

Edelweiss Housing Finance Limited

Financial Statements
together with the
Independent Auditor's Report
for the year ended 31 March 2016

Edelweiss Housing Finance Limited

Financial Statements together with the Independent Auditor's report

for the year ended 31 March 2016

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B S R & Associates LLP

Chartered Accountants

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Independent Auditor's Report

To the Members of Edelweiss Housing Finance Limited

Report on the financial statements

We have audited the accompanying financial statements of Edelweiss Housing Finance Limited (the "Company"), which comprise the Balance Sheet as at 31 March 2016, 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 financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the "Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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 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.

Auditor's responsibility

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

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



Independent Auditor's Report (Continued)

Auditor's responsibility (Continued)

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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

An audit also includes evaluating the appropriateness of 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.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31 March 2016, and its profits and its cash flows for the year ended on that date.

Report on other legal and regulatory requirements

As required by the Companies (Auditor's Report) Order, 2016 (the "Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.

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 financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;



Independent Auditor's Report (Continued)
Edelweiss Housing Finance Limited

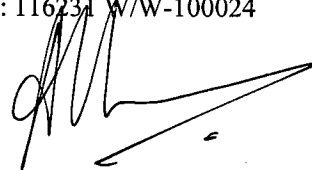
Report on other legal and regulatory requirements (Continued)

- e) On the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors are disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any on long-term contracts including long term derivative contracts - Refer Note 2.30 to the financial statements; and
 - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231 W/W-100024



Ashwin Suvarna

Partner

Membership No: 109503

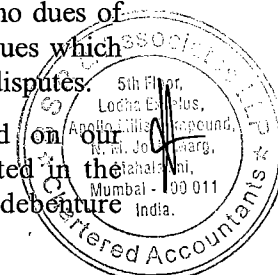
Mumbai
11 May 2016

Edelweiss Housing Finance Limited

Annexure A to the Independent Auditor's Report - 31 March 2016

The Annexure referred to in Independent Auditor's Report to the members of the Company on the financial statements for the year ended 31 March 2016, we report that:

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) The Company has a regular programme of physical verification of its fixed assets by which all the fixed assets are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
2. The Company is a service company primarily engaged in the business of providing finance to customers for mortgage / housing finance. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable.
3. 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. Accordingly, paragraph 3(iii) of the Order is not applicable.
4. 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 Act, with respect to the loans and investments made.
5. The Company has not accepted any deposits from the public.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any activities conducted/ services rendered by the Company.
7. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, service tax and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of sales tax, duty of customs, duty of excise, value added tax, cess. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, service tax, and other material statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.
(b) According to the information and explanations given to us, there are no dues of provident fund, income tax, service tax, and other material statutory dues which have not been deposited with appropriate authorities on account of any disputes.
8. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not defaulted in the repayment of outstanding dues to financial institution, bank, government or debenture holder during the year.



Edelweiss Housing Finance Limited

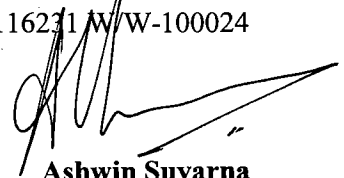
Annexure A to the Independent Auditor's Report - 31 March 2016 (Continued)

9. According to the information and explanations given to us and based on our examination of records of the Company, the term loans taken by the Company have been applied for the purpose for which they were raised.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations give to us and based on our examination of the records of the Company, 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.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of Reserve Bank of India Act 1934.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231 W/W-100024



Ashwin Suvarna

Partner

Membership No: 109503

Mumbai

11 May 2016

Edelweiss Housing Finance Limited

Annexure B to the Independent Auditor's Report - 31 March 2016

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

We have audited the internal financial controls over financial reporting of Edelweiss Housing Finance Limited (the "Company") as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

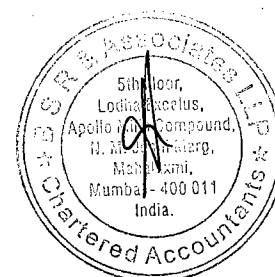
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditor's responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by the ICAI and 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.

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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



Edelweiss Housing Finance Limited

Annexure B to the Independent Auditor's Report - 31 March 2016 (Continued)

Meaning of internal financial controls over financial reporting

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

Inherent limitations of internal financial controls over financial reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, 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 issued by the ICAI.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116281/W/W-100024



Ashwin Suvarna
Partner

Membership No: 109503

Mumbai
11 May 2016

Edelweiss Housing Finance Limited

Balance Sheet

as at 31 March 2016

(Currency : Indian rupees in millions)

	Note	As at 31 March 2016	As at 31 March 2015
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2.1	493.50	493.50
(b) Reserves and surplus	2.2	2,892.28	2,615.86
		<u>3,385.78</u>	<u>3,109.36</u>
(2) Non-current liabilities			
(a) Long-term borrowings	2.3	9,815.35	8,849.14
(b) Other Long term liabilities	2.4	259.87	231.54
(c) Long-term provisions	2.5	157.81	81.34
		<u>10,233.03</u>	<u>9,162.02</u>
(3) Current liabilities			
(a) Short-term borrowings	2.6	6,263.01	968.10
(b) Trade payables	2.7	108.03	22.90
(c) Other current liabilities	2.8	4,447.02	2,689.19
(d) Short-term provisions	2.9	107.63	44.21
		<u>10,925.69</u>	<u>3,724.40</u>
TOTAL		<u>24,544.50</u>	<u>15,995.78</u>
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	2.10		
(i) Tangible assets		26.02	18.01
(ii) Intangible assets		3.88	6.17
(iii) Capital work-in-progress		0.03	0.92
(b) Deferred tax assets (Net)	2.11	24.30	0.01
(c) Long-term loans and advances	2.12	12,207.66	10,323.08
(d) Other non-current assets	2.13	33.89	32.74
		<u>12,295.78</u>	<u>10,380.93</u>
(2) Current assets			
(a) Current investments	2.14	-	250.00
(b) Trade receivables	2.15	85.78	43.35
(c) Cash and bank balances	2.16	56.50	310.22
(d) Short-term loans and advances	2.17	11,886.20	4,883.24
(e) Other current assets	2.18	220.24	128.04
		<u>12,248.72</u>	<u>5,614.85</u>
TOTAL		<u>24,544.50</u>	<u>15,995.78</u>

Significant accounting policies and notes to financial statements

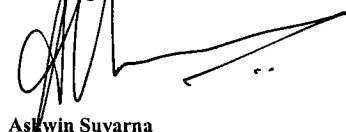
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As per our report of even date attached.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231W/W - 100024



Ashwin Suvarna
Partner

Membership No: 109503

For and on behalf of the Board of Directors

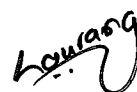
Edelweiss Housing Finance Limited



Vineet Mahajan
Director
DIN : 07253615



Shalinee Mimani
Director
DIN : 07404075



Gaurang Tailor
Chief Financial Officer



Kulprakash Singh
Company Secretary

Mumbai
11 May 2016

Mumbai
11 May 2016

Mumbai
11 May 2016

Edelweiss Housing Finance Limited

Statement of Profit and Loss

for the year ended 31 March 2016

(Currency : Indian rupees in millions)

	Note	For the Year ended 31 March 2016	For the Year ended 31 March 2015
Income			
I. Revenue from operations			
Interest income	2.19	2,514.93	1,680.32
Fee income	2.20	213.09	116.40
II. Other income	2.21	5.37	1.92
III. Total revenue		<u>2,733.39</u>	<u>1,798.64</u>
IV Expenses			
Employee benefits expense	2.22	274.34	152.83
Finance costs	2.23	1,368.64	1,063.49
Other operating expenses	2.24	468.06	230.49
Depreciation and amortization expenses	2.10	16.09	11.52
Total expenses		<u>2,127.13</u>	<u>1,458.33</u>
V Profit Before Tax		606.26	340.31
VI Tax expense			
(1) Current tax (includes excess provision for earlier year written back Rs. 1.89 million ; Previous year Rs. 11.77 million)		248.42	115.72
(2) Deferred tax (net)		(24.30)	13.54
VII Profit for the Year		<u>382.14</u>	<u>211.05</u>
VIII Earnings per share (Face Value Rs. 10)			
(1) Basic (in Rupees)		7.74	5.55
(2) Diluted (in Rupees)		7.74	5.55

