

2017-18

ANNUAL REPORT



CORPORATE INFORMATION

AUDITORS

Deloitte Haskins & Sells LLP
Chartered Accountants

BSR & Associates LLP
Chartered Accountants

BANKERS

Abu Dhabi Commercial Bank

AfrAsia Bank

Allahabad Bank

Andhra Bank

ANZ Banking Group

AU Small Finance Bank

Axis Bank

Bank of Baroda

Bank of India

Bank of Maharashtra

Canara Bank

Central Bank of India

Credit Suisse AG

Dena Bank

First Rand Bank

HDFC Bank

IDBI Bank

Indian Bank

Indian Overseas Bank

Kotak Mahindra Bank Ltd

Mashreq Bank

Oriental Bank of Commerce

IndusInd Bank

Punjab National Bank

SBM Bank (Mauritius)

Standard Chartered Bank

State Bank of India

Syndicate Bank

The Bank of Nova Scotia

The South Indian Bank

The Karur Vysya Bank

The Karnataka Bank

The Jammu & Kashmir Bank

UCO Bank

Union Bank of India

United Bank of India

United Overseas Bank

Vijaya Bank

Yes Bank

DEBENTURE TRUSTEE

Centbank Financial Services Ltd.

Central Bank of India, MMO Building, 3rd Floor (East),

55 Mahatma Gandhi Road, Fort, Mumbai - 400001.

Email: dts@cfsi.in Tel: (022) 2261 6217 Fax: (022) 2261 6208

REGISTERED OFFICE

The IL&FS Financial Centre, Plot C 22, G Block

Bandra Kurla Complex, Bandra East, Mumbai 400 051

Website: www.ilfsifin.com

Corporate Identity Number – U65990MH1995PLC093241

Tel: (022) 2659 3333 Fax: (022) 2653 3149

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BOARD OF DIRECTORS

Ravi Parthasarathy

Chairman

Hari Sankaran

Director

Arun K Saha

Director

Vibhav Kapoor

Director

Surinder Singh Kohli

Director

Shubhalakshmi Panse

Director

Renu Challu

Director

Uday Ved

Director

Ramesh C Bawa

Managing Director & CEO

Milind Patel

Joint Managing Director

Rajesh Kotian

Deputy Managing Director

DIRECTORS' REPORT

The Shareholders

IL&FS Financial Services Limited

The Directors are pleased to present the Twenty Third Annual Report and the Audited Financial Statements for the financial year ended March 31, 2018

FINANCIAL RESULTS:

The summarized standalone financial results of the Company are as under:

(₹ in million)

Particulars	FY 2018	FY 2017
Gross Revenue	22,943	23,464
Gross Profit	6,258	6,994
Non-Cash Charges	25	22
Operating Income for the year	6,233	6,971
Provisions and Contingencies	4,213	3,744
Profit Before Tax	2,020	3,227
Provision for Taxation	1,023	1,139
Profit After Taxation	997	2,088
Balance of Profit b/f	3,284	2,729
Profit available for distribution	4,280	4,817

APPROPRIATIONS

(₹ in million)

Particulars	FY 2018	FY 2017
Special Reserve I	199	418
Special Reserve II	27	36
Dividend (Incl. dividend distribution tax)	1,075	1,079
Balance of Profit	2,979	3,284
Total	4,280	4,817

The Consolidated performance of the group as per consolidated financial statement is as under:

(₹ in million)

Particulars	FY 2018	FY 2017
Total Income	23,607	24,318
Profit Before Tax	2,223	3,482
Profit After Tax	1,148	2,261
Net worth	24,106	24,045
Total Assets	218,925	195,999

SHARE CAPITAL

During the period under review, there was no change in the Authorised, Issued and Paid-up Share Capital of the Company

DIVIDEND:

In terms of the private placement offer letter dated March 29, 2016 with respect to Non-Convertible Redeemable Cumulative Preference Shares (NCRCPs) and pursuant to approval of Board of Directors at its Meeting held on March 5, 2018, your Company has paid an interim dividend at the rate of 17.00% for Category I Investors and 18.89% for Category II Investors for FY 2017-2018 on 1,66,666 NCRCPs of face value of ₹7,500/- each fully paid-up to the Preference Shareholders whose names appeared in the Register of Members as on March 15, 2018

The Board of Directors recommend confirmation of the payment of aforesaid interim dividend as the final dividend for FY 2017-18

INDUSTRY OPERATING ENVIRONMENT:

- (1) The Government has pursued the path of fiscal consolidation and the ratio of public debt to GDP is gradually declining. International investors have acknowledged the growth potential in the Indian economy, its current position and this is reflected in sizeable foreign investment inflows in India as compared to other emerging markets. These developments have enabled the build-up of “buffers” against unforeseen shocks
- (2) The overall credit demand for NBFCs is sporadic, amid intensified competition with banks. Though Private Banks continue to remain aggressive, their approach towards asset financing is selective considering the risks involved
- (3) In recent past, with easing monetary rate cycle, most of NBFCs have reshuffled its borrowing portfolio towards capital market borrowings from bank borrowings in order to improve spreads/margins during monetary easing phase. However, in case of monetary tightening, the option of switching back to bank borrowings is likely
- (4) The preceding Financial Year 2017-18 was a peculiar one as its fourth quarter experienced disruption in the financial sector on account of detection of large fraudulent transactions in the Banks / Financial Institutions. Not only this, certain other economic events at the domestic as well as overseas level led to volatility in the financial market worldwide

OPERATIONAL PERFORMANCE:

- (1) The Company commenced the year with an opening credit exposure of ₹125 bn as on April 1, 2017 and have closed the book at ₹154 bn as on March 31, 2018. The increase during the year has primarily been on account of short term finance to various group initiatives
- (2) During the year, focused efforts for recovery from special assets & other watch list accounts continued which ensured minimal additions to NPA category and regularization of slippages
- (3) Debt Syndication and Distribution (DS&D) has facilitated raising of debt resources for fresh borrowings and refinancing requirements of its clients. DS&D has built distribution relationships with Lenders/Investors constituents along with specialized teams with knowledge of products and processes. DS&D has targeted alternative sources like Mutual Funds, Private Banks, NBFCs, FIs, Bond market, Pension Funds and IDFs for raising resources thus reducing dependency on banks
- (4) The International subsidiaries have established strong relationships with International Commercial Banks, Multilateral Agencies, Financial Institutions, and Export Credit Agencies, Investment Banks, Fund Houses and Private Equity players. The International subsidiaries have built a robust franchise for distribution of both debt and equity products. The international subsidiaries are licensed to offer debt advisory & arranger services, fund distribution, M&A advisory and equity capital market services, with restrictions to access retail and non-professional clientele
- (5) The long term as well as short term credit rating of the Company have been issued/reaffirmed by the credit rating agencies viz, CARE, India Ratings (FITCH), ICRA and Brickwork at highest quality

FINANCIAL PERFORMANCE:

- (1) The Asset book of the Company has increased to ₹147,275 mn as at March 31, 2018 as compared to the asset book of ₹118,014 mn as at March 31, 2017
- (2) The total borrowings have increased by 11% to ₹175,899 mn as at March 31, 2018 vis a vis ₹158,170 mn as at March 31, 2017. The borrowing cost for the year was ₹14,780 mn as compared to ₹14,571 mn during the previous year due to increase in borrowing
- (3) The fee based income for the year has reduced by 10% to ₹1,671 mn compared to ₹1,848 mn achieved during the previous year
- (4) Operating Overheads (including depreciation) has increased to ₹1,931 mn for the year ended March 31, 2018 as against ₹1,922 mn for the previous year
- (5) A Contingency Provision of ₹1,750 mn has been reversed during the year to make specific provision on few standard assets and Provision for NPA for the year ended March 31, 2018 in addition to the regulatory provision required by RBI

- (6) The Company has achieved Profit before Tax (PBT) of ₹2,020 mn as against ₹3,227 mn for the previous year. The Profit after Tax (PAT) is ₹997 mn during the year as against ₹2,088 mn for the previous year
- (7) The Company has maintained Capital Adequacy Ratio at 17.25% which is above 15% prescribed by RBI for NBFCs
- (8) An amount of ₹199 mn was transferred to Special Reserve I pursuant to Section 45(1)(c) of the Reserve Bank of India Act, 1934. An amount of ₹27 mn was transferred to Special Reserve II pursuant to section 36(1)(viii) of the Income Tax Act, 1961

OUTLOOK:

- (1) IFIN will continue with its focus on recovery from the special assets and watch list accounts in FY 19. IFIN will strive to achieve new & quality account additions at acceptable spread to ensure Asset Book growth
- (2) IFIN DS&D team has adopted a format of business development within each division for External Mandate. The focus of this team will be to deliver mandates specifically for the Debt arranging businesses. DS&D Team expects a significant push in activities on account of the above reorganization

SUBSIDIARIES, JOINT VENTURE AND ASSOCIATE:

- (1) IL&FS Global Financial Services Pte Ltd:

The Company was incorporated in the year 2008 and is being regulated by Monetary Authority of Singapore (MAS). The Company holds the regulatory license to deal in securities and advise on Corporate Finance

- (2) IL&FS Global Financial Services (UK) Ltd:

The Company was incorporated in the year 2009. The Company has obtained business license from Financial Conduct Authority (FCA), UK, to advise on Investments (except on Pension Transfers and Pension Opt Outs), arranging deals in Investments and making arrangements with a view to undertake transactions in investments

- (3) IL&FS Global Financial Services (ME) Limited:

The Company was set up in the year 2011. The Company has obtained the regulatory approval from Dubai Financial Services Authority (DFSA) for arranging credit & dealing in Investments and advising on Financial Product or Credit

- (4) IL&FS Global Financial Services (HK) Limited:

The Company was incorporated in the year 2012. The Company has obtained the regulatory approval from Securities and Futures Commission (SFC) Hong Kong, for dealing in Securities and advising on Securities

- (5) IL&FS Capital Advisors Limited:

The Company was incorporated in the year 2012 and registered as a Category 1 Merchant Banker under the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992

Considering lack of robust distribution business and paucity of significant business opportunities /development over the years, the future viability of the operations of the Company seems to be unfavourable

The Company is under Voluntary Liquidation pursuant to the Insolvency and Bankruptcy Code of India, 2016 read with regulation made thereunder, with effect from April 28, 2017

- (6) IL&FS Broking Services Private Limited:

The Company was holding broking license from SEBI and registered with NSE and BSE. There being no future prospects and visibility on the broking business, the Company has surrendered its broking license with the Stock Exchanges, which have been approved by NSE on November 27, 2017 and BSE on March 14, 2018 respectively

- (7) Syniverse Technologies India Pvt Limited:

Syniverse Technologies India Pvt Limited is a Joint Venture of the Company with Syniverse Technologies Inc and Flash net Info Solutions Limited. The Company was formed to undertake Mobile Number Portability (MNP) in India and has been awarded license to provide the MNP Services exclusively covering Northern and Western Zones

- (8) IL&FS Engineering and Construction Company Limited:

The Company is one of the leading Infrastructure Development, Construction and Project Management Companies in India

Pursuant to provision of Section 129 (3) of the Companies Act, 2013, a statement containing salient features of the financial statements of the Company's subsidiaries, associates and joint ventures in Form AOC – 1 appear as Item No 26(b) in the notes forming part of Consolidated Financial Statement

OPPORTUNITIES AND THREATS:

- (1) The Indian Government policy initiatives is leading to significant growth in this market, creating opportunities for financing development / construction
- (2) The growing stress in lending by banks has made a dent in their appetite due to capital constraints and risk averseness, thereby providing NBFCs with an opportunity to increase their presence in market, specially in the corporate market
- (3) The Insolvency and Bankruptcy Code has been introduced to facilitate insolvency resolution process and liquidation thus giving impetus to resolution of stressed assets, and attractive investment opportunities in select cases
- (4) The Government's thrust on boosting infrastructure development and the structural policy changes places the Company in favorable position with its expertise in infrastructure & financial products and one stop solution provider with quick turnaround time
- (5) The mounting stress assets is proving to be a big threat to whole financial ecosystem and poses a risk of capital erosion and depleting financial ratios. As the banks become risk averse, the fund flow to new projects may dry up, leading to liquidity crises
- (6) With both RBI and SEBI directing larger corporates to access the bond markets, this should provide much required growth of the debt markets and business opportunities for debt syndication

RISK AND CONCERNS:

The Company has a strong Risk Management System for identification, monitoring, mitigation and reporting of the risks associated with its operations. These are comprehensively documented in policy statements and standard operating practices, while formal reporting is addressed to the Company's Audit Committee and Board. Appropriateness and adequacy of risk assessment methodology is reviewed by the Risk Management Committee of the Board which oversees the effectiveness of risk management processes, assessment of emerging risks and mitigation thereof and adequacy of response to developments in the regulatory regime

Risk Management policies and practices were comprehensively reviewed during the year in the process of testing of internal controls for financial reporting; a few procedural gaps were identified and have been remediated

The Company has an established practice of compliance reporting covering all operations and support functions; compliance reporting is also subject to internal audit and is periodically reviewed to ensure comprehensive coverage

The Company qualified as a listed entity under the new SEBI regulations on Prohibition of Insider Trading. A revised compliance regime has been operationalized to address consequent sensitivities

The Company's Asset Liability Management (ALM) Committee periodically reviews the borrowing profile, funding requirements, ALM mismatch positions and implementation of liquidity strategy

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company's internal financial control system is designed to ensure orderly and efficient conduct of its business, compliance with law and regulations including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting record, and the timely preparation of reliable financial information

Internal Financial Control System is supported by an Internal Audit Process. The Internal Audit Plans and Scope are well laid-out to ensure compliance with various applicable laws and internal policies. The Internal Auditors review the systems and procedures and advise on further improvements wherever required. The reports of the Internal Audit are reviewed by the Audit Committee and the Board

HUMAN RESOURCE:

The Company firmly believes that its Human Resource is the most valuable asset and it contributes towards the performance of the Company in a substantial way. The Company has devised various development programs for the employees through internal as well as external training program. The Company has a robust performance management system in place which recognizes the performers and accordingly rewards the employee. The Board of Directors places on record their appreciation to all the employees of the Company for their sustained efforts, dedication and hard work during the year

POLICY ON PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE:

Pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (SHWW Act), the Company has formulated and adopted "The Sexual Harassment of Woman at the Workplace Prevention, Prohibition and Redressal policy"

As required under the SHWW Act, the Company has constituted an Internal Complaints Committee comprising of Senior Executives of the Company. The Committee is responsible for ensuring compliance in terms of provisions of the Act, from time to time

Pursuant to implementation of the SHWW Act, the status of complaints received and resolved is as follows:

Number of complaints received during FY 2018	Nil
Number of cases disposed during FY 2018	Nil
Number of cases pending for more than 90 days	Nil
Number of Awareness workshops conducted	Online module administered by all employees
Nature of action taken by the District Officer	NA

FINANCIAL RESOURCES:

The Company raises its financial resources principally through Term Loans from Banks, issue of Non-Convertible Debentures, Commercial Papers, Non-convertible Redeemable Cumulative Preference Shares (NCRCPs), ECBs and Deposits from Corporates

Resources are raised by the Company in accordance with the asset build up plan, interest rate movements, potential asset liability mismatch and treasury operations

RBI GUIDELINES:

The Company continues to comply with all the requirements prescribed by the Reserve Bank of India, from time to time as applicable to it

During the course of its inspection, the RBI has directed the Company to follow a different method for computation of Net Owned Fund (NOF) and Capital to Risk Assets Ratio (CRAR) and has given time till March 31, 2019 to implement the same. In response to the above, the Company is in the process of formulating a detailed plan and has communicated to the RBI that the same shall be submitted to them by June 30, 2018. The Company has already initiated the process for reduction of the exposure to companies in the same group based on the RBI Directions. Refer to Note in the financial statements for details

NON-ACCEPTANCE OF PUBLIC DEPOSITS:

The Company is a Systemically Important Non - Deposit Taking Non-Banking Finance Company. It has not accepted any public deposits during the financial year 2017-18

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Appointment of Directors:

- (1) Ms Renu Challu was appointed as an Additional and Independent Director with effect from September 27, 2017
- (2) Mr Rajesh Kotian was appointed as a Deputy Managing Director of the Company with effect from November 7, 2017

Resignation of Director:

Mr Milind Patel resigned from the Directorship of the Company with effect from the close of business hours of March 31, 2018

Retirement by Rotation:

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Mr Ravi Parthasarathy (DIN 00002392) retires by rotation and being eligible; offers himself for re-appointment at the ensuing Annual General Meeting

The Board recommends the resolution for re-appointment of Mr Ravi Parthasarathy as set out in the Notice of the ensuing Annual General Meeting for the approval of the Members

Statement of Declaration given by the Independent Directors under Section 149:

All Independent Directors have provided the declarations that they meet the criteria of independence as provided under Section 149(6) of the Companies Act, 2013

Board Evaluation:

As per the provisions of the Companies Act, 2013, the Company has laid down Performance Assessment Process and Parameters for the evaluation of the performance of the Board, Committees thereof, individual Directors and the Chairman. The performance evaluation is undertaken annually as per the requirements of the Act

Key Managerial Personnel:

In terms of provisions of Section 203 of the Companies Act, 2013, the following are the Key Managerial Personnel (KMP) of the Company:

- (1) Mr Ramesh C Bawa – Managing Director & CEO
- (2) Mr Milind Patel – Joint Managing Director^
- (3) Mr Rajesh Kotian – Deputy Managing Director*
- (4) Mr Deepak Pareek – Chief Financial Officer
- (5) Ms Neelam Desai – Company Secretary

^ Resigned with effect from the close of business hours of March 31, 2018

*Appointed with effect from November 7, 2017

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors, to the best of its knowledge and ability, confirm that:

- (a) in the preparation of the annual accounts the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that financial year;
- (c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the directors have prepared the annual accounts on a going concern basis; and
- (e) the directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively
- (f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and are operating effectively

AUDITORS:

(1) STATUTORY AUDITORS:

Deloitte Haskins & Sells LLP, Chartered Accountants (“DHS”) (Firm Registration Number: 117366W/W - 100018) were appointed as the Statutory Auditors of the Company at the Annual General Meeting (“AGM”) of the Company held on June 20, 2008 for FY 2008-09 and had been re-appointed thereafter at every AGM of the Company. At the conclusion of the ensuing AGM, DHS would complete two terms of five years each as Statutory Auditors of the Company, which is the prescribed tenor as per the provisions of the Act and the applicable Rules framed thereunder

Accordingly, based on the recommendation of the Audit Committee and approval of the Board of Directors of the Company, the Shareholders of the Company at an Extra Ordinary General Meeting held on November 27, 2017 approved the appointment of B S R & Associates LLP (“BSR”), Chartered Accountants (Firm Registration Number: 116231 W/W-100024), as the Joint Statutory Auditors of the Company along with M/s Deloitte Haskins & Sells LLP upto the conclusion of the ensuing Annual General Meeting

Further, based on the recommendation of the Audit Committee, the Board of Directors of the Company at its Meeting held on May 28, 2018, approved the appointment of BSR as the Statutory Auditors of the Company for a term of five consecutive years commencing from the conclusion of the ensuing Twenty Third AGM up to the conclusion of the Twenty Eight AGM of the Company to be held in 2023, subject to the approval of the Members of the Company at the ensuing AGM

BSR have expressed their willingness to act as the Auditors of the Company and have further confirmed that, if appointed, the said appointment would be in conformity with the provisions of Section 139 read with Section 141 of the Act, along with the Rules made thereunder

The Board recommends the appointment of BSR as Statutory Auditors of the Company as set out in the Notice of the ensuing Annual General Meeting for the approval of the Members

(2) AUDIT REPORTS:

(a) Statutory Auditors' Report for FY 2017 – 18:

The Auditors Report to the Shareholders for the year under review does not contain any qualification, reservation, adverse comments or disclaimers. The notes to the Accounts referred to in the Auditors' Report are self-explanatory and therefore do not call for any further clarifications under Section 134(3) (f) of the Companies Act, 2013

(b) Secretarial Audit Report for FY 2017 -18:

The Board had appointed M/s P Diwan & Associates, Practicing Company Secretaries to carry out Secretarial Audit under the provisions of Section 204 of the Companies Act, 2013 for the financial year 2017-18. The report of the Secretarial Auditor is annexed to this report as **Annexure - I**. The report does not contain any qualification, reservation, adverse comments or disclaimers

CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The Company has constituted a Corporate Social Responsibility (CSR) Committee in accordance with Section 135 of the Companies Act, 2013

The CSR Policy of the Company and the details about the initiatives taken by the Company on Corporate Social Responsibility during the year have been appended as **Annexure - II** to this Report and the same is available on the Company's website: <http://www.ilfsifin.com/corporate-social-responsibility.aspx>

CORPORATE GOVERNANCE:

The Company's philosophy on Corporate Governance is laid on a foundation of Integrity, Transparency, Accountability, Excellence and Ethical values which are embedded in the Company's robust business policies and practices to ensure ethical and responsible leadership both at the Board and at the Management level

With this objective, the Company has put in place various policies, systems and processes to achieve transparency, business ethics and compliance with applicable laws

The report on Corporate Governance is annexed as **Annexure – III**

RELATED PARTY TRANSACTIONS:

All the related party transactions that were entered into, during the financial year under review were in the ordinary course of business and at arm's length basis. During the year, the Company has entered into contracts / arrangements / transactions with related parties which could be considered as material. The Company considers the following as "Material Related Party Transaction":

- (a) Lending, Borrowing & Investment transactions which exceed ten percent of its asset size;
- (b) Income / Expense transactions which exceed ten percent of its annual turnover of the Company

Also the disclosure of transactions with related parties set out in notes to accounts of Financial Statements is forming part of the Annual Report. The details of Related Party Transactions pursuant to section 134(3)(h) of the Act is annexed in Form AOC – 2 as **Annexure - IV**

Guidelines on Operating Framework on Related Party Transactions is available on the Company's website: <http://www.ilfsifin.com/pdf/IFIN-Guidelines-for-RPT.pdf>

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of Annual Return is enclosed as **Annexure – V**

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report

DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

There are no significant material orders passed by the Regulators/Courts or Tribunals which would impact the going concern status of the Company and its future operations

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The disclosures referred under sub-section 4 of Section 186 of the Companies Act, 2013 are not applicable to the Company, as it being a Non-Banking Financial Company

PARTICULARS OF EMPLOYEES:

Disclosures with respect to the remuneration of Directors and employees as required under Section 197 of the Act and Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 have been appended as **Annexure - VI** to this report

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars required to be furnished under Section 134 read with Companies (Accounts) Rules, 2014 are as under:

- (1) Part A and B pertaining to conservation of energy and technology absorption are not applicable to the Company
- (2) The particulars as regards foreign exchange earnings and outgo appear as Item No 24 in the notes to the accounts forming part of financial statements of the Company

ACKNOWLEDGEMENTS:

The Directors of the Company would like to express their grateful appreciation for the support and co-operation received from Members, Employees, Central and State Governments, Reserve Bank of India, Securities and Exchange Board of India, Stock Exchanges, Banks, Financial Institutions and other governing regulatory authorities

ANNEXURES:

- (1) Secretarial Audit Report – Annexure – I
- (2) CSR Policy & CSR Initiatives – Annexure – II
- (3) Corporate Governance Report – Annexure – III
- (4) Form AOC – 2 – Annexure – IV
- (5) Extract of Annual Return – Annexure – V
- (6) Particulars of Directors And Key Managerial Personnel – Annexure – VI

For and on behalf of the Board of Directors

Ramesh C Bawa
Managing Director & CEO

Arun K Saha
Director

Date : May 28, 2018

Place : Mumbai

ANNEXURE I

SECRETARIAL AUDIT REPORT

Form No. MR-3

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2018
[Pursuant to section 204 (1) of the Companies Act, 2013
and Rule No. 9 of the Companies (Appointment and
Remuneration of Managerial Personnel) Rules, 2014]

To

The Members

IL&FS Financial Services Limited

IL & FS Financial Centre, Plot No C-22 G Block

Bandra Kurla Complex, Bandra (East)

Mumbai – 400 051

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **IL&FS Financial Services Limited** having CIN: U65990MH1995PLC093241 (hereinafter called “the Company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2018 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iii) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (b) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

- (c) The Securities and Exchange Board of India (Registrar to an issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (d) The Securities and Exchange Board of India (Underwriters) Regulations, 1993

- (v) Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 and Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016 and other relevant guidelines and circulars issued by the Reserve Bank of India from time to time

As per the explanations given to us in the representations made by the management and relied upon by us, during the period under review, provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company:-

- (i) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (ii) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (c) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Redeemable Preference Shares) Regulations, 2013;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - (e) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and
 - (f) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards 1 & 2 issued by the Institute of Company Secretaries of India under the Companies Act, 2013.
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above to the extent applicable

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act

Adequate notice is generally given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting

Majority decision is carried through and as informed, there were no dissenting members' views and hence not recorded as part of the minutes

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines

As per the explanations given to us in the representations made by the management and relied upon by us, We further report that during the audit period, except for the issuance and allotment of Debentures on Private Placement there were no other specific events / actions in pursuance of the above referred laws, rules, regulations, guidelines, etc., having a major bearing on the Company's affairs

For P. DIWAN & ASSOCIATES

PRASHANT DIWAN

PARTNER

Date: May 28, 2018

Place: Mumbai

FCS: 1403 CP: 1979

This report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this report.

Annexure "A"

To

The Members

IL&FS FINANCIAL SERVICES LIMITED

IL & FS Financial Centre, Plot No C-22 G Block

Bandra Kurla Complex, Bandra (East)

Mumbai – 400 051

Our report of even date is to be read along with this letter

- (1) Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- (2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- (3) We have not verified the correctness and appropriateness of financial records and books of Accounts of the company.
- (4) Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- (5) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- (6) The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For P. DIWAN & ASSOCIATES

PRASHANT DIWAN

PARTNER

Date: May 28, 2018

Place: Mumbai

FCS: 1403 CP: 1979

ANNEXURE II**Annual Report on CSR Activities (FY 2017-18)**

- (I) A Brief Outline of the Company's CSR Policy and Overview of Projects:

The CSR Policy of the Company was approved by the Board at its Meeting held on July 25, 2014. The CSR Policy is effective from April 1, 2014. The Policy aims at inter-alia nurturing socio-economic development schemes for capacity building through skill training, livelihood creation, quality education, and health care. As per the Policy, the CSR Committee will identify the focus areas for the CSR activities on a yearly basis and review the same on a periodic basis

This is the fourth year of operationalization of the CSR Policy of the Company. For the current year, the major focus of the Company's CSR initiative continued to be on employment linked skills training on a pan-India basis to support unemployed youth including people with disabilities. Other CSR initiatives included projects in the Education sector and Healthcare; these projects were carried out in local areas as defined by the catchment areas of some of the infrastructure projects of the Group

The CSR Policy of the Company and a copy of the Annual CSR Report for FY 2017-18 along with a summary of the CSR activities given in the Annexure has been uploaded on the web-site of the Company: <http://www.ilfsifin.com/corporate-social-responsibility.aspx>

- (II) The Composition of the CSR Committee:

The CSR Committee comprises of:

Ms Shubhalakshmi Panse	Chairperson
Mr Surinder Singh Kohli	Member
Mr Hari Sankaran	Member
Mr Ramesh Bawa	Member

- (III) Average Net Profit of the Company for the last three Financial Years:

Average net profit of the company for last three financial years for the purpose of computation of CSR is ₹3,764 mn

- (IV) Prescribed CSR Expenditure:

Prescribed CSR Expenditure for FY 2017-18 was ₹75.29 mn: i.e., 2% of ₹3,764 mn = ₹75.29 mn

- (V) Details of CSR Spent During the Financial year:

- (1) Total amount to be spent for the financial year: ₹75.29 mn, as above
- (2) Amount unspent, if any: ₹12.10 mn
- (3) Manner in which the amount spent during the financial year is detailed in Annexure 1

- (VI) Reasons for Shortfall in CSR Spend:

In the current year, while all the approved projects were almost fully expended, the selection and development of additional feasible projects had taken time, resulting in a shortfall in spend

- (VII) Responsibility Statement:

The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company

Shubhalakshmi Panse
(Chairperson - CSR Committee)

Ramesh C Bawa
(Managing Director & CEO)

Date: May 28, 2018

Place: Mumbai

		(₹ in mn)					
Sr No	CSR project or activity identified	Projects or programs (1) Local area or other (2) Specify the state and district where projects or programs was undertaken	Sectors in which the project is covered	Amount outlay (budget) project or programs wise	Amount spent on the projects or programmes (1) Direct Expenditure on projects or programs (2) Overhead	Cumulative Expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1	Nalanda CSR Skills Scholarship Scheme	1. Local Area / Other Area 2. Pan India	(ii), Promoting Employment Enhancing Vocational Skills	46.10	1. Direct – ₹ 46.10 mn	46.10	Through Implementation Agency (Nalanda Foundation)
2	Promoting Science Education	1. Local Area 2. Dhanbad, Jharkhand & Asansol, WB	(ii), Promoting Education	5.00	1. Direct – ₹ 4.99 mn	4.99	Through Implementation Agency (Nalanda Foundation)
3	Introduction to Basic Vocational Skills and English Language Teaching	(1) Local Area (2) Khed; Pune, Maharashtra	(ii) Promoting Education	3.00	1. Direct – ₹ 2.93 mn	2.93	Through Implementation Agency (Nalanda Foundation)
4	Supporting Community Health along the Highways	(1) Local Area (2) Dhanbad, Jharkhand & Asansol, WB	(i) Preventive Healthcare	5.00	1. Direct – ₹ 5.00 mn	5.00	Through Implementation Agency (Nalanda Foundation)
5	English at High School	(1) Local Area (2) Khed; Pune, Maharashtra	(ii) Promoting Education	3.00	1. Direct – ₹ 2.99 mn	2.99	Through Implementation Agency (Nalanda Foundation)
6	ADAPT	(1) Local Area (2) Mumbai	(ii), Livelihood Enhancement	1.18	1. Direct – ₹ 1.18 mn	1.18	Through Implementation Agency (Nalanda Foundation)
7	Capacity Building	(1) Local Area (2) Mumbai	Rule 4(6); CSR Rules, 2014	0.51	1. Direct – Nil	Nil	NA
			Total	63.79	63.19	63.19	

Note: Local area includes locations in the vicinity of which the Company or IL&FS group companies / associates / subsidiaries are having operational influence

Details (Name, Address and Email address) of the Implementing Agency:

Nalanda Foundation and Nalanda Foundation
A – 268, 1st Floor, Trustee - Vistra ITCL (India) Limited
Bhishm Pitahamah Marg, (Formerly known as IL&FS Trust Company Ltd)
Defence Colony, The IL&FS Financial Centre
New Delhi – 110024 C-22, G –Block, Bandra Kurla Complex
Email: info@nalandafoundation.co.in Bandra (East), Mumbai 400 051

Shubhalakshmi Panse
Chairperson – CSR Committee

Ramesh Bawa
Managing Director & CEO

Date: May 28, 2018
Place: Mumbai

ANNEXURE III**Report on Corporate Governance**

The report on Corporate Governance is as follows:

(I) Board Constitution:

Sr No	Name of the Directors	Category	No. of Board Meetings attended	Last Annual General Meeting Attendance
(1)	Mr Ravi Parthasarathy	Chairman- Non-Executive Director	4	Yes
(2)	Mr Ramesh C Bawa	Managing Director & CEO	6	Yes
(3)	Mr Milind Patel^	Joint Managing Director	5	Yes
(4)	Mr Rajesh Kotian*	Deputy Managing Director	4	NA
(5)	Mr Hari Sankaran	Non-Executive Director	4	Yes
(6)	Mr Arun K Saha	Non-Executive Director	6	Yes
(7)	Mr Vibhav Kapoor	Non-Executive Director	5	Yes
(8)	Mr Surinder Singh Kohli	Independent Director	6	Yes
(9)	Ms Shubhalakshmi Panse	Independent Director	6	Yes
(10)	Ms Renu Challu #	Independent Director	4	NA
(11)	Mr Uday Ved	Independent Director	5	Yes

^ Resigned with effect from close of business hours of March 31, 2018

* Appointed with effect from November 7, 2017

Appointed with effect from September 27, 2017

(II) Board Meetings:

During the period under review, six Board Meetings were held on April 25, 2017, July 31, 2017, November 07, 2017, December 20, 2017, January 29, 2018 and March 5, 2018

(III) Committees of the Board:

The following Committees of Directors have been constituted:

(a) Audit Committee:

During the period under review, five Audit Committee Meetings were held on April 25, 2017, July 31, 2017, November 6, 2017, December 20, 2017 and January 29, 2018

The composition and the details of attendance are as follows:

Sr No	Name of the Directors	No. of Audit Committee Meetings attended
(1)	Mr Surinder Singh Kohli - Chairman	5
(2)	Ms Shubhalakshmi Panse	5
(3)	Mr Arun Saha	5

The duties and responsibilities of the Audit Committee are as defined under provisions of the Companies Act, 2013

The Board of Directors have duly accepted all the recommendations made by the Audit Committee during the year under review

(b) Nomination & Remuneration Committee:

During the period under review, one Nomination and Remuneration Committee (NRC) Meeting was held on April 25, 2017. The composition and the details of attendance are as follows:

Sr No	Name of the Directors	No of NRC Meetings attended
(1)	Mr Surinder Singh Kohli - Chairman	1
(2)	Ms Shubhalakshmi Panse	1
(3)	Mr Ravi Parthasarathy	1
(4)	Mr Hari Sankaran	1

(c) Corporate Social Responsibility (CSR) Committee:

During the period under review, two Corporate Social Responsibility (CSR) Committee Meetings were held on April 25, 2017 and November 06, 2017. The composition and the details of attendance are as follows:

Sr No	Name of the Directors	No of CSR Committee Meetings attended
(1)	Ms Shubhalakshmi Panse - Chairperson	2
(2)	Mr Surinder Singh Kohli	2
(3)	Mr Hari Sankaran	2
(4)	Mr Ramesh Bawa	2

- (d) Stakeholders Relationship Committee:
Constitution: Mr Arun K Saha.... Chairman
Mr Milind Patel*
Mr Rajesh Kotian#

* Resigned with effect from the close of business hours of March 31, 2018

Inducted as a member with effect from May 28, 2018

During the period under review, there were no grievances received from the stakeholders and hence no meeting was held

- (e) Risk Management Committee:

During the period under review, two Risk Management Committee Meetings were held on April 25, 2017 and November 06, 2017. The composition and the details of attendance are as follows:

Sr No	Name of the Directors	No of Risk Management Committee Meetings attended
1	Mr Surinder Singh Kohli - Chairman	2
2	Mr Hari Sankaran	2
3	Mr Arun K Saha	2
4	Mr Ramesh C Bawa	2
5	Mr Milind Patel#	2
6	Mr Rajesh Kotian*	1

Resigned with effect from the close of business hours of March 31, 2018

* Appointed with effect from November 7, 2017

- (f) Information Technology Strategy Committee:

During the period under review, the Company constituted an Information Technology (IT) Strategy Committee pursuant to the requirements of the Reserve Bank of India's Master Direction (No. DNBS.PPD. No.04/66.15.001/2016-17) on Information Technology Framework for the NBFC Sector dated June 8, 2017

During the period under review, one IT Strategy Committee Meeting was held on January 29, 2018. The composition and the details of attendance are as follows:

Sr No	Name of the Directors	No of IT Strategy Committee Meeting attended
1	Ms Shubhalakshmi Panse - Chairperson	1
2	Ms Renu Challu	1
3	Mr Ramesh Bawa	1
4	Mr Arun Kumar Saha	1

(IV) Remuneration Policy

The Company follows a policy on remuneration of Directors and Senior Management Employees and selection criteria for appointment of Directors. The Policy has been approved by the Nomination and Remuneration Committee and the Board. The Policy is available on the website of the Company: <http://www.ilfsifin.com/pdf/IFIN-Remuneration-Policy.pdf>

The salient features of the Remuneration policy of the Company is as under:

(1) Objective of the Policy:

- The key objective of the Remuneration Policy is to enable a framework that allows competitive and fair rewards for the achievement of key deliverables
- The composition of remuneration of the Company consists of fixed and incentive pay in alignment with the provisions of the Companies Act, 2013

(2) Significant provisions of the Policy:

- The policy outlines the details of what constitutes managerial remuneration
- The policy mentions the role of the Nomination and Remunerations Committee (NRC) and statutory provisions considered while formulating the Remuneration Policy
- Remuneration Pattern: Remuneration structure for WTDs, KMPs, Senior Management and Non-Executive Directors/Independent Directors
- Selection criteria for appointment of Directors

(V) VIGIL MECHANISM AND WHISTLE-BLOWER POLICY:

Pursuant to Section 177(9) and (10) of the Companies Act, 2013, the Company has established a vigil mechanism for Directors and Employees to report genuine concerns regarding unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct

The said mechanism covers the Whistle Blower Policy and provides for adequate safeguards against victimization of persons who use such mechanism. It also provides direct access to the Chairman of the Audit Committee. The Whistle Blower Policy is available on the Company's website: <http://ilfsifin.com/>

(VI) CODE OF CONDUCT FOR PROHIBITION OF INSIDER TRADING:

As per SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has adopted the Code of Conduct for Prohibition of Insider Trading. All the Directors and Employees of the Company are governed by this Code. During the year under review there has been due compliance with the said Code

For and on behalf of the Board of Directors

Ramesh Bawa
Managing Director & CEO

Arun K Saha
Director

Date: May 28, 2018

Place: Mumbai

Annexure - IV

Form No AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

- (1) Details of contracts or arrangements or transactions not at arm's length basis: Nil
- (2) Details of material contracts or arrangement or transactions at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of contracts/ arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date of approval at the meeting of the Board	Amount paid as advances, if any (₹ mn)
Name : IL&FS Securities Services Limited (ISSL) Relation : Fellow Subsidiary	Inter Corporate Deposits	-	Salient Terms : Inter Corporate Deposits received & repaid as per approved framework & borrowings policies	NA	₹40,745 (Repaid during the year ₹39,805 mn)

For and on behalf of the Board of Directors

Ramesh Bawa
Managing Director & CEO

Arun K Saha
Director

Date: May 28, 2018
Place: Mumbai

Annexure - V
EXTRACT OF ANNUAL RETURN - FORM MGT – 9

As on the financial year ended on March 31, 2018

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

(I) Registration and Other Details:

CIN	U65990MH1995PLC093241
Registration Date	September 29, 1995
Name of the Company	IL&FS Financial Services Limited
Category / Sub-Category of the Company	Company Limited by Shares
Address of the Registered Office and contact details	The IL&FS Financial Centre, 3rd floor, Plot C – 22, G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400051 Tel: 022 26593333 Fax: 022 26593149 Website: http://ilfsifin.com/
Whether listed company	Yes, The Non-Convertible Debentures and Non-Convertible Redeemable Cumulative Preference Shares of the Company are listed with Bombay Stock Exchange Limited
Name, address and contact details of Registrar and Transfer Agent, if any	Link Intime (India) Private Limited C - 101, 247 Park, LBS Marg Vikhroli (West) Mumbai 400 083 Tel : 022-4918600 Fax : 022 49186060

(II) Principal Business Activities of the Company:

All the Business Activities contributing 10% or more of the total turnover of the Company is as stated below:

Name and Description of main Products / Services	NIC Code of the Product / Service	% to total turnover of the Company
Stand-by commitment and other loan services	99711353	84.47
Investment Banking Services	99712000	12.88

(III) Particulars of Holding, Subsidiary and Associate Companies:

Sr No	Name of the Company	CIN/GLN	Address	Relation ship	% of shares held	Applicable Section
(1)	Infrastructure Leasing & Financial Services Limited	U65990MH-1987PLC044571	The IL&FS Financial Centre, Plot C – 22, G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400051	Holding Company	100%	Section 2 (46)
(2)	IL&FS Capital Advisors Limited*	U65191MH-2012PLC226314	The IL&FS Financial Centre, 3rd floor, Plot C – 22, G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400051	Subsidiary Company	100%	Section 2 (87)
(3)	IL&FS Broking Services Private Limited#	U67120MH2009PTC191131	The IL&FS Financial Centre, 3rd floor, Plot C – 22, G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400051	Subsidiary Company	100%	Section 2 (87)
(4)	IL&FS Global Financial Services Pte Ltd	NA	80 Raffles Place, # 38-02, UOB Plaza 1, Singapore – 048624	Subsidiary Company	100%	Section 2 (87)
(5)	IL&FS Global Financial Services (UK) Limited	NA	40, Queen Street London, EC4R 1DD, United Kingdom	Subsidiary Company	100%	Section 2 (87)
(6)	IL&FS Global Financial Services (ME) Limited	NA	Office No 402 & 403, Tower 1, Currency House, P O Box 482084, Dubai, UAE	Subsidiary Company	100%	Section 2 (87)
(7)	IL&FS Global Financial Services (HK) Limited	NA	Suites 706-07, 7th Floor, Champion Tower, 3 Garden Road, Central, Hong Kong	Subsidiary Company	100%	Section 2 (87)
(8)	Syniverse Technologies (India) Private Limited^	U72300HR2008PTC038097	DLF Building No. 5, Tower A, 15th Floor, Phase III, Gurgaon Haryana 122002	Associate Company	26%	Section 2(6)
(9)	IL&FS Engineering and Construction Company Limited	L45201AP1988PLC008624	Door No. 8-2-120/113/3/4F, Sanali Info Park, Cyber Towers, Road No. 2, Banjara Hills, Hyderabad TG 500033	Associate Company	21.29%	Section 2(6)

*The Company is under Voluntary Liquidation

#The Company has surrendered its broking license with the Stock Exchanges, which have been approved by National Stock Exchange (NSE) on November 27, 2017 and Bombay Stock Exchange (BSE) on March 14, 2018 respectively

^ The Company is a Joint Venture

SHAREHOLDING PATTERN :
(a) Category-wise Shareholding:
(i) Equity Share Capital Breakup as % of the total Equity

