

Edelweiss Commodities Services Limited

Financial statements
together with the
Independent Auditor's Report
for the year ended 31 March 2018

Edelweiss Commodities Services Limited

Financial statements together with the Independent auditor's report
for the year ended 31 March 2018

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Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF EDELWEISS COMMODITIES SERVICES LIMITED

Report on the Standalone Financial Statements

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

Management's Responsibility for the Standalone Financial Statements

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

Auditors' Responsibility

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

Price Waterhouse Chartered Accountants LLP, Nesco IT Building III, 8th Floor, Nesco IT Park, Nesco Complex
Gate No. 3 Western Express Highway, Goregaon East, Mumbai - 400 063
T: +91 (22) 61198000, F: +91 (22) 61198799

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/500016 (ICAI registration number before conversion was 012754N)



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Edelweiss Commodities Services Limited

Report on the Financial Statements

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Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its profit and its cash flows for the year ended on that date.

Other Matter

9. The standalone financial statements of the Company for the year ended March 31, 2017, were audited by another firm of chartered accountants under the Companies Act, 2013 who, vide their report dated May 16, 2017, expressed an unmodified opinion on those financial statements.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

10. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITORS' REPORT

To the Members of Edelweiss Commodities Services Limited

Report on the Financial Statements

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- (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
- i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2018 on its financial position in its standalone financial statements – Refer Note 2.32;
 - ii. The Company has long-term contracts as at March 31, 2018 for which there were no material foreseeable losses. The Company did not have any derivative contracts as at March 31, 2018.
 - ii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2018.
 - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2018.

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number: 012754N/N500016

Chartered Accountants



Sharad Agarwal

Partner

Membership Number: 118522

Mumbai

May 2, 2018.

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

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

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

1. We have audited the internal financial controls over financial reporting of Edelweiss Commodities Services Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditors' Report

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

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Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of 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

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

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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



Sharad Agarwal
Partner
Membership Number: 118522

Mumbai
May 2, 2018.

Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

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

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

Amount Rs. In million

| Name of the statute | Nature of dues | Amount | Period to which the amount relates | Forum where the dispute is pending |
|--|-----------------|--------|------------------------------------|--------------------------------------|
| Rajasthan Value Added Tax (paid under protest Rs. 13.50) | Value Added tax | 13.13 | A.Y. 2011-2012 | Commissioner of Income Tax (Appeals) |
| Gujarat Value Added Tax (paid under protest Rs. 5.00) | Value Added Tax | 118.42 | A.Y. 2010-2011 | Joint Commissioner (Appeals) |



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

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

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| Name of the statute | Nature of dues | Amount | Period to which the amount relates | Forum where the dispute is pending |
|---|-----------------|--------|------------------------------------|---|
| Madhya Pradesh Value Added Tax (paid under protest Rs.0.59) | Value Added Tax | 2.15 | A.Y. 2013-2014 | Additional Commissioner of Commercial Tax |
| West Bengal Value Added Tax (paid under protest Rs.0.33) | Value Added Tax | 2.70 | A.Y. 2013-2014 | Joint Commissioner |
| Gujarat Value Added Tax | Value Added Tax | 2.35 | A.Y. 2013-2014 | Deputy commissioner of Commercial Tax |
| Gujarat Value Added Tax | Value Added Tax | 19.78 | A.Y. 2013-2014 | Deputy commissioner of Commercial Tax |

- viii. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowings to any financial institution or bank or Government or dues to debenture holders as at the balance sheet date.
- ix. In our opinion, and according to the information and explanations given to us, the moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans have been applied for the purposes for which they were obtained.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has made a private placement of Non-Convertible debentures during the year under review, in compliance with the requirements of Section 42 of the Act. The amounts raised have been used for the purpose for which funds were raised.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditors' Report

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

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- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number: 012754N/N500016

Chartered Accountants



Sharad Agarwal

Partner

Membership Number

Mumbai

May 2, 2018.

Edelweiss Commodities Services Limited

Balance Sheet

(Currency: Rupees in millions)

| | Note No. | As at 31 March 2018 | As at 31 March 2017 |
|---|----------|------------------------|------------------------|
| EQUITY AND LIABILITIES | | | |
| Shareholders' funds | | | |
| Share capital | 2.1 | 570.65 | 570.65 |
| Reserves and surplus | 2.2 | 5,183.65 | 5,186.35 |
| | | 5,754.30 | 5,757.00 |
| Non-current liabilities | | | |
| Long-term borrowings | 2.3 | 45,139.67 | 25,934.29 |
| Other long term liabilities | 2.4 | 1,246.39 | 1,184.43 |
| Long-term provisions | 2.5 | 2.12 | 50.32 |
| | | 46,388.18 | 27,169.04 |
| Current liabilities | | | |
| Short-term borrowings | 2.6 | 55,389.48 | 71,639.56 |
| Trade payables | | | |
| Total outstanding due of Micro, Small and Medium enterprises | | - | - |
| Total outstanding due of creditors other than Micro, Small and Medium enterprises | 2.7 | 400.57 | 3,966.29 |
| Other current liabilities | 2.8 | 1,870.57 | 5,988.12 |
| Short-term provisions | 2.9 | 275.71 | 396.30 |
| | | 57,936.33 | 81,990.27 |
| TOTAL | | 1,10,078.81 | 1,14,916.31 |
| ASSETS | | | |
| Non-current assets | | | |
| Fixed assets | | | |
| Property plant and equipment | 2.10 | 2,815.06 | 2,971.05 |
| Intangible assets | 2.10 | 6.64 | 99.09 |
| Capital work-in-progress | | 0.25 | 0.39 |
| Non-current investments | 2.11 | 9,823.19 | 10,684.89 |
| Deferred tax assets (net) | 2.12 | 180.08 | 65.39 |
| Long-term loans and advances | 2.13 | 5,102.86 | 1,329.43 |
| Other non-current assets | 2.14 | 11.85 | 12.40 |
| | | 17,939.93 | 15,162.64 |
| Current assets | | | |
| Current investments | 2.15 | 0.53 | 10.08 |
| Stock-in-trade | 2.16 | 21,158.92 | 22,991.49 |
| Trade receivables | 2.17 | 353.68 | 452.15 |
| Cash and bank balances | 2.18 | 2,198.19 | 2,295.59 |
| Short-term loans and advances | 2.19 | 66,619.39 | 72,033.82 |
| Other current assets | 2.20 | 1,808.17 | 1,970.54 |
| | | 92,138.88 | 99,753.67 |
| TOTAL | | 1,10,078.81 | 1,14,916.31 |

The accompanying notes are an integral part of these financial statements.

1 & 2

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

For Price Waterhouse Chartered Accountants LLP

Chartered Accountants

Firm Registration No. 012754N/N500016


Sharad Agarwal

Partner

Membership No: 118522

Mumbai
2 May 2018

For and on behalf of the Board of Directors of Edelweiss Commodities Services Limited


Rujan Panjwani

Executive Director

DIN No.: 00237366


Kalpana Maniar

Director

DIN No.: 00719180


Manoj Sharma

Chief Financial Officer

Mumbai
2 May 2018


Sangeeta Shetty

Company Secretary

SIG

Edelweiss Commodities Services Limited

Statement of Profit and Loss

(Currency: Rupees in millions)

| | Note | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--|------|-------------------------------------|-------------------------------------|
| Revenue from operations | | | |
| Fee and commission income | 2.21 | 251.81 | 5.40 |
| Income from treasury operations and investments | 2.22 | 259.20 | (582.51) |
| Interest income | 2.23 | 12,666.57 | 9,536.27 |
| Sale of commodities | | 19,460.57 | 33,681.23 |
| Sale of manufactured products | | - | 120.44 |
| Other operating revenue | 2.24 | 458.21 | 393.96 |
| Other income | 2.25 | 48.34 | 50.36 |
| Total Revenue | | 33,144.70 | 43,205.15 |
| Expenses | | | |
| Cost of materials consumed | | - | 101.91 |
| Purchase of commodities | | 18,311.40 | 20,843.22 |
| Changes in stock-in-trade of commodities | | 1,253.40 | 11,177.29 |
| Employee benefit expenses | 2.26 | 245.60 | 366.50 |
| Finance costs | 2.27 | 11,361.51 | 9,040.49 |
| Depreciation and amortisation expense | 2.10 | 225.13 | 281.23 |
| Other expenses | 2.28 | 995.15 | 586.77 |
| Total expenses | | 32,392.19 | 42,397.41 |
| Profit before tax | | 752.51 | 807.74 |
| Tax expense: | | | |
| Current tax [includes short provision of earlier years Rs.24.46 million; (Previous year short provision - Rs. 30.90 million)] | | 351.14 | 269.50 |
| Deferred tax | | (114.69) | (33.25) |
| Profit for the year | | 516.06 | 571.49 |
| Earnings per equity share (face value of Rs. 10 each) | | | |
| Basic and diluted (in rupees) | 2.35 | 15.78 | 17.64 |

The accompanying notes are an integral part of these financial statements.

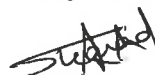
1 & 2

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

For Price Waterhouse Chartered Accountants LLP

Chartered Accountants

Firm Registration No. 012754N/N500016



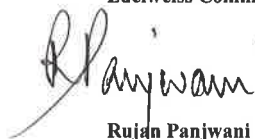
Sharad Agarwal

Partner

Membership No: 118522

Mumbai
2 May 2018

For and on behalf of the Board of Directors of Edelweiss Commodities Services Limited



Rujan Panjwani

Executive Director

DIN No.: 00237366



Kalpana Maniar

Director

DIN No.: 00719180



Manoj Sharma

Chief Financial Officer



Sangeeta Shetty

Company Secretary

Mumbai
2 May 2018

SIGN

Edelweiss Commodities Services Limited

Cash Flow Statement

(Currency: Rupees in millions)

| | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--|-------------------------------------|-------------------------------------|
| A Cash flow from operating activities | | |
| Profit before tax | 752.51 | 807.74 |
| Adjustments for | | |
| Depreciation and amortisation expense | 225.13 | 281.23 |
| Diminution in value of non-current investments | (32.87) | 4.36 |
| (Profit)/ loss on sale of fixed assets (net) | (43.84) | 1.21 |
| Provision for diminution | 459.85 | 12.13 |
| Provision for compensated leave absences | 0.51 | (0.59) |
| Profit on sale of investments | (297.68) | (109.24) |
| Share of profit from partnership firm | (14.91) | 25.43 |
| Discount on commercial paper | 5,598.92 | 5,400.51 |
| Interest expense | 5,356.75 | 3,483.15 |
| Operating cash flow before working capital changes | 12,004.37 | 9,905.93 |
| Adjustments for working capital changes | | |
| Decrease/ (increase) in trade receivables | 106.06 | (86.53) |
| Decrease/ (increase) in stock-in-trade | 1,592.07 | (5,152.37) |
| Decrease in loans and advances | 1,477.71 | 328.36 |
| Decrease in other assets | 162.92 | 188.11 |
| Decrease in current liabilities and provisions | (4,019.41) | (55.80) |
| Cash generated from operations | 11,323.72 | 5,127.70 |
| Income taxes paid | (705.56) | (338.59) |
| Net cash generated from operating activities - A | 10,618.16 | 4,789.11 |
| B Cash flow from investing activities | | |
| Purchase of fixed assets (including capital work-in progress) | (35.80) | (93.50) |
| Proceeds from sale of fixed assets | 103.09 | 1.77 |
| Purchase of investments | (3,840.08) | (3,765.32) |
| Proceeds from sale of investments | 5,056.81 | 975.60 |
| Repayment received towards loans given (net) | 1,966.82 | (31,576.30) |
| Net cash generated from / (used in) investing activities - B | 3,250.84 | (34,457.75) |
| C Cash flow from financing activities | | |
| Proceeds from secured loans (net) (Refer note 1) | 14,420.78 | 13,891.55 |
| (Repayment of) / Proceeds from unsecured loans (net) (Refer note 1) | (12,441.08) | 14,069.05 |
| (Repayment of) / Proceeds from issuance of commercial paper (net) (Refer note 1) | (2,690.00) | 10,620.00 |
| Dividend and dividend distribution tax paid | (585.80) | (350.82) |
| Interest expense and Discount on commercial Paper | (11,125.79) | (8,118.92) |
| Net cash (used in) / generated from financing activities - C | (12,421.89) | 30,110.86 |
| Net increase in cash and cash equivalents (A+B+C) | 1,447.11 | 442.22 |



Edelweiss Commodities Services Limited

Cash Flow Statement (continued)

(Currency: Rupees in millions)

| | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|-------------------------------------|-------------------------------------|
| Cash and cash equivalents as at the beginning of the year | 602.18 | 159.96 |
| Cash and cash equivalents as at the end of the year (Refer note 2.18) | 2,049.29 | 602.18 |
| Note: | | |
| 1 Net figures have been reported on account of volume of transactions. | | |
| 2 Component of cash and cash equivalents | | |
| 3 The above Cash Flow Statement has been prepared under "Indirect Method" as set out in Accounting Standard - 3 "Cash Flow Statements" specified under Section 133 of Companies Act ,2013 read with Paragraph 7 of the Companies (Accounts) Rules,2014. | | |
| Balances with banks | | |
| in current accounts | 549.14 | 602.02 |
| in fixed deposits with original maturity less than 3 months | 0.10 | 0.10 |
| Cash on hand | 0.05 | 0.06 |
| Cheques in hand | 1,500.00 | - |
| | 2,049.29 | 602.18 |

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

For Price Waterhouse Chartered Accountants LLP

Chartered Accountants

Firm Registration No. 012754N/N500016



Sharad Agarwal

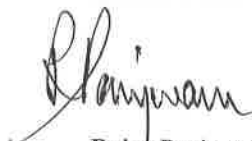
Partner

Membership No: 118522

Mumbai

2 May 2018

For and on behalf of the Board of Directors of
Edelweiss Commodities Services Limited



Rujar Panjwani

Executive Director

DIN No.: 00237366



Kalpana Maniar

Director

DIN No.: 00719180



Manoj Sharma

Chief Financial Officer



Sangeeta Shetty

Company Secretary

Mumbai

2 May 2018

SIGN

Edelweiss Commodities Services Limited

Notes to the financial statements

1. Significant accounting policies

1.1 Background

Edelweiss Commodities Services Limited was incorporated on October 17, 2006 in the State of Maharashtra as a private company. With effect from January 13, 2011, the status of the Company was changed from Private Limited Company to a Public Limited Company and the Registered Office of the Company was shifted from the state of Maharashtra to the state of Andhra Pradesh. It is a wholly owned subsidiary of Edelweiss Financial Services Limited.

Company deals in trading of commodities and debt securities. The Company has obtained registration under the Real Estate Regulatory Act, 2016 (RERA) to act as a real estate agent in the State of Maharashtra as on June 9, 2017 and in Uttar Pradesh.

1.2 Basis of preparation of financial statements

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of the Companies Act, 2013 read with Rule 7(1) of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) of the Companies Act, 1956 [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III (Division I) to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

1.3 Use of estimates

The preparation of the financial statements in conformity with the GAAP requires management to make certain estimates and assumptions that affect the reported amount of assets, liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Any revision to accounting estimates is recognised prospectively in current and future periods.



