

Edelweiss Securities (IFSC) Limited

Financial Statements  
together with Auditors' Report  
for the year ended 31 March 2018

## Independent Auditors' Report

To  
The Members of Edelweiss Securities (IFSC) Limited

### Report on the Financial Statements

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

### Management's Responsibility for the Financial Statements

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

### 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 there under.

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.

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.



B - 46, 3<sup>rd</sup> Floor, Pravasi Estate, V N Road, Goregaon (E), Mumbai - 400 063.

Tel.: +91. 22. 4217 3337 | Email: info@ngsco.in

www.ngsco.in

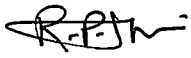
## Opinion

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 2018, and its loss and its cash flows for the period ended on that date.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d. in our opinion, the aforesaid financial statement 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 written representations received from the Directors as on 31 March 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018, from being appointed as a director in terms of section 164(2) of the Act;
  - f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure 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 did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
    - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For NGS & Co. LLP  
Chartered Accountants  
Firm Registration No.: 119850W

  
R. P. Soni  
Partner  
Membership No.: 104796



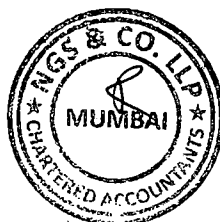
Place: Mumbai  
Date: 23 April 2018

**Annexure A to the Auditors' Report**

**The Annexure referred to in our Independent Auditors' Report to the members of Edelweiss Securities (IFSC) Limited ('the Company') on the financial statements for the period ended 31 March 2018, we report that:**


- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, 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 nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, the Company does not own immovable properties, accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company
- (ii) Based on our examination of documents and records, the Company does not own any inventory during the year. Therefore, the provisions of clause 3(ii) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees, and securities granted in respect of which provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act, 2013 for any activities conducted and services rendered by the Company.
- (vii) (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, income-tax, cess, goods and service tax and other material statutory dues, applicable to it, have been regularly deposited during the period by the Company with the appropriate authorities. As explained to us, Company did not have any dues on account of employees' state insurance, provident fund, sales tax, value added tax, duty of excise and duty of custom.

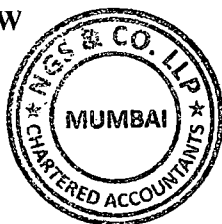
According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, cess, goods and service tax and other material statutory dues were outstanding, at the period end, for a period of more than six months from the date they became payable.



- (b) According to the information and explanation given to us, there are no dues of income tax, and cess which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) The Company does not have any loans or borrowings from any financial institution, bank, government and debenture holders. Accordingly, paragraph 3 (viii) of the Order is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the period. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, being register with International Financial Services Centre (IFSC) the section 197 of the Act is not applicable to the Company. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- (xii) 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.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 are not applicable to the Company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.
- (xiv) According to the information and explanations give 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 period.
- (xv) 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 non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For NGS & Co. LLP**  
**Chartered Accountants**  
**Firm Registration No.: 119850W**

  
**R. P. Soni**  
**Partner**  
**Membership No.: 104796**



Place: Mumbai  
Date: 23 April 2018

## **Annexure B to the Auditors' Report**

### **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 Securities (IFSC) Limited ("the Company")** as of 31 March 2018 in conjunction with our audit of financial statements of the Company for the period ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

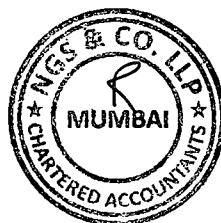
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 Companies Act, 2013.

#### **Auditors' Responsibility**

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

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



### **Meaning of Internal Financial Controls over Financial Reporting**

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


### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

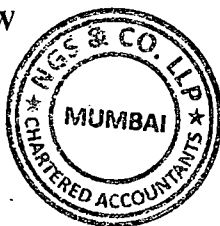
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the 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 NGS & Co. LLP  
Chartered Accountants  
Firm Registration No.: 119850W

  
R. P. Soni  
Partner  
Membership No.: 104796



Place: Mumbai  
Date: 23 April 2018

# Edelweiss Securities (IFSC) Limited

## Balance Sheet

(Currency: Indian rupees)