Category of Shareholder	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total
(A) Promoters							
(1) Indian							
(a) Individual / HUF	--	700	700	--	--	700	700
(b) Central Govt.	--	--	--	--	--	--	--
(c) State Govt.(s)	--	--	--	--	--	--	--
(d) Bodies Corporate	26,56,66,855	--	26,56,66,855	100	26,56,66,855	--	26,56,66,855
(e) Banks / FI	--	--	--	--	--	--	--
(f) Any Other	--	--	--	--	--	--	--
Sub-Total (A)(1):	26,56,66,855	700	26,56,67,555	100	26,56,66,855	700	26,56,67,555
(2) Foreign							
(a) NRIs – Individuals							
(b) Other –Individuals							
(c) Bodies Corporate							
(d) Banks / FI							
(e) Any Other...							
Sub-Total (A)(2):							
Total Shareholding of Promoters (A) = (A)(1) + (A)(2)	26,56,66,855	700	26,56,67,555	100	26,56,66,855	700	26,56,67,555
(B) Public Shareholding							
(1) Institutions							
(a) Mutual Funds / UTI							
(b) Banks / FI							
(c) Central Govt.							
(d) State Govt.(s)							
(e) Venture Capital Funds							

Category of Shareholder	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(f) Insurance Companies									
(g) FIIs									
(h) Foreign Venture Capital Funds									
(i) Others (specify)									
Sub-Total (B)(1):									
(2) Non-Institutions									
(a) Bodies Corporate									
(i) Indian									
(ii) Overseas									
(b) Individuals									
(i) Individual Shareholders holding nominal share capital upto ₹ 1 lakh									
(ii) Individual Share holders holding nominal share capital in excess of ₹ 1 lakh									
(c) Others (specify)									
(i) Shares held by Pakistani citizens vested with the Custodian of Enemy Property									
(ii) Other Foreign Nationals									
(iii) Foreign Bodies									
(iv) NRI / OCBs									
(v) Clearing Members / House									
(vi) Trusts									
(vii) LLP									
(viii) Foreign Portfolio Investor (Corporate)									
(ix) Qualified Foreign Investor									
Sub-Total (B)(2):									
Total Public Share holding (B)=(B) (1)+(B)(2)									
C.Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	26,56,66,855	700	26,56,67,555	100	26,56,66,855	700	26,56,67,555	100	NIL

Preference Share Capital Breakup as % of the total Preference Capital

Category of Shareholder	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A) Promoters									
(1) Indian									
(a) Individual / HUF									
(b) Central Govt.									
(c) State Govt.(s)									
(d) Bodies Corporate									
e) Banks / FI									
f) Any Other									
Sub-Total (A)(1):									
(2) Foreign									
a) NRIs – Individuals									
b) Other –Individuals									
c) Bodies Corporate									
d) Banks / FI									
e) Any Other...									
Sub-Total (A)(2):									
Total Shareholding of Promoters (A) = (A)(1) + (A)(2)									
(B) Public Shareholding									
(1) Institutions									
a) Mutual Funds / UTI									
b) Banks / FI									
c) Central Govt.									
d) State Govt.(s)									
e) Venture Capital Funds									

Category of Shareholder	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(f) Insurance Companies	-	-	-	-	-	-	-	-	-
(g) FIs	-	-	-	-	-	-	-	-	-
(h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
(i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-Total (B)(1):	-	-	-	-	-	-	-	-	-
(2) Non-Institutions									
(a) Bodies Corporate									
(i) Indian	64,036	---	64,036	38.42%	62,433	---	62,433	37.46%	(0.96%)
(ii) Overseas	-	-	-	-	-	-	-	---	-
(b) Individuals									
(i) Individual Share holders holding nominal share capital upto ₹ 1 lakh	280	---	280	0.17%	251	---	251	0.15%	(0.02%)
(ii) Individual Share holders holding nominal share capital in excess of ₹ 1 lakh	95,132	---	95,132	57.08%	98,622	---	98,622	59.17%	2.09%
c) Others (specify)									
(i) Shares held by Pakistani citizens vested with the Custodian of Enemy Property	-	-	-	-	-	-	-	-	-
(ii) Other Foreign Nationals	---	---	---	---	---	---	---	---	---
(iii) Foreign Bodies	---	---	---	---	---	---	---	---	---
(iv) NRI / OCBs	134	---	134	0.08%	174	---	174	0.10%	0.02%
(v) Clearing Members / House	---	---	---	---	---	---	---	---	---
(vi) Private Trusts/Partnership firms/HUF	5,064	---	5,064	3.04%	5,044	---	5,044	3.03%	(0.01%)
(vii) LLP	2,020	---	2,020	1.21%	142	---	142	0.09%	(1.12%)
(viii) Foreign Portfolio Investor (Corporate)	---	---	---	---	---	---	---	---	---
(ix) Qualified Foreign Investor	---	---	---	---	---	---	---	---	---
Sub-Total (B)(2):	1,66,666	---	1,66,666	100%	1,66,666	---	1,66,666	100%	---
Total Public Share-holding (B)=(B)(1)+(B)(2)	1,66,666	---	1,66,666	100%	1,66,666	---	1,66,666	100%	---
C. Shares held by Custodian for GDRs & ADRs	---	---	---	---	---	---	---	---	---
Grand Total (A+B+C)	1,66,666	---	1,66,666	100%	1,66,666	---	1,66,666	100%	---

Shareholding of Promoters
(i) Equity Share Capital

Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
	No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	
Infrastructure Leasing & Financial Services Limited (IL&FS)	265,666,855	100%	Nil	265,666,855	100%	Nil	Nil
IL&FS & Mr Ravi Parthasarathy	100	-	Nil	100	-	Nil	Nil
IL&FS & Mr Vibhav Kapoor	100	-	Nil	100	-	Nil	Nil
IL&FS & Mr Manu Kochhar	100	-	Nil	100	-	Nil	Nil
IL&FS & Mr Shahzaad Dalal	100	-	Nil	-	-	Nil	(100%)
IL&FS & Mr Arun K Saha	100	-	Nil	100	-	Nil	Nil
IL&FS & Mr Avinash Bagul	200	-	Nil	-	-	Nil	(100%)
IL&FS & Mr Hari Sankaran	-	-	Nil	100	-	Nil	100%
IL&FS & Mr Maharudra Wagle	-	-	Nil	200	-	Nil	100%
Total	265,667,555	100%	Nil	265,667,555	100%	Nil	Nil

(ii) Preference Share Capital

Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
	No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	

- Nil -

Change in Promoters' Shareholding
(i) Equity Share Capital

	Shareholding at the beginning of the year		Date	Reason	Cumulative Shareholding during the year	
	No. of Shares	% of total shares of the Company			No. of Shares	% of total shares of the Company
IL&FS & Mr Shahzaad Dalal						
At the beginning of the year	100	-	-	-	100	-
Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	(100)	-	31/07/2017	Sale	(100)	-
At the end of the year	-	-	-	-	-	-
IL&FS & Mr Avinash Bagul						
At the beginning of the year	200	-	-	-	200	-
Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	(200)	-	31/07/2017	Sale	(200)	-
At the end of the year	-	-	-	-	-	-

(c)

	Shareholding at the beginning of the year		Date	Reason	Cumulative Shareholding during the year	
	No. of Shares	% of total shares of the Company			No. of Shares	% of total shares of the Company
IL&FS & Mr Hari Sankaran						
At the beginning of the year	-	-	-	-	-	-
Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	100	-	31/07/2017	Purchase	100	-
At the end of the year	100	-	-	-	100	-
IL&FS & Mr Maharudra Wagle						
At the beginning of the year	-	-	-	-	-	-
Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):	200	-	31/07/2017	Purchase	200	-
At the end of the year	200	-	-	-	200	-

(ii) Preference Share Capital

	Shareholding at the beginning of the year		Cumulative Shareholding during the year
	No. of Shares	% of total Shares of the Company	
At the beginning of the year			
Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/ transfer/ bonus/ sweat equity etc):			
At the end of the year			

(d) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)

(i) Equity Shareholders

[illegible]

Preference Shareholders

(ii)

For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year / Cumulative Shareholding during the year		Changes during the year					Reason
	No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company	Date	No. of shares before Change	No. of shares After Change	Increase	Decrease	
Shree Cement Ltd	33,400	20.04%	33,400	20.04%	-	-	-	-	-	-
Sanjeev Kumar Juneja	13,333	8%	13,333	8%	-	-	-	-	-	-
Vardhman Textiles Limited	6,660	4%	6,660	4%	-	-	-	-	-	-
Kishorekant Bhimji Sanghvi	5,390	3.23%	5,390	3.23%	-	-	-	-	-	-
Universal Medicare Pvt Ltd	5,331	3.20%	5,331	3.20%	-	-	-	-	-	-
Shahi Exports Private Limited	4,667	2.80%	4,667	2.80%	-	-	-	-	-	-
Citland Commercial Credits Ltd	3,334	2%	3,334	2%	-	-	-	-	-	-
Raghav Bahl	3,333	1.99%	3,333	1.99%	-	-	-	-	-	-
Sumit Biswas	2,800	1.68%	-	-	04-Aug-17	2,800	-	-	2,800	Sale
Umesh Kishorekant Sanghvi	2,775	1.67%	2,775	1.67%	-	-	-	-	-	-
Dinesh Vyas	2,000	1.20%	2,000	1.20%	-	-	-	-	-	-

Shareholding of Directors and Key Managerial Personnel (i) Equity Share Capital

(e)

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year		
	No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company	% of total shares of the Company
Mr Ravi Parthasarathy*					
At the beginning of the year	100	-	100	-	-
Date wise Increase/Decrease in shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/transfer/bonus/sweat equity etc):	-	-	-	-	-
At the end of the year	100	-	100	-	-
Mr Vibhav Kapoor*					
At the beginning of the year	100	-	100	-	-
Date wise Increase/Decrease in shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/transfer/bonus/sweat equity etc):	-	-	-	-	-
At the end of the year	100	-	100	-	-
Mr Hari Sankaran*					
At the beginning of the year	-	-	-	-	-
Date wise Increase/Decrease in shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/transfer/bonus/sweat equity etc):	100	-	100	-	-
At the end of the year	100	-	100	-	-
Mr Arun Saha*					
At the beginning of the year	100	-	100	-	-
Date wise Increase/Decrease in shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/transfer/bonus/sweat equity etc):	-	-	-	-	-
At the end of the year	100	-	100	-	-

*Shares being held as a Nominee of IL&FS (Holding Company)

(ii) Preference Share Capital

For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
At the beginning of the year				
Date wise Increase/Decrease in shareholding during the year specifying the reasons for increase/ decrease (e.g. allotment/transfer/bonus/sweat equity etc):				
At the end of the year				

NIL

(V) INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(₹ in mn)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
(i) Principal Amount	1,08,201.10	50,395.53	-	1,58,596.63
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	1,492.53	915.90	-	2,408.43
Total (i+ii+iii)	1,09,693.63	51,311.43	-	1,61,005.06
Change in Indebtedness during the financial year*				
Addition	4,28,844.97	1,60,824.10	-	5,89,669.07
Reduction	4,18,246.70	1,53,686.29	-	5,71,933.00
Net Change	10,598.27	7,137.81	-	17,736.07
Indebtedness at the end of the financial year				
(i) Principal Amount*	1,18,799.37	57,533.34	-	1,76,332.70
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	1,795.68	812.37	-	2,608.06
Total (i+ii+iii)	1,20,595.05	58,345.71	-	1,78,940.76

*Change in the Principal Amount

(VI) REMUNERATION OF DIRECTOR AND KMP:
(A) Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Amount in ₹)

Sr No	Particulars of Remuneration	Mr Ramesh C Bawa Managing Director & CEO	Mr Milind Patel Joint Managing Director [^]	Mr Rajesh Kotian Deputy Managing Director [#]	Total
1	Gross Salary				
	Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	28,000,000	60,310,675	13,463,064	101,773,739
	Value of perquisites under Section 17(2) of the Income Tax Act, 1961	847,756	3,263,059	1,320,291	5,431,106
	Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961				
2	Stock Options	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission				
	- as % of profit	-	-	-	-
	- others, specify	-	-	-	-
5	Others:				
	Deputation Charges	31,719,023	-	-	-
	Contribution to PF & Superannuation	-	2,283,060	598,877	34,600,960
	Total	60,566,779	65,856,794	15,382,232	141,805,805
	Ceiling as per the Act			10.00%	179,229,720

[^] Resigned with effect from the close of business hours of March 31, 2018

[#] Appointed with effect from November 7, 2017

(B) Remuneration to other Directors:
(1) Independent Directors:

(Amount in ₹)

Sr No	Particular of Remuneration	Mr S S Kohli	Ms Shubhalakshmi Panse	Mr Uday Ved	Ms Renu Challu*	Total
1	Fee for attending Board/ Committee Meetings	500,000	480,000	250,000	220,000	1,450,000
2	Commission	1,500,000	1,000,000	1,000,000	510,959	4,010,959
3	Others, please specify	-	-	-	-	-
	Total B1	2,000,000	1,480,000	1,250,000	730,959	5,460,959

*Appointed with effect from September 27, 2017

(2) Other Non-Executive Directors:

(Amount in ₹)

Sr No	Particular of Remuneration	Mr Ravi Parthasarathy	Mr Arun K Saha	Mr Vibhav Kapoor	Mr Hari Sankaran	Total
1	Fee for attending Board/ Committee Meetings	220,000	460,000	250,000	300,000	1,230,000
2	Commission	1,250,000	1,000,000	1,000,000	1,000,000	4,250,000
3	Others, please specify	-	-	-	-	-
	Total B2	1,470,000	1,460,000	1,250,000	1,300,000	5,480,000
	Total (B1+B2)					10,940,959
	Total Managerial Remuneration					152,746,764
	Overall Ceiling as per the Act				11.00%	197,152,692

(C) Remuneration To Key Managerial Personnel Other Than Managing Director/ Manager/ Whole Time Director

(Amount in ₹)

Sr No	Particulars of Remuneration	Company Secretary	CFO	Total
1	Gross Salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	8,172,038	13,888,505	22,060,543
	(b) Value of perquisites under Section 17(2) of the Income Tax Act, 1961	139,709	263,316	403,025
	(c) Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961	-	-	-
2	Stock Options	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	- others, specify....	-	-	-
5	Others (Contribution to PF & Superannuation)	493,864	375,000	868,864
	Total C	8,805,611	14,526,821	23,332,432

(VII) PENALTY/PUNISHMENT/COMPOUNDING OF OFFENCES - NIL

Type	Section of the Companies Act	Brief Description	Details of Penalty /Punishment / Compounding fees imposed	AUTHORITY [RD / NCLT / COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTOR					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICER IN DEFAULT					
Penalty					
Punishment					
Compounding					

For and on behalf of the Board of DirectorsRamesh Bawa
Managing Director & CEOArun K Saha
Director

Date: May 28, 2018

Place: Mumbai

ANNEXURE VI

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

The percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2017-18, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2017-18 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:

Sr No	Name of Director/KMP and Designation	Remuneration of Director/KMP for financial year 2017-18 (₹ in mn)	% increase in Remuneration in the Financial Year 2017-18	Ratio of remuneration of each Director/ to median remuneration of employees
(1)	Mr Ravi Parthasarathy Chairman Non-Executive Director	---	---	---
(2)	Mr Hari Sankaran Non-Executive Director	---	---	---
(3)	Mr Arun K Saha Non-Executive Director	---	---	---
(4)	Mr Vibhav Kapoor Non-Executive Director	---	---	---
(5)	Mr Ramesh C Bawa Managing Director & CEO	60.57	(25%) ¹	33:1
(6)	Mr Milind Patel Joint Managing Director	65.86	32% ²	36:1
(7)	Mr Rajesh Kotian Deputy Managing Director (*from 07/11/2017 to 31/03/2018)	15.38*	(62%) ³	8:1
(8)	Mr Surinder Singh Kohli Independent Director	---	---	---
(9)	Ms Shubhalakshmi Panse Independent Director	---	---	---
(10)	Ms Renu Challu Independent Director	---	---	---
(11)	Mr Uday Ved Independent Director	---	---	---
(12)	Mr Deepak Pareek Chief Financial Officer	14.53	7%	Not Applicable
(13)	Ms Neelam Desai Company Secretary	8.81	17%	Not Applicable

¹Decrease in remuneration due to reduction in retiral liability in overall deputation cost

²Increase in remuneration due to payments towards retinals

³Decrease in remuneration due to being a Director for part of the year i.e. November 7, 2017 to March 31, 2018

Notes:

- The median remuneration of employees of the Company during the financial year was ₹1.82 mn
- In the financial year, there was an increase of 11.87% in the median remuneration of employees;
- There were 195 permanent employees on the rolls of Company as on March 31, 2018;
- Average increase already made in the salaries of employees other than the managerial personnel in the last financial year is 11% and there is a decrease in the managerial remuneration by 19%. The decrease in remuneration is explained in the footnotes above
- Details of employee remuneration as required under the provisions of Section 197 of the Companies Act, 2013 and Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are available at the Registered Office of the Company during working hours, 21 days before the Annual General Meeting and shall be made available to any shareholder on request. Such details are also available on your Company's website: <http://www.ilfsfin.com>
- It is hereby affirmed that the remuneration paid is as per the Remuneration Policy

For and on behalf of the Board of Directors

Ramesh Bawa
Managing Director & CEO

Arun K Saha
Director

Date: May 28, 2018

Place: Mumbai

STANDALONE FINANCIAL STATEMENTS

AUDITORS' REPORT

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF IL&FS FINANCIAL SERVICES LIMITED

Report on the Audit of the Standalone Financial Statements

We have audited the accompanying standalone financial statements of IL&FS FINANCIAL SERVICES LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards prescribed under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), other accounting principles generally accepted in India and Guidelines issued by the Reserve Bank of India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under Section 143(11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

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

Opinion

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

Emphasis of Matter

We draw attention to Note 4 of Explanatory Notes in Annexure I and II of Note 27 (a) and 27(b) to the standalone financial statements which describes the matter relating to companies in the same group per RBI directions.

Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards prescribed under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Company as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – refer Note 16(b) to the standalone financial statements;
 - 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.
 - iv. the disclosures in the financial statements regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made since they do not pertain to the financial year ended 31 March 2018. However, amounts as appearing in the audited financial statements for the year ended 31 March 2017 have been disclosed.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Deloitte Haskins & Sells LLP**

Chartered Accountants

Firm's Registration No. 117366W/W-100018

Udayan Sen

Partner

Membership No. 31220

Place: Mumbai

Date: May 28, 2018

For **B S R & Associates LLP**

Chartered Accountants

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

N Sampath Ganesh

Partner

Membership No 042554

Place: Mumbai

Date: May 28, 2018

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(RE: IL&FS FINANCIAL SERVICES LIMITED)

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting 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 **IL&FS FINANCIAL SERVICES LIMITED** ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note issued by the Institute of Chartered Accountants of India 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 and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the criteria for internal financial control over financial reporting 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 **Deloitte Haskins & Sells LLP**

Chartered Accountants

Firm's Registration No. 117366W/W-100018

Udayan Sen

Partner

Membership No. 31220

Place: Mumbai

Date: May 28, 2018

For **B S R & Associates LLP**

Chartered Accountants

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

N Sampath Ganesh

Partner

Membership No 042554

Place: Mumbai

Date: May 28, 2018

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(RE: IL&FS FINANCIAL SERVICES LIMITED)

(Referred to in paragraph (2) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i)
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) All fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered transfer deed provided to us, we report that, the title deed of one immovable property of building is freehold and held in the name of the Company as at the balance sheet date. The Company does not have immovable properties of leasehold land and buildings as at the balance sheet date.
- (ii) The Company does not have any inventory and hence reporting under paragraph (ii) of CARO 2016 is not applicable.
- (iii) According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to companies covered in the register maintained under Section 189 of the Companies Act, 2013, in respect of which:
 - (a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company's interest.
 - (b) The schedule of repayment of principal and payment of interest has been stipulated and repayments or receipts of principal amounts and interest have been regular as per stipulations, except for thirteen instances of delay in receipt of interest.
 - (c) There is no overdue amount of such loan remaining outstanding as at the year-end.
- (iv) The Company is a registered non-banking finance company to which provisions of Sections 185 and 186 except sub-section (1) of Section 186 of the Companies Act, 2013 are not applicable to the Company. In our opinion and according to the information and explanations given to us, during the year, the Company has not made any investments through more than two layers of investment companies as mentioned in sub section (1) of Section 186 of the Companies Act, 2013.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year and there were no unclaimed deposits with the Company during the year covered under Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013, hence reporting under paragraph (v) of CARO 2016 is not applicable.
- (vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues of Service Tax and has been regular in depositing Provident Fund, Income-tax, Value Added Tax, Goods and Service Tax, cess and other material statutory dues applicable to it to the appropriate authorities. We are informed that the provisions of Employees' State Insurance, Sales Tax, Customs Duty and Excise Duty are not applicable to the Company.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, Value Added Tax, Service Tax, Goods and Service Tax, cess and other material statutory dues in arrears as at March 31, 2018 for a period of more than six months from the date they became payable.
 - (c) Details of dues of Sales Tax and Service Tax which have not been deposited as on March 31, 2018 on account of disputes are given below:

(₹ in million)

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which the amount relates	Amount involved	Amount Unpaid
Rajasthan Sales Tax	Sales Tax	High Court of Rajasthan, Jodhpur	FY 1997-98 and FY 1998-99	6.96	6.96
Kerala Sales Tax		High Court of Kerala, Ernakulam	FY 2000-01	0.59	0.59
Finance Act, 1994	Service Tax	Commissioner of Appeals of Central Excise	FY 2007-08 and FY 2009-10	0.67	0.67
Finance Act, 1994		*Customs, Excise and Service Tax Appellate Tribunal	FY 2007-08 and FY 2009-10	9.23	9.23
Finance Act, 1994			FY 2006-07 to FY 2014-15	3.51	3.51

* In process of filing appeal

- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and dues to debenture holders. The Company has not taken any loans or borrowings from government.
- (ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year. In our opinion and according to the information and explanations given to us, term loans have been applied by the Company during the year for the purposes for which they were raised.
- (x) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- (xii) The Company is not a Nidhi Company and hence reporting under paragraph (xii) of the CARO 2016 is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under paragraph (xiv) of CARO 2016 is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of Section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The Company is registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For **Deloitte Haskins & Sells LLP**

Chartered Accountants

Firm's Registration No. 117366W/W-100018

Udayan Sen

Partner

Membership No. 31220

Place: Mumbai

Date: May 28, 2018

For **B S R & Associates LLP**

Chartered Accountants

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

N Sampath Ganesh

Partner

Membership No 042554

Place: Mumbai

Date: May 28, 2018

BALANCE SHEET

(₹ in million)

	Note	As at March 31, 2018	As at March 31, 2017
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	2	3,906.67	3,906.67
Reserves and Surplus	2	20,090.82	20,164.57
		23,997.49	24,071.24
NON CURRENT LIABILITIES			
Long- term Borrowings	3	101,947.63	91,076.63
Other Long- term Liabilities	4	630.25	177.50
Long- term Provisions	5	10,306.44	7,803.60
		112,884.32	99,057.73
CURRENT LIABILITIES			
Short- term Borrowings	3	45,606.10	43,118.60
Trade Payable			
MSME	6	0.44	0.21
Other than MSME		341.94	283.46
Current Maturity of Long- term Borrowings	3	28,345.70	23,974.90
Other Current Liabilities	4	3,123.50	2,751.64
Short- term Provisions	5	4,593.30	2,368.30
		82,010.98	72,497.11
TOTAL		218,892.79	195,626.08
ASSETS			
NON CURRENT ASSETS			
Property, Plant & Equipment (net)			
Tangible Assets	7	79.68	40.46
Intangible Assets	7	10.66	4.75
Deferred Tax Assets (net)	8	2,328.00	1,989.00
Non-Current Investments	9	38,959.40	29,632.33
Long -Term Loans and Advances	12	95,940.87	77,224.86
Other Non- Current Assets	15	2,996.83	1,028.65
		140,315.44	109,920.05
CURRENT ASSETS			
Current Maturity of Non-Current Investments	10	729.61	1,922.56
Current Maturity of Long- term Loans and Advances	12	34,438.60	18,570.04
Current Investments	11	5,664.78	4,462.55
Trade Receivables (net)	13	2,273.20	1,888.68
Cash and Bank Balance	14	10,490.74	29,106.19
Short- term Loans and Advances	12	20,776.91	26,312.60
Other Current Assets	15	4,203.51	3,443.41
		78,577.35	85,706.03
TOTAL		218,892.79	195,626.08

Notes 1 to 31 forms part of the Standalone Financial Statements

In terms of our Report attached.

For Deloitte Haskins & Sells LLP
Chartered Accountants

Udayan Sen
Partner
Membership No 31220

For BSR & Associates LLP
Chartered Accountant

N Sampath Ganesh
Partner
Membership No 042554

Mumbai, May 28, 2018

For and on behalf of the Board

Ravi Parthasarathy Chairman (DIN: 00002392)

Ramesh C Bawa Managing Director & CEO (DIN: 00040523)

Deepak Pareek Chief Financial Officer

Neelam Desai Company Secretary

Mumbai, May 28, 2018

STATEMENT OF PROFIT AND LOSS

(₹ in million)

	Note	Year ended March 31, 2018	Year ended March 31, 2017
REVENUE			
Revenue from Operations	19	22,908.76	23,413.07
Other Income		34.71	50.62
		22,943.47	23,463.69
EXPENSES			
Finance Costs	20	14,780.01	14,571.02
Employee Benefit Expenses	21(a)	798.41	798.08
Other Operating & Administrative Expenses	21(b)	1,106.72	1,101.01
Depreciation and Amortisation	7,9	25.41	22.47
Provisions and Write Offs (net)	22	4,213.32	3,744.30
		20,923.87	20,236.88
PROFIT BEFORE TAX		2,019.60	3,226.81
Tax Expenses (net)	8	1,023.00	1,139.00
PROFIT FOR THE YEAR		996.60	2,087.81
EARNING PER SHARE	23		
Basic and Diluted		2.72	6.80
(Face value per share ₹ 10)			

Notes 1 to 31 forms part of the Standalone Financial Statements

In terms of our Report attached.

For Deloitte Haskins & Sells LLP
Chartered Accountants**Udayan Sen**
Partner
Membership No 31220**For BSR & Associates LLP**
Chartered Accountant**N Sampath Ganesh**
Partner
Membership No 042554
Mumbai, May 28, 2018**For and on behalf of the Board****Ravi Parthasarathy** Chairman (DIN: 00002392)**Ramesh C Bawa** Managing Director & CEO
(DIN: 00040523)**Deepak Pareek** Chief Financial Officer**Neelam Desai** Company Secretary

Mumbai, May 28, 2018

CASH FLOW STATEMENT

(₹ in million)

	Year ended March 31, 2018	Year ended March 31, 2017
(A) CASH FLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX	2,019.60	3,226.81
Adjustments for:		
Depreciation and Amortisation	25.41	22.47
Provisions and Write offs (net)	4,213.32	3,745.26
Provisions for Employee Benefits (net)	(47.55)	(27.47)
Dividend and Pass through Income on Long term Investments	(132.93)	(336.08)
Net Profit on sale of Long Term Investments	(131.29)	(290.89)
Net Loss/ (Profit) on Sale of Assets	0.06	(43.61)
Operating Profit before Working Capital Changes	5,946.62	6,296.49
Adjustments for changes in:		
(Increase)/ Decrease in Current Investments	(1,202.23)	1,008.59
(Increase)/ Decrease in Long term and Short term Advances	(680.42)	497.11
Increase in Trade Receivables	(603.24)	(931.54)
Increase in Trade Payables, Other Current and Non-current Liabilities	753.09	1,237.15
(Increase)/ Decrease in Other Current and Non-Current Assets	(885.30)	313.49
	3,328.52	8,421.29
Payment of Advance Tax (net of refund)	(1,466.69)	(1,534.41)
	1,861.83	6,886.88
Loan Disbursed (Net)	(29,953.49)	(3,183.59)
Credit Instruments Repaid	(270.00)	1,738.64
NET CASH GENERATED FROM/(USED IN) OPERATING ACTIVITIES	(28,361.66)	5,441.93
A		

(₹ in million)

	Year ended March 31, 2018	Year ended March 31, 2017
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Long- term Investments (including advance towards investments) :		
Subsidiaries	(15.00)	(24.33)
Others	(8,265.85)	(2,325.84)
Proceeds from Sale of Long term Investments :		
Subsidiaries	156.43	215.59
Others	1,386.66	1,638.06
Dividend and Pass through Income on Long-term Investments	132.93	336.08
Investment in Fixed Deposit	(2,500.00)	-
Purchase of Fixed Assets including CWIP	(70.20)	(20.07)
Proceeds from Sale of Fixed Assets	0.21	45.09
NET CASH (USED) IN INVESTING ACTIVITIES	B	(9,174.82)
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long-term Borrowings	40,259.00	69,494.78
Repayment of Long-term Borrowings	(25,017.20)	(51,647.89)
Proceeds /(Repayments) from Short Term Borrowings (net)	2,487.50	(4,517.49)
Dividend paid on Equity/Preference Shares (including tax thereon)	(1,308.75)	(2,399.67)
NET CASH GENERATED FROM FINANCING ACTIVITIES	C	16,420.55
(D) NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)		
Cash and cash equivalents at beginning of the year	29,106.19	12,869.95
Cash and cash equivalents at the end of the year (refer note 14)	7,990.26	29,106.19

Notes 1 to 31 forms part of the Standalone Financial Statements

In terms of our Report attached.

For Deloitte Haskins & Sells LLP
Chartered Accountants**Udayan Sen**
Partner
Membership No 31220**For BSR & Associates LLP**
Chartered Accountant**N Sampath Ganesh**
Partner
Membership No 042554

Mumbai, May 28, 2018

For and on behalf of the Board**Ravi Parthasarathy**

Chairman (DIN: 00002392)

Ramesh C BawaManaging Director & CEO
(DIN: 00040523)**Deepak Pareek**

Chief Financial Officer

Neelam Desai

Company Secretary

Mumbai, May 28, 2018

NOTES FORMING PART OF THE ACCOUNTS

Background

IL&FS Financial Services Limited (the "Company") is incorporated in India as a public limited company and registered with Reserve Bank of India as Non-Banking Financial Services Company as Non-Deposit Taking Systemically Important (NBFC-ND-SI). The Company is engaged in financial services business comprising of lending, investments and advisory services

(1) SIGNIFICANT ACCOUNTING POLICIES

(a) Basis for preparation of Standalone Financial Statements

The Standalone Financial Statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the "Act") and the relevant provisions of the Act and Guidelines issued by Reserve Bank of India. The Standalone Financial Statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the Standalone Financial Statements are consistent with those followed in the previous year

The preparation of Standalone Financial Statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the Standalone Financial Statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the Standalone Financial Statements are prudent and reasonable. Actual results could differ from these estimates. Any change in the estimates is recognised prospectively in current and future period

(b) Property, Plant and Equipment and Depreciation/Amortisation

(i) Leased Assets

Type of Lease	Capitalisation	Depreciation Policy
Operating Lease	At cost including incidental expenses to bring the asset to its working condition for its intended use	Straight Line Method at the rates provided under Schedule II to the Act
Capital Expenditure on renovation / Improvements to Lease-hold Premises	At cost including incidental expenses to bring the asset to its working condition for its intended use	Amortised over the primary period of the Lease

(ii) Other Property, Plant and Equipment

Tangible and Intangible fixed assets are reported at acquisition cost, with deductions for accumulated depreciation / amortisation and impairment losses, if any. Cost comprises the purchase price and any attributable cost to bring the asset to its working condition for its intended use

The useful lives of the assets as determined by the Company are as stated below:

- All assets are depreciated on a Straight Line Method (SLM) of depreciation, over the useful life of assets as prescribed under Schedule II of the Act other than assets specified in para below
- Following assets are depreciated over a useful life which is shorter than the life prescribed under Schedule II of the Act based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc.:

Asset	Useful Life (years)
Data Processing Equipment (Server & Networking)	4
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase
Specialised Office Equipment's	3
Vehicles	5
Assets provided to employees	3
Leasehold Improvement Costs	Amortised over Primary period of Lease
All categories of assets costing less than ₹ 5,000/- each	Fully depreciated in the year of purchase
Software	4 years or the useful life of the software, whichever is shorter

The residual value of fully depreciated assets is retained at ₹ 1/- each to identify the asset in the asset register

(c) Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as operating lease

(d) Investments

- (i) Investments are capitalised at cost including costs incidental to acquisition
- (ii) Investments are classified into long-term or current investments at the time of acquisition of such investments. Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments in accordance with the Accounting Standard 13 (AS 13) – “Accounting for Investments”. All other investments are classified as long-term investments
- (iii) Long-term investments are individually valued at cost less provision for diminution, other than temporary
- (iv) Quoted current investments are valued at lower of cost and market value of investments on a category basis. Unquoted current investments are valued at lower of cost and breakup value/fair value of investments in accordance with RBI Guidelines
- (v) Reclassification of investments from the current to the long-term category or vice-versa is made at the lower of cost and fair value either on April 1st or October 1st of the year. Resultant loss, if any, is recognised in the Statement of Profit and Loss
- (vi) Investment in properties are stated at cost less accumulated depreciation as per Straight Line Method (SLM) over estimated useful life of 60 years
- (vii) Investment in Security Receipts (SR) issued by SC/ARC are recognised at lower of: (i) Net Book Value (NBV) (i.e., book value less provisions held) of the financial asset; and (ii) Redemption value of SR. SRs issued by an SC/ ARC are valued on the Net Asset Value provided by SC/ARC

(e) Earnings per Share

- (i) Basic earnings per share is calculated by dividing the Profit for the period attributable to the equity shareholders of the Company by weighted average number of equity shares outstanding during the period
- (ii) Diluted earnings per share is calculated by dividing the Profit for the period attributable to the equity shareholders of the Company by weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities

(f) Cash Flow Statements

- (i) Cash flows are reported using the indirect method, whereby Profit / (loss) Before Tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information
- (ii) Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

(g) Foreign Currency Transactions

(i) Foreign Currency Transactions and Balances

Initial Recognition

Foreign currency transactions are recorded at the rate prevailing on the date of the transaction

Conversion

Foreign currency monetary items are restated using the exchange rate prevailing at the reporting date. Foreign currency non-monetary items, which are measured in terms of historical cost, are reported using the exchange rate at the date of the transaction

(ii) Exchange Differences

Foreign Currency short-term Monetary Items

The exchange differences on foreign currency short-term monetary items are recognised as income or as expenses in the period in which they arise

Foreign Currency Long-term Monetary Items

The Company has exercised the option of amortising / capitalising the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011

(h) Derivative Transactions and Hedge Accounting

- (i) Pursuant to the issuance of the Guidance Note on Accounting for Derivative Contracts by the Institute of Chartered Accountants of India, Company have changed its accounting policy on Derivative Contracts to be in line with the Guidance Note with effect from April 1, 2016
- (ii) The Company uses derivative instruments as part of its asset and liability management activities to manage exposures to interest rate and foreign currency risk. It enters into derivative contracts to hedge its assets and liabilities
- (iii) All derivative contracts are recognised on the balance sheet and measured at fair value
- (iv) The Company applies either fair value or cash flow hedge accounting when transactions meet the specified criteria to apply hedge accounting treatment

At the time a financial instrument is designated as a hedge, the Company formally documents the relationship between the hedging instruments and hedged items including the risk management objectives and strategy in undertaking the hedge transactions

The Company regards a hedge as a highly effective only if at the inception of hedge and throughout its life, the hedge is expected to be highly effective in achieving offsetting changes in fair value or cash flows attributable to the hedged risk

(v) Fair Value Hedge :

- The changes in fair value of the hedged item that is attributable to the risks hedged with the hedged instrument is reflected as an adjustment to the carrying value of the hedged item and is recognised in the statement of profit and loss
- The changes in fair value of the hedging instrument are also recognised in the statement of profit and loss

(vi) Cash Flow Hedge

- The changes in fair value of the hedged item that is attributable to the risks hedged with the hedged instrument is reflected as an adjustment to the carrying value of the hedged item and is recognised in the statement of profit and loss
 - The fair value of the hedging instrument is initially recognised in equity. Subsequently the effective portion of the change in the fair value of the hedged item is recycled from equity to statement of profit and loss
 - In case where cash flow hedge materializes, the associated gain or loss on the hedge instrument is transferred from equity to the statement of profit and loss
- (vii) All other derivative contracts which do not qualify for Hedge Accounting are marked-to-market based on the category of the contracts and changes in the fair value are recognised in the Statement of Profit and Loss
 - (viii) The Company discontinues hedge accounting when it determines that a derivative is not, or has ceased to be, highly effective as a hedge:
 - when the derivative has expired or is terminated;
 - when the hedged item is repaid or
 - when a forecast transactions are no longer deemed highly probable
 - (ix) Premium received upfront on equity options written by the Company is accounted as a liability. Premium paid on equity options bought by the Company is accounted as Loans and Advances
 - (x) Initial margin paid on Equity Futures is recognised as Loans and Advances

(i) Redemption Premium

The premium payable on redemption of preference shares is applied out of the securities premium account on the contractual redemption dates

(j) Revenue Recognition

Revenue is recognised to the extent it is probable that economic benefits will flow to the Company and the revenue can be reliably measured. In addition, the following criteria are to be met before revenue is recognised:

- (i) Interest and other dues on Lending is recognised on accrual basis, except in case of Non-Performing Assets (NPA's), wherein income is recognised on realisation of the same. NPA's are determined in accordance with the Guidelines issued by the Reserve Bank of India
- (ii) Income on Discounted Instruments is recognised over the tenor of Instrument on Straight line basis
- (iii) Upfront fee received, directly related to the loans disbursed to borrowers, is amortised as income on a pro rata basis over the tenor of loan
- (iv) Lease income in respect of assets capitalised up to March 31, 2001 is accounted in accordance with the Guidance Note on Accounting for Leases. Lease income in respect of assets capitalised on or after April 1, 2001 is recognised as per Accounting Standard 19 (AS-19) – Leases
- (v) Income on services provided in the nature of Corporate Advisory, Debt Structuring and Distribution and other services fee based income is recognised on an accrual basis on completion of services as enumerated in the milestones specified in the relevant mandate letters
- (vi) Dividend income is recognised once the unconditional right to receive dividend is established
- (vii) Income from investment in units of Private Equity Funds (PEF) is recognised on the basis of the income distributed by the respective PEF
- (viii) Profit or Loss on sale of investments is determined based on weighted average cost of investments and is recognised on trade date basis
- (ix) Fees received on providing Guarantees and Letter of Comfort is recognised in the Statement of Profit and Loss over the period of Guarantee on straight line basis

(k) Finance Costs

Interest cost is recognised as expenses in the period in which the cost is incurred. Other finance Charges includes origination fees and other ancillary costs with respect to funds mobilised by the Company which are amortised over the tenure of such borrowings

(l) Employee benefits**(i) Short-term**

Short-term employee benefits are recognised as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the Company

(ii) Long-term

The Company has both defined-contribution and defined-benefit plans, of which some have assets in special funds or securities. The plans are financed by the company and in the case of some defined contribution plans by the Company along with its employees

- **Defined-contribution Plans**

These are plans in which a company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to the Employees' Provident Fund, Family Pension Fund and Superannuation Fund. The Company's payments to the defined contribution plans are reported as expenses in the period in which the employees perform the services that the payment covers

- **Defined-benefit Plans**

Expenses for defined-benefit plans are calculated as at the balance sheet date by independent actuaries. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees. Incremental liability based on the projected unit credit method as at the reporting date, is charged to the Statement of Profit and Loss. The actuarial gains / losses are accounted in the Statement of Profit and Loss

(iii) Other Employee Benefits

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the period end are reported as expenses during the period in which the employees perform the services that the benefit

covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment or encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method. The resulting actuarial gains / losses are accounted in the Statement of Profit and Loss

(m) Taxation

Income Tax comprises of Current Tax and net changes in Deferred Tax Assets or Liability during the year. Current Tax is determined at the amount of tax payable in respect of taxable income for the year as per the Income Tax Act, 1961

Deferred Tax Assets and Liabilities are recognised for future tax consequences of timing differences between the book profit and tax profit. Deferred Tax Assets and Liabilities, other than carry forward losses and unabsorbed depreciation as computed under the tax laws, are recognised when it is reasonably certain that there will be future taxable income. Deferred Tax Assets on carry forward losses and unabsorbed depreciation, if any, is recognised when it is virtually certain that there will be future taxable profit. Deferred Tax Assets and Liabilities are measured using substantively enacted tax rates. The effect on Deferred Tax Assets and Liabilities of a change in tax rates is recognised in the Statement of Profit and Loss in the year of substantive enactment of the change

(n) Provisioning under Prudential Norms

- (i) NPAs are identified and categorised according to the Guidelines issued by the Reserve Bank of India (RBI). Provisions are made against sub-standard, doubtful and loss assets at the rates prescribed in the RBI guidelines, unless an accelerated provision / write-off is warranted on a case to case basis where additional risks are identified by the Management
- (ii) Provisioning for NPAs is dependent upon, inter alia, whether the NPA is secured or unsecured. Loans are considered as secured, where the Company has valid recourse to assets / recovery by :
 - Equitable mortgage of property and / or
 - Pledge of shares, units, other securities, and / or
 - Hypothecation of assets and / or
 - Bank guarantees, corporate guarantees supported by assets, and / or
 - Decretal debts where Courts have issued decree / attached property and / or
 - Collateral by way of cash or cash equivalent
- (iii) Impairment in the investment portfolio is provided , as per the Guidelines issued by the RBI, unless an accelerated provision / write-off is warranted on a case to case basis
- (iv) In respect of Non NBFI activities provision/write off is done based on evaluation by the Management
- (v) The Company carries a significant quantum of project finance and investment banking assets in its books. Given the risk profile of such assets and based upon internal risk assessment , the Company creates a provision for general contingency to cover adverse events that may affect the quality of the Company's assets
- (vi) With regard to restructured credit facilities, the Company had followed RBI Circular No.DBS.FID No. C-19 dated March 28, 2001 applicable to All India Term Lending and Refinancing Institutions till January 22, 2014

From January 23, 2014, the Company has adopted RBI Circular No DNBS (PD) No. 272 dated January 23, 2014 applicable to Non-Banking Financial (Non-Deposit Accepting or Holding) Companies. In compliance with above circular, the Company creates provision on all standard restructured accounts. Unrealised income represented by Funded Interest Term Loan (FITL) on standard accounts restructured after January 23, 2014 are fully provided
- (vii) RBI has issued a Circular DNBS (PD) CC.No.371/03.05.02/2013-14 on March 21, 2014 for the purpose of Early Recognition of Financial Distress, Prompt Steps for Resolution and Fair Recovery for Lenders and consequential accelerated provisioning for non-compliance of the process. As per the above Circular, the Company is required to categorize its exposure as Special Mention Account based on the past due status, initiate the process for formation of Joint Lender Forum and arrive at Corrective Action Plan. The Company has adopted this policy where the Company is obligated to and has control over the above process
- (viii) Provision for Standard Assets is made at 0.40% on the outstanding standard assets in accordance with RBI guidelines

