

INDEPENDENT AUDITOR'S REPORT

To the Members of
Indiabulls Asset Management Company Limited
Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of Indiabulls Asset Management Company Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "Financial Statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the profit and other comprehensive income, its cash flows and changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act ("SAs"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Financial Statements.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Directors' report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.



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In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 Act with respect to the preparation of these Financial Statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

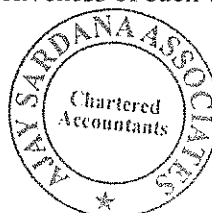
In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

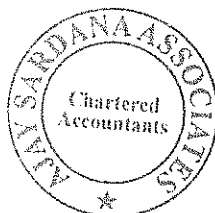
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the 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 including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
- (d) In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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 with reference to these Financial Statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- (g) In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid / provided any remuneration to its directors during the year ended March 31, 2020.
- (h) 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.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



For Ajay Sardana Associates
Chartered Accountants
Firm Registration No. 016827N

A handwritten signature in black ink, appearing to read "Rahul Mukhi".

Rahul Mukhi
Partner
Membership No.099719
Gurugram, Haryana, June 19, 2020
UDIN: 20099719AAAAAZ4857

Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Indiabulls Asset Management Company Limited for the year ended March 31, 2020

Report on the statement of matters specified in paragraphs 3 and 4 of the Order.

(i) In respect of its Fixed Assets:

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

(b) These fixed assets have been physically verified by the management at reasonable intervals in accordance with a regular programme of verification. According to the information and explanation given to us, no material discrepancies were noticed on such verification.

(c) The Company does not own immovable properties.

(ii) The Company is a service company and accordingly, it does not hold any inventories. Thus, clause 3 (ii) of the Order is not applicable to the Company.

(iii) According to information and explanations given to us, the Company has not granted loans secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Thus, clause 3 (iii) of the Order is not applicable to the Company.

(iv) In our opinion and according to the information and explanations given to us, the Company has not entered into any transactions in respect of loans, guarantees and security, covered under section 185 and 186 of the Companies Act, 2013. The Company has complied with the provisions of Section 186 of the Act, with respect to the investments made.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits as per the directives issued by Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and Rules framed there under. Thus, clause 3 (v) of the Order is not applicable to the Company.

(vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 Companies Act, 2013 to the products/services of the Company. Accordingly, the provisions of clause 3 (vi) are not applicable to the Company.

(vii) (a) In our opinion and according to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities, to the extent applicable to it. There are no arrears of outstanding statutory dues as at March 31, 2020 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, the Company did not have any dues of income tax or sales tax or goods and service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.



(viii) According to the information and explanations given to us, the Company did not have any dues in respect of loans or borrowing to a financial institution, bank or government or dues to debenture holders.

(ix) According to the information and explanations given to us, the Company has not raised moneys raised by way of public issue, follow-on offer (including debt instruments) and term loans, during the year under audit.

(x) In our opinion and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers/ employees has been noticed or reported during the year.

(xi) According to the information and explanations given to us, the Company has not paid or provided any managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013.

(xii) The Company is not a Nidhi Company. Accordingly, the provisions of clause 3 (xii) are not applicable to the Company.

(xiii) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013 to the extent applicable and the details have been disclosed in Note 38 to the Financial Statements as required by the accounting standards and Companies Act, 2013.

(xiv) According to the information and explanations given to us, the Company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review.

(xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with them.

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



For Ajay Sardana Associates
Chartered Accountants
Firm Registration No. 016827N

A handwritten signature in black ink, appearing to read "Rahul Mukhi".

Rahul Mukhi
Partner
Membership No.099719
Gurugram, Haryana, June 19, 2020
UDIN: 20099719AAAAAZ4857

Annexure B to the Independent Auditor's Report of even date on the Financial Statements of Indiabulls Asset Management Company Limited for the year ended March 31, 2020

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 Indiabulls Asset Management Company Limited ("the Company") as of March 31, 2020 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

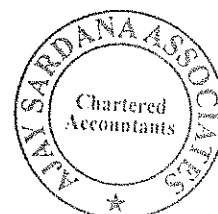
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditors' Responsibility

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

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

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



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:

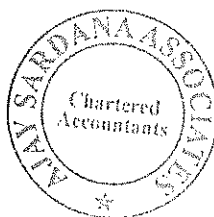
- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance 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, adequate internal financial controls over financial reporting with reference to these Financial Statements and such internal financial controls over financial reporting with reference to these Financial Statements were operating effectively as at March 31, 2020, 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 Ajay Sardana Associates
Chartered Accountants
Firm Registration No. 016827N

A handwritten signature in black ink, appearing to read "Rabul Mukhi".

Rabul Mukhi
Partner

Membership No.099719
Gurugram, Haryana, June 19, 2020
UDIN: 20099719AAAAAZ4857

Indiabulls Asset Management Company Limited
Balance Sheet as at March 31, 2020

All amounts in Rs. Lacs, unless otherwise stated

| | Note No. | As at March 31, 2020 | As at March 31, 2019 |
|---|----------|-------------------------|-------------------------|
| ASSETS | | | |
| (1) Financial Assets | | | |
| (a) Cash and cash equivalents | 3 | 9.87 | 347.14 |
| (b) Receivables | | | |
| Trade Receivables | 4 | 2,341.47 | 2,349.51 |
| (c) Loans | 5 | 30.00 | 30.00 |
| (d) Investments | 6 | 15,198.94 | 12,889.93 |
| (e) Other financial assets | 7 | 156.19 | - |
| (2) Non-financial Assets | | | |
| (a) Current tax assets (Net) | 8 | 426.31 | 391.92 |
| (b) Deferred tax assets (Net) | 9 | 85.31 | 17.46 |
| (c) Property, Plant and Equipment | 10 | 127.32 | 87.71 |
| (d) Other Intangible assets | 11 | 252.53 | 219.91 |
| (e) Other non-financial assets | 12 | 1,662.57 | 1,978.12 |
| Total Assets | | 20,290.51 | 18,311.70 |
| LIABILITIES AND EQUITY | | | |
| (3) LIABILITIES | | | |
| (i) Financial Liabilities | | | |
| Trade payables | 13 | - | - |
| (i) total outstanding dues of micro enterprises and small enterprises | | - | - |
| (ii) total outstanding dues of creditors other than micro enterprises and small enterprises | | 13.04 | 71.86 |
| (ii) Non-Financial Liabilities | | | |
| (a) Provisions | 14 | 142.08 | 136.22 |
| (b) Other non-financial liabilities | 15 | 151.66 | 552.53 |
| (c) Current tax liabilities (Net) | 16 | 322.06 | - |
| (4) EQUITY | | | |
| (a) Equity Share capital | 17 | 17,000.00 | 17,000.00 |
| (b) Other Equity | 18 | 2,661.67 | 551.09 |
| Total Liabilities and Equity | | 20,290.51 | 18,311.70 |

Summary of significant accounting policies

2

The accompanying notes are an integral part of the financial statements

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

For Ajay Sardana Associates
Chartered Accountants
Firm Registration No.016827N

For and on behalf of the Board of Directors of
Indiabulls Asset Management Company Limited

Rahul Mukhi
Partner
Membership No. 099719
Gurugram, Haryana, June 19, 2020



Veekesh Suresh Gandhi
Wholtime Director
DIN : 07160750
Mumbai/ June 19, 2020

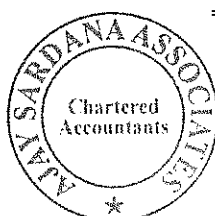
Preetinder Virk
Director
DIN : 02398827

Ritu Kaushik
Company Secretary
Mumbai/ June 19, 2020

Satish Virmani
Chief Financial Officer

Indiabulls Asset Management Company Limited
Statement of Profit and Loss for the year ended March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

| Particulars | Note No. | For the year ended March 31,2020 | For the year ended March 31,2019 |
|--|----------|-------------------------------------|-------------------------------------|
| I Revenue from operations | | | |
| (i) Fees and commission Income | 19 | 4,744.30 | 3,792.49 |
| (ii) Net gain on fair value changes | 20 | 1,396.76 | 729.10 |
| Total Revenue from operations (a+b) | | 6,141.06 | 4,521.59 |
| II Other Income | 21 | 338.78 | 260.32 |
| III Total Income (I+II) | | 6,479.84 | 4,781.91 |
| IV Expenses | | | |
| (i) Finance Costs | 22 | 0.10 | 0.16 |
| (ii) Net loss on fair value changes | 23 | 278.60 | - |
| (ii) Employee Benefits Expenses | 24 | 1,808.33 | 1,947.40 |
| (iii) Depreciation, amortization and impairment | | 115.48 | 57.15 |
| (iv) Other expenses | 25 | 1,479.21 | 2,355.11 |
| Total Expenses (IV) | | 3,681.72 | 4,359.82 |
| V Profit / (Loss) before exceptional items and tax (III-IV) | | 2,798.12 | 422.09 |
| VI Exceptional Items | | - | - |
| VII Profit/(loss) before tax (V-VI) | | 2,798.12 | 422.09 |
| VIII Tax Expense: | | | |
| (1) Current Tax | | 771.12 | 95.10 |
| (2) MAT Credit Entitlement | | - | (53.39) |
| Net Current tax | | 771.12 | 41.71 |
| (3) Deferred Tax (credit)/expenses | | (71.45) | 75.27 |
| Income tax expense | | 699.67 | 116.98 |
| IX Profit/(loss) for the year (VII-VIII) | | 2,098.45 | 305.11 |
| X Other Comprehensive Income | | | |
| (A) Items that will not be reclassified to profit or loss | | | |
| Re-measurement gains/(losses) on defined benefit plans | | 10.82 | 26.57 |
| Income tax relating to items that will not be reclassified to profit or loss | | (2.72) | (7.39) |
| Subtotal (A) | | 8.10 | 19.18 |
| (B) Items that will be reclassified to profit or loss | | - | - |
| Change in fair value of equity instrument carried at fair value through other comprehensive income | | 4.91 | 4.23 |
| Income tax relating to items that will be reclassified to profit or loss | | (0.88) | (1.18) |
| Subtotal (B) | | 4.03 | 3.05 |
| Other Comprehensive Income (A+B) | | 12.13 | 22.23 |
| XI Total Comprehensive Income for the year | | 2,110.58 | 327.34 |



Indiabulls Asset Management Company Limited
Statement of Profit and Loss for the year ended March 31, 2020 (continued)

| | | | |
|---------------------------------|----|------|------|
| XII Earnings per equity share : | 39 | | |
| (1) Basic (in INR) | | 1.23 | 0.18 |
| (2) Diluted (in INR) | | 1.23 | 0.18 |

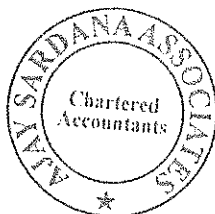
Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statements
This is the Statement of Profit and Loss referred to in our report of even date

For Ajay Sardana Associates
Chartered Accountants
Firm Registration No.016827N



Rahul Mukhi
Partner
Membership No. 099719
Gurugram, Haryana, June 19, 2020



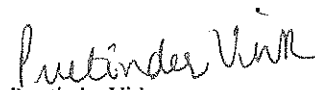
For and on behalf of the Board of Directors of
Indiabulls Asset Management Company Limited



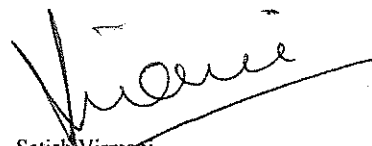
Veekesh Suresh Gandhi
Whole time Director
DIN : 07160750
Mumbai/ , June 19, 2020