Significant accounting policies and notes to financial statements

1 & 2

As per our report of even date attached.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231W/W - 100024



Ashwin Suvarna

Partner

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For and on behalf of the Board of Directors
Edelweiss Housing Finance Limited



Vineet Mahajan

Director

DIN : 07253615



Shalinee Mimani

Director

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Gaurang Tailor

Chief Financial Officer

Mumbai

11 May 2016



Kulprakash Singh

Company Secretary

Mumbai

11 May 2016

Mumbai

11 May 2016

Edelweiss Housing Finance Limited

Cash Flow Statement

for the year ended 31 March 2016

(Currency : Indian rupees in millions)

	For the year ended 31 March 2016	For the year ended 31 March 2015
A Cash flow from operating activities		
Profit before taxation	606.26	340.31
Adjustments for		
Depreciation and amortization expenses	16.09	11.52
Baddebts write off	0.32	-
Provision for standard assets	66.88	22.56
Provision for non performing assets	59.95	21.20
Loss on sale of fixed assets (net)	0.04	-
Profit on sale of Current Investment (for finance company)	(0.38)	-
Operating cash flow before working capital changes	749.16	395.59
Add / (Less): Adjustments for working capital changes		
(Increase) in trade receivables	(42.43)	3.41
(Increase) in short term loans and advances - Others	(89.64)	(5.01)
Decrease in long term loans and advances - Others	0.97	(16.03)
(Increase) in other non current assets	(1.15)	(0.97)
(Increase) in other current assets	(92.20)	(35.69)
Increase in current liabilities and provisions	812.81	218.76
Decrease in non-current liabilities and provisions	(133.68)	55.35
Income taxes paid	(194.09)	(134.45)
Net cash (used in)/from operating activities	1,009.75	480.96
Loan disbursed (net)	(9,972.09)	(5,193.13)
Net cash (used in)/from operating activities - A	(8,962.34)	(4,712.17)
B Cash flow from investing activities		
Purchase of fixed assets	(20.97)	(20.04)
Sale of fixed assets	0.01	-
Purchase of Mutual funds	-	(250.00)
Redemption of Mutual funds	250.38	-
Increase in fixed deposits	-	(20.60)
Net cash (used in)/from investing activities - B	229.42	(290.64)
C Cash flow from financing activities		
Proceeds from issue of shares including securities premium	-	1,150.00
Non convertible debentures issued	-	1,120.00
Non convertible debentures repaid	(2,430.00)	-
Proceeds from loans securitized	1,186.40	1,658.00
Proceeds from short term borrowings (net)	5,294.90	428.20
Proceeds from long term borrowings (net)	4,427.91	601.17
Net cash generated from/ (used in) financing activities - C	8,479.21	4,957.37
Net decrease in cash and cash equivalents (A+B+C)	(253.71)	(45.44)
Cash and cash equivalents as at the beginning of the year	290.77	336.21
Cash and cash equivalents as at the end of the year (refer note 2.16)	37.06	290.77

As per our report of even date attached.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231W/W - 100024

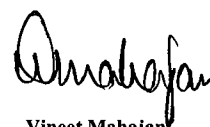


Ashwin Suvarna
Partner

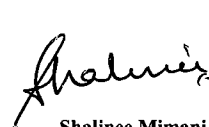
Membership No: 109503

For and on behalf of the Board of Directors

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Chief Financial Officer



Kulprakash Singh
Company Secretary

Mumbai
11 May 2016

Mumbai
11 May 2016

Mumbai
11 May 2016

Edelweiss Housing Finance Limited

Notes to the financial statements

1. Significant accounting policies

1.1 Basis of preparation of financial statements

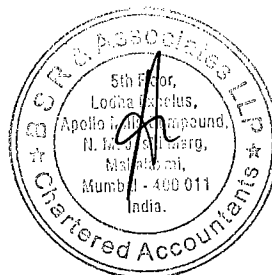
The accompanying financial statements are prepared and presented in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention, on the accrual basis of accounting, unless otherwise stated, and comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 (to the extent applicable) (hereinafter referred to as 'the Act') and the schedule III to the Act and the Housing Finance companies ("NHB") Directions, 2010. Further, the guidance notes/ announcements issued by the Institute of Chartered Accountants of India and NHB guidelines are also considered, wherever applicable. The financial statements are presented in Indian Rupees in millions.

1.2 Use of estimates

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

1.3 Revenue recognition

- Interest income on loans is recognised on accrual basis except in case of non-performing assets where interest is recognised on realisation, as per NHB guidelines. Loans are repaid by way of Equated Monthly Instalments ("EMIs"), which comprise of principal and interest. Interest is calculated on outstanding balance at the beginning of a month. EMIs generally commence only after the entire loan is disbursed. Pending commencement of EMIs, pre-EMI interest is charged every month and is accounted on accrual basis.
- Processing fees collected are amortised over a pre-determined tenor arrived on an industry average or original contractual tenor, whichever is shorter. The unamortised balance is disclosed under "Other current liabilities" and "Other long term liabilities" based on amortisable tenor. In the event of a loan being foreclosed or written off, the unamortised portion of such processing fees is recognised as income at the time of such foreclosure or write off.
- Penal interest income on delayed EMI or Pre-EMI is recognized on receipt basis.
- Charges levied like cheque bouncing charges, loan conversion charges etc are recognized on receipt basis.
- Fee income including advisory fees is accounted for on an accrual basis in accordance with the terms and conditions of contracts entered into between the Company and the counterparty.



Edelweiss Housing Finance Limited

Notes to the financial statements (*Continued*)

1.3 *Revenue recognition (continued)*

- Profit / loss earned on sale of investments is recognised on trade date basis. Profit/loss on sale of investments is determined based on the weighted average cost of the investments sold.
- Dividend income is recognised when the right to receive payment is established.
- Interest income on fixed deposits with banks is recognised on accrual basis.

1.4 *Current-non-current classification*

All assets and liabilities are classified into current and non-current as follows:

Assets

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

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

All other assets are classified as non-current.

Liabilities

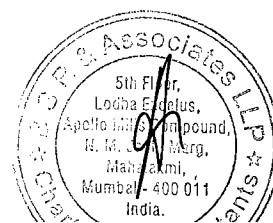
A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the company's normal operating cycle.
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within twelve months after the reporting date; or
- d. The company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.
- e. Current Liabilities include the current portion of noncurrent liabilities.

All other liabilities are classified as non-current.

1.5 *Asset Classification and Loan Provisioning*

Asset classification and provisions for non performing assets ("NPAs") are made as per the prudential norms prescribed in the Housing Finance companies ("NHB") Directions, 2010 as amended. Additional provisions (over and above the prudential norms) if required are made, based on the management's assessment of the degree of impairment of the loan asset.



Edelweiss Housing Finance Limited

Notes to the financial statements (*Continued*)

1.5 *Asset Classification and Loan Provisioning (continued)*

Currently asset classification and provisioning prescribed by NHB and followed by the company are as below:

S.N.	Asset Classification	NPA days from Maturity	Provisioning requirement
(I)	Sub-standard assets	> 90 days but <=15M	15% of outstanding loan
(II)	Doubtful assets	>15M	
	(i) Unsecured Portion	>15M	100% of Unsecured loan portion
	(ii) Secured Portion		
	(a) Category 1	>15M but <=27M	25% of Secured loan portion
	(b) Category 2	>27M but <=51M	40% of Secured loan portion
	(c) Category 3	>51M	100% of Secured loan portion
(III)	Loss assets		100% of outstanding loan

Provision for standard assets is being made on total outstanding amount of standard loans including accrued interest on such loans, on the basis of prudential norms laid down by NHB and as mentioned in Notes 2.5A to the financial statements.