(o) Provisions, Contingent Liabilities and Contingent Assets

A Provision is recognised when the Company has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates. A Contingent Liability is disclosed unless the possibility of an outflow of resources embodying the economic benefits is remote. Contingent Assets are neither recognised nor disclosed in the Standalone Financial Statements

(2) SHAREHOLDERS' FUNDS

- (a) The details of the Authorised, Issued, Subscribed and paid-up Share Capital is as below:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Authorised Share Capital		
300,000,000 Equity shares of ₹10 per share	3,000.00	3,000.00
1,000,000 Non-Convertible Redeemable Cumulative Preference Shares (NCRCPs) of ₹7,500/-each	7,500.00	7,500.00
	10,500.00	10,500.00
Issued, Subscribed and fully paid-up		
265,667,555 Equity Shares of ₹ 10 per share fully paid-up	2,656.68	2,656.68
166,666 Non-Convertible Redeemable Cumulative Preference Shares (NCRCPs) of ₹7,500/-each	1,249.99	1,249.99
Total	3,906.67	3,906.67

- (b) Details of movement of Equity Shares is as under:

Particulars	Number of Shares at March 31,	
	2018	2017
Opening Balance	265,667,555	265,667,555
Add : Allotment made during the year	-	-
Balance at the end of the Year	265,667,555	265,667,555

- (c) The Company has one class of equity shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. The shareholders are entitled to interim dividend if proposed by the Board of Directors. The final dividend is subject to approval of the shareholder in the Annual General Meeting

- (d) Details of movement of NCRCPs is as under:

Particulars	Number of Shares at March 31,	
	2018	2017
Opening Balance	166,666	166,666
Add : Allotment made during the year	-	-
Closing Balance	166,666	166,666

- (e) The terms of NCRCPs issued and subscribed are as under:

Rate of Dividend for Category I and Category II Investors	17.00% p.a. on face value of NCRCPs payable on March 31, every year or 17.39% p.a. if paid on July 31
Additional Dividend on preference shares held by Category II Investors	1.89% p.a. on face value of NCRCPs payable on March 31, every year or 1.98% p.a. if paid on July 31
Category I Investors mean investors which does not fall into category II investors	
Category II Investors mean Resident Individuals, Hindu Undivided Families, Partnership Firms, Private Family Trusts with one or more beneficiaries being individual and Employee Welfare Trusts	
Tenure	5 years

Issue Proceeds	Face Value of ₹7,500/- per NCRCPs plus Share Premium of ₹7,500/- per share
Date of Allotment	March 30, 2016
Redemption Date	March 30, 2021
Redemption Value	Face Value of ₹ 7,500/- per NCRCPs plus Redemption Premium of ₹7,500/- per share
Voting Rights	Right to vote on resolutions as holders of NCRCPs, as per the provisions of Companies Act, 2013 and Articles of Association. If the Company fails to pay the dividend for a period of two years or more, preference shareholders have the right to vote on all resolutions placed before the Company
Seniority	Senior to all equity shares and rank paripassu interse among all classes of preference shares currently existing or established hereafter, with respect to (a) dividend distribution and (b) repayment of capital upon a liquidation of the Company

(f) The entire equity shareholding of the Company is held by Infrastructure Leasing and Financial Services Ltd (IL&FS) and its nominees

(g) List of shareholders holding more than 5% of NCRCPs as on March 31, 2018 is as under:

Name of Shareholder	Number of Shares	Holding (%)
Shree Cement Ltd	33,400	20.04
Sanjeev Kumar Juneja	13,333	8.00

(h) Reserves and Surplus comprises of :

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Securities Premium Account	9,681.08	9,681.08
Special Reserve I	5,128.33	4,929.01
Special Reserve II	250.65	223.65
General Reserve	2,051.89	2,051.89
Cash Flow Hedge Reserve	-	(4.69)
Surplus in Statement of Profit and Loss	2,978.87	3,283.63
Total	20,090.82	20,164.57

(i) Special Reserve I is created pursuant to under Section 45-IC of the Reserve Bank of India Act, 1934. Details of the movement in the Special Reserve I are as below:

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	4,929.01	4,511.45
Transferred from Statement of Profit and Loss	199.32	417.56
Closing Balance	5,128.33	4,929.01

(j) Special Reserve II has been created in terms of Section 36 (1) (viii) of Income Tax Act, 1961 out of the distributable profits of the Company. In view of the management, it is expected that utilization of the reserve is not likely to happen and accordingly deferred tax liability is not created on the reserve. The details of movement in the Special Reserve II is as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	223.65	187.65
Transferred from Statement of Profit and Loss	27.00	36.00
Closing Balance	250.65	223.65

- (k) Details of movement in Cash Flow Hedge Reserve is as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	(4.69)	-
Loss recognised during the year	13.69	(13.69)
Transferred to Statement of Profit and Loss under Finance Cost	(9.00)	9.00
Closing Balance	-	(4.69)

- (l) The surplus in Statement of Profit and Loss is arrived at as per the table below:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	3,283.63	2,728.78
Profit for the year	996.60	2,087.81
Less: Appropriations :		
Final Dividend on Equity Shares	664.17	-
Tax on Dividend on Equity Shares	135.20	-
Interim Dividend on Equity Shares	-	664.17
Tax on Interim Dividend on Equity Shares	-	135.20
Towards Dividend on Preference Shares	227.25	232.62
Tax on Dividend on Preference Shares	46.26	47.35
Towards Dividend on Preference Shares (PY)	0.22	0.04
Tax on Dividend on Preference Shares (PY)	1.94	0.02
Balance Transferred to :		
Special Reserve I	199.32	417.56
Special Reserve II	27.00	36.00
Closing Balance	2,978.87	3,283.63

- (m) The Members at annual general meeting of the Company held on June 28, 2017, had approved the payment of final dividend @ 25% i.e. ₹2.5/- per equity share of ₹10 each fully paid up aggregating to ₹799.37 mn (inclusive of dividend distribution tax of ₹135.20 mn) proposed by Board of director of the Company in its meeting held on April 25, 2017
- (n) The Board of Directors of the Company in its meeting held on March 05, 2018, had declared and paid preference share dividend payable pursuant to contractual terms agreed with the preference shareholders

(3) BORROWINGS

(a) Borrowings Outstanding:

(a) Borrowings Outstanding:				(₹ in million)			
Particulars	As at March 31, 2018			As at March 31, 2017			
	Short-term	Long-term	Total	Short-term	Long-term	Total	
		Current Portion	Non-Current		Current Portion	Non-Current	
Secured							
Debentures	-	6,345.00	26,752.50	-	2,249.00	26,347.50	
Term Loan From Banks	1,030.00	21,708.20	57,143.60	8,000.00	20,265.90	48,185.10	
Demand Loan From Banks	4,477.61	-	-	2,445.91	-	-	
Collateralised Borrowings (CBLO)	1,343.53	-	-	698.68	-	-	
	6,851.14	28,053.20	83,896.10	11,144.59	22,514.90	74,532.60	
Unsecured							
Perpetual Debt (Tier I Capital)	-	-	2,000.00	-	-	-	
Subordinated Debt (Tier II Capital)	-	-	10,000.00	-	-	10,000.00	
Debentures	-	-	6,000.00	-	-	6,000.00	
Term Loan From Banks	500.00	-	-	1,000.00	-	-	
Demand Loan From Banks	-	-	-	111.61	-	-	
Inter Corporate Deposit From Others	9,454.03	292.50	51.53	9,956.95	1,460.00	544.03	
Inter Corporate Deposit From Related Parties (Refer Note 25)	1,935.28	-	-	1,172.94	-	-	
Commercial Papers (Gross)	27,300.00	-	-	20,150.00	-	-	
Less : Unexpired Discount	(434.35)	-	-	(417.49)	-	-	
	38,754.96	292.50	18,051.53	31,974.01	1,460.00	16,544.03	
Total	45,606.10	28,345.70	101,947.63	43,118.60	23,974.90	91,076.63	

- (b) The details of Secured Non-Convertible Debentures (NCDs), which are issued at par and redeemable at par on private placement basis, are as below :

Debenture Series	Face Value Per NCD ₹	Numbers of NCDs outstanding as on March 31,		O/s Amount ₹ Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2018 Series I	1,000	1,000,000	-	1,000.00	-	8.23	05-Apr-27
2017 Series XVII	1,000	500,000	500,000.00	500.00	500.00	8.5	20-Feb-27
2017 Series XV	1,000	350,000	350,000.00	350.00	350.00	8.5	30-Sep-26
2017 Series XII	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.51	12-Sep-26
2017 Series XI	1,000	600,000	600,000.00	600.00	600.00	8.75	16-Aug-26
2017 Series VIII	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.9	01-Aug-26
2016 Series VI	1,000	700,000	700,000.00	700.00	700.00	8.85	31-Mar-26
2016 Series V	1,000	510,000	510,000.00	510.00	510.00	8.85	28-Mar-26
2018 Series VI	1,000	850,000	-	850.00	-	7.8	01-Sep-24
2014 Series II	1,000	60,000	60,000.00	60.00	60.00	9.55	28-Aug-24
2014 Series I	1,000	470,000	470,000.00	470.00	470.00	9.5	03-Jul-24
2018 Series II	1,000	1,000,000	-	1,000.00	-	8.00	22-Jun-24
2017 Series IV	1,000	300,000	300,000.00	300.00	300.00	8.8	21-Jun-23
2017 Series III	1,000	110,000	110,000.00	110.00	110.00	8.75	14-Jun-23
2016 Series V	1,000	580,000	580,000.00	580.00	580.00	8.90	28-Mar-23
2018 Series IX	1,000	2,000,000	-	2,000.00	-	8.75	28-Mar-23
2012 Series IV	1,000	500,000	500,000.00	500.00	500.00	9.54	28-Sep-22
2018 Series V	1,000	1,000,000	-	1,000.00	-	7.75	01-Sep-22
2018 Series IV	1,000	400,000	-	400.00	-	7.75	01-Aug-22
2018 Series III	1,000	500,000	-	500.00	-	8.00	25-Jul-22
2017 Series XIV	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.22	28-Sep-21
2017 Series IX	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.60	05-Aug-21
2017 Series VIII	1,000	250,000	250,000.00	250.00	250.00	8.75	01-Aug-21
2017 Series VII	1,000	750,000	750,000.00	750.00	750.00	8.65	18-Jul-21
2017 Series VI	1,000	250,000	250,000.00	250.00	250.00	8.78	28-Jun-21
2017 Series IV	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.78	21-Jun-21
2017 Series III	1,000	290,000	290,000.00	290.00	290.00	8.75	14-Jun-21
2017 Series II	1,000	500,000	500,000.00	500.00	500.00	8.75	09-Jun-21
2017 Series I	1,000	550,000	550,000.00	550.00	550.00	8.75	03-Jun-21
2016 Series VI	1,000	50,000	50,000.00	50.00	50.00	8.90	31-Mar-21
2016 Series V	1,000	900,000	900,000.00	900.00	900.00	8.90	28-Mar-21
2016 Series II	1,000	180,000	180,000.00	180.00	180.00	8.90	21-Mar-21
2017 Series X	1,000	1,000,000	1,000,000	1,000.00	1,000.00	8.54	08-Nov-19
2014 Series III	1,000	2,000,000	2,000,000	2,000.00	2,000.00	9.65	18-Sep-19
2014 Series II	1,000	372,500	372,500	372.50	372.50	9.60	28-Aug-19
2014 Series I	1,000	2,530,000	2,530,000	2,530.00	2,530.00	9.50	03-Jul-19
2017 Series III	1,000	50,000	50,000	50.00	50.00	8.75	14-Jun-19
2017 Series I	1,000	150,000	150,000	150.00	150.00	8.75	03-Jun-19
2016 Series IV	1,000	500,000	500,000	500.00	500.00	8.88	15-May-19
2016 Series V	1,000	250,000	250,000	250.00	250.00	8.90	28-Mar-19
2016 Series II	1,000	370,000	370,000	370.00	370.00	8.90	21-Mar-19
2013 Series VI	1,000	1,075,000	1,075,000	1,075.00	1,075.00	9.90	28-Jan-19
2017 Series I	1,000	150,000	150,000	150.00	150.00	8.75	03-Dec-18
2015 Series I	1,000	1,500,000	1,500,000	1,500.00	1,500.00	8.70	30-Sep-18
2013 Series I	1,000	1,750,000	1,750,000	1,750.00	1,750.00	10.50	17-Sep-18
2013 Series II	1,000	500,000	500,000	500.00	500.00	10.50	28-Aug-18
2017 Series V*	1,000	750,000	750,000	750.00	750.00	Zero Coupon	27-Jun-18
2012 Series VI	1,000	-	289,000	-	289.00	9.60	07-Jan-18
2014 Series III	1,000	-	460,000	-	460.00	9.65	18-Sep-17
2012 Series III	1,000	-	500,000	-	500.00	9.75	03-Sep-17
2012 Series II	1,000	-	1,000,000	-	1,000.00	9.75	13-Aug-17
Total				33,097.50	28,596.50		

* Issued at par and redeemable at ₹ 1,185.27 per NCD

- (c) The Company has the right to buy-back and re-issue Debentures before expiry of their tenor or maturity date, as per the terms of the issue. As at March 31, 2018 there are no such outstanding buy-back Debentures
- (d) Age-wise analysis and Repayment terms of the Company's Non-Current Secured Term Loans from Banks are as below:

Previous year figures are in (bracket)
(₹ in million)

Rate of Interest	1-2 years	2-3 Years	3-4 Years	4-5 Years	> 5 Years	Total	Frequency of Repayment*
7.00% to 9.00%	5,622.50	3,812.50	2,500.00	-	-	11,935.00	Q, MT,Y,HY
	(250.00)	(2,247.50)	(62.50)	-	-	(2,560.00)	
9.01% to 11.00%	11,958.60	22,625.00	7,625.00	3,000.00	-	45,208.60	Q, MT,Y,HY
	(20,791.50)	(11,958.60)	(8,125.00)	(4,500.00)	(250.00)	(45,625.10)	
Total	17,581.10	26,437.50	10,125.00	3,000.00	-	57,143.60	
	(21,041.50)	(14,206.10)	(8,187.50)	(4,500.00)	(250.00)	(48,185.10)	

*MT= Bullet payment on Maturity, Y=Yearly Installment, Q=Quarterly Installment
Interest Repayment Frequency : Monthly and quarterly

- (e) All Secured borrowings of the Company (except CBLO borrowing) are covered under a pari-passu first charge on all the assets, excluding own Tangible Fixed Asset and Intangible Assets, Trading Portfolio (current investments), Investment in Subsidiaries and Affiliates, Tax Assets, Deferred Tax Assets and unamortised expenses. Secured borrowing includes certain loans, where security creation is under process
- (f) CBLO of ₹1,343.53 mn (As at March 31, 2017- ₹698.68 mn) are secured by Government securities held as part of Investment portfolio (Refer note 11(b))
- (g) The details of Unsecured Perpetual Debt, which are issued at par and redeemable at par on private placement basis, are as below:

Debenture Series	Face value per NCDs	Numbers of NCDs outstanding as on March 31,		O/s Amount (₹) Mn		Interest Rate (%)	Earliest Redemption Date
	(₹)	2018	2017	2018	2017		
2018 Series VIII	1,000,000	1,000	-	1,000	-	9.00%	22-Mar-28
2018 Series VII	1,000,000	1,000	-	1,000	-	8.80%	29-Dec-27
Total				2,000			
For the year ended March 31,						2018	2017
Fund Raised through Perpetual Debt Instruments (₹ mn)						2,000	-
Amount Outstanding at the end of the year (₹ mn)						2,000	-
Percentage of amount of Perpetual Debt Instruments to Amount of Tier I Capital						9.10%	-
Financial year in which interest on Perpetual Instrument has not been paid on account of "lock in clause"						Not Applicable	

- (h) The details of Unsecured Redeemable Subordinated Debt, which are issued at par and redeemable at par on private placement basis, are as below :

Debenture Series	Face Value (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount (₹) Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2017 Series XIII	1,000	1,000,000	1,000,000	1,000	1,000	8.69%	29-Sep-26
2016 Series III	1,000	650,000	650,000	650	650	9.03%	22-Mar-26
2016 Series I	1,000	350,000	350,000	350	350	8.90%	27-Jan-26

Debenture Series	Face Value (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount (₹) Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2012 Series VII	1,000	1,000,000	1,000,000	1,000	1,000	9.55%	28-Feb-23
2012 Series V	1,000	1,000,000	1,000,000	1,000	1,000	9.55%	27-Nov-22
2012 Series I	1,000	2,000,000	2,000,000	2,000	2,000	10.15%	29-Jun-22
2011 Series II	1,000	2,000,000	2,000,000	2,000	2,000	10.30%	22-Mar-22
2011 Series I	1,000	2,000,000	2,000,000	2,000	2,000	10.30%	28-Dec-21
Total				10,000	10,000		

- (i) The details of Un-secured Non-Convertible Debentures(NCDs), which are issued at par and redeemable at par on private placement basis, are as below:

Debenture Series	Face Value (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount ₹ Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2017 Series XVI	1,000	500,000	500,000	500	500	8.68%	06-Dec-26
2017 Series XVI	1,000	1,000,000	1,000,000	1,000	1,000	8.68%	06-Dec-23
2017 Series XVI	1,000	1,500,000	1,500,000	1,500	1,500	8.65%	06-Jun-22
2017 Series XVI	1,000	3,000,000	3,000,000	3,000	3,000	8.65%	06-Dec-21
Total				6,000	6,000		

- (j) Age-wise analysis and Repayment terms of the Company's Non-Current Unsecured Inter corporate Borrowings from Others are as below:

Previous year figures are in (brackets)
(₹ in million)

Rate of Interest	1-2 years	2-3 Years	Total	Frequency of Repayment
7.00% to 9.00%	48.53	-	48.53	Bullet payment on Maturity
	-	(248.53)	(248.53)	
9.01% to 11.00%	3.00	-	3.00	Bullet payment on Maturity
	(292.50)	(3.00)	295.50)	
Total	51.53	-	51.53	
	(292.50)	(251.53)	(544.03)	

Interest Repayment Frequency : Monthly

(4) OTHER CURRENT AND LONG-TERM LIABILITIES

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Current	Long-term	Current	Long-term
Interest Accrued but not Due	2,525.27	96.57	2,307.91	100.52
Income Received in Advance	336.66	73.59	366.18	73.85
Security Deposits Received	-	460.09	-	3.13

Particulars	As at March 31, 2018		As at March 31, 2017	
	Current	Long-term	Current	Long-term
Statutory Dues Payable	228.38	-	24.95	-
Retention Money Payable	10.17	-	10.47	-
Other Payables	22.54	-	42.13	-
Unclaimed Dividend	0.48	-	-	-
Total	3,123.50	630.25	2,751.64	177.50

Footnote: No amount of unclaimed dividend and unclaimed interest was due for transfer to Investor Education and Protection Fund u/s 125 of Companies Act, 2013 as at the balance sheet date

(5) SHORT-TERM AND LONG-TERM PROVISIONS

(a) Break-up of the Provisions are as below:

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Short-term	Long-term	Short-term	Long-term
I. For Loans and Advances				
Standard Assets	-	585.00	-	425.00
Non- Performing Assets	2,787.88	-	1,093.80	-
Standard Restructured Assets	-	3.37	-	112.94
Other Provisions	-	1,452.59	-	330.76
II. For Investments				
Diminution in value of Investments	1,470.82	5,469.82	740.14	2,389.24
III. Others				
Employee Benefits	187.71	45.66	235.26	45.66
Provision for Income Tax (net)	146.89	-	19.14	-
Appropriated towards Preference Dividend	-	-	232.61	-
Appropriated towards Dividend Distribution Tax on Preference Dividend	-	-	47.35	-
General Contingencies	-	2,750.00	-	4,500.00
Total	4,593.30	10,306.44	2,368.30	7,803.60

(b) Contingent Provision against Standard assets represents provision of 0.40% on the outstanding standard assets pursuant to Reserve Bank of India Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	425.00	370.00
Provision made during the year	160.00	55.00
Closing Balance	585.00	425.00

- (c) In accordance with the Guidelines issued by the RBI, the Company has made provision for non-performing assets. The details of movement in provision for non-performing assets is as follows:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	1,093.80	687.99
Provision made during the year	1,756.80	405.81
Non-Performing Assets written off against provision	(62.72)	-
Closing Balance	2,787.88	1,093.80

- (d) Following table summarises movement in Provision for General Contingencies:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	4,500.00	3,600.00
Provision made during the year	-	900.00
Write Back during the year	(1,750.00)	-
Closing Balance	2,750.00	4,500.00

- (e) The details of movement in provision for diminution in value of investments is as follows:

(₹ in million)

Particulars	Provision for			
	Short-term		Long-term	
	2018	2017	2018	2017
Opening Balance	740.14	547.68	2,389.24	1,858.52
Provision made during the year	730.68	192.46	3,080.58	530.72
Closing Balance	1,470.82	740.14	5,469.82	2,389.24

- (f) Provision against Standard Restructured Assets represents provision made pursuant to Reserve Bank of India Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	112.94	126.76
Provision written back during the year	(109.57)	(13.82)
Closing Balance	3.37	112.94

- (g) Other provisions represent provision for:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Interest sacrifice on restructured advances (Refer note 19 (a))	136.32	136.32
Funded Interest Term Loans classified as (Refer note 19 (a))		
- Non – Performing Assets	106.27	98.84
- Standard Assets	-	95.60
Additional Provision on Standard Assets*	1,210.00	-
Total	1,452.59	330.76

*In view of the subdued credit environment and based on risk assessment of standard credit exposure, the Management has made additional provision for specific standard assets, where risk is perceived to be higher. The aforesaid Additional Standard Asset Provision is over and above the regulatory provision for Standard Assets prescribed by RBI.

(h) Disclosure as required under AS- 15 – “Employee Benefits”:

(i) The Company has recognised ₹ 17.98 mn (Previous Year ₹ 15.71 mn) and ₹12.33 mn (Previous Year ₹11.46 mn) in Statement of Profit and Loss under Company's Contribution to Provident Fund and contribution to Superannuation fund respectively

(ii) The Company operates funded post retirement defined benefit plans for gratuity, details for which are as follows:

I. Assumption		As at March 31, 2018	As at March 31, 2017			
Discount Rate		7.68%	7.33%			
Rate of Return on Plan Assets		8.08%	8.08%			
Salary Escalation		9.50%	8.50%			
Mortality		Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)			
(₹ in million)						
II Table Showing Change in Defined Benefit Obligation		As at March 31, 2018	As at March 31, 2017			
Opening Defined Benefit obligation		140.41	103.40			
Interest Cost		9.19	9.26			
Current Service Cost		15.11	16.36			
Liabilities Transferred In		0.15	12.59			
Liabilities Transferred Out		-	(0.54)			
Benefit Paid		(30.05)	(2.12)			
Actuarial loss on obligations		5.19	1.46			
Closing Defined Benefit obligation		140.00	140.41			
(₹ in million)						
III. Table of Fair Value of Plan Assets		As at March 31, 2018	As at March 31, 2017			
Fair Value of Plan Assets at the start		145.52	78.18			
Expected Return on Plan Assets		11.44	7.95			
Contributions		21.90	42.66			
Transfer from other Company		0.15	12.59			
Transfer to other Company		-	(0.54)			
Benefit Paid		(30.05)	(2.12)			
Actuarial gain/(loss) on Plan Assets		(2.04)	6.80			
Fair Value of Plan Assets at the end		146.92	145.52			
(₹ in million)						
IV. Actual Return on the Plan Assets		As at March 31, 2018	As at March 31, 2017			
Expected Return on the Plan Assets		11.44	7.95			
Actuarial gain/(loss) on Plan Assets		(2.04)	6.80			
Actual Return on Plan Assets		9.40	14.75			
(₹ in million)						
V. Amount Recognised in the Balance Sheet		As at March 31,				
	2018	2017	2016	2015	2014	
Liability at the end of the year	140.00	140.41	103.40	69.73	56.00	
Fair Value of Plan Assets at the end	146.92	145.52	78.18	70.39	55.30	
Shortfall/(Excess)	(6.92)	(5.11)	25.22	(0.66)	0.70	
Amount Recognised in Balance Sheet	-	-	25.22	(0.66)	0.70	

(₹ in million)

VI. Reconciliation of the Liability Recognised in the Balance Sheet	As at March 31, 2018	As at March 31, 2017
Opening Net Liability	-	25.22
Expense Recognised	21.16¹	17.44 ¹
Contribution by the Company	21.90	42.66
Amount recognised in Balance Sheet	-	-

(₹ in million)

VII. Expenses Recognised in the Statement of Profit and Loss	As at March 31, 2018	As at March 31, 2017
Current Service Cost	15.11	16.36
Interest Cost	9.19	9.26
Expected Return on Plan Assets	(11.44)	(7.95)
Actuarial (Gain)/loss	7.23	(5.33)
Transfer in of liability	0.15	-
Expense to be Recognised in Statement of Profit and Loss	20.24¹	12.34 ¹

¹The expenses recognised by the Company in statement of profit and loss is ₹21.16 mn (As at March 31, 2017 : ₹17.44 mn) which differs from actuarial valuation of ₹20.24 mn. The excess provision of ₹0.92 mn is not reversed on prudence basis

(₹ in million)

VIII. Experience Adjustment	As at March 31,				
	2018	2017	2016	2015	2014
Defined Benefit Obligation	140.00	140.41	103.40	69.73	56.00
Plan Assets	146.92	145.52	78.18	70.39	55.30
Surplus/(Deficit)	6.92	5.11	(25.22)	0.66	(0.70)
Experience adjustment on Plan Liability	(2.95)	8.09	(4.68)	(2.61)	25.28
Experience adjustment on Plan Asset	(2.04)	6.80	2.15	6.26	(8.36)

IX. Description of Plan Assets	As at March 31, 2018	As at March 31, 2017
Insurer Managed Funds	100%	100%

(iii) **Other Details:**

The Employer's best estimate of the contributions expected to be paid to the plan assets during the next 12 months is ₹ Nil mn (Previous year: ₹10.00 mn)

The estimates of salary increase considered in actuarial valuation, take account of inflation, seniority, promotion and other factors. The above information is certified by the actuary and relied upon by the Auditors

(6) TRADE PAYABLES - MSME

Based on information received by the Company from its suppliers regarding their status under the Micro, Small and Medium Enterprises (MSME) Development Act, 2006 ; details of amount due to such vendors is as below:

(₹ in million)

S. No.	Particulars	As at March 31, 2018	As at March 31, 2017
(i)	Principal Amount Outstanding	0.44	0.21
(ii)	Interest due on above and unpaid	-	-
(iii)	Interest due and payable for the period of delay	-	-
(iv)	Interest accrued and remaining unpaid	-	-

(7) PROPERTY, PLANT & EQUIPMENT
For the year ended March 31, 2018

(₹ in million)

Description of Assets	Gross Block (At Cost)				Depreciation/Amortisation				Lease Termi- nal Adjust- ment	Net Block	
	As at April 1, 2017	Addition	Deduction/ Adjustments	As at March 31, 2018	As at April 1, 2017	Addition	Deduction/ Adjustments	As at March 31, 2018		As at March 31, 2018	As at March 31, 2017
TANGIBLE ASSETS											
Assets Given on Lease											
Data Processing Equipments	157.42	-	-	157.42	126.60	-	-	126.60	30.82	-	-
Vehicles	0.60	-	-	0.60	0.46	0.01	-	0.47	-	0.13	0.14
Plant and Machinery	1,388.84	-	74.03	1,314.81	484.18	0.13	20.08	464.23	850.00	0.58	0.71
Own Assets											
Data Processing Equipments	31.66	6.83	2.01	36.48	26.77	4.36	2.00	29.13	-	7.35	4.89
Electrical Fittings	11.99	0.79	0.06	12.72	5.28	1.34	0.03	6.59	-	6.13	6.71
Furniture and Fixtures	29.23	3.37	0.57	32.03	12.66	4.31	0.35	16.62	-	15.41	16.57
Office Premises	11.00	-	-	11.00	1.79	0.18	-	1.97	-	9.03	9.21
Office Equipments	6.49	1.40	1.66	6.23	6.39	1.45	1.66	6.18	-	0.05	0.10
Leasehold Improvement	19.86	1.71	0.02	21.55	17.73	1.04	0.02	18.75	-	2.80	2.13
Vehicles	-	44.97	-	44.97	-	6.77	-	6.77	-	38.20	-
Total (A)	1,657.09	59.07	78.35	1,637.81	681.86	19.59	24.14	677.31	880.82	79.68	40.46
INTANGIBLE ASSETS (Acquired)											
Software	32.25	10.74	0.01	42.98	27.60	4.78	0.01	32.37	-	10.61	4.65
Websites & Portals	1.12	-	-	1.12	1.02	0.05	-	1.07	-	0.05	0.10
Total (B)	33.37	10.74	0.01	44.10	28.62	4.83	0.01	33.44	-	10.66	4.75
Total (A+B)	1,690.46	69.81	78.36	1,681.91	710.48	24.42	24.15	710.75	880.82	90.34	45.21

(7) FIXED ASSETS

For the year ended March 31, 2017

(₹ in million)

Description of Assets	Gross Block (At Cost)			Depreciation/Amortisation				Lease Terminal Adjustment	Net Block	
	As at April 1, 2016	Addition	Deduction/Adjustments	As at March 31, 2017	As at April 1, 2016	Addition	Deduction/Adjustments	As at March 31, 2017	As at March 31, 2017	As at March 31, 2016
TANGIBLE ASSETS										
Assets Given on Lease										
Data Processing Equipments	157.42	-	-	157.42	126.60	-	-	30.82	-	-
Vehicles	8.93	-	8.33	0.60	2.35	5.63	7.52	-	0.14	6.26
Plant and Machinery	1,613.45	-	224.61	1,388.84	708.65	0.14	224.61	903.95	0.71	1.76
Own Assets										
Data Processing Equipments	29.88	2.44	0.66	31.66	23.57	3.87	0.67	26.77	4.89	6.31
Electrical Fittings	11.20	0.97	0.18	11.99	4.05	1.36	0.13	5.28	6.71	7.15
Furniture and Fixtures	22.65	6.64	0.06	29.23	9.96	2.74	0.04	12.66	16.57	12.69
Office Premises	11.00	-	-	11.00	1.61	0.18	-	1.79	9.21	9.39
Office Equipments	6.10	1.27	0.88	6.49	5.94	1.33	0.88	6.39	0.10	0.16
Leasehold Improvement	17.74	2.12	-	19.86	16.74	0.99	-	17.73	2.13	1.00
Total (A)	1,878.37	13.44	234.72	1,657.09	899.47	16.24	233.85	934.77	40.46	44.72
INTANGIBLE ASSETS (Acquired)										
Software	29.54	2.71	-	32.25	22.89	4.71	-	27.60	4.65	6.65
Websites & Portals	1.12	-	-	1.12	0.98	0.04	-	1.02	0.10	0.14
Total (B)	30.66	2.71	-	33.37	23.87	4.75	-	28.62	4.75	6.79
Total (A+B)	1,909.03	16.15	234.72	1,690.46	923.34	20.99	233.85	934.77	45.21	51.51

(8) TAXATION

(a) Details of Tax expenses during the year is as under:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Current Tax	1,362.00	1,476.00
Deferred Tax	(339.00)	(337.00)
Tax Expense (net)	1,023.00	1,139.00

(b) Details of major components of deferred tax assets arising on account of timings differences as on March 31, 2018 are as below:

(₹ in million)

Particulars	As at April 01, 2017	Created during the year	As at March 31, 2018
Difference between book and tax depreciation	26.90	(1.90)	25.00
Provisions and Contingencies	1,948.20	332.80	2,281.00
Others (net)	13.90	8.10	22.00
Deferred Tax Assets (net)	1,989.00	339.00	2,328.00

Details of major components of deferred tax assets arising on account of timings differences as on March 31, 2017 are as below:

(₹ in million)

Particulars	As at April 01, 2016	Created during the year	As at March 31, 2017
Difference between book and tax depreciation	41.90	(15.00)	26.90
Provisions and Contingencies	1,598.20	350.00	1,948.20
Others (net)	11.90	2.00	13.90
Deferred Tax Assets (net)	1,652.00	337.00	1,989.00

(9) NON-CURRENT INVESTMENTS

(a) Summary of Non-Current Investments is as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Trade Investments		
Equity Shares	3,260.32	3,353.46
Preference Shares	1,699.95	2,149.48
Units of Mutual Funds	1,818.00	1,704.00
	6,778.27	7,206.94
Other Investments		
Equity Shares	11,818.59	6,780.17
Preference Shares	1,000.00	-
Units of Other Funds	4,927.48	5,226.41
Pass Through Certificates	2,056.92	2,056.92
Security Receipts	19.29	19.29
Units of Mutual Fund	10.00	10.00
Investment Properties	5,393.77	4,129.96
Debentures and Bonds	6,300.12	4,202.64
Government Securities	654.96	-
	32,181.13	22,425.39
Total	38,959.40	29,632.33

(b) Market Value of Quoted Investment and Cost of Unquoted Investments:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Quoted Investment		
Aggregate Market Value	3,143.57	3,930.94
Cost	4,653.29	4,436.03
Unquoted Investment		
Cost	34,306.11	25,196.30
Total Cost	38,959.40	29,632.33

(c) Scrip wise details of the Investment as on March 31, 2017 is as below:

Fully paid

(₹ in million)

Name of Company	Face Value	Quantity as at		Cost as at	
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
TRADE INVESTMENTS					
Equity Shares-Quoted					
IL&FS Engineering & Construction Co Ltd	10	27,913,641	27,913,641	2,278.42	2,278.42
IL&FS Transportation Networks Ltd	10	4,266,368	4,266,368	577.96	577.96
Equity Shares - Unquoted					
- In Subsidiaries					
IL&FS Global Financial Services PTE Ltd	SGD 1	3,050,001	3,050,001	122.12	122.12
IL&FS Global Financial Services (UK) Ltd	£1	400,001	400,001	30.25	30.25
IL&FS Global Financial Services (ME) Ltd	\$1	800,000	800,000	35.94	35.94
IL&FS Global Financial Services (HK) Ltd	HKD1	1,725,000	1,725,000	128.59	128.59
IL&FS Capital Advisors Ltd (Refer note 9 (j))	0.50/10	10,000,000	10,000,000	6.86	100.00
IL&FS Broking Services Pvt Ltd (Refer note 9 (k))	10	5,000,000	5,000,000	80.13	80.13
- In Joint Venture					
Syniverse Technologies (India) Pvt Ltd	10	5,200	5,200	0.05	0.05
				3,260.32	3,353.46
Preference Shares - Unquoted					
Redeemable Cumulative Preference Shares					
In subsidiaries					
IL&FS Broking Services Pvt Ltd (Refer note 9 (k))	100	-	2,521,600	-	249.53
- Others					
IL&FS Transportation Networks Ltd	10	80,000,000	90,000,000	1,600.00	1,800.00
Compulsorily Convertible Preference Shares					
- In Joint Venture					
Syniverse Technologies (India) Pvt Ltd (Series B)	10	4,800	4,800	0.05	0.05
Syniverse Technologies (India) Pvt Ltd (Series D)	1,000	99,900	99,900	99.90	99.90
				1,699.95	2,149.48
Units of Mutual Fund-Quoted					
IL&FS Infrastructure Debt Fund Series 1-A	1,000,000	250	250	250.00	250.00
IL&FS Infrastructure Debt Fund Series 1-B	1,000,000	108	108	108.00	108.00
IL&FS Infrastructure Debt Fund Series 1-C	1,000,000	370	436	370.00	436.00
IL&FS Infrastructure Debt Fund Series 2-B (Refer Note (9) (g))	1,000,000	400	400	280.00	280.00
IL&FS Infrastructure Debt Fund Series 2-C (Refer Note (9) (g))	1,000,000	900	900	630.00	630.00
IL&FS Infrastructure Debt Fund Series 3-A	1,000,000	180	-	180.00	-
				1,818.00	1,704.00
OTHER INVESTMENTS					
Equity Shares - Quoted					
Reliance Naval and Engineering Ltd	10	3,643,387	12,617,254	223.94	775.54

(₹ in million)

Name of Company	Face Value	Quantity as at		Cost as at	
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Equity Shares - Unquoted					
A2Z Green Waste Management Ltd	10	10,031,013	10,031,013	188.02	188.02
Ahmedabad Stock Exchange Ltd	10	331,800	331,800	18.96	18.96
Allen Scott Industries Ltd	10	149,300	149,300	0.10	0.10
Champion Agro Ltd	10	162,200	162,200	20.60	20.60
Dewanchand Ramsaran Industries Pvt Ltd	10	278,125	278,125	126.00	126.00
Greenwillow Home Pvt Ltd	10	1,900	-	0.02	-
Gujarat Road and Infrastructure Company Ltd	10	9,188,846	-	1,450.00	-
ICOMM Electronics Ltd	10	104,243	-	1.02	-
ICOMM Ltd	10	104,243	-	1.02	-
ICOMM Tele Ltd	10	13,299,538	13,508,024	129.60	131.64
IFCI Venture Capital Funds Ltd	10	250,000	250,000	4.75	4.75
John Energy Ltd	10	579,830	579,830	444.27	444.27
Kakinada SEZ Ltd	10	507,055	507,055	5.08	5.08
Metropolitan Stock Exchange of India Ltd	1	119,109,627	119,109,627	1,118.72	1,118.72
Microland Ltd (Refer Note (9) (n))	1	2,000,000	2,000,000	-	-
National Institute for Smart Government	100	50,000	50,000	5.00	5.00
ONGC Tripura Power Company Pvt Ltd	10	156,465,672	-	3,600.00	-
Petronet India Ltd (Refer Note (9) (n))	10	10,000,000	10,000,000	-	-
Petronet VK Ltd (Refer Note (9) (n))	10	5,000,000	5,000,000	-	-
Petronet MHB Ltd (Refer Note (9) (n))	10	39,920	39,920	-	-
Pipavav Railway Corporation Ltd	10	12,000,000	-	540.00	-
Planetcast Media Services Ltd (formerly Essel Shyam Communication Ltd) (Refer Note (9) (m))	10	386,000	386,000	79.00	79.00
Reid & Taylor India Ltd	10	24,523,656	24,523,656	1,169.16	1,169.16
Samudra Shoes Ltd (Refer Note (9) (n))	10	337,500	337,500	-	-
Sun Earth Ceramics Ltd (Refer Note (9) (n))	10	1,291,625	1,291,625	-	-
Tamil Nadu Urban Infrastructure Financial Services Ltd	10	170,014	170,014	1.70	1.70
Tamil Nadu Urban Infrastructure Trustee Co Ltd	10	17,014	17,014	0.17	0.17
Tata Teleservices Ltd (Refer note 9 (f))	10	78,500,000	78,500,000	2,535.55	2,535.55
Tidel Park Ltd	10	2,000,000	2,000,000	20.00	20.00
Triton Overwater Transport Agency Ltd	10	498,000	498,000	4.98	4.98
Vandanaa Vidhyut Ltd	10	5,692,430	5,692,430	130.93	130.93
				11,818.59	6,780.17

(₹ in million)

Name of Company	Face Value	Quantity as at		Cost as at	
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Preference Shares- Unquoted					
Compulsorily Convertible Preference Shares					
McNally Bharat Engg Co Ltd (Refer note 9 (f))	10	16,129,000	-	1,000.00	-
Units of Other Funds- Unquoted					
In Subsidiary					
IFIN Realty Trust	1,000,000	693.18	756.47	693.18	756.47
IL&FS IIDC Fund	1,000,000	589.72	592.08	656.52	659.21
IL&FS Infrastructure Equity Fund-1	1,000	1,829,000.00	1,814,000.00	1,829.00	1,814.00
Others					
IL&FS Realty Fund	100,000	4,790.73	7,292.42	479.07	729.24
IL&FS Milestone Fund	1,000	2,889.00	2,889.00	2.89	2.89
Leverage India Fund	1,000	51,124.70	94,000.07	51.12	94.00
Pan Asia Project Development Fund India	100	812,597.51	1,304,889.42	81.26	130.49
Rajasthan Project Development Fund	1,000	451.00	451.00	0.45	0.45
Tara India Fund-III Class A Units	1,000,000	669.40	730.63	669.40	730.63
Tara India Fund-III Class D Units	1,000,000	-	31.60	-	31.60
Tara India Fund IV Trust	1,000,000	298.14	110.98	298.14	110.98
Tamilnadu Urban Development Fund	100,000	1,664.46	1,664.46	166.45	166.45
				4,927.48	5,226.41
Pass through Certificate- Unquoted					
In Subsidiary					
IL&FS Investment Trust – IV (PTC – II)	1	100,780	100,780	0.10	0.10
IL&FS Investment Trust – IV (PTC –Series I)	1	44,265,406	44,265,406	0.06	0.06
Others					
Maytas Investment Trust	1,000	2,056,767	2,056,767	2,056.76	2,056.76
				2,056.92	2,056.92
Security Receipt-Unquoted					
JM Financial Asset Reconstruction Co Pvt Ltd	1,000	19,295	19,295	19.29	19.29
				19.29	19.29
Units of Mutual Fund-Quoted					
HDFC Debt Fund for Cancer Cure – 100% Dividend Donation Option	10	1,000,000	1,000,000	10.00	10.00
				10.00	10.00
Investment in Properties at Mumbai					
Premises (under development)	-	229,234	177,234	4,990.33	3,725.54
Premises (completed) (Refer note 9 (i))	-	83,917	83,917	403.44	404.42
				5,393.77	4,129.96

(₹ in million)