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

1.4 Revenue recognition

- Brokerage income is recognised as per contracted rates at the execution of transactions on behalf of the customers on the trade date.
- Fee income is accounted on accrual basis in accordance with the terms and contracts entered into between the Company and the counterparty.
- Income from treasury comprises of profit/loss on sale of securities and commodities and profit/loss on derivative instruments.
 - a) Profit/loss on sale of securities and derivatives is determined based on the weighted average cost of the securities sold.
 - b) Realised profit/ loss on closed positions of derivative instruments is recognised on final settlement on squaring-up of the contracts. Outstanding derivative contracts in the nature of forwards / futures / options are measured at fair value as at the balance sheet date. Fair value is determined using quoted market prices in an actively traded market, for the instrument, wherever available, as the best evidence of fair value. In the absence of quoted market prices in an actively traded market, a valuation technique is used to determine the fair value. In most cases the valuation techniques use observable market data as input parameters in order to ensure reliability of the fair value measure.
 - c) In respect of interest rate derivatives, realised profit/loss on maturity/termination of contract is recognised as 'Profit/loss on interest rate derivatives' in the statement of profit and loss and the interest received during contract period is recognised as 'Interest income on derivative instruments' in statement of profit and loss. Positions open as on Balance sheet date are marked to market and profit / (loss) is recognised in the statement of profit and loss.
 - d) In respect of currency derivatives, realised profit/loss on maturity/termination of contract is recognised as 'Profit/loss on currency derivatives' in the statement of profit and loss. Positions open as on Balance sheet date are marked to market and profit / (loss) is recognised in the statement of profit and loss.

In accordance with 'Guidance Note on Accounting for Derivative Contracts' issued by the Institute of Chartered Accountants of India effective from 1 April 2016, the Company recognises all mark to market gains or losses on derivative contracts in the statement of profit and loss.

- Commodities' sales are accounted when all obligations connected with the transfer of risks and rewards to the buyer have been fulfilled after the price has been determined and collection of the receivable is reasonably certain.
- Revenue from sale of processed goods is recognized net of returns, on transfer of significant risks and rewards in respect of ownership to the buyer. Sales exclude sales tax and value added tax, Goods and Service Tax.
- Interest income is recognised on accrual basis. In case of commercial papers, deep discount bonds and certificate of deposits, the difference between the acquisition cost and redemption value are amortised on time basis and recognised as interest income.
- Interests on delayed payments, warehousing charges and rental income are recognised on accrual basis by reference to the agreements entered.
- In case of commercial papers, deep discount bonds and certificate of deposits, the difference between the acquisition cost and redemption value are apportioned on time proportionate basis and recognised as interest income.



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

- Profit / loss from share in partnership firm is accounted once the amount of the share of profit/ loss is ascertained and credited / debited to the Company's account in the books of the partnership firm.
- Dividend income is recognised when the right to receive payment is established.
- Real estate Advisory income is recognised basis contractual terms on accrual basis.

1.5 Benchmark linked debentures

The Company has issued certain non-convertible debentures, the return of which is linked to performance of specified indices over the period of the debentures. Such debentures have a component of an embedded derivative which is fair valued at year end. The resultant 'net unrealised loss or gain' on the fair valuation of these embedded derivatives is recognised in the statement of profit and loss. The debt component of such debentures is measured at amortised cost using yield to maturity basis.

1.6 Fixed assets and depreciation/amortisation

Property plant and equipment and Capital work-in-progress

Property plant and equipment are stated at cost of acquisition or construction, less accumulated depreciation and impairment losses, if any. The cost of fixed assets comprises purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Capital work in progress comprises the cost of fixed assets that are not ready for its intended use at the reporting date.

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

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

| Class of asset | Estimated useful life |
|---|-----------------------|
| Building (Other than Factory Building) | 60 years |
| Plant and equipments | 15 years |
| Furniture and fixtures | 10 years |
| Vehicles | 8 years |
| Office equipments | 5 years |
| Computers and data processing units - Servers and networks | 6 years |
| Computers and data processing units - End user devices, such as desktops, laptops, etc. | 3 years |
| Solar Power Plant | 15 years |

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

Goodwill is amortised over a period of 5 years.

Intangibles such as computer software is amortised over a period of 3 years based on its estimated useful life.

Losses arising from the retirement of and gains or losses arising from disposal of fixed assets which are carried at cost, are recognised in the Statement of Profit and Loss.



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

1.7 Cash and cash equivalents

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

1.8 Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred. Interest 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.

1.9 Impairment of assets

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

1.10 Stock-in-trade

- a) The securities acquired with the intention of short-term holding and trading positions are considered as stock-in-trade and disclosed as current assets.
- b) The securities held as stock-in-trade are valued at lower of weighted average cost or market value.
- c) In case of units of mutual funds held as stock-in-trade, net asset value is considered as fair value.
- d) Purchase and sale of bullion is recorded at the price which is fixed between the buyer and the seller at the future date including the contracts where the price is fixed subsequent to the balance sheet date. In case of unfixed purchase/sale contracts as at the reporting date, the price is recorded at the forward rate for the residual maturity period of the contract.
- e) Inventories in the form of commodities are valued at cost or net realisable value, whichever is lower.
- f) Debt instruments are valued at cost or realizable value whichever is lower. In case of debt instruments for which direct quotes are not available, they are valued at the lowest of the quotes as on valuation date as provided by market intermediaries. In case quotes from market intermediaries are not available, the debt instruments are valued at carrying cost.
- g) Commercial papers, certificate of deposits and treasury bills are valued at carrying cost.



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

1.11 Investments

Investments are classified into non-current (long term) investments and current investments. Investments which are intended to be held for one year or more are classified as non-current investments and investments which are intended to be held for less than one year are classified as current investments.

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

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

1.12 Foreign currency transactions

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

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

Non monetary assets and liabilities are carried at historical cost using exchange rate on the date of the transaction.

1.13 Employee benefits

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

Provident fund and national pension scheme

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

Gratuity

Every employee is entitled to a benefit equivalent to 15 days salary last drawn for each completed year of service in line with The Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement, whichever is earlier. The benefits vest after five years of continuous service.

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such benefit plan is determined based on actuarial valuation using the Projected Unit Credit Method which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

The obligation is measured at present values of estimated future cash flows. The discounted rates used for determining the present value are based on the market yields on Government Securities as at the balance sheet date.

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

Actuarial gains and losses arising from experience adjustments and change in actuarial assumptions are recognised in the Statement of Profit and Loss in the period in which they arise.

Compensated leave absences

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

Deferred Bonus

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

1.14 Earnings per share

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

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

1.15 Current and Deferred Tax

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

Current tax

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



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

Deferred tax

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

Minimum alternative tax (MAT) Credit

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

1.16 Operating leases

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

1.17 Provisions and contingencies

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

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

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



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions except share data)

| | As at 31 March 2018 | As at 31 March 2017 |
|--|------------------------|------------------------|
| 2.1 Share capital | | |
| (i) Authorised: | | |
| 3,00,00,000 (Previous year: 3,00,00,000) equity shares of Rs. 10 each | 300.00 | 300.00 |
| 7,20,00,000 (Previous year: 7,20,00,000) preference shares of Rs. 10 each | 720.00 | 720.00 |
| | 1,020.00 | 1,020.00 |
| (ii) Issued, Subscribed and Paid up: | | |
| 2,97,75,368 (Previous year: 2,97,75,368) equity shares of Rs. 10 each, fully paid up | 297.75 | 297.75 |
| 20,00,000 (Previous year: 20,00,000) 7% non-cumulative non-convertible redeemable preference shares of Rs. 10 each, fully paid up | 20.00 | 20.00 |
| 2,52,90,000 (Previous year: 2,52,90,000) 14.625% cumulative non-convertible redeemable preference shares of Rs. 10 each, fully paid up | 252.90 | 252.90 |
| | 570.65 | 570.65 |

(The entire paid up equity share capital is held by Edelweiss Financial Services Limited, the holding company and its nominees).

(iii) Reconciliation of shares outstanding at the beginning and at the end of the year:

| | 31 March 2018 | | 31 March 2017 | |
|--|---------------------|---------------|---------------------|---------------|
| | Number of shares | Amount | Number of Shares | Amount |
| Equity shares of Rs. 10 each fully paid | | | | |
| Outstanding at the beginning of the year | 2,97,75,368 | 297.75 | 2,97,75,368 | 297.75 |
| Issued during the year | - | - | - | - |
| Outstanding at the end of the year | 2,97,75,368 | 297.75 | 2,97,75,368 | 297.75 |
| 7% Non-cumulative non-convertible redeemable preference shares of Rs. 10 each fully paid | | | | |
| Outstanding at the beginning of the year | 20,00,000 | 20.00 | 20,00,000 | 20.00 |
| Issued during the year | - | - | - | - |
| Outstanding at the end of the year | 20,00,000 | 20.00 | 20,00,000 | 20.00 |
| 14.625% Cumulative non-convertible redeemable preference shares of Rs. 10 each fully paid | | | | |
| Outstanding at the beginning of the year | 2,52,90,000 | 252.90 | 2,52,90,000 | 252.90 |
| Issued during the year | - | - | - | - |
| Outstanding at the end of the year | 2,52,90,000 | 252.90 | 2,52,90,000 | 252.90 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions except share data)

2.1 Share capital (continued)

(iv) Shares held by holding / ultimate holding company and / or their subsidiaries / associates:

| | 31 March 2018 | | | 31 March 2017 | | |
|--|------------------|--------|-------------------------|------------------|--------|-------------------------|
| | Number of shares | Amount | Percentage Shareholding | Number of shares | Amount | Percentage Shareholding |
| (a) Equity shares | | | | | | |
| Edelweiss Financial Services Limited, the holding company and its nominees | 2,97,75,368 | 252.90 | 100% | 2,97,75,368 | 252.90 | 100% |
| (b) Preference shares | | | | | | |
| 7% Non-cumulative non-convertible redeemable preference shares of Rs. 10 each fully paid | | | | | | |
| Edelweiss Securities Limited, the subsidiary of the holding company | 10,00,000 | 10.00 | 50% | 10,00,000 | 10.00 | 50% |
| ECL Finance Limited, the subsidiary of the holding company | 10,00,000 | 10.00 | 50% | 10,00,000 | 10.00 | 50% |
| | 20,00,000 | 20.00 | 100% | 20,00,000 | 20.00 | 100% |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions except share data)

2.1 Share capital (continued)

(v) Details of shares in the Company held by each shareholder holding more than 5 percent shares:

| | 31 March 2018 | | 31 March 2017 | |
|---|------------------|-------------------------|------------------|-------------------------|
| | Number of shares | Percentage Shareholding | Number of shares | Percentage Shareholding |
| Equity shares of Rs 10 each fully paid up | | | | |
| Edelweiss Financial Services Limited, the holding company and its nominees | 2,97,75,368 | 100% | 2,97,75,368 | 100% |
| 7% Non-cumulative non-convertible redeemable preference shares of Rs. 10 each fully paid up | | | | |
| Edelweiss Securities Limited, the subsidiary of the holding company | 10,00,000 | 50% | 10,00,000 | 50% |
| ECL Finance Limited, the subsidiary of the holding company | 10,00,000 | 50% | 10,00,000 | 50% |
| 14.625% Cumulative non-convertible redeemable preference shares of Rs. 10 each fully paid up | | | | |
| Lalita Omkarnath Malpani | 33,40,000 | 13.21% | 33,40,000 | 13.21% |
| Asiatic Oxygen Limited | 25,20,000 | 9.96% | 25,20,000 | 9.96% |
| Esmech Rolling Machinery LLP | 15,60,000 | 6.17% | 15,60,000 | 6.17% |
| The Bombay Oil Private Limited | 13,40,000 | 5.30% | 13,40,000 | 5.30% |
| Indu Devendra Kothari | 13,34,000 | 5.27% | 13,34,000 | 5.27% |
| Pico Capital Private Limited | 13,30,000 | 5.26% | - | - |
| Kishore V Mariwala | - | - | 13,30,000 | 5.26% |

Rights, preferences and restrictions attached to equity shares:

The Company has only one class of equity shares having a par value of Rs 10 each. Each holder of equity shares is entitled to one vote per share held. 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.

Rights, preferences and restrictions attached to 7% non-cumulative non-convertible redeemable preference shares:

1,000,000 preference shares held by Edelweiss Securities Limited:

The preference shares of the face value of Rs. 10 each were issued at the rate of Rs. 1,000 per share. The preference shares were allotted on March 29, 2012 and were redeemable at Rs. 1,000 per share at the end of 5 years from the date of allotment. The tenure of redemption of the Preference Shares have been extended and shall be due for redemption on March 30, 2023. The preference shares are non-cumulative and non-convertible. The preference shares carry a non-cumulative dividend of 7%.

1,000,000 preference shares held by ECL Finance Limited:

The preference shares of the face value of Rs. 10 each were issued at the rate of Rs. 1,000 per share. The preference shares were allotted on August 14, 2012 and were redeemable at Rs. 1,000 per share at the end of 5 years from the date of allotment. The tenure of redemption of the Preference Shares have been extended and shall be due for redemption on March 30, 2023. The preference shares are non-cumulative and non-convertible. The preference shares carry a non-cumulative dividend of 7%.

Rights, preferences and restrictions attached to 14.625% cumulative non-convertible redeemable preference shares:

The preference shares of the face value of Rs. 10 each were issued at the rate of Rs. 15 per share. The preference shares were allotted on July 19, 2013. The preference shares are cumulative and redeemable. The preference shares carry a cumulative dividend of 14.625%. The preference shares will be redeemed at a premium of Rs. 5 per preference share over the face value together with the unpaid dividend till the date of redemption. The preference share will be compulsorily redeemed at the end of 10 years from the date of allotment.



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions)

| | As at 31 March 2018 | As at 31 March 2017 |
|--|------------------------|------------------------|
| 2.2 Reserves and surplus | | |
| Securities premium account | | |
| Opening balance | 3,118.61 | 3,146.31 |
| Add : utilisation during the year for provision of premium payable on redemption of debentures [Net of tax Rs. 91.74 million (Previous year: Rs. 14.66 million)] | (173.35) | -27.70 |
| | 2,945.26 | 3,118.61 |
| Debenture redemption reserve (Net) | | |
| Opening balance | 1,628.53 | 991.32 |
| Add : additions during the year | 609.86 | 637.21 |
| | 2,238.39 | 1,628.53 |
| General reserve | | |
| Opening balance | 181.68 | 181.68 |
| Add : Utilisation during the year | (181.68) | - |
| | - | 181.68 |
| Surplus in the statement of profit and loss | | |
| Opening balance | 257.53 | 914.47 |
| Add : profit for the year | 516.06 | 571.49 |
| Amount available for appropriation | 773.59 | 1,485.96 |
| Appropriations: | | |
| Transfer to debenture redemption reserve | 609.86 | 637.21 |
| Interim dividend on equity shares | 248.59 | 452.59 |
| Dividend distribution tax | 58.43 | 100.24 |
| Transfer from general reserve (Net) | (181.68) | - |
| Dividend on preference shares | 38.39 | 38.39 |
| Net surplus in the statement of profit and loss | - | 257.53 |
| | 5,183.65 | 5,186.35 |