1.6 *Loan origination costs*

Loan origination costs comprise of costs paid to third party vendors and intermediaries for loan acquisition, processing, field verification, legal evaluation, title search, fraud check, technical valuation, etc. Such origination costs, directly attributable to disbursed loans are amortised over a pre-determined tenor arrived on an industry average or original contractual tenor, whichever is shorter. The unamortised balance is disclosed as part of "Long-term loans and advances" and "Short-term loans and advances" based on amortisable tenor. Where the loan is foreclosed or written off, the unamortised portion of such loan origination costs is recognised as a charge to the statement of profit and loss at the time of such foreclosure or write off.

1.7 *Securitised Assets*

Assets that are securitised and assigned are derecognised in the books of accounts based on the principle of transfer of ownership interest over the assets. De-recognition of such assets and recognition of gain or loss arising on such securitisation is based on the Guidance Note on Accounting for Securitisation issued by the Institute of Chartered Accountants of India.

1.8 *Investments*

Investments are classified into non-current investments and current investments. Investments which are readily realisable intended to be held for one year or more from date of purchase are classified as long term investments and investments which are intended to be held for less than one year are classified as current investments.

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



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

1.8 Investments (continued)

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.

1.9 Fixed assets and depreciation

Tangible fixed assets and Capital work in progress

Tangible fixed assets acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any. The cost of fixed assets comprises 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 up to the date of disposal.

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

Nature of assets	Estimated Useful Life
Furniture and fixtures	10 years
Motor Vehicles	8 years
Office Equipment	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

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

Intangible fixed assets

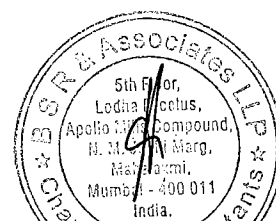
Intangibles such as software are amortised over a period of 3 years or its estimated useful life, whichever is shorter.

1.10 Employee benefits

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

Provident fund

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



Edelweiss Housing Finance Limited

Notes to the financial statements (*Continued*)

1.10 Employee benefits (*continued*)

Gratuity

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.

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.

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

Compensated Absences

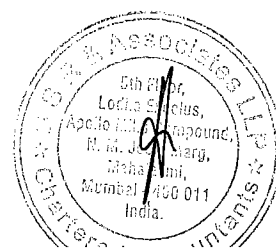
The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge to the statement of profit and loss and corresponding liability on account of such non-vesting accumulated leave entitlement based on a valuation by an independent actuary.

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)

1.11 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 higher of the assets net selling price and value in use which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. If such recoverable amount of the asset 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 profit and loss account. 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.



Edelweiss Housing Finance Limited

Notes to the financial statements (*Continued*)

1.12 Tax

Tax expense comprises income tax (i.e. amount of tax for the period 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 period).

Current tax

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

Deferred tax

The deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantially 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 of realisation of the assets. Deferred Tax Assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably /virtually certain (as the case may be) to be realised.

Minimum alternative tax (MAT)

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 realized.

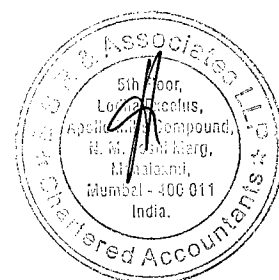
1.13 Earnings per share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 - Earnings Per Share Basic earnings per share is computed by dividing the net profit after tax attributable to the 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 using the weighted average number of equity shares and dilutive potential equity shares outstanding at year end.

1.14 Operating lease

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.



Edelweiss Housing Finance Limited

Notes to the financial statements (*Continued*)

1.15 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.

Provisions against standard assets and non-performing assets have been made as per the Prudential Norms prescribed by the National Housing Bank.



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

2.1 SHARE CAPITAL

AUTHORISED :

60,000,000 (Previous year: 60,000,000) equity shares of Rs.10 each

As at
31 March 2016

As at
31 March 2015

600.00

600.00

600.00

600.00

ISSUED, SUBSCRIBED & PAID UP

49,350,000 (Previous year: 49,350,000) Equity shares of Rs. 10, fully paid-up

493.50

493.50

493.50

493.50

a. Reconciliation of shares at the beginning and at the end of the reporting period :

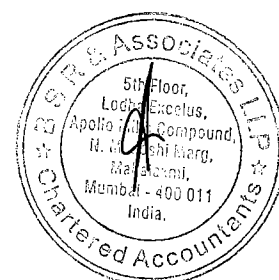
	As at 31 March 2016		As at 31 March 2015	
	No of shares	Amount	No of shares	Amount
Equity shares				
Outstanding at the beginning of the year	49,350,000	493.50	37,850,000	378.50
Issued during the year	-	-	11,500,000	115.00
Outstanding at the end of the year	49,350,000	493.50	49,350,000	493.50

b. Rights, Preferences and restrictions attached to each class of shares including restrictions on the distribution of dividend and repayment of capital :

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

c. Shares in the company held by each shareholder holding more than 5% shares specifying the number of shares held:

	As at 31 March 2016		As at 31 March 2015	
	No. of shares	% holding in the class	No. of shares	% holding in the class
Equity share of Rs. 10 each fully paid-up:				
Edelweiss Commodities Services Limited, the holding company.	38,300,000	77.6%	38,300,000	77.6%
Edelweiss Financial Services Limited, the Ultimate holding company.	11,050,000	22.4%	11,050,000	22.4%
	49,350,000	100.0%	49,350,000	100.0%



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

2.2 RESERVES AND SURPLUS

	As at 31 March 2016	As at 31 March 2015
Securities premium account		
Opening Balance	2,380.91	1,456.00
Add : Additions during the year	-	1,035.00
Less: Provision for premium payable on redemption of debentures (Refer note 2.34)	105.72	110.09
(A)	2,275.19	2,380.91
Statutory Reserve (refer note 2.2 A)		
(As per Section 29C of The National Housing Bank Act, 1987)		
Opening Balance	59.42	17.21
Add : Additions during the year	76.43	42.21
Closing Balance	(B) 135.85	59.42
Surplus (Profit & Loss balance)		
Opening balance in Statement of Profit and Loss	175.53	6.74
Add: Profit/(Loss) for the year	382.14	211.04
Less: Adjustment on account of accumulated depreciation (net of tax)	-	0.04
	557.67	217.74
Less: Transfer to statutory reserve under section 29C of The National Housing Bank Act, 1987	76.43	42.21
Closing balance in the Statement of Profit and Loss	(C) 481.24	175.53
(A+B+C)	2,892.28	2,615.86



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

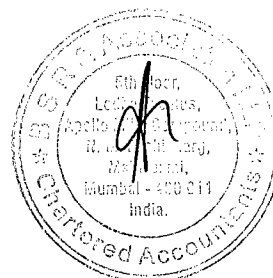
(Currency : Indian rupees in millions)

2.2 RESERVES AND SURPLUS

- 2.2A** As per Section 29C of the The National Housing Bank Act, 1987 (the "NHB Act"), the company is required to transfer at least 20% of its net profits every year to a reserve before any dividend is declared. For this purpose any Special Reserve created by the company under Section 36(1)(viii) of the Income- tax Act, is considered to be an eligible transfer. The company has transferred an amount of Rs. 73.32 million (Previous Year Rs. 33.72 million) to Special Reserve No. II in terms of Section 36(1)(viii) of the Income-tax Act, 1961 and an amount of Rs. 3.11 million (Previous Year Rs. 8.49 million) to "Statutory Reserve (As per Section 29C of The NHB Act)".

Disclosure in accordance with the circular no. NHB CND/DRS/Pol. Circular.61/2013-14 dated April 7, 2014 issued by the National Housing Bank.