Name of Company	Face Value	Quantity as at		Cost as at	
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Debentures and Bonds					
Optionally Convertible Debentures – Unquoted					
Chennai Super Kings Cricket Ltd (Refer note 9 (f))	1,000,000	650	-	650.00	-
Indus Equicap Consultancy Pvt Ltd (Refer note 9 (f))	10,000,000	44	-	440.00	-
KVK Energy & Infrastructure Pvt Ltd (Refer note 9 (f))	1,000,000	585	-	585.00	-
Pochampally Handloom Park Ltd (Refer note 9 (h))	100,000	451	526	45.12	52.64
Siva Green Power Projects India Pvt Ltd (Refer note 9(f))	10,000,000	190	190	1,900.00	1,900.00
Non-Convertible Debentures- Unquoted					
Electrosteel Castings Ltd	10,000,000	175	200	1,750.00	2,000.00
Abhitech Developers Pvt Ltd (Refer note 9(f))	1,000	321,429	321,429	250.00	250.00
Compulsorily Convertible Debentures- Unquoted					
Last Mile Online Ltd (Refer note 9 (f))	10,000,000	68	-	680.00	-
				6,300.12	4,202.64
Government Securities- Quoted					
7.80% GOI 2020 (MTY 3-May-2020)	100	2,500,000	-	256.55	-
6.35% GOI 2020 (MTY 2-Jan-2020)	100	4,000,000	-	398.41	-
				654.96	-
Total				38,959.40	29,632.33

SGD = Singapore Dollar

\$ = US Dollar

HKD = Hongkong Dollar

£ = UK Sterling Pound

- (d) The Holding Company acquired management control of IL&FS Engineering & Construction Company Ltd (IECCL) vide orders of the Company Law Board (CLB) dated August 31, 2009, in order to protect the credit exposure of the Company to IECCL. Towards this objective, the Company had subscribed to the preferential allotment of shares in IECCL. Such exposure is exclusively to protect the interest of the Company and optimize return on asset and does not form part of a strategy to acquire and retain long term assets /investments
- (e) The Company has four foreign subsidiaries and investment in such subsidiaries has been made in foreign currency. Given the size of the Investment and level of operations, the Company has not entered into hedging of the above Investments
- (f) These investments are under put and call options with investee company or promoters of the investee company
- (g) These units are partly paid-up and unquoted as at March 31, 2018
- (h) Provision of ₹32.12 mn (As at March 31,2017 : ₹42.56 mn) is created being Non-performing assets as per RBI Guidelines and included in Provision for Non-Performing Assets disclosed under Note 5 (c)
- (i) Premises completed are net of accumulated depreciation of ₹2.32 mn (As at March 31,2017 : ₹1.35 mn). Depreciation charged during the year is ₹0.97 mn (Previous Year : ₹1.48 mn)
- (j) The Board of Directors of IL&FS Capital Advisors Ltd (ICAP) (Wholly Owned Subsidiary) at their meeting dated April 19, 2017 recommended for voluntary winding up of the Company, under Section 59 of the Insolvency and Bankruptcy Code, 2016, read with Insolvency and Bankruptcy Board of India (Voluntary Liquidation Process) Regulations, 2017. ICAP has also intimated to SEBI for non-renewal of its Merchant Banking License. The Liquidator has passed interim order pursuant to which during the year the Company has received ₹93.14 mn, which is adjusted towards investments carrying value. The entire liquidation process is likely to be completed by March 2019
- (k) IL&FS Broking Services Pvt Ltd (IBSPL) (Wholly Owned Subsidiary) has surrendered its stock broking license based on the approval received from the shareholders vide its resolution passed at its extra ordinary general meeting held on February 27, 2017. IBSPL will be providing advisory services going forward
- (l) Disclosure with respect to Security Receipts (SRs):

(₹ in million)

Particulars	SRs issued Within past 5 years	SRs issued more than 5 years ago but within past 8 years	SRs issued more than 8 years ago
(i) Book value of SRs backed by NPAs sold by the Company as underlying	19.29	-	-
Provision held against (i)	19.29	-	-
(ii) Book value of SRs backed by NPAs sold by other banks / financial institutions / non-banking financial companies as underlying	-	-	-
Provision held against (ii)	-	-	-
Total (i) + (ii)	19.29	-	-

- (m) The Company has entered into an agreement to sell its entire investments in Planetcast Media Services Ltd (formerly Essel Shyam Communication Ltd) to third party subject to fulfillment of terms of agreement
- (n) These investments are carried at book value of ₹1

(10) CURRENT MATURITIES OF NON CURRENT INVESTMENTS

Break up of Current Maturities of the Long-term Investment is as below:

Fully Paid

(₹ in million)

Name of Company	Face Value	Quantity as at		Cost as at	
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Redeemable Cumulative Preference Shares					
In subsidiaries					
IL&FS Broking Services Pvt Ltd (Refer note 9 (k))	100	2,521,600	-	249.53	-
Others					
IL&FS Transportation Networks Ltd	10	10,000,000	10,000,000	200.00	200.00
Fully Convertible Debentures- Unquoted					
A2Z Green Waste Management Ltd (formerly: A2Z Infrastructure Ltd) (Refer note 9(f))	10,000,000	-	20	-	200.00
Non Convertible Debentures- Unquoted					
Abhitech Developers Pvt Ltd (Refer note 9(f))	1,000	-	1,928,571	-	1,500.00
Electrosteel Castings Ltd	10,000,000	25	-	250.00	-
Optionally Convertible Debentures – Unquoted					
Pochampally Handloom Park Ltd (Refer note 9 (h))	100,000	300.80	226	30.08	22.56
Total				729.61	1,922.56

(11) CURRENT INVESTMENTS

(a) Summary of Current Investments is as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Equity Shares	3,935.00	3,262.70
Government Securities	1,579.78	1,199.85
Units of Mutual Funds	150.00	-
Total	5,664.78	4,462.55

(b) Scrip wise details of the Current Investment Portfolio is as below:

Fully Paid

(₹ in million)

Name of Company	Face Value	Quantity as at		Cost as at	
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Equity Shares – Quoted					
A2Z Infra Engineering Ltd	10	-	7,478,000	-	187.93
Adhunik Metaliks Ltd	10	14,881,563	3,202,240	71.11	23.28
Aurobindo Pharma Ltd	1	-	95,000	-	80.15
Ceat Ltd	10	25,000	-	49.57	
Cox and Kings Ltd	5	280,000	-	75.53	-
Dena Bank	10	7,871,643	-	229.85	
Dish TV India Ltd	1	600,000	-	51.70	
GMR Infrastructure Ltd	1	8,500,000	5,000,000	167.02	68.15
Godrej Industries Ltd	1	150,000	-	89.58	-
HCL Technologies Ltd	2	82,500	-	78.98	-
HDFC Bank Ltd	2	91,850	40,000	179.87	50.96
Hindustan Unilever Ltd	1	-	90,000	-	75.12
ICICI Bank Ltd	2	-	400,000	-	113.69
IL&FS Engineering & Construction Co. Ltd	10	1,000	1,000	0.12	0.12
Indian Oil Corporation Ltd	10	192,486	-	39.85	-
ITC Ltd	1	400,000	-	110.18	-
JK Paper Ltd	10	737,000	-	108.74	-
JK Tyre & Industries Ltd.	2	-	550,000	-	78.09
Larsen & Toubro Ltd	2	-	50,000	-	74.45
Mahindra & Mahindra Ltd	5	-	95,000	-	129.96
MEP Infrastructure Developers Ltd	10	375,277	-	38.15	-
Mphasis Ltd	10	-	135,306	-	65.17
NCC Ltd	2	-	1,000,000	-	87.97
NMDC Ltd	1	-	360,000	-	49.61
Oil And Natural Gas Corporation Ltd	5	-	200,000	-	38.96
Parental Drugs (India) Ltd	10	176,770	176,770	55.16	55.16
Parsvnath Developers Ltd	10	13,108,215	11,610,000	225.63	188.08
Piramal Enterprises Ltd	2	25,000	-	72.18	-
Reliance Naval and Engineering Ltd (formerly Reliance Defence and Engineering Ltd)	10	30,211,132	12,985,000	1,270.42	650.31
Reliance Industries Ltd	10	170,000	-	165.00	-
Ruchi Soya Industries Ltd	2	-	1,500,000	-	67.67
SREI Infrastructure Finance Ltd	10	650,000	-	72.85	-
State Bank Of India	1	-	400,000	-	115.91
Suven Life Sciences Ltd		213,000	-	47.63	-
Torrent Power Ltd	10	-	335,000	-	75.84
Unitech Ltd	2	-	22,100,000	-	144.15
Yes Bank Ltd	10	200,000	100,000	73.39	153.53
Zee Entertainment Enterprises Ltd	1	-	55,000	-	25.95
				3,272.51	2,600.21

(₹ in million)

Name of Company	Face Value	Quantity as at		Cost as at	
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Equity Shares – Unquoted					
S.Kumars Nationwide Ltd	10	22,058,769	22,058,769	481.05	481.05
Era Infra Engineering Ltd	2	14,040,000	14,040,000	181.44	181.44
				662.49	662.49
				3,935.00	3,262.70
Government Securities- Quoted					
(Refer note 3 (f))					
8.27% GOI 2020 (MTY: 9-June-2020)	100	3,000,000	-	311.40	-
7.68% GOI 2023 (MTY: 15-Dec-2023)	100	-	2,500,000	-	260.43
7.72% GOI 2025 (MTY: 25-May-2025)	100	1,500,000	3,000,000	156.12	317.90
7.59% GOI 2026 (MTY: 11-Jan-2026)	100	1,000,000	-	105.50	-
6.79% GOI 2027 (MTY: 15-May-2027)	100	3,500,000	-	329.05	-
7.17% GOI 2028 (MTY: 08-Jan-2028)	100	6,000,000	-	584.68	-
7.59% GOI 2029 (MTY: 20-Mar-2029)	100	-	100,000	-	102.20
7.88% GOI 2030 (MTY: 19-Mar-2030)	100	-	2,500,000	-	259.65
7.61% GOI 2030 (MTY: 09-May-2030)	100	-	2,500,000	-	259.67
6.68% GOI 2031 (MTY: 17-Sep-2031)	100	1,000,000	-	93.03	-
				1,579.78	1,199.85
Units of Mutual Fund-Quoted					
Mirae Asset Cash Management Fund - Direct Plan - Growth	1000	27,303.73	-	50.00	-
Principal Cash Management Fund Liquid Ipg	1000	59,129.14	-	100.00	-
				150.00	-
Total				5,664.78	4,462.55

(c) Market Value of Quoted Investment and Cost of Unquoted Current Investment:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Quoted Investment		
Aggregate Market Value	4,202.69	4,019.38
Cost	5,002.29	3,800.06
Unquoted Investment		
Cost	662.49	662.49
Total Cost	5,664.78	4,462.55

(d) The Company has executed Power of Attorney in favour of its Professional Clearing Member in respect of its dematerialised holding of quoted equity investment. These investments are appropriated against margin requirement of the respective stock exchange. As on March 31, 2018, the Company is required to maintain margin of ₹ 0.15 mn (As on March 31, 2017 ₹ 14.95 mn) which is covered by current investments aggregating to ₹ 38.15 mn (As on March 31, 2017 ₹ 25.92 mn)

(e) The Company carries a provision for the diminution in value of investments in accordance with the NBFC Prudential Norms which is disclosed under Note 5 and is not netted off with the cost of current investment

(12) LOANS AND ADVANCES

(a) Break up of Loans and Advances is as below:

(₹ in million)

Particulars	As at March 31, 2018			As at March 31, 2017		
	Short-term	Long-term		Short-term	Long-term	
		Current Portion	Non-Current		Current Portion	Non-Current
Secured Loans (Considered Good)						
To Related Parties (Refer note 25)	430.00	6,038.41	32,240.89	8,039.26	4,356.73	5,783.38
To Others	14,222.96	16,548.10	35,590.20	11,323.24	11,559.06	40,073.92
Unsecured Loans (Considered good)						
To Related Parties (Refer note 25)	-	775.00	2,040.44	2,438.50	811.61	9,743.75
To Others	4,790.50	6,268.61	20,365.39	3,091.09	635.71	16,547.91
Doubtful Loans						
To Related Parties (Refer note 25)	-	8.56	46.78	-	5.94	56.43
To Others	870.13	4,591.99	2,570.78	1,285.69	1,200.99	1,274.71
	20,313.59	34,230.67	92,854.48	26,177.78	18,570.04	73,480.10
Unsecured Advances (Considered good)						
Advance Payment of Taxes(net)	-	-	1,089.19	-	-	856.75
Capital Advances						
To Related Parties (Refer note 25)	-	-	4.65	-	-	4.65
To Others	-	-	2.34	-	-	978.07
Advance towards Investments						
To Related Parties (Refer note 25)	260.00	-	-			
To Others	-	-	1,536.16	-	-	1,855.23
Other Advances						
To Related Parties (Refer note 25)	9.19	-	0.50	9.77	-	0.50
To Others	139.28	207.93	452.41	71.75	-	48.52
Deposits	15.80	-	1.14	13.70	-	1.04
Margin Money with Related Parties	0.15	-	-	14.95	-	-
Prepaid Expenses	38.90	-	-	24.65	-	-
	463.32	207.93	3,086.39	134.82	-	3,744.76
Total	20,776.91	34,438.60	95,940.87	26,312.60	18,570.04	77,224.86
			151,156.38			122,107.50

- (b) Provision of ₹2,862.03 mn (As at March 31, 2017 : ₹1,150.08 mn) is created on Doubtful Loans (Non-performing assets) as per RBI Guidelines and disclosed under Provision for Non-Performing Assets under Note 5
- (c) Secured Loans includes Loan aggregating ₹17,296.23 mn (As at March 31, 2017: ₹7,204.47 mn) pending security creation on balance sheet date which has since been completed. Unsecured Loans include loans aggregating ₹10,002.50 mn (As at March 31, 2017: ₹11,625.50 mn), which are contractually unsecured. Remaining amount of Unsecured Loans represents contractually Secured Loans where either the realizable value of underlying security is less than Loan amount or Security Creation is under process
- (d) Margin Money with Related Parties includes Initial Margin on Equity Derivative transactions of ₹0.15 mn (As at March 31, 2017 : ₹14.95 mn) paid by the Company in their capacity as Professional Clearing Member
- (e) Additional Disclosures in terms of RBI Notification DBR.NO.BP.BC.34/21.04.132/2016-17 dated November 10, 2016 are as given below:

Disclosures on Flexible Structuring of Existing Loans

(₹ in million)

For the year ended	No. of borrowers taken up for flexibly structuring	Amount of loans taken up for flexible structuring, classified as		Exposure weighted average duration of loans taken up for flexible structuring	
		Standard	NPA	Before applying flexible structuring	After applying flexible structuring
March 31, 2018	1	-	249.71	4 years 7 months	8 years 4 months
March 31, 2017	2	105.71	-	7 years 4 months	11 years 11 months

(13) TRADE RECEIVABLES

- (a) Trade Receivables comprises receivable of Interest and other dues from clients and fee for services rendered to clients. Provision for Bad and Doubtful Trade Receivables is made on receivable of fees for services rendered
- (b) Trade Receivables are classified into following categories :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, Considered Good	388.24	4.29
Unsecured, Considered Doubtful	-	23.90
Less : Provision for Bad and Doubtful Trade Receivables	-	(23.90)
Other Debts		
Secured, Considered Good	616.11	229.47
Unsecured, Considered Good	1,268.85	1,654.92
Total	2,273.20	1,888.68

(14) CASH AND CASH EQUIVALENTS

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Cash and Cash Equivalents		
Cheques on Hand	113.46	1,926.21
Balance with Banks		
i) In current accounts	2,924.20	21,593.77
ii) In demand deposit accounts	3,499.98	5,586.21
iii) Certificate of deposits	1,452.62	-
	7,990.26	29,106.19
Other Bank Balances		
i) In unclaimed dividend account	0.48	-
ii) In deposit accounts with restriction on withdrawal*	2,500.00	-
	2,500.48	-
Total	10,490.74	29,106.19

*Include fixed deposit of ₹2,500 mn, where the Bank has a right to adjust against dues of its clients under specific circumstances

The disclosures regarding details of specified bank notes held and transacted during November 8, 2016 to December 30, 2016 as disclosed in previous year is as follows:

(₹)

Particulars	SBNs*	Other Denomination notes	Total
Closing cash in hand as on November 08, 2016	98,500	6,249	104,749
(+) Permitted receipts	-	134,442	134,442
(-) Permitted payments	-	110,909	110,909
(-) Amount deposited in Banks	98,500	148	98,648
Closing cash in hand as on December 30, 2016	-	29,634	29,634

* For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated November 08, 2016

Disclosure has not been made for the year since it is not applicable to financial year ended 31 March 2018.

(15) OTHER CURRENT AND NON-CURRENT ASSETS

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Current	Non-Current	Current	Non-Current
Income Accrued on Investments	257.07	0.07	35.51	-
Income Accrued on Lease, Loans and Advances	3,832.34	846.92	2,382.79	860.00
Receivable on Sale/Redemption of Securities	0.41	-	939.73	-
Unamortised Borrowing Cost	113.69	306.84	85.38	168.65
Derivative Assets	-	1,843.00	-	-
Total	4,203.51	2,996.83	3,443.41	1,028.65

(16) CONTINGENT LIABILITY

(a) Guarantees

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Guarantees issued on behalf of third parties	431.78	403.07

(b) Taxes and other demands

- Income Tax: Demand Raised by Income Tax Authorities against the Company not acknowledged as debts and not provided for, the Company is in appeal at various authorities ₹196.88 mn (As at March 31, 2017 : ₹124.09 mn)
- Sales Tax: Demand raised by Sales Tax authorities against the Company ₹11.71 mn for Lease tax dues (As at March 31, 2017 : ₹11.71 mn), against which the Company has preferred appeals with the Appellate Tribunal, High Court
- Service Tax: Demand raised by Service Tax authorities against the Company ₹13.40 mn for CENVAT credit availed (As at March 31, 2017 : ₹9.90 mn), against which the Company has preferred appeals with the Custom Excise & Service Tax Appellate Tribunal
- Others: Demand Raised by Superintendent of Stamps, Maharashtra against the Company not acknowledged as debts and not provided for towards penalty for delay in payment of stamp duty, the Company has challenged the notice issued, with the authorities ₹97.60 mn (As at March 31, 2017 : ₹97.60 mn)

The Company does not expect any outflow of economic resources in respect of the above

(17) COMMITMENTS

(a) Capital Commitments

Estimated amount of contracts remaining to be executed but not provided in respect of Assets ₹46.46 mn (As at March 31, 2017 : ₹62.62 mn)

(b) Financial Commitments

Undisbursed Commitment in respect of Loans is ₹345.06 mn (As at March 31, 2017: ₹6.15 mn) and in respect of Investments is ₹3,486.86 mn (As at March 31, 2017 : ₹1,224.02 mn)

(c) Operating Lease Commitments

The Company has entered into Operating Lease arrangement in respect of premises. The minimum future payments during non-cancellable years under the foregoing arrangement in aggregate for each of the following years are as below:

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Less than one year	69.85	68.96
One to five years	-	-
Total	69.85	68.96

Footnote - the Operating Lease expenses incurred during the year of ₹102.10 mn (Previous Year ₹80.78 mn) is included in Rent Expenses

(18) DERIVATIVE INSTRUMENTS

(a) Financial Risk Management Objectives

Treasury function of the Company provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the company through financial risk reports which analyses exposures by degree and magnitude of risks. These risks include currency risk and interest rate risk

The Company seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the RBI and Board approved policies, which provide written principles on foreign exchange risk, interest rate risk, and the use of derivatives instruments. Compliance with the policies and exposure limits are reviewed periodically

The corporate treasury function reports periodically to the Committee of Directors and to an internally delegated committee that monitors risks and policies implemented to mitigate risk exposures

(b) Following types of hedging instruments are entered into by the Company**(i) Interest risk management:**

The Company is exposed to interest rate risk as it carries both fixed and floating rates assets and liabilities. The risk is managed by the company by maintaining an appropriate mix between fixed and floating rate borrowings and by the use of derivatives. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite, ensuring the most appropriate strategies are applied

(ii) Foreign currency risk management :

The Company is also exposed to foreign currency risk and floating interest rate risk as it undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. These exposures are managed within approved policy parameters utilizing forward foreign exchange contracts, currency swaps and coupon swaps by ensuring application of appropriate strategies

(c) The carrying amounts of foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows :

(₹ in million)

Liabilities		2018		
		Exchange Rate	Amount in Foreign Currency (USD mn)	Amount
Foreign Currency Loans	Principal	-	-	-
	Interest	-	-	-
Total Payables (A)				
Hedged by derivative (B)	Principal	-	-	-
	Interest	-	-	-
Unhedged Payables (C=A-B)			NIL	

Liabilities		2017		
		Exchange Rate	Amount in Foreign Currency (USD mn)	Amount
Foreign Currency Loans	Principal	64.845	5.64	366.01
	Interest	64.845	0.005	0.35
Total Payables (A)				
Hedged by derivative (B)	Principal	-	5.64	-
	Interest	-	0.005	-
Unhedged Payables (C=A-B)			NIL	

(d) Following are the details of outstanding interest rate derivatives and currency derivatives:

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Cash Flow Hedge		
Currency Rate Swap		
No. of Contracts	-	1
Notional Principal (₹ in mn)	-	375.00
Fair Value (₹ in mn)	-	(13.69)

(e) Details of Equity/Index option outstanding as at March 31, 2018 are as below:

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Long Position	Short Position	Long Position	Short Position
Index Options				
Nifty	-	-	-	2,666
No. of Contracts	-	-	-	199,950
Total Premium carried forward at the year end including provision made	-	-	-	12.74

- (f) As a risk mitigation tool, the Company also enters into independent credit derivative contract with a third party. Such derivatives are valued using option pricing model namely Black- Scholes model which uses the current stock price, intrinsic value, time to expiration and volatility as parameters. Further, a credit value adjustment (CVA) has been made to the fair value of derivative contracts
- (g) The details of outstanding independent derivatives and its impact is tabulated is as below:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Nominal Value	2,535.55	-
Fair Value	1,843.00	-
Fair Valuation gain recognized in Statement of Profit and Loss	1,843.00	-

(19) REVENUE FROM OPERATIONS

- (a) The Company is engaged in the Financial Services Business and its revenue from operations is as per the table below:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Fund Based		
Interest Income on Loans*	19,374.72	18,677.42
Income from Investments	1,284.76	2,403.55
Lease Income	5.43	56.59
Interest on Deposits	572.89	427.77
Fee Based		
Debt Structuring & Distribution Fees	1,498.43	1,547.56
Consultancy and Advisory Fees	172.53	300.18
Total	22,908.76	23,413.07

*Footnote - Interest income is net-off provision made for interest sacrifice and reversal of interest income towards provision for funded interest term loan on restructured advances (Refer note 5 (a))

- (b) Break up of Income from Investments are as below:

(₹ in million)

Particulars	Year ended March 31, 2018		Year ended March 31, 2017	
	Non-Current	Current	Non-Current	Current
Interest/Discount/Premium	459.17	433.75	619.96	343.10
Dividend and Pass Through Income	132.93	34.26	336.08	25.45
Net Gain on Sale of Investment	131.29	476.98	290.89	539.92
Net (Loss)/Profit on Derivative Contracts	-	(383.62)	-	248.15
	723.39	561.37	1246.93	1156.62
Total		1,284.76		2,403.55

(20) FINANCE COSTS

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Interest Expenses on Borrowings	14,614.47	14,426.87
Other Finance Costs	165.54	144.15
Total	14,780.01	14,571.02

(21) EXPENSES

- (a) Employees Benefit Expenses comprises of:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Salaries and Allowances	652.19	663.89
Contribution to Provident and Other Fund	51.47	44.62
Staff Training and Welfare Expenses	59.32	24.44
Deputation Cost	35.43	65.13
Total	798.41	798.08

- (b) Other Operating & Administrative Expenses

- (i) Break up of Other Operating Expenses is as below:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Rent	113.08	102.11
Electricity Charges	3.79	3.37
Rates and Taxes	115.66	109.01
Repairs and Maintenance	44.39	33.43
Travelling and Conveyance	44.62	39.41
Communication Expenses	9.84	10.09
Legal and Professional Charges	131.70	129.34
Insurance Expenses	2.28	3.55
Brand Subscription Charges	188.04	192.16
Service Charges	207.26	257.76
Corporate Social Responsibility Expense	63.19	66.19
Miscellaneous Expenses	182.87	154.59
Total	1,106.72	1,101.01

- (ii) Rent expense is net of recovery made of ₹0.60 mn (Year ended March 31, 2017: ₹1.63 mn) from Subsidiary Companies

- (iii) In terms of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been formed by the Company. The areas for CSR activities approved by the Committee are (i) skills and livelihood (ii) education and (iii) discretionary items

The disclosure of the CSR expenditure incurred during the year, is as under:

- (a) Gross amount required to be spent by the Company for FY 2017-18 is ₹75.29 mn (FY 2016-17: ₹67.50 mn)

- (b) Amount spent during the Year on:

(₹ in million)

Sr. No.	Particulars	In Cash	Yet to be paid in cash	Total
(i)	Construction/acquisition of any asset	Nil	Nil	Nil
(ii)	On purposes other than (i) above*	63.19	Nil	63.19

* The Company has paid the amount as donation to a trust carrying out the CSR activities

- (iv) Miscellaneous Expenses includes:
 (a) Payment to Director's

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Sitting Fees	2.87	2.20
Commission	8.26	8.07

- (b) Auditor's Remuneration as below:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
As Auditor	40.13	21.20
Taxation Matters	2.61	3.69
Other Matters	8.36	8.46
Total	51.10	33.35

(22) OTHER PROVISION AND WRITE OFFS

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Loans written off	920.18	1,664.62
Bad and Doubtful Trade Receivables written off	151.73	164.03
Provision for Bad and Doubtful Trade Receivables	-	11.71
Provision for Non-Performing Assets	1,756.80	405.81
Regulatory Provision for Standard Assets	160.00	55.00
Additional Provision on Standard Assets	1,210.00	-
Provision for Diminution in :		
- Long-term Investments (net)	1,237.58	530.72
- Current Investments	730.72	192.46
Sub-total	A	3,024.35
Write Back of:		
Provision for Non-Performing Assets	(62.72)	-
Loans Written off on recovery	(7.50)	(25.20)
Bad and Doubtful Trade Receivables	(23.90)	(141.03)
Standard Restructured Assets	(109.57)	(13.82)
Sub-total	B	(180.05)
General Contingency Provision created /		
(written back)	C	900.00
Total (A+B+C)	4,213.32	3,744.30

(23) EARNINGS PER SHARE (EPS)

In accordance with the Accounting Standard 20 on 'Earning per Share', the Basic Earnings per Share and Diluted Earnings per Share have been computed by dividing the Profit after Tax by the number of equity shares for the respective years as under:

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Profit for the year (₹ in mn)	996.60	2,087.81
Less: Dividend on NCRCPs (including dividend distribution tax thereon) (₹ in mn)	(273.51)	(279.97)
Profit attributable for Equity Shareholders (₹ in mn)	723.09	1,807.84
- Weighted Average number of Equity Shares in calculating Basic and Diluted EPS	265,667,555	265,667,555
Face Value (₹ per Share)	10.00	10.00
Basic and Diluted Earnings (₹ per Share)	2.72	6.80

(24) FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions during the year are as follows:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
I. Earnings in Foreign Currency		
Income	5.73	5.39
II. Expenses in Foreign Currency		
Foreign Travel	3.28	3.91
Others	13.69	13.38
Total	16.97	17.29

25) RELATED PARTY TRANSACTIONS

(a) As per the Accounting Standard - 18 on 'Related Party Disclosures', the Related Parties as at March 31, 2018 are as follows:

Holding Company	2018	2017
Infrastructure Leasing & Financial Services Ltd	✓	✓
Subsidiary Companies	2018	2017
IL&FS Global Financial Services Pte Ltd	✓	✓
IL&FS Global Financial Services (UK) Ltd	✓	✓
IL&FS Global Financial Services (ME) Ltd	✓	✓
IL&FS Global Financial Services (HK) Ltd	✓	✓
IL&FS Capital Advisors Ltd	✓	✓
IL&FS Broking Services Pvt Ltd	✓	✓
Enterprises over which IFIN has control	2018	2017
IFIN Realty Trust	✓	✓
IL&FS IIDC Fund	✓	✓
Investment Square Trust	-	✓
IL&FS Infrastructure Equity Fund-I	✓	✓
IL&FS Orix Trust	-	✓
IL&FS Investment Trust - IV	✓	✓
Affiliate Company (Joint Venture)	2018	2017
Syniverse Technologies (India) Pvt Ltd	✓	✓
Fellow Subsidiaries*	2018	2017
Amravati Chikhli Expressway Ltd	✓	-
Apptex Marketing Services & Solutions Ltd	-	✓
Avash Logistic Park Pvt Ltd	✓	✓
Barwa Adda Expressway Ltd	✓	✓
Bhopal E Governance Ltd	✓	✓
Chenani Nashri Tunnelway Ltd	✓	-
Chhotagovindpur & Bagbera Drinking Water Supply Project Ltd	✓	✓
Dakshin Dilli Swachh Initiatives Ltd	✓	✓
East Delhi Waste Processing Co Pvt Ltd	✓	✓
East Hyderabad Expressway Ltd	✓	-
Etesian Urja Ltd (formerly Bhojpur Biomass Power Co Ltd)	✓	✓
Gujarat Integrated Maritime Complex Pvt Ltd	✓	✓
Hazaribagh Ranchi Expressway Ltd	✓	-
IIDC Ltd (Merged with ITUAL September 18, 2017)	✓	✓
IL&FS Airport Ltd	✓	✓
IL&FS Cluster Development Initiative Ltd	✓	✓
IL&FS Education & Technology Services Ltd	✓	✓
IL&FS Energy Development Co Ltd	✓	✓
IL&FS Environmental Infrastructure & Services Ltd	✓	✓
IL&FS Infra Asset Management Ltd	✓	-
IL&FS Investment Managers Ltd	-	✓
IL&FS Investment Trust - I	-	✓
IL&FS Maritime Infrastructure Co Ltd	✓	✓
IL&FS Paradip Refinery Water Ltd	✓	✓
IL&FS Portfolio Management Services Ltd	✓	✓
IL&FS Rail Ltd	✓	✓
IL&FS Renewable Energy Ltd (Merged with IEDCL on March 21, 2018)	✓	✓
IL&FS Securities Services Ltd	✓	✓
IL&FS Solar Power Ltd	✓	✓
Fellow Subsidiaries*	2018	2017
IL&FS Tamil Nadu Power Co Ltd	✓	✓
IL&FS Technologies Ltd	✓	✓
IL&FS Township & Urban Assets Ltd	✓	✓
IL&FS Transportation Networks Ltd	✓	✓
IL&FS Urban Infrastructure Managers Ltd	✓	✓
IL&FS Water Ltd	✓	✓
IL&FS Wind Energy Ltd (formerly Mandvi LNG Terminal Ltd)	✓	✓
IL&FS Wind Power Services Ltd	✓	✓
IMICL Dighi Maritime Ltd	✓	✓
ISSL Market Services Ltd	✓	✓
ISSL Settlement & Transaction Services Ltd	✓	✓
ISSLCPG BPO Pvt Ltd	✓	✓
ITNL Road Infrastructure Development Co Ltd	✓	✓
ITNL International Pte Ltd	✓	✓
ITNL Offshore Pte Ltd	✓	-
ITNL Offshore Two PTE Ltd	✓	-
Jharkhand Road Projects Implementation Co Ltd	✓	✓
Jogihali Wind Energy Pvt Ltd	✓	✓
Kanak Resources Management Ltd	✓	✓
Karyavattom Sports Facilities Ltd	✓	-
Kaze Energy Ltd (Formerly Vaspeth Wind Energy Ltd)	✓	✓
Khandke Wind Energy Pvt Ltd	✓	-
Khed Sinnar Expressway Ltd	✓	✓
Kiratpur Ner Chowk Expressway Ltd	✓	-
Lalpur Wind Energy Pvt Ltd	✓	✓
LIVIA India Ltd	✓	✓
Mahidad Wind Energy Pvt Ltd	✓	✓
Moradabad Bareilly Expressway Ltd	✓	✓
Mota Layja Gas Power Co Ltd	✓	✓
MP Border Checkpost Development Co. Ltd	✓	-
Nana Layja Power Co Ltd	✓	✓
Patiala Bio Power Co Ltd	✓	✓
Porto Novo Maritime Ltd	✓	✓
Pune Sholapur Road Development Co Ltd	✓	✓
Rapid MetroRail Gurgaon Ltd	✓	✓
Rapid MetroRail Gurgaon South Ltd	✓	✓
RDF Power Projects Ltd	✓	✓
Ratedi Wind Power Pvt Ltd	✓	✓
Rohtas Bio Energy Ltd	✓	✓
Sabarmati Capital One Ltd	✓	✓
Sabarmati Capital Two Ltd	✓	✓
Sipla Wind Energy Ltd	✓	✓
Skill Training Assessment Management Partners Ltd	✓	-
TADAS Wind Energy Pvt Ltd	✓	-
Tierra Enviro Ltd	✓	✓

* As certified by the holding Company and with whom transactions done during the year

Fellow Subsidiaries*	2018	2017
Unique Waste Processing Co Ltd	✓	✓
Vejas Power Projects Ltd (Formerly IL&FS Wind Projects Development Ltd)	✓	✓
Wind Urja India Pvt Ltd	✓	✓
Key Management Personnel	2018	2017
Mr Ravi Parthasarathy, Chairman	✓	✓
Mr Hari Sankaran, Director	✓	✓
Mr Arun K Saha, Director	✓	✓
Mr Vibhav Kapoor, Director	✓	✓
Mr Ramesh Bawa, Managing Director & CEO	✓	✓

Fellow Subsidiaries*	2018	2017
Mr Milind Patel, Joint Managing Director#	✓	✓
Mr Rajesh Kotian (Deputy Managing Director)\$	✓	✓
Mr Deepak Pareek, Chief Financial Officer	✓	✓
Ms Neelam Desai, Company Secretary	✓	✓
Relatives of Key Management Personnel (KMP)^	2018	2017
Ms Rhea Parthasarathy	✓	✓
Mr Abhishek Bawa	✓	✓

* As certified by the Holding Company and with whom transactions done during the year/previous year

^ As certified by the Key Management Personnel and with whom transactions done during the year/previous year

The company does not have significant influence over IL&FS Engineering & Construction Company Ltd and accordingly is not considered as an associate of the Company

#Resigned with effect from close of business hours of March 31, 2018

\$Appointed with effect from November 7, 2017

- (b) The nature and volume of the transactions during the year ended March 31, 2018 with the above related parties were as follows:

(₹ in million)

Nature of Transactions*	Holding Company	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	Joint Venture	KMPs and Relatives of KMPs	Year ended March 31, 2018
Income							
Interest	-	-	6,360.62	-	-	-	6,360.62
Investment Income	-	1.86	428.39	21.69	138.04	-	589.98
Fee and Other Income	2.17	5.22	1,336.16	-	-	-	1,343.55
Expenditure							
Interest and Finance Charges	0.40	11.35	114.14	-	-	-	125.89
Other Operating & Administrative Expenses	338.94	-	212.67	-	-	6.27	557.88
Employee Benefit Expenses	-	(5.87)	(5.26)	-	-	172.26	161.13
Balances as at end of the Year							
Assets							
Non-Current Assets							
Non-Current Investments	-	403.89	2,177.96	3,178.86	100.00	-	5,860.71
Long-term Loans & Advances	-	-	34,333.26	-	-	-	34,333.26
Current Assets							
Current Maturity of Non-current Investments	-	249.53	200.00	-	-	-	449.53
Current Maturity of Long-term Loans & Advances	-	-	6,821.96	-	-	-	6,821.96
Trade Receivables	0.03	1.94	1,359.79	-	-	-	1,361.76
Short-term Loans & Advances	5.74	13.23	701.41 ¹	0.02	-	2.64	723.04
Other Current Assets	-	18.13	2,046.60	-	-	-	2,064.73
Liabilities							
Current Liabilities							
Short-term Borrowings	-	67.50	1,867.78	-	-	-	1,935.28
Trade Payables	19.07	21.87	5.07	-	-	-	46.01
Other Current Liabilities	-	1.59	36.22	-	-	-	37.81
Off Balance Sheet Items							
Guarantee Given	-	-	143.78	-	-	-	143.78
Transactions during the Year							
Subscription to Shares/Units	-	-	-	15.10	-	-	15.10
Sale/Redemption of Shares/units	-	93.14	200.00	66.07	-	-	359.21
Long Term/ Short Term Loans Given (Assets)	-	-	39,333.50	-	-	-	39,333.50
Long Term/ Short Term Loans repaid (Assets)	-	-	28,729.03	-	-	-	28,729.03
Long Term/ Short Term Borrowing Taken (Liabilities)	-	70.00	47,225.87	-	-	-	47,295.87
Repayment of Long Term / Short term Borrowing (Liabilities)	-	117.50	46,416.03	-	-	-	46,533.53
Final Equity Dividend Paid	664.17	-	-	-	-	-	664.17

¹ Includes ₹ 0.15 mn paid to clearing member and stock broker on account of margin money required to be paid as per Exchange regulations

*Transactions during the period excludes reimbursement of expenses with related parties

The nature and volume of the transactions during the year ended March 31, 2017 with the above related parties were as follows:

(₹ in million)

Nature of Transactions	Holding Company	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	Joint Venture	KMPs and Relatives of KMPs	Year ended March 31, 2017
Income							
Interest	-	-	7,949.28	-	-	-	7,949.28
Investment Income	-	10.61	227.87	1.28	90.53	-	330.29
Fee and Other Income	0.55	5.39	1,402.22	-	-	-	1,408.16

Nature of Transactions	Holding Company	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	Joint Venture	KMPs and Relatives of KMPs	Year ended March 31, 2017
Expenditure							
Interest and Finance Charges	1.48	0.99	442.53	-	-	-	445.00
Other Operating & Administrative Expenses	297.42	(0.25)	250.27	-	-	5.56	553.00
Employee Benefit Expenses	-	(4.96)	(2.78)	-	-	194.54	186.80
Balances as at end of the Year							
Assets							
Non-Current Assets							
Non-current Investments	-	746.56	2,377.96	3,229.84	100.00	-	6,454.36
Long-term Loans & Advances	-	0.50	15,588.21	-	-	-	15,588.71
Current Assets							
Current Maturity of Non-current Investments	-	-	200.00	-	-	-	200.00
Current Maturity of Long-term Loans & Advances	-	-	5,174.28	-	-	-	5,174.28
Trade Receivables	-	3.66	1,332.95	-	-	-	1,336.61
Short-term Loans & Advances	1.23	0.13	10,501.10 ¹	0.02	-	-	10,502.48
Other Current Assets	0.26	-	1,052.70	-	-	-	1,052.96
Liabilities							
Non-Current Liabilities							
Current Liabilities							
Short-term Borrowings	-	115.00	1,057.94	-	-	-	1,172.94
Trade Payables	9.46	-	1000	-	-	-	19.46
Other Current Liabilities	-	0.45	69.19	-	-	-	69.64
Transactions during the Year							
Brokerage Paid	-	0.97	-	-	-	-	0.97
Subscription to Shares/Units	-	-	-	44.35	-	-	44.35
Sale/Redemption of Shares/units	-	-	181.11	51.14	-	-	232.25
Long Term/ Short Term Loans Given (Assets)	-	-	32,040.70	-	-	-	32,040.70
Long Term/ Short Term Loans repaid (Assets)	-	-	45,320.49	-	-	-	45,320.49
Long Term/ Short Term Borrowing Taken (Liabilities)	-	-	71,176.54	-	-	-	71,176.54
Repayment of Long Term / Short term Borrowing (Liabilities)	-	-	82,228.70	-	-	-	82,228.70
Interim Equity Dividend Paid	664.17	-	-	-	-	-	664.17
Equity Dividend Paid	1,328.34	-	-	-	-	-	1,328.34

¹ Includes ₹ 14.95 mn paid to clearing member and stock broker on account of margin money required to be paid as per Exchange regulations

*Transactions during the period excludes reimbursement of expenses with related parties

(c) Statement of significant transaction/balances during the year ended March 31, 2018 are as below:

(₹ in million)

Nature of Transactions	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	KMPs and Relatives of KMPs
INCOME				
Interest				
Livia India Ltd	-	402.48	-	-
Patiala Bio Power Co Ltd	-	396.80	-	-
Sabarmati Capital Two Ltd	-	385.55	-	-
Pune Sholapur Road Development Co Ltd	-	385.42	-	-
IL&FS Cluster Development Initiative Ltd	-	380.13	-	-
Vejas Power Projects Ltd	-	333.33	-	-
IL&FS Maritime Infrastructure Co Ltd	-	333.21	-	-
IL&FS Wind Energy Ltd	-	328.05	-	-

Nature of Transactions	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	KMPs and Relatives of KMPs
Investment Income				
IL&FS Transportation Networks Ltd	-	214.20	-	-
IL&FS Energy Development Co Ltd	-	171.20	-	-
Fee & Other Income				
IL&FS Transportation Networks Ltd	-	388.53	-	-
IL&FS Tamilnadu Power Co Ltd	-	277.39	-	-
Jharkhand Road Projects Implementation Co Ltd	-	173.00	-	-
EXPENDITURE				
Interest and Finance Charges				
IL&FS Securities Services Ltd	-	75.99	-	-
Other Operating and Administrative Expenses				
IL&FS Securities Services Ltd	-	70.43	-	-
Livia India Ltd	-	69.68	-	-
IL&FS Portfolio Management Services Ltd	-	68.57	-	-
Mr Ramesh Bawa	-	-	-	6.27
Employee Benefit Expenses				
Employee Benefit Expenses				
Mr Ramesh Bawa	-	-	-	60.57
Mr Milind Patel	-	-	-	65.86
Mr Rajesh Kotian	-	-	-	15.38
Mr Deepak Pareek	-	-	-	14.53
Ms Neelam Desai	-	-	-	8.81
Ms Rhea Parthasarathy (Relative of KMP)	-	-	-	1.46
Mr Abhishek Bawa (Relative of KMP)	-	-	-	5.65
Long Term/ Short Term Loans Given (Assets)				
Rohtas Bio Energy Ltd	-	7,428.00	-	-
Skill Training Assessment Management Partners Ltd	-	4,000.00	-	-
Long Term/ Short Term Loans repaid (Assets)				
Rohtas Bio Energy Ltd	-	4,488.71	-	-
Subscription to Shares/Units				
IL&FS Infrastructure Equity Fund	-	-	15.00	-
Sale/Redemption of Shares/Units				
IL&FS Transportation Networks Ltd	-	200.00	-	-
IL&FS Capital Advisors Ltd	93.14	-	-	-
IFIN Realty Trust	-	-	63.29	-
Long Term/ Short Term Borrowing Taken (Liabilities)				
IL&FS Securities Services Ltd	-	40,745.00	-	-
Long Term / Short term Borrowing repaid (Liabilities)				
IL&FS Securities Services Ltd	-	39,805.00	-	-
Balances as at end of the Year				
ASSETS				
Non-Current Investments				
IL&FS Transportation Networks Ltd	-	2,177.96	-	-
IL&FS Infrastructure Equity Fund	-	-	1,829.00	-
IFIN Realty Trust	-	-	693.18	-
IL&FS IIDC Fund	-	-	656.52	-
Long Term Loans and Advances				
Rohtas Bio Energy Ltd	-	2,939.29	-	-
Livia India Ltd	-	2,750.00	-	-