Ritu Kaushik
Company Secretary
Mumbai. , June 19, 2020



Preetinder Virk
Director
DIN : 02398827



Satish Virmani
Chief Financial Officer

Indiabulls Asset Management Company Limited
Statement of Cash flows for the year ended March 31,2020
All amounts in Rs. Lacs, unless otherwise stated

| | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|--|--------------------------------------|--------------------------------------|
| A Cash flow from operating activities : | | |
| Net Profit/ (loss) before tax | 2,798.12 | 422.09 |
| Adjustments for: | | |
| Realised gain on financial instruments though profit or loss | (1,396.76) | (449.56) |
| Unrealised Gain on Units of Mutual Funds | - | (279.54) |
| Balance written back | - | (2.40) |
| Interest on real estate fund/bonds | (328.80) | (224.38) |
| Unrealised loss on financial instruments though profit or loss | 278.60 | - |
| Provision for gratuity | 38.96 | 37.34 |
| Provision for compensated absences | (5.24) | (1.00) |
| Depreciation and amortization expense | 115.48 | 57.15 |
| Operating Profit/(Loss) before working capital changes | 1,500.36 | (440.30) |
| Changes in working capital: | | |
| Trade Receivables | 8.04 | 162.82 |
| Other non-financial assets | 315.55 | 540.81 |
| Trade payables | (58.82) | (87.12) |
| Other financial liabilities | - | (13.16) |
| Provisions | (17.04) | (12.24) |
| Other non-financial liabilities | (400.87) | 113.24 |
| Cash used in operations | 1,347.22 | 264.05 |
| Direct taxes paid | (483.45) | (230.36) |
| Net cash generated from/(used in) operating activities | 863.77 | 33.69 |
| B Cash flow from investing activities | | |
| (Purchase)/Sale of fixed assets-net | (187.71) | (262.98) |
| Interest received on real estate fund | 172.61 | 224.38 |
| Sale/ (Purchase) of Investments (net) | (1,185.94) | 337.07 |
| Net cash generated from/(used in) investing activities | (1,201.04) | 298.47 |
| C Cash flow from financing activities | | |
| Net cash generated from/(used in) financing activities | - | - |
| D Net increase / (decrease) in cash and cash equivalents (A+B+C) | (337.27) | 332.16 |
| E Cash and cash equivalents at the beginning of the year | 347.14 | 14.98 |
| F Cash and cash equivalents at the close of the year (D + E) [Refer Note: 3] | 9.87 | 347.14 |

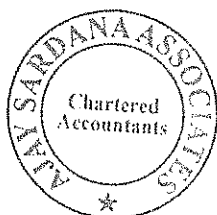
Summary of significant accounting policies [Refer Note: 2]

The accompanying notes are an integral part of the financial statements

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

For Ajay Sardana Associates
Chartered Accountants
Firm Registration No.016827N

Rahul Mukhi
Partner
Membership No. 099719
Gurugram, Haryana, June 19, 2020



For and on behalf of the Board of Directors of
Indiabulls Asset Management Company Limited

Veekesh Suresh Gandhi
Whole time Director
DIN : 07160750
Mumbai, June 19, 2020

Ritu Kaushik
Company Secretary
Mumbai, June 19, 2020

Preetinder Virk
Director
DIN : 02398827

Satish Virmani
Chief Financial Officer

Indiabulls Asset Management company Limited
Statement of Changes in Equity for the year ended on March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

A. Equity Share Capital

| Opening balance as at April 01, 2018 | Changes in equity share capital during the year | Balance as at March 31, 2019 | Changes in equity share capital during the year | Balance as at March 31, 2020 |
|--------------------------------------|---|------------------------------|---|------------------------------|
| 17,000.00 | - | 17,000.00 | - | 17,000.00 |

B. Other Equity

| Description | Reserves and Surplus | Items of other comprehensive income | Total |
|--|----------------------|-------------------------------------|----------|
| | Retained earnings | | |
| Balance as at April 01, 2018 | 217.03 | 6.72 | 223.75 |
| Profit for the year | 305.11 | 19.18 | 324.29 |
| Remeasurements of the defined benefit plans through Other Comprehensive Income | 19.18 | (19.18) | - |
| Change in fair value of equity instrument carried at fair value through other comprehensive income | - | 3.05 | 3.05 |
| Balance as at March 31, 2019 | 541.32 | 9.77 | 551.09 |
| Profit for the year | 2,098.45 | 8.10 | 2,106.55 |
| Remeasurements of the defined benefit plans through Other Comprehensive Income | 8.10 | (8.10) | - |
| Change in fair value of equity instrument carried at fair value through other comprehensive income | - | 4.03 | 4.03 |
| Balance as at March 31, 2020 | 2,647.87 | 13.80 | 2,661.67 |

Summary of significant accounting policies (Refer Note 2)

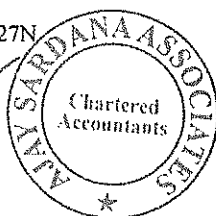
The accompanying notes are an integral part of the financial statements

This is the Statement of Changes in Equity as referred to in our report of even date

For Ajay Sardana Associates
Chartered Accountants
Firm Registration No.016827N

For and on behalf of the Board of Directors of
Indiabulls Asset Management Company Limited

Rahul Mukhi
Partner
Membership No. 099719
Gurugram, Haryana, June 19, 2020



Veekesh Suresh Gandhi
Whole time Director
DIN : 07160750
Mumbai/ , June 19, 2020

Ritu Kaushik
Company Secretary
Mumbai/ , June 19, 2020

Preetinder Virk
Preetinder Virk
Director
DIN : 02398827

Satish Virmani
Chief Financial Officer

Indiabulls Asset Management Company Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

Note - 1

Corporate information:

Indiabulls Asset Management Company Limited ("the Company") was incorporated on April 10, 2008 vide registration No.U65991DL2008PLC176627 as a wholly owned subsidiary of Indiabulls Housing Finance Limited (IHFL).

The Company's principal activity is to act as an investment manager to Indiabulls Mutual Fund ("the Fund"). The Company is registered with Securities and Exchange Board of India ("SEBI") under SEBI (Mutual Fund) Regulations, 1996. The Company manages the investment portfolio of the Fund and provides various administrative services to the Fund and Trustee Company as laid down in the Investment Management Agreement dated November 07, 2008 and amended from time to time.

Note - 2

Summary of significant accounting policies:

i) General information and statement of compliance with Ind AS:

These financial statements ("financial statements") of the Company have been prepared in accordance with the Indian Accounting Standards as notified under section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standards) Rules 2015 (by Ministry of Corporate Affairs ("MCA")). The Company has uniformly applied the accounting policies during the periods presented.

The financial statements for the year ended 31 March 2020 were authorized and approved for issue by the Board of Directors on June 19, 2020.

ii) Basis of preparation:

These financial statements have been prepared in Indian Rupee which is the functional currency of the Company. These financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair value or amortized cost at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The statement of cash flows have been prepared under indirect method.

iii) Use of estimates and judgements:

In preparing these Ind AS financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Estimation of uncertainties relative to the global health pandemic from COVID-19 (COVID-19):

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on its business operations and financial position, based on its review of current indicators of future economic conditions. The impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the impact may be different from that estimated as at the date of approval of these financial statements. The Company will continue to monitor any material changes to future economic conditions.

iv) Revenue recognition:

The Company recognises revenue from contracts with customers based on a five step model as set out in Ind AS 115. Revenue from Contracts with Customers, to determine when to recognize revenue and at what amount. Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognised when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, rebates, scheme allowances, price concessions, incentives, and returns, if any, as specified in the contracts with the customers. Revenue excludes taxes collected from customers on behalf of the government. Accruals for discounts/incentives and returns are estimated (using the most likely method) based on accumulated experience and underlying schemes and agreements with customers.

The Company principally generates revenue by providing asset management services to Indiabulls Mutual fund. The Company receives investment management fees from the mutual fund which is charged as a percent of the Assets Under Management (AUM) and is recognised on accrual basis. The maximum amount of management fee that can be charged is subject to applicable regulations. The contract includes a single performance obligation (series of distinct services) that is satisfied over time and the investment management fees earned are considered as variable consideration.

The Company provides portfolio management services and advisory services to its clients wherein a separate agreement is entered into with each client. The Company earns management fees which is generally charged as a percent of the Assets Under Management (AUM) and is recognised on accrual basis. The Company, in certain instances also has a right to charge performance fee to the clients if the portfolio achieves a particular level of performance as mentioned in the agreement with the client, to the extent permissible under applicable regulations. Generally, no upfront fee is charged to the clients. The contracts include a single performance obligation (series of distinct services) that is satisfied over time and the management fees and / or the performance fees earned are considered as variable consideration.

Dividend income is recorded when the right to receive payment is established. Interest income is recognised using the effective interest method.

v) Scheme expenses & commission

Expenses incurred on behalf of schemes of Indiabulls Mutual Fund are recognised in the statement of profit and loss under Fee and Commission, Marketing, advertisement and publicity and scheme expenses unless considered recoverable from the schemes in accordance with the provisions of SEBI (Mutual Fund) Regulations, 1996. Expenses directly incurred for the schemes of Indiabulls Mutual Fund are charged to the statement of profit and loss under respective heads. New Fund Offer (NFO) expenses on the launch of schemes are borne by the Company and recognised in the Statement of Profit and Loss as and when incurred.



The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

(a) Right-of-use Assets (ROU Assets)

The Company recognizes right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

(b) Lease Liabilities

At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognized as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs. In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset. Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

c) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

Company as a lessor

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized over the lease term on the same basis as rental income. Contingent rents are recognized as revenue in the period in which they are earned.

vii) Cost recognition:

Costs and expenses are recognised when incurred and have been classified according to their nature.

viii) Foreign currency:

Foreign currency transactions are recorded at exchange rates prevailing on the date of the transaction. Foreign currency denominated monetary assets and liabilities are retranslated at the exchange rate prevailing on the balance sheet date and exchange gains and losses arising on settlement and restatement are recognised in the statement of profit and loss. Non-monetary assets and liabilities that are measured in terms of historical cost in foreign currencies are not retranslated.

ix) Income taxes:

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

Deferred income taxes

Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, to the extent it would be available for set off against future current income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realised.



x) Provisions and contingent liabilities

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognised nor disclosed in the financial statements.

xi) Financial instruments:

(a) Financial assets

Initial Recognition and Measurement

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset.

Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

Subsequent Measurement

Financial Assets measured at amortized cost: Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial Assets measured at Fair value through other comprehensive income: Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

The Company has made an irrevocable election to present subsequent changes in the fair value of equity investments not held for trading in other comprehensive income.

Financial Assets measures at Fair value through profit or loss: Financial assets are measured at fair value through profit or loss unless they are measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in statement of profit and loss.

Equity instruments

An equity instrument is a contract that evidences residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received net of direct issue cost.

Impairment of Financial Asset

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. In determining the allowances for doubtful trade receivables, the Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and allowance rates used in the provision matrix. For all other financial assets, expected credit losses are measured at an amount equal to the 12-months expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

Derecognition

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

(b) Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at amortized cost

After initial measurement, such financial liabilities are subsequently measured at amortized cost using the EIR method. Gains and losses are in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in the profit or loss. This category generally applies to trade payables and other contractual liabilities.

Financial liabilities at fair value through profit or loss

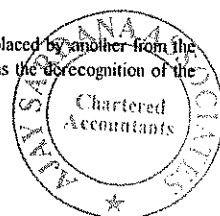
Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind-AS 109.

Gains or losses on liabilities held for trading are recognized in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/losses attributable to changes in own credit risk are recognized in OCI. These gains/losses are not subsequently transferred to profit and loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.



xii) Investment in subsidiaries:

Investment in subsidiaries are measured at cost less impairment loss, if any.

xiii) Property, plant and equipment:

Property, plant and equipment are stated at cost comprising of purchase price and any initial directly attributable cost of bringing the asset to its working condition for its intended use, less accumulated depreciation (other than freehold land) and impairment loss, if any.

Depreciation is provided for property, plant and equipment on a straight line basis so as to expense the cost less residual value over their estimated useful lives based on a technical evaluation. The estimated useful lives and residual value are reviewed at the end of each reporting period, with the effect of any change in estimate accounted for on a prospective basis.

The estimated useful lives are as mentioned below:

| Type of asset | Useful lives |
|------------------------|--------------|
| Vehicle | 5 years |
| Furniture and fixtures | 10 years |
| Computer | 3 years |
| Office Equipment | 5 years |
| Leasehold Improvements | 10 years |

Assets held under finance lease are depreciated over the shorter of the lease term and their useful lives.

Depreciation is not recorded on capital work-in-progress until construction and installation is complete and the asset is ready for its intended use.

xiv) Intangible assets:

Intangible assets purchased are measured at cost as of the date of acquisition, as applicable, less accumulated amortisation and accumulated impairment, if any.

Intangible assets consist of rights under licensing agreement and software licences which are amortised over license period which equates the useful life ranging between 2-5 years on a straight line basis over the period of its economic useful life.

xv) Impairment of Non-financial assets

Tangible and intangible assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

xvi) Employee benefits:

(i) Defined benefit plans

For defined benefit plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling and the return on plan assets (excluding interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Past service cost, both vested and unvested, is recognised as an expense at the earlier of (a) when the plan amendment or curtailment occurs; and (b) when the entity recognises related restructuring costs or termination benefits.