Particulars	As at 31 March 2016 Amount	As at 31 March 2015 Amount
Balance at the beginning of the year		
a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987	25.71	17.22
b) Amount of special reserve u/s 36(1)(vii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve under section 29C of the NHB Act, 1987	33.71	-
c) Total	59.42	17.22
Addition/Appropriation/Withdrawal during the year		
Add : a) Amount transferred u/s 29C of the NHB Act, 1987	3.11	8.49
b) Amount of special reserve u/s 36(1)(vii) of Income Tax Act, 1961 taken into account for the purposes of Statutory Reserve under section 29C of the NHB Act, 1987	73.32	33.72
Less : a) Amount appropriated from the Statutory Reserve u/s 29C of the NHB Act, 1987	-	-
b) Amount withdrawn from the Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 which has been taken into account for the purpose of provision u/ s 29C of the NHB Act, 1987	-	-
Balance at the end of the year		
a) Statutory Reserve u/s 29C of the National Housing Bank Act, 1987	28.82	25.71
b) Amount of special reserve u/s 36(1)(vii) of Income Tax Act, 1961 taken into account for the purpose of Statutory Reserve under section 29C of the NHB Act, 1987	107.03	33.71
c) Total	135.85	59.42



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

	As at 31 March 2016	As at 31 March 2015
2.3 LONG TERM BORROWINGS		
Secured		
Non-convertible debenture (Refer Note No. 2.3A)	1,090.00	3,520.00
Term loan from banks (Refer Note No. 2.3B)	8,076.68	4,639.31
Term loan from The National Housing Bank (Refer Note No. 2.3C)	148.67	189.83
Unsecured		
Non-convertible Subordinated Debentures (Refer Note No. 2.3D)	500.00	500.00
	9,815.35	8,849.14

2.3A Repayment terms of Secured Non-convertible Debentures are as follow.

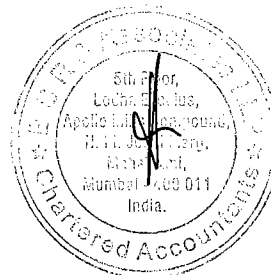
The debentures are secured by way of pari passu charge on an immovable property and standard loan assets to the extent of 100% of the outstanding amount of the debentures, unless otherwise stated.

Description of Secured Redeemable Non Convertible Debentures (NCD)	Issue Date	Redemption Date	No. of NCDs	As at 31 March 2016	As at 31 March 2015
EHFL/NCD/26Apr18	09-Mar-2015	26-Apr-2018	320	320.00	320.00
EHFL/NCD/10Mar18	05-Mar-2015	10-Mar-2018	80	80.00	80.00
EHFL/NCD/19Jan18	27-Oct-2014	19-Jan-2018	70	70.00	70.00
EHFL/NCD/05Dec17	12-Dec-2014	05-Dec-2017	100	100.00	100.00
EHFL/NCD/24Oct17	27-Oct-2014	24-Oct-2017	60	60.00	60.00
EHFL/NCD/12Sep17	12-Sep-2014	12-Sep-2017	100	100.00	100.00
EHFL/NCD/17Aug17	12-Sep-2014	17-Aug-2017	50	50.00	50.00
EHFL/NCD/24Apr17	28-May-2014	24-Apr-2017	60	60.00	60.00
EHFL/NCD/24Apr2017*	20-Feb-2014	24-Apr-2017	250	250.00	250.00
EHFL/NCD/23Mar2017*	28-Mar-2014	23-Mar-2017	250	250.00	250.00
EHFL/NCD/17Nov2016*	19-Dec-2013	17-Nov-2016	400	400.00	400.00
EHFL/NCD/23Jun2016	12-Sep-2014	23-Jun-2016	30	30.00	30.00
EHFL/NCD/28Apr2016	28-May-2014	28-Apr-2016	250	250.00	250.00
EHFL/NCD/27Nov2015*	06-Dec-2013	27-Nov-2015	500	-	500.00
EHFL/NCD/4Dec2017**	04-Dec-2012	04-Dec-2017	1500	-	1,500.00
Total				2,020.00	4,020.00
Of which Current maturities have been classified under other Current Liabilities (Refer Note No. 2.8)				930.00	500.00
Long Term borrowings				1,090.00	3,520.00

* These NCDs are Zero Coupon Debentures issued at par and redeemable at premium.

** The debentures are secured by way of pari passu charge on an immovable property and an exclusive charge on standard loan assets to the extent of 110% of the outstanding amount of the debentures.

Note : Coupon rate of "NCDs" outstanding as on March 31, 2016 varies from 10.00% to 11.75% (Previous year : varies from 10.00% to 11.75%).



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

2.3 LONG TERM BORROWINGS (Continued)

2.3B Repayment terms of term loan from banks are as follow.

As at 31 March 2016

Term loan from banks - Secured					
Rate of interest	Current maturities	Long Term Maturities			TOTAL
	<1 year	1-3 years	3-5 years	after 5 years	
<=10%	554.17	2,321.89	1,475.00	106.25	3,903.14
10.01-11.00%	1,926.08	3,124.04	1,020.00	29.50	4,173.54
Total	2,480.25	5,445.93	2,495.00	135.75	8,076.68

As at 31 March 2015

Term loan from banks - Secured					
Rate of interest	Current maturities	Long Term Maturities			TOTAL
	<1 year	1-3 years	3-5 years	after 5 years	
<=10%	6.25	12.50	12.50	18.75	43.75
10.01-11.00%	1,108.83	3,146.67	1,252.38	115.50	4,514.55
11.01-12.00%	763.47	37.26	43.75	-	81.01
Total	1,878.55	3,196.43	1,308.63	134.25	4,639.31

Nature of security and terms of repayment for secured borrowings (other than debentures):

All secured long term borrowings are secured by way of hypothecation of receivables i.e. loans and advances and corporate guarantee from the ultimate holding company and/or holding company.

2.3C Repayment terms of term loan from National Housing Bank are as follow.

As at 31 March 2016

Term loan from National Housing Bank - Secured					
Rate of interest	Current maturities	Long Term Maturities			TOTAL
	<1 year	1-3 years	3-5 years	after 5 years	
=8.85%*	10.17	27.12	27.12	94.43	148.67
Total	10.17	27.12	27.12	94.43	148.67

*9.35% for period 1st April 2015 to 31st December 2015 and 8.85% w.e.f 1st January 2016 to 31st March 2016.

As at 31 March 2015

Term loan from National Housing Bank - Secured					
Rate of interest	Current maturities	Long Term Maturities			TOTAL
	<1 year	1-3 years	3-5 years	after 5 years	
=9.35%	10.17	27.12	27.12	135.59	189.83
Total	10.17	27.12	27.12	135.59	189.83

Nature of security and terms of repayment for secured borrowings (other than debentures):

All secured long term borrowings are secured by way of hypothecation of receivables i.e. loans and advances and corporate guarantee from the ultimate holding company and/or holding company.

2.3D Details of Unsecured Subordinated Debentures

Description of Unsecured Redeemable Non Convertible Debentures (NCD)	Issue Date	Redemption Date	No. of NCDs	As at 31 March 2016	As at 31 March 2015
EHFL/NCD/3May2025	04-Feb-2015	03-May-2025	500	500.00	500.00

Note : Coupon rate of "NCDs" outstanding as on March 31, 2016 is 11.25%.



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

As at
31 March 2016

As at
31 March 2015

2.4 OTHER LONG-TERM LIABILITIES

Interest accrued but not due on borrowings	182.33	173.51
Unamortised processing fees	77.54	58.03
	259.87	231.54

2.5 LONG-TERM PROVISIONS

Provision for employee benefits :		
Gratuity (Refer Note No. 2.28B)	5.55	3.54
Compensated leave absences	0.88	0.55
Others :		
Contingent provision against standard assets (Refer Note No. 2.5A)	71.55	51.40
Provision for non performing assets (Refer Note No. 2.5A)	77.83	21.19
Others	2.00	4.66
	157.81	81.34

- 2.5A** A general provision of 0.40% of total outstanding amount of Loans where collateral is residential property, a general provision of 0.75% of total outstanding amount of builder loans and general provision of 1.00% of total outstanding amount of loans where collateral is commercial property, which are classified as standard assets has been made as per NHB's Direction No. NHB.(ND)/DRS/Pol.No.45/ dated 19th January 2012 & NHB.HFC.DIR.9/CMD/2013 dated 6th September 2013.