	Note	As at 31 March 2018	As at 31 March 2017
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2.1	147,341,440	108,461,440
Reserves and surplus	2.2	(12,980,138)	(4,922,817)
		134,361,302	103,538,623
<b>Non-current liabilities</b>			
Long term provisions	2.3	119,000	-
		119,000	-
<b>Current liabilities</b>			
Short-term borrowings	2.4	6,504,410	6,483,860
Trade payables	2.27	-	-
Total outstanding dues of Micro enterprises and Small enterprises		-	-
Total outstanding dues of creditors other than Micro enterprises and Small enterprises	2.5	4,394,339	38,100
Other current liabilities	2.6	11,929,126	9,882,885
Short-term provisions	2.7	930,387	-
		23,758,262	16,404,845
<b>TOTAL</b>		<b>158,238,564</b>	<b>119,943,468</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Property, Plant and Equipment	2.8	2,684,130	-
Intangible assets	2.8	3,206,657	-
Long-term loans and advances	2.9	13,123,611	6,483,860
		19,014,398	6,483,860
<b>Current assets</b>			
Cash and bank balances	2.10	137,176,837	101,738,660
Short-term loans and advances	2.11	1,777,049	50,000
Other current assets	2.12	270,280	11,670,948
		139,224,166	113,459,608
<b>TOTAL</b>		<b>158,238,564</b>	<b>119,943,468</b>

Significant accounting policies and notes to the financial statements

1 & 2

As per our report of even date attached

For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No. 119850W

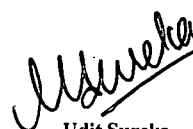


R. P. Soni  
Partner  
Membership No. 104796



Mumbai  
23 April 2018

For and on behalf of the Board of Directors



Udit Sureka  
Director  
DIN : 02190342



Jyoti Rai  
Director  
DIN : 07091343

23 April 2018



# Edelweiss Securities (IFSC) Limited

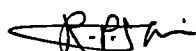
## Statement of Profit and Loss

(Currency: Indian rupees)

	Note	For the year ended 31 March 2018	For the period from 23 December 2016 to 31 March 2017
<b>Revenue from operations</b>			
Fee and commission income	2.13	182,262	-
Income from treasury operations	2.14	-	(4,619)
Interest income	2.15	255,529	-
Other income	2.16	(2,334)	(2,363)
<b>Total revenue</b>		<b>435,457</b>	<b>(6,982)</b>
<b>Expenses</b>			
Employee benefit expenses	2.17	4,252,848	-
Finance costs	2.18	431,430	89,261
Depreciation and amortization expenses	2.8	638,188	-
Other expenses	2.19	3,566,660	113,388
<b>Total expenses</b>		<b>8,889,126</b>	<b>202,649</b>
<b>Loss before tax</b>		<b>(8,453,669)</b>	<b>(209,631)</b>
<b>Tax expense</b>			
Current tax		-	-
<b>Loss for the year / period</b>		<b>(8,453,669)</b>	<b>(209,631)</b>
<b>Earnings per ordinary share:</b>			
Basic and diluted (face value of Rs. 10 each)	2.22	(0.78)	(0.02)
Significant accounting policies and notes to the financial statements	1 & 2		

As per our report of even dated attached

For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No. 119850W



R. P. Soni  
Partner  
Membership No. 104796



Mumbai  
23 April 2018

For and on behalf of the Board of Directors



Udit Sureka  
Director  
DIN : 02190342



Jyoti Rai  
Director  
DIN : 07091343

23 April 2018

# Edelweiss Securities (IFSC) Limited

## Cash Flow Statement

(Currency: Indian rupees)

