary segmentation based on geography has not been presented as the Company operates primarily in India and the Company perceives that there is no significant difference in its risk and returns in operating from different geographic areas within India.



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 35. Related Party Disclosures:

Related party disclosures for the year ended March 31, 2018.

a) List of Related parties:

Nature of relationship	Name of party
Holding Company	IIFL Holdings Limited
Subsidiary Companies	IIFL Distribution Services Limited IIFL Investment Advisers and Trustee Services Limited IIFL Alternate Asset Advisors Limited IIFL Asset Management Limited IIFL Trustee Limited IIFL Wealth Finance Limited IIFL (Asia) Pte Limited IIFL Inc IIFL Private Wealth Management (Dubai) Limited IIFL Asset Management (Mauritius) Ltd IIFL Private Wealth (Suisse) SA IIFL Private Wealth Hong Kong Limited IIFL Securities Pte Limited IIFL Capital Pte Limited IIFL Capital (Canada) Limited
Fellow Subsidiaries	India Infoline Limited India Infoline Commodities Limited India Infoline Finance Limited India Infoline Media and Research Services Limited India Infoline Commodities DMCC India Infoline Insurance Brokers Limited India Infoline Insurance Services Limited IIFL Facilities Services Limited Samasta Microfinance Ltd Ayusha Dairy Pvt. Ltd 5 Paisa Capital Limited IIFL Capital Limited IIFL Wealth (UK) Limited IIFL Capital Inc Clara Developers Private Ltd India Infoline Foundation
Group Company	India Infoline Housing Finance Limited IIFL Asset Reconstruction Limited
Key Management Personnel	Karan Bhagat -Managing Director Yatin Shah-Whole Time Director
Other related parties	Mr. Nirmal Jain Mr. R. Venkataraman Mr. Amit Shah Mrs. Shilpa Bhagat Mrs. Ami Shah Mrs. Madhu Jain Mrs. Aditi Athavankar Mrs. Dhara Shah Orpheus Trading Pvt. Limited Ardent Impex Pvt. Limited Probability Sports LLP Naykia Realty Private Limited Kyrush Investments Yatin Investment India Alternatives Investment Advisors Private Limited (Fellow Subsidiary Upto March 31, 2017)

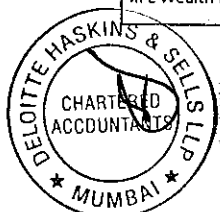


IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

b) Significant Transactions with Related Parties

(Amount in `)						
Nature of Transaction	Holding Company	Subsidiary	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
Investment						
IIFL Wealth Finance Limited	-	-	-	-	-	-
	-	(620,000,000)	-	-	-	(620,000,000)
Share Capital Issued:						
Karan Bhagat	-	-	-	-	-	-
	-	-	-	-	(4,800,000)	(4,800,000)
Yatin Shah	-	-	-	-	-	-
	-	-	-	-	(1,800,000)	(1,800,000)
Amit Shah	-	-	-	-	1,800,000	1,800,000
	-	-	-	-	-	-
Securities Premium Received:						
Amit Shah	-	-	-	-	252,000,000	252,000,000
	-	-	-	-	-	-
Purchase of Inventories/Investment (Net)						
IIFL Wealth Finance Limited	-	-	-	-	-	-
	-	(2,750,000,000)	-	-	-	(2,750,000,000)
Sale of Inventories (Net)						
IIFL Holdings Limited	1,500	-	-	-	-	1,500
	-	-	-	-	-	-
IIFL Wealth Finance Limited	-	185,341	-	-	-	185,341
	-	-	-	-	-	-
Dividend Income						
IIFL Private Wealth (Mauritius) Ltd	-	362,673,500	-	-	-	362,673,500
	-	-	-	-	-	-
India Infoline Limited	-	-	460	-	-	460
	-	-	(395)	-	-	(395)
Arranger Fees Income/ Marketing Support Income/ Referral Fee/ Brokerage - Authorised Person						
India Infoline Limited	-	-	109,623,506	-	-	109,623,506
	-	-	(367,653,027)	-	-	(367,653,027)
India Infoline Finance Limited	-	-	12,271,124	-	-	12,271,124
	-	-	(52,120,960)	-	-	(52,120,960)
IIFL Asset Management Limited	-	10,699,162	-	-	-	10,699,162
	-	(143,566,342)	-	-	-	(143,566,342)
India Alternatives Investment Advisors Pvt Limited	-	-	-	-	-	-
	-	(14,000,000)	-	-	-	(14,000,000)
Brokerage on Security Trading						
IIFL Asset Management Limited	-	1,007,283	-	-	-	1,007,283
	-	-	-	-	-	-
IIFL Investment Adviser and Trustee Services Limited	-	97,550	-	-	-	97,550
	-	-	-	-	-	-
IIFL Alternate Asset Advisors Limited	-	40	-	-	-	40
	-	-	-	-	-	-
IIFL Wealth Finance Limited	-	1,304,844	-	-	-	1,304,844
	-	-	-	-	-	-
Interest Income on Inter Corporate Deposits						
IIFL Alternate Asset Advisors Limited	-	4,880,396	-	-	-	4,880,396
	-	(756,399)	-	-	-	(756,399)
IIFL Investment Adviser and Trustee Services Limited	-	6,433,861	-	-	-	6,433,861
	-	-	-	-	-	-
IIFL Distribution Services Limited	-	186,357	-	-	-	186,357
	-	-	-	-	-	-
IIFL Asset Management Limited	-	4,087,678	-	-	-	4,087,678
	-	(3,994,896)	-	-	-	(3,994,896)
IIFL Wealth Finance Limited	-	230,933,736	-	-	-	230,933,736
	-	(7,684,932)	-	-	-	(7,684,932)