2.3 Long-term borrowings

| | | |
|--|-----------|-----------|
| Secured (Refer note 2.41) | | |
| Non-convertible debentures | 45,139.67 | 23,903.04 |
| (The debentures are secured by a first mortgage and charge over the immovable property and a pari passu charge on the receivables (includes inter company) and stock-in-trade to the extent equal to the principal and interest amount i.e. redemption value of debentures) | | |
| Term Loans from a bank | - | 2,031.25 |
| (Secured by charge on immovable property with bank) | | |
| | 45,139.67 | 25,934.29 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions)

| | As at 31 March 2018 | As at 31 March 2017 |
|--|------------------------|------------------------|
| 2.4 Other long term liabilities | | |
| Others | | |
| Rental deposits | 68.62 | 84.66 |
| Interest accrued but not due on borrowings | 1,177.77 | 1,099.77 |
| | 1,246.39 | 1,184.43 |
| 2.5 Long-term provisions | | |
| Provision for employee benefits | | |
| Compensated leave absences | 2.12 | 2.12 |
| Deferred bonus | - | 48.20 |
| | 2.12 | 50.32 |
| 2.6 Short-term borrowings | | |
| Secured | | |
| Loans repayable on demand | | |
| Term Loans | | |
| from banks* | - | 1,000.00 |
| (Secured by pledge of warehouse receipts of stock-in-trade) | - | 1,000.00 |
| Unsecured | | |
| Term loan from bank * | - | 7,500.00 |
| Loans and advances from related parties * | 1,157.09 | 8,569.17 |
| Inter-corporate deposits | 2,958.50 | 487.50 |
| Commercial paper | 52,340.00 | 55,030.00 |
| Less: Unamortised discount on commercial paper | (1,066.11) | (947.11) |
| | 51,273.89 | 54,082.89 |
| [* Repayable on demand, at variable rate of interest ranging from 9.13% to 14 % p.a (Previous year: 11% to 14%)] | | |
| | 55,389.48 | 70,639.56 |
| | 55,389.48 | 71,639.56 |
| 2.7 Trade payables | | |
| Payable to *: | | |
| Total outstanding due of Micro, Small and Medium enterprises- | - | - |
| Total outstanding due of creditors other than Micro, Small and Medium enterprises | 400.57 | 3,966.29 |
| * There are no amounts due for payment to the Investor Education and Protection Fund under Section 125 of Companies Act 2013 as at the year end. | | |
| | 400.57 | 3,966.29 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions)

| | As at 31 March 2018 | As at 31 March 2017 |
|---|------------------------|------------------------|
| 2.8 Other current liabilities | | |
| Current maturities of long term debts | | |
| Non-convertible debentures (Refer note 2.41) | 910.00 | 4,115.00 |
| (The debentures are secured by a first mortgage and charge over the immovable property and a pari passu charge on the receivables (includes inter company) and stock-in-trade to the extent equal to the principal and interest amount i.e. redemption value of debentures) | | |
| Term loan from a bank (Refer note 2.41) | - | 406.25 |
| (Secured by charge on immovable property with banks) | | |
| Interest accrued but not due on borrowings | 307.59 | 353.73 |
| Interest accrued and due on borrowings / margin | 31.19 | 114.13 |
| Other payables | | |
| Accrued salaries and benefits | 82.11 | 52.18 |
| Withholding tax, service tax and other taxes payable | 118.58 | 47.32 |
| Advances from customers | 8.70 | 20.93 |
| Book overdrafts | 379.35 | 808.77 |
| Retention money payable | 3.57 | 5.32 |
| Others | 29.48 | 64.49 |
| | 1,870.57 | 5,988.12 |
| 2.9 Short-term provisions | | |
| Provision for employee benefits | | |
| Compensated leave absences | 0.94 | 0.43 |
| Deferred bonus | 97.06 | 109.28 |
| Others | | |
| Interim dividend on equity and preference shares | 38.39 | 237.88 |
| Provision for dividend distribution tax | 7.81 | 48.71 |
| Provision for taxation | 131.51 | - |
| [Net of advance tax Rs. 158.67 million (Previous year: Rs. Nil)] | | |
| | 275.71 | 396.30 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions)

2.10 Fixed Assets

| Description of Assets | Gross Block | | | Depreciation and amortisation | | | Net Block | |
|------------------------------|-----------------------|--------------------------------|---------------------------------|-------------------------------|-----------------------|--------------------------|---------------------------------|------------------------|
| | As at 1 April 2017 | Additions during the period | Deductions during the period | As at 31 March 2018 | As at 1 April 2017 | Charge for the period | Deductions during the period | As at 31 March 2018 |
| Property plant and Equipment | | | | | | | | |
| Land * | 194.16 | - | - | 194.16 | - | - | - | 194.16 |
| Building | 3,447.46 | - | - | 3,447.46 | 836.77 | 130.54 | - | 2,480.15 |
| Plant and equipment | 1.11 | - | 0.19 | 0.92 | 0.29 | - | 0.10 | 0.73 |
| Furniture and fixtures | 98.20 | 13.65 | - | 111.85 | 68.56 | 9.73 | - | 33.56 |
| Vehicles | 14.61 | 0.44 | 7.22 | 7.83 | 8.53 | 1.49 | 4.45 | 2.26 |
| Office equipments | 214.89 | 11.47 | 1.70 | 224.66 | 201.27 | 9.74 | 1.50 | 15.15 |
| Computers and networking | 231.48 | 9.12 | 10.42 | 230.18 | 185.79 | 20.89 | 9.96 | 33.46 |
| Leasehold improvements | 18.78 | 0.47 | - | 19.25 | 10.48 | 3.86 | - | 4.91 |
| Solar power plant | 62.20 | - | - | 62.20 | 0.15 | 11.37 | - | 50.68 |
| Total : A | 4,282.89 | 35.15 | 19.53 | 4,298.51 | 1,311.84 | 187.62 | 16.01 | 2,815.06 |
| Intangible assets | | | | | | | | |
| Goodwill | 531.84 | - | - | 531.84 | 513.17 | 18.67 | - | 531.84 |
| Computer software | 175.78 | 0.79 | 130.60 | 45.97 | 95.36 | 18.84 | 74.87 | 6.64 |
| Total : B | 707.62 | 0.79 | 130.60 | 577.81 | 608.53 | 37.51 | 74.87 | 6.64 |
| Grand Total [A+B] | 4,990.51 | 35.94 | 150.13 | 4,876.32 | 1,920.37 | 225.13 | 90.88 | 2,821.70 |

*Refer to note 2.3 for encumbrances on Fixed Asset



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions)

2.10 Fixed Assets

| Description of Assets | Gross Block | | | Depreciation and amortisation | | | Net Block As at 31 March 2017 |
|-------------------------------------|-----------------------|------------------------------|-------------------------------|-------------------------------|------------------------|-------------------------------|-------------------------------------|
| | As at 1 April 2016 | Additions during the year | Deductions during the year | As at 31 March 2017 | Charge for the year | Deductions during the year | As at 31 March 2017 |
| Property plant and Equipment | | | | | | | |
| Land * | 189.11 | 5.05 | - | 194.16 | - | - | 194.16 |
| Building | 3,447.46 | - | - | 3,447.46 | 137.41 | - | 2,610.69 |
| Plant and equipment | 0.62 | 0.61 | 0.12 | 1.11 | 0.15 | 0.05 | 0.82 |
| Furniture and fixtures | 99.58 | 3.05 | 4.43 | 98.20 | 11.02 | 3.15 | 29.64 |
| Vehicles | 11.62 | 3.65 | 0.66 | 14.61 | 2.51 | 0.22 | 6.08 |
| Office equipments | 213.38 | 3.89 | 2.38 | 214.89 | 16.02 | 2.24 | 13.62 |
| Computers and networking | 237.79 | 7.92 | 14.23 | 231.48 | 31.42 | 13.18 | 45.69 |
| Leasehold improvements | 19.64 | - | 0.86 | 18.78 | 3.89 | 0.86 | 8.30 |
| Solar power plant | - | 62.20 | - | 62.20 | 0.15 | - | 62.05 |
| Total : A | 4,219.20 | 86.37 | 22.68 | 4,282.89 | 202.57 | 19.70 | 2,971.05 |
| Intangible assets | | | | | | | |
| Goodwill | 531.84 | - | - | 531.84 | 18.66 | - | 18.67 |
| Computer software | 90.93 | 84.85 | - | 175.78 | 60.00 | - | 80.42 |
| Total : B | 622.77 | 84.85 | - | 707.62 | 78.66 | - | 99.09 |
| Grand Total [A+B] | 4,841.97 | 171.22 | 22.68 | 4,990.51 | 281.23 | 19.70 | 3,070.14 |

*Refer to note 2.3 for encumbrances on Fixed Asset.



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

(Currency: Rupees in millions)

| | As at 31 March 2018 | | | As at 31 March 2017 | | |
|--|---------------------|--------------|----------|---------------------|--------------|-----------|
| | Face value* | Quantity | Amount | Face value* | Quantity | Amount |
| 2.11 Non-current investments | | | | | | |
| Investments in equity instruments (quoted) | | | | | | |
| Health Care Global Enterprise Limited | - | - | - | 10 | 7,59,926 | 65.81 |
| Others (unquoted) | | | | | | |
| Investments in equity instruments of subsidiaries (fully paid up) | | | | | | |
| Edelweiss Housing Finance Limited | 10 | 3,83,00,000 | 2,829.00 | 10 | 3,83,00,000 | 2,829.00 |
| Edel Commodities Limited | - | - | - | 10 | 50,000 | 0.50 |
| Edelweiss Capital Markets Limited | 10 | 63,00,000 | 68.20 | 10 | 63,00,000 | 68.20 |
| EFSL Comtrade Limited | 10 | 1,70,000 | 6.50 | 10 | 1,70,000 | 6.50 |
| Edelweiss Agri Value Chain Limited | 10 | 10,99,98,269 | 1,500.50 | 10 | 10,00,50,000 | 1,000.50 |
| | | | 4,404.20 | | | 3,904.70 |
| Investments in equity instruments of associate companies (fully paid up) | | | | | | |
| Allium Finance Private Limited | 10 | 8,00,000 | 21.18 | 10 | 8,00,000 | 21.18 |
| Investments in equity instruments of other group companies (fully paid up) | | | | | | |
| ECL Finance Limited | 1 | 29,44,72,650 | 3,862.84 | 1 | 14,69,76,650 | 862.84 |
| Edelweiss Asset Reconstruction Company Limited | 10 | 2,09,64,082 | 446.43 | 10 | 2,09,64,082 | 446.43 |
| Edelweiss Finvest Private Limited | 10 | 13,27,486 | 188.37 | - | - | - |
| Investments in equity instruments of other companies (fully paid up) | | | | | | |
| Silverglades Infrastructure Private Limited | 10 | 1,900 | 0.02 | 10 | 1,900 | 0.02 |
| The Catholic Syrian Bank Limited | - | - | - | 10 | 12,14,453 | 130.59 |
| Less : Diminution in value of investments | | | - | | | (4.36) |
| | | | - | | | 126.23 |
| Metropolitan Stock Exchange of India Limited | 1 | 3,70,20,000 | 55.53 | 1 | 5,70,20,000 | 85.53 |
| Less : Diminution in value of investments | | | - | | | (28.51) |
| Mantri Metalics Private Limited | 10 | 4,87,156 | 60.46 | - | - | - |
| | | | 116.01 | | | 183.27 |
| Investments in preference shares of other companies (fully paid up) | | | | | | |
| Non cumulative non convertible redeemable | | | | | | |
| 7% Edelweiss Securities Limited | - | - | - | 10 | 2,60,000 | 260.00 |
| 0.01% Edelweiss Investment Advisors Limited | - | - | - | 10 | 1,60,000 | 160.00 |
| 1% Edelweiss Investment Advisors Limited | - | - | - | 10 | 45,000 | 45.00 |
| 0.01% Edel Land Limited | - | - | - | 10 | 1,25,000 | 125.11 |
| Non cumulative optionally convertible redeemable | | | | | | |
| 11% Edelweiss Broking Limited | - | - | - | 10 | 12,67,000 | 1,267.00 |
| Non cumulative compulsory convertible redeemable | | | | | | |
| 0.01% Edelweiss Finvest Private Limited | - | - | - | 10 | 13,27,486 | 188.37 |
| 7% Preference shares of Ecip Equities Limited | - | - | - | - | - | 1,800.00 |
| | | | - | | | 3,845.48 |
| Investments in debentures (fully paid up) | | | | | | |
| ECL Finance Limited | - | - | - | 1,00,000 | 5,000 | 500.00 |
| Goldenlife Financial Services Private Limited | 5,000 | 2,000 | 10.00 | 5,000 | 2,000 | 10.00 |
| 10% Mantri Metalics Private Limited | 10,00,000 | 128 | 128.00 | 10,00,000 | 450 | 468.87 |
| 14% Orissa Stevedores Limited | 9,26,829 | 210 | 200.02 | 9,26,829 | 210 | 220.50 |
| 10% Appu Hotels Limited | 6,29,122 | 130 | 98.29 | 6,29,122 | 130 | 112.04 |
| | | | 436.31 | | | 1,311.41 |
| Investments in partnership firm, Capital account | | | | | | |
| Edelweiss Wealth Advisors LLP | | | 0.03 | | | 0.03 |
| Investment in others | | | | | | |
| Edelweiss Private Equity Tech Fund | | | 85.34 | | | 43.74 |
| Edelweiss Value and Growth Fund | | | 262.48 | | | - |
| | | | 9,823.19 | | | 10,684.89 |
| Aggregate value of quoted investments | | | | | | |
| At carrying value | | | - | | | 65.81 |
| At market value | | | - | | | 173.83 |
| Aggregate value of unquoted investment | | | | | | |
| At carrying value | | | 9,823.19 | | | 10,619.08 |
| Aggregate provisions for diminution in value of investments | | | - | | | 32.87 |