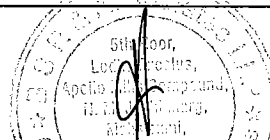
Provisions for standard assets and non performing assets

As at 31 March 2016

Particulars	Provision for			
	Standard Assets	Sub-Standard Assets	Doubtful Assets	Loss Assets
Housing				
Current	33.69	0.78	1.13	1.84
Non Current	33.92	18.73	12.58	37.83
	67.61	19.51	13.71	39.67
Non Housing				
Current	37.38	0.46	0.08	-
Non Current	37.63	7.63	1.06	-
	75.01	8.09	1.14	-

As at 31 March 2015

Particulars	Provision for			
	Standard Assets	Sub-Standard Assets	Doubtful Assets	Loss Assets
Housing				
Current	12.90	0.63	0.26	0.05
Non Current	27.25	13.82	3.77	2.15
	40.15	14.45	4.03	2.20
Non Housing				
Current	11.44	0.07	-	-
Non Current	24.15	1.45	-	-
	35.59	1.52	-	-



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

	As at 31 March 2016	As at 31 March 2015
2.6 SHORT-TERM BORROWINGS		
(a) Loans repayable on demand		
Secured		
- Bank overdraft (Refer Note No. 2.6A)	1,438.52	899.14
(A)	<u>1,438.52</u>	<u>899.14</u>
Unsecured		
(Due within one year, unless otherwise stated)		
(b) Loans and advances from related parties		
Holding Company (Refer Note No. 2.26(ii))	655.48	68.96
(c) Other loans and advances		
- Commercial paper (Refer * below)	4,250.00	-
Less: Unamortised discount on commercial paper	80.99	-
	<u>4,169.01</u>	<u>-</u>
(B)	<u>4,824.49</u>	<u>68.96</u>
(A+B)	<u>6,263.01</u>	<u>968.10</u>

2.6A Nature of security and terms of repayment for secured borrowings :

All secured short term borrowings are secured by way of hypothecation of receivables i.e. loans and advances and corporate guarantee from the ultimate holding company and/or holding company.

*Discount on Commercial Paper varies between 7.80% to 10.20% (Previous year Nil).

2.7 TRADE PAYABLES

Trade payables

(includes sundry creditors and provision for expenses)

- a. Related Parties (Refer Note No. 2.26 (ii))
- b. Others

45.86	1.84
62.17	21.06
<u>108.03</u>	<u>22.90</u>



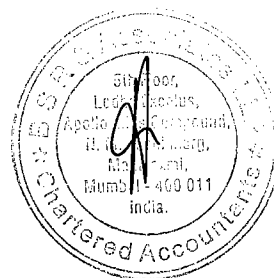
Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

	As at 31 March 2016	As at 31 March 2015
2.8 Other current liabilities		
Borrowings :		
Current maturities of long term debt-Secured		
Term loan from banks (Refer Note No. 2.3B)	2,480.25	1,878.55
The National Housing Bank (Refer Note No. 2.3C)	10.17	10.17
Non-convertible debentures (Refer Note No. 2.3A)	930.00	500.00
Interest accrued but not due on borrowings	241.95	133.97
Interest accrued and due on borrowings	15.29	2.06
A	3,677.66	2,524.75
Others :		
Unamortised processing fees	55.42	26.30
Accrued employee benefit expenses	82.07	45.19
Other payables		
Withholding tax, service tax and other taxes payable	29.21	9.95
Book overdraft	499.48	42.99
Others	103.18	40.01
B	769.36	164.44
A+B	4,447.02	2,689.19
2.9 Short-term provisions		
Provision for employee benefits :		
Gratuity (Refer Note No. 2.28B)	1.10	0.57
Compensated leave absences	0.32	0.18
Deferred bonus	7.59	6.70
Others :		
Contingent provision for standard assets (Refer Note No. 2.5A)	71.07	24.34
Provision for non performing assets (Refer Note No. 2.5A)	4.29	1.01
Provision for taxation (net of advance tax and tax deducted at source Rs. 175.07 million (Previous year Rs. 61.23 million))	23.26	11.41
	107.63	44.21



Edelweiss Housing Finance Limited

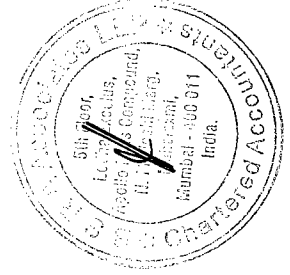
Notes to the financial statements (Continued) as at 31 March 2016

(Currency : Indian rupees in millions)

2.10 FIXED ASSETS

Description of Assets	As at 1 April 2015	Additions during the year	Gross Block Deductions during the year	As at 31 March 2016	As at 1 April 2015	Opening Reserve Adjustment*	Depreciation Additions during the year	Deductions during the year	As at 31 March 2016	Net Block As at 31 March 2015	As at 31 March 2016
TANGIBLE ASSETS											
Land	1.21	-	-	1.21	-	-	-	-	-	1.21	1.21
Leasehold improvements	3.52	5.65	0.13	9.04	0.82	-	1.97	0.09	2.70	6.34	2.70
Furniture and fixtures	2.38	2.69	0.01	5.06	0.42	-	0.95	0.01	1.36	3.70	1.96
Vehicles	7.45	1.93	-	9.38	4.20	-	1.40	-	5.60	3.78	3.25
Office equipments	2.11	3.21	0.06	5.26	1.02	-	1.49	0.04	2.47	2.79	1.09
Computers	16.03	7.13	0.08	23.08	8.22	-	6.74	0.08	14.88	8.20	7.81
Total : A	32.70	20.61	0.28	53.03	14.68		12.55	0.22	27.01	26.02	18.02
INTANGIBLE ASSETS											
Computer software	32.23	1.25	-	33.48	26.06	-	3.54	-	29.60	3.88	6.17
Total : B	32.23	1.25	-	33.48	26.06		3.54	-	29.60	3.88	6.17
Grand Total (A+B)	64.93	21.86	0.28	86.51	40.74		16.09	0.22	56.61	29.90	24.19
Previous Year	45.81	19.12	-	64.93	29.19	0.04	11.52	-	40.75	24.18	

* As per the requirement of the Companies Act, 2013, the Company has evaluated the useful lives of its fixed assets and has computed depreciation according to the provisions of Schedule II of the Act. Consequently, in the profit and loss statement of the Company, the depreciation charge for the last year ended 31 March 2015 was higher by Rs. 0.04 million had been charged to the opening balance of the retained earnings in respect of assets whose remaining useful life had expired as at 1 April 2014.



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

	As at 31 March 2016	As at 31 March 2015
2.11 DEFERRED TAX ASSETS		
Deferred tax assets on account of :-		
Difference between book and tax depreciation	0.46	-
Disallowances under section 43B of the Income Tax Act, 1961	5.34	3.99
Amortisation of loan processing fees	46.02	29.20
Provision for Non Performing Assets	28.43	7.68
Total (A)	80.25	40.87
Deferred tax liabilities on account of :-		
Difference between book and tax depreciation	-	0.54
Amortisation of loan origination cost	30.57	28.86
Special Reserve u/s 36(1) (viii)	25.38	11.46
Total (B)	55.95	40.86
Net Deferred tax assets (A-B)	24.30	0.01
2.12 LONG-TERM LOANS AND ADVANCES - LOANS		
Secured		
(Considered good unless otherwise stated)		
Loans to borrowers		
Housing (Refer Note 2.12A)		
Standard Assets	9,956.85	6,207.17
Sub-standard Assets	124.88	92.53
Doubtful Assets	47.79	3.77
Loss Assets	37.83	2.14
(A)	10,167.35	6,305.61
Non housing		
Standard Assets	609.63	3,923.36
Sub-standard Assets	50.89	9.28
Doubtful Assets	3.12	-
(B)	663.64	3,932.64
Unsecured		
(Considered good unless otherwise stated)		
Other Loans	(C) 1,284.05	-
LONG-TERM LOANS AND ADVANCES - OTHERS		
(Unsecured considered good)		
Capital advances	0.05	-
Security deposits	16.03	11.65
Other loans and advances		
Unamortised loan origination costs	58.25	63.64
Advance income tax (net of provision for taxation Rs. 24.02 million;		
Previous year Rs. 13.39 million)	18.29	9.54
(D)	92.62	84.83
(A+B+C+D)	12,207.66	10,323.08

2.12A The housing loan referred to in note 2.12 & 2.17 also includes an amount of Rs. 184.65 million (Previous year Rs. 148.14 million) being life insurance premium paid to the insurer.