Nature of Transactions	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	KMPs and Relatives of KMPs
Pune Sholapur Road Development Co Ltd	-	2,715.50	-	-
IL&FS Maritime Infrastructure Co Ltd	-	2,650.00	-	-
Patiala Bio Power Co Ltd	-	2,560.00	-	-
IL&FS Wind Energy Ltd	-	2,350.00	-	-
Sabarmati Capital One Ltd	-	2,076.00	-	-
Skill Training Assessment Management Partners Ltd	-	2,000.00	-	-
Unique Waste Processing Company Ltd	-	1,950.00	-	-
IMICL Dighi Maritime Limited	-	1,766.50	-	-
Current Maturity of Non-Current Investments				
IL&FS Transportation Networks Ltd	-	200.00	-	-
IL&FS Broking Services Pvt Ltd	249.53	-	-	-
Current Maturity of Long-term Loans				
Vejas Power Projects Ltd	-	2,150.00	-	-
IL&FS Cluster Development Initiative Ltd	-	1,212.50	-	-
Sabarmati Capital Two Ltd	-	1,100.00	-	-
Nana Layja Power Company Ltd	-	1,049.20	-	-
Moradabad Bareilly Expressway Ltd	-	775.00	-	-
Short-term Loans and Advances				
Bhopal E-Governance Ltd	-	400.00	-	-
IL&FS Airports Ltd	-	260.00	-	-
Trade Receivables				
IL&FS Transportation Networks Ltd	-	316.31	-	-
IL&FS Tamilnadu Power co Ltd	-	313.20	-	-
Jharkhand Road Projects Implementation Co Ltd	-	186.89	-	-
Other Current Assets				
Sabarmati Capital Two Ltd	-	461.79	-	-
IL&FS Global Financial Services (ME) Ltd	21.87	-	-	-
LIABILITIES				
Short-term Borrowings				
IL&FS Securities Service Ltd	-	940.00	-	-
IL&FS Transportation Networks Ltd	-	450.00	-	-
IL&FS Infra Asset Management Ltd	-	200.00	-	-
IL&FS Broking Services Pvt Ltd	67.50	-	-	-
Trade Payables				
IL&FS Global Financial Services (ME) Ltd	21.87	-	-	-
IL&FS Securities Services Ltd	-	3.27	-	-
IL&FS Urban Infrastructure Managers Ltd	-	1.18	-	-
Current Liabilities				
IL&FS Securities Service Ltd	-	12.03	-	-
IL&FS Technologies Ltd	-	11.08	-	-
Off Balance Sheet Items				
IL&FS Technologies Ltd	-	143.78	-	-

Statement of significant transaction/balances during the year ended March 31, 2017 are as below:

(₹ in million)

Nature of Transactions	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	KMPs and Relatives of KMPs
INCOME				
Interest				
Rapid Metrorail Gurgaon South Ltd	-	579.96	-	-
Jharkhand Road Projects Implementation Co Ltd	-	482.57	-	-
Sabarmati Capital Two Ltd	-	442.23	-	-
Rapid Metrorail Gurgaon Ltd	-	440.54	-	-
Gujarat Integrated Maritime Complex Pvt Ltd	-	419.49	-	-
Livia India Ltd	-	419.11	-	-
Unique Waste Processing Co Ltd	-	401.63	-	-
Investment Income				
IL&FS Transportation Networks Ltd	-	213.53	-	-
IL&FS Investment Managers Ltd	-	10.58	-	-
IFIN Realty Trust	-	-	3.80	-
Fee & Other Income				
IL&FS Transportation Networks Ltd	-	479.68	-	-
IL&FS Tamilnadu Power co Ltd	-	293.34	-	-
Moradabad Bareilly Expressway Ltd	-	172.80	-	-
EXPENDITURE				
Interest and Finance Charges				
IL&FS Securities Services Ltd	-	314.88	-	-
Other Operating and Administrative Expenses				
IL&FS Securities Services Ltd	-	117.24	-	-
IL&FS Portfolio Management Services Ltd	-	71.87	-	-
Livia India Ltd	-	59.74	-	-
Mr Ramesh Bawa	-	-	-	5.56
Brokerage Paid				
IL&FS Broking Services Pvt Ltd	0.97	-	-	-
Employee Benefit Expenses				
Mr Ramesh Bawa	-	-	-	80.86
Mr Milind Patel	-	-	-	49.97
Mr Rajesh Kotian	-	-	-	40.91
Mr Deepak Pareek	-	-	-	13.56
Ms Neelam Desai	-	-	-	7.50
Ms Rhea Parthasarathy (Relative of KMP)	-	-	-	0.80
Mr Abhishek Bawa (Relative of KMP)	-	-	-	0.94
Long Term/ Short Term Loans Given (Assets)				
IL&FS Cluster Development Initiative Ltd	-	5,094.00	-	-
IL&FS Airports Ltd	-	3,520.00	-	-
Long Term/ Short Term Loans repaid (Assets)				
IL&FS Cluster Development Initiative Ltd	-	4,744.00	-	-
Gujarat Integrated Maritime Complex Pvt Ltd	-	4,650.00	-	-
Subscription to Shares/Units				
IL&FS IIDC Fund	-	-	35.35	-
IL&FS Infrastructure Equity Fund-1 (P Units)	-	-	9.00	-
Sale/Redemption of Shares/Units				
IL&FS Investment Managers Ltd	-	181.11	-	-
IFIN Realty Trust	-	-	38.28	-

Nature of Transactions	Subsidiaries	Fellow Subsidiaries	Enterprises over which IFIN has control	KMPs and Relatives of KMPs
Long Term/ Short Term Borrowing Taken (Liabilities)				
IL&FS Securities Services Ltd	-	52,381.60	-	-
Long Term / Short term Borrowing repaid (Liabilities)				
IL&FS Securities Services Ltd	-	63,591.60	-	-
Balances as at end of the Year				
ASSETS				
Non -Current Investments				
IL&FS Transportation Networks Ltd	-	2,377.96	-	-
IL&FS Infrastructure Equity Fund	-	-	1,814.00	-
IFIN Realty Trust	-	-	756.47	-
IL&FS IIDC Fund	-	-	659.21	-
IL&FS Broking Services Pvt Ltd	329.66	-	-	-
IL&FS Global Financial Services (HK) Ltd	128.59	-	-	-
IL&FS Global Financial Services Pte Ltd	122.12	-	-	-
IL&FS Capital Advisors Ltd	100.00	-	-	-
Long-term Loans and Advances				
Patiala Bio Power Company Ltd	-	2,560.00	-	-
Jharkhand Road Projects Implementation Co Ltd	-	1,965.50	-	-
Current Maturity of Non-Current Investments				
IL&FS Transportation Networks Ltd	-	200.00	-	-
Current Maturity of Long-term Loans				
IL&FS Wind Projects Development Ltd (Form IL&FS Hydro Energy Ltd)	-	2,150.00	-	-
IL&FS Solar Power Ltd	-	1,820.00	-	-
Jogihali Wind Energy Pvt Ltd	-	810.00	-	-
Short-term Loans and Advances				
Livia India Ltd	-	2,800.00	-	-
Sabarmati Capital One Ltd	-	1,685.95	-	-
Tierra Enviro Ltd	-	1,659.55	-	-
Sabarmati Capital Two Ltd	-	1,250.00	-	-
Trade Receivables				
IL&FS Tamilnadu Power co Ltd	-	269.18	-	-
IL&FS Transportation Networks Ltd	-	264.00	-	-
Moradabad Bareilly Expressway Ltd	-	197.00	-	-
Other Current Assets				
Sabarmati Capital Two Ltd	-	315.93	-	-
LIABILITIES				
Short-term Borrowings				
IL&FS Maritime Infrastructure Co Ltd	-	205.98	-	-
Porto Novo Maritime Ltd	-	204.50	-	-
Sabarmati Capital Two Ltd	-	155.00	-	-
IL&FS Capital Advisors Ltd	95.00	-	-	-
IL&FS Broking Services Pvt Ltd	20.00	-	-	-
Trade Payables				
IL&FS Securities Services Ltd	-	9.68	-	-
Current Liabilities				
Apptex Marketing Services & Solutions Ltd	-	46.25	-	-

(26) JOINT VENTURE REPORTING

- (a) The Company has a joint control over the following entity and as per AS 27 - Financial reporting of interests in Joint Ventures is as follows:

Jointly Controlled Entity (Incorporated In India)	Percentage of Ownership Interest	
	As at March 31, 2018	As at March 31, 2017
Syniverse Technologies (India) Pvt Ltd	26.00%	26.00%

- (b) The aggregate amount of assets, liabilities, income and expenditure of the jointly controlled entity, based on audited standalone financial statement of the entity is as follows:

Balance Sheet Items

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Assets	76.06	84.63
Liabilities	12.13	11.13
Contingent Liabilities	1.56	1.68

Statement of Profit and Loss Items

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Income	199.10	163.64
Expenses (including tax)	92.93	85.47

(27) Additional Disclosures:

- (a) Additional information as on March 31, 2018 as required in terms of paragraph 18 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 are annexed as Annexure I
- (b) Additional Disclosures as required in terms of paragraph 70 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 are annexed as Annexure II

- (28) The Company has issued letter of awareness to banks\ financial institutions\ Non-banking financial companies in respect of loans availed by its clients, wherein the Company has agreed to provide support to arrange funds without an obligation or commitment on part of the Company

(29) Information relating to Restructured Accounts in accordance with RBI Notification No. DNBS(PD).NO.272 /CGM(NSV) dated January 23, 2014 (a) For the year ended March 31, 2018

(₹ in Crores)

Sr. No.	Type of Restructuring Asset Classification	Under CDR Mechanism					Others				
		Standard	Sub-Standard	Doubtful	Loss	Total	Standard	Sub-Standard	Doubtful	Loss	Total
1	Restructured Accounts as on April 01, 2017										
	No of Borrowers	-	-	1	-	1	4	1	10	-	15
	Amount Outstanding	-	-	15.96	-	15.96	235.08	6.24	105.72 ¹	-	347.03
	Provision there on	-	-	1.88	-	1.88	19.10	-	3.95	-	23.05
2	Freshly Restructured during the year ended March 31, 2018										
	No of Borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-
	Provision there on	-	-	-	-	-	-	-	-	-	-
3	Up gradations to restructured standard category										
	No of Borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-
	Provision there on	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at March 31, 2018 and hence need not be shown as restructured standard advances at the April 1, 2018 ²										
	No of Borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	(32.38)	(0.70)	(0.17)	-	(33.25)
	Provision there on	-	-	-	-	-	(0.01)	-	-	-	(0.01)
5	Down gradations of restructured accounts during the year ended March 31, 2018										
	No of Borrowers	-	-	-	-	-	(2)	(1)	3	-	-
	Amount Outstanding	-	-	-	-	-	(196.78)	(5.54)	202.32	-	-
	Provision there on	-	-	-	-	-	(18.76)	-	7.80	-	(10.96)
6	Write offs of restructured accounts during the year ended March 31, 2018										
	No of Borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-
	Provision there on	-	-	-	-	-	-	-	-	-	-
7	Restructured Accounts as on March 31, 2018										
	No of Borrowers	-	-	1	-	1	2	-	13	-	15
	Amount Outstanding	-	-	15.96	-	15.96	5.92	-	307.87 ¹	-	313.79
	Provision there on	-	-	1.88	-	1.88	0.33	-	11.75	-	12.08

1. For one of the clients in addition to amount of restructured facility, the Company has made investment in Optionally Convertible Debentures. Amount outstanding as on April 1, 2017 and March 31, 2018 is ₹ 7.52 crores
2. No of borrowers and amount outstanding under Sr no 4 of above table includes, recoveries made from existing restructured facilities
3. Provision includes provision made for interest sacrifice amounting to ₹ 13.63 crores and provision on standard restructured assets amounting to ₹ 0.33 crores in accordance with notification no DNBS(PD).NO.272 /CGM(NSV) (Refer Note 5 (a))

(b) For the year ended March 31, 2017

(₹ in Crores)

Sr. No.	Type of Restructuring Asset Classification	Under CDR Mechanism				Others					
		Standard	Sub-Standard	Doubtful	Loss	Total	Standard	Sub-Standard	Doubtful	Loss	Total
1	Restructured Accounts as on April 01, 2016										
	No of Borrowers	1	1	-	-	2	7	2	7	-	16
	Amount Outstanding	4.51	15.96	-	-	20.47	265.21	9.61	71.42 ¹	-	346.24
	Provision there on	1.14	1.88	-	-	3.02	20.28	0.03	3.92	-	24.23
2	Freshly Restructured during the year ended March 31, 2017										
	No of Borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	36.10	-	-	-	36.10
	Provision there on	-	-	-	-	-	1.85	-	-	-	1.85
3	Up gradations to restructured standard category										
	No of Borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-
	Provision there on	-	-	-	-	-	-	-	-	-	-
4	Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at March 31, 2017 and hence need not be shown as restructured standard advances at the April 1, 2017 ²										
	No of Borrowers	(1)	-	-	-	(1)	(1)	-	-	-	(1)
	Amount Outstanding	(4.51)	-	-	-	(4.51)	(33.97)	(0.38)	(0.96)	-	(35.30)
	Provision there on	(1.14)	-	-	-	(1.14)	(1.67)	-	-	-	(1.67)
5	Down gradations of restructured accounts during the year ended March 31, 2017										
	No of Borrowers	-	(1)	1	-	-	(2)	(1)	3	-	-
	Amount Outstanding	-	(15.96)	15.96	-	-	(32.25)	(3.00)	35.26	-	-
	Provision there on	-	(1.88)	1.88	-	-	(1.37)	(0.03)	0.03	-	(1.37)
6	Write offs of restructured accounts during the year ended March 31, 2017										
	No of Borrowers	-	-	-	-	-	-	-	-	-	-
	Amount Outstanding	-	-	-	-	-	-	-	-	-	-
	Provision there on	-	-	-	-	-	-	-	-	-	-
7	Restructured Accounts as on March 31, 2017										
	No of Borrowers	-	-	1	-	1	4	1	10	-	15
	Amount Outstanding	-	-	15.96	-	15.96	235.08	6.24	105.72 ¹	-	347.03
	Provision there on	-	-	1.88	-	1.88	19.10	19.10	3.95	-	23.05

- For one of the clients in addition to amount of restructured facility, the Company has made investment in Optionally Convertible Debentures. Amount outstanding as on April 1, 2016 and March 31, 2017 is ₹ 7.52 crores
- No of borrowers and amount outstanding under Sr no 4 of above table includes, recoveries made from existing restructured facilities
- Provision includes provision made for interest sacrifice amounting to ₹13.63 crores and provision on standard restructured assets amounting to ₹11.30 crores in accordance with notification no DNBS(PD).NO.272 /CGM(NSV) (Refer Note 5 (a))

(30) **SEGMENT REPORTING**

The Company is in the business of providing financial services. As such, all activities undertaken by the Company are incidental to the main business segment. There is no separate reportable business segment as per Accounting Standard 17 "Segment reporting"

- (31) Corresponding figures for the previous year have been reclassified and represented in accordance with the current period presentation wherever necessary

For and on behalf of the Board

Ravi Parthasarathy,
Chairman
(DIN : 00002392)

Ramesh C Bawa,
Managing Director & CEO
(DIN : 00040523)

Deepak Pareek,
Chief Financial Officer

Mumbai, May 28, 2018

Neelam Desai,
Company Secretary

Annexure I

Additional information as on March 31, 2018 as required in terms of paragraph 18 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016

(₹ in lakhs)

Particulars	Amount Outstanding	Amount Overdue
(A) Liabilities Side		
(1) Loans and Advances availed by the Company inclusive of interest accrued thereon but not paid		
(a) Debentures : Secured	347,723	-
: Unsecured (Refer Note 1) (other than falling within the meaning of Public Deposits)	164,691	-
(b) Deferred Credits	-	-
(c) Term Loans	805,156	-
(d) Inter Corporate Loans and Borrowings	120,516	-
(e) Commercial Paper	268,656	-
(f) Public Deposits	-	-
(g) Other Loans (specify nature)		-
- Collateralised Borrowings	13,445	-
- Demand Loans	44,776	-
- Perpetual Debt	20,249	
	1,785,213	
(B) Assets Side		
(2) Break-up of Loans and Advances including Bills Receivables (other than those included in (3) below) (Refer note 2, note 14 and note 15):		
(a) Secured	1,124,693	88,609
(b) Unsecured	349,294	10,300
(3) Break up of Leased Assets and Stock on Hire and Hypothecation Loans counting towards EL/ HP activities		
(i) Lease assets including lease rentals under Sundry Debtors		
(a) Financial Lease	7	-
(b) Operating Lease	-	-
(ii) Stock on Hire including hire charges under Sundry Debtors		
(a) Assets on Hire	-	-
(b) Repossessed Assets	-	-
(iii) Hypothecation Loans counting towards EL/ HP activities		
(a) Loans where assets have been repossessed	-	-
(b) Loans other than (a) above	-	-
	1,473,994	98,909

(₹ in lakhs)

Particulars	Amount Outstanding
(4) Break up of Investments (<i>Refer note 2 and note 3</i>)	
(A) Current Investments :	
(1) Quoted :	
(i) Shares : (a) Equity	32,725
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of Mutual Funds	1,500
(iv) Government Securities	15,798
(v) Others	-
(2) Unquoted :	
(i) Shares : (a) Equity	6,625
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of Mutual Funds	-
(iv) Government Securities	-
(v) Others	-

(₹ in lakhs)

Particulars	Amount Outstanding
(B) Long Term Investments :	
(1) Quoted :	
(i) Shares : (a) Equity	30,803
(b) Preference	-
(ii) Debentures and Bonds	-
(iii) Units of Mutual funds	9,180
(iv) Government Securities	6,550
(v) Others	-
(2) Unquoted :	
(i) Shares : (a) Equity	119,986
(b) Preference	31,495
(ii) Debentures and Bonds	65,802
(iii) Units of Mutual Funds	9,100
(iv) Government Securities	-
(v) Others	
-Units in Other Funds	49,275
-Pass Through Certificates	20,569
-Security Receipts	193
-Investment in Property	53,938
Total	453,538

(₹ in lakhs)

Particulars	Amount net of provisions		
	Secured	Unsecured	Total
(5) Borrower Group-wise Classification of all Leased Assets, Stock-on hire and Loans and Advances <i>(Refer note 4, note 14 and Note 15)</i>			
(A) Related Parties			
(a) Subsidiary Companies	-	-	-
(b) Companies in the Same Group	-	-	-
(c) Other Related Parties	387,387	28,151	415,538
(B) Other than Related Parties	707,005	313,327	1,020,332
Total	1,094,392	341,479	1,435,870

(₹ in lakhs)

(6) Investor group-wise classification of all Investments (Current and Long term in shares and securities) (both quoted and unquoted) (Refer note 3 and 4)	Market value/ Break up / fair value/ NAV^	Book value (Net of Pro- visions)
1. Related Parties		
(a) Subsidiary Companies	8,344	4,504
(b) Companies in the Same Group	8,588	1,000
(c) Other Related Parties	53,678	52,046
2. Other than Related Parties	262,088	272,322
Total	332,697	329,873

(₹ in lakhs)

(7) Other information (Refer note 4)	Amount
(A) Gross Non- performing Assets	
(a) Related parties	553
(b) Other than related parties	81,081
(B) Net Non- performing Assets	
(a) Related parties	260
(b) Other than related parties	52,433
(C) Assets acquired in satisfaction of debt (refer note 5)	37,700

Annexure II

Additional Disclosures in terms of paragraph 70 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016

1. Summary of Significant Accounting Policies

As disclosed in Note 1 of the Financial Statements

2.1 Capital

Particulars (Refer note 4)	FY 2018	FY 2017
i) CRAR (%)	17.25	21.08
ii) CRAR - Tier I Capital (%)	11.41	13.15
iii) CRAR - Tier II Capital (%)	5.84	7.93
iv) Amount of subordinated debt raised as Tier-II capital (₹ crore)	1,000.00	1,000.00
v) Amount raised by issue of Perpetual Debt Instruments (₹ crore)	200.00	Nil

2.2 Investments

Particulars	FY 2018	FY 2017
(1) Value of Investments		
(i) Gross Value of Investments	4,535.38	3,601.74
(a) In India	4,503.69	3,570.05
(b) Outside India	31.69	31.69
(ii) Provisions for Depreciation (Refer note 6)	694.07	312.94
(a) In India	694.07	312.94
(b) Outside India	-	-
(iii) Net Value of Investments	3,841.31	3,288.80
(a) In India	3,809.62	3,257.11
(b) Outside India	31.69	31.69
(2) Movement of provisions held towards depreciation on investments		
(i) Opening balance	312.94	240.62
(ii) Add : Provisions made during the year	381.13	72.32
(iii) Less : Write-off / write-back of excess provisions during the year	-	-
(iv) Reclassification of Provision	-	-
(v) Closing balance	694.07	312.94

2.3 Derivatives

2.3.1 Interest Rate Swap/ Forward Rate Agreement

There is no interest rate swap/Forward Rate Agreement position outstanding as of closing of FY 2018 and FY 2017 (refer note 7)

2.3.2 Exchange Traded Interest Rate (IR) Derivatives

The Company has not undertaken any transaction in Exchange Traded Derivatives in current year

2.3.3 Disclosures on Risk Exposure in Derivatives

Qualitative Disclosure

- The Company undertakes transactions in interest rate swaps, cross currency swaps, principal only swaps, coupon only swaps and forward contracts for hedging the interest rate and/or exchange rate risks on the balance sheet. These include mainly the hedging of interest rate on fixed rate rupee denominated liabilities and currency and interest rate risk on the foreign currency borrowings
- The Company's derivative transactions are governed by 'Investment Policy' and 'Risk Management Framework' as approved by Board of Directors of the Company. The risk limits are set up and reviewed periodically and the actual exposures are monitored against the limits allocated to the various counterparties
- The derivative transactions are originated by the Treasury department, which ensures compliance with the Company's policy and the Regulatory guidelines. The settlement, accounting and risk reporting of derivatives transactions are handled by separate team in Finance & Accounts and Risk Monitoring Function of the Company

- (d) The Accounting policy of the Company in respect of Derivative Transactions is mentioned in Note no 1(h) of the Standalone Financial Statements

There is no Currency Derivatives and Interest Rate Derivatives position outstanding as of closing of FY 2018

2.4 Disclosures relating to Securitisation

2.4.1 No Securitisation transaction for special purpose vehicles has been undertaken by the Company during the year

2.4.2 Details of Financial Assets sold to Securitisation / Reconstruction Company

(₹ in crores)

Particulars	FY 2018	FY 2017
(i) No. of accounts	-	2
(ii) Aggregate value (net of provisions) of accounts sold to SC / RC	-	12.78
(iii) Aggregate consideration	-	18.26
(iv) Additional consideration realized in respect of accounts transferred in earlier years	-	NIL
(v) Aggregate gain over net book value	-	5.48

2.4.3 Details of Assignment transactions undertaken by NBFCs

The Company has not undertaken any assignment transaction during the year

2.4.4 Details of non-performing financial assets purchased / sold

During the year the Company has not purchased/sold any non-performing financial asset from/to any other NBFC

2.5 Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

(₹ in crores)

Particulars (Refer note 8)	Up to 30/31 days	Over 1 month and upto 2 months	Over 2 months and upto 3 months	Over 3 months and up to 6 months	Over 6 Month and up to 1 year	Over 1 year and up to 3 years	Over 3 years and up to 5 years	Over 5 years	Total
Inflows									
Advances	526.00	523.21	1,497.53	1,896.85	4,709.67	3,991.26	972.87	869.87	14,987.26
Investments	419.44	20.00	-	24.95	-	151.50	88.80	2,478.60	3,183.29
Foreign Currency Assets	-	-	-	-	-	-	-	-	-
Total	945.44	543.21	1,497.53	1,921.80	4,709.67	4,047.76	1,061.67	3,348.47	18,170.55
Outflows									
Borrowings	1,217.20	628.89	1,498.35	1,113.47	2,980.71	5,180.26	3,619.50	1,395.00	17,633.38
Foreign Currency Liabilities	-	-	-	-	-	-	-	-	-
Total	1,217.20	628.89	1,498.35	1,113.47	2,980.71	5,180.26	3,619.50	1,395.00	17,633.38

2.6 Exposures

2.6.1 Exposure to Real Estate Sector@

		(₹ in crores)	
Category		FY 2018	FY 2017
(a)	Direct exposure		
(i)	Residential Mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	-	-
(ii)	Commercial Real Estate - Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based limits;	2,479.48	2,741.00
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures -		
(a)	Residential	-	-
(b)	Commercial Real Estate	-	-
Total exposure to Real Estate Sector		2,479.48	2,741.00

@As certified by the Management and relied upon by Auditors

2.6.2 Exposure to Capital Market@

		(₹ in crores)	
S.N.	Particulars	FY 2018	FY 2017
(i)	direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	2,444.41	1,567.15
(ii)	advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	85.96	92.08
(iii)	advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	2,344.90	2,109.31
(iv)	advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	366.75	1,357.23
(v)	secured and unsecured advances to stock brokers and guarantees issued on behalf of stock brokers and market makers;	480.73	223.18
(vi)	loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	644.20	548.95
(vii)	bridge loans to companies against expected equity flows / issues;	-	-
(viii)	all exposures to Venture Capital Funds (both registered and unregistered)	410.41	440.03
Total Exposure to Capital Market		6,777.36	6,337.93

@As certified by the Management and relied upon by Auditors

2.6.3 Details of financing of parent company products

The Company has not financed any products of the parent during current year

2.6.4 Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC

The Company considers direct exposure to its borrowers in measuring the limit to a single or group borrower and in accordance therewith it has not exceeded the Single Borrower Limit (SGL) / Group Borrower Limit (GBL) during the current financial year. The RBI during its recent inspection had observed that the Company had exceeded the limit in case of one borrower after considering direct as well as indirect exposure and had sought explanation from the Company which has been provided. In the meanwhile the Company is taking steps to reduce the exposure to the said borrower.

3. Miscellaneous@

3.1 Registration/license/authorisation obtained from other financial sector regulators

In addition to registration with RBI as NBFC-ND-SI, the Company has obtained Underwriting License from Securities and Exchange Board of India (SEBI)

3.2 Disclosure of Penalties imposed by RBI and other regulators

No penalties were imposed by RBI or SEBI (being the regulator for the Company) during the year ended March 31, 2018

3.3 Ratings assigned by credit rating agencies and migration of ratings during the year

The Company has been assigned credit rating as per the details below and there has been no change in ratings of the Company during the year.

Rating Agency	Rating	Instrument
CARE Ratings Ltd	CARE AAA CARE A1+ CARE AA+	Non-Convertible Debentures, Subordinated -Debt, Non-Convertible Redeemable Preference Shares, Bank Facilities Commercial Paper, Short Term borrowings Perpetual Debt Instrument
ICRA Ltd	ICRA A1+	Commercial Paper, Short Term borrowings
India Ratings and Research Pvt Ltd	IND AAA IND A1+	Non-Convertible Debentures, Subordinated-Debt, Bank Facilities Commercial Paper, Short Term borrowings
Brickwork Ratings India Pvt Ltd	BWR AA+	Perpetual Debt Instrument

@As certified by the Management and relied upon by Auditors

4. Additional Disclosures

4.1 Provisions and Contingencies

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Statement of Profit and Loss:

		(₹ in crores)	
S.N.	Particulars	FY 2018	FY 2017
(i)	Provisions for depreciation on Investment	196.83	72.32
(ii)	Provision towards NPA	175.68	40.58
(iii)	Other Provision and Contingencies (with details)		
	Provision for Standard Restructured Assets	(10.96)	(1.38)
	Provision for Bad and Doubtful Debts	-	1.17
	Provision for General Contingencies	(175.00)	90.00
	Provision for Standard Assets	16.00	5.50
	Additional Provision on Standard Assets	121.00	-
	Loans & Trade Receivables written off/(written back)	97.78	166.24
(iv)	Total Provision and Contingencies Other than Provision for Tax (iv) = (i) + (ii) + (iii)	421.33	374.43
(v)	Provision made towards Income Tax net of Deferred Tax	102.30	113.90
(vi)	Total Provision and Contingencies including Provision for Tax (vi) = (iv) + (v)	523.63	488.33

4.2 Draw Down from Reserves

The Company has not undertaken any drawdown from reserves during the year

4.3 Concentration of Deposits, Advances, Exposures and NPAs

4.3.1 Concentration of Advances (Refer note 9)

(₹ in crores)	
Particulars	FY 2018
Total Advances to twenty largest borrowers	5,591.56
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	36.21

4.3.2 Concentration of Exposures (Refer note 10)

(₹ in crores)	
Particulars	FY 2018
Total Exposure to twenty largest borrowers / customers	5,717.80
Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the NBFC on borrowers / customers	36.04

4.3.3 Concentration of NPAs

(₹ in crores)	
Particulars	FY 2018
Total Gross Exposure to top four NPA accounts (Refer note 11)	532.37

4.3.4 Sector-wise NPAs

Sector	Percentage of Gross NPAs to Total Advances in that sector- FY 2018
1. Agriculture & allied activities	-
2. MSME	-
3. Corporate borrowers	12.69
4. Services	2.99
5. Unsecured personal loans	-
6. Auto loans	-
7. Other personal loans	-

4.4 Movement of NPAs

(₹ in crores)			
Particulars (Refer note 12)	FY 2018	FY 2017	
(i) Net NPAs to Net Advances (%)	3.49	2.36	
(ii) Movement of NPAs (Gross)			
(a) Opening balance	409.90	349.52	
(b) Additions during the year	618.32	407.64	
(c) Reductions during the year	211.87	347.26	
(d) Closing balance	816.34	409.90	
(iii) Movement of Net NPAs			
(a) Opening balance	290.63	274.14	
(b) Additions during the year	378.35	301.01	
(c) Reductions during the year	142.05	284.51	
(d) Closing balance	526.93	290.63	
(iv) Movement of provisions for NPAs (excluding provisions on standard assets)			
(a) Opening balance	119.26	75.38	
(b) Provisions made during the year	239.96	106.63	
(c) Write-off / write-back of excess provisions	69.81	62.75	
(d) Closing balance	289.41	119.26	

4.5 Overseas Assets: Joint Ventures and overseas Subsidiaries (Refer note 13)

(₹ in crores)

Name of the Subsidiary	Country of Operation	Total Assets
IL&FS Global Financial Services Pte Ltd	Singapore	29.04
IL&FS Global Financial Services (UK) Ltd	UK	11.07
IL&FS Global Financial Services (ME) Ltd	Dubai	25.31
IL&FS Global Financial Services (HK) Ltd	Hong Kong	14.75

4.6 Off-balance Sheet SPVs sponsored

Particulars	Domestic	Overseas
Name of the SPV sponsored	NIL	NIL

5. Disclosure of Customer Complaints@

S.N.	Particulars	FY 2018	FY 2017
(a)	No. of complaints pending at the beginning of the year	NIL	NIL
(b)	No. of complaints received during the year#	NIL	NIL
(c)	No. of complaints redressed during the year#	NIL	NIL
(d)	No. of complaints pending at the end of the year	NIL	NIL

@As certified by the Management and relied upon by the auditors

During the year FY 2018, the Company received two complaints via SEBI Complaints Redress System (SCORES). The complaints did not pertain to the Company's securities and the same was accordingly conveyed on SEBI SCORES

Explanatory Notes to Annexure I and II

- Unsecured Debentures aggregating to ₹164,690 Lakhs includes subordinated debts of ₹ 100,000 Lakhs
- Figures reported under the head of **'Break-up of Loans and Advances including Bills Receivables'** and **'Break up of Investments'** are at gross level and provision held against these has not been netted off
- Quoted investments are considered at market value. Unquoted investments are considered at fair value where fair value is available as assessed by independent valuer, in other cases investments are considered at break-up value. The total investments does not include investment made by the Company in investment property
- In respect of the definition of 'companies in the same group', the Company has adopted a policy which was approved by the Board of Directors in October 2007. This policy has been consistently followed, till date, for purpose of disclosure and computation of various ratios per RBI directions and has been used for current financial statements. The RBI in its inspection reports adopted a different method, which requires the Company to consider exposures as per section 370 (1B) of the Companies Act, 1956 for determining 'companies in the same group'. This impacts computation of Net Owned Funds (NOF) and Capital to Risk Assets Ratio (CRAR) of the Company. The RBI has given time up to 31st March 2019 to fulfil the minimum NOF and CRAR requirements. The Company is committed for continued compliance with the above directions of RBI
- This represents carrying value (net of provisions held) of assets acquired in satisfaction of debt as on March 31, 2018.
- Investment in Non-Convertible Debentures, being credit substitute has been classified as Non-performing Asset (NPA) in accordance with RBI guidelines and a provision of ₹ 3.21 crore is held on the same and disclosed under note 4.4: Movement of NPA's and not included in provision for depreciation on Investments
- The Company does not offer derivative products to its customers for market making purposes and the derivative transactions entered into by the Company are for hedging its own balance sheet risks. Counterparty for swap agreements entered to hedge its asset/liabilities are banks
- The statement has been prepared in accordance with RBI circular DNBS (PD) .CC.No.15 /02.01 / 2000-2001 dated June 27, 2001 and ALM policy of the Company which has been relied upon by the auditors
 - Advances and borrowing represents the principal component only and does not include interest accrued but not due thereon
 - Trading portfolio (comprising of quoted equity shares and government securities) in 'Up to 30/31 days' bucket

- (iii) Certain long-term loans extended by the Company have an option wherein the Company has right to call the loans on specific dates. Maturity pattern of Advances has been determined based on cash flows as stipulated in the repayment schedule adjusted for earliest exercisable date of embedded options, which is earlier than actual contractual maturity date. Maturity pattern of debentures has been determined based on cash flows as stipulated in the repayment schedule and not adjusted for earliest exercisable date of embedded options
 - (iv) Equity investment in its overseas subsidiaries are included under the head of 'Investment'
 - (v) Advances includes debentures in the nature of credit exposure
 - (vi) Advances and investments are net of provision held
9. Total Advances represent principal outstanding of Loans & Advances, Debentures in the nature of credit exposure and non-fund based exposures outstanding as at Balance sheet date
 10. Total Exposure represents Total Advances as stated in note 8 above and investments in shares of these companies
 11. Total Exposure represents Loans & Advances and Debentures in the nature of credit exposure. The Company carries provision aggregating to ₹162.41 crores against the same
 12. Gross NPA and Provision for NPAs includes Funded Interest Term Loans amounting to ₹10.63 Crore (FY 2017: ₹9.88 Crore)
 13. The total assets figures are based on audited financial statement of the subsidiary companies as on March 31, 2018
 14. Loans and advances does not include 'Unsecured Advances' amounting to ₹3,757.64 mn as disclosed in note 12 'Loans and Advances' to the Standalone Financial Statements
 15. For breakup of loans and advances between secured and unsecured, refer note 12 'Loans and Advances' to the Standalone Financial Statements

DISCLOSURE UNDER REGULATION 53 (F) OF THE SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS), 2015

Name of the Company	Amount outstanding as at (₹ in Mn)		Maximum outstanding during (₹ in Mn)	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
1) Loans and Advances in the Nature of Loans given to :				
i. Subsidiaries	-	-	-	-
ii. Associates	-	-	-	-
iii. Firms/Companies in which Directors are interested	-	-	-	-
2) Investment by Loanee in the Shares of Parent and Subsidiary Company, when the Company has made a Loan or Advance in the nature of Loan	-	-	-	-

CONSOLIDATED FINANCIAL STATEMENTS

AUDITORS' REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF IL&FS FINANCIAL SERVICES LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **IL&FS FINANCIAL SERVICES LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") its associates and jointly controlled entities, comprising of the Consolidated Balance Sheet as at March 31, 2018, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements")

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associates and Jointly controlled entities in accordance with the Accounting Standards prescribed under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), other accounting principles generally accepted in India and Guidelines issued by the Reserve Bank of India, to the extent applicable.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Group and its associates and its jointly controlled entity and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 1 of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, and:

- a. based on the consideration of reports of other auditors on separate financial statements of the subsidiaries and jointly controlled entity referred to in paragraph 1 of the Other Matters paragraph below; and
- b. based on the unaudited financial statements / financial information of subsidiaries, associates and jointly controlled entities referred to in paragraph 2 of the Other Matters paragraph below,

the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Accounting Standards and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its associates and jointly controlled entities as at March 31, 2018, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Note 29 to the consolidated financial statements which describes the matter relating to companies in the same group per RBI directions.

Our opinion is not qualified in respect of this matter.

Other Matters

1. We did not audit the financial statements of:
 - a. Seven subsidiaries whose financial statements reflect total assets of Rs.2,361.38 mn as at March 31, 2018, total revenues of Rs.498.47 mn and net cash outflows amounting to Rs.39.86 mn for the year ended on that date, as considered in the consolidated financial statements.
 - b. One jointly controlled entity whose financial statements reflect total assets of Rs.76.06 mn as at March 31, 2018, total revenues of Rs.199.10 mn and net cash inflows amounting to Rs.12.72 mn for the year ended on that date, as considered in the consolidated financial statements.

These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and jointly controlled entity, and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and jointly controlled entity is based solely on the reports of the other auditors.

The above includes four subsidiaries which are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the financial statements of these four subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India.

2. We did not audit the financial statements / financial information of :
 - a. Three subsidiaries, whose financial statements reflect total assets of Rs.647.56 mn as at March 31, 2018, total revenues of Rs.3.49 mn and net cash inflows amounting to Rs.0.16 mn for the year ended on that date, as considered in the consolidated financial statements.
 - b. Fourteen jointly controlled entities, whose financial statements reflect total assets of Rs.689.43 mn as at March 31, 2018, total revenues of Rs.108.64 mn and net cash outflows amounting to Rs.8.64 mn for the year ended on that date, as considered in the consolidated financial statements.
 - c. The consolidated financial statements also include the Group's share of net profit of Rs.5.52 mn for the year ended March 31, 2018, as considered in the consolidated financial statements, in respect of two associates.

These financial statements / financial information are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and associates, is based solely on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information are not material to the Group.

Our opinion on the consolidated financial statements above and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditors on separate financial statements and the other financial information of subsidiaries and jointly controlled entity, referred in the Other Matters paragraph above we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, returns and the reports of the other auditors.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed under Section 133 of the Act.

- (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and jointly controlled company incorporated in India, none of the directors of the subsidiary companies and jointly controlled company incorporated in India is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A", which is based on the auditors' reports of the Holding company, subsidiary companies and jointly controlled company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of those companies, for the reasons stated therein.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group and its jointly controlled entity – refer Note 16(b) to the consolidated financial statements;
 - ii. The Group and its jointly controlled entity did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies and jointly controlled company incorporated in India.
 - iv. The disclosures in the financial statements regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made since they do not pertain to the financial year ended 31 March 2018. However amounts as appearing in the audited Consolidated financial statements for the period ended 31 March 2017 have been disclosed.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
Firm Registration Number: 117366W/W-100018

Udayan Sen
Partner
Membership No. 31220

Place: Mumbai
Date: June 28, 2018

For **B S R & Associates LLP**
Chartered Accountants
Firm's Registration No: 116231W/W-100024

N Sampath Ganesh
Partner
Membership No 042554
Mumbai

Place: Mumbai
Date: June 28, 2018

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of **IL&FS FINANCIAL SERVICES LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiary companies and jointly controlled company, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding company, its subsidiary companies, and jointly controlled company, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on criteria established by the respective Companies 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company, its subsidiary companies, and jointly controlled company, which are companies incorporated in India, based on our audit and in terms of the reports of the other auditors referred to in the Other Matters paragraph below. 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 Institute of Chartered Accountants of India 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 and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary companies, and jointly controlled company, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding Company its subsidiary companies, and jointly controlled company, which are companies incorporated in India.

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 and based on the consideration of the reports of the other auditors referred to in the Other Matters paragraph (a) below and read with our comments referred to in the Other Matters paragraph (b) below, the Holding Company, its subsidiary companies and jointly controlled company, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal financial control over financial reporting framework established by the respective companies 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.

Other Matters

- a) Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to one jointly controlled company, which is company incorporated in India, is based solely on the report of the auditors of such company incorporated in India. There are eleven subsidiary entities which are incorporated in India or outside India, to whom the aforesaid reporting is not applicable and no reporting under the Section has been made.
- b) In respect of one subsidiary company, fourteen jointly controlled entities and two associate companies, which have been included in the consolidated financial statements based on unaudited financial statements / information provided to us by the Management of the Holding Company and since these entities are unaudited, the possible effects of the same on our reporting under Section 143(3)(i) has not been considered. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information are not material to the Group.