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Nature of Transaction	Holding Company	Subsidiary	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
Interest Income on Investment						
IIFL Wealth Finance Limited	-	1,188,236	-	-	-	1,188,236
	-	-	-	-	-	-
Interest Expenses on NCD						
IIFL Wealth Finance Limited	-	-	-	-	-	-
	-	(2,613,878)	-	-	-	(2,613,878)
Interest Expense on Inter Corporate Deposits						
IIFL Distribution Services Limited	-	1,379,318	-	-	-	1,379,318
	-	(1,730,877)	-	-	-	(1,730,877)
IIFL Asset Management Limited	-	59,116,279	-	-	-	59,116,279
	-	(10,032,212)	-	-	-	(10,032,212)
IIFL Investment Adviser and Trustee Services Limited	-	20,559,287	-	-	-	20,559,287
	-	(8,824,937)	-	-	-	(8,824,937)
India Infoline Finance Limited	-	-	-	-	-	-
	-	-	(472,603)	-	-	(472,603)
IIFL Wealth Finance Limited	-	25,732,577	-	-	-	25,732,577
	-	(34,705,227)	-	-	-	(34,705,227)
IIFL Alternate Asset Advisors Limited	-	6,967,169	-	-	-	6,967,169
	-	(6,475,890)	-	-	-	(6,475,890)
IIFL Holding Limited	-	-	-	-	-	-
	(5,660,137)	-	-	-	-	(5,660,137)
Manpower Outsourcing Expenses						
IIFL Distribution Services Limited	-	93,840,040	-	-	-	93,840,040
	-	(67,238,654)	-	-	-	(67,238,654)
Advisory Fee Expense						
IIFL Investment Adviser and Trustee Services Limited	-	24,000,000	-	-	-	24,000,000
	-	(24,000,000)	-	-	-	(24,000,000)
Referral Fees - Expenses						
India Infoline Finance Limited	-	-	6,867,918	-	-	6,867,918
	-	-	(10,253,269)	-	-	(10,253,269)
Research Fees - Expenses						
India Infoline Limited	-	-	22,500,000	-	-	22,500,000
	-	-	-	-	-	-
Guest House - Expenses						
IIFL Properties Private Limited	-	-	-	-	-	-
	-	-	(290,000)	-	-	(290,000)
Corporate Social Responsibility Expenses (CSR)						
India Infoline Foundation	-	-	-	32,841,239	-	32,841,239
	-	-	-	(7,262,000)	-	(7,262,000)
Rent Expenses						
IIFL Facilities Services Limited	-	-	217,913,135	-	-	217,913,135
	-	-	(135,730,251)	-	-	(135,730,251)
Remuneration						
Karan Bhagat	-	-	-	-	44,153,034	44,153,034
	-	-	-	-	(40,128,096)	(40,128,096)
Yatin Shah	-	-	-	-	34,780,422	34,780,422
	-	-	-	-	(31,531,068)	(31,531,068)
Dividend Paid						
IIFL Holdings Limited	405,000,000	-	-	-	-	405,000,000
	(270,000,000)	-	-	-	-	(270,000,000)
Karan Bhagat	-	-	-	-	43,294,734	43,294,734
	-	-	-	-	(14,463,156)	(14,463,156)
Yatin Shah	-	-	-	-	29,794,734	29,794,734
	-	-	-	-	(14,463,156)	(14,463,156)
Amit Shah	-	-	-	-	20,415,789	20,415,789
	-	-	-	-	(10,910,526)	(10,910,526)



IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018

Nature of Transaction	Holding Company	Subsidiary	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
Other funds received						
India Infoline Limited	-	-	-	-	-	-
			(4,190,967)	-	-	(4,190,967)
IIFL Trustee Limited	-	276,188	-	-	-	276,188
	-	-	-	-	-	-
IIFL Investment Adviser and Trustee Services Limited	-	6,720,906	-	-	-	6,720,906
	-	(2,422,429)	-	-	-	(2,422,429)
IIFL Alternate Asset Advisors Limited	-	762,242	-	-	-	762,242
	-	(346,216)	-	-	-	(346,216)
IIFL Distribution Services Limited	-	8,927,692	-	-	-	8,927,692
	-	(5,442,513)	-	-	-	(5,442,513)
India Alternatives Investment Advisors Pvt Ltd	-	-	-	-	-	-
	-	(823,669)	-	-	-	(823,669)
IIFL Asset Management Limited	-	6,886,722	-	-	-	6,886,722
	-	(403,988)	-	-	-	(403,988)
IIFL Wealth Finance Limited	-	7,841,960	-	-	-	7,841,960
	-	(2,221,942)	-	-	-	(2,221,942)
IIFL Management Services Limited	-	-	-	9,141	-	9,141
	-	-	-	-	-	-
Other funds paid						
India Infoline Limited	-	-	136,486	-	-	136,486
	-	-	(41,437)	-	-	(41,437)
IIFL Alternate Asset Advisors Limited	-	8,932	-	-	-	8,932
	-	-	-	-	-	-
IIFL Asset Management Limited	-	221,832	-	-	-	221,832
	-	(1,586,967)	-	-	-	(1,586,967)
IIFL Distribution Services Limited	-	359,501	-	-	-	359,501
	-	-	-	-	-	-
IIFL Wealth Finance Limited	-	19,521	-	-	-	19,521
	-	(225,753)	-	-	-	(225,753)
IIFL Investment Adviser and Trustee Services Limited	-	3,543,900	-	-	-	3,543,900
	-	(16,604)	-	-	-	(16,604)
Inter Corporate Deposit given						
IIFL Investment Adviser and Trustee Services Limited	-	6,567,000,000	-	-	-	6,567,000,000
	-	-	-	-	-	-
IIFL Alternate Asset Advisors Limited	-	3,721,000,000	-	-	-	3,721,000,000
	-	(572,100,000)	-	-	-	(572,100,000)
IIFL Distribution Services Limited	-	68,500,000	-	-	-	68,500,000
	-	-	-	-	-	-
IIFL Asset Management Limited	-	2,474,138,000	-	-	-	2,474,138,000
	-	(457,116,307)	-	-	-	(457,116,307)
IIFL Wealth Finance Limited	-	140,795,000,000	-	-	-	140,795,000,000
	-	(1,750,000,000)	-	-	-	(1,750,000,000)
Inter Corporate Deposit received back						
IIFL Investment Adviser and Trustee Services Limited	-	6,567,000,000	-	-	-	6,567,000,000
	-	-	-	-	-	-
IIFL Alternate Asset Advisors Limited	-	3,721,000,000	-	-	-	3,721,000,000
	-	(572,100,000)	-	-	-	(572,100,000)
IIFL Distribution Services Limited	-	68,500,000	-	-	-	68,500,000
	-	-	-	-	-	-
IIFL Asset Management Limited	-	2,449,138,000	-	-	-	2,449,138,000
	-	(457,116,307)	-	-	-	(457,116,307)
IIFL Wealth Finance Limited	-	140,795,000,000	-	-	-	140,795,000,000
	-	(1,750,000,000)	-	-	-	(1,750,000,000)