	For the year ended 31 March 2018	For the period from 23 December 2016 to 31 March 2017
<b>A Cash flow from operating activities</b>		
Loss before taxation	(8,453,669)	(209,631)
Adjustments for		
Depreciation and ammortization	638,188	-
Provision for employee benefits	183,477	-
Interest expense	426,939	84,202
<b>Operating cash flow before working capital changes</b>	<b>(7,205,065)</b>	<b>(125,429)</b>
Add / (Less): Adjustments for working capital changes		
Increase in other current assets	(27,625,792)	(11,670,948)
Increase in loans and advances	(8,366,800)	(6,533,860)
Increase in trade payables	4,356,239	-
Increase in other current liabilities	1,615,091	9,839,420
<b>Cash generated from operations</b>	<b>(37,226,327)</b>	<b>(8,490,817)</b>
Income taxes paid	-	-
<b>Net cash used in operating activities - A</b>	<b>(37,226,327)</b>	<b>(8,490,817)</b>
<b>B Cash flow from investing activities</b>		
Purchase of fixed asset	(5,668,974)	-
<b>Net cash used in investing activities - B</b>	<b>(5,668,974)</b>	<b>-</b>
<b>C Cash flow from financing activities</b>		
Proceeds from issue of ordinary shares	38,880,000	108,461,440
Proceeds from short term borrowings	-	6,483,860
Interest paid on short term borrowings	-	(2,637)
<b>Net cash generated from financing activities - C</b>	<b>38,880,000</b>	<b>114,942,663</b>
<b>D Foreign exchange translation reserve - D</b>	<b>427,018</b>	<b>(4,713,186)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C+D)</b>	<b>(3,588,283)</b>	<b>101,738,660</b>
Cash and cash equivalent as at the beginning of the year / period	101,738,660	-
Cash and cash equivalent as at the end of the year / period (refer note below)	98,150,377	101,738,660

### Note:

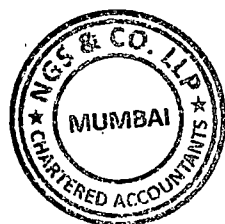
- 1 Cash and cash equivalents include the following  
- Balances with banks

As per our report of even date attached

For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No. 119850W

R. P. Soni  
Partner  
Membership No. 104796

Mumbai  
23 April 2018



For and on behalf of the Board of Directors

*Udit Sureka*  
Udit Sureka  
Director  
DIN : 02190342

*Jyoti Rai*  
Jyoti Rai  
Director  
DIN : 07091343

23 April 2018

# Edelweiss Securities (IFSC) Limited

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

(Currency: Indian rupees)

### 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, the provisions of the Companies Act, 2013 (to the extent notified), (hereinafter referred to as 'the Act') and the Schedule III to the Act. The financial statements are presented in Indian rupees.

The assets and liabilities for the purpose of preparation of these financial statements are translated into Indian rupees at the rate of exchange prevailing as at the Balance Sheet date. Further, revenue and expense are translated into Indian rupees at the average exchange rate prevailing during the year and the resulting net translation adjustment has been disclosed as "Foreign exchange translation reserve" in "Reserves and surplus". The same is in compliance with Accounting Standard 11 issued by the Institute of Chartered Accountants of India on "The Effects of Changes in Foreign Exchange Rates".

#### 1.2 *Use of estimates*

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

#### 1.3 *Current/ Non-current classification*

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

##### **Asset**

An asset is classified as current when it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle or it is held primarily for the purpose of being traded or it is expected to be realized within 12 months after the reporting date or it is cash or cash equivalent unless it is restricted from being exchanged or expected to be used to settle a liability for at least 12 months after the reporting date. 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 is expected to be settled in the company's normal operating cycle or it is held primarily for the purpose of being traded or it is due to be settled within 12 months after the reporting date or the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification. Current liabilities include current portion of non-current liabilities. All other liabilities are classified as non-current.



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

### 1. Significant accounting policies (Continued)

#### 1.4 Revenue recognition

- a) Brokerage income is recognised as per contracted rates at the execution of transactions on behalf of the customers on the trade date and is reflected net of related sub-brokerage expenses, transaction charges and stock exchange expenses.
- b) Income from treasury operations comprises of profit/loss on derivatives.  
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, market intermediary quotes are 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) Interest income is recognized on accrual basis.

#### 1.5 Fixed assets and depreciation

##### Property, Plant and Equipments

Property, plant and equipments 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 to 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 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	Useful life
Furniture and fixtures	10 years
Office equipment	5 years
Computers - End user devices, such as desktops, laptops, etc.	3 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 earlier.

##### Intangible fixed assets

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

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



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (*Continued*) for the year ended 31 March 2018

(Currency: Indian rupees)

### 1. *Significant accounting policies (Continued)*

#### 1.6 *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.

#### 1.7 *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 recognized provident fund which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognized in the statement of profit and loss.

##### **Gratuity**

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit 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 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.