The retirement benefit obligations recognised in the balance sheet represents the present value of the defined benefit obligations reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in future contributions to the scheme.

(ii) Defined contribution plans

Contributions to defined contribution plans are recognised as expense when employees have rendered services entitling them to such benefits.

(iii) Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(iv) Compensated absences

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

xvii) Earnings per share:

Basic earnings per share is computed by dividing profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive securities in any of the years presented.

xviii) Segment reporting:

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive management in deciding how to allocate resources and in assessing performance.

xix) Recent accounting pronouncements:

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2020.

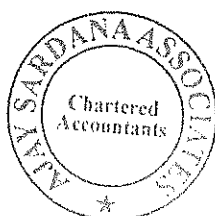


Indiabulls Asset Management Company Limited**Summary of significant accounting policies and other explanatory information as at March 31, 2020***All amounts in Rs. Lacs, unless otherwise stated*

| | As at March 31, 2020 | As at March 31, 2019 |
|----------------------------------|-------------------------|-------------------------|
| Note:3 | | |
| Cash and cash equivalents | | |
| i) Cash on hand | 0.05 | 0.07 |
| ii) Balances with Banks : | | |
| In Current accounts | 9.82 | 347.07 |
| As per Balance Sheet | 9.87 | 347.14 |

| | As at March 31, 2020 | As at March 31, 2019 |
|------------------------------|-------------------------|-------------------------|
| Note:4 | | |
| Trade Receivables | | |
| - Unsecured, considered good | 2,341.47 | 2,349.51 |
| As per Balance Sheet | 2,341.47 | 2,349.51 |

| | As at March 31, 2020 | As at March 31, 2019 |
|----------------------------------|-------------------------|-------------------------|
| Note:5 | | |
| Loans (at amortised cost) | | |
| Security Deposit | 30.00 | 30.00 |
| As per Balance Sheet | 30.00 | 30.00 |

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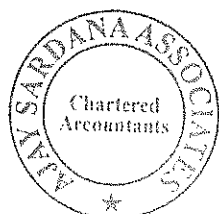
Indiabulls Asset Management Company Limited

Summary of significant accounting policies and other explanatory information as at March 31, 2020

All amounts in Rs. Lacs, unless otherwise stated

| | As at March 31, 2020 | As at March 31, 2019 |
|--|-------------------------|-------------------------|
| Note:6 | | |
| Investments | | |
| A. At fair value through other comprehensive income: | | |
| Investments in equity instruments (unquoted) | | |
| MF Utilities India Private Limited | 23.45 | 18.54 |
| (500,000 (Previous year: 500,000) equity shares of face value of Rs. 1 each) | | |
| B. At fair value through statement of profit and loss : | | |
| 1. Investment in units of Mutual Funds (unquoted) | | |
| a) Indiabulls Blue Chip Fund Direct Growth | 7.87 | 10.17 |
| [No. of units 43,624.161 (Previous year : 43,624.161) NAV Rs. 18.0400 (Previous year Rs. 23.3100) per unit] | | |
| b) Indiabulls Arbitrage Fund Direct Growth | 26.75 | 25.05 |
| [No. of units 185,857.496 (Previous year : 185,857.496) NAV Rs. 14.3921 (Previous year Rs. 13.4805) per unit] | | |
| c) Indiabulls Banking & PSU Debt Fund - Direct Plan - Growth | 372.66 | - |
| [No. of units 432,739.763 (Previous year : Nil) NAV Rs. 1,043.5083 (Previous year Rs. Nil) per unit] | | |
| d) Indiabulls Overnight Fund - Direct Plan - Growth | 5,152.02 | - |
| [No. of units 497,002.879 (Previous year : Nil) NAV Rs. 1,036.6180 (Previous year Rs. Nil) per unit] | | |
| e) Indiabulls Value Fund - Direct Plan - Growth | 19.30 | - |
| [No. of units 202,017.191 (Previous year : Nil) NAV Rs. 9.5537 (Previous year Rs. Nil) per unit] | | |
| f) Indiabulls Value Discovery Fund Direct Growth | - | 25.71 |
| [No. of units Nil (Previous year : 202,017.191) NAV Rs. Nil (March 31, 2018: Rs. 12.7242) per unit] | | |
| g) Indiabulls Dynamic Bond Fund Direct Plan Growth | 562.27 | 516.85 |
| [No. of units 50,000.000 (Previous year: 50,000.000) NAV Rs. 1,124.5332 per unit (Previous year: Rs. 1,033.7047)] | | |
| h) Indiabulls Savings Income Fund Direct Growth (Formerly Indiabulls Monthly Income Plan Direct Growth) | 394.65 | 208.70 |
| [No. of units 2,753,904.379 (Previous year: 1,479,208.244) NAV Rs. 14.3306 (Previous year : Rs. 14.1090) per unit] | | |
| i) Indiabulls Savings Fund Direct Plan Growth | 158.38 | 52.15 |
| [No. of units 14,191.142 (Previous year: 4,997.068) ,NAV Rs. 1,116.0449 per unit (Previous year: Rs. 1,043.5343)] | | |
| j) Indiabulls Equity Hybrid Fund Direct Growth Plan | 44.76 | 52.72 |
| [No. of units 498,539.280 (Previous year: 498,539.280) NAV Rs. 8.9782 per unit (Previous year: Rs. 10.5758)] | | |
| k) Indiabulls Ultra Short Term Fund-Direct Plan Growth | 167.31 | 4,560.90 |
| [No. of units 8,337.833 (Previous year: 244,393.239) NAV Rs. 2,006.6183 (Previous year Rs. 1,866.2120)] | | |

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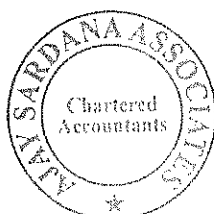


Indiabulls Asset Management Company Limited
Summary of significant accounting policies and other explanatory information as at March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

| | As at March 31, 2020 | As at March 31, 2019 |
|---|---------------------------------|---------------------------------|
| Note:6 | | |
| Investments (continued) | | |
| B. At fair value through statement of profit and loss : | | |
| 1. Investment in units of Mutual Funds (unquoted) | | |
| l) Indiabulls Liquid Fund - Direct- Growth [No. of units 15,284.760 (Previous year : 68,730.410) NAV Rs. 1,939.3445 (Previous year Rs. 1,825.3771) per unit] | 70.63 | 1,254.59 |
| m) Indiabulls Income Fund - Direct - Growth [No. of units 353,089.533 (Previous year : 3,629,252.250) NAV Rs. 17.7183 (Previous year Rs. 16.3523) per unit] | 62.56 | 593.45 |
| n) Indiabulls Short Term Fund - Direct-Growth [No. of units 4259.119 (Previous year : 245,711.706) NAV Rs. 1738.9778 (Previous year Rs. 1651.8064) per unit] | 74.07 | 4,058.68 |
| o) Indiabulls Tax Savings Fund Direct Growth [No. of units 2,000,000.000 (Previous year: 2,000,000.000) NAV Rs. 7.5900 (Previous year Rs. 9.7300) per unit] | 151.80 | 194.60 |
| 2. Investment in units of Mutual Funds (quoted) | | |
| Indiabulls Nifty50 Exchange Traded Fund - Growth Plan [No. of units 340,290.000 (Previous year : Nil) NAV Rs. 87.5727 (Previous year Rs. Nil) per unit] | 298.00 | - |
| 3. Investment in Alternative Investment Funds (unquoted) | | |
| a) Indiabulls Real Estate Fund Category II AIF | 691.47 | 1,216.00 |
| b) Indiabulls High Yield Fund | 108.62 | 101.82 |
| c) Indiabulls Dual Advantage Real Asset Fund | 2,004.05 | - |
| 4. Investment in Bonds (quoted) | | |
| Indiabulls Consumer Finance Limited - IBCFL ZCB Series -I FV 1000 10OCT20 [No. of units 450,000.000 (Previous year: Nil) NAV Rs. 1,068.516 (Previous year Rs. Nil) per unit] | 4,808.32 | - |
| As per Balance Sheet | 15,198.94 | 12,889.93 |
| Aggregate value of quoted and unquoted investments is as follows: | | |
| Aggregate value of quoted investments | 5,106.32 | - |
| Aggregate value of unquoted investments | 10,092.62 | 12,889.93 |
| Investments outside India | - | - |
| Investments in India | 15,198.94 | 12,889.93 |
| | As at March 31, 2020 | As at March 31, 2019 |

Note:7
Other financial assets

| | | |
|-----------------------------|---------------|----------|
| Interest accrued on Bonds | 156.19 | - |
| As per Balance Sheet | 156.19 | - |



Indiabulls Asset Management Company Limited
Summary of significant accounting policies and other explanatory information as at March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

| | As at March 31, 2020 | As at March 31, 2019 |
|---|-------------------------|-------------------------|
| Note:8 | | |
| Current tax assets (Net) | | |
| Tax Deducted at Source | 426.31 | 391.92 |
| [Net of provision for taxation Rs. 505.45 lacs (Previous year Rs. 505.45 lacs)] | | |

As per Balance Sheet
426.31
391.92

| | As at March 31, 2020 | As at March 31, 2019 |
|---|-------------------------|-------------------------|
| Note:9 | | |
| Deferred tax assets (Net) | | |
| Deferred tax assets: | | |
| Arising on account of temporary differences due to: | | |
| Disallowance under Section 40A(7) of the Income Tax Act, 1961 | 24.62 | 24.09 |
| Disallowance under Section 43B of the Income Tax Act, 1961 | 11.14 | 13.80 |
| Fair valuation of financial instruments | 5.29 | - |
| | 41.05 | 37.89 |
| Deferred tax liabilities: | | |
| Arising on account of temporary differences due to: | | |
| Property, plant and equipment | 9.13 | 3.53 |
| Fair valuation of financial instruments | - | 70.29 |
| | 9.13 | 73.82 |
| MAT credit entitlement | 53.39 | 53.39 |
| As per Balance Sheet | 85.31 | 17.46 |

Movement in deferred tax balances
March 31, 2020

| Particulars | Balance as on April 01, 2019 | Recognized in Profit and loss | Recognized in Other comprehensive income | Balance as on March 31, 2020 |
|---|---------------------------------|----------------------------------|---|---------------------------------|
| Disallowance under Section 40A(7) of the Income Tax Act, 1961 | 24.09 | (3.25) | (2.72) | 24.62 |
| Disallowance under Section 43B of the Income Tax Act, 1961 | 13.80 | 2.66 | | 11.14 |
| Property, plant and equipment and Other Intangible assets | (3.53) | 5.60 | | (9.13) |
| Fair valuation of financial instruments | (70.29) | (76.46) | (0.88) | 5.29 |
| MAT credit entitlement | 53.39 | - | | 53.39 |
| Total | 17.46 | (71.45) | (3.60) | 85.31 |

March 31, 2019

| Particulars | Balance as on April 01, 2018 | Recognized in Profit and loss | Recognized in Other comprehensive income | Balance as on March 31, 2019 |
|---|---------------------------------|----------------------------------|---|---------------------------------|
| Disallowance under Section 40A(7) of the Income Tax Act, 1961 | 24.50 | (6.98) | (7.39) | 24.09 |
| Disallowance under Section 43B of the Income Tax Act, 1961 | 14.08 | 0.28 | | 13.80 |
| Property, plant and equipment and Other Intangible assets | 0.68 | 4.21 | | (3.53) |
| Fair valuation of financial instruments | 8.65 | 77.76 | (1.18) | (70.29) |
| MAT credit entitlement | - | (53.39) | | 53.39 |
| Total | 47.91 | 21.88 | (8.57) | 17.46 |



Indiabulls Asset Management Company Limited

Summary of significant accounting policies and other explanatory information as at March 31, 2020

All amounts in Rs. Lacs, unless otherwise stated

Note:9

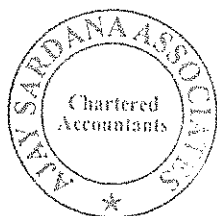
Deferred tax assets (Net) [continued]

*** Expiry date of minimum alternative tax credit**

Expiry financial year (as per Income tax Act)

| | As at March 31, 2020 | As at March 31, 2019 |
|---|---------------------------------|---------------------------------|
| 1 April 2033 - 31 March 2034 | 53.39 | 53.39 |
| Tax losses for which no deferred tax assets has been recognized: | | |
| Expiry financial year (as per Income tax Act) | | |
| Unused tax business losses | | |
| 1 April 2022 - 31 March 2023 | 373.50 | 373.50 |
| 1 April 2023 - 31 March 2024 | 89.63 | 89.63 |
| Unused tax long-term capital losses | | |
| 1 April 2022 - 31 March 2023 | 59.62 | 59.62 |