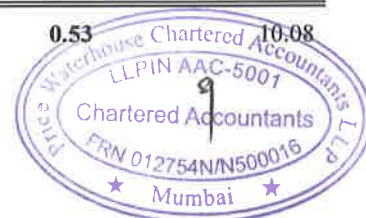
*Amount in rupees



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | As at 31 March 2018 | As at 31 March 2017 |
|--|------------------------|------------------------|
| 2.12 Deferred tax | | |
| Deferred tax liabilities | | |
| Tax effect of the timing differences on account of: | | |
| Difference between book and tax depreciation | 125.48 | 108.60 |
| Unrealised gain on derivatives | 0.01 | 0.01 |
| Others | 36.55 | 38.10 |
| | 162.04 | 146.71 |
| Deferred tax assets | | |
| Tax effect of the timing differences on account of: | | |
| Provision for doubtful debts | 307.07 | 145.23 |
| Disallowances under section 43B of the Income Tax Act, 1961 | 34.98 | 55.38 |
| Others | 0.07 | 11.49 |
| | 342.12 | 212.10 |
| Deferred tax assets (net) | 180.08 | 65.39 |
| 2.13 Long-term loans and advances | | |
| <u>Secured- considered good</u> | | |
| Loans and advances to a related party (Secured by hypothecation of Security Receipts) | 4,989.26 | - |
| (Unsecured, considered good unless otherwise stated) | | |
| Loans given | 17.15 | 552.93 |
| Capital advances - doubtful (net of provision Rs 226.20 million , previous year Rs Nil) | - | 226.20 |
| Other loans and advances | | |
| Advance income tax [net of provision for taxation Rs.223.93 million, (Previous year Rs. 1,355.24 milliom)] | 96.45 | 550.30 |
| | 5,102.86 | 1,329.43 |
| 2.14 Other non-current assets | | |
| Long term deposits with banks (Refer note 2.33) (Held as margin money or security against borrowings, guarantees) | 11.69 | 12.28 |
| Accrued interest on fixed deposits | 0.16 | 0.12 |
| | 11.85 | 12.40 |
| 2.15 Current investments | | |
| Others (Unquoted) | | |
| Investments in current account with partnership firms (Refer note 2.31) | | |
| Edelweiss Wealth Advisors LLP | 0.53 | 10.08 |
| | 0.53 | 10.08 |
| Aggregate amount of unquoted current investment | 0.53 | 10.08 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | As at 31 March 2018 | | | As at 31 March 2017 | | |
|--|---------------------|----------|-----------|---------------------|----------|-----------|
| | Face value* | Quantity | Amount | Face value* | Quantity | Amount |
| 2.16 Stock-in-trade | | | | | | |
| Equity shares (quoted) | | | | | | |
| India Grid Trust | 10 | 3,686 | 0.35 | - | - | - |
| Total Transport Systems Limited | 10 | 24,000 | 1.08 | - | - | - |
| Debentures bonds and Commercial papers (CP) (quoted) | | | | | | |
| 10.00% Unitech Machines Limited 29.02.2024 NCD | - | - | - | 10,00,000 | 1,300 | 1,300.00 |
| 7.35% Indian Railway Finance Corporation 22.03.2031 NCD | - | - | - | 1,000 | 1,17,635 | 120.34 |
| 7.28% Indian Railway Finance Corporation 21.12.2030 NCD | - | - | - | 1,000 | 60,400 | 60.88 |
| 7.11% Power Finance Corporation Limited 17.10.2025 Bonds | - | - | - | 1,000 | 12,835 | 12.52 |
| 9.21% Punjab National Bank Perpetual Bonds | - | - | - | 10,00,000 | 1,000 | 1,000.00 |
| 7.11% National Thermal Power Corporation Limited 05.10.2025 Bonds | - | - | - | 1,000 | 12,491 | 12.18 |
| 10.75% Tata Bluescope Steel Limited 27.9.2019 NCD | - | - | - | 10,00,000 | 2 | 1.87 |
| 12.00% ECL Finance Limited 26.04.2020 NCD - MTH | - | - | - | 1,000 | 3,000 | 3.20 |
| 8.46% Rural Electrification Corporation Limited 24.09.2018 Bonds | - | - | - | 1,000 | 25,000 | 27.27 |
| 8.46% National Housing Bank 30.08.2028 Bonds | - | - | - | 10,00,000 | 50 | 54.54 |
| 9.50% Yes bank Limited Perpetual Bonds | - | - | - | 10,00,000 | 26 | 24.12 |
| 5.00% New Media Broadcasting Private Limited 18.02.2021 NCD - EAAA | 10,00,000 | 420 | 420.00 | 10,00,000 | 420 | 420.00 |
| 7.39% National Highways Authority of India 09.03.2031 NCD | - | - | - | 1,000 | 23,128 | 23.55 |
| 7.35% National Bank for Agriculture and Rural Development 23.03.2031 Bonds | - | - | - | 1,000 | 15,030 | 15.25 |
| 8.26% India Infrastructure Finance Company Limited 23.08.2028 NCD | - | - | - | 10,00,000 | 36 | 38.62 |
| 7.21% India Infrastructure Finance Company Limited 21.11.2022 NCD | - | - | - | 10,00,000 | 50 | 48.54 |
| 8.48 % India Infrastructure Finance Company Limited 05.09.2028 Bonds | - | - | - | 10,00,000 | 64 | 70.13 |
| 9.30% Dewan Housing Finance Corporation Limited 16.08.2026 BONDS | - | - | - | 1,000 | 74,541 | 70.59 |
| 2.00% Edelweiss Asset Reconstruction Company Limited 28.08.2027 Bonds | 9,51,496 | 2,135 | 2,031.44 | - | - | - |
| 15% Pantaloon Industries Limited 31.03.2017 NCD | - | - | - | 1,00,00,000 | 15 | 150.00 |
| 12.00% Dom Bell Electronics India Private Limited 28.03.2019 NCD | - | - | - | 10,00,000 | 497 | 492.92 |
| 5.00% FLFL Lifestyle Brands Limited 30.03.2022 NCD - EAAA | 9,61,780 | 652 | 627.08 | 10,00,000 | 652 | 627.08 |
| 2.00% Edelweiss Asset Reconstruction Company Limited 28.03.2027 NCD | 9,93,720 | 1,405 | 1,396.18 | 10,00,000 | 2,381 | 2,381.00 |
| 9.00% Muthoot Finance Limited 30.01.2020 Bonds | - | - | - | 1,000 | 5,530 | 5.52 |
| 13.50% Seaways Shipping and Logistics Limited 10.08.2022 NCD - EAAA | 10,00,000 | 186 | 186.00 | - | - | - |
| 1.00% Mosavi Enterprises Private Limited 09.08.2022 NCD - EAAA | 10,00,000 | 278 | 278.00 | - | - | - |
| 2.00% Edelweiss Asset Reconstruction Company Limited 27.04.2027 NCD | 10,00,000 | 1,413 | 1,413.00 | - | - | - |
| 9.75% Edelweiss Retail Finance Limited Perpetual Bonds | 10,00,000 | 81 | 81.02 | - | - | - |
| 9.00% Edelweiss Retail Finance Limited - Series III 19.08.2020 NCD | 10,00,000 | 400 | 415.00 | - | - | - |
| | | | 6,847.72 | | | 6,960.12 |
| Debentures and Commercial papers (CP) (unquoted) | | | | | | |
| Menora Developers & Infrastructure Private Limited CCD | - | - | - | 1,00,00,000 | 25 | 250.00 |
| 12.45% Future Corporate Resources Limited 17.03.2018 NCD - CFI | - | - | - | 1,00,00,000 | 250 | 2,500.00 |
| 15% Future Corporate Resources Limited 31.03.2017 NCD | - | - | - | 1,00,00,000 | 40 | 400.00 |
| ECL Finance Ltd 28.04.17 CP | - | - | - | 5,00,000 | 100 | 49.75 |
| ECL Finance 23.06.2017 CP | - | - | - | 5,00,000 | 500 | 246.09 |
| AHA Holdings Private Limited | - | - | - | 5,00,000 | 7,000 | 3,462.93 |
| 7.25% Avantha Holdings Limited 08.08.2018 NCD | - | - | - | 10,00,183 | 100 | 93.03 |
| ECL Finance Limited NLD | 1,00,000 | 420 | 42.00 | - | - | - |
| Ecap Equities Limited NLD | 1,00,000 | 9,415 | 1,002.65 | - | - | - |
| Ecap Equities Limited NLD | 1,00,00,000 | 75 | 750.00 | - | - | - |
| Edelweiss Finvest Private Limited NLD | 1,00,00,000 | 550 | 55.00 | - | - | - |
| Modella Textiles Industries Limited - CFI | 10,00,000 | 100 | 100.00 | - | - | - |
| 0.00% Vipul Limited 23.05.2022 NCD - CFI | 5,00,000 | 1,500 | 750.00 | 1,00,00,000 | 9 | 90.00 |
| 12.00% Gonibedu Coffee Estates Private Limited 29.05.2019 NCD - CFI | 94,73,684 | 84 | 710.53 | - | - | - |
| 12.75% Mahan Synthetic Textiles Private Limited 18.12.2016 NCD - CFI | 32,22,237 | 80 | 257.78 | 82,28,726 | 80 | 658.30 |
| Less : Provision for doubtful debt | | | (240.50) | | | |
| 14.50% Renaissance Indus Infra Private Limited 21.09.2023 NCD - CFI | 10,00,000 | 2,800 | 2,800.00 | - | - | - |
| 13.00% Parsvanath Developers Limited 15.04.2019 NCD - CFI | 5,00,000 | 5,500 | 2,750.00 | 5,00,000 | 5,500 | 2,750.00 |
| 14.50% GVK Energy Limited 31.07.2018 NCD - CFI | 1,00,00,000 | 45 | 450.00 | 1,00,00,000 | 45 | 450.00 |
| 13.75% E-COMPLEX PRIVATE LIMITED 30.09.2021 NCD - CFI | 1,39,86,860 | 50 | 699.34 | 1,00,00,000 | 50 | 500.00 |
| 16.85% Rohan Developers Private Limited 29.02.2020 NCD | - | - | - | 10,00,000 | 1,900 | 1,900.00 |
| Reliance Infrastructure Limited 05.10.2018 CP - CFI | 4,76,706 | 1,000 | 476.71 | - | - | - |
| Gayatri Energy Ventures Private Limited - CFI | 9,37,500 | 700 | 612.50 | - | - | - |
| 10.00% Reliance Project Ventures and Management Private Limited | | | | | | |
| 08.10.2022 NCD - EAAA | 10,00,000 | 435 | 435.00 | - | - | - |
| 0.00% Gangadi Investments Private Limited 15.12.2021 NCD - EAAA | 1,00,000 | 2,919 | 291.90 | - | - | - |
| 5.00% Gangadi Investments Private Limited 15.12.2020 NCD SR-I - EAAA | 1,00,000 | 2,061 | 206.10 | - | - | - |
| | | | 12,149.01 | | | 13,350.10 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | As at 31 March 2018 | | | As at 31 March 2017 | | |
|---|---------------------|-----------|------------------|---------------------|----------|------------------|
| | Face value* | Quantity | Amount | Face value* | Quantity | Amount |
| Preference shares (quoted) | | | | | | |
| 6.00% Zee Entertainment Enterprises Limited 05.03.2022 Preference Shares Sr-I | 10 | 3,21,901 | 2.01 | - | - | - |
| 7.50 % Redeemable Preference Shares - Vedanta Limited | 10 | 84,845 | 0.89 | - | - | - |
| Mutual Fund | | | | | | |
| JM High Liquidity Fund - Direct - Growth | 10 | 42,09,808 | 200.00 | - | - | - |
| Less :Mark to Market loss | - | - | - | - | - | - |
| BOI Axa Treasury Advantage Fund - Direct - Growth | 10 | 2,49,411 | 530.00 | - | - | - |
| | | | 730.00 | | | - |
| Commodities | | | | | | |
| Agricultural products | | | 46.20 | | | 97.78 |
| Bullion | | | 1,381.66 | | | 2,583.29 |
| Other metals | | | - | | | 0.20 |
| | | | 1,427.86 | | | 2,681.27 |
| | | | <u>21,158.92</u> | | | <u>22,991.49</u> |
| Aggregate value of quoted investments | | | | | | |
| At carrying value | | | 4.33 | | | - |
| At market value | | | 4.37 | | | - |
| Aggregate value of unquoted investment | | | | | | |
| At carrying value | | | 19,726.73 | | | 20,310.22 |
| * Amounts in rupees | | | | | | |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | As at 31 March 2018 | As at 31 March 2017 |
|---|------------------------|------------------------|
| 2.17 Trade receivables | | |
| Unsecured, considered doubtful | | |
| Outstanding for a period exceeding six months | 74.67 | 82.26 |
| Others | - | - |
| | <u>74.67</u> | <u>82.26</u> |
| Less: Provision for doubtful debts | <u>74.67</u> | <u>82.26</u> |
| | - | - |
| Unsecured, considered good | | |
| Outstanding for a period exceeding six months | - | - |
| Others | 353.68 | 452.15 |
| | <u>353.68</u> | <u>452.15</u> |
| 2.18 Cash and bank balances | | |
| Cash and cash equivalents | | |
| Cash on hand | 0.05 | 0.06 |
| Cheques in hand | 1,500.00 | - |
| Fixed deposits with original maturity less than 3 months | 0.10 | 0.10 |
| Balances with banks | | |
| Current accounts | <u>549.14</u> | <u>602.02</u> |
| | <u>2,049.29</u> | <u>602.18</u> |
| Other balances with banks | | |
| Deposits with maturity more than three months but less than 12 months | | |
| To the extent held as margin money or security against borrowings, guarantees (Refer note 2.33) | 148.90 | 1,693.41 |
| | <u>2,198.19</u> | <u>2,295.59</u> |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | As at 31 March 2018 | As at 31 March 2017 |
|---|------------------------|------------------------|
| 2.19 Short-term loans and advances | | |
| Unsecured, considered good | | |
| Loans and advances to related parties (Refer note 2.30) | 46,009.46 | 54,737.96 |
| | - | - |
| Other loans and advances | | |
| Loans given * | 14,072.02 | 2,411.32 |
| Deposits placed with exchanges | 4.66 | 5.71 |
| Advances to others | 0.19 | 0.09 |
| Security deposits | 36.46 | 28.59 |
| Prepaid expenses | 7.38 | 4.39 |
| Loans and advances to employees | 0.43 | 0.51 |
| Vendor advances | 202.93 | 151.98 |
| Inter corporate deposits placed with a related party | 3,600.00 | 3,300.00 |
| Inter corporate deposits placed with others | 1,487.50 | 11,140.00 |
| Input tax credit | 179.35 | 181.94 |
| Advance income tax [net of provision for taxation Rs. 1,645.98 million, (Previous year: Rs. 426.26 million)] | 1,007.84 | 68.80 |
| Contribution to gratuity fund (Refer note 2.40) | 10.24 | 2.53 |
| Advances recoverable in cash or in kind or for value to be received | 0.93 | - |
| | | |
| | 66,619.39 | 72,033.82 |
| 2.20 Other current assets | | |
| Unsecured, considered good | | |
| Accrued interest on fixed deposits | 0.47 | 0.71 |
| Accrued interest on inter corporate deposits | 44.20 | 36.56 |
| Accrued interest on debt instruments | 1,514.35 | 1,236.33 |
| Accrued interest on loans | 187.22 | 663.13 |
| Receivable from exchange / clearing house (net) | 0.52 | 4.33 |
| Margin placed with broker | 61.41 | 29.48 |
| | | |
| | 1,808.17 | 1,970.54 |

* Loans have been given for general corporate business



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|-------------------------------------|-------------------------------------|
| 2.21 Fee and commission income | | |
| Advisory, other fees and commodities broking income | 251.81 | 5.40 |
| | 251.81 | 5.40 |
| 2.22 Income from treasury operations and investments | | |
| Loss on trading of securities (net) | (201.40) | (111.41) |
| Loss on trading in equity derivative instruments (net) | (8.40) | - |
| Loss on trading in commodity derivative instruments (net) | - | (603.13) |
| (Loss)/profit on trading in currency derivative instruments (net) | (1.76) | 175.44 |
| Loss on trading in interest rate derivative (net) | - | (8.86) |
| (Loss)/gain due to foreign exchange movement on trade | (0.06) | 7.23 |
| Yield on real estate advances | - | 11.20 |
| Profit on sale of long term investment | 297.68 | 109.24 |
| Dividend on stock-in-trade | 158.23 | 0.01 |
| Profit/(loss) on benchmark linked debenture | - | (136.80) |
| Share of profit/(loss) in partnership firm | 14.91 | (25.43) |
| | 259.20 | (582.51) |
| 2.23 Interest income | | |
| Interest income on loan | 7,233.82 | 6,576.27 |
| Interest income on loan to subsidiary companies | 1,098.33 | 1,693.07 |
| Interest income on intercorporate deposits | 735.65 | 36.94 |
| Interest income on fixed deposits | 72.42 | 234.19 |
| Interest income on debt instrument | 3,551.05 | 905.96 |
| Interest income on margin with brokers | 2.76 | 0.83 |
| Interest income on delayed payments | (27.46) | 89.01 |
| | 12,666.57 | 9,536.27 |
| 2.24 Other operating revenue | | |
| Rental income (Refer note 2.42) | 458.21 | 393.96 |
| | 458.21 | 393.96 |
| 2.25 Other income | | |
| Profit on sale of fixed assets (net) | 43.84 | - |
| Miscellaneous income | 4.50 | 50.36 |
| | 48.34 | 50.36 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|-------------------------------------|-------------------------------------|
| 2.26 Employee benefit expenses | | |
| Salaries, wages and Bonus (refer notes 2.40 and 2.42) | 225.34 | 343.96 |
| Contribution to provident and other funds (refer note 2.40) | 5.05 | 8.55 |
| Staff welfare expenses | 15.21 | 13.99 |
| | 245.60 | 366.50 |
| 2.27 Finance costs | | |
| Interest on debentures | 3,007.98 | 1,290.07 |
| Interest on inter-corporate deposits | 93.47 | 55.22 |
| Interest on term loan | 135.44 | 280.93 |
| Interest on bank overdraft | 16.96 | 176.56 |
| Interest on loan from holding company | 513.64 | 558.69 |
| Interest on loan from fellow subsidiaries | 827.65 | 635.58 |
| Interest on loan from others | 758.68 | 454.66 |
| Interest - others | 2.93 | 27.09 |
| Interest on margin | - | 1.68 |
| Discount on commercial paper | 5,598.92 | 5,400.51 |
| Financial and bank charges | 405.84 | 156.83 |
| Interest on buyer's credit | - | 2.67 |
| | 11,361.51 | 9,040.49 |



