

Price Waterhouse

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To The Members of DHFL Pramerica Asset Managers Private Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of DHFL Pramerica Asset Managers Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness

Price Waterhouse, 252 Veer Savarkar Marg, Shivaji Park, Dadar (West), Mumbai - 400 028
T: +91 (22) 6669 1000, F: +91 (22) 6654 7800, +91 (22) 6654 7801



Price Waterhouse

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To the Members of DHFL Pramerica Asset Managers Private Limited

Report on the Financial Statements

Page 2 of 3

of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2017, and its profit and its cash flows for the year ended on that date.

Emphasis of Matter

9. We draw attention to Note 3 (a) (i) of the Financial Statements regarding the reduction in share capital by adjusting carrying balance of Investment Management Rights recorded as Intangible Assets and debit balance in Statement of Profit and Loss pursuant to a scheme of arrangement as approved by Hon'ble High Court of Bombay vide its order dated December 14, 2016. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

10. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
11. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is



Price Waterhouse

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To the Members of DHFL Pramerica Asset Managers Private Limited


Report on the Financial Statements

Page 3 of 3

disqualified as on March 31, 2017 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.
- (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company does not have any pending litigations as at March 31, 2017 which would impact its financial position.
 - ii. The Company has long-term contracts as at March 31, 2017 for which there were no material foreseeable losses. The Company did not have any derivative contracts as at March 31, 2017.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2017.
 - iv. The Company did not have any holdings or dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016. Refer Note 37 of Notes to Financial Statements.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants


Sharad Vasant
Partner
Membership Number: 101119

Place: Mumbai
Date: April 24, 2017

Price Waterhouse

Chartered Accountants

Annexure A to Independent Auditors' Report

Referred to in paragraph 11 (f) of the Independent Auditors' Report of even date to the members of DHFL Pramerica Asset Managers Private Limited on the financial statements for the year ended March 31, 2017

Page 1 of 2

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

1. We have audited the internal financial controls over financial reporting of DHFL Pramerica Asset Managers Private Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. 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.
5. 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.



Price Waterhouse

Chartered Accountants

Annexure A to Independent Auditors' Report

Referred to in paragraph 11 (f) of the Independent Auditors' Report of even date to the members of DHFL Pramerica Asset Managers Private Limited on the financial statements for the year ended March 31, 2017

Page 2 of 2

Meaning of Internal Financial Controls Over Financial Reporting

6. 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

7. 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

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



Sharad Vasant

Partner

Membership Number: 101119

Place: Mumbai
Date: April 24, 2017

Price Waterhouse

Chartered Accountants

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of DHFL Pramerica Asset Managers Private Limited on the financial statements as of and for the year ended March 31, 2017

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

(b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.

(c) The Company does not own any immovable properties as disclosed in Note 11 on fixed assets to the financial statements. Therefore, the provisions of Clause 3(i)(c) of the said Order are not applicable to the Company.
- ii. The Company is in the business of rendering services, and consequently, does not hold any inventory. Therefore, the provisions of Clause 3(ii) of the said Order are not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of Income tax and Profession Tax, though there has been a slight delay in a few cases, and is regular in depositing undisputed statutory dues, including provident fund, service tax, cess and other material statutory dues, as applicable, with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax and service-tax, which have not been deposited on account of any dispute.
- viii. As the Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.



Price Waterhouse

Chartered Accountants


Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of DHFL Pramerica Asset Managers Private Limited on the financial statements as of and for the year ended March 31, 2017

Page 2 of 2

- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act, and accordingly, to this extent, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants


Sharad Vasant
Partner
Membership Number: 101119

Place: Mumbai
Date: April 24, 2017

DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Balance Sheet

(All amounts in Rupees, unless otherwise stated)

	Note	As at March 31, 2017	As at March 31, 2016
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	1,084,938,360	3,122,727,200
Reserves and Surplus	4	219,065,569	(2,491,505,684)
Share application money pending Allotment	5	-	6,000,000,000
Non-current Liabilities			
Other Long-term Liabilities	6	5,881,770	5,501,425
Long-term Provisions	7	3,116,986	3,306,569
Current Liabilities			
Trade Payables	8	-	-
Total outstanding dues of micro enterprises and small enterprises and Total outstanding dues of creditors other than micro enterprises and small enterprises		66,805,140	17,129,995
Other Current Liabilities	9	158,706,151	96,091,340
Short-term Provisions	10	4,478,022	2,619,412
TOTAL		1,542,991,998	6,755,870,257

