

Edelweiss Holdings Limited

Financial Statements

for the period from 8 December 2015 to 31 March 2016

Edelweiss Holdings Limited

Financial statements together with Independent Auditor's report
for the period from 8 December 2015 to 31 March 2016

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Edelweiss Holdings Limited

Balance Sheet

(Currency: Indian rupees)

	Note	As at 31 March 2016
EQUITY AND LIABILITIES		
Shareholders' funds		
(a) Share capital	2.1	150,000,000
(b) Reserves and surplus	2.2	(1,110,157)
		<u>148,889,843</u>
Current liabilities		
(a) Trade payables	2.3	200,000
(b) Short-term provisions	2.4	117,600
		<u>317,600</u>
TOTAL		<u><u>149,207,443</u></u>
ASSETS		
Non-current assets		
(a) Deferred tax assets	2.5	614,045
		<u>614,045</u>
Current assets		
(a) Cash and bank balances	2.6	147,516,000
(b) Other current assets	2.7	1,077,398
		<u>148,593,398</u>
TOTAL		<u><u>149,207,443</u></u>

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

Membership No.: 109503

For and on behalf of the Board of Directors



Venkat Ramaswamy

Director

DIN: 00008509



Himanshu Kaji

Director

DIN: 00009438



S Ranganathan

Chief Financial Officer



B Renganathan

Company Secretary

Mumbai
12 May 2016

Mumbai
12 May 2016

Edelweiss Holdings Limited

Statement of Profit and Loss

(Currency: Indian rupees)

For the period from
8 December 2015 to
31 March 2016

	Note	
Revenue from operations		
Interest income		1,077,398
Total revenue		<u>1,077,398</u>
Expenses		
Other expenses	2.8	2,684,000
Total expenses		<u>2,684,000</u>
Loss before tax for the period		(1,606,602)
Tax expense:		
(1) Income tax		117,600
(2) Deferred tax		(614,045)
Loss for the period		<u><u>(1,110,157)</u></u>
Earnings per equity share (Rs.) :		
Basic & diluted earnings per share (Face value of Rs.10 each)	2.9	(0.14)
Significant accounting policies and notes to financial statements	1 & 2	

As per our report of even date attached.

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For and on behalf of the Board of Directors

Ashwin Suvarna

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Venkat Ramaswamy

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Director

DIN: 00009438



S Ranganathan

Chief Financial Officer



B Renganathan

Company Secretary

Mumbai

12 May 2016

Mumbai

12 May 2016

Edelweiss Holdings Limited

Cash Flow Statement

(Currency : Indian rupees)

For the period from
8 December 2015 to
31 March 2016

A Cash flow from operating activities

Loss before tax	(1,606,602)
Adjustments for working capital changes	
Increase in other current assets	(1,077,398)
Increase in liabilities and provisions	200,000
Net cash used in operating activities - A	(2,484,000)

B Cash flow from investing activities - B

-

C Cash flow from financing activities

Proceeds from issue of share capital	150,000,000
Cash generated from financing activities - C	150,000,000
Net increase in cash and cash equivalents (A+B+C)	147,516,000

Cash and cash equivalent as at the beginning of the period

-

Cash and cash equivalent as at the end of the period (Refer note 2.6)

147,516,000

For B S R & Associates LLP

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S Ranganathan

Chief Financial Officer



B Renganathan

Company Secretary

Mumbai
12 May 2016

Mumbai
12 May 2016

Edelweiss Holdings Limited

Notes to financial statements for the period from 8 December 2015 to 31 March 2016

1. Significant accounting policies

1.1 Basis of preparation of financial statements

The accompanying financial statements are prepared and presented in accordance with India 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.

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

1.3 Current / non-current classification

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

Assets

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, it is held primarily for the purpose of being traded, 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 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, it is held primarily for the purpose of being traded, 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.

1.4 Revenue recognition

- a. Interest income is recognised on accrual basis.

Edelweiss Holdings Limited

Notes to financial statements for the period from 8 December 2015 to 31 March 2016 (*Continued*)

1. Significant accounting policies (*Continued*)

1.5 Taxation

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

Current tax

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

Deferred tax

The deferred tax charge or benefit and the corresponding deferred tax liabilities and assets are recognised using the tax rates that have been enacted or substantially enacted as at the balance sheet date. Deferred tax assets are recognised when 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 to the extent there is a virtual certainty of realisation of these assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably/virtually certain, as the case may be, to be realised.