Edelweiss Commodities Services Limited

Notes to the financial statements (Continued)

| | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--|-------------------------------------|-------------------------------------|
| 2.28 Other expenses | | |
| Advertisement and business promotion | 2.69 | 0.41 |
| Auditor's remuneration (refer note below) | 4.26 | 4.78 |
| Bad debts written off | 135.70 | - |
| Commission and brokerage | 10.95 | 0.38 |
| Communication expenses | 6.88 | 7.27 |
| Commodity transaction tax | - | 4.90 |
| Computer expenses | 35.70 | 33.78 |
| Clearing and custodian charges | (1.06) | (16.78) |
| Contribution towards corporate social responsibilities | 5.10 | 0.50 |
| Dematerialisation charges | 0.40 | 1.06 |
| Diminution in value of non-current investments | (32.87) | 4.36 |
| Directors' sitting fees | 0.55 | 0.42 |
| Electricity charges (net) (refer note 2.42) | 6.48 | 23.72 |
| Insurance | 0.15 | 0.22 |
| Legal and professional fees | 120.85 | 44.99 |
| Loss on sale of fixed assets (net) | - | 1.21 |
| Membership and subscription | 0.59 | 1.09 |
| Office expenses | 103.90 | 118.51 |
| Postage and courier | 7.80 | 6.19 |
| Printing and stationery | 3.29 | 2.71 |
| Provision for doubtful debts | 459.85 | 12.13 |
| Rates and taxes | 8.43 | (4.56) |
| Rating support fees | 0.92 | 103.30 |
| Rent (Refer note 2.39) | 34.54 | 35.35 |
| Repairs and maintenance - others | 24.85 | 18.48 |
| ROC expenses | - | 0.02 |
| Service tax expenses | 38.83 | 47.80 |
| Stamp duty | 2.72 | 1.78 |
| Stock exchange expenses | 0.96 | 4.97 |
| Transportation charges | (8.23) | 16.53 |
| Travelling and conveyance | 8.85 | 11.13 |
| Warehousing charges [net of recoveries Rs. 0.97 million (Previous year Rs. 221.52 million)] | 10.24 | 97.94 |
| Miscellaneous expenses | 1.83 | 2.18 |
| | 995.15 | 586.77 |
| Auditor's remuneration: | | |
| As auditors | 4.15 | 4.49 |
| Reimbursement of expenses | 0.11 | 0.29 |
| | 4.26 | 4.78 |



Edelweiss Commodities Services Limited

Notes to Financial Statements (continued)

(Currency: Rupees in millions)

2.29 Segment reporting

Primary Segment (Business segment)

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

| Segment | Activities covered |
|------------------------|--|
| Capital based business | Income from Physical commodity trading, Rental Income and derivatives related income |
| Treasury management | Interest income and investment activity |
| Agency Business | Income from Real Estate Advisory activities |

Income for each segment has been specifically identified. Expenditure, assets and liabilities are either specifically identified with individual segments or have been allocated to segments on a systematic basis. Based on such allocations, segment disclosures relating to revenue, results, assets and liabilities have been prepared.

Secondary Segment

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

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

| Particulars | As at/ For the year ended 31 March 2018 | As at/ For the year ended 31 March 2017 |
|---|--|--|
| I Segment Revenue | | |
| a) Capital based business | 19,803.22 | 33,992.91 |
| b) Treasury | 13,089.67 | 9,212.24 |
| c) Agency | 251.81 | - |
| d) Unallocated | - | - |
| Total Income | 33,144.70 | 43,205.15 |
| II Segment Results | | |
| a) Capital based business | (622.56) | 563.10 |
| b) Treasury | 1,237.18 | 244.86 |
| c) Agency | 142.15 | - |
| d) Unallocated | (4.26) | (0.22) |
| Total | 752.51 | 807.74 |
| Profit before taxation | 752.51 | 807.74 |
| Less : Provision for taxation | 236.45 | 236.25 |
| Profit after taxation | 516.06 | 571.49 |
| III Segment Assets | | |
| a) Capital based business | 7,013.97 | 9,057.06 |
| b) Treasury | 1,01,523.51 | 1,05,174.76 |
| c) Agency | 256.95 | - |
| d) Unallocated | 1,284.38 | 684.49 |
| Total | 1,10,078.81 | 1,14,916.31 |
| IV Segment Liabilities | | |
| a) Capital based business | 518.30 | 6,473.45 |
| b) Treasury | 1,03,541.12 | 1,02,638.55 |
| c) Agency | 15.00 | - |
| d) Unallocated | 250.09 | 47.32 |
| Total | 1,04,324.51 | 1,09,159.32 |
| V Capital expenditure (Including intangibles under development) | | |
| a) Capital based business | 18.10 | 84.05 |
| b) Treasury | 17.70 | 9.45 |
| c) Agency | - | - |
| d) Unallocated | - | - |
| Total | 35.80 | 93.50 |
| VI Depreciation and amortisation | | |
| a) Capital based business | 192.99 | 235.42 |
| b) Treasury | 32.14 | 45.82 |
| c) Agency | - | - |
| d) Unallocated | - | - |
| Total | 225.13 | 281.24 |
| VII Significant non-cash expenses other than depreciation and amortisation | | |
| a) Capital based business | (35.79) | 24.38 |
| b) Treasury | 403.32 | 23.02 |
| c) Agency | - | - |
| d) Unallocated | - | - |
| Total | 367.53 | 47.40 |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

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

| Sr. No. | Particulars |
|-----------|---|
| A. | Names of related parties by whom control is exercised |
| | Edelweiss Financial Services Limited, ultimate holding company |
| | |
| B. | Subsidiaries which are controlled by the Company |
| | Edelweiss Agri Value Chain Limited |
| | Edelweiss Capital Markets Limited |
| | Edelweiss Housing Finance Limited |
| | Edel Commodities Limited |
| | EFSL Comrade Limited |
| | EFSL Trading Limited |
| | Edelweiss Commodities Pte Limited (till 6 th December 2017) |
| | Edelweiss Tarim Urunleri Anonim Sirketi (till 27 th February 2018) |
| | |
| C. | Fellow Subsidiaries with whom the Company has transactions |
| | EC Commodity Limited |
| | Edelweiss Securities Limited |
| | Edelweiss Finance & Investments Limited |
| | ECL Finance Limited |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

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

| C. | Fellow Subsidiaries with whom the Company has transactions (continued) |
|----|---|
| | Edelweiss Business Services Limited |
| | Edelweiss Custodial Services Limited |
| | Edelweiss Trustee Services Limited |
| | Edelweiss Asset Management Limited |
| | Edelcap Securities Limited |
| | ECap Equities Limited |
| | Edelweiss Broking Limited |
| | Edelweiss Investment Adviser Limited |
| | Edel Land Limited |
| | Edelweiss Global Wealth Management Limited |
| | Edelweiss Comtrade Limited |
| | Edel Finance Company Limited |
| | Edelweiss Insurance Brokers Limited |
| | Edelweiss Tokio Life Insurance Company Limited |
| | Edelweiss Alternative Asset Advisors Limited |
| | Edel Investments Limited |
| | Aster Commodities DMCC |
| | Edelweiss Multi Strategy Funds Management Private Limited |
| | Edelgive Foundation |
| | Edelweiss Finvest Private Limited |
| | Auris Corporate Centre Limited (merged with Ecap Equities Limited w.e.f 1 st April 2017) |
| | Burlington Business Solutions Limited (merged with Ecap Equities Limited w.e.f 1 st April 2017) |
| | Edelweiss Retail Finance Limited |
| | Olive Business Centre Limited (merged with Ecap Equities Limited w.e.f 1 st April 2017) |
| | Eternity Business Centre Limited (merged with Ecap Equities Limited w.e.f 1 st April 2017) |
| | Serenity Business Park Limited (merged with Ecap Equities Limited w.e.f 1 st April 2017) |
| | Edelweiss Asset Reconstruction Company Limited |
| | Edelweiss General Insurance Company Limited |
| | EW Clover Scheme |
| | Edelweiss Trusteeship Company Limited |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

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

| | |
|-----------|---|
| C. | Fellow Subsidiaries with whom the Company has transactions (continued) |
| | Edelweiss Capital Singapore Pte Limited |
| | EC International Limited, Mauritius |
| | Edelweiss Alternative Asset Advisors Pte Limited |
| | Edelweiss International Singapore Pte Limited |
| | Edelweiss Investment Advisors Private Limited |
| | EAAA, LLC |
| | EW Special Opportunities Advisors LLC |
| | EW India Special Assets Advisors LLC |
| | Edelweiss Securities (Hong kong) Private Limited |
| | Edelweiss Financial Services Inc |
| | Edelweiss India Capital Management |
| | EFSL International Limited |
| | Edelweiss Financial Services (UK) Limited |
| | Edelweiss Holdings Limited |
| | Edelweiss Securities (IFSC) Limited |
| | Alternative Investment Market Advisors Private Limited |
| | |
| D. | Associate company with whom the Company has transactions |
| | Allium Finance Private Limited |
| | |
| E. | Enterprises in which fellow subsidiary companies exercise significant influence with whom transactions have taken place: |
| | Edelweiss Multi Strategy Fund Advisors LLP (formerly known as Forefront Alternative Investment Advisors LLP) |
| | Edelweiss Wealth Advisors LLP (formerly known as Forefront Wealth Advisors LLP) |
| | Edelweiss Private Equity Tech Fund |
| | Edelweiss Value and Growth Fund |
| | |
| F. | Key Management Personnel with whom transactions have taken place |
| | Mr. Rujan Panjwani (Executive Director) |



Edelweiss Commodities Services Limited

Note to financial statements (Continued)

(Currency : Rupees in millions)

2.30 Related Parties (Continued)

(G) Transactions and balances with related parties:

| Particulars | Name of related parties | 2017-2018 | 2016-2017 |
|---|--|-----------|-------------|
| Capital account transactions during the year | | | |
| Interim dividend paid/proposed | Edelweiss Financial Services Limited | 248.62 | 452.59 |
| | Others - Fellow subsidiary Company | 1.40 | 1.40 |
| Current account transactions during the year | | | |
| Inter-corporate deposits repaid to | Edelweiss Asset Management Limited | - | 42.00 |
| Inter-corporate deposits placed with | EW Clover Scheme1 | 36,998.50 | 1,570.00 |
| | Edelweiss Asset Reconstruction Company Limited | 8,100.00 | 3,300.00 |
| Inter corporate deposits repaid by | EW Clover Scheme1 | 36,998.50 | 1,570.00 |
| | Edelweiss Asset Reconstruction Company Limited | 7,800.00 | - |
| Short term loans taken from (Refer note 1 and 2) | Edelweiss Financial Services Limited | 23,205.31 | 39,093.19 |
| | Edelweiss Agri Value Chain Limited | 9,923.72 | 5,364.77 |
| | ECap Equities Limited | 4,152.40 | 6,000.50 |
| | ECL Finance Limited | 6,453.41 | 4,530.32 |
| | Others - Fellow subsidiary Company | 3,781.79 | 4,094.37 |
| | Others - Subsidiary Company | 512.40 | 789.60 |
| | Fellow - Others | 50.00 | - |
| Short term loans repaid to (Refer note 1 and 2) | Edelweiss Financial Services Limited | 20,658.78 | 39,393.77 |
| | Edelweiss Agri Value Chain Limited | 11,651.59 | 3,449.25 |
| | Ecap Equities Limited | 10,074.00 | 78.90 |
| | ECL Finance Limited | 6,453.41 | 4,530.32 |
| | Others - Fellow subsidiary Company | 4,176.63 | 3,830.01 |
| | Others - Subsidiary Company | 512.40 | 789.60 |
| | Fellow - Others | 50.00 | - |
| Long term loans repaid to (Refer note 1 and 2) | Edelweiss Asset Reconstruction Company Limited | 160.50 | - |
| | Edelweiss Insurance Brokers Limited | - | 0.50 |
| Short term loans given to (Refer note 1 and 2) | ECap Equities Limited | 63,397.93 | 61,817.23 |
| | ECL Finance Limited | 47,426.59 | 64,169.55 |
| | Edel Commodities Limited | 3,735.40 | 9,706.95 |
| | Edelweiss Financial Services Limited | 2,968.60 | 10,397.01 |
| | Others - Fellow subsidiary Company | 96,970.34 | 1,10,660.93 |
| | Others - Subsidiary Company | 33,716.02 | 40,346.12 |
| | Fellow - Others | 1.73 | 19.33 |
| Short term loans repaid by (Refer note 1 and 2) | ECap Equities Limited | 61,166.87 | 68,741.40 |
| | ECL Finance Limited | 49,382.44 | 50,836.28 |
| | Edelcap Securities Limited | 11,191.78 | 12,336.80 |
| | Edelweiss Financial Services Limited | 10,118.93 | 3,246.69 |
| | Others - Fellow subsidiary Company | 79,542.93 | 83,176.31 |
| | Others - Subsidiary Company | 40,284.91 | 47,007.21 |
| | Fellow - Others | 57.93 | 4.30 |
| Long term loans repaid by (Refer note 1 and 2) | Edelweiss Asset Reconstruction Company Limited | - | - |
| Commercial paper subscribed by | ECap Equities Limited | 43,000.00 | - |
| Commercial paper repaid to | ECap Equities Limited | 48,000.00 | - |
| Non Convertible Debentures subscribed by | ECap Equities Limited | 200.00 | - |
| Redemption of Stock in trade in debentures of | Edelweiss Asset Reconstruction Company Limited | 984.82 | - |



Edelweiss Commodities Services Limited

Note to financial statements (Continued)

(Currency : Rupees in millions)

2.30 Related Parties (Continued)

(G) Transactions and balances with related parties:

| Particulars | Name of related parties | 2017-2018 | 2016-2017 |
|---|--|-----------|-----------|
| Security deposit given to | EFSL Comtrade Limited | 0.10 | 0.40 |
| | Eternity Business Centre Limited | - | 0.40 |
| | Serenity Business Park Limited | - | 0.40 |
| | Edelweiss Housing Finance Limited | - | 0.50 |
| | Edelweiss Financial Services Limited | - | 0.10 |
| | Others - Subsidiary Company | - | 0.40 |
| Security deposit received from | EFSL Comtrade Limited | 0.10 | 0.40 |
| | Edelweiss Financial Services Limited | 0.10 | - |
| | Eternity Business Centre Limited | - | 0.40 |
| | Serenity Business Park Limited | - | 0.40 |
| | Edelweiss Agri Value Chain Limited | - | 0.40 |
| | Edelweiss Housing Finance Limited | - | 0.60 |
| | Edel Commodities Limited | - | 0.20 |
| Rental deposits received | Edelweiss Asset Reconstruction Company Limited | - | 50.00 |
| Investments | | | |
| Investments in equity shares of | Edelweiss Agri Value Chain Limited | 500.00 | - |
| | Edelweiss Asset Reconstruction Company Limited | - | 446.43 |
| Investments in equity shares sold to | EFSL Comtrade Limited | 0.50 | - |
| | Ecap Equities Limited | - | 422.23 |
| Investments in preference shares purchase from | Edelweiss Broking Limited | - | 600.00 |
| | Ecap Equities Limited | - | 1,800.00 |
| Investment in others | Edelweiss Value and Growth Fund | 262.48 | - |
| | Edelweiss Private Equity Tech Fund | 41.60 | 43.74 |
| Investments in debentures of | Edelweiss Asset Reconstruction Company Limited | 3,444.44 | - |
| | Edelweiss Retail Finance Limited | 496.02 | - |
| Investments in Nifty Linked Debentures (NLD) of | Ecap Equities Limited | 1,752.65 | - |
| | Edelweiss Finvest Private Limited | 55.00 | - |
| | ECL Finance Limited | 42.00 | - |
| Redemption in debentures of | Edelweiss Asset Reconstruction Co.Ltd | 984.82 | - |
| Redemption of preference shares | Ecap Equities Limited | 1,800.00 | - |
| | Edelweiss Broking Limited | 1,267.00 | - |
| | Others - Fellow Subsidiary Company | 590.00 | - |
| Secondary market transactions (acting as broker) | | | |
| Margin placed with (Refer note 1 and 2) | Edelweiss Securities Limited | 408.49 | 168.31 |
| | Edelweiss Custodial Services Limited | 135.96 | 25.39 |
| Margin withdrawn from (Refer note 1 and 2) | Edelweiss Securities Limited | 411.55 | 248.88 |
| | Edelweiss Custodial Services Limited | 100.97 | 0.48 |
| Margin received from (Refer note 1 and 2) | Edelweiss Metals Limited | - | 149.83 |
| | EFSL Comtrade Limited | - | 0.50 |
| Margin repaid to (Refer note 1 and 2) | EC Commodity Limited | - | 140.43 |
| | Edelweiss Metals Limited | - | 150.03 |
| | Others - Subsidiary Company | - | 0.50 |
| Purchase of commodities from | EC Commodity Limited | 2,451.93 | - |