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Nature of Transaction	Holding Company	Subsidiary	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
Inter Corporate Deposit taken						
IIFL Distribution Services Limited	-	85,000,000	-	-	-	85,000,000
	-	(119,500,000)	-	-	-	(119,500,000)
IIFL Asset Management Limited	-	6,624,500,000	-	-	-	6,624,500,000
	-	(2,545,000,000)	-	-	-	(2,545,000,000)
India Infoline Finance Limited	-	-	-	-	-	-
	-	-	(250,000,000)	-	-	(250,000,000)
IIFL Alternate Asset Advisors Limited	-	1,124,500,000	-	-	-	1,124,500,000
	-	(635,000,000)	-	-	-	(635,000,000)
IIFL Wealth Finance Limited	-	12,338,330,000	-	-	-	12,338,330,000
	-	(9,612,500,000)	-	-	-	(9,612,500,000)
IIFL Investment Adviser and Trustee Services Limited	-	2,721,000,000	-	-	-	2,721,000,000
	-	(332,000,000)	-	-	-	(332,000,000)
IIFL Holdings Limited	-	-	-	-	-	-
	(330,000,000)	-	-	-	-	(330,000,000)
Inter Corporate Deposit repaid						
IIFL Distribution Services Limited	-	37,745,000	-	-	-	37,745,000
	-	(119,500,000)	-	-	-	(119,500,000)
IIFL Asset Management Limited	-	6,624,500,000	-	-	-	6,624,500,000
	-	(2,545,000,000)	-	-	-	(2,545,000,000)
IIFL Holdings Limited	-	-	-	-	-	-
	(330,000,000)	-	-	-	-	(330,000,000)
India Infoline Finance Limited	-	-	-	-	-	-
	-	-	(250,000,000)	-	-	(250,000,000)
IIFL Alternate Asset Advisors Limited	-	1,124,500,000	-	-	-	1,124,500,000
	-	(635,000,000)	-	-	-	(635,000,000)
IIFL Wealth Finance Limited	-	12,049,488,805	-	-	-	12,049,488,805
	-	(9,612,500,000)	-	-	-	(9,612,500,000)
IIFL Investment Adviser and Trustee Services Limited	-	2,571,000,000	-	-	-	2,571,000,000
	-	(332,000,000)	-	-	-	(332,000,000)
Allocation / Reimbursement of expenses Paid						
India Infoline Limited	-	-	48,576,953	-	-	48,576,953
	-	-	(77,556,355)	-	-	(77,556,355)
IIFL Holdings Limited	32,319,360	-	-	-	-	32,319,360
	(21,068,067)	-	-	-	-	(21,068,067)
India Alternatives Investment Advisors Private Ltd	-	-	-	-	-	-
	-	(68,800,000)	-	-	-	(68,800,000)
S Paisa Capital Limited	-	-	-	-	-	-
	-	-	-	(49,714)	-	(49,714)
IIFL Distribution Services Limited	-	960,993	-	-	-	960,993
	-	(1,008,045)	-	-	-	(1,008,045)
IIFL Facilities Services Limited	-	-	538,690	-	-	538,690
	-	-	(10,187)	-	-	(10,187)
Allocation / Reimbursement of expenses Received						
IIFL Asset Management Limited	-	19,876,314	-	-	-	19,876,314
	-	(31,277,959)	-	-	-	(31,277,959)
IIFL Investment Adviser and Trustee Services Limited	-	21,279,123	-	-	-	21,279,123
	-	(11,536,758)	-	-	-	(11,536,758)
IIFL Alternate Asset Advisors Limited	-	2,395,295	-	-	-	2,395,295
	-	-	-	-	-	-
IIFL Distribution Services Limited	-	1,674,635	-	-	-	1,674,635
	-	(6,255,592)	-	-	-	(6,255,592)
IIFL Wealth Finance Limited	-	21,774,058	-	-	-	21,774,058
	-	(24,758,528)	-	-	-	(24,758,528)
India Alternatives Investment Advisors Pvt Ltd	-	-	-	-	-	-
	-	(4,779,266)	-	-	-	(4,779,266)