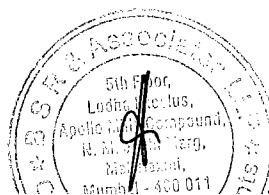
2.13 OTHER NON-CURRENT ASSETS

Other Bank Balances

Bank deposits with more than 12 months maturity, held as margin money or security against borrowings, guarantees

Accrued interest on fixed deposits

31.20	31.20
2.69	1.54
33.89	32.74



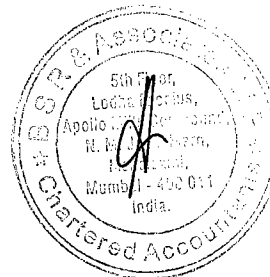
Edelweiss Housing Finance Limited

Notes to the financial statements (Continued) as at 31 March 2016

(Currency : Indian rupees in millions)

2.14 CURRENT INVESTMENTS :

	As at 31 March 2016			As at 31 March 2015		
	Face Value	Quantity	Amount	Face Value	Quantity	Amount
Investments in mutual funds						
ICICI Prudential Flexible Income - Direct Plan - Growth	-	-	-	10.00	948,620	250.00
		-	-		948,620	250.00



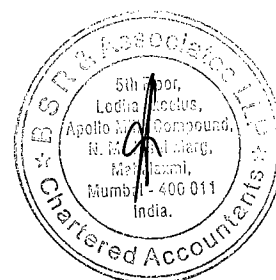
Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

(Currency : Indian rupees in millions)

	As at 31 March 2016	As at 31 March 2015
2.15 TRADE RECEIVABLES		
Other debts		
Unsecured, considered good from related parties (Refer Note No. 2.26 (ii))	85.78	43.35
	<u>85.78</u>	<u>43.35</u>
2.16 CASH AND BANK BALANCES		
Cash and cash equivalents		
Cash in hand	0.04	0.01
Balances with banks		
in current accounts	37.02	290.77
	<u>37.06</u>	<u>290.78</u>
In deposit accounts with original maturity less than one year		
Short term deposit with bank	19.44	19.44
	<u>56.50</u>	<u>310.22</u>



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

as at 31 March 2016

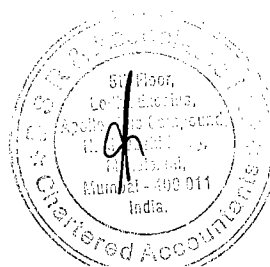
(Currency : Indian rupees in millions)

	As at 31 March 2016	As at 31 March 2015
2.17 SHORT-TERM LOANS AND ADVANCES - LOANS		
<i>Secured</i> (Considered good unless otherwise stated)		
Loans to borrowers		
Housing (Refer Note 2.17A)		
Standard Assets	3,641.13	2,968.06
Sub-standard Assets	5.21	3.80
Doubtful Assets	4.32	0.26
Loss Assets	1.84	0.05
(A)	<u>3,652.50</u>	<u>2,972.17</u>
Non housing		
Standard Assets	5,491.13	1,876.02
Sub-standard Assets	3.09	0.85
Doubtful Assets	0.25	-
(B)	<u>5,494.47</u>	<u>1,876.87</u>
<i>Unsecured</i> (Considered good unless otherwise stated)		
Other Loans	(C) 2,610.66	-
SHORT-TERM LOANS AND ADVANCES - OTHERS		
<i>Unsecured</i> (Considered good unless otherwise stated)		
Prepaid expenses	1.91	1.54
Unamortised loan origination costs	30.09	19.73
Loans and advances to employees	2.51	1.00
Vendor advances	0.74	3.76
Advance income tax (net of provision for taxation Rs. 72.69 million; Previous year Rs. 16.85 million)	12.90	8.17
Advances to others	80.42	-
(D)	<u>128.57</u>	<u>34.20</u>
(A+B+C+D)	<u>11,886.20</u>	<u>4,883.24</u>

2.17A Refer note 2.12A being life insurance premium paid to the insurer.

2.18 OTHER CURRENT ASSETS

Accrued interest on fixed deposits	0.04	0.11
Interest accrued but not due on loans	210.01	123.38
Interest accrued and due on loans	10.19	4.55
	<u>220.24</u>	<u>128.04</u>



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency : Indian rupees in millions)

	For the year ended 31 March 2016	For the year ended 31 March 2015
2.19 INTEREST INCOME		
On loans	2,510.38	1,677.12
On fixed deposits	4.55	3.20
	<u>2,514.93</u>	<u>1,680.32</u>
2.20 FEE INCOME		
Advisory fees	80.55	41.68
Processing fees and other charges	132.54	74.72
	<u>213.09</u>	<u>116.40</u>
2.21 OTHER INCOME		
Other non operating income	5.37	1.92
	<u>5.37</u>	<u>1.92</u>

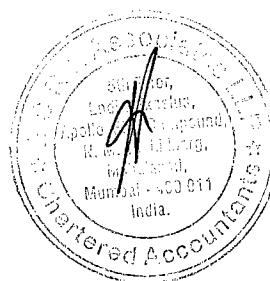


Edelweiss Housing Finance Limited

Notes to the financial statements (Continued) for the year ended 31 March 2016

(Currency : Indian rupees in millions)

	For the year ended 31 March 2016	For the year ended 31 March 2015
2.22 EMPLOYEE BENEFIT EXPENSES		
Salaries and wages (Refer note 2.31)	261.82	146.24
Contribution to provident and other funds	7.50	4.23
Staff welfare expenses	5.02	2.36
	<u>274.34</u>	<u>152.83</u>
2.23 FINANCE COSTS		
Interest on debentures	299.23	216.75
Interest on term loan	751.35	669.96
Interest on cash credit facilities	26.53	16.80
Interest on loan from holding/ultimate holding company	158.46	89.64
Discount on commercial paper	108.19	59.14
Financial and bank charges	15.84	9.88
Interest - others	9.04	1.32
	<u>1,368.64</u>	<u>1,063.49</u>



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

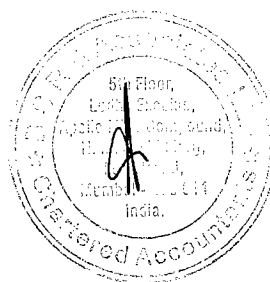
for the year ended 31 March 2016

(Currency : Indian rupees in millions)

	For the year ended 31 March 2016	For the year ended 31 March 2015
2.24 OTHER OPERATING EXPENSES		
Advertisement and business promotion (Refer note 2.31)	4.42	2.89
Auditors' remuneration (Refer Note No. 2.24A)	1.49	1.29
Bad- debts and advances written off	0.32	-
Commission and brokerage	1.05	1.46
Communication	6.03	2.88
Computer expenses	0.44	0.63
Computer software	5.94	4.21
Directors' sitting fees	0.34	0.14
Donation	0.30	-
Electricity charges	6.81	4.58
Legal and professional fees	10.30	9.54
Loan origination costs	179.65	85.29
Office expenses	8.86	5.86
Postage and courier	1.25	1.03
Printing and stationery	3.06	2.23
Provision for standard assets	66.88	22.56
Provision for non performing assets	59.95	21.20
Rates and taxes	1.83	3.75
Rating support fees	37.50	16.35
Rent (Refer note 2.31)	33.93	23.77
Repairs and maintenance	3.16	2.24
Service tax expenses	16.14	6.70
Stamp duty	6.36	3.31
Travelling and conveyance	10.27	5.63
Miscellaneous expenses	1.74	2.95
Loss on sale of asset	0.04	-
	468.06	230.49

2.24A Auditors' remuneration:

For statutory audit	1.00	0.70
For other services (Certificates)	0.42	0.50
For reimbursement of expenses	0.07	0.09
	1.49	1.29



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian Rupees in millions)

2.25 Segment reporting

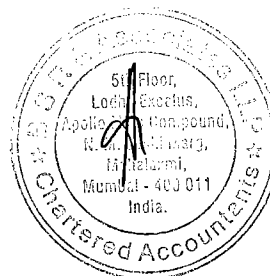
The Company's main business is to provide loans for purchase or construction of residential houses. All other activities of the Company revolve around the main business. Since the business operations of the Company are primarily concentrated in India, the Company is considered to operate only in the domestic segment.