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Note:10

Property, plant and equipment

| Particulars | Leasehold improvements | Computers and printers | Furniture and fixtures | Motor vehicles | Office equipments | Total |
|---------------------------------|------------------------|------------------------|------------------------|----------------|-------------------|---------------|
| Gross Block | | | | | | |
| At April 1, 2018 | 9.21 | 38.97 | 4.99 | 63.86 | 2.96 | 119.99 |
| Additions | - | 8.67 | - | 15.27 | 1.13 | 25.07 |
| Disposals | - | - | - | - | - | - |
| At March 31, 2019 | 9.21 | 47.64 | 4.99 | 79.13 | 4.09 | 145.06 |
| Additions | - | 5.79 | 0.28 | 68.96 | 0.28 | 75.31 |
| Disposals | - | - | - | - | - | - |
| At March 31, 2020 | 9.21 | 53.43 | 5.27 | 148.09 | 4.37 | 220.37 |
| Accumulated Depreciation | | | | | | |
| At April 1, 2018 | 0.47 | 13.98 | 0.55 | 10.12 | 0.73 | 25.85 |
| Charge for the year | 0.92 | 14.23 | 0.69 | 14.80 | 0.86 | 31.50 |
| Disposals | - | - | - | - | - | - |
| At March 31, 2019 | 1.39 | 28.21 | 1.24 | 24.92 | 1.59 | 57.35 |
| Charge for the year | 0.92 | 12.75 | 0.70 | 20.40 | 0.93 | 35.70 |
| Disposals | - | - | - | - | - | - |
| At March 31, 2020 | 2.31 | 40.96 | 1.94 | 45.32 | 2.52 | 93.05 |
| Net Block | | | | | | |
| At March 31, 2019 | 7.82 | 19.43 | 3.75 | 54.21 | 2.50 | 87.71 |
| At March 31, 2020 | 6.90 | 12.47 | 3.33 | 102.77 | 1.85 | 127.32 |

Note:11

Intangible assets

| Particulars | Software | Total |
|--------------------------|---------------|---------------|
| Gross block | | |
| At April 1, 2018 | 9.04 | 9.04 |
| Additions | 237.92 | 237.92 |
| Disposals | - | - |
| At March 31, 2019 | 246.96 | 246.96 |
| Additions | 112.40 | 112.40 |
| Disposals | - | - |
| At March 31, 2020 | 359.36 | 359.36 |
| Amortization | | |
| At April 1, 2018 | 1.40 | 1.40 |
| Charge for the year | 25.65 | 25.65 |
| At March 31, 2019 | 27.05 | 27.05 |
| Charge for the year | 79.78 | 79.78 |
| At March 31, 2020 | 106.83 | 106.83 |
| Net block | | |
| At March 31, 2019 | 219.91 | 219.91 |
| At March 31, 2020 | 252.53 | 252.53 |

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Indiabulls Asset Management Company Limited
Summary of significant accounting policies and other explanatory information as at March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

| | As at March 31, 2020 | As at March 31, 2019 |
|--|-------------------------|-------------------------|
| Note:12 | | |
| Other non-financial assets | | |
| (unsecured, considered good) | | |
| (a) Capital advances | 8.65 | 8.33 |
| (b) Prepaid expenses | 1,647.52 | 1,918.45 |
| (c) Balances with government authorities | 4.31 | 25.72 |
| (d) Other non-financial assets | 2.09 | 25.62 |
| As per Balance Sheet | 1,662.57 | 1,978.12 |

| | As at March 31, 2020 | As at March 31, 2019 |
|--|-------------------------|-------------------------|
| Note:13 | | |
| Trade payables | | |
| (a) Total outstanding due to micro enterprises and small enterprises (Refer Note: 32) | - | - |
| (b) Total outstanding due to creditors other than micro enterprises and small enterprises | 13.04 | 71.86 |
| As per Balance Sheet | 13.04 | 71.86 |

| | As at March 31, 2020 | As at March 31, 2019 |
|------------------------------------|-------------------------|-------------------------|
| Note:14 | | |
| Provisions (Refer Note: 36) | | |
| Provision for Gratuity | 97.83 | 86.61 |
| Provision for Compensated Absences | 44.25 | 49.61 |
| As per Balance Sheet | 142.08 | 136.22 |

| | As at March 31, 2020 | As at March 31, 2019 |
|--|-------------------------|-------------------------|
| Note:15 | | |
| Other non-financial liabilities | | |
| Other non-financial liabilities including statutory dues and expenses payable | 151.66 | 552.53 |
| As per Balance Sheet | 151.66 | 552.53 |

| | As at March 31, 2020 | As at March 31, 2019 |
|---|-------------------------|-------------------------|
| Note:16 | | |
| Current tax liabilities (Net) | | |
| Provision for Taxation | 322.06 | - |
| [Net of tax deducted at source Rs. 449.06 lacs (Previous year Rs. Nil)] | | |
| | 322.06 | - |



Indiabulls Asset Management Company Limited
Summary of significant accounting policies and other explanatory information as at March 31, 2020

| | As at March 31, 2020 | | As at March 31, 2019 | |
|--|----------------------|------------------|----------------------|------------------|
| | No. of Shares | Amount Rs. Laacs | No. of Shares | Amount Rs. Laacs |
| Note:17 | | | | |
| Equity Share capital | | | | |
| (Refer Note 30) | | | | |
| Authorised: | | | | |
| Equity Shares of face value of Rs. 10 each | 17,00,00,000 | 17,000.00 | 17,00,00,000 | 17,000.00 |
| Issued, subscribed and paid up | | | | |
| Equity Shares of face value of Rs. 10 each fully paid up | 17,00,00,000 | 17,000.00 | 17,00,00,000 | 17,000.00 |
| As per Balance Sheet | | 17,000.00 | | 17,000.00 |

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

| Equity Shares | As at March 31, 2020 | | As at March 31, 2019 | |
|--|----------------------|------------------|----------------------|------------------|
| | No. of Shares | Amount Rs. Laacs | No. of Shares | Amount Rs. Laacs |
| Shares outstanding at beginning of the reporting year | 17,00,00,000 | 17,000.00 | 17,00,00,000 | 17,000.00 |
| Shares issued during the year | - | - | - | - |
| Shares bought back during the year | - | - | - | - |
| Shares outstanding at end of the reporting year | 17,00,00,000 | 17,000.00 | 17,00,00,000 | 17,000.00 |

b. Terms/ rights attached to equity shares:

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

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.

c. Detail of Shareholders holding 5% or more shares:

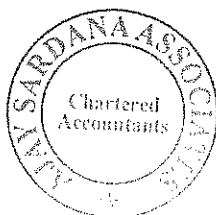
| No. of shareholders | As at March 31, 2020 | | As at March 31, 2019 | |
|---|----------------------|--------------|----------------------|--------------|
| | No. of Shares held | % of Holding | No. of Shares held | % of Holding |
| Equity Shares of face value of Rs. 10 each fully paid up | | | | |
| The entire share capital is held by Indiabulls Housing Finance Limited ("the holding Company") and its nominees | 17,00,00,000 | 100% | 17,00,00,000 | 100% |

As per records of the Company, including its register of members/shareholders, and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

d. The Company has not issued any bonus shares during the current year and five years immediately preceding current year.

e. There are no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issue. The Company has not bought back shares during the last five years.

f. Employees stock option plans: (Refer Note: 40)



Indiabulls Asset Management Company Limited
Summary of significant accounting policies and other explanatory information as at March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

Note:18
Other Equity

| Description | Reserves and Surplus | Items of other comprehensive income | Total |
|---|----------------------|-------------------------------------|-----------------|
| | Retained earnings | | |
| Balance as at April 01, 2018 | 217.03 | 6.72 | 223.75 |
| Profit for the year | 305.11 | - | 305.11 |
| Remeasurements of the defined benefit plans through Other Comprehensive Income (net of tax) | - | 19.18 | 19.18 |
| Transfer from Items of other comprehensive income to Retained earnings | 19.18 | (19.18) | - |
| Change in fair value of equity instrument carried at fair value through other comprehensive income (net of tax) | - | 3.05 | 3.05 |
| Balance as at March 31, 2019 | 541.32 | 9.77 | 551.09 |
| Profit for the year | 2,098.45 | - | 2,098.45 |
| Remeasurements of the defined benefit plans through Other Comprehensive Income (net of tax) | - | 8.10 | 8.10 |
| Transfer from Items of other comprehensive income to Retained earnings | 8.10 | (8.10) | - |
| Change in fair value of equity instrument carried at fair value through other comprehensive income (net of tax) | - | 4.03 | 4.03 |
| Balance as at March 31, 2020 | 2,647.87 | 13.80 | 2,661.67 |

(a) Retained earnings

Retained earnings are the accumulated profits earned by the Company till date, less transfer to general reserves, dividend (including dividend distribution tax) and other distributions made to the shareholders.

(b) Other reserves

Changes in the fair value of financial instruments measured at fair value through other comprehensive income and actuarial gains and losses on defined benefit plans are recognized in other comprehensive income (net of taxes), and presented within equity in other reserves.



Indiabulls Asset Management Company Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2020

All amounts in Rs. Lacs, unless otherwise stated

| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|-------------------------------------|--------------------------------------|
| Note:19 | | |
| Fees and commission income: | | |
| Management fees | 4,744.30 | 3,792.49 |
| As per Statement of Profit and Loss | 4,744.30 | 3,792.49 |

| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|-------------------------------------|--------------------------------------|
| Note:20 | | |
| Net gain on fair value changes | | |
| - On financial instruments at fair value through profit or loss on Units of Mutual Funds/Bonds | | |
| - Realised | 1,396.76 | 449.56 |
| - Unrealised | - | 279.54 |
| As per Statement of Profit and Loss | 1,396.76 | 729.10 |

| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|---|--|
| Note:21 | | |
| Other Income | | |
| Interest on Income tax Refund | 4.68 | 32.46 |
| Miscellaneous Income | 0.06 | 0.08 |
| Balance written back | - | 2.40 |
| Interest on real estate fund/bonds | 328.80 | 224.38 |
| Provision for compensated absences written back (Refer Note: 36) | 5.24 | 1.00 |
| As per Statement of Profit and Loss | 338.78 | 260.32 |
| | For the year ended March 31,2020 | For the year ended March 31, 2019 |

| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|-------------------------------------|--------------------------------------|
| Note:22 | | |
| Finance Costs | | |
| Interest on Taxes | 0.10 | 0.16 |
| As per Statement of Profit and Loss | 0.10 | 0.16 |

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Indiabulls Asset Management Company Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2020

| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|-------------------------------------|--------------------------------------|
| Note:23 | | |
| Net loss on fair value changes | | |
| - On financial instruments at fair value through profit or loss on Units of Mutual Funds | | |
| - Unrealised | 278.60 | - |
| | <u>278.60</u> | <u>-</u> |

| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|-------------------------------------|--------------------------------------|
|--|-------------------------------------|--------------------------------------|

Note:24

Employee Benefits Expenses

| | | |
|--|-----------------|-----------------|
| Salaries | 1,723.71 | 1,896.56 |
| Contribution to Provident Fund and Other Funds | 43.59 | 9.49 |
| Staff Welfare Expenses | 2.07 | 4.01 |
| Gratuity and Compensated absences (Refer Note: 36) | 38.96 | 37.34 |
| As per Statement of Profit and Loss | <u>1,808.33</u> | <u>1,947.40</u> |

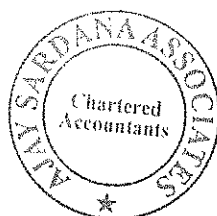
| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|-------------------------------------|--------------------------------------|
|--|-------------------------------------|--------------------------------------|

Note:25

Other Expenses

| | | |
|--|-----------------|-----------------|
| Advertisement | 103.47 | 30.60 |
| Recruitment Expenses | 4.90 | 75.66 |
| Repairs and Maintenance others | 74.11 | 53.17 |
| Printing and Stationery | 14.35 | 31.96 |
| Rent | - | 12.86 |
| Statutory Fees | 9.33 | 47.12 |
| Communication Expenses | 13.33 | 13.04 |
| Traveling and Conveyance | 41.18 | 44.41 |
| Legal and Professional Charges | 74.20 | 489.71 |
| Business Promotion | 29.24 | 86.70 |
| Auditors' remuneration | - | - |
| -As Statutory Auditor | 1.50 | 1.50 |
| CSR Expenses | - | 0.05 |
| Miscellaneous Expenses | 0.62 | 0.26 |
| Director's sitting fees | 5.45 | 12.54 |
| Fund expenses | 1,092.33 | 1,415.99 |
| Subscription charges | 15.20 | 39.54 |
| As per Statement of Profit and Loss | <u>1,479.21</u> | <u>2,355.11</u> |