ASSETS

Non-Current Assets

Fixed Assets			
Tangible Assets	11	31,984,607	35,191,302
Intangible Assets	12	3,573,603	5,860,326,639
Non-current Investments	13	295,244,000	113,184,000
Long-term Loans and Advances	14	137,279,566	45,967,479

Current Assets

Current Investments	15	875,580,221	577,518,663
Trade Receivables	16	179,796,500	101,258,947
Cash and Cash Equivalents	17	1,407,257	4,761,157
Short-term Loans and Advances	18	18,126,244	17,662,070

TOTAL		1,542,991,998	6,755,870,257
--------------	--	----------------------	----------------------

The notes are an integral part of these financial statements

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

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants

Sharad Vasant
Sharad Vasant
Partner
Membership No: 101119

**For and on behalf of Board of Directors of
DHFL Pramerica Asset Managers Private Limited**

Suresh Soni
Suresh Soni
Chief Executive Officer

C.P. Philip
Director C.P. Philip
DIN- 00054325

Gilen Baptist
Director Gilen Baptist
DIN- 7081686

Harisha Shah
Harisha Shah
Company Secretary
M.No. - A35260

Place : Mumbai
Date : April 24, 2017

Place: Mumbai
Date : April 24, 2017

DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Statement of Profit and Loss

(All amounts in Rupees, unless otherwise stated)

	Note	Year ended	
		March 31, 2017	March 31, 2016
Income:			
Revenue from Operations	19	1,057,754,067	182,251,335
Other Income	20	38,955,649	90,814,095
Total Revenue		1,096,709,716	273,065,430
Expenses:			
Employee Benefits Expense	21	407,519,142	308,342,928
Finance Cost	22	-	28,767,123
Depreciation and Amortisation Expense	23	260,799,691	47,622,062
Other Expenses	24	351,933,970	214,499,517
Total Expenses		1,020,252,803	599,231,630
Profit/(Loss) before tax		76,456,913	(326,166,200)
Tax Expense:	25		
- Current Tax		-	-
Profit/(Loss) for the year		76,456,913	(326,166,200)
Earnings per equity share [Nominal Value per share : Rs.10 (March 31, 2016: Rs. 10)] (Basic and Diluted)	33	0.10	(1.09)

The notes are an integral part of these financial statements.

This is the Statement of Profit and Loss referred to in our report of even date

For Price Waterhouse

Firm Registration Number: 301112E
Chartered Accountants

Sharad Vasant
Sharad Vasant
Partner
Membership No: 101119

**For and on behalf of Board of Directors of
DHFL Pramerica Asset Managers Private Limited**

Suresh Soni
Suresh Soni
Chief Executive Officer

Gilen Baptist
Director Gilen Baptist
DIN- 7081686

Place: Mumbai
Date : April 24, 2017

C.P. Philip
Director C.P. Philip
DIN- 00054325

Harisha Shah
Harisha Shah
Company Secretary
M.No. - A35260

Place : Mumbai
Date : April 24, 2017

DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Cash Flow Statement

(All amounts in Rupees unless otherwise stated)