Our opinion is not modified in respect of the above matters.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
Firm Registration Number: 117366W/W-100018

For **B S R & Associates LLP**
Chartered Accountants
Firm's Registration No: 116231W/W-100024

Udayan Sen
Partner
Membership No. 31220

N Sampath Ganesh
Partner
Membership No 042554

Place: Mumbai
Date: June 28, 2018

Place: Mumbai
Date: June 28, 2018

CONSOLIDATED BALANCE SHEET

(₹ in million)

	Note	As at March 31, 2018	As at March 31, 2017
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	2	3,906.67	3,906.67
Reserves and Surplus	2	20,199.60	20,137.98
		24,106.27	24,044.65
MINORITY INTEREST		31.05	53.31
NON CURRENT LIABILITIES			
Long- term Borrowings	3	101,947.63	91,076.63
Deferred Tax Liability (net)	7(b)	0.39	0.24
Other Long- term Liabilities	4	696.93	561.23
Long- term Provisions	5	10,050.19	7,701.44
		112,695.14	99,339.54
CURRENT LIABILITIES			
Short- term Borrowings	3	45,553.60	43,003.60
Trade Payable			
MSME		0.44	0.21
Other than MSME		394.15	374.84
Current Maturity of Long- term Borrowings	3	28,345.70	23,974.90
Other Current Liabilities	4	3,174.48	2,813.36
Short- term Provisions	5	4,624.11	2,394.91
		82,092.48	72,561.82
TOTAL		218,924.94	195,999.32
ASSETS			
NON CURRENT ASSETS			
Property, Plant & Equipment			
Tangible Assets (Net)	6	335.69	548.66
Intangible Assets (Net)	6	12.77	8.34
Capital Work-in-Progress		134.20	210.86
Goodwill on Consolidation		1.85	61.80
Deferred Tax Assets(net)	7(b)	2,336.24	1,995.44
Non-Current Investments	8	37,601.98	27,938.80
Long -Term Loans and Advances	11	96,088.62	77,366.84
Other Non- Current Assets	14	3,149.27	1,171.07
		139,660.62	109,301.81
CURRENT ASSETS			
Current Maturity of Non-Current Investments	9	480.08	1,922.56
Current Maturity of Long -term Loans and Advances	11	34,438.60	18,570.04
Current Investments	10	5,668.72	4,483.71
Trade Receivables (net)	12	2,619.61	2,164.37
Cash and Cash Equivalents	13	11,036.63	29,714.37
Short- Term Loans and Advances	11	20,806.49	26,322.26
Other Current Assets	14	4,214.19	3,520.20
		79,264.32	86,697.51
TOTAL		218,924.94	195,999.32

Notes 1 to 30 forms part of the Consolidated Financial Statements

In terms of our report attached.

For Deloitte Haskins & Sells LLP
Chartered Accountants**Udayan Sen**
Partner
Membership No 31220**For BSR & Associates LLP**

Chartered Accountants

N Sampath Ganesh
Partner
Membership No 042554
Mumbai, June 28, 2018**For and on behalf of the Board**

Ravi Parthasarathy	Chairman (DIN: 00002392)
Ramesh C Bawa	Managing Director & CEO (DIN: 00040523)
Deepak Pareek	Chief Financial Officer
Neelam Desai	Company Secretary

Mumbai, May 28, 2018

CONSOLIDATED STATEMENT OF PROFIT AND LOSS

		(₹ in million)	
	Note	Year ended March 31, 2018	Year ended March 31, 2017
REVENUE			
Revenue from Operations	18	23,554.88	24,215.60
Other Income		51.99	102.48
		23,606.87	24,318.08
EXPENSES			
Finance Costs	19	14,771.23	14,576.17
Employee Benefit Expenses	20(a)	1,046.62	1,109.30
Other Operating & Administrative Expenses	20(b)	1,384.67	1,461.26
Depreciation and Amortisation	6, 8	35.73	38.56
Goodwill impairment	22	59.95	-
Other Provisions and Write offs	21	4,085.86	3,650.93
		21,384.06	20,836.22
PROFIT BEFORE TAX			
		2,222.81	3,481.86
Tax Expenses (Net)	7(a)	1,075.20	1,220.53
PROFIT AFTER TAX			
		1,147.61	2,261.33
Add/(Less):			
Minority Interest		14.85	(0.82)
Share of Profit from Associates		5.52	1.93
PROFIT FOR THE YEAR			
		1,167.98	2,262.44
EARNINGS PER SHARE			
Basic and Diluted	23	3.37	7.46
(Face value per share ₹10)			

Notes 1 to 30 forms part of the Consolidated Financial Statements

In terms of our report attached.

For Deloitte Haskins & Sells LLP
Chartered Accountants

Udayan Sen
Partner
Membership No. 31220

For BSR & Associates LLP
Chartered Accountants

N Sampath Ganesh
Partner
Membership No 042554
Mumbai, June 28, 2018

Ravi Parthasarathy
Ramesh C Bawa
Deepak Pareek
Neelam Desai

For and on behalf of the Board

Chairman (DIN: 00002392)
Managing Director & CEO (DIN: 00040523)
Chief Financial Officer
Company Secretary
Mumbai, May 28, 2018

CONSOLIDATED CASH FLOW STATEMENT

(₹ in million)

	Year ended March 31, 2018	Year ended March 31, 2017
(A) CASH FLOW FROM OPERATING ACTIVITIES		
PROFIT BEFORE TAX	2,222.81	3,481.86
Adjustments for:		
Depreciation and Amortisation	35.73	38.56
Goodwill Impairment	59.95	-
Provisions and Write offs	4,085.86	3,651.89
Provisions for Employee Benefits (net)	(46.07)	(43.52)
Dividend and Pass through Income on Long term Investments	(64.49)	(301.61)
Net Profit on sale of Long Term Investments	(155.94)	(266.22)
Interest Income on Deposits	(9.92)	(22.62)
(Gain)/Loss on Sale of Assets	0.05	(43.78)
Operating Profit before Working Capital Changes	6,127.98	6,494.56
Adjustments for changes in:		
(Increase) / Decrease in Current Investments	(1,185.01)	778.24
(Increase) / Decrease in Long term and Short term Advances	(505.21)	564.74
(Increase) / Decrease in Other Current and Non – Current Assets	(865.33)	312.50
Increase in Trade Receivables	(660.42)	(829.41)
Increase in Trade Payables, Other Current and Non – Current Liabilities	668.13	1,322.00
	3,580.14	8,642.63
Payment of Advance Tax (net of refund)	(1,517.17)	(1,599.54)
	2,062.97	7,043.09
Loan Disbursed (Net)	(29,953.49)	(3,183.59)
Credit Instruments Repaid	(270.00)	1,738.64
NET CASH (USED IN) / GENERATED FROM OPERATING ACTIVITIES A	(28,160.52)	5,598.14
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Long Term Investments (including advance towards investments)		
- Others	(8,265.85)	(2,064.52)
Proceeds from Sale of Long Term Investments		
- Subsidiaries, Associates and Joint Ventures	-	181.11
- Others	1,471.64	1,694.96
Dividend & Pass Through Income on Long term Investments	64.49	301.61
Purchase of Fixed Assets including CWIP	(82.62)	(74.10)
Proceeds from Sale of Fixed Assets	0.26	45.05
Fixed Deposits Placed	(2,500.00)	(141.68)
Inter Corporate Deposits Placed	(47.50)	(20.00)
Proceeds from Fixed Deposits	14.40	185.94
Interest received on Deposits	11.94	21.98
Movement in Earmarked Balance	50.01	28.05
NET CASH (USED IN) / GENERATED FROM INVESTING ACTIVITIES B	(9,283.23)	158.40

(₹ in million)

	Year ended March 31, 2018	Year ended March 31, 2017
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	40,259.00	69,494.78
Repayment of Long Term Borrowings	(25,017.20)	(51,647.89)
Proceeds / (Repayments) from Short Term Borrowings (net)	2,435.00	(4,644.09)
Redemption of Unit Capital to Minority Unit holders	(5.50)	(3.00)
Proceeds / (Repayments) from Advances Received for Projects	4.37	(205.23)
Dividend paid on Equity/Preference Shares (including tax thereon)	(1,378.98)	(2,458.37)
Issue of Unit Capital	-	19.33
Redemption of Unit Capital	-	(10.34)
Acquisition of Preference Shares Issued by Subsidiary Company held by Outside Group	-	(24.33)
Dividend paid to Minority Shareholder	(1.92)	(0.33)
NET CASH GENERATED FROM FINANCING ACTIVITIES C	16,294.77	10,520.53
(D) NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(21,148.98)	16,277.07
Cash and cash equivalents at the beginning of the Year	29,609.93	13,375.33
Cash and cash equivalents due to investment/divestment/dilution in subsidiaries	(9.41)	(7.67)
Effect of Changes in Exchange rate on cash and cash equivalents	29.44	(34.80)
Cash and cash equivalents at the end of the Year (Refer Note 13 (A))	8,480.98	29,609.93

Notes 1 to 30 forms part of the Consolidated Financial Statements

In terms of our report attached.

For Deloitte Haskins & Sells LLP
Chartered Accountants

Udayan Sen
Partner
Membership No. 31220

For BSR & Associates LLP
Chartered Accountants

N Sampath Ganesh
Partner
Membership No 042554
Mumbai, June 28, 2018

Ravi Parthasarathy
Ramesh C Bawa
Deepak Pareek
Neelam Desai
For and on behalf of the Board

Chairman (DIN: 00002392)
Managing Director & CEO (DIN: 00040523)
Chief Financial Officer
Company Secretary
Mumbai, May 28, 2018

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Background

IL&FS Financial Services Ltd is incorporated in India as a public limited company and registered with Reserve bank of India as Non-Banking Financial Services Company as Non Deposit Taking Systemically Important (NBFC-ND-SI). The Group is engaged in financial services business comprising of lending, investments, broking, merchant banking and advisory services

(1) SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Consolidation

- (i) The Consolidated Financial Statements (CFS) relate to IL&FS Financial Services Limited (the Company), its Subsidiaries, Jointly Controlled Entities (JCE) and Associates, which together constitute the Group
- (ii) The CFS of the Group have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the "Act") and the relevant provisions of the Act and Guidelines issued by Reserve Bank of India, to the extent applicable. The CFS have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the Consolidated Financial Statements are consistent with those followed in the previous year
- (iii) The Group adopts the accrual concept in the preparation of the accounts. The preparation of CFS requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the CFS and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the CFS are prudent and reasonable. Actual results could differ from these estimates. Any change in the estimates is recognized prospectively in current and future period

(b) Principles of Consolidation

- (i) The financial statements of the Company and its Subsidiaries have been consolidated as a single economic entity to show the economic resources controlled by the Group and then on a line-by-line basis by adding together the book value of the like items of assets, liabilities, income and expenses, after eliminating intra-group balances and unrealized profits / losses on intra-group transactions and are presented to the extent possible, in the same manner as the Company's Standalone Financial Statements
- (ii) The Accounting Policies of the Consolidating Entities (note 1(c)) have been adjusted as necessary so as to ensure consistent accounting within the Group
- (iii) For translation of the non-integral foreign operations both monetary and non monetary assets and liabilities are translated using closing rate as on the Balance Sheet date. The Income and Expenses are converted at the average rate. The Shareholders funds are consolidated by applying the transaction date rate of the foreign currency amounts. Any gain/(loss) arising on such conversion is transferred to foreign exchange translation reserve until the disposal of net investments
- (iv) Minority interest in the net assets of the consolidating subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which investments are made and further movements in their share in the equity of the subsidiary company subsequent to the date of investment
- (v) Investment in associate companies have been accounted for by using the equity method, whereby an investment is initially recorded at cost and the carrying amount is adjusted thereafter for post-acquisition change in the Group's share of net assets of the associate companies. The carrying amount of investment in associate companies is reduced to recognize any decline which is other than temporary in nature and such determination of decline in value, if any, is made for each investment individually. The unrealized profits / losses on transactions with associate companies are eliminated by adjusting the carrying amount of investments
- (vi) The Group's interest in joint controlled entities (JCE) are proportionately consolidated on a line-by-line basis by adding together the book values of assets, liabilities, income and expenses, after eliminating the unrealized profits / losses on intra-group transactions
- (vii) The financial statements of the subsidiaries, jointly controlled entity and associates used in the consolidated financial statements are drawn up to the same reporting date as that of the Company, i.e. March 31, 2018
- (viii) Adjustments due to differences between the unaudited accounts and the subsequent audited accounts and prior period errors / omissions, if any, are accounted through the Consolidated Statement of Profit and Loss in the year the accounts of the consolidating entity gets audited or errors / omissions are identified

(c) List of Consolidating Entities

(i) The Consolidated Financial Statements consist of the Company and the following entities:

Name of the Entity	Shareholding % As on		Country of incorporation
	March 31, 2018	March 31, 2017	
Direct Subsidiaries			
IL&FS Global Financial Services Pte Ltd.	100.00	100.00	Singapore
IL&FS Global Financial Services (UK) Ltd.	100.00	100.00	UK
IL&FS Global Financial Services (ME) Ltd.	100.00	100.00	Dubai
IL&FS Global Financial Services (HK) Ltd.	100.00	100.00	Hong Kong
IL&FS Capital Advisors Ltd.	100.00	100.00	India
IL&FS AMC Trustee Ltd. (Upto December 31, 2016)	-	-	India
IL&FS Infra Asset Management Ltd. (Upto December 31, 2016)	-	-	India
IL&FS Broking Services Pvt. Ltd	100.00	100.00	India
IL&FS Infrastructure Equity Fund- I	100.00	100.00	India
IL&FS ORIX Trust	100.00	100.00	India
IFIN Realty Trust	92.00	92.00	India
Investment Square Trust (Upto March 27, 2017)	-	-	India
IL&FS IIDC Fund	100.00	100.00	India
IL&FS Investment Trust – IV	100.00	100.00	India
Indirect Subsidiaries			
Integrated Trans Log Development Company Ltd	100.00	100.00	India
Free Trade Warehousing Pvt. Ltd.*	-	73.98	India
Integrated Warehousing Kandla Project Development Pvt. Ltd.*	-	100.00	India
Haldia Free Trade Warehousing Pvt. Ltd.*	-	100.00	India
Direct Joint Venture			
Syniverse Technologies (India) Pvt. Ltd.	26.00	26.00	India
Indirect Joint Ventures			
Free Trade Warehousing Pvt. Ltd.*	50.00	-	India
Bengal Integrated Infrastructure Development Ltd.	49.90	49.90	India
Infrastructure Development Corporation of Assam Ltd.	50.00	50.00	India
Jharkhand Infrastructure Development Corporation Ltd.	50.00	50.00	India
KSIIDC – IL&FS Project Development Company Ltd.	49.99	49.99	India
PDCOR Ltd.	50.00	50.00	India
Orissa Project Development Company Pvt. Ltd.	50.00	50.00	India
South Coast Infrastructure Development Company of Andhra Pradesh Pvt. Ltd.	50.00	50.00	India
Uttarakhand Infrastructure Projects Company Pvt. Ltd.	50.00	50.00	India
Infrastructure Development Co of Nagaland Pvt. Ltd.	50.00	50.00	India
Bengal Urban Infrastructure Development Pvt. Ltd.	50.00	50.00	India
Gujarat Tourism Opportunity Ltd.	50.00	50.00	India
Damodar Valley Tourism Development Pvt. Ltd.	50.00	50.00	India
Gujarat Industrial Infrastructure Projects Ltd.	50.00	50.00	India
Indirect Associates			
Canopy Housing & Infrastructure Pvt. Ltd.	26.00	26.00	India
Urban Mass Transit Company Ltd.	49.99	49.99	India

* During the year Free Trade Warehousing Pvt. Ltd. a subsidiary of IIDC Fund became Joint Venture of IIDC Fund

- (ii) In respect of one of Subsidiary i.e. IL&FS Orix Trust, Financial Statements have not been drawn on a going concern basis. The Assets of ₹0.17 mn are accounted at lower of carrying value or net realisable value and the liabilities of ₹0.08 mn are accounted at the settlement value in the financial statements as at reporting date
- (iii) The Board of Directors of IL&FS Capital Advisors Ltd (ICAP) at their meeting dated April 19, 2017 recommended for voluntary winding up of the Company, under Section 59 of the Insolvency and Bankruptcy Code, 2016, read with Insolvency and Bankruptcy Board of India (Voluntary Liquidation Process) Regulations, 2017. ICAP has also intimated to SEBI for non-renewal of its Merchant Banking License. The entire liquidation process is likely to be completed by March 2019. The Financial Statements have not been drawn on a going concern basis and the Assets are accounted at lower of carrying value or net realisable value and the liabilities are accounted at the settlement value in the financial statements as at reporting date
- (iv) IL&FS Broking Services Pvt. Ltd. (IBSPL) has surrendered its stock broking license based on the approval received from the shareholders vide its resolution passed at its extra ordinary general meeting held on February 27, 2017. IBSPL will be providing advisory services going forward
- (v) The financial position and results of the above entities are as under:

(₹ in million)

Name of Entity	Total Liabilities	Total Assets	Total Income	Total Expenses
IL&FS Orix Trust	0.08	0.17	0.35	0.27
IL&FS Capital Advisors Limited	0.01	9.07	3.52	0.62
IL&FS Broking Services Private Limited	1.43	127.94	4.70	10.64

(d) Property, Plant and Equipment and Depreciation/Amortisation**(i) Leased Assets**

Type of Lease	Capitalisation	Depreciation Policy
Operating Lease	At Cost including incidental expenses to bring the asset to its working condition for its intended use	Straight Line Method at the rates provided under Schedule II to the Act
Capital Expenditure on renovation / Improvements to Lease-hold Premises	At Cost including incidental expenses to bring the asset to its working condition for its intended use	Amortised over the primary period of the Lease
Leasehold Land	At Cost including incidental expenses to bring the asset to its working condition for its intended use	Depreciated over the period of the lease on a straight line basis after implementation of the project

(ii) Other Property, Plant and Equipment

Tangible and Intangible Fixed Assets are reported at acquisition cost, with deductions for accumulated depreciation / amortisation and impairment losses, if any. Cost comprises the purchase price and any attributable cost to bring the asset to its working condition for its intended use

The useful lives of the assets as determined by the Company are as stated below:

- All assets are depreciated on a Straight Line Method (SLM) of depreciation, over the useful life of assets as prescribed under Schedule II of the Companies Act 2013 other than assets specified in para below
- Following assets are depreciated over a useful life which is shorter than the life prescribed under Schedule II of the Act based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc.:

Asset	Useful Life (years)
Data Processing Equipment (Server & Networking)	4
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase
Specialised office equipments	3
Vehicles	5
Assets provided to employees	3
Leasehold improvement costs	Amortised over Primary period of Lease
All categories of assets costing less than ₹ 5,000/- each	Fully depreciated in the year of purchase
Software	4 years or the useful life of the software, whichever is shorter

The residual value of fully depreciated assets is retained at ₹ 1/- each to identify the asset in the asset register

(e) Goodwill on Consolidation

The difference of cost of investment in a subsidiary and the Company's share of the equity of subsidiary at the date on which the investment is made, is recognised as 'Goodwill' or 'Capital Reserve', as the case may be, in the consolidated financial statements

(f) Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as operating lease

(g) Investments

- (i) Investments are capitalized at cost including costs incidental to acquisition
- (ii) Investments are classified into long-term or current investments at the time of acquisition of such investments. Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments in accordance with the Accounting Standard 13 (AS 13) – "Accounting for Investments". All other investments are classified as long-term investments
- (iii) Long-term investments are individually valued at cost less provision for diminution, other than temporary
- (iv) Quoted current investments are valued at lower of cost and market value of investments on a category basis. Unquoted current investments are valued at lower of cost and breakup value/fair value of investments in accordance with RBI Guidelines
- (v) Reclassification of investments from the current to the long-term category or vice-versa is made at the lower of cost and fair value either on April 1st or October 1st of the year. Resultant loss, if any, is recognised in the Consolidated Statement of Profit and Loss
- (vi) Investment in properties are stated at cost less accumulated depreciation as per Straight Line Method (SLM) over estimated useful life of 60 years
- (vii) Investment in Security Receipts (SR) issued by SC/ARC are recognized at lower of: (i) Net Book Value (NBV) (i.e., book value less provisions held) of the financial asset; and (ii) Redemption value of SR. SRs issued by an SC/ARC are valued on the Net Asset Value provided by SC/ARC

(h) Earnings per Share

- (i) Basic earnings per share is calculated by dividing the Profit for the period attributable to the equity shareholders of the Company by weighted average number of equity shares outstanding during the year
- (ii) Diluted earnings per share is calculated by dividing the Profit for the year attributable to the equity shareholders of the Company by weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities

(i) Cash Flow Statements

- (i) Cash flows are reported using the indirect method, whereby Profit / (loss) Before Tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information
- (ii) Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

(j) Foreign currency transactions**(i) Foreign Currency Transactions and Balances****Initial Recognition**

Foreign currency transactions are recorded at the rate prevailing on the date of the transaction

Conversion

Foreign currency monetary items are restated using the exchange rate prevailing at the reporting date. Foreign Currency non-monetary items, which are measured in terms of historical cost, are reported using the exchange rate at the date of the transaction

(ii) Exchange Differences**Foreign Currency short-term Monetary Items**

The exchange differences on foreign currency short-term monetary items are recognised as income or as expenses in the period in which they arise

Foreign Currency Long-term Monetary Items

The Group has exercised the option of amortising / capitalising the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011

(k) Derivative transactions and Hedge Accounting

- (i) Pursuant to the issuance of the Guidance Note on Accounting for Derivative Contracts by the Institute of Chartered Accountants of India, the Group has changed its accounting policy on Derivative Contracts to be in line with the Guidance Note with effect from April 1, 2016
- (ii) The Group uses derivative instruments as part of its asset and liability management activities to manage exposures to interest rate and foreign currency risk. It enters into derivative contracts to hedge its assets and liabilities
- (iii) All derivative contracts are recognised on the balance sheet and measured at fair value
- (iv) The Group applies either fair value or cash flow hedge accounting when transactions meet the specified criteria to apply hedge accounting treatment

At the time a financial instrument is designated as a hedge, the Group formally documents the relationship between the hedging instruments and hedged items including the risk management objectives and strategy in undertaking the hedge transactions

The Group regards a hedge as a highly effective only if at the inception of hedge and throughout its life, the hedge is expected to be highly effective in achieving offsetting changes in fair value or cash flows attributable to the hedged risk

(v) Fair Value Hedge :

- The changes in fair value of the hedged item that is attributable to the risks hedged with the hedged instrument is reflected as an adjustment to the carrying value of the hedged item and is recognized in the statement of profit and loss
- The changes in fair value of the hedging instrument are also recognized in the statement of profit and loss

(vi) Cash Flow Hedge

- The changes in fair value of the hedged item that is attributable to the risks hedged with the hedged instrument is reflected as an adjustment to the carrying value of the hedged item and is recognized in the statement of profit and loss
- The fair value of the hedging instrument is initially recognized in equity. Subsequently the effective portion of the change in the fair value of the hedged item is recycled from equity to statement of profit and loss
- In case where cash flow hedge materializes, the associated gain or loss on the hedge instrument is transferred from equity to the statement of profit and loss

- (vii) All other derivative contracts which do not qualify for Hedge Accounting are marked-to-market based on the category of the contracts and changes in the fair value are recognised in the Statement of Profit and Loss

- (viii) The Group discontinues hedge accounting when it determines that a derivative is not, or has ceased to be, highly effective as a hedge:
 - when the derivative has expired or is terminated;
 - when the hedged item is repaid or
 - when a forecast transactions are no longer deemed highly probable

- (ix) Premium received upfront on equity options written by the Group is accounted as a liability. Premium paid on equity options bought by the Group is accounted as Loans and Advances
- (x) Initial margin paid on Equity Futures is recognized as Loans and Advances

(l) Redemption Premium

The premium payable on redemption of preference shares is applied out of the securities premium account on the contractual redemption dates

(m) Revenue recognition

Revenue is recognised to the extent it is probable that economic benefits will flow to the Group and the revenue can be reliably measured. In addition, the following criteria must be met before revenue is recognised:

- (i) Interest and other dues on Lending is recognized on accrual basis, except in case of Non-Performing Assets (NPA's), wherein income is recognized on realization of the same. NPA's are determined in accordance with the Guidelines issued by the Reserve Bank of India
- (ii) Income on Discounted Instruments is recognized over the tenor of Instrument on Straight line basis
- (iii) Upfront fee received, directly related to the loans disbursed to borrowers, is amortised as income on a pro rata basis over the tenor of loan
- (iv) Lease income in respect of assets capitalized up to March 31, 2001 is accounted in accordance with the Guidance Note on Accounting for Leases. Lease income in respect of assets capitalized on or after April 1, 2001 is recognised as per Accounting Standard 19 (AS-19) – Leases
- (v) Income on services provided in the nature of Corporate Advisory, Debt Structuring and Distribution and other services fee based income is recognized on an accrual basis on completion of services as enumerated in the milestones specified in the relevant mandate letters
- (vi) Dividend income is recognized once the unconditional right to receive dividend is established
- (vii) Income from investment in units of Private Equity Funds (PEF) is recognized on the basis of the income distributed by the respective PEF
- (viii) Profit or Loss on sale of investments is determined based on weighted average cost of investments and is recognized on trade date basis
- (ix) Fees received on providing Guarantees and Letter of Comfort is recognised in the Consolidated Statement of Profit and Loss over the period of Guarantee on straight line basis
- (x) In respect of servicing fee from number portability services, revenue is recognized on completion of transaction processing

(n) Finance Costs

Interest cost is recognised as expenses in the period in which the cost is incurred. Other finance charges includes Origination fees and other ancillary costs with respect to funds mobilised by the Group which are amortised over the tenure of such borrowings

(o) Employee benefits

(i) Short Term

Short term employee benefits are recognised as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the Group

(ii) Long Term

The Group has both defined-contribution and defined-benefit plans, of which some have assets in special funds or securities. The plans are financed by the Group and in the case of some defined contribution plans by the Group along with its employees

■ **Defined-contribution Plans**

These are plans in which the Group pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to the Employees' Provident Fund, Family Pension Fund and Superannuation Fund. The Group's payments to the defined contribution plans are reported as expenses in the period in which the employees perform the services that the payment covers

■ **Defined-benefit Plans**

Expenses for defined-benefit plans are calculated as at the balance sheet date by independent actuaries. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees. Incremental liability based on the projected unit credit method as at the reporting date, is charged to the Consolidated Statement of Profit and Loss. The actuarial gains / losses are accounted in the Consolidated Statement of Profit and Loss

(iii) Other Employee Benefits

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the period end are reported as expenses during the period in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment or encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method. The resulting actuarial gains / losses are accounted in the Consolidated Statement of Profit and Loss

(p) Taxation

- (i) Income Tax comprises of Current tax and net changes in Deferred Tax Assets or Liability during the year. Current tax is determined at the amount of tax payable in respect of taxable income for the year as per the Income Tax Act, 1961
- (ii) The provision for tax has been for each consolidating entity on the basis of the standalone financial statements prepared under Indian accounting standards and has been aggregated for the purpose of Consolidated Financial Statements
- (iii) Deferred tax assets and liabilities are recognized for future tax consequences of timing differences between the book profit and tax profit. Deferred tax assets and liabilities, other than carry forward losses and unabsorbed depreciation as computed under the tax laws, are recognized when it is reasonably certain that there will be future taxable income. Deferred tax assets on carry forward losses and unabsorbed depreciation, if any, is recognized when it is virtually certain that there will be future taxable profit. Deferred tax assets and liabilities are measured using substantively enacted tax rates. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in the Consolidated Statement of Profit and Loss in the year of substantive enactment of the change

(q) Provisions for Non Performing Assets (NPAs) and Investments

- (i) NPAs are identified and categorised according to the Guidelines issued by the Reserve Bank of India (RBI). Provisions are made against sub-standard, doubtful and loss assets at the rates prescribed in the RBI guidelines, unless an accelerated provision / write-off is warranted on a case to case basis where additional risks are identified by the Management
- (ii) Provisioning for NPAs is dependent upon, inter alia, whether the NPA is secured or unsecured. Loans are considered as secured, where the Company has valid recourse to assets / recovery by :
 - Equitable mortgage of property and / or
 - Pledge of shares, units, other securities, and / or
 - Hypothecation of assets and / or
 - Bank guarantees, corporate guarantees supported by assets, and / or
 - Decretal debts where Courts have issued decree / attached property and / or
 - Collateral by way of cash or cash equivalent
- (iii) Impairment in the investment portfolio is provided, as per the Guidelines issued by the RBI, unless an accelerated provision / write-off is warranted on a case to case basis
- (iv) In respect of Non NBFI activities provision/write off is done based on evaluation by the Management
- (v) The Group carries a significant quantum of project finance and investment banking assets in its books. Given the risk profile of such assets and based upon internal risk assessment, the Group creates a provision for general contingency to cover adverse events that may affect the quality of the Group's assets
- (vi) With regard to restructured credit facilities, the Group had followed RBI Circular No.DBS.FID No. C-19 dated March 28, 2001 applicable to All India Term Lending and Refinancing Institutions till January 22, 2014
 From January 23, 2014, the Group has adopted RBI Circular No DNBS (PD) No. 272 dated January 23, 2014 applicable to Non-Banking Financial (Non-Deposit Accepting or Holding) Companies. In compliance with above circular, the Group creates provision on all standard restructured accounts. Unrealised income represented by Funded Interest Term Loan (FITL) on standard accounts restructured after January 23, 2014 are fully provided
- (vii) RBI has issued a Circular DNBS (PD) CC.No.371/03.05.02/2013-14 on March 21, 2014 for the purpose of Early Recognition of Financial Distress, Prompt Steps for Resolution and Fair Recovery for Lenders and consequential accelerated provisioning for non-compliance of the process. As per the above Circular, the Group is required to categorize its exposure as Special Mention Account based on the past due status, initiate the process for formation of Joint Lender Forum sand arrive at Corrective

Action Plan. The Group has adopted this policy where the Group is obligated to and has control over the above process

- (viii) Provision for Standard Assets is made at 0.40% on the outstanding standard assets in accordance with RBI guidelines

(r) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the Group has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates. A contingent liability is disclosed unless the possibility of an outflow of resources embodying the economic benefits is remote. Contingent Assets are neither recognised nor disclosed in the Consolidated Financial Statements

(s) Project Development Expenses / Capital Work In Progress

The project related expenses by the Group, till the date of balance sheet have been accounted under the head Project Development Expenses / Work in progress and have been reflected on the Assets side of the Balance Sheet

(2) SHAREHOLDERS' FUNDS

- (a) The details of the Authorised, Issued, Subscribed and paid-up Share Capital is as below:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Authorised Share Capital		
300,000,000 Equity shares of ₹ 10 per share	3,000.00	3,000.00
1,000,000 Non-convertible Redeemable Cumulative Preference Shares (NCRCPs) of ₹ 7,500/-each	7,500.00	7,500.00
	10,500.00	10,500.00
Issued, Subscribed and fully paid-up		
265,667,555 Equity Shares of ₹ 10 per share fully paid-up	2,656.68	2,656.68
166,666 Non-Convertible Redeemable Cumulative Preference Shares (NCRCPs) of ₹ 7,500/-each	1,249.99	1,249.99
Total	3,906.67	3,906.67

- (b) Details of movement of Equity Shares is as under:

Particulars	Number of Shares at March 31,	
	2018	2017
Opening Balance	265,667,555	265,667,555
Add : Allotment made during the year	-	-
Closing Balance	265,667,555	265,667,555

- (c) The Holding Company has one class of equity shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. The shareholders are entitled to interim dividend if proposed by the Board of Directors. The final dividend is subject to approval of the shareholder in the Annual General Meeting

- (d) Details of movement of NCRCPs is as under:

Particulars	Number of Shares at March 31,	
	2018	2017
Opening Balance	166,666	166,666
Add : Allotment made during the year	-	-
Closing Balance	166,666	166,666

- (e) The terms of NCRCPs issued and subscribed are as under:

Rate of Dividend for Category I and Category II Investors	17.00% p.a. on face value of NCRCPS payable on March 31, every year or 17.39% p.a. if paid on July 31
Additional Dividend on preference shares held by Category II Investors	1.89% p.a. on face value of NCRCPS payable on March 31, every year or 1.98% p.a. if paid on July 31
Category I Investors mean investors which does not fall into category II investors	
Category II Investors mean Resident Individuals, Hindu Undivided Families, Partnership Firms, Private Family Trusts with one or more beneficiaries being individual and Employee Welfare Trusts	
Tenure	5 years
Issue Proceeds	Face Value of ₹ 7,500/- per NCRCPS plus Share Premium of ₹ 7,500/- per share
Date of Allotment	March 30, 2016
Redemption Date	March 30, 2021
Redemption Value	Face Value of ₹ 7,500/- per NCRCPS plus Redemption Premium of ₹ 7,500/- per share
Voting Rights	Right to vote on resolutions as holders of NCRCPS, as per the provisions of Companies Act, 2013 and Articles of Association. If the Company fails to pay the dividend for a period of two years or more, preference shareholders have the right to vote on all resolutions placed before the Company
Seniority	Senior to all equity shares and rank paripassu interse among all classes of preference shares currently existing or established hereafter, with respect to (a) dividend distribution and (b) repayment of capital upon a liquidation of the Company

- (f) The entire equity shareholding of the Holding Company is held by Infrastructure Leasing and Financial Services Ltd (IL&FS) and its nominees

- (g) List of shareholders holding more than 5% of NCRCPS as on March 31, 2018 is as under

Name of Shareholder	Number of Shares	Holding (%)
Shree Cement Ltd	33,400	20.04
Sanjeev Kumar Juneja	13,333	8.00

- (h) Reserves and Surplus comprises of :

Particulars	(₹ in million)	
	As at March 31, 2018	As at March 31, 2017
Securities Premium Account	9,681.08	9,681.08
Special Reserve I	5,128.33	4,929.01
Special Reserve II	250.65	223.65
General Reserve	2,066.94	2,066.94
Capital Reserve on Consolidation	12.50	12.50
Cash Flow Hedge Reserve	-	(4.69)
Foreign Exchange Translation Reserve	82.95	53.51
Surplus in Statement of Profit and Loss	2,977.15	3,175.98
Total	20,199.60	20,137.98

- (i) Details of addition and deletion to the Securities Premium are as below:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	9,681.08	9,681.08
Add/(Less): During the year	-	-
Closing Balance	9,681.08	9,681.08

- (j) Special Reserve I is created pursuant to under Section 45-IC of the Reserve Bank of India Act, 1934. Details of the movement in the Special Reserve I are as below:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	4,929.01	4,511.45
Addition:		
Transferred from Statement of Profit and Loss	199.32	417.56
Closing Balance	5,128.33	4,929.01

- (k) Special Reserve II has been created in terms of Section 36 (1) (viii) of Income Tax Act, 1961 out of the distributable profits of the Group. In view of the management, it is expected that utilization of the reserve is not likely to happen and accordingly deferred tax liability is not created on the reserve. The details of movement in the Special Reserve II is as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	223.65	187.65
Addition:		
Transferred from Statement of Profit and Loss	27.00	36.00
Closing Balance	250.65	223.65

- (l) Details of movement in the General Reserve are as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	2,066.94	2,066.94
Add/(Less): During the year	-	-
Closing Balance	2,066.94	2,066.94

- (m) Details of movement in the Capital Reserve on Consolidation are as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	12.50	12.50
Add / (Less) : During the year	-	-
Closing Balance	12.50	12.50

- (n) Details of movement in Cash Flow Hedge Reserve is as below :

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	(4.69)	-
Profit / (Loss) recognized during the year	13.69	(13.69)
Transferred to Statement of Profit and Loss under Finance Cost	(9.00)	9.00
Closing Balance	-	(4.69)

- (o) Details of the addition and deletion to the Foreign Exchange Translation Reserve are as below :

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	53.51	88.32
(Less) / Add : During the year	29.44	(34.79)
Closing Balance	82.95	53.51

- (p) The Surplus in Statement of Profit and Loss is arrived at as per the table below:

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	3,175.98	2,464.61
Profit for the Year	1,167.98	2,262.44
Less: Appropriations		
Final Dividend on Equity Shares	664.17	-
Tax on Dividend on Equity Shares	135.52	-
Interim Dividend on Equity Shares	-	664.51
Tax on Interim Dividend on Equity Shares	2.73	137.92
Towards Dividend on Preference Shares	227.48	232.62
Tax on Dividend on Preference Shares	48.20	47.35
Interim Dividend on Preference Shares	50.20	29.61
Tax on Interim Dividend on Preference Shares	17.31	10.41
Other Consolidation Adjustments	(5.12)	(24.91)
Balance Transferred to :		
Special Reserve I	199.32	417.56
Special Reserve II	27.00	36.00
Closing Balance	2,977.15	3,175.98

- (q) The Members at annual general meeting of the Holding Company held on June 28, 2017, had approved the payment of final dividend @ 25% i.e. ₹2.5/- per equity share of ₹10 each fully paid up aggregating to ₹ 799.37 mn (inclusive of dividend distribution tax of ₹ 135.20 mn) proposed by Board of Directors of the Holding Company in its meeting held on April 25, 2017
- (r) The Board of Directors of the Holding Company in its meeting held on March 05, 2018, had declared and paid preference share dividend payable pursuant to contractual terms agreed with the preference shareholders

(3) BORROWINGS
(a) Borrowings Outstanding:

(₹ in million)

Particulars	As at March 31, 2018				As at March 31, 2017			
	Short-term		Long-term		Total	Short-term	Long-term	
			Current Portion	Non-Current			Current Portion	Non-Current
Secured								
Debentures	-		6,345.00	26,752.50	33,097.50	-	2,249.00	26,347.50
Term Loan From Banks	1,030.00		21,708.20	57,143.60	79,881.80	8,000.00	20,265.90	48,185.10
Demand Loan From Banks	4,477.61		-	-	4,477.61	2,445.91	-	-
Collateralized Borrowings (CBLO)	1,343.53		-	-	1,343.53	698.68	-	-
	6,851.14		28,053.20	83,896.10	118,800.44	11,144.59	22,514.90	74,532.60
Unsecured								
Perpetual Debt (Tier I Capital)	-		-	2,000.00	2,000.00	-	-	-
Subordinated Debt (Tier II Capital)	-		-	10,000.00	10,000.00	-	-	10,000.00
Debentures	-		-	6,000.00	6,000.00	-	-	6,000.00
Term Loan From Banks	500.00		-	-	500.00	1,000.00	-	-
Demand Loan From Banks	-		-	-	-	111.61	-	-
Inter Corporate Deposit From Others	9,454.03		292.50	51.53	9,798.06	9,956.95	1,460.00	544.03
Inter Corporate Deposit From Related Parties (Refer Note 25)	1,882.78		-	-	1,882.78	1,057.94	-	-
Commercial Papers (Gross)	27,300.00		-	-	27,300.00	20,150.00	-	-
Less : Unexpired Discount	(434.35)		-	-	(434.35)	(417.49)	-	-
	38,702.46		292.50	18,051.53	57,046.49	31,859.01	1,460.00	16,544.03
Total	45,553.60		28,345.70	101,947.63	175,846.93	43,003.60	23,974.90	91,076.63
								158,055.13

Secured Borrowings:

- (b) The details of Secured Non-Convertible Debentures(NCDs) issued at par and redeemable at par on private placement basis, are as below

Debenture Series	Face Value Per NCD (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount ₹Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2018 Series I	1,000	1,000,000	-	1,000.00	-	8.23	05-Apr-27
2017 Series XVII	1,000	500,000	500,000.00	500.00	500.00	8.5	20-Feb-27
2017 Series XV	1,000	350,000	350,000.00	350.00	350.00	8.5	30-Sep-26
2017 Series XII	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.51	12-Sep-26
2017 Series XI	1,000	600,000	600,000.00	600.00	600.00	8.75	16-Aug-26
2017 Series VIII	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.9	01-Aug-26
2016 Series VI	1,000	700,000	700,000.00	700.00	700.00	8.85	31-Mar-26
2016 Series V	1,000	510,000	510,000.00	510.00	510.00	8.85	28-Mar-26
2018 Series VI	1,000	850,000	-	850.00	-	7.8	01-Sep-24
2014 Series II	1,000	60,000	60,000.00	60.00	60.00	9.55	28-Aug-24
2014 Series I	1,000	470,000	470,000.00	470.00	470.00	9.5	03-Jul-24
2018 Series II	1,000	1,000,000	-	1,000.00	-	8.00	22-Jun-24
2017 Series IV	1,000	300,000	300,000.00	300.00	300.00	8.8	21-Jun-23
2017 Series III	1,000	110,000	110,000.00	110.00	110.00	8.75	14-Jun-23
2016 Series V	1,000	580,000	580,000.00	580.00	580.00	8.90	28-Mar-23
2018 Series IX	1,000	2,000,000	-	2,000.00	-	8.75	28-Mar-23
2012 Series IV	1,000	500,000	500,000.00	500.00	500.00	9.54	28-Sep-22
2018 Series V	1,000	1,000,000	-	1,000.00	-	7.75	01-Sep-22
2018 Series IV	1,000	400,000	-	400.00	-	7.75	01-Aug-22
2018 Series III	1,000	500,000	-	500.00	-	8.00	25-Jul-22
2017 Series XIV	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.22	28-Sep-21
2017 Series IX	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.60	05-Aug-21
2017 Series VIII	1,000	250,000	250,000.00	250.00	250.00	8.75	01-Aug-21
2017 Series VII	1,000	750,000	750,000.00	750.00	750.00	8.65	18-Jul-21
2017 Series VI	1,000	250,000	250,000.00	250.00	250.00	8.78	28-Jun-21
2017 Series IV	1,000	1,000,000	1,000,000.00	1,000.00	1,000.00	8.78	21-Jun-21
2017 Series III	1,000	290,000	290,000.00	290.00	290.00	8.75	14-Jun-21
2017 Series II	1,000	500,000	500,000.00	500.00	500.00	8.75	09-Jun-21
2017 Series I	1,000	550,000	550,000.00	550.00	550.00	8.75	03-Jun-21
2016 Series VI	1,000	50,000	50,000.00	50.00	50.00	8.90	31-Mar-21
2016 Series V	1,000	900,000	900,000.00	900.00	900.00	8.90	28-Mar-21
2016 Series II	1,000	180,000	180,000.00	180.00	180.00	8.90	21-Mar-21
2017 Series X	1,000	1,000,000	1,000,000	1,000.00	1,000.00	8.54	08-Nov-19
2014 Series III	1,000	2,000,000	2,000,000	2,000.00	2,000.00	9.65	18-Sep-19
2014 Series II	1,000	372,500	372,500	372.50	372.50	9.60	28-Aug-19
2014 Series I	1,000	2,530,000	2,530,000	2,530.00	2,530.00	9.50	03-Jul-19
2017 Series III	1,000	50,000	50,000	50.00	50.00	8.75	14-Jun-19
2017 Series I	1,000	150,000	150,000	150.00	150.00	8.75	03-Jun-19
2016 Series IV	1,000	500,000	500,000	500.00	500.00	8.88	15-May-19
2016 Series V	1,000	250,000	250,000	250.00	250.00	8.90	28-Mar-19
2016 Series II	1,000	370,000	370,000	370.00	370.00	8.90	21-Mar-19
2013 Series VI	1,000	1,075,000	1,075,000	1,075.00	1,075.00	9.90	28-Jan-19
2017 Series I	1,000	150,000	150,000	150.00	150.00	8.75	03-Dec-18
2015 Series I	1,000	1,500,000	1,500,000	1,500.00	1,500.00	8.70	30-Sep-18