*including Rs. 0.54 lacs (Previous year Rs. 6.54 lacs) paid to Directors of Trustee Company



Indiabulls Asset Management Company Limited

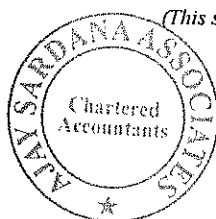
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2020

Note:26

Income tax expenses

| | For the year ended March 31,2020 | For the year ended March 31, 2019 |
|--|---|--|
| Tax expense comprises of: | | |
| Current tax (including earlier years) | 771.12 | 95.10 |
| Less: minimum alternative tax credit entitlement (including earlier years) | - | (53.39) |
| Deferred tax charge/(credit) | (71.45) | 75.27 |
| Income tax expense reported in the statement of profit and loss | 699.67 | 116.98 |
| Reconciliation of tax expense and the accounting profit multiplied by India's tax rate | | |
| Accounting profit/(loss) before tax from continuing operations | 2,798.12 | 422.09 |
| Accounting profit/(loss) before income tax | 2,798.12 | 422.09 |
| At India's statutory income tax rate | 25.17% | 27.82% |
| Computed expected tax expense | 704.23 | 117.43 |
| Tax effect of amounts which are not deductible (taxable) in calculating taxable income: | | |
| Tax effect of disallowances under the Income Tax Act,1961 u/s 40A(7) | 2.82 | 6.99 |
| Tax effect of disallowances under the Income Tax Act,1961 u/s 43B | (1.35) | (0.28) |
| Tax effect of expenses disallowed/allowed as deductible | (5.58) | (4.65) |
| Tax effect on (income)/loss taxable at the time of its realisation | 70.12 | (77.77) |
| Capital gain | 0.88 | - |
| Tax impact of deduction u/s 80G | - | (0.01) |
| Deferred tax effect of temporary differences | (71.45) | 75.27 |
| Income tax expense | 699.67 | 116.98 |
| Effective tax rate | 25.01% | 27.71% |

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Note:27

As per the best estimate of the management, no provision is required to be made as per Indian Accounting Standard 37- Provisions, Contingent Liabilities and Contingent Assets as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

Note:28

In the opinion of the Board of Directors, all current assets, loans and advances appearing in the balance sheet as at March 31, 2020 have a value on realization in the ordinary course of the Company's business at least equal to the amount at which they are stated in the balance sheet and no provision is required to be made against the recoverability of these balances.

Note:29

The Company has not entered into any derivative instruments during the year. The Company does not have any foreign currency exposures as at March 31, 2020 (Previous year: Rs. Nil).

Note:30**Changes in capital structure:**

In pursuance of Section 97 and other applicable provisions, if any, of the Companies Act, 1956, members of the Company in their meeting held on August 23, 2013 granted their approval for increase in the authorised share capital from Rs. 1500.00 lacs - to Rs. 1600.00 lacs-, divided in to 16,000,000 equity shares of face value of Rs.10 each and subsequently, on December 18, 2013, granted their approval for increase in the authorised share capital from Rs. 1600.00 lacs to Rs. 2100.00 lacs, divided in to 21,000,000 equity shares of face value of Rs.10 each.

Consequent upon the increase in share capital, on October 24, 2013 and December 18, 2013, members of the Company, at their meetings held on October 24, 2013 and December 18, 2013 respectively granted their approval and the Company issued and allotted 1,000,000 and 5,000,000 equity shares respectively of face value Rs. 10 per share to its Holding Company, Indiabulls Housing Finance Limited ("IHFL").

In pursuance of Section 61(1) and other applicable provisions, if any, of the Companies Act, 2013, members of the Company in their meeting held on July 02, 2014 granted their approval for increase in the authorised share capital from Rs.2100.00 lacs to Rs. 6000.00 lacs, divided in to 60,000,000 equity shares of face value of Rs.10 each and subsequently, on September 24, 2014, granted their approval for increase in the authorised share capital from Rs. 6000.00 lacs to Rs. 7000.00 lacs, divided in to 70,000,000 equity shares of face value of Rs.10 each.

Consequent upon the increase in authorized share capital, on July 02, 2014 and September 24, 2014, members of the Company, at their extra ordinary general meetings held on July 11, 2014 and October 29, 2014 respectively granted their approval and the Company issued and allotted 39,000,000 and 10,000,000 equity shares respectively of face value Rs. 10 per share to its Holding Company, Indiabulls Housing Finance Limited ("IHFL").

In pursuance of Section 61(1) and other applicable provisions, if any, of the Companies Act, 2013, members of the Company in their meeting held on December 22, 2015 granted their approval for increase in the authorised share capital from Rs. 7000.00 lacs to Rs. 8000.00 lacs, divided in to 80,000,000 equity shares of face value of Rs.10 each.

In pursuance of Section 61(1) and other applicable provisions, if any, of the Companies Act, 2013, members of the Company in their meeting held on August 11, 2017 granted their approval for increase in the authorised share capital from Rs. 8000.00 lacs to Rs. 17,000.00 lacs, divided in to 170,000,000 equity shares of face value of Rs. 10 each.

Consequent upon the increase in authorized share capital, on August 11, 2017, members of the Company, at their extra ordinary general meetings held on August 22, 2017 and October 16, 2017 granted their approval and the Company issued and allotted 50,000,000 equity shares and 50,000,000 equity shares respectively of face value Rs. 10 per share to the Holding Company, Indiabulls Housing Finance Limited ("IHFL"). As a result, the paid up equity share capital of the Company increased to Rs. 17,000.00 lacs divided into 170,000,000 equity share of Rs. 10 each fully paid up.

Note:31

(a) There are no borrowing costs to be capitalised as at March 31, 2020 (Previous year: Rs. Nil).

(b) There are no contingent liabilities to be reported as at March 31, 2020 (Previous year: Rs. Nil).

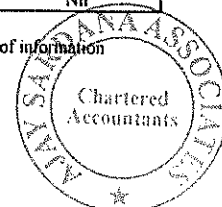
(c) There are no capital and other commitments to be reported as at March 31, 2020 (Previous year: Rs. Nil).

(d) In respect of amounts as mentioned under Section 124 of the Companies Act, 2013, there were no dues required to be credited to the Investor Education and Protection Fund as on March 31, 2020 (Previous year: Rs. Nil).

Note:32**Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:**

| Particulars | As at March 31, 2020 | As at March 31, 2019 |
|--|-------------------------|-------------------------|
| i) the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year; | Nil | Nil |
| ii) the amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year; | Nil | Nil |
| iii) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act; | Nil | Nil |
| iv) the amount of interest accrued and remaining unpaid at the end of each accounting year; and | Nil | Nil |
| v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23. | Nil | Nil |

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.



Note - 33

Financial instruments:

A) Financial assets and liabilities

The carrying amounts of financial instruments by category are as follows:

| Particulars | Note No. | As at March 31, 2020 | As at March 31, 2019 |
|---|----------|-------------------------|-------------------------|
| Financial assets measured at fair value | | | |
| Investments measured at | | | |
| (i) Fair value through other comprehensive income | 6 | 23.45 | 18.54 |
| (ii) Fair value through Statement of Profit and Loss | 6 | 15,175.49 | 12,871.39 |
| Financial assets measured at amortised cost | | | |
| Cash and cash equivalents | 3 | 9.87 | 347.14 |
| Trade receivables | 4 | 2,341.47 | 2,349.51 |
| Loans | 5 | 30.00 | 30.00 |
| Other financial assets | 7 | 156.19 | - |
| Total | | 17,736.47 | 15,616.58 |
| Financial liabilities measured at amortised cost | | | |
| Trade payables | 13 | 13.04 | 71.86 |
| Total | | 13.04 | 71.86 |

B. Fair values hierarchy

As per Ind AS 107, 'Financial Instruments: Disclosures', the fair values of the financial assets or financial liabilities are defined as the price that would be received on sale of asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Financial assets and financial liabilities are measured at fair value in the financial statements and are grouped into three Levels of a fair value hierarchy. The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either

observable or unobservable. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities and lowest priority to unobservable inputs. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: Quoted prices (unadjusted) for identical instruments in an active market;

Level 2: Directly (i.e. as prices) or indirectly (i.e. derived from prices) observable market inputs, other than Level 1 inputs; and

Level 3: Inputs which are not based on observable market data (unobservable inputs).

B.1 Financial assets and liabilities measured at fair value - recurring fair value measurements

| Particulars | Period | Level 1 | Level 2 | Level 3 | Total |
|---|----------------|-----------|---------|----------|-----------|
| Assets | | | | | |
| Investments at fair value through Profit or Loss | | | | | |
| Investment in units of Mutual Funds/ Bonds/Alternative investments funds* | March 31, 2020 | 12,371.35 | - | 2,804.14 | 15,175.49 |
| | March 31, 2019 | 11,553.57 | - | 1,317.82 | 12,871.39 |
| Investments at fair value through other comprehensive income | | | | | |
| Investment in equity investments | March 31, 2020 | - | - | 23.45 | 23.45 |
| | March 31, 2019 | - | - | 18.54 | 18.54 |

* As at March 31, 2020, NAV is considered as significant unobservable input as the Company has invested in Alternative Investment Funds. The Company does not have any direct access to the underlying portfolio companies in which Alternative Investment Funds have invested. Hence, it is more appropriate to consider NAV as significant unobservable input.

Fair value of cash and cash equivalents, trade & other receivables, other financial assets, trade payables and other financial liabilities approximate their carrying amounts largely due to current maturities of these instruments. Accordingly, fair value hierarchy for these financial instruments have not been presented above. Valuation techniques used to determine fair values are given below:

(i) Mutual Funds: Net Asset Value (NAV) declared by the mutual fund at which units are issued or redeemed.

(ii) Debt securities: Quoted market rates.

(iii) Equity Instruments in Others: Use of fair value per share for unquoted equity instruments on the basis of valuation certificate received from investee party.

(iv) Alternative Investment Funds: Net Asset Value (NAV) provided by issuer fund

Fair value measurement using significant unobservable inputs (level 3)

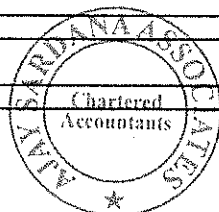
The following table shows a reconciliation from the opening balances to the closing balances for Level 3 fair values:

| Particulars | Amount |
|---|-----------------|
| Balance as at April 01, 2018 | 2,449.32 |
| Net gain / (losses) on Financial Instruments recognised in the Statement of Profit and Loss | (314.35) |
| Net gain / (losses) on Financial Instruments recognised in the Other Comprehensive Income | 4.23 |
| Purchases of Financial Instruments | 100.00 |
| Sales of Financial Instruments | (902.84) |
| Balance as at March 31, 2019 | 1,336.36 |
| Net gain / (losses) on Financial Instruments recognised in the Statement of Profit and Loss | (240.47) |
| Net gain / (losses) on Financial Instruments recognised in the Other Comprehensive Income | 4.91 |
| Purchases of Financial Instruments | 2,000.00 |
| Sales of Financial Instruments | (273.21) |
| Balance as at March 31, 2020 | 2,827.59 |

B.2 Fair value of instruments measured at amortised cost

Fair value of instruments measured at amortised cost for which fair value is disclosed is as follows, these fair values are calculated using Level 3 inputs:

| Particulars | As at March 31, 2020 | | As at March 31, 2019 | |
|------------------------------|----------------------|-----------------|----------------------|-----------------|
| | Carrying value | Fair value | Carrying value | Fair value |
| Financial assets | | | | |
| Cash and cash equivalents | 9.87 | 9.87 | 347.14 | 347.14 |
| Trade receivables | 2,341.47 | 2,341.47 | 2,349.51 | 2,349.51 |
| Loans | 30.00 | 30.00 | 30.00 | 30.00 |
| Other financial assets | 156.19 | 156.19 | - | - |
| Total | 2,537.53 | 2,537.53 | 2,726.65 | 2,726.65 |
| Financial liabilities | | | | |
| Trade payables | 13.04 | 13.04 | 71.86 | 71.86 |
| Total | 13.04 | 13.04 | 71.86 | 71.86 |



Note - 34

Financial Risk Management

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company risk management framework. The Company's risk are managed by a treasury department under policies approved by the board of directors. The board of directors provides written principles for overall risk management. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

| Risk | Exposure arising from |
|------------------------------|---|
| Credit risk | Cash and cash equivalents, trade & other receivables, financial assets measured at amortised cost |
| Liquidity risk | Financial liabilities |
| Market risk - interest rate | Investments in debt securities |
| Market risk - security price | Investments in equity securities, units of mutual funds, debt securities measured at FVTPL and alternative investment funds |

In order to avoid excessive concentrations of risk, the Company's policies and procedures include specific guidelines to focus on maintaining a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly.