1.6 Earnings per share

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

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

Edelweiss Holdings Limited

Notes to financial statements for the period from 8 December 2015 to 31 March 2016 (*Continued*)

1. Significant accounting policies (*Continued*)

1.7 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 Holdings Limited

Notes to financial statements (Continued)

(Currency: Indian rupees)

As at
31 March 2016

2.1 Share capital

Authorised:

25,000,000 equity shares of Rs. 10 each

250,000,000

250,000,000

Issued, Subscribed and Paid up:

15,000,000 equity shares of Rs. 10 each

150,000,000

150,000,000

(All the above 15,000,000 equity shares of Rs. 10 each are held by Edelweiss Financial Services Limited, the holding company and its nominees).

a. Reconciliation of shares at the beginning and at the end of the year :

	No. of shares	Amount
Outstanding at the beginning of the year	-	-
Shares issued during the year	15,000,000	150,000,000
Outstanding at the end of the year	<u>15,000,000</u>	<u>150,000,000</u>

b. Terms/rights attached to equity shares:

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

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts.

The distribution will be in proportion to the number of equity shares held by the shareholders

2.2 Reserves and surplus

Deficit in statement of profit and loss

Opening balance

Add: Loss for the period

-
(1,110,157)

Closing balance in statement of profit and loss

(1,110,157)

Edelweiss Holdings Limited

Notes to financial statements (*Continued*)

(Currency: Indian rupees)

	As at 31 March 2016
2.3 Trade payables	
Total outstanding dues of micro, small and medium enterprises (Refer note 2.12)	-
Total outstanding dues other than micro, small and medium enterprises	200,000
(Includes sundry creditors and provision for expenses)	
	<u>200,000</u>
2.4 Short-term provisions	
Others	
Provision for taxation	117,600
	<u>117,600</u>
2.5 Deferred tax assets	
Others	614,045
	<u>614,045</u>

Edelweiss Holdings Limited

Notes to financial statements *(Continued)*

(Currency: Indian rupees)

As at
31 March 2016

2.6 Cash and bank balances

Cash and cash equivalents

Balances with banks

- in Current accounts

2,516,000

Other bank balances

Short term deposits with bank with maturity less than 12 months

145,000,000

147,516,000

2.7 Other current assets

Accrued interest on fixed deposits

1,077,398

1,077,398

Edelweiss Holdings Limited

Notes to financial statements *(Continued)*

(Currency: Indian rupees)

For the period from
8 December 2015 to
31 March 2016

2.8 Other expenses

Auditor's remuneration	200,000
ROC Expenses	1,985,000
Stamp duty	499,000
	<hr/>
	2,684,000
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Edelweiss Holdings Limited

Notes to financial statements for the period from 8 December 2015 to 31 March 2016 (Continued)

(Currency : Indian rupees in millions)

2.9 Earnings per share

In accordance with Accounting Standard 20 – Earnings Per Share prescribed by Companies (Accounting Standards) Rules, 2006, the computation of earnings per share is set out below:

For the period from 8 December 2015 to 31 March 2016	
a. Loss after tax (as per statement of profit and loss)	(1,110,157)
b. Calculation of weighted average number of equity shares of Rs 10/- each:	
- Number of shares outstanding at the beginning of the period	-
- Number of shares issued during the period	15,000,000
Total number of equity shares outstanding at the end of the period	15,000,000
Weighted average number of equity shares outstanding during the year (based on the date of issue of shares)	7,840,845
c. Basic and diluted earnings per share (in Rs.) {a/b}	(0.14)

2.10 Related Party transactions

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

Name of related party and relationship:	
Names of related parties by whom control is exercised	Edelweiss Financial Services Limited - Holding company

Transaction taken place during the period

Sr. No.	Nature of Transaction	Related Party Name	2015-16
Capital Account Transaction			
	Share capital invested by	Edelweiss Financial Services Limited	150,000,000

2.11 Contingent liability and Capital Commitment

The Company does not have any contingent liability and capital commitment as at balance sheet date.

Edelweiss Holdings Limited

Notes to financial statements for the period from 8 December 2015 to 31 March 2016 (*Continued*)

(Currency : Indian rupees in millions)

2.12 *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.

2.13 *First year of operation*

The Company presents its first financial statements which cover a period from the date of its incorporation till the balance sheet date and hence previous year's figures are not available for comparative presentation. The financial statements have been prepared for the period from 8 December 2015 to 31 March 2016.

As per our report of even date attached.

For B S R & Associates LLP

Chartered Accountants

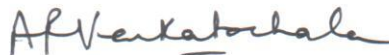
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