IIFL WEALTH MANAGEMENT LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2018
c) Amount due to / from related parties (Closing Balance)
(Amount in `)

Nature of Transaction	Holding Company	Subsidiary	Fellow Subsidiaries	Group Companies	Key Managerial Personnel	Total
<u>Sundry payables:</u>						
IIFL Distribution Services Limited	-	11,712,040	-	-	-	11,712,040
	-	(8,327,760)	-	-	-	(8,327,760)
IIFL Investment Adviser and Trustee Services Limited	-	-	-	-	-	-
	-	(1,300,560)	-	-	-	(1,300,560)
India Infoline Finance Limited	-	-	7,417,352	-	-	7,417,352
	-	-	-	-	-	-
India Infoline Limited	-	-	-	-	-	-
	-	-	(7,432,085)	-	-	(7,432,085)
<u>Sundry receivables:</u>						
IIFL Alternate Asset Advisors Limited	-	1,443,325	-	-	-	1,443,325
	-	(42,011)	-	-	-	(42,011)
IIFL Wealth Finance Limited	-	9,492,796	-	-	-	9,492,796
	-	(10,483,229)	-	-	-	(10,483,229)
IIFL Investment Adviser and Trustee Services Limited	-	4,613,142	-	-	-	4,613,142
	-	-	-	-	-	-
IIFL Asset Management Limited	-	6,310,766	-	-	-	6,310,766
	-	(8,703,726)	-	-	-	(8,703,726)
<u>Inter Corporate Deposit Taken</u>						
IIFL Distribution Services Limited	-	47,255,000	-	-	-	47,255,000
	-	-	-	-	-	-
IIFL Investment Adviser and Trustee Services Limited	-	150,000,000	-	-	-	150,000,000
	-	-	-	-	-	-
IIFL Wealth Finance Limited	-	288,841,195	-	-	-	288,841,195
	-	-	-	-	-	-
<u>Inter Corporate Deposit Given</u>						
IIFL Asset Management Limited	-	25,000,000	-	-	-	25,000,000
	-	-	-	-	-	-
<u>Trade receivables</u>						
IIFL Asset Management Limited	-	-	-	-	-	-
	-	(38,998,746)	-	-	-	(38,998,746)
India Infoline Limited	-	-	-	-	-	-
	-	-	(15,694,772)	-	-	(15,694,772)
India Infoline Finance Limited	-	-	-	-	-	-
	-	-	(1,883,129)	-	-	(1,883,129)

Note:
i) Figures in bracket represents previous year figures.
ii) Related parties are identified and certified by the management, which has been relied upon by the auditors.


IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 36. Earnings and Expenses in Foreign Currency (on accrual basis):

(Amount in ₹)

Particulars	2017-2018	2016-2017
Earnings in Foreign Currency		
Arranger Fees	3,032,187	-
Dividend income	362,673,500	-
Sub Total	362,673,500	-
Expenses in Foreign Currency		
Travelling and Conveyance Expense	777,729	1,308,826
Advertisement Expense	65,013	1,328,060
Legal and professional Charges	4,176,446	6,406,199
Marketing and commission Expense	37,721,963	12,549,302
Office Expense	6,488,657	2,382,194
Software Charges / Technology Cost	3,256,100	-
Staff welfare Expense	1,071,077	-
Sub Total	53,556,984	23,974,581

Note 37. Lease Arrangements:

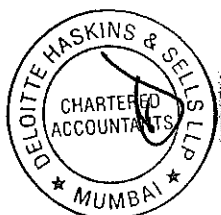
The Company has taken office premises on operating lease at various locations. Lease rent in respect of the same amounting to ₹ 292,774,365/- (P.Y. ₹ 190,887,493/-) out of this ₹ 281,340,105/- (P.Y. ₹ 188,251,949/-) from continuing operations and ₹ 11,434,260/- (P.Y. ₹ 2,635,544/-) from discontinuing operations, has been charged to Statement of Profit and Loss. The agreements are executed for a period ranging 1 to 5 years with a renewable clause. Some agreements have a clause for a minimum lock-in period. The agreements also have a clause for termination by either party giving a prior notice period between 30 to 90 days. The Company has also

(Amount in ₹)