A) Credit risk

Credit risk is the risk that a counterparty fails to discharge its obligation to the Company. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade and other receivables and financial assets measured at amortised cost. Exposure to credit risk is mitigated through regular monitoring of collections, counterparty's creditworthiness and diversification in exposure.

Financial assets that expose the entity to credit risk*: The carrying amount of financial assets represents maximum amount of credit exposure. The maximum exposure to credit risk is as per the table below, it being total of carrying amount of cash and cash equivalent, trade and other receivables and financial assets measured at amortised cost.

| Particulars | As at March 31, 2020 | As at March 31, 2019 |
|---------------------------|-------------------------|-------------------------|
| (i) Low credit risk | | |
| Cash and cash equivalents | 9.87 | 347.14 |
| Trade receivables | 2,341.47 | 2,349.51 |
| Loans | 30.00 | 30.00 |
| Other financial assets | 156.19 | - |
| (ii) Moderate credit risk | - | - |
| (iii) High credit risk | - | - |

* These represent maximum exposure to credit risk in terms of gross carrying values of financial assets, without deduction for expected credit losses

Expected Credit Loss (ECL) on Financial Assets

The Company continuously monitors all financial assets subject to ECLs. In order to determine whether an instrument is subject to 12 month ECL (12mECL) or life time ECL (LTECL), the Company assesses whether there has been a significant increase in credit risk or the asset has become credit impaired since initial recognition. The Company applies following quantitative and qualitative criteria to assess whether there is significant increase in credit risk or the asset has been credit impaired:

- Historical trend of collection from counterparty
- Company's contractual rights with respect to recovery of dues from counterparty
- Credit rating of counterparty and any relevant information available in public domain

Trade and other receivables:

Exposures to customers' outstanding at the end of each reporting period are reviewed by the Company to determine incurred and expected credit losses. Historical trends of collection from counterparties on timely basis reflects low level of credit risk. As the Company has a contractual right to such receivables as well as the control over such funds due from customers, the Company does not estimate any credit risk in relation to such receivables. Further, management believes that the unimpaired amounts that are past due by more than 180 days are still collectible in full, based on historical payment behaviour.

Cash and Cash Equivalents

The Company holds cash and cash equivalents as per note 4. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be high.

Loans

Loans measured at amortized cost include security deposits for business purposes. Credit risk related to these financial assets is managed by monitoring the recoverability of such amounts continuously.

Other financial assets

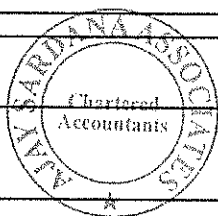
Other financial assets measured at amortized cost includes interest receivable. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

b) Credit risk exposure

i) Expected credit losses for financial assets

| As at March 31, 2020 | Estimated gross carrying amount at default | Expected credit losses | Carrying amount net of impairment provision |
|---------------------------|--|---------------------------|---|
| Cash and cash equivalents | 9.87 | - | 9.87 |
| Trade receivables | 2,341.47 | - | 2,341.47 |
| Loans | 30.00 | - | 30.00 |
| Investments | 15,198.94 | - | 15,198.94 |
| Other financial assets | 156.19 | - | 156.19 |

| As at March 31, 2019 | Estimated gross carrying amount at default | Expected credit losses | Carrying amount net of impairment provision |
|---------------------------|--|---------------------------|---|
| Cash and cash equivalents | 347.14 | - | 347.14 |
| Trade receivables | 2,349.51 | - | 2,349.51 |
| Loans | 30.00 | - | 30.00 |
| Investments | 12,889.93 | - | 12,889.93 |



Financial Risk Management (continued):

B) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

The Company maintains a portfolio of highly marketable and diverse assets that are assumed to be easily liquidated in the event of an unforeseen interruption in cash flow. The Company assesses the liquidity position under a variety of scenarios, giving due consideration to stress factors relating to both the market in general and specifically to the Company. Management monitors the Company's liquidity positions (also comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows. The Company also takes into account liquidity of the market in which the entity operates.

Maturities of financial assets and liabilities

The tables below analyse the Company financial assets and liabilities into relevant maturity groupings based on their contractual maturities.

The amounts disclosed in the table are the contractual undiscounted cash flows:

| As at March 31, 2020 | Less than 1 | 1-2 year | 2-3 year | More than 3 years | Total |
|--|------------------|--------------|---------------|-------------------|------------------|
| Non-derivatives | | | | | |
| Cash and cash equivalents | 9.87 | - | - | - | 9.87 |
| Trade receivables | 2,341.47 | - | - | - | 2,341.47 |
| Loans | - | 30.00 | - | - | 30.00 |
| Investments | 13,062.82 | - | 108.62 | 2,027.50 | 15,198.94 |
| Other financial assets | 156.19 | - | - | - | 156.19 |
| Total undiscounted financial assets | 15,570.35 | 30.00 | 108.62 | 2,027.50 | 17,736.47 |
| Non-derivatives | | | | | |
| Trade payables | 13.04 | - | - | - | 13.04 |
| Total undiscounted financial liabilities | 13.04 | - | - | - | 13.04 |
| Net undiscounted financial assets/(liabilities) | 15,557.31 | 30.00 | 108.62 | 2,027.50 | 17,723.43 |

| As at March 31, 2019 | Less than 1 year | 1-2 year | 2-3 year | More than 3 years | Total |
|--|------------------|-----------------|--------------|-------------------|------------------|
| Non-derivatives | | | | | |
| Cash and cash equivalents | 347.14 | - | - | - | 347.14 |
| Trade receivables | 2,349.51 | - | - | - | 2,349.51 |
| Loans | - | - | 30.00 | - | 30.00 |
| Investments | 11,358.97 | 1,410.60 | - | 120.36 | 12,889.93 |
| Total undiscounted financial assets | 14,055.62 | 1,410.60 | 30.00 | 120.36 | 15,616.58 |
| Non-derivatives | | | | | |
| Trade payables | 71.86 | - | - | - | 71.86 |
| Total undiscounted financial liabilities | 71.86 | - | - | - | 71.86 |
| Net undiscounted financial assets/(liabilities) | 13,983.76 | 1,410.60 | 30.00 | 120.36 | 15,544.72 |

C) Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows related to financial instrument that may result from adverse changes in market rates and prices (such as foreign exchange rates, interest rates, other prices). The Company is exposed to market risk primarily related to interest rate risk and price risk.

a) Foreign currency risk

The Company does not have into any foreign currency denominated assets or liabilities as at March 31, 2020 and March 31, 2019. Accordingly, the Company is not exposed to foreign exchange risk.

b) Interest rate risk

Interest rate risk is the risk where the Company is exposed to the risk that fair value or future cash flows of its financial instruments will fluctuate as a result of change in market interest rates. Investment in Bonds held by the Company are at fixed rate of coupon and accordingly the Company does not perceive any interest rate risk.

c) Price risk

i) Exposure

The Company's exposure price risk arises from investments held and classified in the balance sheet either at fair value through other comprehensive income or at fair value through profit or loss. To manage the price risk arising from investments, the Company diversifies its portfolio of assets.

ii) Sensitivity

The table below summarises the impact of increases/decreases of the Net Asset Value (NAV) on the Company's investments in Mutual funds/Alternative Investment Funds and profit for the year. The analysis is based on the assumption that the NAV increased by 5% or decreased by 5% with all other variables held constant, and that all the Company's investments in mutual funds / Alternative Investment Funds moved in line with the NAV.

| Particulars | Sensitivity of Profit or (Loss) | |
|--------------------|---------------------------------|----------------------|
| | As at March 31, 2020 | As at March 31, 2019 |
| NAV-Increase by 5% | 719.30 | 882.69 |
| NAV-Decrease by 5% | (719.30) | (882.69) |

Note - 35

Capital management:

Equity share capital and other equity are considered for the purpose of Company's capital management. The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to comply with externally imposed capital requirement and maintain strong credit ratings
- to provide an adequate return to shareholders

The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet.

The capital structure of the Company is based on management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence. The funding requirements are met through operating cash flows and other equity. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. The Company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

| Particulars | As at March 31, 2020 | As at March 31, 2019 |
|--------------------------|----------------------|----------------------|
| Net debt* | - | - |
| Total equity | 19,661.67 | 17,551.09 |
| Net debt to equity ratio | - | - |

* Net debt includes debt securities + borrowings other than debt securities + interest accrued - cash and cash equivalents.

Note - 36

Employee benefits:

Employee Benefits – Provident Fund, Employee State Insurance (ESIC), Gratuity and Compensated Absences disclosures as per Indian Accounting Standard (IndAS) 19 – Employee Benefits:

Defined contribution plans

Contributions are made to Government Provident Fund and Family Pension Fund, ESIC and other statutory funds which cover all eligible employees under applicable Acts. Both the employees and the Company make predetermined contributions to the Provident Fund and ESIC. The contributions are normally based on a certain proportion of the employee's salary. The Company has recognised an amount of Rs. 31.31 lacs (March 31, 2019 Rs. 9.49 lacs) in the Statement of Profit and Loss towards Employers contribution for the above mentioned funds.

Defined benefit plans

Provision for unfunded Gratuity and Compensated Absences for all employees is based upon actuarial valuations carried out at the end of every financial year. Major drivers in actuarial assumptions, typically, are years of service and employee compensation. Pursuant to the issuance of the Indian Accounting Standard (IndAS) 19 on 'Employee Benefits', commitments are actuarially determined using the 'Projected Unit Credit' Method. Gains and losses on changes in actuarial assumptions are accounted for in the Statement of Profit and Loss.

(A) Gratuity (non-funded)

Risks associated with plan provisions

| | |
|------------------------|---|
| Salary increases | Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability. |
| Investment risk | If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability. |
| Discount rate | Reduction in discount rate in subsequent valuations can increase the plan's liability. |
| Mortality & disability | Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities. |
| Withdrawals | Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability. |

(i) Amount recognised in the balance sheet is as under:

| Particulars | As at March 31, 2020 | As at March 31, 2019 |
|---|-------------------------|-------------------------|
| Present value of obligation | 97.83 | 86.61 |
| Fair value of plan assets | - | - |
| Net obligation recognised in balance sheet as provision | 97.83 | 86.61 |

(ii) Amount recognised in the statement of profit and loss is as under:

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|--|--------------------------------------|--------------------------------------|
| Current service cost | 31.41 | 30.43 |
| Past service cost including curtailment gains/losses | - | - |
| Gains or Losses on Non routine settlements | - | - |
| Interest cost on defined benefit obligation | 7.55 | 6.91 |
| Interest income on plan assets | - | - |
| Net impact on profit (before tax) | 38.96 | 37.34 |
| Actuarial (gain)/loss recognised during the year | (10.82) | (26.57) |
| Amount recognised in the statement of profit and loss and other comprehensive income | 28.14 | 10.77 |

(iii) Movement in the present value of defined benefit obligation recognised in the balance sheet is as under:

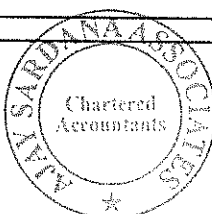
| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|---|--------------------------------------|--------------------------------------|
| Present value of defined benefit obligation as at the beginning of year | 86.61 | 88.08 |
| Current service cost | 31.41 | 30.43 |
| Interest cost | 7.55 | 6.91 |
| Past service cost including curtailment gains/losses | - | - |
| Benefits paid | (16.92) | (12.24) |
| Actuarial loss/(gain) on obligation | - | - |
| Actuarial (gain)/loss on arising from change in demographic assumption | 0.03 | - |
| Actuarial (gain)/loss on arising from change in financial assumption | 11.93 | 1.59 |
| Actuarial (gain)/loss on arising from experience adjustment | (22.78) | (28.16) |
| Present value of defined benefit obligation as at the end of the year | 97.83 | 86.61 |

(iv) Major categories of plan assets (as percentage of total plan assets):

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|-----------------------------------|--------------------------------------|--------------------------------------|
| Government of India Securities | - | - |
| State Government securities | - | - |
| High Quality Corporate Bonds | - | - |
| Equity Shares of listed companies | - | - |
| Property | - | - |
| Funds Managed by Insurer | - | - |
| Bank Balance | - | - |
| Total | - | - |

(v) Movement in the plan assets recognised in the balance sheet is as under:

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|--|--------------------------------------|--------------------------------------|
| Fair value of plan assets at beginning of year | - | - |
| Actual return on plan assets | - | - |
| Employer's contribution | - | - |
| Benefits paid | - | - |
| Fair value of plan assets at the end of the year | - | - |



Note - 36

Employee benefits:

(vi) Actuarial assumptions

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|---------------------------|--------------------------------------|--------------------------------------|
| Discounting rate | 6.80 | 7.65 |
| Future salary increase | 6.00 | 6.00 |
| Retirement age (years) | 60.00 | 60.00 |
| Withdrawal rate | | |
| Up to 30 years | 3.00 | 3.00 |
| From 31 to 44 years | 2.00 | 2.00 |
| Above 44 years | 1.00 | 1.00 |
| Weighted average duration | 18.25 | 18.54 |

Mortality rates inclusive of provision for disability -100% of IALM (2012-14) [Previous year: 100% of IALM (2006-08)]

Gratuity is payable to the employees on death or resignation or on retirement at the attainment of superannuation age. To provide for these eventualities, the Actuary has used Indian Assured Lives Mortality (2012-14) [Previous year (2006-08)] Ultimate table.