As the Company's business activity falls within a primary business segment, the financial statements are reflective of the information required under Accounting Standard 17 on Segment Reporting notified under section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules 2014.

2.26 Disclosure as required by Accounting Standard (AS) – 18 on "Related Party Disclosures" notified under Section 133 of the Companies Act, 2013

(i) List of related parties and relationship:

Name of related parties by whom control is exercised :	
Holding Company	Edelweiss Commodities Services Limited
Ultimate Holding Company	Edelweiss Financial Services Limited
Fellow Subsidiaries (with whom transactions have taken place)	Edelweiss Finance & Investments Limited ECL Finance Limited Edelweiss Investment Adviser Limited Edelweiss Web Services Limited Edelweiss Retail Finance Limited Edelweiss Broking Limited Auris Corporate Centre Limited EdelGive Foundation Edelweiss Securities Limited Edelweiss Tokio Life Insurance Company Limited
Key Management Personnel (with whom transactions have taken place)	Anil Kothuri



Edelweiss Housing Finance Limited

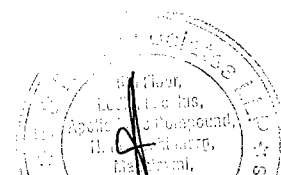
Notes to the financial statements (Continued)

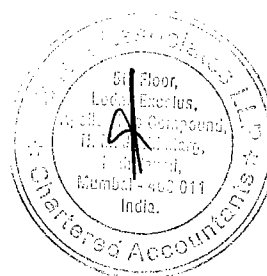
(Currency : Indian rupees in millions)

2.26 Related Parties (Continued)

(ii) Transactions carried out with related parties referred in (i) above :

Sr. No.	Nature of Transaction	Related Party Name	Amount	Amount
			31 March 2016	31 March 2015
	<u>Capital Account Transaction during the year</u>			
1	Investment in Equity Shares of	Auris Corporate Centre Limited	-	0.50
	Sale of Investment in Equity Shares to	Edelweiss Broking Limited	-	0.50
2	Issue of Share Capital	Edelweiss Commodities Services Limited	-	1,100.00
		Edelweiss Financial Services Limited	-	50.00
3	Short term loans taken from (refer note 2.26 A)(1)	Edelweiss Financial Services Limited	6,000.33	3,052.28
		Edelweiss Commodities Services Limited	4,999.47	706.23
4	Short term loans repaid to (refer note 2.26 A)(1)	Edelweiss Financial Services Limited	5,421.27	2,940.03
		Edelweiss Commodities Services Limited	4,992.01	755.40
	<u>Current Account Transaction during the year</u>			
5	Interest Expenses on loan from	Edelweiss Financial Services Limited	127.03	76.84
		Edelweiss Commodities Services Limited	31.43	12.80
6	Cost reimbursement paid to	Edelweiss Financial Services Limited	16.80	1.32
		Edelweiss Commodities Services Limited	11.17	10.28
		Auris Corporate Centre Limited	1.75	-
		Edelweiss Tokio Life Insurance Company Limited	0.08	-
7	Reimbursement of taxes paid to	Edelweiss Financial Services Limited	205.77	21.16
8	Transaction during the year	Edelweiss Web Services Limited	13.86	-
		Edelweiss Insurance Brokers Limited	0.01	-
		Edelweiss Securities Limited	0.51	-
9	Rating support fees paid to	Edelweiss Financial Services Limited	37.50	16.35
10	Commission and brokerage paid to	Edelweiss Investment Adviser Limited	0.98	1.28
11	Legal & Professional Charges paid to	Edelweiss Web Services Limited	0.30	0.17
12	Remuneration to (refer note 2.26 A)(2)	Anil Kothuri	32.48	1.13
13	Director sitting fees	Udayshankar Dutt	0.12	-
		P N Venkatachalam	0.22	-
14	Advisory fees earned from	ECL Finance Limited	23.04	16.77
		Edelweiss Retail Finance Limited	57.51	24.91
15	Directors nomination fee received from	Edelweiss Commodities Services Limited	0.10	0.10
16	Donation Expenses	EdelGive Foundation	0.30	-





Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian Rupees in millions)

2.27 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 2016	For the year ended 31 March 2015
a) Shareholders earnings (as per statement of profit and loss)	382.14	211.04
b) Weighted average number of equity shares outstanding during the year/period (based on the date of issue of shares) (nos. in millions).	49.35	37.85
c) Number of dilutive potential equity shares	-	-
d) Basic earnings per share (Rs.) (a/b)	7.74	5.55
e) Diluted earnings per share (Rs.) {a/(b+c)}	7.74	5.55

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

A) Defined contribution plan (Provident fund and National Pension Scheme):

Amount of Rs. 7.02 million (Previous year: Rs. 3.89 million) is recognised as expense and included in "Employee benefit expenses" (refer note 2.22) in the statement of profit and loss for the year ended 31 March 2016.

B) Defined benefit plan (Gratuity):

The following tables summarize the components of the net benefit expenses recognised in the statement of profit and loss and the unfunded status and amounts recognised in the balance sheet for the gratuity benefit plan

Statement of profit and loss

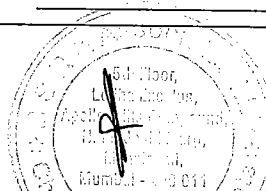
Net employee benefit expenses recognised in the statement of profit & loss account

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Current service cost	0.87	0.43
Interest cost	0.40	0.17
Actuarial (gain) or loss recognized in the year	0.53	1.53
Expense recognized in statement of profit/(loss)	1.80	2.13

Balance Sheet

Net Liability/(Asset) recognised in the Balance sheet

Particulars	As at 31 March 2016	As at 31 March 2015
Present value of Defined Benefit Obligation	6.65	4.11
Fair value of plan assets at the end of the year	-	-
Difference	-	-
Unrecognized past service cost	-	-
Unrecognized transition liability	-	-
Liability recognized in Balance Sheet	6.65	4.11



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian Rupees in millions)

2.28 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee Benefits (Continued)

Reconciliation of Defined Benefit Obligation (DBO) are as follows:

Particulars	As at 31 March 2016	As at 31 March 2015
Present value of Defined Benefit Obligation at the beginning of the year	4.11	1.46
Interest cost	0.40	0.17
Past service cost	-	-
Current service cost	0.87	0.43
Transfer In / (Out)	0.99	-
Curtailment cost	-	-
Settlement cost	-	0.52
Benefits paid	(0.24)	-
Actuarial (gain)/loss on obligation	0.53	1.53
Present value of Defined Benefit Obligation at the end of the year	6.65	4.11

Balance Sheet Reconciliations

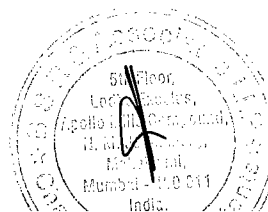
Particulars	As at 31 March 2016	As at 31 March 2015
Opening net liability(incl. transfer in/out)	5.09	1.98
Expense as above	1.80	2.13
Employers contribution	0.24	-
Closing net liability	6.65	4.11
Closing provision at the end of the year	6.65	4.11

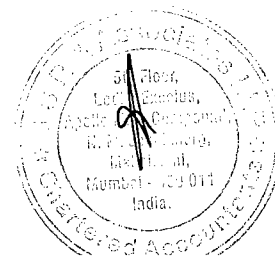
Experience Adjustment:

Particulars	As at 31 March 2016	As at 31 March 2015	As at 31 March 2014	As at 31 March 2013
Defined Benefit Obligation	6.65	4.11	1.46	1.19
Fair Value of Plan Assets	-	-	-	-
Surplus/(Deficit)	(6.65)	(4.11)	(1.46)	(1.19)
On Plan Liabilities: (Gain)/ Loss	0.48	1.06	(0.13)	(0.44)
On Plan Assets: Gain/ (Loss)	-	-	-	-
Estimated Contribution for next year	Nil	Nil	Nil	Nil

Principal actuarial assumptions at the balance sheet date:

Particulars	As at 31 March 2016	As at 31 March 2015
Discount rate	7.4%	7.8%
Salary escalation	7%	7%
Employee attrition rate	13% to 60%	13% to 60%





Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian Rupees in millions)

2.32 Operating leases (Continued)

Details of future minimum lease payments for the non-cancellable operating leases are as follows:

Particulars	For the year ended 31 March 2016	For the year ended 31 March 2015
Minimum lease payments for non cancellable lease		
- not later than one year	4.74	2.53
- later than one year and not later than five years	-	1.40
- later than five years	-	-
	4.74	3.94

Future minimum lease payments for the non-cancellable operating leases are gross of sharing of expenses with group companies.