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (*Continued*) for the year ended 31 March 2018

(Currency: Indian rupees)

### 1. *Significant accounting policies (Continued)*

#### 1.8 *Derivatives*

- 1 (a) Outstanding derivative contracts are measured at fair value as at each Balance Sheet date. Fair value of derivatives 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 used as input parameters are observable market data in order to ensure reliability of the fair value measure.
- 1 (b) 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.
- 2 (a) "Margin – Equity Derivative Instrument" representing the initial margin paid and /or additional margin paid over and above the initial margin, for entering into contracts for equity index/ stock futures and equity index/ stock options, which are released on final settlement / squaring – up of the underlying contracts, are disclosed under other current assets. "Margin Deposits – Equity Derivative Instrument" representing the deposit paid in respect of mark to market margin is disclosed under other current assets.
- 2 (b) "Equity Index/ Stock Option Premium Account" represents the premium paid or received for buying or selling the options, respectively.

#### 1.9 *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.

#### 1.10 *Current and Deferred Tax*

Tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961) and 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 benefit 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 reasonable/virtually certain (as the case may be) to be realised.



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

### 1. Significant accounting policies (Continued)

#### 1.10 Current and Deferred Tax (Continued)

##### Minimum alternative tax (MAT)

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

#### 1.11 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.

#### 1.12 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 by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all potential equity shares.

#### 1.13 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 Securities (IFSC) Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

	As at 31 March 2018	As at 31 March 2017
<b>2.1 Share capital</b>		
(a) Authorised : 15,000,000 equity shares of Rs. 10 each	150,000,000	150,000,000
(b) Issued, subscribed and paid up: 14,734,144 (Previous year : 10,846,144) equity shares of Rs. 10 each, fully paid-up (The entire share capital is held by Edelweiss Financial Services Limited, the holding company and its nominees)	147,341,440	108,461,440
	147,341,440	108,461,440
(c) Movement in Share capital		
	31 March 2018	31 March 2017
	No of shares Amount	No of shares Amount
Outstanding at beginning of the year / period	10,846,144 108,461,440	- -
Issued during the year / period	3,888,000 38,880,000	10,846,144 108,461,440
As at the end of the year / period	14,734,144 147,341,440	10,846,144 108,461,440
(d) Terms/rights attached to ordinary 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 ordinary shares held by the shareholders.		
<b>2.2 Reserves and surplus</b>		
Foreign exchange translation reserve	(4,316,838)	(4,713,186)
Deficit in statement of profit and loss		
Opening balance	(209,631)	-
Add: Loss for the year / period	(8,453,669)	(209,631)
Closing balance	(8,663,300)	(209,631)
	(12,980,138)	(4,922,817)
<b>2.3 Long term provisions</b>		
Provision for employee benefits		
Gratuity	106,000	-
Compensated leave absence	13,000	-
	119,000	-



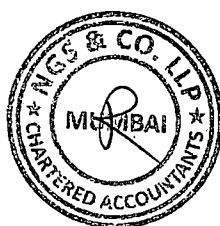


# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

	As at 31 March 2018	As at 31 March 2017
<b>2.4 Short-term borrowings</b>		
<u>Unsecured</u>		
Loan from Edelweiss Financial Services Limited, the holding company (Variable interest rate loan at prevailing quarterly average Government of India Securities yield ranging from 6.25% to 6.53% p.a. (Previous year : 6.18% p.a.) and for a tenure of one year from the date of loan)	6,504,410	6,483,860
	<u>6,504,410</u>	<u>6,483,860</u>
<b>2.5 Trade payables</b>		
Trade payables (Including sundry creditors and provision for expenses)	4,394,339	38,100
	<u>4,394,339</u>	<u>38,100</u>
<b>2.6 Other current liabilities</b>		
Withholding taxes, service tax and other statutory dues payable	201,172	6,500
Interest accrued but not due on borrowings	469,626	81,565
Margin payable to client	9,619,576	9,794,820
Accrued salaries and benefits	1,637,922	-
Others*	830	-
(*There are Rs. Nil (Previous year: Rs. Nil) amounts due for payment to the Investor Education and Protection Fund under Section 125 of Companies Act 2013 as at the year end)		
	<u>11,929,126</u>	<u>9,882,885</u>
<b>2.7 Short-term provisions</b>		
<b>Provision for employee benefits</b>		
Compensated leave absences	64,477	-
<b>Others</b>		
Provision for capital expenditure	865,910	-
	<u>930,387</u>	<u>-</u>



## Edelweiss Securities (IFSC) Limited

### Notes to the financial statements (Continued)

(Currency: Indian rupees)