(vii) Sensitivity analysis for gratuity liability

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|--|--------------------------------------|--------------------------------------|
| Impact of the change in discount rate | | |
| Present value of obligation at the end of the year | 97.83 | 86.61 |
| - Impact due to increase of 0.50 % | (6.35) | (5.81) |
| - Impact due to decrease of 0.50 % | 6.93 | 6.35 |
| Impact of the change in salary increase | | |
| Present value of obligation at the end of the year | 97.83 | 86.61 |
| - Impact due to increase of 0.50 % | 6.95 | 6.42 |
| - Impact due to decrease of 0.50 % | (6.43) | (5.92) |

Sensitivities due to mortality and withdrawals are not material and hence impact of change due to these is not calculated

Sensitivities as to rate of increase of pensions in payment, rate of increase of pensions before retirement and life expectancy are not applicable.

| Maturity profile of defined benefit obligation | As at March 31, 2020 | As at March 31, 2019 |
|--|-------------------------|-------------------------|
| 0 to 1 year | 1.40 | 0.78 |
| 1 to 2 year | 1.51 | 0.72 |
| 2 to 3 year | 2.54 | 0.90 |
| 3 to 4 year | 1.70 | 1.85 |
| 4 to 5 year | 1.67 | 1.27 |
| 5 to 6 year | 1.54 | 1.36 |
| 6 year onwards | 87.47 | 79.73 |

The employer best estimate of contributions expected to be paid during the annual period beginning after the Balance Sheet date, towards Gratuity is Rs. 33.96 lacs (Previous year Rs. 49.84 lacs) .

(B) Compensated absences (non-funded)

Risks associated with plan provisions

| | |
|------------------------|---|
| Salary increases | Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability. |
| Investment risk | If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability. |
| Discount rate | Reduction in discount rate in subsequent valuations can increase the plan's liability. |
| Mortality & disability | Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities. |
| Withdrawals | Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability. |

(i) Amount recognised in the balance sheet is as under:

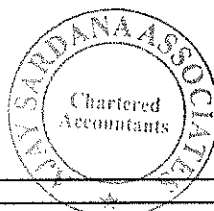
| Particulars | As at March 31, 2020 | As at March 31, 2019 |
|---|-------------------------|-------------------------|
| Present value of obligation | 44.25 | 49.61 |
| Fair value of plan assets | - | - |
| Net obligation recognised in balance sheet as provision | 44.25 | 49.61 |

(ii) Amount recognised in the statement of profit and loss is as under:

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|--|--------------------------------------|--------------------------------------|
| Current service cost | 19.68 | 22.50 |
| Past service cost including curtailment gains/losses | - | - |
| Gains or Losses on Non routine settlements | - | - |
| Interest cost on defined benefit obligation | 3.97 | 4.05 |
| Interest income on plan assets | - | - |
| Actuarial gain/(loss) recognised during the year | (28.89) | (27.55) |
| Net impact on profit (before tax) | (5.24) | (1.00) |

(iii) Movement in the present value of defined benefit obligation recognised in the balance sheet is as under:

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|---|--------------------------------------|--------------------------------------|
| Present value of defined benefit obligation as at the beginning of year | 49.61 | 50.61 |
| Current service cost | 19.68 | 22.50 |
| Interest cost | 3.97 | 4.05 |
| Past service cost including curtailment gains/losses | - | - |
| Benefits paid | (0.12) | - |
| Actuarial loss/(gain) on obligation | | |
| Actuarial (gain)/loss on arising from change in demographic assumption | 0.03 | - |
| Actuarial (gain)/loss on arising from change in financial assumption | 5.72 | 0.70 |
| Actuarial (gain)/loss on arising from experience adjustment | (34.64) | (28.25) |
| Present value of defined benefit obligation as at the end of the year | 44.25 | 49.61 |



Indiabulls Asset Management Company Limited
Summary of significant accounting policies and other explanatory information for the year ended March 31, 2020
All amounts in Rs. Lacs, unless otherwise stated

Note - 36

Employee benefits (continued):

(iv) Major categories of plan assets (as percentage of total plan assets):

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|-----------------------------------|--------------------------------------|--------------------------------------|
| Government of India Securities | - | - |
| State Government securities | - | - |
| High Quality Corporate Bonds | - | - |
| Equity shares of listed companies | - | - |
| Property | - | - |
| Funds Managed by Insurer | - | - |
| Bank Balance | - | - |
| Total | - | - |

(v) Movement in the plan assets recognised in the balance sheet is as under:

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|---|--------------------------------------|--------------------------------------|
| Fair value of plan assets at beginning of year | - | - |
| Actual return on plan assets | - | - |
| Employer's contribution | - | - |
| Benefits paid | - | - |
| Fair value of plan assets at the end of the year | - | - |

(vi) Actuarial assumptions

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|--|--------------------------------------|--------------------------------------|
| Discounting rate | 6.80 | 7.65 |
| Future salary increase | 6.00 | 6.00 |
| Retirement age (years) | 60.00 | 60.00 |
| Weighted average duration of PBO | 18.25 | 18.64 |
| Withdrawal rate | | |
| Up to 30 years | 3.00 | 3.00 |
| From 31 to 44 years | 2.00 | 2.00 |
| Above 44 years | 1.00 | 1.00 |
| Leave | | |
| Leave availment rate | 5% | 5% |
| Leave lapse rate while in service | - | - |
| Leave lapse rate on exit | - | - |
| Leave encashment rate while in service | - | - |

Mortality rates inclusive of provision for disability -100% of IALM (2012-14) [Previous year: 100% of IALM (2006-08)]

(vii) Sensitivity analysis for gratuity liability

| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|--|--------------------------------------|--------------------------------------|
| Impact of the change in discount rate | | |
| Present value of obligation at the end of the year | 44.25 | 49.61 |
| - Impact due to increase of 0.50 % | (2.88) | (3.37) |
| - Impact due to decrease of 0.50 % | 3.12 | 3.69 |
| Impact of the change in salary increase | | |
| Present value of obligation at the end of the year | 44.25 | 49.61 |
| - Impact due to increase of 0.50 % | 3.13 | 3.73 |
| - Impact due to decrease of 0.50 % | (2.90) | (3.44) |

Sensitivities due to mortality and withdrawals are not material and hence impact of change due to these is not calculated

Sensitivities as to rate of increase of pensions in payment, rate of increase of pensions before retirement and life expectancy are not applicable.

(viii) Maturity profile of defined benefit obligation

| Particulars | As at March 31, 2020 | As at March 31, 2019 |
|----------------|-------------------------|-------------------------|
| 0 to 1 year | 0.79 | 0.97 |
| 1 to 2 year | 0.80 | 0.90 |
| 2 to 3 year | 1.37 | 0.88 |
| 3 to 4 year | 0.75 | 1.37 |
| 4 to 5 year | 0.72 | 0.78 |
| 5 to 6 year | 0.71 | 0.74 |
| 6 year onwards | 39.12 | 43.97 |

The employer best estimate of contributions expected to be paid during the annual period beginning after the Balance Sheet date, towards Compensated Absences is Rs. 17.76 lacs (Previous year Rs. 29.93 lacs)

Note - 37

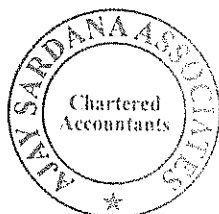
Segment reporting:

a) The Company operates in a single operating segment of acting as an investment manager to and providing asset management services to Indiabulls Mutual Fund ("the Fund") (including providing administrative services to the Fund and to the Trustee Company) and portfolio management & advisory services to clients. Accordingly, there are no separate reportable segments as per IND-AS 108 dealing with Operating Segment. No further disclosures are required in respect of reportable segments, other than those already provided in the financial statements.

b) Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). The CODM's function is to allocate the resources of the entity and assess the performance of the operating segment of the Company.

c) All assets of the Company are domiciled in India

d) There is only one customer contributing in excess of 10% of the total revenue of the Company



Note - 38

Related party disclosures:

(a) Names of related parties identified in accordance with IND AS -24 "Related Party Disclosures" (with whom there were transactions during the year)

The Company's principal related parties consist of its holding company, Indiabulls Housing Finance Limited and its subsidiaries, affiliates and key managerial personnel. The Company's material related party transactions and outstanding balances are with related parties with whom the Company routinely enter into transactions in the ordinary course of business.

| Description of relationship | Names of related parties |
|---|---|
| (i) Where control exists | |
| Holding Company | Indiabulls Housing Finance Limited |
| Fellow Subsidiary Companies (including step down subsidiaries)/ Entities under common control | Indiabulls Insurance Advisors Limited |
| | Nilgiri Financial Consultants Limited (Subsidiary of Indiabulls Insurance Advisors Limited) |
| | Indiabulls Advisory Services Limited |
| | Indiabulls Asset Holding Company Limited |
| | Ibills Sales Limited |
| | Indiabulls Commercial Credit Limited# (Formerly known as Indiabulls Infrastructure credit Limited) |
| | Indiabulls Asset Management Mauritius (with effect from July 18,2016) (Subsidiary of Indiabulls Commercial Credit Limited) |
| | Indiabulls Capital Services Limited |
| | Indiabulls Collection Agency Limited |
| | Indiabulls Housing Finance Limited -Employee Welfare Trust (w.e.f. December 3, 2019) |
| | IBHFL Lender Repayment Trust (w.e.f.August 17,2017) |
| | ICCL Lender Repayment Trust (w.e.f.April 2,2018) |
| | Indiabulls Venture Capital Management Company Limited (Subsidiary of Indiabulls Holdings Limited) |
| | Indiabulls Venture Capital Trustee Company Limited (up to March 08, 2019) (Subsidiary of Indiabulls Holdings Limited) |
| | Indiabulls Holdings Limited |
| ii) Other related parties | |
| Associate of Holding Company | Acorn OakNorth Holdings Limited (w.e.f. November 13, 2015) (formerly known as OakNorth Holdings Limited) |
| Key Management Personnel | Mr Raghav Narasimhan Iyenger -Whole time Director and Chief Executive Officer (up to November 15, 2019) |
| | Mr. Girish Chandra Srivastava – Director |
| | Mr. Veekesh Suresh Gandhi--Whole time Director and Chief Executive Officer (with effect from November 15 ,2019) |
| | Mr. Ajai Kumar-Additional Director (with effect from October 22 ,2019) |
| | Mr. Preetinder Virk-Additional Director (with effect from October 22 ,2019) |
| | Mr. Ashok Brijmohan Kacker – Director (up to January 28, 2019) |
| | Mr. Akshay Gupta- Director and Chief Executive Officer (up to August 4, 2018) |
| | Mr. Satish Virmani-Chief Financial Officer |
| | Mr. Rabintra Kumar Pathak-Company Secretary (up to January 15, 2020) |
| | Mrs. Ritu Kaushik-Company Secretary (with effect from January 15, 2020) |

#The Board of Directors of Indiabulls Finance Company Private Limited ("IFCPL") and Indiabulls Commercial Credit Limited ("ICCL") (formerly Indiabulls Infrastructure Credit Limited) at their meeting held on April 16, 2015 had approved, the merger of IFCPL, on an ongoing basis, into ICCL, pursuant to and in terms of the provisions of Section 391 - 394 of the Companies Act, 1956, as amended from time to time. The appointed date of the proposed merger fixed under the Scheme was April 01, 2015. The Hon'ble High Court of Delhi, vide its order dated March 15, 2016, received by ICCL on March 31, 2016, approved the Scheme (Order). In terms of the court approved Scheme, with the filing of the copy of the Order, on March 31, 2016 with the office of ROC, NCT of Delhi & Haryana (the Effective Date), the Scheme came into effect and IFCPL, as a going concern, stands amalgamated with ICCL with effect from the Appointed Date, being April 01, 2015. Subsequently the Board of Directors of ICCL, on March 31, 2016, issued and allotted Equity Shares of ICCL to the holders of Equity Shares of IFCPL, in the ratio of 3:1 i.e. the Share Exchange Ratio, fixed under the Scheme.