Debenture Series	Face Value Per NCD (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount ₹Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2013 Series I	1,000	1,750,000	1,750,000	1,750.00	1,750.00	10.50	17-Sep-18
2013 Series II	1,000	500,000	500,000	500.00	500.00	10.50	28-Aug-18
2017 Series V*	1,000	750,000	750,000	750.00	750.00	Zero Coupon	27-Jun-18
2012 Series VI	1,000	-	289,000	-	289.00	9.60	07-Jan-18
2014 Series III	1,000	-	460,000	-	460.00	9.65	18-Sep-17
2012 Series III	1,000	-	500,000	-	500.00	9.75	03-Sep-17
2012 Series II	1,000	-	1,000,000	-	1,000.00	9.75	13-Aug-17
Total				33,097.50	28,596.50		

* Issued at par and redeemable at Rs 1,185.27 per NCD

- (c) The Holding Company has the right to buy-back and re-issue Debentures before expiry of their tenor or maturity date, as per the terms of the issue. As at March 31, 2018 there are no such outstanding buy-back Debentures
- (d) Age-wise analysis and Repayment terms of the Group's Non-Current Secured Term Loans from Banks are as below:

Previous year figures are in (bracket)
(₹ in million)

Rate of Interest	1-2 years	2-3 Years	3-4 Years	4-5 Years	> 5 Years	Total	Frequency of repayment*
7.00% to 9.00%	5,622.50 (250.00)	3,812.50 (2,247.50)	2,500.00 (62.50)	-	-	11,935.00 (2,560.00)	Q, MT,Y,HY
9.01% to 11.00%	11,958.60 (20,791.50)	22,625.00 (11,958.60)	7,625.00 (8,125.00)	3,000.00 (4,500.00)	-	45,208.60 (45,625.10)	Q, MT,Y,HY
Total	17,581.10 (21,041.50)	26,437.50 (14,206.10)	10,125.00 (8,187.50)	3,000.00 (4,500.00)	-	57,143.60 (48,185.10)	

*MT= Bullet payment on Maturity, Y=Yearly Installment, HY=Half-yearly Installment Q=Quarterly Installment. Interest Repayment Frequency : Monthly and quarterly

- (e) All Secured borrowings of the Groups (except CBLO borrowing) are covered under a pari-passu first charge on all the assets, excluding own Tangible Fixed Asset and Intangible Assets, Trading Portfolio (current investments), Investment in Subsidiaries and Affiliates, Tax Assets, Deferred Tax Assets and unamortized expenses. Secured borrowing includes certain loans, where security creation is under process
- (f) CBLO of ₹ 1,343.53 mn (As at March 31, 2017- ₹ 698.68 mn) are secured by Government securities held as part of Investment portfolio (Refer note 11(b))
- (g) The details of Unsecured Perpetual Debt, which are issued at par and redeemable at par on private placement basis, are as below

Debenture Series	Face Value Per NCD (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount (₹) Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2018 Series VIII	1,000,000	1,000	-	1,000	-	9.00%	22-Mar-28
2018 Series VII	1,000,000	1,000	-	1,000	-	8.80%	29-Dec-27
Total				2,000	-		

For the year ended March 31,

	2018	2017
Fund Raised through Perpetual Debt Instruments (₹ mn)	2,000	-
Amount Outstanding at the end of the year (₹ mn)	2,000	-
Percentage of amount of Perpetual Debt Instruments to Amount of Tier I Capital	9.10%	-
Financial year in which interest on Perpetual Instrument has not been paid on account of "lock in clause"	Not Applicable	

- (h) The details of Unsecured Redeemable Subordinated Debt, which are issued at par and redeemable at par on private placement basis, are as below:

Debenture Series	Face Value (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount (₹) Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2017 Series XIII	1,000	1,000,000	1,000,000	1,000	1,000	8.69%	29-Sep-26
2016 Series III	1,000	650,000	650,000	650	650	9.03%	22-Mar-26
2016 Series I	1,000	350,000	350,000	350	350	8.90%	27-Jan-26
2012 Series VII	1,000	1,000,000	1,000,000	1,000	1,000	9.55%	28-Feb-23
2012 Series V	1,000	1,000,000	1,000,000	1,000	1,000	9.55%	27-Nov-22
2012 Series I	1,000	2,000,000	2,000,000	2,000	2,000	10.15%	29-Jun-22
2011 Series II	1,000	2,000,000	2,000,000	2,000	2,000	10.30%	22-Mar-22
2011 Series I	1,000	2,000,000	2,000,000	2,000	2,000	10.30%	28-Dec-21
Total				10,000	10,000		

- (i) The details of Un-secured Non-Convertible Debentures(NCDs), which are issued at par and redeemable at par on private placement basis, are as below:

Debenture Series	Face Value (₹)	Numbers of NCDs outstanding as on March 31,		O/s Amount (₹) Mn		Interest Rate (%)	Earliest Redemption Date
		2018	2017	2018	2017		
2017 Series XVI	1,000	500,000	500,000	500	500	8.68%	06-Dec-26
2017 Series XVI	1,000	1,000,000	1,000,000	1,000	1,000	8.68%	06-Dec-23
2017 Series XVI	1,000	1,500,000	1,500,000	1,500	1,500	8.65%	06-Jun-22
2017 Series XVI	1,000	3,000,000	3,000,000	3,000	3,000	8.65%	06-Dec-21
Total				6,000	6,000		

- (j) Age-wise analysis and Repayment terms of the Group's Non-Current Unsecured Inter corporate Borrowings from Others are as below:

Previous year figures are in (brackets)
(₹ in million)

Rate of Interest	1-2 years	2-3 Years	Total	Frequency of Repayment
7.00% to 9.00%	48.53	-	48.53	Bullet payment on Maturity
	-	(248.53)	(248.53)	
9.01% to 11.00%	3.00	-	3.00	Bullet payment on Maturity
	(292.50)	(3.00)	(295.50)	
Total	51.53	-	51.53	
	(292.50)	(251.53)	(544.03)	

Interest Repayment Frequency : Monthly

(4) OTHER CURRENT AND LONG-TERM LIABILITIES

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Current	Long-term	Current	Long-term
Interest accrued but not due	2,524.03	96.57	2,305.72	100.53
Income Received in Advance	336.66	73.59	366.18	73.85
Security Deposits Received	-	460.09	-	3.13
Preference Shares issued by Joint Venture to outside Group	-	26.08	-	26.08
Statutory Dues Payable	241.71	-	30.36	-
Advances Received for Projects	3.54	40.58	10.80	81.92
Bank Guarantee Encashed	20.00	-	40.00	-
Advance received for allotment of equity	-	-	-	275.72
Unclaimed Dividend	0.48	-	-	-
Others	48.06	0.02	60.30	-
Total	3,174.48	696.93	2,813.36	561.23

Footnote: No amount of unclaimed dividend and unclaimed interest was due for transfer to Investor Education and Protection Fund u/s 125 of Companies Act, 2013 as at the balance sheet date

(5) SHORT-TERM AND LONG-TERM PROVISIONS

(a) Break-up of the Provisions are as below:

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Short-term	Long-term	Short-term	Long-term
I. For Loans and Advances				
Standard Assets	-	585.00	-	425.00
Non- Performing Assets	2,787.88	-	1,093.80	-
Standard Restructured Assets	-	3.37	-	112.94
Other Provisions	-	1,452.59	-	330.76
II. For Investments				
Diminution in value of Investments	1,470.82	5,199.68	740.14	2,274.01
Mark to Market on Derivatives	-	-	0.96	-
III. Others				
Employee Benefits	205.56	59.55	252.59	58.73
Provision for Income Tax (net)	159.85	-	27.39	-
Appropriated towards Preference Dividend	-	-	232.62	-
Appropriated towards Dividend Distribution Tax on Preference Dividend	-	-	47.41	-
General Contingencies	-	2,750.00	-	4,500.00
Total	4,624.11	10,050.19	2,394.91	7,701.44

- (b) Contingent Provision against Standard assets represents provision of 0.40% on the outstanding standard assets pursuant to Reserve Bank of India Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016: (₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	425.00	370.00
Provision made during the year	160.00	55.00
Closing Balance	585.00	425.00

- (c) In accordance with the Guidelines issued by the RBI, the Group has made provision for non-performing assets. The details of movement in provision for non-performing assets is as follows: (₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	1,093.80	687.99
Provision made during the year	1,756.80	405.81
Non-Performing Assets Written off against provision	(62.72)	-
Closing Balance	2,787.88	1,093.80

- (d) Following table summarises movement in Provision for General Contingencies (₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	4,500.00	3,600.00
Provision made during the year	-	900.00
Write Back during the year	(1,750.00)	-
Closing Balance	2,750.00	4,500.00

- (e) The details of movement in provision for diminution in value of investments is as follows: (₹ in million)

Particulars	Provision for			
	Short-term As at March 31		Long-term As at March 31	
	2018	2017	2018	2017
Opening Balance	740.14	547.68	2,274.01	1,862.52
Provision made during the year	730.68	192.46	2,925.67	411.49
Closing Balance	1,470.82	740.14	5,199.68	2,274.01

- (f) Provision against Standard Restructured Assets represents provision made pursuant to Reserve Bank of India Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 (₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Opening Balance	112.94	126.76
Provision written back during the year	(109.57)	(13.82)
Closing Balance	3.37	112.94

(g) Other provisions represent provision for

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Interest sacrifice on restructured advances (Refer note 19 (a))	136.32	136.32
Funded Interest Term Loans classified as (Refer note 19 (a))		
a. Non – Performing Assets	106.27	98.84
b. Standard Assets	-	95.60
Additional Provision on Standard Assets*	1,210.00	-
Closing Balance	1,452.59	330.76

*In view of the subdued credit environment and based on risk assessment of standard credit exposure, the Management has made additional provision for specific standard assets, where risk is perceived to be higher. The aforesaid Additional Standard Asset Provision is over and above the regulatory provision for Standard Assets prescribed by RBI

(h) Disclosure as required under AS- 15 – “Employee Benefits” :

- (i) The Group has recognized ₹ 19.21 mn (Previous Year ₹ 19.30 mn) and ₹ 12.34 mn (Previous Year ₹ 11.94 mn) in Statement of Profit and Loss under Group's Contribution to Provident Fund and contribution to Superannuation fund respectively
- (ii) The Group operates funded post retirement defined benefit plans for gratuity, details for which are as follows

I. Assumption	As at March 31, 2018	As at March 31, 2017
Discount Rate	7.09%-7.73%	7.09%-7.33%
Rate of Return on Plan Assets	7.73%-8.08%	7.39%-8.00%
Salary Escalation	6.50%-9.50%	6.50%-8.50%
Mortality	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)

(₹ in million)

II. Table Showing Change in Defined Benefit Obligation	As at March 31, 2018	As at March 31, 2017
Opening Defined Benefit obligation	143.29	116.22
Interest Cost	9.40	9.57
Current Service Cost	15.76	16.82
Liabilities Transferred In	0.15	13.08
Liabilities Transferred Out	-	(3.63)
Benefit Paid	(30.08)	(10.45)
Actuarial loss on obligations	5.04	1.68
Closing Defined Benefit obligation	143.57	143.29

(₹ in million)

III. Table of Fair Value of Plan Assets	As at March 31, 2018	As at March 31, 2017
Fair Value of Plan Assets at the start	147.31	81.69
Expected Return on Plan Assets	11.57	8.04
Contributions	22.25	42.96
Transfer from other Company	0.15	13.08
Transfer to other Company	-	(2.82)
Benefit Paid	(30.05)	(2.54)
Actuarial gain/(loss) on Plan Assets	(2.02)	6.90
Fair Value of Plan Assets at the end	149.21	147.31

(₹ in million)

IV. Actual Return on the Plan Assets	As at March 31, 2018	As at March 31, 2017
Expected Return on the Plan Assets	11.57	8.04
Actuarial gain/(loss) on Plan Assets	(2.02)	6.90
Actual Return on Plan Assets	9.55	14.94

(₹ in million)

V. Amount Recognised in the Balance Sheet	As at March 31,				
	2018	2017	2016	2015	2014
Liability at the end of the year	143.57	143.29	116.22	80.27	56.72
Fair Value of Plan Assets at the end	149.21	147.31	81.69	72.78	56.09
Shortfall/(Excess) (net)	(5.64)	(4.02)	34.53	7.49	0.63
Amount Recognised in Balance Sheet	-	-	34.53	7.49	0.63

(₹ in million)

VI. Reconciliation of the Liability Recognised in the Balance Sheet	As at March 31, 2018	As at March 31, 2017
Opening Net Liability	-	34.53
Expense Recognised	21.72¹	18.24 ¹
Liability Transfer Out	0.54	0.81
Contribution / benefits paid by the group	22.25	50.87
Amount recognised in Balance Sheet	-	1.09

(₹ in million)

VII. Expenses Recognised in the Statement of Profit and Loss	As at March 31, 2018	As at March 31, 2017
Current Service Cost	15.76	16.82
Interest Cost	9.40	9.57
Expected Return on Plan Assets	(11.57)	(8.04)
Actuarial (Gain)/loss	7.06	(5.21)
Transfer in Liability	0.15	-
Expense Recognised in Statement of Profit and Loss	20.80¹	13.14 ¹

¹ The expenses recognised by the group in the statement of profit and loss is ₹ 21.72 mn (As at March 31, 2017: ₹ 13.14 mn) which differs from actuarial valuation of ₹ 20.80 mn. The excess provision of ₹ 0.92 mn is not reversed on prudence basis

(₹ in million)

VIII. Experience Adjustment	As at March 31,				
	2018	2017	2016	2015	2014
Defined Benefit Obligation	143.57	143.29	116.22	80.27	56.72
Plan Assets	149.21	147.31	81.69	72.78	56.09
Surplus/(Deficit)	5.64	4.02	(34.53)	(7.49)	(0.63)
Experience adjustment on Plan Liability	(2.94)	8.24	(3.62)	(3.31)	25.30
Experience adjustment on Plan Asset	(2.02)	6.90	2.16	6.26	(8.36)

IX. Description of Plan Assets	As at March 31, 2018	As at March 31, 2017
Insurer Managed Funds	100%	100%

*Footnote:- The above disclosure does not include details of its four foreign subsidiary companies, four trust and two domestic subsidiary company as the same is not applicable to these entities

(iii) Other Details:

The Employer's best estimate of the contributions expected to be paid to the plan assets during the next 12 months is ₹ 0.24 mn (Previous year: ₹ 10.00 mn)

The estimates of salary increase considered in actuarial valuation, take account of inflation, seniority, promotion and other factors. The above information is certified by the actuary and relied upon by the Auditors

(6) PROPERTY, PLANT & EQUIPMENT
For the year ended March 31, 2018

(₹ in million)

Description of Assets	Gross Block (At Cost)					Depreciation/Amortisation				Lease Terminal Adjustment	Net Block
	As at April 1, 2017	Adjustments to opening block*	Additions	Deductions	As at March 31, 2018	As at April 1, 2017	Adjustments to opening block*	For the Year**	Deductions	As at March 31, 2018	As at March 31, 2018
TANGIBLE ASSETS											
Assets Given on Lease											
Data Processing Equipments	157.42	-	-	-	157.42	126.59	-	-	-	126.59	-
Vehicles	0.60	-	-	-	0.60	0.45	-	0.02	-	0.47	0.13
Plant & Machinery	1,388.84	-	-	(74.03)	1,314.81	484.18	-	0.13	(20.08)	464.23	0.58
Own Assets											
Office Premises	11.31	(0.16)	-	-	11.15	2.11	(0.15)	0.19	-	2.15	9.00
Leasehold Land	360.00	(180.00)	-	-	180.00	-	-	-	-	-	180.00
Lease Improvements	190.63	(71.52)	1.71	(0.01)	120.81	50.89	(3.49)	6.37	(0.01)	53.76	67.05
Data Processing Equipments	47.77	0.08	11.29	(2.28)	56.86	40.26	0.08	6.15	(2.27)	44.22	12.64
Furniture and Fixtures	40.21	-	3.83	(0.73)	43.31	19.66	0.26	5.18	(0.47)	24.63	18.68
Vehicles	-	-	44.97	-	44.97	-	-	6.79	-	6.79	38.18
Office Equipments	11.64	(0.20)	1.59	(1.85)	11.18	9.69	(0.02)	1.99	(1.84)	9.82	1.36
Plant & Machinery	1.65	-	-	(0.15)	1.50	0.57	-	0.10	(0.10)	0.57	0.93
Electrical Fittings	13.79	0.12	0.80	(0.06)	14.65	6.01	0.04	1.49	(0.03)	7.51	7.14
Total (A)	2,223.86	(251.68)	64.19	(79.11)	1,957.26	740.41	(3.28)	28.41	(24.80)	880.83	335.69
INTANGIBLE ASSETS											
Licensed Software	48.88	0.27	10.78	(0.01)	59.92	40.64	0.22	6.35	(0.01)	47.20	12.72
Website Development	1.25	-	-	-	1.25	1.15	-	0.05	-	1.20	0.05
Total (B)	50.13	0.27	10.78	(0.01)	61.17	41.79	0.22	6.40	(0.01)	48.40	12.77

* Adjustments are on account of the foreign currency translation and includes deductions to Gross Block and Accumulated Depreciation towards sale / cessation of Subsidiaries
 ** ₹0.20 Mn capitalized during the year

PROPERTY, PLANT & EQUIPMENT
For the year ended March 31, 2017

(₹ in million)

Description of Assets	Gross Block (At Cost)					Depreciation/Amortisation				Lease Terminal Adjustment	Net Block
	As at April 1, 2016	Adjustments to opening block*	Additions	Deductions	As at March 31, 2017	As at April 1, 2016	Adjustments to opening block*	For the Year**	Deductions	As at March 31, 2017	As at March 31, 2017
TANGIBLE ASSETS											
Assets Given on Lease											
Data Processing Equipments	157.42	-	-	-	157.42	126.59	-	-	-	30.83	-
Vehicles	8.93	-	-	(8.33)	0.60	2.34	-	5.63	(7.52)	-	0.15
Plant & Machinery	1,613.45	-	-	(224.61)	1,388.84	708.65	-	0.14	(224.61)	903.96	0.70
Own Assets											
Office Premises	11.31	-	-	-	11.31	1.82	-	0.29	-	-	9.20
Leasehold Land	360.00	-	-	-	360.00	-	-	-	-	-	360.00
Lease Improvements	45.97	(1.78)	146.47	(0.03)	190.63	41.62	(1.35)	10.64	(0.02)	-	139.74
Data Processing Equipments	52.04	(2.66)	4.27	(5.88)	47.77	41.92	(2.09)	5.92	(5.49)	-	7.51
Furniture and Fixtures	34.48	(2.01)	7.80	(0.06)	40.21	16.68	(0.75)	3.87	(0.14)	-	20.55
Office Equipments	11.33	(0.48)	2.14	(1.35)	11.64	9.28	(0.39)	2.10	(1.30)	-	1.95
Plant & Machinery	1.65	-	-	-	1.65	0.46	-	0.11	-	-	1.08
Electrical Fittings	12.99	(0.51)	1.49	(0.18)	13.79	4.67	(0.09)	1.56	(0.13)	-	7.78
Total (A)	2,309.57	(7.44)	162.17	(240.45)	2,223.86	954.03	(4.67)	30.26	(239.21)	934.79	548.66
INTANGIBLE ASSETS											
Licensed Software	46.13	(0.64)	3.60	(0.21)	48.88	34.31	(0.46)	6.96	(0.17)	-	8.24
Website Development	1.25	-	-	-	1.25	1.09	-	0.06	-	-	0.10
Total (B)	47.38	(0.64)	3.60	(0.21)	50.13	35.40	(0.46)	7.02	(0.17)	-	8.34

* Adjustments are on account of the foreign currency translation and includes deductions to Gross Block and Accumulated Depreciation towards sale / cessation of Subsidiaries
** ₹0.20 Mn capitalized during the year

(7) TAXATION

(a) Details of Tax expenses during the year is as under

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Current Tax	1,414.97	1,554.76
Adjustment for earlier years	-	(1.03)
MAT Credit Recognised	-	(0.20)
Deferred Tax	(339.77)	(333.00)
Tax Expense (net)	1,075.20	1,220.53

(b) Details of Deferred Tax are as follows:

(i) Details of major components of deferred tax assets arising on account of timings differences as on March 31, 2018 are as below :

(₹ in million)

Particulars	As at April 01, 2017	Created during the year	Adjust- ments*	As at March 31, 2018
Difference between book and tax depreciation	26.07	0.48	0.92	27.47
Provisions and Contingencies	1,948.20	332.80	-	2,281.00
Others	21.17	6.60	-	27.77
Deferred Tax Assets (net)	1,995.44	339.88	0.92	2,336.24

*Adjustments are on account of the foreign currency translation

(ii) Details of major components of deferred tax assets arising on account of timings differences as on March 31, 2017 are as below:

(₹ in million)

Particulars	As at April 01, 2016	Created during the year	Adjust- ments*	As at March 31, 2017
Difference between book and tax depreciation	43.94	(17.82)	(0.05)	26.07
Provisions and Contingencies	1,598.20	350.00	-	1,948.20
Others	21.83	0.68	(1.34)	21.17
Deferred Tax Assets (net)	1,663.97	332.86	(1.39)	1,995.44

*Adjustments are on account of the foreign currency translation and ₹ 1.34 mn of IL&FS Infra Asset Management Limited which ceased to be subsidiary during the year

(iii) Details of major components of deferred tax liabilities arising on account of timings differences as on March 31, 2018 are as below :

(₹ in million)

Particulars	As at April 01, 2017	Created/(Utili- sed) during the year	Adjust- ments*	As at March 31, 2018
Difference between book and tax depreciation	0.24	0.11	0.04	0.39
Deferred Tax Liabilities (net)	0.24	0.11	0.04	0.39

*Adjustment are on account of the foreign currency translation

(iv) Details of major components of deferred tax liabilities arising on account of timings differences as on March 31, 2017 are as below:

(₹ in million)

Particulars	As at April 01, 2016	Created (Utilised) dur- ing the year	Adjust- ments*	As at March 31, 2017
Difference between book and tax depreciation	0.43	(0.13)	(0.06)	0.24
Deferred Tax Liabilities (net)	0.43	(0.13)	(0.06)	0.24

*Adjustment are on account of the foreign currency translation

- (v) Deferred Tax assets (net) include ₹ 6.31 mn (Previous year ₹ 4.43 mn) share of Jointly Controlled Entities (JCE). During the year Deferred Tax asset (net) of ₹ 0.93 mn (Previous year ₹ (3.05 mn)) pertaining to JCE

(8) NON-CURRENT INVESTMENTS

- (a) Summary of Non-Current Investments is as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Investment in Associates*	35.00	29.49
Trade Investments		
Equity Shares	2,856.38	2,856.38
Preference Shares	1,673.96	1,873.96
Units of Mutual Funds	1,818.00	1,704.00
	6,348.34	6,434.34
Other Investments		
Equity Shares	12,541.39	7,523.38
Preference Shares	2,487.41	1,491.10
Units of Other Funds	1,749.09	1,996.74
Pass Through Certificates	2,056.92	2,056.92
Security Receipts	19.29	19.29
Units of Mutual Fund	10.00	10.00
Investment Property	5,393.77	4,129.96
Debentures and Bonds	6,305.81	4,247.58
Government Securities	654.96	-
	31,218.64	21,474.97
Total	37,601.98	27,938.80

* Investment in Associate net of Capital Reserve: ₹ 83.52 mn (Previous Year ₹ 83.52 mn) arising at the time of acquisition of associate

- (b) Market Value of Quoted Investment and Cost of Unquoted Non Investments

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Quoted Investment		
Aggregate Market Value	3,378.15	4,123.30
Cost (a)	4,888.96	4,459.60
Unquoted Investment		
Cost (b)	32,713.02	23,479.20
Total (a)+(b)	37,601.98	27,938.80

- (c) The Ultimate Holding Company acquired management control of IL&FS Engineering & Construction Company Ltd (IECCL) vide orders of the Company Law Board (CLB) dated August 31, 2009, in order to protect the credit exposure of the Holding Company to IECCL. Towards this objective, the Holding Company had subscribed to the preferential allotment of shares in IECCL. Such exposure is exclusively to protect the interest of the Holding Company and optimize return on asset and does not form part of a strategy to acquire and retain long term assets /investments
- (d) Provision of ₹ 32.12 mn (As at March 31, 2017 – ₹ 42.56 mn) is created being Non-performing assets as per RBI Guidelines and included in Provision for Non-Performing Assets disclosed under Note 5 (c)
- (e) Premises completed are net of accumulated depreciation of ₹ 2.32 mn (As at March 31, 2017 : ₹ 1.35 mn). Depreciation charged during the year is ₹ 0.97 mn (Previous Year : ₹ 1.48 mn)
- (f) The Company has entered into an agreement to sell its entire equity investment in one of the Company, Planetcast Media Services Ltd (formerly Essel Shyam Communication Ltd) to third party subject to fulfillment of terms of agreement

(9) CURRENT MATURITIES OF NON CURRENT INVESTMENTS

Break up of Current Maturities of the Long-term Investment is as below

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Redeemable Cumulative Preference Shares	200.00	200.00
Fully Convertible Debentures- Unquoted	-	200.00
Non-Convertible Debentures- Unquoted	250.00	1,500.00
Optionally Convertible Debentures – Unquoted	30.08	22.56
Total	480.08	1,922.56

(10) CURRENT INVESTMENTS

(a) Summary of Current Investments is as below :

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Equity Shares	3,935.00	3,262.71
Government Securities	1,579.78	1,199.85
Units of Mutual Fund	153.94	21.15
Total	5,668.72	4,483.71

(b) Market Value of Quoted Investment and Cost of Unquoted Current Investment:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Quoted Investment		
Aggregate Market Value	4,202.69	4,019.38
Cost (a)	5,002.29	3,800.06
Unquoted Investment		
Cost (b)	666.43	683.65
Total (a)+(b)	5,668.72	4,483.71

- (c) The Holding Company has executed Power of Attorney in favour of its Professional Clearing Member in respect of its Dematerialised holding of quoted equity investment. These investments are appropriated against margin requirement of the respective stock exchange. As on March 31, 2018, the Holding Company is required to maintain margin of ₹ 0.15 mn (As on March 31, 2017 ₹ 14.95 mn) which is covered by current investments aggregating to ₹ 38.15 mn (As on March 31, 2017 ₹ 25.92 mn)
- (d) The Group carries a provision for the diminution in value of investments in accordance with the NBFC Prudential Norms which is disclosed under Note 5 and is not netted off with the cost of current investments

(11) LOANS AND ADVANCES

(a) Break up of Loans and Advances is as below:

(₹ in million)

Particulars	As at March 31, 2018			Total	Short-term	As at March 31, 2017		Total
	Short-term	Long-term				Current	Non-Current	
		Current	Non-Current					
Secured Loans (considered good)								
To Related Parties #	430.00	6,038.41	32,240.89	38,709.30	8,039.26	4,356.73	5,783.38	18,179.37
To Others	14,222.96	16,548.10	35,590.20	66,361.26	11,323.24	11,559.06	40,073.92	62,956.22
Unsecured Loans (considered good)								
To Related Parties #	-	775.00	2,040.44	2,815.44	2,438.50	811.61	9,743.75	12,993.86
To Others	4,790.50	6,268.61	20,365.39	31,424.50	3,091.09	635.71	16,547.91	20,274.71
Doubtful Loans								
To Related Parties #	-	8.56	46.78	55.34	-	5.94	56.43	62.37
To Others	870.13	4,591.99	2,570.78	8,032.90	1,285.69	1,200.99	1,274.71	3,761.39
	20,313.59	34,230.67	92,854.48	147,398.74	26,177.78	18,570.04	73,480.10	118,227.92
Unsecured Advances (Considered good)								
Advance Payment of Taxes (net)	-	-	1,146.83	1,146.83	-	-	912.89	912.89
Mat Credit Entitlement	-	-	1.91	1.91	-	-	-	-
Capital Advances								
To Related Parties #	-	-	4.65	4.65	-	-	4.65	4.65
To Others	-	-	2.34	2.34	-	-	978.07	978.07
Advance towards Investments								
To Related Parties #	260.00	-	-	260.00	-	-	-	-
To Others	-	-	1,536.16	1,536.16	-	-	1,855.23	1,855.23
Other Advances								
To Related Parties #	9.19	-	7.60	16.79	9.62	-	15.90	25.52
To Others	164.82	207.93	473.61	846.36	85.64	-	67.43	153.07
Deposits	16.85	-	42.71	59.56	14.14	-	41.83	55.97
Margin Money with Related Parties	0.15	-	-	0.15	14.95	-	-	14.95
Project Development Expenses	-	-	18.33	18.33	-	-	10.74	10.74
Prepaid Expenses	41.89	-	-	41.89	20.13	-	-	20.13
	492.90	207.93	3,234.14	3,934.97	144.48	-	3,886.74	4,031.22
Total	20,806.49	34,438.60	96,088.62	151,333.71	26,322.26	18,570.04	77,366.84	122,259.14

(Refer Note 24)

- (b) Provision of ₹ 2,862.03 mn (As at March 31, 2017 – ₹ 1,150.08 mn) is created on Doubtful Loans (Non-performing assets) as per RBI Guidelines and disclosed under Provision for Non-Performing Assets under Note 5
- (b) Secured Loans includes Loan aggregating ₹ 17,296.23 mn (As at March 31, 2017: ₹ 7,204.47 mn) pending security creation on balance sheet date which has since been completed. Unsecured Loans include loans aggregating ₹ 10,002.50 mn (As at March 31, 2017- ₹ 11,625.50 mn), which are contractually unsecured. Remaining amount represents contractually Secured Loans where either the realizable value of underlying security is less than Loan amount or Security Creation is under process
- (c) Margin Money with Related Parties includes Initial Margin on Equity Derivative transactions of ₹0.15 mn (As at March 31, 2017- ₹ 14.95 mn) paid by the Company in their capacity as Professional Clearing Member

(12) TRADE RECEIVABLES

- (a) Trade Receivables comprises receivable of Interest and other dues from clients and fee for services rendered to clients. Provision for Bad and Doubtful Trade Receivables is made on receivable of fees for services rendered
- (b) Trade Receivables are classified into following categories:

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, Considered Good	477.11	89.21
Unsecured, Considered Doubtful	43.53	47.04
Less : Provision for Bad and Doubtful Trade Receivable	(43.53)	(47.04)
	477.11	89.21
Other Debts		
Secured, Considered Good	616.11	229.48
Unsecured, Considered Good	1,526.39	1,845.68
Unsecured, Considered Doubtful	1.76	0.79
Less : Provision for Bad and Doubtful Trade Receivable	(1.76)	(0.79)
	2,142.50	2,075.16
Total	2,619.61	2,164.37

(13) CASH AND BANK BALANCES

(₹ in million)		
Particulars	As at March 31, 2018	As at March 31, 2017
Cash and Cash Equivalents		
Cash in Hand	0.01	0.02
Cheques on Hand	113.46	1,926.25
Balance with Banks		
(i) In current accounts	3,361.43	22,081.27
(ii) In demand deposit accounts	3,553.46	5,602.39
(iii) Certificate of deposits	1,452.62	-
Sub total (A)	8,480.98	26,609.93

Particulars	As at March 31, 2018	As at March 31, 2017
Other Bank Balances		
i) In deposit accounts with restriction on withdrawal*	2,500.00	-
ii) In demand deposits more than 3 months	50.29	45.53
iii) In demand deposit accounts (earmarked)	4.88	58.88
iv) In unclaimed dividend account	0.48	-
v) In current accounts (earmarked)	-	0.03
Sub total (B)	2,555.65	104.44
Total (A+B)	11,036.63	29,714.37

* Include fixed deposit of ₹ 2,500 mn, where the Bank has a right to adjust against dues of its clients under specific circumstances

The disclosures regarding details of specified bank notes held and transacted during November 8, 2016 to December 30, 2016 as disclosed in previous year is as follows:

(₹)

Particulars	SBNs*	Other Denomination notes	Total
Closing cash in hand as on November 08, 2016	101,000.00	41,650.00	142,650.00
(+) Permitted receipts	-	219,442.00	219,442.00
(-) Permitted payments	-	189,821.00	189,821.00
(-) Amount deposited in Banks	101,000.00	234.00	101,234.00
Closing cash in hand as on December 30, 2016	-	71,037.00	71,037.00

* For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the November 08, 2016

Disclosure has not been made for the year since it is not applicable to financial year ended 31 March 2018

(14) OTHER CURRENT AND NON CURRENT ASSETS

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Current	Non-Current	Current	Non-Current
Income Accrued on Investments	257.42	0.07	60.47	-
Income Accrued on Lease, Loans and Advances	3,829.25	846.92	2,387.29	860.01
Receivable on Sale/Redemption of Securities	0.41	-	939.73	-
Unamortised Borrowing Cost	91.84	306.84	85.38	168.65
Project Development Expenses	19.98	152.32	29.58	141.83
Derivative Assets	-	1,843.00	-	-
Others	15.29	0.12	17.75	0.58
Total	4,214.19	3,149.27	3,520.20	1,171.07

(15) CONTINGENT LIABILITY

(a) Guarantees

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Guarantees issued on behalf of third parties	433.77	405.06

(b) Taxes and other demands

- Income Tax: Demand Raised by Income Tax Authorities against the Group not acknowledged as debts and not provided for, the Group is in appeal at various authorities - ₹ 204.61 mn (As at March 31, 2017- ₹ 132.22 mn)
- Sales Tax: Demand raised by Sales Tax authorities against the Group ₹ 11.71 mn for Lease tax dues (As at March 31, 2017- ₹ 11.71 mn), against which the Group has preferred appeals with the Appellate Tribunal, High Court
- Service Tax: Demand raised by Service Tax authorities against the Group ₹ 13.40 mn for CENVAT credit availed (As at March 31, 2017 ₹ 11.29 mn), against which the Group has preferred appeals with the Custom Excise & Service Tax Appellate Tribunal
- Others: Demand Raised by Superintendent of Stamps, Maharashtra against the Group not acknowledged as debts and not provided for towards penalty for delay in payment of stamp duty, the Group has challenged the notice issued, with the authorities - ₹ 97.60 mn (As at March 31, 2017- ₹ 97.60 mn)

The Group does not expect any outflow of economic resources in respect of the above

(16) COMMITMENTS

(a) Capital Commitments

Estimated amount of contracts remaining to be executed but not provided in respect of Assets ₹ 47.78 mn (As at March 31, 2017- ₹ 63.90 mn)

(b) Financial Commitments

Undisbursed Commitment in respect of Loans is ₹ 345.06 mn (As at March 31, 2017 ₹ 6.15 mn) and in respect of Investments is ₹ 3,486.86 mn (As at March 31, 2017 ₹ 1,224.02 mn)

(c) Operating Lease Commitments

The Group has entered into Operating Lease arrangement in respect of premises. The minimum future payments during non-cancellable years under the foregoing arrangement in aggregate for each of the following years are as below:

(₹ in million)

Particulars	As at March 31, 2018	As at March 31, 2017
Less than one year	102.81	111.43
One to five years	53.07	41.79
Later than five years	2.49	5.20
Total	158.37	158.42

Footnote - The Operating Lease expenses incurred during the year of ₹139.88 mn (Previous Year ₹137.64 mn) is included in Rent Expenses

(17) DERIVATIVE INSTRUMENTS

(a) Financial Risk Management Objectives

Treasury function of the Group provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through financial risk reports which analyses exposures by degree and magnitude of risks. These risks include currency risk and interest rate risk

The Group seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the RBI and Board approved policies, which provide written principles on foreign exchange risk, interest rate risk, and the use of derivatives instruments. Compliance with the policies and exposure limits are reviewed periodically

The corporate treasury function reports periodically to the Committee of Directors and to an internally delegated committee that monitors risks and policies implemented to mitigate risk exposures

(b) **Following types of hedging instruments are entered into by the Group****(i) Interest risk management:**

The Group is exposed to interest rate risk as it carries both fixed and floating rates assets and liabilities. The risk is managed by the Group by maintaining an appropriate mix between fixed and floating rate borrowings and by the use of derivatives. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite, ensuring the most appropriate strategies are applied

(ii) Foreign currency risk management :

The Group is also exposed to foreign currency risk and floating interest rate risk as it undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. These exposures are managed within approved policy parameters utilizing forward foreign exchange contracts, currency swaps and coupon swaps by ensuring application of appropriate strategies

(c) The carrying amounts of foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

		2018		
Liabilities		Exchange Rate	Amount in Foreign Currency (USD mn)	Amount (₹ mn)
Foreign Currency Loans	Principal	-	-	-
	Interest	-	-	-
Total Payables (A)				-
Hedged by derivative (B)	Principal	-	-	-
	Interest	-	-	-
Unhedged Payables (C=A-B)		-	NIL	-

		2017		
Liabilities		Exchange Rate	Amount in Foreign Currency (USD mn)	Amount (₹ mn)
Foreign Currency Loans	Principal	64.845	5.64	366.01
	Interest	64.845	0.005	0.35
Total Payables (A)				366.36
Hedged by derivative (B)	Principal	-	5.64	-
	Interest	-	0.005	-
Unhedged Payables (C=A-B)		-	NIL	-

(d) Following are the details of outstanding interest rate derivatives and currency derivatives:

Particulars	As at March 31, 2018	As at March 31, 2017
Cash Flow Hedge	-	-
Currency Rate Swap		
No. of Contracts	-	1
Notional Principal (₹ in million)	-	375.00
Fair Value (₹ in million)	-	(13.69)

- (e) Details of Equity/Index option outstanding as at March 31, 2018 are as below:

(₹ in million)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Long Position	Short Position	Long Position	Short Position
Index Options				
Nifty				
No. of Contracts	-	-	-	2,666
No. of Units	-	-	-	199,950
Total Premium carried forward at the year end including provision made (₹ in million)		-		12.74

- (f) As a risk mitigation tool, the Company also enters into independent credit derivative contract with a third party. Such derivatives are valued using option pricing model namely Black- Scholes model which uses the current stock price, intrinsic value, time to expiration and volatility as parameters. Further, a credit value adjustment (CVA) has been made to the fair value of derivative contracts
- (g) The details of outstanding independent derivatives and its impact is tabulated as below

Particulars	As at March 31, 2018	As at March 31, 2017
Nominal Value	2,535.55	-
Fair Value	1,843.00	-
Fair Valuation gain recognized in Statement of Profit and Loss	1,843.00	-

(18) REVENUE FROM OPERATIONS

- (a) The Group is engaged in the Financial Services Business and its revenue from operations is as per the table below:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Fund Based		
Interest Income on Loans*	19,371.23	18,677.94
Income from Investments	1,241.31	2,347.86
Lease Income	5.43	56.60
Interest on Deposits	572.89	427.77
Fee Based		
Project Debt Syndication Fees	1,498.43	1,547.56
Consultancy and Advisory Fees	669.65	864.14
Porting Fee	195.94	160.80
Asset Management Fee	-	128.95
Brokerage Income	-	3.98
Total	23,554.88	24,215.60

*Footnote- Interest income is net-off provision made for interest sacrifice and reversal of interest income towards provision for funded interest term loan on restructured advances (Refer note 5(a))

(b) Break up of Income from Investments are as below:

(₹ in million)

Particulars	Year ended March 31, 2018		Year ended March 31, 2017	
	Non-Current	Current	Non-Current	Current
Interest/Discount/Premium	459.41	433.75	623.30	343.10
Dividend and Pass Through Income	64.49	34.36	301.61	25.56
Net Gain on Sale of Investments	155.94	476.98	266.22	538.96
Net Profit on derivative Contracts	-	(383.62)	-	249.11
	679.84	561.47	1,191.13	1,156.73
Total		1,241.31		2,347.86

(19) FINANCE COSTS

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Interest Expenses on Borrowings	14,608.11	14,429.57
Other Finance Costs	163.12	146.60
Total	14,771.23	14,576.17

(20) EXPENSES

(a) Employees Benefit Expenses comprises of:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Salaries and Allowances	886.08	949.34
Contribution to Provident and Other Fund	63.12	59.76
Staff Training and Welfare Expenses	61.86	35.07
Deputation Cost	35.56	65.13
Total	1,046.62	1,109.30

(b) Other Operating & Administrative Expenses comprises of :

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Rent	148.71	161.94
Electricity Charges	4.40	4.38
Rates and Taxes	137.48	84.19
Repairs and Maintenance	51.23	40.06
Travelling and Conveyance	53.67	50.11
Communication Expenses	16.51	17.52
Legal and Professional Charges	242.20	274.42
Insurance Expenses	10.12	11.58
Brand Subscription Charges	189.04	195.26
Service Charges	220.88	265.17
Corporate Social Responsibility Expense	64.54	67.20
Miscellaneous Expenses	245.89	289.43
Total	1,384.67	1,461.26

(21) OTHER PROVISION AND WRITE OFFS

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Loans written off	920.18	1,664.62
Bad and Doubtful Trade Receivables written off	178.69	164.03
Provision for Bad and Doubtful Trade Receivables	-	37.57
Provision for Non-Performing Assets	1,756.80	405.81
Regulatory Provision for Standard Assets	160.00	55.00
Additional Provision on Standard Assets	1,210.00	-
Provision for Diminution in :		
- Long-term Investments	1,083.16	411.49
- Current Investments	730.72	192.46
Sub-total A	6,039.55	2,930.98
Write Back of:		
Provision for Non-Performing Assets	(62.72)	-
Loans Written off on recovery	(7.50)	(25.20)
Bad and Doubtful Trade Receivables	(23.90)	(141.03)
Standard Restructured Assets	(109.57)	(13.82)
Sub-total B	(203.69)	(180.05)
General Contingency Provision created / (written back) C	(1,750.00)	900.00
Total (A+B+C)	4,085.86	3,650.93

(22) GOODWILL ON CONSOLIDATION WRITTEN OFF

Goodwill of ₹ 59.95 mn recognised on acquisition of IL&FS IIDC Fund, a subsidiary, has been impaired during the year

(23) EARNINGS PER SHARE (EPS)

In accordance with the Accounting Standard 20 on 'Earning per Share', the Basic Earnings per Share and Diluted Earnings per Share have been computed by dividing the Profit after Tax by the number of equity shares for the respective years as under:

(₹ in million)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Profit for the year	1,167.98	2,262.44
Less: Dividend on NCRCPS (including dividend distribution tax thereon)	(273.51)	(279.97)
Profit attributable for Equity Shareholders	894.47	1,982.47
- Weighted Average number of Equity Shares in calculating Basic and Diluted EPS	265,667,555	265,667,555
Face Value (₹ per Share)	10.00	10.00
Basic and Diluted Earnings (₹ per Share)	3.37	7.46