	Year ended March 31, 2017 (Amount)	Year ended March 31, 2016 (Amount)
Cash flow from Operating Activities		
Profit/(Loss) before tax	76,456,913	(326,166,200)
Adjustments for:		
Depreciation and amortisation	260,799,691	47,622,062
Profit on sale / disposal of fixed assets	(176,605)	(1,000)
Profit on sale of current investments	(35,476,607)	(88,400,740)
Reversal of Provision for diminution in value of current investments	-	(30,000)
Reversal of excess provision for Compensated absences	-	1,126,430
Provision for expenses no longer required written back	2,100,000	226,190
Interest paid on Long Term Borrowings	-	28,767,123
Dividend Income	(1,384)	-
Non-current investments written off	-	50
Unrealised foreign exchange gain(net)	-	(9,789)
Operating profit before working capital changes	303,702,008	(336,865,874)
Changes in Working Capital:		
(Decrease) in Long-term provisions	(189,583)	(7,881,048)
Increase in Trade payables	47,575,145	8,871,688
Increase in Other current liabilities	62,614,810	45,973,812
Increase / (Decrease) in Short-term provisions	1,858,610	(450,824)
Increase / (Decrease) in Other long term liabilities	380,345	(7,846,434)
Decrease / (Increase) in Long-term loans and advances	1,918,358	(9,259,132)
(Increase) in Trade receivables	(78,537,552)	(91,117,194)
(Increase) in Short-term loans and advances	(464,175)	(8,466,339)
Cash from Operating Activities	338,857,966	(407,041,345)
Taxes paid (net of refunds)	93,230,444	3,414,586
Net cash from Operating Activities (A)	245,627,522	(410,455,931)
Cash flow from Investing Activities		
Purchase of tangible and intangible assets	(12,906,509)	(5,936,640,169)
Sale of tangible and intangible assets	187,095	1,000
Received from Deutsche Asset Management towards Distributor Clawback & Post closing adjustments	214,770,146	-
Paid towards Deutsche Asset Management Liabilities	(6,388,580)	-
Proceeds from sale of current investments	1,342,416,426	2,707,716,471
Purchase of current investments	(1,605,000,000)	(2,469,216,471)
Purchase of long-term investments	(182,060,000)	(108,184,000)
Net cash used in Investing Activities (B)	(248,981,427)	(5,806,323,169)
Cash flow from Financing Activities		
Proceeds from Subscription and allotment of Share Capital	-	250,000,000
Share Application Money received pending allotment	-	6,000,000,000
Interest paid on borrowings	-	(28,767,123)
Proceeds from borrowings	-	3,000,000,000
Repayment of borrowings	-	(3,000,000,000)
Net cash from Financing Activities (C)	-	6,221,232,877
Net Increase/(Decrease) in Cash And Cash Equivalents (A+B+C)	(3,353,900)	4,453,777
Cash and Cash equivalents at the beginning of the year	4,761,157	307,380
Cash and Cash equivalents at the end of the year	1,407,257	4,761,157
	(3,353,900)	4,453,777
Cash and cash equivalents include the following		
Balances with banks in current account	1,407,257	4,761,157
	1,407,257	4,761,157

The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard-3 "Cash Flow Statements" specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

The notes are an integral part of these financial statements

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

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants
Imresant
Sharad Vasant
Partner
Membership No: 101119

For and on behalf of Board of Directors of
DHFL Pramerica Asset Managers Private Limited

Suresh Soni
Chief Executive Officer

Director *C.P. Philip*
M.No. 00054325

Harishashah
Harisha Shah

Director *Gilen Baptist* **Company Secretary**
DIN: 7081096 M.No. - A35260

Place : Mumbai
Date : April 24, 2017

Place: Mumbai
Date : April 24, 2017

DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

1. General information

DHFL Pramerica Asset Managers Private Limited (Formerly Pramerica Asset Managers Private Limited) (the "Company") was incorporated on September 24, 2008 as a private limited company under the Companies Act, 1956 and a limited company within the meaning of Companies Act, 2013 of India (the "Act").

The Company is registered as an investment manager with Securities and Exchange Board of India (SEBI) under SEBI (Mutual Funds) Regulations, 1996. The principal business of the Company is to provide management advisory and administrative services to the DHFL Pramerica Mutual Fund (the "Fund") in accordance with the Investment Management Agreement dated July 30, 2009, as amended time to time, between DHFL Pramerica Trustees Private Limited (formerly known as Pramerica Trustees Private Limited) and the Company.

The Company is also a SEBI registered Portfolio Manager. The Company has received a certificate from SEBI which is valid up to September 15, 2019 and to be renewed thereafter. It provides discretionary and advisory portfolio management services (PMS) to its clients.

Pursuant to the SEBI's grant of no-objection for change in the controlling interest, Company has become a joint venture between Prudential Financial, Inc (PFI) and Dewan Housing Finance Corporation Limited (DHFL), with PGLH of Delaware, Inc (PGLH) along with Pramerica Financial Asia Limited (PFAL) holding 50% of the paid-up share capital of the Company and DHFL holding remaining 50% of the paid-up share capital (as on March 31, 2016). The share transfer between PGLH and DHFL was completed on August 11, 2015.

The Company and DHFL Pramerica Trustees Private Limited, i.e. the asset management company and trustee company of the Fund and PGLH and PFI, the co-sponsor of the Fund had entered into definitive agreements with Deutsche Asset Management (India) Private Limited ("DB AMC"), Deutsche Trustee Services (India) Private Limited, i.e. the asset management company and trustee company of Deutsche Mutual Fund ("DB MF") and Deutsche India Holdings Private Limited, sponsor of DB MF together with other Deutsche entities, on August 7, 2015, with support from DHFL, co-sponsor of the Fund, for acquisition of the schemes of DB MF and the portfolio management accounts of DB AMC, and the corresponding change in the sponsorship, trusteeship, management and administration of schemes of DB MF, upon the completion of the transaction, subject to receipt of regulatory approvals. On receipt of relevant regulatory approvals this transaction was consummated on March 04, 2016 and accordingly the trusteeship, management and administration of the schemes of DB MF was transferred to the Fund and portfolio management accounts of DB AMC was transferred to the Company.