Edelweiss Commodities Services Limited

Note to financials statements (Continued)

(Currency : Rupees in millions)

2.30 Related Parties (Continued)

(G) Transactions and balances with related parties:

| Particulars | Name of related parties | 2017-2018 | 2016-2017 |
|--|--|-----------|-----------|
| | EFSL Comtrade Ltd | 599.70 | - |
| | Edel Commodities Limited | 906.01 | - |
| | Aster Commodities DMCC | - | 416.22 |
| | Edelcap Securities Limited | - | 44.08 |
| Sale of commodities to | EC Commodity Limited | 2,567.43 | - |
| | Edelweiss Metals Limited | - | 4,388.38 |
| Purchase/subscription of debentures from | ECL Finance Limited | 7,605.87 | 6,006.92 |
| | Edelweiss Asset Reconstruction Company Limited | 3,511.00 | 5,681.00 |
| | ECap Equities Limited | 1,203.93 | 6,363.37 |
| | Edelweiss Finance & Investments Limited | 653.16 | 4,377.12 |
| | Others - Fellow subsidiary Company | 246.84 | 1,330.39 |
| Sale/redemption of debentures to | ECL Finance Limited | 13,855.35 | 10,741.46 |
| | ECap Equities Limited | 9,544.31 | 7,964.99 |
| | Edelweiss Finance & Investments Limited | 4,227.34 | 4,807.89 |
| | Edelweiss Finvest Private Limited | 2,501.53 | 1,276.76 |
| | Others - Fellow subsidiary Company | 1,538.50 | 2,278.13 |
| Purchase/subscription of commercial paper from | ECap Equities Limited | 34,396.42 | 37,640.46 |
| | ECL Finance Limited | 14,970.12 | 31,818.98 |
| | Edelweiss Securities Limited | 14,920.45 | 40,269.35 |
| | Edelweiss Financial Services Limited | - | 1,986.94 |
| Sale/redemption of commercial paper to | ECap Equities Limited | 42,829.35 | 92,383.18 |
| | ECL Finance Limited | 4,997.23 | 9,777.26 |
| | Edelweiss Financial Services Limited | - | 10,823.88 |
| | Edelweiss Securities Limited | - | 2,270.00 |
| | Others - Subsidiary Company | - | 4,519.07 |
| Sale/redemption of certificate of deposit to | ECap Equities Limited | 2,737.24 | - |
| Purchase / Subscription of certificate of deposit from | ECap Equities Limited | 2,279.71 | 247.53 |
| Sale/redemption of preference shares to | ECL Finance Limited | 414.63 | - |
| | Edelweiss Broking Limited | 83.25 | - |
| | Edelweiss Finance & Investments Limited | 35.04 | - |
| Purchase / Subscription of pref.Shares from | Edelweiss Finvest Private Limited | 83.82 | - |
| | Edelweiss Finance & Investments Limited | 4.03 | 2.51 |
| | ECL Finance Limited | - | 2,400.00 |
| Reimbursements paid to | Edelweiss Agri Value Chain Limited | 326.39 | 39.07 |
| | Edelweiss Insurance Brokers Limited | 79.95 | - |
| | Edelweiss Multi Strategy Fund Advisors LLP | 79.59 | - |
| | ECL Finance Limited | 26.89 | 203.35 |
| | Edelweiss Financial Services Limited | 1.16 | 268.19 |
| | Others - Fellow subsidiary Company | 152.59 | 251.33 |
| | Others - Subsidiary Company | 27.48 | 25.37 |
| | Fellow - Others | 23.06 | - |
| | Others - Associate Company | 1.96 | 6.23 |
| Reimbursement recovered from | Edelweiss Agri Value Chain Limited | 326.39 | 39.07 |
| | Edelweiss Multi Strategy Fund Advisors LLP | 78.36 | - |
| | Edelweiss Insurance Brokers Limited | 84.30 | - |
| | ECL Finance Limited | 26.89 | 203.35 |
| | Edelweiss Financial Services Limited | 1.16 | 268.20 |
| | Others - Fellow subsidiary Company | 152.98 | 251.33 |



Edelweiss Commodities Services Limited

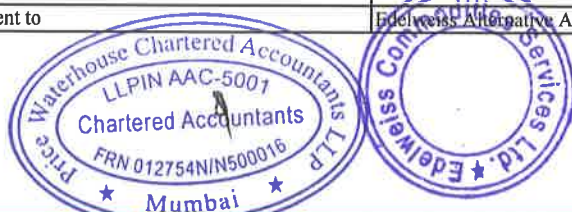
Note to financial statements (Continued)

(Currency : Rupees in millions)

2.30 Related Parties (Continued)

(G) Transactions and balances with related parties:

| Particulars | Name of related parties | 2017-2018 | 2016-2017 |
|--|--|-----------|-----------|
| | Others - Subsidiary Company | 27.48 | 25.37 |
| | Fellow - Others | 23.06 | - |
| | Others - Associate Company | 1.84 | 6.23 |
| Remuneration paid to | Rujan Panjwani | 42.35 | 39.50 |
| Income | | | |
| Interest income on debentures from | Edelweiss Asset Reconstruction Company Limited | 523.74 | 8.12 |
| | ECL Finance Limited | 23.56 | 47.48 |
| | Edelweiss Housing Finance Limited | 9.75 | 7.45 |
| | Edelweiss Financial Services Limited | - | 1.60 |
| | Others - Fellow subsidiary Company | 31.23 | - |
| | Others - Subsidiary Company | - | 0.81 |
| Interest income on Commercial paper from | Edelweiss Securities Limited | 30.26 | 61.53 |
| | ECL Finance Limited | 29.53 | 53.84 |
| | Edelweiss Financial Services Limited | 14.81 | 26.75 |
| | Others - Subsidiary Company | - | 3.45 |
| | Others - Fellow subsidiary Company | - | 2.78 |
| Interest income on loan from | ECap Equities Limited | 1,530.48 | 1,354.17 |
| | ECL Finance Limited | 1,304.69 | 537.47 |
| | Edel Commodities Limited | 454.86 | 545.04 |
| | Edelweiss Investment Adviser Limited | 441.28 | 683.64 |
| | Edelweiss Financial Services Limited | 213.26 | 442.18 |
| | Others - Fellow subsidiary Company | 3,068.37 | 2,308.72 |
| | Others - Subsidiary Company | 621.62 | 832.73 |
| | Fellow - Others | 1.43 | 3.46 |
| Interest income on intercorporate deposits | Edelweiss Asset Reconstruction Company Limited | 122.62 | 13.11 |
| | EW Clover Scheme I | 82.63 | 2.84 |
| Interest income on margin placed with | Edelweiss Custodial Services Limited | 2.52 | 0.03 |
| | Edelweiss Securities Limited | 0.24 | 0.80 |
| Share of Profit in LLP | Edelweiss Wealth Advisors LLP | 14.91 | - |
| Rental income from | ECL Finance Limited | 90.98 | 56.22 |
| | Edelweiss Financial Services Limited | 60.35 | 68.74 |
| | Edelweiss Securities Limited | 49.06 | 54.38 |
| | Edelweiss Business Services Limited | 42.90 | 4.06 |
| | Edelweiss Tokio Life Insurance Company Limited | 3.01 | 2.00 |
| | Others - Fellow subsidiary Company | 139.47 | 85.15 |
| | Others - Subsidiary Company | 10.08 | 21.73 |
| | Others - Associate Company | 0.02 | 0.25 |
| Cost reimbursements recovered from | ECL Finance Limited | 15.38 | 9.31 |
| | Edelweiss Business Services Limited | 12.20 | 1.07 |
| | Edelweiss Securities Limited | 10.37 | 8.45 |
| | Edelweiss Financial Services Limited | 7.89 | 10.79 |
| | Others - Fellow subsidiary Company | 18.73 | 17.15 |
| | Others - Subsidiary Company | 1.55 | 3.89 |
| | Others - Associate Company | - | 0.05 |
| Expenses | | | |
| Clearing expenses to | Edelweiss Custodial Services Limited | 0.20 | 0.20 |
| Contribution towards corporate social responsibilities | Edelgive Foundation | 5.10 | 0.50 |
| Cost reimbursement to | Edelweiss Alternative Asset Advisors Limited | 48.60 | - |



Edelweiss Commodities Services Limited

Note to financial statements (Continued)

(Currency : Rupees in millions)

2.30 Related Parties (Continued)

(G) Transactions and balances with related parties:

| Particulars | Name of related parties | 2017-2018 | 2016-2017 |
|---|--|-----------|-----------|
| | Edelweiss Business Services Limited | 29.73 | 0.34 |
| | Eternity Business Centre Limited | - | 5.24 |
| | Edelweiss Financial Services Limited | 0.80 | 1.60 |
| | Edelweiss Agri Value Chain Limited | 0.39 | 8.04 |
| | Edelweiss Securities Limited | 0.26 | 1.62 |
| | Others - Fellow subsidiary Company | 9.57 | 0.72 |
| | Others - Subsidiary Company | 0.02 | - |
| Interest expense on inter-corporate deposits from | Edelweiss Asset Management Limited | - | 2.40 |
| Interest expenses on loans from | Edelweiss Agri Value Chain Limited | 573.67 | 389.90 |
| | Edelweiss Financial Services Limited | 513.64 | 558.69 |
| | Edelweiss Finvest Private Limited | 171.20 | 38.57 |
| | Others - Fellow subsidiary Company | 79.01 | 227.12 |
| | Others - Subsidiary Company | 2.96 | 1.70 |
| | Fellow - Others | 0.79 | - |
| Interest expenses on margin placed by | EC Commodity Limited | - | 0.27 |
| | Others - Subsidiary Company | - | 0.01 |
| Rating fees to and Bank guarantee commission | Edelweiss Financial Services Limited | 143.70 | 103.30 |
| Warehouse expenses to | Edelweiss Agri Value Chain Limited | - | 279.99 |
| | Others - Fellow subsidiary Company | - | 17.34 |
| Demurrage charges paid to | Aster Commodities DMCC | - | 13.56 |
| | | - | - |
| Insurance claim received from | Edelweiss Agri Value Chain Limited | - | 49.20 |
| Balances with related parties as on 31 March 2017 - (Assets) | | | |
| Accrued interest income on loans given to | ECap Equities Limited | 57.81 | 139.47 |
| | Edelcap Securities Limited | 33.43 | 28.76 |
| | Edelweiss Broking Limited | 27.80 | 13.06 |
| | Edel Commodities Limited | 12.28 | 47.63 |
| | Edelweiss Securities Limited | 4.77 | 69.54 |
| | Edelweiss Investment Adviser Limited | 0.46 | 132.60 |
| | Edelweiss Financial Services Limited | - | 39.54 |
| | ECL Finance Limited | - | 0.03 |
| | Others - Fellow subsidiary Company | 19.13 | 37.27 |
| | Others - Subsidiary Company | 10.57 | 45.98 |
| | Fellow - Others | - | 0.42 |
| Interest receivable on debentures from | Edelweiss Retail Finance Limited | 24.07 | - |
| | Edelweiss Asset Reconstruction Company Limited | 2.59 | - |
| | Edelweiss Tokio Life Insurance Company Limited | - | 0.25 |
| | Others - Fellow subsidiary Company | - | 0.16 |
| Inter-corporate deposits placed with | Edelweiss Asset Reconstruction Company Limited | 3,600.00 | 3,300.00 |
| Advance recoverable in cash or in kind | Edelweiss Global Wealth Management Limited | 0.30 | - |
| | EFSL Commodities Limited | - | - |
| Investments in debentures of | ECL Finance Limited | - | 500.00 |
| Investment in Partnership Firm | Edelweiss Wealth Advisors LLP | 0.57 | 10.11 |
| Investments in equity shares in | ECL Finance Limited | 3,862.84 | 862.84 |
| | Edelweiss Housing Finance Limited | 2,829.00 | 2,829.00 |



Edelweiss Commodities Services Limited

Note to financials statements (Continued)

(Currency : Rupees in millions)

2.30 Related Parties (Continued)

(G) Transactions and balances with related parties:

| Particulars | Name of related parties | 2017-2018 | 2016-2017 |
|--|--|-----------|-----------|
| | Edelweiss Agri Value Chain Limited | 1,500.50 | 1,000.50 |
| | Edelweiss Asset Reconstruction Company Limited | 446.43 | 446.43 |
| | Edelweiss Finvest Private Limited | 188.37 | - |
| | Others - Subsidiary Company | 74.70 | 75.20 |
| | Others - Associate Company | 21.18 | 21.18 |
| Investments in preference shares in | Edel Land Limited | - | 125.11 |
| | Edelweiss Broking Limited | - | 1,267.00 |
| | ECap Equities Limited | - | 1,800.00 |
| | Edelweiss Securities Limited | - | 260.00 |
| | Edelweiss Investment Advisors Limited | - | 205.00 |
| | Edelweiss Finvest Private Limited | - | 188.37 |
| Investment in others | Edelweiss Value and Growth Fund | 262.48 | - |
| | Edelweiss Private Equity Tech Fund | 85.34 | 43.74 |
| Margin on trading of securities (net) | | | |
| Margin receivable from | | | |
| | Edelweiss Custodial Services Limited | 59.89 | 24.91 |
| | Edelweiss Securities Limited | 1.52 | 4.57 |
| | | - | - |
| Trade receivables from | ECL Finance Limited | 44.50 | - |
| | Edelweiss Securities Limited | 10.02 | - |
| | Edelweiss Tokio Life Insurance Company Limited | 4.05 | 2.30 |
| | Edelweiss Global Wealth Management Limited | 2.01 | 0.86 |
| | Edel Land Limited | 0.42 | 3.36 |
| | Edelweiss Agri Value Chain Limited | - | 0.85 |
| | Edelweiss Financial Services Limited | - | 0.43 |
| | Others - Fellow subsidiary Company | 24.29 | 0.01 |
| | Others - Subsidiary Company | 3.14 | 0.21 |
| | Others - Associate Company | 0.11 | - |
| Short term loans and advances given to | ECL Finance Limited | 12,124.88 | 14,126.93 |
| | Edelweiss Finvest Private Limited | 7,761.96 | - |
| | Edelweiss Broking Limited | 6,338.43 | 1,599.63 |
| | Edel Commodities Limited | 5,093.43 | 6,201.24 |
| | Others - Subsidiary Company | 2,570.53 | 4,652.08 |
| | Edelweiss Securities Limited | 1,087.52 | 6,521.32 |
| | Edelweiss Financial Services Limited | - | 7,150.33 |
| | Edelweiss Investment Adviser Limited | - | 4,091.29 |
| | Others - Fellow subsidiary Company | 11,032.60 | 10,338.95 |
| | Fellow - Others | - | 56.20 |
| Long term loans given to | Edelweiss Asset Reconstruction Company Limited | 4,989.26 | - |
| Stock in trade in debentures of | ECL Finance Limited | - | 3.20 |
| | Edelweiss Asset Reconstruction Company Limited | 4,840.62 | 2,381.00 |
| | Edelweiss Retail Finance Limited | 496.02 | - |
| Stock in trade in commercial papers of | ECL Finance Limited | - | 3,758.77 |
| Stock in trade in Nifty Linked Debentures (NLD) of | ECap Equities Limited | 1,752.65 | - |
| | Edelweiss Finvest Private Limited | 55.00 | - |
| | ECL Finance Limited | 42.00 | - |
| Balances with related parties as on 31 March 2017 - (Liabilities) | | | |
| Dividend payable to | ECL Finance Limited | 0.70 | 0.70 |