Minimum Lease Rentals	As At March 31, 2018	As At March 31, 2017
Up to one year	261,745,722	274,618,072
One to five years	99,648,271	266,720,146
Over five years	-	-

Note 38. Corporate Social Responsibility

During the financial year 2017-18, the Company has spent ₹ 33,511,239/- (P.Y. ₹ 24,012,000/-) as against ₹ 28,259,848/- (P.Y. ₹ 23,508,541/-) required to be spent as per section 135 of the Companies Act 2013 in respect of Corporate Social Responsibility (CSR). The Company was focused on implementing long term high impact projects approved by the CSR Committee. IIFL Group is committed to supporting development of the country by contributing to achieving the sustainable development goals and all its activities are directed towards this. Going forward these projects will be consolidated and scaled to achieve a larger and deeper impact. The key focus areas includes maintenance of environmental sustainability, education and health areas.



IIFL WEALTH MANAGEMENT LIMITED**Notes forming part of the Financial Statements for the year ended March 31, 2018****Note 39. Discontinuing Operations:**

The Board of Directors of the Company at its meeting held on 31 January 2018, has approved the Composite Scheme of Arrangement amongst IIFL Holdings Limited ("IIFL Holdings"), India Infoline Media and Research Services Limited ("IIFL M&R"), IIFL Securities Limited ("IIFL Securities"), India Infoline Finance Limited ("IIFL Finance"), IIFL Distribution Services Limited ("IIFL Distribution") and the Company and their respective shareholders, under Sections 230 - 232 and other applicable provisions of the Companies Act, 2013 ("Scheme") which inter-alia, envisages the following:

- i. demerger of the Wealth Business Undertaking (as defined in the Scheme) of IIFL Holdings into the Company; and
- ii. transfer of the Broking and Depository Participant Business Undertaking (as defined in the Scheme) of the Company to its wholly owned subsidiary i.e., IIFL Distribution, on a going-concern basis.

The Appointed Date for the above transactions is opening hours of 1 April 2018. The Scheme will be given effect to upon receipt of requisite approvals of NCLT and other authorities.

a. The revenue and expenses in respect of the ordinary activities attributable to the discontinuing operations:

Particulars	As at March 31, 2018	As at March 31, 2017
Revenue	362,444,232	79,618,397
Expenses	341,534,868	74,121,583
Profit/ Loss Before Tax	20,909,364	5,496,814
Tax Expenses	6,735,613	1,930,968
Profit/ Loss After Tax	14,173,751	3,565,846

b. The carrying amounts as at March 31, 2018 of the total assets and liabilities to be transferred are as follows:

Particulars	As at March 31, 2018	As at March 31, 2017
Total Assets	7,746,148,996	5,187,758,284
Total Liabilities	7,583,930,147	5,034,192,438



IIFL WEALTH MANAGEMENT LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2018

Note 40. Details of Inter Corporate Deposits

During the year, the Company has placed Inter Corporate Deposits, the details of which are mentioned in Note No. 34 and in the table below.

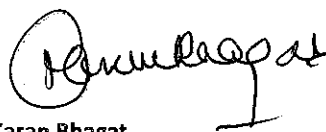
Particulars	ICD given	ICD received back	ICD Outstanding
Fineworthy Software Solutions Ltd	-	10,637,810	-
	(1,449,543)	(3,300,000)	(14,328,673)
IIFL Wealth Employee Benefit Trust	802,848	-	2,630,848
	(38,736,212)	(36,908,212)	(1,828,000)
IIFL Special Opportunities Fund	800,000,000	800,000,000	-
	-	-	-

Figures in bracket represents previous year figures.

The period of ICD is generally up to 1 year renewable thereafter, placed on arm's length basis at prevailing market interest rates (ranging from 9.25% to 9.50% p.a.), for the purpose of meeting working capital and business requirements.

Note 41. Previous year figures are regrouped, reclassified and rearranged wherever considered necessary to confirm to current year's presentation.

For and on behalf of Board of Directors



Karan Bhagat
Managing Director
(DIN: 03247753)



R. Venkataraman
Director
(DIN: 00011919)



Mihir Nanavati
Chief Financial Office



Ashutosh Naik
Company Secretary

Place : Mumbai
Dated : May 03, 2018