#### 2.8 Fixed assets

Description of assets	Gross block				Depreciation			Net block		
	As at 1 April 2017	Additions	Deductions/ Adjustments	As at 31 March 2018	As at 1 April 2017	For the year	Deductions/ Adjustments	As at 31 March 2018	As at 31 March 2018	As at 31 March 2017
<b>Property, Plant and Equipment</b>										
Office equipment	-	205,244	-	205,244	-	16,723	155	16,878	188,366	-
Leasehold improvements	-	515,246	-	515,246	-	18,199	168	18,367	496,879	-
Computer	-	1,805,177	-	1,805,177	-	157,627	1,460	159,087	1,646,090	-
Furniture and fixtures	-	370,284	-	370,284	-	17,329	160	17,489	352,795	-
<b>Total : A</b>	-	2,895,951	-	2,895,951	-	209,878	1,943	211,821	2,684,130	-
<b>Intangible assets</b>										
Computer software	-	3,638,933	-	3,638,933	-	428,310	19,577	432,276	3,206,657	-
<b>Total : B</b>	-	3,638,933	-	3,638,933	-	428,310	19,577	432,276	3,206,657	-
<b>Total : (A+B)</b>	-	6,534,884	-	6,534,884	-	638,188	21,520	644,097	5,890,787	-
<b>Previous year</b>	-	-	-	-	-	-	-	-	-	-



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

	As at 31 March 2018	As at 31 March 2017
<b>2.9 Long-term loans and advances</b> (Unsecured, considered good)		
Deposits placed with exchange	13,123,611	6,483,860
	<u>13,123,611</u>	<u>6,483,860</u>
<b>2.10 Cash and bank balances</b>		
Cash and cash equivalents		
Balances with banks		
- in current accounts	98,150,377	101,738,660
Other bank balances		
- Short term deposits with banks (refer note 2.26)	39,026,460	-
(Held as margin money)		
	<u>137,176,837</u>	<u>101,738,660</u>
<b>2.11 Short-term loans and advances</b> (Unsecured, considered good)		
Other advances	1,618,281	50,000
Cenvat and VAT Assets	101,768	-
Advances recoverable in cash or in kind or for value to be received	57,000	-
	<u>1,777,049</u>	<u>50,000</u>
<b>2.12 Other current assets</b>		
Accrued interest on fixed deposits	257,895	-
Receivable from Exchange	12,385	-
Margin placed with exchange	-	11,670,948
	<u>270,280</u>	<u>11,670,948</u>



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

	For the year ended 31 March 2018	For the period from 23 December 2016 to 31 March 2017
<b>2.13 Fee and commission income</b>		
Income from broking	182,262	-
	<u>182,262</u>	<u>-</u>
<b>2.14 Income from treasury operations</b>		
Loss from trading in equity derivative instruments (net)	-	(4,619)
	<u>-</u>	<u>(4,619)</u>
<b>2.15 Interest income</b>		
On Fixed Deposits	255,529	-
	<u>255,529</u>	<u>-</u>
<b>2.16 Other income</b>		
Net foreign exchange loss	(2,334)	(2,363)
	<u>(2,334)</u>	<u>(2,363)</u>
<b>2.17 Employee benefit expenses</b>		
Salaries and wages	3,965,232	-
Contribution to provident and other funds	188,694	-
Staff welfare expenses	98,922	-
	<u>4,252,848</u>	<u>-</u>
<b>2.18 Finance costs</b>		
Interest on loan from holding company	426,939	84,202
Finance and bank charges	3,539	5,059
Interest - others	952	-
	<u>431,430</u>	<u>89,261</u>



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued)

(Currency: Indian rupees)

	For the year ended 31 March 2018	For the period from 23 December 2016 to 31 March 2017
<b>2.19 Other expenses</b>		
Advertisement and business promotion	3,541	-
Auditors' remuneration (refer note 2.24)	64,512	20,647
Communication expenses	291,372	-
Computer expenses	101,273	-
Computer software	7,881	-
Dematerialisation charges	96,088	-
Electricity charges (refer note 2.28)	47,859	-
Legal and professional fees	1,283,149	92,741
Membership and subscription	175,651	-
Office expenses	87,422	-
Registration Exps	99,432	-
Rent (refer note 2.28)	321,929	-
Repairs & Maintenance	318,243	-
Service tax expenses	46,028	-
Stamp Duty Chgs	214,827	-
Travelling and conveyance	407,453	-
	<b>3,566,660</b>	<b>113,388</b>