Edelweiss Commodities Services Limited

Note to financial statements (Continued)

(Currency : Rupees in millions)

2.30 Related Parties (Continued)

(G) Transactions and balances with related parties:

| Particulars | Name of related parties | 2017-2018 | 2016-2017 |
|---|--|-----------|-----------|
| | Edelweiss Securities Limited | 0.70 | 0.70 |
| | Edelweiss Financial Services Limited | - | 199.49 |
| Accrued interest expense on loans taken from | Edelweiss Financial Services Limited | 29.15 | 23.09 |
| | Edelweiss Agri Value Chain Limited | 1.34 | 74.72 |
| | Others - Fellow subsidiary Company | 0.56 | 7.62 |
| | Others - Subsidiary Company | 0.08 | 0.08 |
| Commercial papers subscribed by | ECap Equities Limited | - | 5,000.00 |
| Rental deposits payable to | Edelweiss Asset Reconstruction Company Limited | 50.00 | 50.00 |
| Trade payables to | Edelweiss Financial Services Limited | 140.81 | - |
| | Edelweiss Alternative Asset Advisors Limited | 50.69 | - |
| | Others - Subsidiary Company | 9.66 | - |
| | Others - Fellow subsidiary Company | 7.61 | 0.03 |
| | EC Commodity Limited | - | 1.24 |
| | Edelweiss Multi Strategy Fund Advisors LLP | - | 1.23 |
| | Edelweiss Insurance Brokers Limited | - | 0.49 |
| | ECL Finance Limited | - | 0.48 |
| | EFSL Trading Limited | - | 0.24 |
| Short term loans taken from (Refer note 1) | Edelweiss Financial Services Limited | 829.39 | - |
| | Edelweiss Agri Value Chain Limited | 186.00 | 1,915.53 |
| | Edelweiss Insurance Brokers Limited | 127.00 | 111.06 |
| | ECap Equities Limited | - | 5,918.40 |
| | Others - Fellow subsidiary Company | 4.50 | 415.28 |
| Non convertible debentures outstanding | ECL Finance Limited | 928.35 | - |
| Accrued salaries and benefits | Rujan Panjwani | - | 32.50 |
| Off balance sheet item | | | |
| Corporate guarantee given for | Edelweiss Housing Finance Limited | 3,200.00 | 3,850.00 |
| Corporate guarantee given by | Edelweiss Financial Services Limited | 20,719.76 | 20,937.50 |

* amount is less than Rs. 0.01 million

Note:

- (1) Previous year's figures have been recast/restated where necessary.
- (2) The Intra group Company loans are generally in the nature of revolving demand loans. Loan given/taken to/from parties and margin money placed/refund received with/from related parties are disclosed based on the maximum incremental amount given/taken and placed/refund received during the reporting period.
- (3) Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity, leave encashment and deferred bonus which are provided for group of employees on an overall basis. These are included on cash basis. The variable compensation included herein is on cash basis.
- (4) Loan given to subsidiaries and fellow subsidiaries are for the general corporate business.
- (5) Remuneration to KMP's shall be within the limit as prescribed by the Companies act.



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.31 Investments in partnership firms:

| Name of Partnership Firm | Edelweiss Multi Strategy Fund Advisors LLP (Formerly known as Forefront Alternative Investment Advisors LLP) | |
|---|---|---------------------|
| | As at 31 March 2018 | As at 31 March 2017 |
| Total capital of partnership firm | Rs. 0.10 million | Rs.0.10 Million |
| Name of partners | Share in capital and share in profit/loss | |
| Edelweiss Multi Strategy Funds Management Private Limited | 99.95% | 99.99% |
| Mr. Vishal Madia | 0.01% | 0.01% |
| Edelweiss Capital Markets Limited | 0.01% | - |
| Edel Investments Limited | 0.01% | - |
| Edelweiss Investment Adviser Limited | 0.01% | - |
| Edelweiss Commodities Services Limited | 0.01% | - |

| Name of Partnership Firm | Edelweiss Wealth Advisors LLP (Formerly known as Forefront Wealth Advisors LLP) | |
|--|---|---------------------|
| | As at 31 March 2018 | As at 31 March 2017 |
| Total Capital of Partnership firm | Rs. 1.67 Million | Rs. 29.74 million |
| Name of partners | Share in capital and share in profit/loss | |
| Edelweiss Commodities Services Limited | 34% | 34% |
| Edelweiss Capital Markets Limited | 33% | 33% |
| ECap Equities Limited | 33% | 33% |

2.32 Contingent liabilities (to the extent not provided for):

| | |
|-----|---|
| (a) | Taxation matters in respect of which appeal is pending Rs. 177.95 million (Previous year: Rs. 181.24 million). The Company has paid Rs. 19.42 million (Previous year: Rs. 19.83 million) under protest against these cases. |
| (b) | Corporate guarantee given by the company to bank for Rs. 3,200 million (Previous year: Rs. 3,850.00 million) for availing Fund based Banking facilities by its subsidiary company Edelweiss Housing Finance Limited and Edelweiss Agri Value Chain Limited. |

The Company's pending litigations comprise of proceedings pending with Income Tax, customs, sales tax/VAT and other authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed the contingent liabilities where applicable, in its financial statements. The amount of provisions / contingent liabilities is based on management's estimate, and no significant liability is expected to arise out of the same.



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.33 Encumbrances' on fixed deposits held by the Company:

| | |
|-------|---|
| i) | Fixed deposits aggregating to Rs. 5.00 million (Previous year: Rs. 280 million) have been pledged with exchanges. |
| ii) | Fixed deposits aggregating to Rs 125.00 million (Previous year: Rs. 1,394.81 million) have been pledged with banks for securing bank overdrafts. |
| iii) | Fixed deposits aggregating to Rs. 10.38 million (Previous year: Rs. 0.24 million) have been pledged with sales tax authorities for meeting deposit requirements. |
| iv) | Fixed deposits aggregating to Rs.Nil (Previous year: Rs. 5.00 million) have been pledged with bank for obtaining the bank guarantee provided to The Multi Commodity Exchange of India Limited for meeting margin requirements. |
| v) | Fixed deposits aggregating to 1.90 million (Previous year: Rs. 8.84 million) have been pledged with banks for obtaining the bank guarantee provided to VAT authorities for meeting statutory requirements. |
| vi) | Fixed deposits aggregating to Rs. 15.99 million (Previous year: Rs. 9.87 million) have been pledged with bank for obtaining the bank guarantee provided to Customs authorities for meeting statutory requirements. |
| vii) | Fixed deposits aggregating to Rs. Nil million (Previous year: Rs. 6.13 million) have been pledged with bank for obtaining the bank guarantee provided to Reliance Infra Limited. |
| viii) | Fixed deposits aggregating to Rs.2.42 million (Previous year: Rs. 0.90 million) have been pledged with bank for obtaining the bank guarantee provided to various mandis for margin and license requirements. |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.34 Derivative transactions:

| Currency Futures Financial Year 17-18 | | | | | |
|---------------------------------------|-------------------|---------------------|-----------------|---------------------|-----------------|
| | | Long Position | | Short Position | |
| Currency pair | Maturity grouping | Number of contracts | Number of units | Number of contracts | Number of units |
| USD INR | - | - | - | - | - |

| Currency Futures Financial Year 16-17 | | | | | |
|---------------------------------------|-------------------|---------------------|-----------------|---------------------|-----------------|
| | | Long Position | | Short Position | |
| Currency pair | Maturity grouping | Number of contracts | Number of units | Number of contracts | Number of units |
| USD INR | < 1 month | - | - | 500 | 500,000 |

2.35 Earnings per share:

In accordance with Accounting Standard 20 on Earnings per share as prescribed under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014, the computation of earnings per share is set out below:

| | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|-----|---|-------------------------------------|-------------------------------------|
| (a) | Profit after tax (as per Statement of Profit and Loss) | 516.06 | 571.49 |
| | Less: dividend on preference share including dividend distribution tax | 46.20 | 46.20 |
| | Net profit for the year attributable to equity shareholders | 469.86 | 525.29 |
| (b) | Calculation of weighted average number of equity Shares of Rs. 10 each | | |
| | Number of shares outstanding at the beginning of the year | 29,775,368 | 29,775,368 |
| | Number of Shares issued during the year | - | - |
| | Total number of equity shares outstanding at the end of the year | 29,775,368 | 29,775,368 |
| | Weighted average number of equity shares outstanding during the year (based on the date of issue of shares) | 29,775,368 | 29,775,368 |
| (c) | Basic and diluted earnings per share (in rupees) (a)/(b) | 15.78 | 17.64 |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.36 Details of stock-in-trade:

Securities:

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|---|-------------------------------------|-------------------------------------|
| Opening stock | | |
| Equity | - | - |
| Debentures and bonds | 16,301.46 | 3,633.12 |
| Certificate of deposits / commercial papers | 4,008.76 | 347.34 |
| Mutual fund | - | - |
| Other (Pref) | - | 0.11 |
| Subtotal (a) | 20,310.22 | 3,980.57 |
| Purchase | | |
| Equity | 1,283.92 | - |
| Debentures and bonds | 274,986.25 | 297,648.30 |
| Certificate of deposits / commercial papers | 159,465.44 | 293,645.11 |
| Mutual fund | 223,420.00 | - |
| Other (Pref) | 3,481.56 | 46.75 |
| Subtotal (b) | 662,637.17 | 591,340.16 |
| Sales | | |
| Equity | 1,272.58 | - |
| Debentures and bonds | 271,916.33 | 284,693.61 |
| Certificate of deposits / commercial papers | 163,450.75 | 290,158.51 |
| Mutual fund | 222,637.12 | - |
| Other (Pref) | 3,497.65 | 46.98 |
| Subtotal (c) | 662,774.43 | 574,899.10 |
| Closing stock | | |
| Equity | 1.43 | - |
| Debentures and bonds | 19,237.23 | 16,301.46 |
| Certificate of deposits / commercial papers | - | 4,008.76 |
| Mutual fund | 730.00 | - |
| Other (Pref) | 2.90 | - |
| Subtotal (d) | 19,971.56 | 20,310.22 |
| Loss on sale of securities (c+d-a-b) | (201.40) | (111.41) |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.36 Details of stock-in-trade (continued)

Commodities:

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--|-------------------------------------|-------------------------------------|
| Opening Stock | | |
| Agricultural products | 97.78 | 8,539.96 |
| Bullion | 2,583.28 | 5,318.39 |
| Other metals | 0.21 | 0.20 |
| Subtotal (a) | 2,681.27 | 13,858.55 |
| | | |
| Purchase | | |
| Agricultural products | (0.48) | 5,295.78 |
| Bullion | 18,311.88 | 15,649.35 |
| Other metals | - | - |
| Subtotal (b) | 18,311.40 | 20,945.13 |
| | | |
| Sales | | |
| Agricultural products | 25.96 | 14,677.09 |
| Bullion | 19,434.61 | 19,124.58 |
| Other metals | - | - |
| Subtotal (c) | 19,460.57 | 33,801.67 |
| | | |
| Closing Stock | | |
| Agricultural products | 46.20 | 97.78 |
| Bullion | 1,381.66 | 2,583.28 |
| Other metals | - | 0.21 |
| Subtotal (d) | 1,427.86 | 2,681.27 |
| | | |
| (Loss)/ Profit on sale of commodities (c+d-a-b) | (104.24) | 1,679.26 |

Note: Quantitative details of commodities are not given due to the varied nature of products and measurement units.



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.37 Earnings and expenditure in foreign currency:

Earning in foreign exchange:

| Sr. No | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--------|------------------------|-------------------------------------|-------------------------------------|
| (a) | F.O.B. value of export | - | - |

Value of import on C.I.F. basis:

| Sr. No | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--------|---------------------------------|-------------------------------------|-------------------------------------|
| (a) | Value of import on C.I.F. Basis | | |
| | - Commodities | - | 2,709.68 |

Expenditure in foreign currency:

| Sr. No | Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--------|-------------------------------|-------------------------------------|-------------------------------------|
| (a) | Foreign travels | 0.01 | 0.17 |
| (b) | Interest on buyer's credit | - | 2.49 |
| (c) | Business promotion expenses | - | 0.19 |
| (d) | Legal & Professional expenses | 6.27 | 0.09 |

2.38 Capital commitments (to the extent not provided for):

Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for is **Rs. 5.37** million (Previous year: Rs.2.15 million).



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.39 Operating leases:

The Company had taken office premises on operating lease agreements. Gross rental expenses for the year ended 31 March 2018 aggregated to Rs. 34.54 million (Previous year: Rs. 35.35 million) (Refer note 2.28) which has been included under the head other expenses as 'Rent' in the Statement of Profit and Loss. There are no future minimum lease payments for the non-cancellable operating lease.

The Company has given certain portion of the building on cancellable and non-cancellable operating lease for periods ranging from 12 months to 60 months, the details of which are given below:

Lease payments received and recognized in the Statement of Profit and Loss during the year ended 31 March 2018 is Rs. 458.21 million (Previous year: Rs. 393.96 million).

The future minimum lease payments receivable under non-cancellable operating leases are as follows:

| Particulars | As at | As at |
|---|---------------|---------------|
| | 31 March 2018 | 31 March 2017 |
| Not later than one year | 6.60 | 9.76 |
| Later than one year and not later than five years | - | - |
| Later than five years | - | - |

2.40 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee Benefits:

A) Defined contribution plan (Provident fund and national pension scheme):

An amount of Rs. 5.05 million (Previous year: Rs. 8.02 million) is recognized as expense and included in "Employee benefit expenses" – Note 2.26 in the statement of profit and loss.

B) Defined benefit plan (Gratuity):

The following tables summarize the components of the net benefit expenses recognised in the Statement of Profit and Loss, the funded status and amount recognised in the balance sheet for the gratuity benefit plan.