2.33 The Company has securitized/ assigned pool of non housing loans aggregating to Rs.1,186.37 million, at par (Previous Year Rs. 1,657.97 million housing and non housing loans) and manages servicing of such loan accounts. These assets have been derecognized in the books of the Company. The Company is responsible for collection and servicing of these loan portfolios on behalf of buyer/investors. In terms of the said securitization agreement, the Company pays buyer/investor on a monthly basis the pro-rata collection amount as per individual agreement terms.

2.34 Premium on redemption of non - convertible debentures

In respect of non - convertible debentures (NCDs) issued by the company, the premium on redemption for the year ended 31 March 2016, net of tax amounting to Rs. 105.72 million (Previous Year Rs. 110.09 million) has been adjusted to the Securities Premium Account as permitted under section 52 of the Companies Act, 2013.

2.35 Fraud Reporting

The company has reported three cases of fraud amounting to Rs. 33.69 million; (Previous Year Rs. 2.40 million).

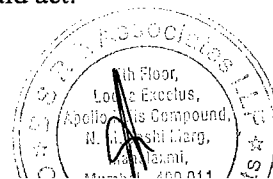
These frauds have been reported to NHB on a regular basis.

2.36 Foreign Exchange Transaction

The Company has not undertaken any foreign currency transaction during the year ended 31 March 2016 (Previous year Rs. Nil).

2.37 Details of dues to micro, small and medium enterprises

Trade Payables includes Rs. 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 Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian Rupees in millions)

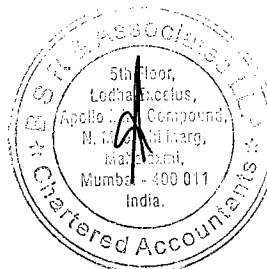
2.38 Disclosure pursuant to the circular no. NHB/ND/DRS/Pol-No.35/2010-11 dated October 11, 2010 issued by the National Housing Bank.

I. Capital to Risk Assets Ratio (CRAR)

Items	As at 31 March 2016	As at 31 March 2015
i) CRAR (%)	19.40%	29.13%
ii) CRAR - Tier I capital (%)	16.21%	24.47%
iii) CRAR - Tier II Capital (%)	3.19%	4.67%

II. Exposure to Real Estate Sector

Category	As at 31 March 2016	As at 31 March 2015
a) Direct exposure		
(i) Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to Rs. 15 lakh Rs. 1,578.80 million (Previous Year Rs. 845.59 million))	12,686.31	13,069.78
(ii) Commercial Real Estate – Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	7,291.65	2,017.98
(iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures –		
a. Residential	-	-
b. Commercial Real Estate	-	-
b) Indirect Exposure		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	-	-



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian Rupees in millions)

2.38 Disclosure pursuant to the circular no. NHB/ND/DRS/Pol-No.35/2010-11 dated October 11, 2010 issued by the National Housing Bank. (Continued)

III. Asset Liability Management

Maturity pattern of certain items of assets and liabilities – Current Year

Maturity Bucket	Term Money Borrowing*	Other Borrowing	Advances	Investments
1 to 14 days	-	-	271.73	-
Over 14 days to 1 Month	297.78	-	345.12	-
Over 1 to 2 Months	150.47	-	1,377.21	-
Over 2 to 3 Months	358.59	4,250.00	1,843.38	-
Over 3 to 6 Months	623.97	-	2,723.29	-
Over 6 Months to 1 Year	1,989.61	2,094.00	5,196.90	-
Over 1 Year to 3 Years	6,563.05	-	4,639.39	-
Over 3 to 5 Years	2,522.12	-	1,228.25	-
Over 5 to 7 Years	131.62	-	1,130.48	-
Over 7 to 10 Years	571.93	-	1,959.27	-
Over 10 Years	26.63	-	3,157.65	-
Total	13,235.77	6,344.00	23,872.67	-

*Term Money Borrowing includes maturity pattern of Secured Non-convertible Debentures and Unsecured Non-convertible Subordinated Debentures.

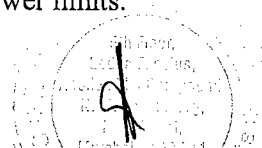
Maturity pattern of certain items of assets and liabilities (Previous Year)

Maturity Bucket	Term Money Borrowing	Other Borrowing	Advances	Investments
1 to 14 days	-	-	127.64	250.00
Over 14 days to 1 Month	68.58	-	122.11	-
Over 1 to 2 Months	187.93	-	225.50	-
Over 2 to 3 Months	206.08	-	225.98	-
Over 3 to 6 Months	445.98	-	670.82	-
Over 6 Months to 1 Year	1,480.15	1,018.11	3,456.58	-
Over 1 Year to 3 Years	6,423.55	-	1,537.74	-
Over 3 to 5 Years	1,655.74	-	1,143.34	-
Over 5 to 7 Years	155.12	-	1,190.90	-
Over 7 to 10 Years	46.93	-	1,974.30	-
Over 10 Years	567.80	-	4,412.40	-
Total	11,237.85	1,018.11	15,087.30	250.00

In computing the above information, certain estimates assumptions and adjustments have been made by the management which are consistent with the guidelines provided by the National Housing Bank.

2.39 Details of single borrower limit (SBL), group borrower limit (GBL)

During the year ended 31 March 2016, the Company has complied with the National Housing Bank guidelines on single borrower and group borrower limits.



Edelweiss Housing Finance Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2016

(Currency: Indian Rupees in millions)

2.40 Disclosure of revised Net Owned Fund (NOF) and Capital Adequacy Ratio (CAR) as on 31 March 2014.

The revised NOF and CAR as on 31 March 2014 after giving due impact in terms of National Housing Bank (NHB) letter no. NHB(ND)/HFC/DRS/Sup./11426/2015 dated 24th November, 2015 is given below :

Revised NOF: Rs. 1,761.35 million (as against Rs. 1,838.02 million reported earlier)

Revised CAR: 20.07% (as against 23.49% reported earlier).

2.41 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. 0.30 million
- b) Amount spent during the year on:

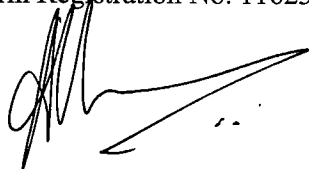
Sr.No.	Particulars	In cash	Yet to be paid in cash	Total
(i)	Constructions / acquisition of any assets	Nil	Nil	Nil
(ii)	On purpose other than (i) above	Rs. 0.30 million	Nil	Rs. 0.30 million

As per our report of even date attached

For B S R & Associates LLP

Chartered Accountants

Firm Registration No. 116231W/W - 100024



Ashwin Suvarna

Partner

Membership No: 109503

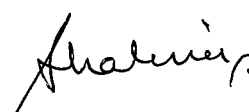
For and on behalf of the Board of Directors



Vineet Mahajan

Director

DIN : 07253615



Shalinee Mimani

Director

DIN : 07404075



Gaurang Tailor
Chief Financial Officer



Kulprakash Singh
Company Secretary

Mumbai
11 May 2016

Mumbai
11 May 2016

Mumbai
11 May 2016