**Notes to the financial statements (Continued)**  
*for the year ended 31 March 2018*

## 2.20 Segment reporting

**2.21 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:**

Edelweiss Financial Services Limited Holding company

Edelweiss Securities Limited  
Edelweiss Broking Limited  
Edelweiss Commodities Services Limited  
Edelweiss Business Services Limited (Formerly known as Edelweiss Web Services Limited)

## Hiren Kansara



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

**2.21 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)**

**(D) Transaction with related parties:**

Sr. No.	Nature of transaction	Related party name	For the year ended 31 March 2018	For the period from 23 December 2016 to 31 March 2017
<b>(I)</b>	<b>Capital account transactions during the year</b>			
	Issue of equity shares to	Edelweiss Financial Services Limited	38,880,000	108,461,440
<b>(II)</b>	<b>Current account transactions during the year</b>			
	Short term borrowing taken from (Refer note i below)	Edelweiss Financial Services Limited	-	6,693,534
	Interest expenses on loans taken from	Edelweiss Financial Services Limited	426,939	84,202
	<b>Cost reimbursements paid to</b>			
	Professional fees	Edelweiss Business Services Limited	803,964	-
	Rent and electricity expenses paid to	Edelweiss Commodities Services Limited	112,854	-
		Edelweiss Broking Limited	39,080	-
	<b>Reimbursements paid to</b>			
	Other reimbursements paid to	Edelweiss Business Services Limited	458,658	-
		Edelweiss Commodities Services Limited	70,950	-
	<b>Reimbursements received from</b>			
	Other receivable	Edelweiss Securities Limited	1,000	-
		Edelweiss Broking Limited	56,000	-
	Nomination deposit received from	Edelweiss Financial Services Limited	300,000	-
	Remuneration paid to (Refer note ii below)	Hiren Kansara	157,283	-



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

### 2.21 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)

#### (D) Balances with related parties:

Sr. No.	Nature of transaction	Related party name	As at 31 March 2018	As at 31 March 2017
(III)	<b>Balances with related parties</b>			
	Short-term borrowings from	Edelweiss Financial Services Limited	6,504,410	6,483,860
	Accrued interest on loans taken from	Edelweiss Financial Services Limited	469,626	81,565
	Other advances to be recovered from	Edelweiss Securities Limited	1,000	-
		Edelweiss Broking Limited	56,000	-
	Trade payable	Edelweiss Business Services Limited	499,020	-
		Edelweiss Commodities Services Limited	107,387	-
		Edelweiss Broking Limited	36,099	-
Note:				
i) Loan taken from related parties are disclosed based on the maximum incremental amount taken during the reporting period.				
ii) Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and compensated absences 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.				





# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

### 2.22 Earnings per share

In accordance with Accounting Standard 20 on Earnings Per Share notified under Section 133 of 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 period from 23 December 2016 to 31 March 2017
a) Shareholders earnings (as per statement of profit and loss)	(8,453,669)	(209,631)
b) Calculation of weighted average number of equity shares of Rs. 10 each:		
- Number of shares at the beginning of the year/ period	10,846,144	Nil
- Number of shares issued during the year/ period	3,888,000	10,846,144
Total number of equity shares outstanding at the end of the year / period	14,734,144	10,846,144
Weighted average number of equity shares outstanding during the year / period (based on the date of issue of shares)	10,888,752	10,846,144
c) Basic and diluted earnings per share (in rupees) (a/b)	(0.78)	(0.02)

The basic and diluted earnings per share are the same as there are no dilutive potential equity shares.



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

### 2.23 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee benefits

#### A) Defined contribution plan (Provident fund):

Amount of Rs.140,047 (Previous year: Nil) is recognized as expense and included in "Employee benefit expenses" – note 2.17 to the statement of profit and loss.

#### B) Defined benefit plan (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 following tables summarize the components of the net benefit expenses recognized in the statement profit and loss, the funded status and amounts recognized in the balance sheet for the gratuity benefit plan.