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.40 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee Benefits (continued) Expenses recognised in the statement of profit and loss:

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--|-------------------------------------|-------------------------------------|
| Current service cost | 0.96 | 2.11 |
| Interest cost | 0.27 | 0.73 |
| Expected return on plan assets | (0.94) | (0.93) |
| Net actuarial losses recognized in the year | (0.25) | (1.69) |
| Total included in 'Employee Benefit Expenses' | 0.04 | 0.22 |

Net (liability) / asset recognised in the balance sheet:

| Particulars | As at 31 March 2018 | As at 31 March 2017 |
|---|------------------------|------------------------|
| Present value of defined benefit obligation (DBO) | 4.55 | 11.74 |
| Fair value of plan assets | (14.79) | (14.24) |
| Net liability /(assets) recognised in the balance sheet | (10.24) | (2.50) |
| Less : Unrecognised Past Service Cost | - | - |
| Liability /(Asset) recognised in the Balance Sheet | (10.24) | (2.50) |
| Of which ,short term Provision | - | - |

Reconciliation of Defined benefit obligation:

| Particulars | As at 31 March 2018 | As at 31 March 2017 |
|--|------------------------|------------------------|
| Present value of DBO at start of the year | 11.74 | 12.96 |
| Transfer In/(Out) | (7.75) | (3.00) |
| Interest cost | 0.27 | 0.73 |
| Current service cost | 0.96 | 2.11 |
| Benefits Paid | (0.67) | (0.19) |
| Past Service Cost | 0.64 | - |
| Actuarial (gain)/loss on obligations: | (0.64) | (0.87) |
| Present value of DBO at the end of the year | 4.55 | 11.74 |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.40 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee Benefits (continued)

Reconciliation of fair value of the plan assets:

| Particulars | As at 31 March 2018 | As at 31 March 2017 |
|--|------------------------|------------------------|
| Fair value of the plan asset at the start of the year | 14.26 | 12.70 |
| Expected return on plan assets | 0.94 | 0.93 |
| Contributions by employer | - | - |
| Benefits Paid | (0.67) | (0.19) |
| Actuarial (loss)/gain on Plan Assets | 0.26 | 0.82 |
| Fair value of the plan asset at the end of the year | 14.79 | 14.26 |
| Actual return on plan assets | 1.20 | 1.756 |
| Expected employer contribution for the coming period | - | - |

Percentage Break –down of Total Plan Assets

| | 2018 | 2017 |
|--------------------------------------|------|------|
| Insurer Managed Funds (Unit –linked) | 100% | 99% |
| Cash at Bank | 0% | 1% |
| Total | 100% | 100% |

Experience Adjustment:

| Particulars | As at 31 March 2018 | As at 31 March 2017 | As at 31 March 2016 | As at 31 March 2015 | As at 31 March 2014 |
|--|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| Defined benefit obligation | 4.55 | 11.74 | 12.96 | 6.43 | 6.38 |
| Fair value of plan assets | 14.79 | 14.26 | 12.70 | 7.70 | 6.43 |
| Surplus / (deficit) | 10.24 | 2.52 | (0.26) | 1.27 | 0.05 |
| Experience adjustment on plan liabilities: (gain)/loss | (0.52) | (1.22) | 2.57 | (1.23) | (0.77) |
| Experience adjustment on plan assets: (gain)/loss | 0.17 | 0.77 | (0.15) | 1.04 | 0.33 |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.40 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee Benefits (continued)

Principal actuarial assumptions at the balance sheet date:

| Particulars | For the year ended 31 March 2018 | For the year ended 31 March 2017 |
|--------------------------------|-------------------------------------|-------------------------------------|
| Discount rate | 7.3% | 6.8% |
| Salary escalation | 7% | 7% |
| Employee attrition rate | 13% to 25% | 13% to 25% |
| Expected return of plan assets | 6.8% | 7.4% |
| Mortality rate | IALM 2006-08(Ult) | IALM 2006-08(Ult) |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.41 Details of long term borrowings and current maturity of long term borrowings (continued)

a. For Non-convertible debentures outstanding as at 31st March 2017.

| Sr.no | Interest Range % | Financial Year | Maturity date | Net Value in Million |
|-------|------------------|----------------|---------------|----------------------|
| 1 | 10%-11% | 2017-18 | 10/04/2017 | 50.00 |
| 2 | 9%-10% | 2017-18 | 19/04/2017 | 3,250.00 |
| 3 | 10%-11% | 2017-18 | 08/06/2017 | 100.00 |
| 4 | 10%-11% | 2017-18 | 04/07/2017 | 80.00 |
| 5 | 10%-11% | 2017-18 | 14/07/2017 | 250.00 |
| 6 | 10%-11% | 2017-18 | 08/08/2017 | 220.00 |
| 7 | 10%-11% | 2017-18 | 05/12/2017 | 50.00 |
| 8 | 10%-11% | 2017-18 | 06/02/2018 | 60.00 |
| 9 | 10%-11% | 2017-18 | 15/03/2018 | 55.00 |
| 10 | 10%-11% | 2018-19 | 03/04/2018 | 2,500.00 |
| 11 | 10%-11% | 2018-19 | 10/04/2018 | 45.00 |
| 12 | 10%-11% | 2018-19 | 20/06/2018 | 135.00 |
| 13 | 10%-11% | 2018-19 | 28/06/2018 | 500.00 |
| 14 | 10%-11% | 2018-19 | 13/07/2018 | 20.00 |
| 15 | 9%-10% | 2018-19 | 07/09/2018 | 175.00 |
| 16 | 10%-11% | 2018-19 | 04/10/2018 | 35.00 |
| 17 | 9%-10% | 2019-20 | 28/05/2019 | 50.00 |
| 18 | 9%-10% | 2019-20 | 28/06/2019 | 750.00 |
| 19 | 9%-10% | 2019-20 | 31/01/2020 | 9,919.12 |
| 20 | 9%-10% | 2019-20 | 14/02/2020 | 1,002.96 |
| 21 | 8%-9% | 2020-21 | 15/04/2020 | 6,489.95 |
| 22 | 9%-10% | 2020-21 | 17/04/2020 | 2,000 |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.41 Details of long term borrowings and current maturity of long term borrowings (continued)

| Sr.no | Interest Range % | Financial Year | Maturity date | Net Value in Million |
|-------|------------------|----------------|---------------|----------------------|
| 23 | 8%-10% | 2020-21 | 29/06/2020 | 747.15 |
| 24 | 8%-10% | 2020-21 | 01/07/2020 | 57.00 |
| 25 | 8%-10% | 2020-21 | 11/08/2020 | 250.00 |
| 26 | 8%-10% | 2020-21 | 26/10/2020 | 4,976.56 |
| 27 | 8%-10% | 2020-21 | 12/02/2021 | 2,507.19 |
| 28 | 8%-10% | 2020-21 | 26/02/2021 | 3,502.89 |
| 29 | 8%-10% | 2020-21 | 26/03/2021 | 1,500.00 |
| 30 | 8%-10% | 2021-22 | 15/04/2021 | 1,014.71 |
| 31 | 8%-10% | 2021-22 | 22/04/2021 | 300.00 |
| 32 | 8%-10% | 2021-22 | 30/04/2021 | 596.08 |
| 33 | 8%-10% | 2022-23 | 23/09/2022 | 1,488.08 |
| 34 | 8%-10% | 2027-28 | 30/06/2027 | 1,978.75 |
| 35 | 8%-10% | 2027-28 | 22/12/2027 | 200.00 |
| | Total | | | 46,049.67 |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.41 Details of long term borrowings and current maturity of long term borrowings:

a. For Non-convertible debentures outstanding as at 31st March 2018.

| Sr.no | Interest Range % | Financial Year | Maturity date | Value in Million |
|-------|------------------|----------------|---------------|------------------|
| 1 | 10%-11% | 2018-19 | 10/04/2018 | 45.00 |
| 2 | 10%-11% | 2018-19 | 20/06/2018 | 135.00 |
| 3 | 10%-11% | 2018-19 | 28/06/2018 | 500.00 |
| 4 | 10%-11% | 2018-19 | 13/07/2018 | 20.00 |
| 5 | 8%-10% | 2018-19 | 07/09/2018 | 175.00 |
| 6 | 10%-11% | 2018-19 | 04/10/2018 | 35.00 |
| 7 | 8%-10% | 2019-20 | 04/04/2019 | 1,906.48 |
| 8 | 8%-10% | 2019-20 | 30/04/2019 | 1,495.65 |
| 9 | 8%-10% | 2019-20 | 02/05/2019 | 418.96 |
| 10 | 8%-10% | 2019-20 | 28/05/2019 | 50.00 |
| 11 | 8%-10% | 2019-20 | 28/06/2019 | 750.00 |
| 12 | 8%-10% | 2019-20 | 09/08/2019 | 750.00 |
| 13 | 8%-10% | 2019-20 | 31/01/2020 | 9,985.18 |
| 14 | 8%-10% | 2019-20 | 14/02/2020 | 1,026.21 |
| 15 | 8%-10% | 2020-21 | 15/04/2020 | 6,521.69 |
| 16 | 8%-10% | 2020-21 | 17/04/2020 | 2,068.72 |
| 17 | 8%-10% | 2020-21 | 21/04/2020 | 42.00 |
| 18 | 8%-10% | 2020-21 | 28/04/2020 | 92.00 |
| 19 | 8%-10% | 2020-21 | 04/05/2020 | 37.00 |
| 20 | 8%-10% | 2020-21 | 06/05/2020 | 145.00 |
| 21 | 8%-10% | 2020-21 | 12/05/2020 | 65.00 |
| 22 | 8%-10% | 2020-21 | 02/06/2020 | 667.37 |



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.41 Details of long term borrowings and current maturity of long term borrowings (continued)

| Sr.no | Interest Range % | Financial Year | Maturity date | Value in Million |
|-------|------------------|----------------|---------------|------------------|
| 23 | 9%-10% | 2020-21 | 21/04/2020 | 42.00 |
| 24 | 8%-9% | 2020-21 | 04/05/2020 | 37.00 |
| 25 | 9%-10% | 2020-21 | 06/05/2020 | 145.00 |
| 26 | 8%-9% | 2020-21 | 01/07/2020 | 57.00 |
| | Total | | | 28,018.03 |

b. For Term Loan from Bank outstanding as at 31st March 2017.

| Sr.no | Interest Range % | Financial Year | Maturity date | Value in Million |
|-------|------------------|----------------|---------------|------------------|
| 1 | 9%-11% | 2017-18 | 25/09/2017 | 406.25 |
| 2 | 9%-11% | 2018-19 | 25/09/2018 | 406.25 |
| 3 | 9%-11% | 2019-20 | 25/09/2019 | 1,625.00 |
| | Total | | | 2,437.50 |

2.42 Cost sharing and other recoveries:

Cost sharing:

Edelweiss Financial Services Limited, being the holding company along with fellow subsidiaries incurs expenditure like common senior management compensation cost (Financial Year 15-16), Group Medclaim, etc. which is for the common benefit of itself and its certain subsidiaries including the Company. This cost so expended is reimbursed by the Company on the basis of number of employees, time spent by employees of other companies, actual identifications etc. On the same lines, costs like rent, electricity charges incurred by the Company for the benefit of fellow subsidiaries and associate companies are recovered as reimbursement by the Company from the subsidiaries and associate companies on similar basis. Accordingly, and as identified by the management, the expenditure heads in note 2.26 and 2.28 include reimbursements paid and are net of the reimbursements received based on the management's best estimate.

Other recoveries:

The income in note 2.24 relates to amount recovered from the holding company, subsidiaries, fellow subsidiaries and other external parties for occupying office premises in the Company's building.



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.43 Disclosure of loans and advances pursuant to regulation 53(f) of the Securities and Exchange Board of India (SEBI) (Listing obligations and disclosure requirements) Regulations, 2015:

| Particulars | 31 March 2018 | | 31 March 2017 | |
|--|--------------------|------------------------------------|--------------------|------------------------------------|
| | Amount outstanding | Maximum Amount o/s during the year | Amount outstanding | Maximum Amount o/s during the year |
| Short term loans-Subsidiary | | | | |
| Edelweiss Capital Markets Limited | 250.60 | 11,245.82 | 324.90 | 7,901.87 |
| Edelweiss Housing Finance Limited | 195.61 | 3,881.87 | 155.31 | 6,863.77 |
| Edel Commodities Limited | 5,093.43 | 9,936.45 | 6,201.04 | 14,411.77 |
| Edel Commodities Trading Limited | - | - | - | 5,788.22 |
| EFSL Trading Limited | 197.29 | 3,707.15 | 1,022.62 | 10,935.30 |
| EFSL Comtrade Limited | 1,927.03 | 9,177.60 | 2,793.58 | 3,082.55 |
| Edelweiss Metals Limited | - | - | - | 5,469.59 |
| Serenity Business Park Limited** | - | - | - | 2,889.81 |
| Eternity Business Centre Limited** | - | - | - | 3,066.06 |
| Edelweiss Agri Value Chain Limited | - | 10,000 | - | 2,908.49 |
| | | | | |
| Short term loan-Holding Company | | | | |
| Edelweiss Financial Services Limited | - | 10,118.93 | 7,150.33 | 10,397.01 |
| | | | | |
| Long term loans | | | | |
| Edelweiss Metals Limited* | - | - | - | 552.93 |

* Subsidiary till June 29,2016.

** merged with Ecap Equities Limited w.e.f 1st April 2017

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



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.45 Corporate social responsibility (CSR):

As per the provisions of Section 135 of the Companies Act, 2013:

- a) Gross amount required to be spent by the Company during the year was Rs.19.59 million (Financial Year 16-17 Rs.19.53 million)
- b) Amount spent during the year on:

| Sr. No. | Particulars | In cash | Yet to be paid in cash | Total (Rs million) |
|---------|---|----------------|------------------------|--------------------|
| (i) | Constructions / acquisition of any assets | - | - | - |
| (ii) | On purpose other than (i) above | 5.10 (0.50) | - - | 5.10 (0.50) |

Notes:

1. The Company is a wholly owned subsidiary of Edelweiss Financial Services Limited. Edelweiss group is conscious of its Corporate Social Responsibility and, had accordingly established a CSR arm, "Edelgive Foundation" in the year 2008. As an amount of Rs.177.84 million (Previous year: Rs.115.68 million) (representing more than 2% of the consolidated profit of the group) was spent towards CSR activities during the year ended March 31, 2018, the Company has not incurred the prescribed CSR expenditure on a standalone basis during the year ended March 31, 2018..

2. Figures in the bracket are in respect of previous year.



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

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

| Particulars | Specified bank notes * | Other denomination notes | Total |
|---------------------------------------|------------------------|--------------------------|-------|
| Closing cash in hand as on 08.11.2016 | 0.13 | #0.00 | 0.13 |
| (+) Permitted receipts | - | 0.14 | 0.14 |
| (-) Permitted payments | - | 0.08 | 0.08 |
| (-) Amount deposited in Banks | 0.13 | - | 0.13 |
| Closing cash in hand as on 30.12.2016 | - | 0.05 | 0.05 |
| #amount is less than Rs. 0.01 million | | | |

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

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

2.48 Details of dues to micro enterprise and small enterprise:

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



Edelweiss Commodities Services Limited

Notes to the financial statements (continued)

(Currency: Rupees in millions)

2.49 Previous year comparatives

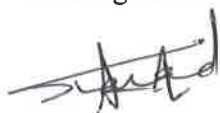
Previous year's figures have been regrouped and rearranged wherever necessary to confirm to current year's presentation / classification.

As per our report of even date attached.

**For Price Waterhouse Chartered Accountants
LLP**

Chartered Accountants

Firm Registration No. 012754N/N500016



Sharad Agarwal

Partner

Membership No.: 118522

**For and on behalf of the Board of Directors
Edelweiss Commodities Services Limited**



Rujan Panjwani

Executive Director

DIN No.: 00237366



Kalpana Maniar

Director

DIN No.: 00719180



Manoj Sharma

Chief Financial Officer



Sangeeta Shetty

Company Secretary

Mumbai

02 May 2018

Mumbai

02 May 2018

SIGN