(b) The nature and volume of transactions carried out with the above related parties in the ordinary course of business are as follows :

(c) Significant transactions with related parties:

| Nature of Transactions | Holding company | Key Management Personnel | Total |
|------------------------|-----------------|--------------------------|-------|
| Expenses | | | |
| Director's sitting fee | - | 4.91 | 4.91 |
| | - | 6.00 | 6.00 |

Previous year figures stated in italics

(d) Statement of material transactions:

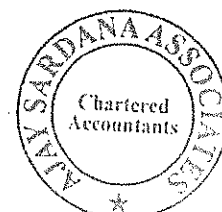
| Particulars | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|------------------------------|--------------------------------------|--------------------------------------|
| Expenses | | |
| Director's sitting fee | | |
| Mr Girish Chandra Srivastava | 2.73 | 2.73 |
| Mrs Rekha Gopal Warriar | 1.09 | 3.27 |
| Mr Ajai Kumar | 1.09 | - |

(e) Balances outstanding at year end: Rs. Nil (Previous year: Rs. Nil)

Note - 39

Earnings per share:

| | For the year ended March 31, 2020 | For the year ended March 31, 2019 |
|---|--------------------------------------|--------------------------------------|
| Net Profit/(loss) for the year from continuing operations | 2,098.45 | 305.11 |
| Weighted average number of equity shares for computation of Basic EPS | 17,00,00,000 | 17,00,00,000 |
| Basic earnings per share (In Rs.) | 1.23 | 0.18 |
| Weighted average number of equity shares for computation of Diluted EPS | 17,00,00,000 | 17,00,00,000 |
| Diluted earnings per share (In Rs.) | 1.23 | 0.18 |



Note - 40

Employees Stock Options Plans (ESOS / ESOP Schemes) of Indiabulls Housing Finance Limited ("the Holding Company" "IHFL"):

(i) Grants During the Year:

There has been no new grants of Esops during the current financial year (Previous year 10,000,000 Esops)

(ii) Employee Stock Benefit Scheme 2019 ("Scheme").

The Scheme has been adopted and approved pursuant to: (a) a resolution of the Board of Directors of INDIABULLS HOUSING FINANCE LIMITED at its meeting held on November 6, 2019; and (b) a special resolution of the shareholders of the Company passed through postal ballot on December 23, 2019, result of which were declared on December 24, 2019.

This Scheme comprises:

- INDIABULLS HOUSING FINANCE LIMITED Employees Stock Option Plan 2019 ("ESOP Plan 2019")
- INDIABULLS HOUSING FINANCE LIMITED Employees Stock Purchase Plan 2019 ("ESP Plan 2019")
- INDIABULLS HOUSING FINANCE LIMITED Stock Appreciation Rights Plan 2019 ("SARs Plan 2019")

In accordance with the ESOP Regulations, Indiabulls Housing Finance Limited had set up Indiabulls Housing Finance Limited Employee Welfare Trust (Trust) for the purpose of implementation of ESOP Scheme. The Scheme is administered through ESOP Trust, whereby shares held by the ESOP Trust are transferred to the employees, upon exercise of stock options as per the terms of the Scheme

(iii) The other disclosures in respect of the ESOS / ESOP Schemes are as under:-

| Particulars | IHFL-IBFSL Employees Stock Option Plan II - 2006 | IHFL-IBFSL Employees Stock Option - 2008 | IHFL ESOS - 2013 | IHFL ESOS - 2013 | IHFL ESOS - 2013 | IHFL ESOS - 2013 | IHFL-IBFSL Employees Stock Option - 2008 - Regrant | IHFL-IBFSL Employees Stock Option - 2008 - Regrant | IHFL-IBFSL Employees Stock Option Plan - 2006 - Regrant | IHFL-IBFSL Employees Stock Option - 2008 - Regrant | IHFL-IBFSL Employees Stock Option Plan II - 2006 - Regrant |
|---|---|---|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--|--|---|--|--|
| Total Options under the Scheme | 7,20,000 | 75,00,000 | 3,90,00,000 | 3,90,00,000 | 3,90,00,000 | 3,90,00,000 | N.A. | N.A. | N.A. | N.A. | N.A. |
| Total Options issued under the Scheme | 7,20,000 | 75,00,000 | 1,05,00,000 | 1,05,00,000 | 1,00,00,000 | 1,00,00,000 | N.A. | N.A. | N.A. | N.A. | N.A. |
| Vesting Period and Percentage | Four years, 25% each year | Ten years, 15% First year, 10% for next eight years and 5% in last year | Five years, 20% each year | Five years, 20% each year | Five years, 20% each year | Five years, 20% each year | N.A. | N.A. | N.A. | N.A. | N.A. |
| First Vesting Date | 1st November, 2008 | 8th December, 2009 | 12th October, 2015 | 12th August, 2018 | 25th March, 2019 | 10th March, 2020 | 31st December, 2019 | 16th July, 2011 | 27th August, 2010 | 11th January, 2012 | 27th August, 2010 |
| Revised Vesting Period & Percentage | Nine years, 11% each year for 8 years and 12% during the 9th year | N.A. | N.A. | N.A. | N.A. | N.A. | Ten years, 10% for every year | Ten years, 10% for every year | Ten years, 10% for every year | Ten years, 10% for every year | Ten years, 10% for every year |
| Exercise Price (Rs.) | 100.00 | 95.95 | 394.75 | 1,156.50 | 1,200.40 | 702.00 | 125.90 | 158.50 | 95.95 | 153.65 | 100.00 |
| Exercisable Period | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date | 5 years from each vesting date |
| Outstanding at the beginning of the year (Nos.) | 1,152 | 70,676 | 40,25,556 | 1,03,36,500 | - | 1,00,00,000 | 15,030 | 38,880 | 39,500 | 3,000 | 21,900 |
| Regrant Addition | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. |
| Regrant Date | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | December 31, 2009 | July 16, 2010 | August 27, 2009 | January 11, 2011 | August 27, 2009 |
| Options vested during the year (Nos.) | - | - | 20,04,000 | - | - | - | 6,390 | 19,440 | 39,500 | 1,500 | 21,900 |
| Exercised during the year (Nos.) | - | 54,812 | 1,11,800 | - | - | - | 4,140 | - | - | - | - |
| Expired during the year (Nos.) | - | - | - | - | - | - | - | - | - | - | - |
| Cancelled during the year | - | - | - | - | - | - | - | - | - | - | - |
| Lapsed during the year | - | 0 | 1,24,000 | 26,12,500 | - | 31,17,600 | - | - | - | - | - |
| Re-granted during the year | - | - | - | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. | N.A. |
| Outstanding at the end of the year (Nos.) | 1,152 | 15,864 | 37,89,756 | 77,24,000 | - | 68,82,400 | 10,890 | 38,880 | 39,500 | 3,000 | 21,900 |
| Exercisable at the end of the year (Nos.) | 1,152 | 15,864 | 37,89,756 | 19,31,000 | - | - | 10,890 | 19,440 | 39,500 | 1,500 | 21,900 |
| Remaining contractual Life (Weighted Months) | 19 | 39 | 46 | 67 | N.A. | 89 | 50 | 57 | 53 | 63 | 55 |

N.A - Not Applicable

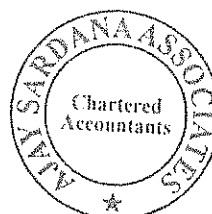
(iv) The details of the Fair value of the options as determined by an Independent firm of Chartered Accountants, for the respective plans using the Black-Scholes Merton Option Pricing Model:-

| Particulars | IHFL - IBFSL Employees Stock Option - 2008 - Regrant | IHFL - IBFSL Employees Stock Option - 2008 - Regrant | IHFL - IBFSL Employees Stock Option - 2006 - Regrant | IHFL - IBFSL Employees Stock Option Plan II - 2006 - Regrant | IHFL - IBFSL Employees Stock Option - 2008 - Regrant | IHFL - IBFSL Employees Stock Option - 2008 | IHFL ESOS - 2013 (Grant 1) | IHFL ESOS - 2013 (Grant 2) | IHFL ESOS - 2013 (Grant 3) | IHFL ESOS - 2013 (Grant 4) |
|---|--|--|--|--|--|--|----------------------------|----------------------------|----------------------------|----------------------------|
| Exercise price (Rs.) | 125.90 | 158.50 | 95.95 | 100.00 | 153.65 | 95.95 | 394.75 | 1,156.50 | 1,200.40 | 702.00 |
| Expected volatility* | 99.61% | 99.60% | 75.57% | 75.57% | 99.60% | 97.00% | 46.30% | 27.50% | 27.70% | 33.90% |
| Expected forfeiture percentage on each vesting date | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| Option Life (Weighted Average) | 9.80 Years | 9.80 Years | 9.80 Years | 9.80 Years | 9.80 Years | 11 Years | 5 Years | 3 Years | 3 Years | 3 Years |
| Expected Dividends yield | 3.19% | 2.89% | 4.69% | 4.50% | 2.98% | 4.62% | 10.00% | 5.28% | 5.08% | 7.65% |
| Weighted Average Fair Value (Rs.) | 83.48 | 90.24 | 106.3 | 108.06 | 84.93 | 52.02 | 89.76 | 200.42 | 226.22 | 126.96 |
| Risk Free Interest rate | 7.59% | 7.63% | 7.50% | 7.50% | 7.63% | 6.50% | 8.57% | 6.51% | 7.56% | 7.37% |

*The expected volatility was determined based on historical volatility data.

(v) 18,527,342 Equity Shares of Rs. 2 each (Previous Year : 24,552,194) are reserved for issuance towards Employees Stock options as granted.

(vi) The weighted average share price at the date of exercise of these options was Rs. 682.59 per share (Previous year Rs. 782.49 per share).



Indiabulls Asset Management Company Limited

Summary of significant accounting policies and other explanatory information for the year ended March 31, 2020

All amounts in Rs. Lacs, unless otherwise stated

Note - 41

The COVID-19 pandemic has caused disruption to businesses and economic activity which has been reflected in recent fluctuations in markets across the globe. Various governments have introduced a variety of measures to contain the spread of the virus. The Government of India announced a country wide lockdown which still continues across large parts of the country with some variations. In this nation-wide lock-down, though most services across the nation have been suspended, some establishments like securities market intermediaries including our Company are exempt from the lock-down and therefore functional. There has been no material change in the controls or processes followed in the closing of these financial statements of the Company.

The Company has assessed the impact of the pandemic on its operations and its assets including the value of its investments and trade receivables as at March 31, 2020. The management does not, at this juncture, believe that the impact on the value of the Company's assets is likely to be material. However, since the revenue of the Company is ultimately dependent on the value of the assets it manages, changes in market conditions and the trend of flows into mutual funds may have an impact on the operations of the Company. Since the situation is rapidly evolving, its effect on the operations of the Company may be different from that estimated as at the date of approval of these financial statements. The Company will continue to closely monitor material changes in markets and future economic conditions.

Ajay Sardana Associates
Chartered Accountants
Firm Registration No.016827N

Rahul Mukhi
Partner
Membership No. 099719
Gurgaon, Haryana, June 19, 2020



For and on behalf of the Board of Directors of
Indiabulls Asset Management Company Limited

Vivek Suresh Gandhi
Whole time Director
DIN : 07160750
Mumbai/ June 19, 2020

Ritu Kaushik
Company Secretary
Mumbai/ June 19, 2020

Preetinder Virk
Director
DIN : 02398827

Satish Virmani
Chief Financial Officer