(24) RELATED PARTY TRANSACTIONS

- (a) As per the Accounting Standard - 18 on 'Related Party Disclosures', the Related Parties as at March 31, 2018 are as follows:

Ultimate Holding Company	March 31, 2018	March 31, 2017		
Infrastructure Leasing & Financial Services Ltd	✓	✓	IMICL Dighi Maritime Ltd	✓ ✓
Fellow Subsidiaries*	2018	2017	ISSL Market Services Ltd	✓ ✓
Amravati Chikhli Expressway Ltd	✓	-	ISSL Settlement & Transaction Services Ltd	✓ ✓
Apptex Marketing Services & Solutions Ltd	-	✓	ISSLCPG BPO Pvt Ltd	✓ ✓
Avash Logistic Park Pvt Ltd	✓	✓	ITNL Road Infrastructure Development Co Ltd	✓ ✓
Barwa Adda Expressway Ltd	✓	✓	ITNL Infrastructure Developer LLC	✓ -
Bhopal E Governance Ltd	✓	✓	ITNL International DMCC	✓ -
Chenani Nashri Tunnelway Ltd	✓	-	ITNL International Pte Ltd	✓ ✓
Chhotagovindpur & Bagbera Drinking Water Supply Project Ltd	✓	✓	ITNL Offshore Pte Ltd	✓ -
Dakshin Dilli Swachh Initiatives Ltd	✓	✓	ITNL Offshore Two PTE Ltd	✓ -
East Delhi Waste Processing Co Pvt Ltd	✓	✓	Jharkhand Road Projects Implementation Co Ltd	✓ ✓
East Hyderabad Expressway Ltd	✓	✓	Jogihali Wind Energy Pvt Ltd	✓ ✓
Elsamex SA	-	✓	Kanak Resources Management Ltd	✓ ✓
Etesian Urja Ltd (formerly Bhojpur Biomass Power Co Ltd)	✓	✓	Karyavattom Sports Facilities Ltd	✓ -
Gujarat Integrated Maritime Complex Pvt Ltd	✓	✓	Kaze Energy Ltd (Formerly Vaspeth Wind Energy Ltd)	✓ ✓
Hazaribagh Ranchi Expressway Ltd	✓	-	Khandke Wind Energy Pvt Ltd	✓ -
IIDC Ltd (Merged with ITUAL September 18, 2017)	✓	✓	Khed Sinnar Expressway Ltd	✓ ✓
IL&FS Airport Ltd	✓	✓	Kiratpur Ner Chowk Expressway Ltd	✓ -
IL&FS Cluster Development Initiative Ltd	✓	✓	Lalpur Wind Energy Pvt Ltd	✓ ✓
IL&FS Education & Technology Services Ltd	✓	✓	LIVIA India Ltd	✓ ✓
IL&FS Energy Development Co Ltd	✓	✓	Mahidad Wind Energy Pvt Ltd	✓ ✓
IL&FS Environmental Infrastructure & Services Ltd	✓	✓	Moradabad Bareilly Expressway Ltd	✓ ✓
IL&FS Investment Advisors LLC	✓	✓	Mota Layja Gas Power Co Ltd	✓ ✓
IL&FS Investment Managers Ltd	✓	✓	MP Border Checkpost Development Co. Ltd	✓ -
IL&FS Investment Trust – I	-	✓	Nana Layja Power Co Ltd	✓ ✓
IL&FS Maritime Infrastructure Co Ltd	✓	✓	Parkline LLC	✓ -
IL&FS Paradip Refinery Water Ltd	✓	✓	Patiala Bio Power Co Ltd	✓ ✓
IL&FS Portfolio Management Services Ltd	✓	✓	Porto Novo Maritime Ltd	✓ ✓
IL&FS Prime Terminals FZC	✓	-	Pune Sholapur Road Development Co Ltd	✓ ✓
IL&FS Rail Ltd	✓	✓	Rapid MetroRail Gurgaon Ltd	✓ ✓
IL&FS Renewable Energy Ltd (Merged with IEDCL on March 21, 2018)	✓	✓	Rapid MetroRail Gurgaon South Ltd	✓ ✓
IL&FS Securities Services Ltd	✓	✓	RDF Power Projects Ltd	✓ ✓
IL&FS Solar Power Ltd	✓	✓	Ratedi Wind Power Pvt Ltd	✓ ✓
IL&FS Tamil Nadu Power Co Ltd	✓	✓	Rohtas Bio Energy Ltd	✓ ✓
IL&FS Technologies Ltd	✓	✓	Sabarmati Capital One Ltd	✓ ✓
IL&FS Township & Urban Assets Ltd	✓	✓	Sabarmati Capital Two Ltd	✓ ✓
IL&FS Transportation Networks Ltd	✓	✓	Sipla Wind Energy Ltd	✓ ✓
IL&FS Urban Infrastructure Managers Ltd	✓	✓	Skill Training Assessment Management Partners Ltd	✓ -
IL&FS Water Ltd	✓	✓	TADAS Wind Energy Pvt Ltd	✓ -
IL&FS Wind Energy Ltd (formerly Mandvi LNG Terminal Ltd)	✓	✓	Tierra Enviro Ltd	✓ ✓
IL&FS Wind Power Services Ltd	✓	✓	Unique Waste Processing Co Ltd	✓ ✓
			Vejas Power Projects Ltd (Formerly IL&FS Wind Projects Development Ltd)	✓ ✓
			Wind Urja India Pvt Ltd	✓ ✓
			Indirect Associates*	2018 2017
			Urban Mass Transit Company Ltd	✓ ✓

* As certified by the holding Company and with whom transactions done during the year

Canopy Housing & Infrastructure Private Ltd	✓	✓
Key Management Personnel (KMP)	2018	2017
Mr Ravi Parthasarathy, Chairman	✓	✓
Mr Hari Sankaran, Director	✓	✓
Mr Arun K Saha, Director	✓	✓
Mr Vibhav Kapoor, Director	✓	✓
Mr Ramesh Bawa, Managing Director & CEO	✓	✓
Mr Milind Patel, Joint Managing Director#	✓	✓

Mr Rajesh Kotian (Deputy Managing Director)\$	✓	✓
Mr Deepak Pareek, Chief Financial Officer	✓	✓
Ms Neelam Desai, Company Secretary	✓	✓
Relatives of Key Management Personnel (KMP)^	2018	2017
Ms Rhea Parthasarathy	✓	✓
Mr Abhishek Bawa	✓	✓

* As certified by the Ultimate Holding Company and with whom transactions done during the year/previous year

^ As certified by the Key Management Personnel and with whom transactions done during the year/previous year

The Holding Company does not have significant influence over IL&FS Engineering & Construction Company Ltd and accordingly is not considered as an associate of the Holding Company

#Resigned with effect from close of business hours of March 31, 2018

\$Appointed with effect from November 7, 2017

- (b) The nature and volume of the transactions during the year ended March 31, 2018 with the above related parties were as follows:

(₹ in million)

Nature of Transactions	Ultimate Holding Company	Fellow Subsidiaries	Associates	Key Management Personnel	Year ended March 31, 2018
Income					
Interest	-	6,360.62	1.20	-	6,361.82
Investment Income	-	431.48	-	-	431.48
Fee and Other Income	2.17	1,712.20	-	-	1,714.37
Expenditure					
Interest and Finance charges	1.22	114.53	-	-	115.75
Other Operating & Administrative Expenses	340.50	261.73	-	6.27	608.49
Employee Benefit Expenses	-	(2.21)	-	172.26	170.05
Balances as at end of the Year					
Assets					
Non-Current Assets					
Non-Current Investments	-	2,177.96	-	-	2,177.96
Long-term Loans & Advances	-	34,334.46	7.10	-	34,341.56
Current Assets					
Current Maturity of Non-Current Investments	-	200.00	-	-	200.00
Current Maturity of Long-term Loans & Advances	-	6,821.96	-	-	6,821.96
Trade Receivables	0.11	1,597.09	-	-	1,597.21
Short-term Loans & Advances	5.74	701.41 ¹	-	2.64	709.79
Other Current Assets	-	2,046.60	3.75	-	2,050.35
Liabilities					
Current Liabilities					
Short-term Borrowings	-	1,882.78	-	-	1,882.78
Trade Payables	41.57	39.87	-	-	81.44
Other Current Liabilities	7.51	36.22	-	-	43.73
Off Balance Sheet Items					
Guarantees Given	-	143.78	-	-	143.78
Transactions during the year*					
Sale/Redemption of Shares/units	-	200.00	-	-	200.00
Long Term / Short Term Loans Given (Assets)	-	39,333.50	-	-	39,333.50
Long Term / Short Term Loans Repaid (Assets)	-	28,729.03	-	-	28,729.03
Long Term / Short Term Borrowing Taken (Liabilities)	-	47,225.87	-	-	47,225.87
Repayment of Long Term / Short Term Borrowing (Liabilities)	-	46,416.03	*	-	46,416.03
Final Equity Divided Paid	664.17	-	-	-	664.17

¹ Includes ₹ 0.15 mn paid to clearing member and stock broker on account of margin money required to be paid as per Exchange regulations

*Transactions during the period excludes reimbursement of expenses with related parties

The nature and volume of the transactions during the year ended March 31, 2017 with the above related parties were as follows

(₹ in million)

Nature of Transactions	Ultimate Holding Company	Fellow Subsidiaries	Associates	Key Management Personnel	Year ended March 31, 2017
Income					
Interest	-	7,949.28	2.40	-	7,951.68
Investment Income	-	237.99	-	-	237.99
Fee and Other Income	0.55	1,641.78	-	-	1,642.33
Expenditure					
Interest and Finance charges	1.48	442.53	-	-	444.01
Other Operating & Administrative Expenses	313.97	328.55	-	5.56	648.08
Employee Benefit Expenses	-	-	-	194.54	194.54
Balances as at end of the Year					
Assets					
Non-Current Assets					
Non-Current Investments	-	4,751.34	-	-	4,751.34
Long-term Loans & Advances	-	15,589.91	14.20	-	15,604.11

Nature of Transactions	Ultimate Holding Company	Fellow Subsidiaries	Associates	Key Management Personnel	Year ended March 31, 2017
Current Assets					
Current Maturity of Non-Current Investments	-	200.00	-	-	200.00
Current Maturity of Long-term Loans & Advances	-	5,174.28			5,174.28
Trade Receivables	-	1,385.69	-	-	1,385.69
Short-term Loans & Advances	1.23	10,501.10 ¹	-	-	10,502.33
Other Current Assets	0.26	1,062.82	3.75	-	1,066.83
Liabilities					
Current Liabilities					
Short-term Borrowings	-	1,057.94	-	-	1,057.94
Trade Payables	9.56	74.30	-	-	83.86
Other Current Liabilities	7.51	69.19	-	-	76.70
Off Balance Sheet Items					
Guarantees Given	-	-	-	-	-
Transactions during the year²					
Sale/Redemption of Shares/units	-	181.11	-	-	181.11
Long Term / Short Term Loans Given (Assets)	-	32,040.70	-	-	32,040.70
Long Term / Short Term Loans Repaid (Assets)	-	45,320.49	-	-	45,320.49
Long Term / Short Term Borrowing Taken (Liabilities)	-	71,176.54	-	-	71,176.54
Repayment of Long Term / Short Term Borrowing (Liabilities)	-	82,228.70	-	-	82,228.70
Interim Equity Dividend Paid	664.17	-	-	-	664.17
Equity Dividend Paid	1,328.34	-	-	-	1,328.34

¹ Includes ₹ 14.95 mn paid to clearing member and stock broker on account of margin money required to be paid as per Exchange regulations

* Transactions during the year excludes reimbursement of expenses with related parties

(c) Statement of significant transaction/balances during the year ended March 31, 2018 are as below:

(₹ in million)

Nature of Transactions	Fellow Subsidiaries	Associates	KMPs and Relatives of KMPs
INCOME			
Interest			
Livia India Ltd	402.48	-	-
Patiala Bio Power Co Ltd	396.80	-	-
Sabarmati Capital Two Ltd	385.55	-	-
Pune Sholapur Road Development Co Ltd	385.42	-	-
IL&FS Cluster Development Initiative Ltd	380.13	-	-
Vejas Power Projects Ltd	333.33	-	-
IL&FS Maritime Infrastructure Co Ltd	333.21	-	-
IL&FS Wind Energy Ltd	328.05	-	-
Urban Mass Transit Company	-	1.20	-
Investment Income			
IL&FS Transportation Networks Ltd	214.20	-	-
IL&FS Energy Development Co Ltd	174.29	-	-
Fee & Other Income			
IL&FS Transportation Networks Ltd	460.90	-	-
IL&FS Tamilnadu Power Co Ltd	277.39	-	-
Jharkhand Road Projects Implementation Co Ltd	173.00	-	-
EXPENDITURE			
Interest and Finance Charges			
IL&FS Securities Services Ltd	75.99	-	-
Other Operating and Administrative Expenses			
IL&FS Securities Services Ltd	70.55	-	-
Livia India Ltd	69.68	-	-
IL&FS Portfolio Management Services Ltd	68.57	-	-
Mr Ramesh Bawa	-	-	6.27
Employee Benefit Expenses			
Mr Ramesh Bawa	-	-	60.57
Mr Milind Patel	-	-	65.86
Mr Rajesh Kotian	-	-	15.38
Mr Deepak Pareek	-	-	14.53
Ms Neelam Desai	-	-	8.81
Ms Rhea Parthasarathy (Relative of KMP)	-	-	1.46
Mr Abhishek Bawa (Relative of KMP)	-	-	5.65
Transactions during the Year			
ASSETS			
Long Term/ Short Term Loans Given (Assets)			
Rohtas Bio Energy Ltd	7,428.00	-	-
Skill Training Assessment Management Partners Ltd	4,000.00	-	-
Long Term/ Short Term Loans repaid (Assets)			
Rohtas Bio Energy Ltd	4,488.71	-	-
Sale/Redemption of Shares/Units			

Nature of Transactions	Fellow Subsidiaries	Associates	KMPs and Relatives of KMPs
IL&FS Transportation Networks Ltd	200.00	-	-
LIABILITIES			
Long Term/ Short Term Borrowing Taken (Liabilities)			
IL&FS Securities Services Ltd	40,745.00	-	-
Long Term / Short term Borrowing repaid (Liabilities)			
IL&FS Securities Services Ltd	39,805.00	-	-
Balances as at end of the Year			
ASSETS			
Non-Current Investments			
IL&FS Transportation Networks Ltd	2,177.96	-	-
IL&FS Energy Development Company Ltd	669.38	-	-
Long Term Loans and Advances			
Rohtas Bio Energy Ltd	2,939.29	-	-
Livia India Ltd	2,750.00	-	-
Pune Sholapur Road Development Co Ltd	2,715.50	-	-
IL&FS Maritime Infrastructure Co Ltd	2,650.00	-	-
Patiala Bio Power Co Ltd	2,560.00	-	-
IL&FS Wind Energy Ltd	2,350.00	-	-
Sabarmati Capital One Ltd	2,076.00	-	-
Skill Training Assessment Management Partners Ltd	2,000.00	-	-
Unique Waste Processing Company Ltd	1,950.00	-	-
IMICL Dighi Maritime Limited	1,766.50	-	-
Canopy Housing & Infrastructure Pvt. Ltd.	-	7.10	-
Current Maturity of Non-Current Investments			
IL&FS Transportation Networks Ltd	200.00	-	-
Current Maturity Of Long-term Loans			
Vejas Power Projects Ltd	2,150.00	-	-
IL&FS Cluster Development Initiative Ltd	1,212.50	-	-
Sabarmati Capital Two Ltd	1,100.00	-	-
Nana Layja Power Company Ltd	1,049.20	-	-
Moradabad Bareilly Expressway Ltd	775.00	-	-
Short-term Loans and Advances			
Bhopal E-Governance Limited	400.00	-	-
IL&FS Airports Ltd	260.00	-	-
Trade Receivables			
IL&FS Transportation Networks Ltd	361.68	-	-
IL&FS Tamilnadu Power co Ltd	316.31	-	-
Jharkhand Road Projects Implementation Co Ltd	186.89	-	-
Other Current Assets			

Nature of Transactions	Fellow Subsidiaries	Associates	KMPs and Relatives of KMPs
Sabarmati Capital Two Ltd	461.79	-	-
LIABILITIES			
Short-term Borrowings			
IL&FS Securities Service Ltd	940.00	-	-
IL&FS Transportation Networks Ltd	450.00	-	-
IL&FS Infra Asset Management Ltd	200.00	-	-
Trade Payables			
IL&FS Township & Urban Assets Ltd	26.17	-	-
IL&FS Energy Development Company Ltd	3.99	-	-
Current Liabilities			
IL&FS Securities Service Ltd	12.03	-	-
IL&FS Technologies Ltd	11.08	-	-
Off Balance Sheet Items			
IL&FS Technologies Ltd	143.78	-	-

Statement of Significant transaction/balances during the year ended March 31, 2017 are as below
(₹ in million)

Nature of Transactions	Fellow Subsidiaries	Associates	KMPs and Relatives of KMPs
INCOME			
Interest			
Rapid Metrorail Gurgaon South Ltd	579.96	-	-
Jharkhand Road Projects Implementation Co Ltd	482.57	-	-
Sabarmati Capital Two Ltd	442.23	-	-
Rapid Metrorail Gurgaon Ltd	440.54	-	-
Gujarat Integrated Maritime Complex Pvt Ltd	419.49	-	-
Livia India Ltd	419.11	-	-
Unique Waste Processing Co Ltd	401.63	-	-
Urban Mass Transit Company	-	2.40	-
Investment Income			
IL&FS Transportation Networks Ltd	213.53	-	-
Fee & Other Income			
IL&FS Transportation Networks Ltd	661.63	-	-
IL&FS Tamilnadu Power co Ltd	293.34	-	-
Moradabad Bareilly Expressway Ltd	172.80	-	-
EXPENDITURE			
Interest and Finance Charges			
IL&FS Securities Services Ltd	314.88	-	-
Other Operating and Administrative Expenses			
IL&FS Securities Services Ltd	118.85	-	-

Nature of Transactions	Fellow Subsidiaries	Associates	KMPs and Relatives of KMPs
IL&FS Portfolio Management Services Ltd	71.87	-	-
Livia India Ltd	67.36	-	-
IL&FS Investment Managers Ltd	39.31	-	-
Mr Ramesh Bawa	-	-	5.56
Employee Benefit Expenses			
Mr Ramesh Bawa	-	-	80.86
Mr Milind Patel	-	-	49.97
Mr Rajesh Kotian	-	-	40.91
Mr Deepak Pareek	-	-	13.56
Ms Neelam Desai	-	-	7.50
Ms Rhea Parthasarathy (Relative of KMP)	-	-	0.80
Mr Abhishek Bawa (Relative of KMP)	-	-	0.94
Movement During the Year			
ASSETS			
Long Term/ Short Term Loans Given			
IL&FS Cluster Development Initiative Ltd	5,094.00	-	-
IL&FS Airports Ltd	3,520.00	-	-
Long Term/ Short Term Loans repaid			
IL&FS Cluster Development Initiative Ltd	4,744.00	-	-
Gujarat Integrated Maritime Complex Pvt Ltd	4,650.00	-	-
Sale/Redemption of Shares/Units			
IL&FS Investment Managers Ltd	181.11	-	-
LIABILITIES			
Long Term/Short Term Borrowing Taken			
IL&FS Securities Services Ltd	52,381.60	-	-
Long Term / Short term Borrowing repaid			
IL&FS Securities Services Ltd	63,591.60	-	-
Balances as at end of the Year			
ASSETS			
Non-Current Investments			
IL&FS Transportation Networks Ltd	2,377.96	-	-
IL&FS Infra Asset Management Ltd	1,704.00	-	-
IL&FS Energy Development Company Ltd	669.38	-	-
Long-term Loans and Advances			
Patiala Bio Power Company Ltd	2,560.00	-	-
Jharkhand Road Projects Implementation Co Ltd	1,965.50	-	-
Canopy Housing & Infrastructure Pvt Ltd	-	14.20	-
Current Maturity of Non-Current Investments			
IL&FS Transportation Networks Ltd	200.00	-	-

Nature of Transactions	Fellow Subsidiaries	Associates	KMPs and Relatives of KMPs
Current Maturity Of Long-term Loans			
IL&FS Wind Projects Development Ltd	2,150.00	-	-
IL&FS Solar Power Ltd	1,820.00	-	-
Jogihali Wind Energy Pvt Ltd	810.00	-	-
Short-term Loans and Advances			
Livia India Ltd	2,800.00	-	-
Sabarmati Capital One Ltd	1,685.95	-	-
Tierra Enviro Ltd	1,659.55	-	-
Sabarmati Capital Two Ltd	1,250.00	-	-
Trade Receivables			
IL&FS Tamilnadu Power co Ltd	269.18	-	-
IL&FS Transportation Networks Ltd	309.31	-	-
Moradabad Bareilly Expressway Ltd	198.15	-	-
Other Current Assets			
Sabarmati Capital Two Ltd	315.93	-	-
Canopy Housing & Infrastructure Pvt Ltd	-	3.75	-
LIABILITIES			
Other Long Term Liabilities			
Short-term Borrowings			
IL&FS Maritime Infrastructure Co Ltd	205.98	-	-
Porto Novo Maritime Ltd	205.50	-	-
Sabarmati Capital Two Ltd	155.00	-	-
Trade Payables			
IIDC Ltd	55.45	-	-
IL&FS Securities Services Ltd	9.68	-	-
Current Liabilities			
Apptex Marketing Services & Solutions Ltd	46.25	-	-

(25) The aggregate amount of assets, liabilities, income and expenditure of the Jointly Controlled Entities included in CFS is as follows:

(₹ in million)

Particulars	March 31, 2018	March 31, 2017
Liabilities	210.19	158.58
Assets	762.99	464.50
Particulars	March 31, 2018	March 31, 2017
Income	306.39	290.04
Expenses	170.71	148.61

(26) a) Disclosure as per Schedule III of the Companies Act, 2013 related to Consolidated Financial Statements

Name of Entity	Net Assets, i.e. Total Assets Less Total Liabilities		Share in Profit or (Loss)	
	As % of Consolidated Net Assets	Amount (₹ in mn)	As % of Consolidated Profit or (Loss) Assets	Amount (₹ in mn)
IL&FS Financial Services Ltd - Standalone	86.43	23,997.49	106.94	996.60
SUBSIDIARIES				
Indian				
IL&FS Capital Advisors Ltd	0.03	8.72	0.23	2.15
IFIN Realty Trust	1.40	388.08	(19.91)	(185.59)
IL&FS Infrastructure Equity Fund - I	5.57	1,545.55	(3.06)	(28.54)
IL&FS ORIX Trust	0.00	0.09	0.01	0.08
IL&FS Broking Services Pvt. Ltd.	0.46	126.51	(0.64)	(5.94)
IL&FS Investment Trust – IV	(0.00)	(0.21)	(0.01)	(0.12)
IL&FS IIDC Fund – Standalone	2.28	632.61	(0.74)	(6.88)
Integrated Translog Development Co Ltd.	0.01	2.63	(0.01)	(0.12)
Foreign				
IL&FS Global Financial Services (PTE) Ltd	1.00	278.16	3.86	35.96
IL&FS Global Financial Services (UK) Ltd	0.38	104.50	0.17	1.58
IL&FS Global Financial Services (ME) Ltd	0.82	228.66	1.31	12.23
IL&FS Global Financial Services (HK) Ltd	0.31	87.31	1.46	13.58
Associates (Investment as per equity method)				
Indian				
Urban Mass Transit Company	-	-	0.59	5.52
Canopy Housing & Infrastructure Ltd.	-	-	-	-
Joint Ventures (As per proportionate Consolidation)				
Indian				
Syniverse Technologies (India) Pvt. Ltd.	0.23	63.93	11.39	106.17
Bengal Integrated Infrastructure Development Ltd	0.00	0.26	0.00	0.02
Bengal Urban infrastructure Dev. Co. Ltd.	0.03	7.16	0.05	0.45
Damoder Valley Tourism Dev. Pvt. Ltd.	0.00	0.23	-	-
Gujarat Tourism Dev. Co Ltd.	0.01	3.99	0.04	0.41
Gujarat Industrial Infrastructure Project Ltd	0.00	1.21	0.04	0.39
Infrastructure Development Co of Nagaland Pvt Ltd	0.01	3.51	(0.01)	(0.06)
Infrastructure Development Corpn of Assam Ltd	0.01	2.72	(0.01)	(0.08)
Jharkhand Infra Dev. Cor. Ltd.	0.01	2.34	(0.38)	(3.53)
KSIIDC IL&FS Project Dev. Co. Ltd.	0.01	2.83	0.00	0.03
Orissa Project Dev. Co. Pvt. Ltd.	0.01	2.09	0.00	0.02
South Coast Infrac. Dev. Co. of AP Ltd.	0.00	0.36	(0.01)	(0.10)
Uttarakhand Infra Projects Co Pvt Ltd	(0.01)	(4.00)	(0.08)	(0.76)
PDCOR LTD	0.09	24.09	0.26	2.39
Free Trade Warehousing Pvt. Ltd.	0.92	255.93	(1.49)	(13.91)
Total	100.00	27,766.75	100.00	931.95

Name of Entity	Net Assets, i.e. Total Assets Less Total Liabilities		Share in Profit or (Loss)	
	As % of Consolidated Net Assets	Amount (₹ in mn)	As % of Consolidated Profit or (Loss) Assets	Amount (₹ in mn)
Consolidated Adjustments and Eliminations		(3,629.43)		221.18
Minority Interest in all subsidiaries		(31.05)		14.85
Consolidated Net Assets / Profit After Tax		24,106.27		1,167.98

b) Statement containing salient features of the Financial Statement / Associate Companies / Joint Ventures (pursuant to Section 129 (3) of the Companies Act, 2013)

Part "A" : Subsidiaries

Name of the subsidiary	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Reporting currency and exchange rate as on the last date of the relevant Financial Year in case of foreign subsidiaries	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before Taxation	Provision for Taxation	Profit after Taxation	Proposed Dividend (including Preference Dividend)	% of shareholding
IL&FS Global Financial Services (UK) Ltd	Apr'17-Mar'18	GBP/Rs 92.2846	30.25	74.26	110.73	6.23	-	73.11	2.35	0.77	1.58	-	100.00
IL&FS Global Financial Services (ME) Ltd	Apr'17-Mar'18	USD/Rs 65.0441	35.94	192.73	253.05	24.39	-	148.34	12.23	-	12.23	-	100.00
IL&FS Global Financial Services (PTE) Ltd	Apr'17-Mar'18	SGD/Rs 49.379171	122.12	156.04	290.44	12.28	-	115.96	40.98	5.02	35.96	-	100.00
IL&FS Global Financial Services (HK) Ltd	Apr'17-Mar'18	HKD/Rs 8.257802	128.59	(41.28)	147.46	60.15	-	154.08	13.64	0.05	13.58	-	100.00
IFIN Realty Trust	Apr'17-Mar'18	INR	753.56	(365.48)	389.11	1.03	385.02	24.99	(185.59)	-	(185.59)	-	92.00
IL&FS Infrastructure Equity Fund I	Apr'17-Mar'18	INR	1,829.00	(283.45)	1,550.25	4.70	1,548.47	3.35	(28.54)	-	(28.54)	-	100.00
IL&FS Capital Advisors Ltd	Apr'17-Mar'18	INR	6.55	2.18	9.07	0.35	-	3.52	2.90	0.75	2.15	1.55	100.00
IL&FS Orix Trust	Apr'17-Mar'18	INR	0.01	0.08	0.17	0.08	-	0.35	0.08	-	0.08	-	100.00
IL&FS Broking Services Private Limited	Apr'17-Mar'18	INR	302.16	(175.65)	127.94	1.43	-	4.70	(5.94)	-	(5.94)	-	100.00
IL&FS Investment Trust - IV	Apr'17-Mar'18	INR	140.07	(140.28)	0.01	0.22	-	-	(0.12)	-	(0.12)	-	100.00
IL&FS IIDC Fund	Apr'17-Mar'18	INR	589.74	42.87	650.07	17.46	25.70	3.14	(6.88)	-	(6.88)	-	100.00
Integrated Trans Log Development Company Limited	Apr'17-Mar'18	INR	0.50	2.13	14.77	12.14	-	-	(0.12)	-	(0.12)	-	100.00

Notes:

- (1) During the year Free Trade Warehousing Pvt. Ltd. and its subsidiaries became Joint Venture from Subsidiaries of IIDC Fund
- (2) The above statement also indicates Performance and Financial Position of each of the Subsidiaries
- (3) Percentage holding is disclosed based on aggregation of direct holding of the Company and share holding of the Subsidiary

Part “B” : Associates and Joint Ventures

Sr No	Name of the Joint Ventures / Associates	Latest Audited Balance Sheet Date	Shares of Associates / Joint Ventures held by the Company on the year end			Description of how there is significant influence	Reason why the Associate / Joint Venture is not Consolidated	Networth Attributable to Shareholding as per latest audited Balance Sheet (₹ in mn)	Profit / (Loss) for the year	
			Numbers	Amount of Investment in Associates / Joint Ventures (₹ in mn)	Extent of Holding (%)				i) Considered in Consolidation (₹ in mn)	ii) Not Considered in Consolidation (₹ in mn)
1	Syniverse Technologies (India) Pvt Ltd	March 31, 2018	5,200	0.05	26.00	Significant influence is exercise through shareholding	Consolidated	63.93	106.17	-
2	Bengal Integrated Infrastructure Dev Ltd [#]	March 31, 2017	24,950	0.25	49.90	Significant influence is exercise through shareholding	Consolidated	0.26	0.02	-
3	Bengal Urban Infrastructure Dev Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	7.16	0.45	-
4	Damodar Valley Tourism Development (P) Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	0.23	(0.00)	-
5	Gujarat Tourism Opportunity Ltd [#]	March 31, 2017	50,000	0.50	50.00	Significant influence is exercise through shareholding	Consolidated	3.99	0.41	-
6	Gujarat Industrial Infrastructure Development Co. Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	1.21	0.39	-
7	Infrastructure Development Co of Nagaland Pvt Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	3.51	(0.06)	-
8	Infrastructure Development Corp of Assam Ltd [#]	March 31, 2017	2,50,000	2.50	50.00	Significant influence is exercise through shareholding	Consolidated	2.72	(0.08)	-
9	Jharkhand Infrastructure Development Corporation Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	2.34	(3.53)	-
10	KSIIDC IL&FS Project Devp Co Ltd [#]	March 31, 2017	24,997	0.25	49.99	Significant influence is exercise through shareholding	Consolidated	2.83	0.03	-
11	Orissa Project Development Co Pvt Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	2.09	0.02	-
12	South Coast Infra Dev Co of Andhra Pradesh Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	0.36	(0.10)	-
13	Uttarakhand Infra Projects Co Pvt Ltd [#]	March 31, 2017	25,000	0.25	50.00	Significant influence is exercise through shareholding	Consolidated	(4.00)	(0.76)	-
14	PDCOR Ltd [#]	March 31, 2017	990,000	12.77	50.00	Significant influence is exercise through shareholding	Consolidated	24.09	2.39	-
15	Free Trade Warehousing Pvt. Ltd. [#]	March 31, 2017	5,000	0.05	50.00	Significant influence is exercise through shareholding	Consolidated	255.93	(13.91)	-

16	Urban Mass Transit Company [#]	March 31, 2017	120,000	7.20	49.99	Significant influence is exercised through shareholding	Being as associate as per AS-23	115.39	-	3.84
17	Canopy Housing & Infra Pvt Ltd [#]	March 31, 2017	13,000	0.13	26.00	Significant influence is exercised through shareholding	Being as associate as per AS-23	(8.27)	-	(0.13)

Notes:

(1) In case of Associates, loss in excess of Investments in Associates are not considered in CFS

(2) The above statement also indicates Performance and financial position of each of the Joint Ventures and Associates

(3) Pursuant to the Group holding of 21.29% in IECCL, IECCL qualifies an associate company under the Companies Act 2013. However, IECCL does not qualify as an associate company under Accounting Standards specified under section 133 of the Companies Act, 2013, as the Group does not have significant influence over IECCL. Accordingly the Group has carried IECCL as an investment and not consolidated IECCL in its consolidated financial statements

(4) Information of Companies marked “#” is from unaudited Financial Statements

(27) SEGMENT REPORTING

The Group is in the business of providing financial services. In accordance with the principles given in Accounting Standard 17 (AS-17) on Segment Reporting, the Group has only one reportable business segment i.e. "Financial Services". Further, significant business of the Group is within India and hence there is no Geographical segment

- (28) The Holding Company has issued letter of awareness to banks\ financial institutions\ Non-banking financial companies in respect of loans availed by its clients, wherein the Holding Company has agreed to provide support to arrange funds without an obligation or commitment on part of the Holding Company
- (29) In respect of the definition of 'companies in the same group', the Holding Company has adopted a policy which was approved by the Board of Directors in October 2007. This policy has been consistently followed, till date, for purpose of disclosure and computation of various ratios as per RBI directions and has been used for current financial statements. The RBI in its inspection reports adopted a different method, which requires the Holding Company to consider exposures as per section 370 (1B) of the Companies Act, 1956 for determining 'companies in the same group'. This impacts computation of Net Owned Funds (NOF) and Capital to Risk Assets Ratio (CRAR) of the Holding Company. The RBI has given time up to 31st March 2019 to fulfil the minimum NOF and CRAR requirements. The Holding Company is committed for continued compliance with the above directions of RBI
- (30) Corresponding figures for the previous year have been reclassified and represented in accordance with the current year presentation wherever necessary

For and on behalf of the Board

Ravi Parthasarathy, Chairman
(DIN : 00002392)

Ramesh C Bawa, Managing Director & CEO
(DIN : 00040523)

Deepak Pareek, Chief Financial Officer

Neelam Desai, Company Secretary

Mumbai, May 28, 2018

ADDENDUM TO DIRECTORS' REPORT

The Shareholders

IL&FS Financial Services Limited

The Addendum to the Directors' Report covers changes which took place post approval of the Directors' Report by the Board at its Meeting held on May 28, 2018

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Resignation of Directors:

- (1) Mr Rajesh Kotian, Deputy Managing Director, resigned from the Directorship of the Company with effect from July 3, 2018. Accordingly, he also ceases to be the Key Managerial Personnel (KMP) of the Company with effect from the said date
- (2) Mr Ravi Parthasarathy resigned as a Director and Chairman of the Company with effect from July 21, 2018

Retirement by Rotation:

Pursuant to the resignation of Mr Ravi Parthasarathy, the matter of retirement by rotation of Mr Parthasarathy will not be considered at the ensuing Annual General Meeting

In view of the above and pursuant to the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Mr Vibhav Kapoor (DIN 00027271) retires by rotation and being eligible; offers himself for re-appointment at the ensuing Annual General Meeting

The Board recommends the resolution for re-appointment of Mr Vibhav Kapoor as set out in the Notice of the ensuing Annual General Meeting for the approval of the Members

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

The financial products of the Company are being rated by the Rating Agencies. Recently, few of the Rating Agencies have downgraded the credit rating of the debt instruments/facilities of the Company by one/two notch and placed them on credit watch with negative implications

All the above changes stated in this Addendum to Directors' Report are to be read in conjunction with the Directors' Report as a part of Annual Report for 2017-18

For and on behalf of the Board of Directors

Ramesh C Bawa
Managing Director & CEO

Arun K Saha
Director

Date: August 29, 2018

Place: Mumbai

A statement containing the names of top 10 employees in terms of remuneration drawn employed with the Company as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Sr No	Name of the Employee	Designation of the employee	Remuneration received	Nature of employment, whether contractual or otherwise	Qualifications and experience of the employee	Date of commencement of employment	Age of employee (In years/ months)	Last employment held by such employee before joining the company	Percentage of equity shares held by the employee	Whether any such employee is a relative of the company and if so, name of such director or manager
(1)	Milind Patel*	Joint Managing Director	65,856,794	Permanent Employee	ICWA, MMS, B.Com & 26 Years	26-10-2006	49.5	Infrastructure Leasing & Financial Services Limited	Nil	No
(2)	Rajesh Kotian#	Deputy Managing Director	38,455,583	Permanent Employee	CA, B.Com & 26 years	01-08-2006	50.9	IL&FS Investsmart Limited	Nil	No
(3)	Sabyasachi Mukherjee	Chief Operating Officer	18,366,597	Permanent Employee	PGPM & 23 years	01-08-2006	47.4	IL&FS Investsmart Limited	Nil	No
(4)	Ashesh Jyoti Dutta	Chief Operating Officer	16,776,588	Permanent Employee	MBA & 27 years	01-08-2006	51.3	Infrastructure Leasing & Financial Services Limited	Nil	No
(5)	Subash Chandra	Chief Operating Officer	16,407,753	Permanent Employee	CAIIB, PGDM, M.Tech, BE & 33 years	10-04-2007	55.4	ING Vysva Bank Limited	Nil	No
(6)	Deepak Pareek	Chief Operating Officer	14,526,817	Permanent Employee	ICWA, CA & 21 years	01-08-2006	44.6	Infrastructure Leasing & Financial Services Limited	Nil	No
(7)	Santosh Swamy	Executive Vice President	12,609,706	Permanent Employee	CA & 24 years	01-03-2013	48	IDFC Ltd	Nil	No
(8)	Vineet Agarwal	Executive Vice President	11,803,231	Permanent Employee	PGDM & 27 Years	01-10-2014	48.8	L&T Financial Services Ltd	Nil	No
(9)	Lubna Usman	Executive Vice President	10,907,600	Permanent Employee	MBA & 20 years	16-02-2012	44.7	IDBI Bank Ltd	Nil	No
(10)	Sudakshina Bhattacharya	Senior Vice President	10,647,566	Permanent Employee	PGDHRM & 19 years	14-09-2010	42.8	Religare	Nil	No

*Resigned with effect from the close of business hours of March 31, 2018

As an employee till November 6, 2017 and appointed as a Director with effect from November 7, 2017

For and on behalf of the Board of Directors

Ramesh C Bawa
Managing Director & CEO

Arun K Saha
Director

Date: May 28, 2018
Place: Mumbai

Information as per Rule 5 (2) of Chapter XIII of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

(1) Employees drawing salary of ₹ 1.02 crs or above per annum:

Sr No	Name of the Employee	Designation of the employee	Remuneration received	Nature of employment, whether contractual or otherwise	Qualifications and experience	Date of commencement of employment	Age (in years/ months)	Last employment held by such employee before joining the company	Percentage of equity shares held by the employee	Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager
(1)	Milind Patel	Joint Managing Director	65,856,794	Permanent Employee	ICWA, MMS, B.Com & 26 Years	26-10-2006	49.5	Infrastructure Leasing & Financial Services Limited	NA	No
(2)	Rajesh Kotian	Deputy Managing Director	38,455,583	Permanent Employee	CA & 26 years	01-08-2006	50.9	IL&FS Investsmart Limited	NA	No
(3)	Sabyasachi Mukherjee	Chief Operating Officer	18,366,597	Permanent Employee	PGPM & 23 years	01-08-2006	47.4	IL&FS Investsmart Limited	NA	No
(4)	Ashesh Jyoti Dutta	Chief Operating Officer	16,776,588	Permanent Employee	MBA & 27 years	01-08-2006	51.3	Infrastructure Leasing & Financial Services Limited	NA	No
(5)	Subash Chandra	Chief Operating Officer	16,407,753	Permanent Employee	CAIIB, PGDM, M.Tech, BE & 33 years	10-04-2007	55.4	ING Vysya Bank Limited	NA	No
(6)	Deepak Pareek	Chief Operating Officer	14,526,817	Permanent Employee	ICWA, CA & 21 years	01-08-2006	44.6	Infrastructure Leasing & Financial Services Limited	NA	No
(7)	Santosh Swamy	Executive Vice President	12,609,706	Permanent Employee	CA & 24 years	01-03-2013	48	IDFC Ltd	NA	No
(8)	Vineet Agarwal	Executive Vice President	11,803,231	Permanent Employee	PGDM & 27 Years	01-10-2014	48.8	L&T Financial Services Ltd	NA	No
(9)	Lubna Usman	Executive Vice President	10,907,600	Permanent Employee	MBA & 20 years	16-02-2012	44.7	IDBI Bank Ltd	NA	No
(10)	Sudakshina Bhattacharya	Senior Vice President	10,647,566	Permanent Employee	PGDHRM & 19 years	14-09-2010	42.8	Religare Enterprises Ltd	NA	No
(11)	Vinay Bhatia	Senior Vice President	10,392,100	Permanent Employee	LLB & 15 years	02-11-2016	41.3	Sun Edison India	NA	No
(12)	Lokesh Chebium	Executive Vice President	10,388,031	Permanent Employee	CA & 23 years	01-08-2006	48.4	Infrastructure Leasing & Financial Services Limited	NA	No
(13)	Anita Ferreira	Senior Vice President	10,343,190	Permanent Employee	MBA & 18 Years	01-10-2013	45.8	IL&FS Financial Services Ltd	NA	No

(2) Employed for part of the year with a salary of ₹ 8.5 lakhs or above per month:

Sr No	Name of the Employee	Designation of the employee	Remuneration received	Nature of employment, whether contractual or otherwise	Qualifications and experience of the employee	Date of commencement of employment	Age of employee (in years/ months)	Last employment held by such employee before joining the company	Percentage of equity shares held by the employee	Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager
(1)	B S Hemaprasad	Senior Vice President	3,538,027	Permanent Employee	PGPM & 35 years	01-08-2006	58.9	Infrastructure Leasing & Financial Services Limited	Nil	No
(2)	Krishnan Mahesh	Executive Vice President	1,592,908	Permanent Employee	PGDM & 23 years	02-05-2013	45.9	Morgan Stanley	Nil	No
(3)	Amit Sengupta	Assistant Vice President	851,227	Permanent Employee	MBA & 13 years	27-05-2009	37.8	Almondz Global Securities Ltd	Nil	No

For and on behalf of the Board of Directors

Date: May 28, 2018
Place: Mumbai

Ramesh C Bawa
Managing Director & CEO

Arun K Saha
Director

Our Presence



The IL&FS Financial Centre, Plot C 22, G Block,
Bandra Kurla Complex, Bandra East, Mumbai 400 051
Tel No 91-22-2653 3333 ■ Fax No 91-22-2653 3149

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