#### Statement of profit and loss

##### Net employee benefits expenses:

Particulars	2018	2017
Current service cost	41,000	-
Interest on defined benefit obligation	4,000	-
Past service cost	4,000	-
Actuarial loss/(gain)	-	-
<b>Total included in Employee benefit expenses</b>	<b>49,000</b>	<b>-</b>

#### Balance sheet

##### 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)	106,000	-
Fair value of plan assets	-	-
<b>Net (liability) / assets recognised in the balance sheet</b>	<b>106,000</b>	<b>-</b>

##### Changes in the present value of the defined benefit obligation are as follows:

Particulars	As at 31 March 2018	As at 31 March 2017
Liability at the beginning of the year	-	-
Transfer in	57,000	-
Current service cost	41,000	-
Interest cost	4,000	-
Benefits paid	-	-
Past service cost	4,000	-
Actuarial loss on obligations	-	-
<b>Liability at the end of the year</b>	<b>106,000</b>	<b>-</b>



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

### 2.23 Disclosure pursuant to Accounting Standard 15 (Revised) - Employee benefits (Continued)

#### C) Defined benefit plan (Gratuity): (Continued)

##### Experience adjustment :

Particulars	As at 31 March 2018
Defined Benefit Obligation	106,000
Fair Value of Plan Assets	-
Surplus/(Deficit)	(106,000)
Experience Adjustment on Plan Liabilities: (Gain)/Loss	-*
Experience Adjustment on Plan Assets: Gain/(Loss)	NA

\* Being the first actuarial valuation

##### Principle actuarial assumptions at the balance sheet date:

Particulars	As at 31 March 2018	As at 31 March 2017
Discount rate	7.3%	-
Salary escalation	7.00%	-
Employee attrition rate range	13.00%-25.00%	-

### 2.24 Auditors' remuneration

Particulars	As at 31 March 2018	As at 31 March 2017
For statutory audit and limited review	64,512	20,647
For other services	-	-
For reimbursement of expenses	-	-
<b>Total</b>	<b>64,512</b>	<b>20,647</b>

### 2.25 Contingent liabilities and capital commitments

#### Contingent liabilities

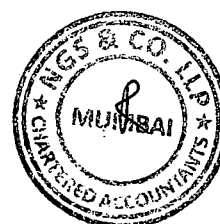
The Company has no contingent liabilities (Previous year: Nil) as at the balance sheet date.

#### Capital commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for – Rs. 92,160 (net of advances) (Previous year : Nil)

### 2.26 Encumbrances on fixed deposits held by the Company

Fixed deposit aggregating to Rs. 39,026,460 (Previous year: Nil) have been placed with exchange for meeting margin requirements.



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements (Continued) for the year ended 31 March 2018

(Currency: Indian rupees)

### 2.27 Details of dues to Micro, Small and Medium enterprises

Trade Payables includes 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 period to "Suppliers" registered under this Act. The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said Act.

### 2.28 Cost sharing

Edelweiss Financial Services Limited, being the holding company along with fellow subsidiaries incurs expenditure like Group mediclaim, insurance, rent, electricity charges etc. which is for the common benefit of itself and its certain subsidiaries, fellow subsidiaries including the Company. This cost so expended is reimbursed by the Company on the basis of number of employees, actual identifications etc. Accordingly, and as identified by the management, the expenditure heads in note 2.27 include reimbursements paid based on the management's best estimate.

### 2.29 Disclosure 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 31 March 2017:

As at 31 March 2018: Not applicable

As at 31 March 2017:

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016*	-	-	-
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-
* Since the entity was incorporated on 23 December 2016, there is no balance/ transactions related to specified bank notes.			



# Edelweiss Securities (IFSC) Limited

## Notes to the financial statements *(Continued)* for the year ended 31 March 2018

(Currency: Indian rupees)

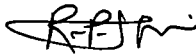
### 2.31 Prior period comparative

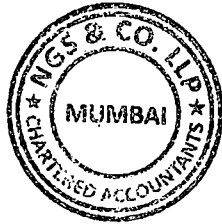
The Company was incorporated on 23 December 2016 and hence previous year's figures have been reported for the period from 23 December 2016 to 31 March 2017.

As per our report of even date attached.

For NGS & Co. LLP  
Chartered Accountants  
Firm's Registration No. 119850W

For and on behalf of the Board of Directors

  
R. P. Soni  
Partner  
Membership No. 104796



  
Udit Sureka  
Director  
DIN : 02190342

  
Jyoti Rai  
Director  
DIN : 07091343

Mumbai  
23 April 2018

23 April 2018