2. Summary of Significant Accounting Policies

a. Basis of Preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014, till the Standards of Accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) of the Companies Act, 1956 [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the rendering of services for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED

(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

b. Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from the estimates.

c. Tangible Assets:

- i) Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any.
- ii) Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.
- iii) Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statements under the head 'Other current assets'. Any expected loss is recognised immediately in the Statement of Profit and Loss.
- iv) Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost or revalued amount are recognised in the Statement of Profit and Loss.
- v) The depreciation on tangible assets is provided on a pro-rata basis using straight line method over the estimated useful lives of the assets as prescribed in Schedule II of the Companies Act, 2013 except in case of office equipments which is higher than the rate prescribed under Schedule II of Companies Act, 2013, in order to reflect the actual usage of the assets. The estimate of useful life of the office equipments based on the technical evaluation, have not undergone a change on account of transition to the Companies Act, 2013. The following useful life has been considered:

Assets	Useful life
Leasehold Improvements	Over the primary lease period
Furniture and Fixtures	10 Years
Office Equipments	3 Years
Computers	3 Years
Servers	6 Years
Vehicles	8 Years

Fixed assets costing Rs. 5,000 or less are fully depreciated in the year of purchase.

d. Intangible Assets

Intangible Assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over their estimated useful lives. A rebuttable presumption that the useful life of an Intangible asset will not exceed ten years from the date when the asset is available for use is considered by the Management. The amortisation period and the amortisation method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the Statement of Profit and Loss. The following useful life has been considered.

Assets	Useful life
Computer Software	3 Years
Investment Management Rights	10 Years

e. Borrowing Cost

Borrowing costs include interest, other costs incurred in connection with borrowing and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to the interest cost. General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in Statement of Profit and Loss in the period in which they are incurred.

f. Impairment of Assets

Assessment is done at each balance sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For the purpose of assessing impairment, the recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. The smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit (CGU). An asset or CGU whose carrying value exceeds its recoverable amount is considered impaired and is written down to its recoverable amount. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

g. Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually. Gains and losses on sale of investments are determined using the first in first out cost method.

h. Foreign Currency Translation

Initial Recognition

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

Subsequent Recognition

As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange differences on restatement of all other monetary items are recognised in the Statement of Profit and Loss.

All monetary assets and liabilities in foreign currency are restated at the end of accounting period.

i. Revenue recognition

Revenue is recognized when there is reasonable certainty of its ultimate realization/collection.

Investment management and advisory fee is recognized at specific rates agreed with the relevant schemes, applied on the average daily net assets of each scheme (excluding inter-scheme investments, fixed deposits, where applicable, and investments made by the Company in the respective scheme), and in accordance with SEBI (Mutual Funds) Regulations, 1996, as amended.

Portfolio Management fees are recognised on an accrual basis in accordance with portfolio management agreement entered with respective clients using proportionate completion method.

Investment Advisory fees – Offshore are recognised on an accrual basis as per the terms of the contract.

j. Other Income

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Dividend Income is recognised when the right to receive dividend is established.

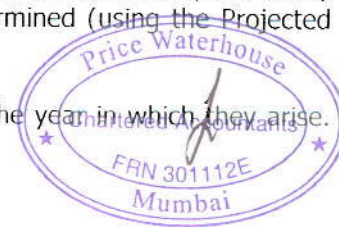
k. Employee Benefits

Provident Fund: Contribution towards provident fund for certain employees is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis.

The Company's contribution to the above Plan is charged to the Statement of Profit and Loss as incurred.

Gratuity: The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Company has taken a Group Gratuity Policy with Kotak Mahindra Old Mutual Life Insurance Limited ("Insurer"). Gratuity Fund is administrated through Trustees of DHFL Pramerica Asset Managers Private Limited Employees Group Gratuity Trust ("Gratuity Trust") and/or Insurer and is a recognised fund under the Income Tax Act, 1961. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year.

Actuarial gains/losses are charged to the Statement of Profit and Loss in the year in which they arise.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED

(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

Compensated absences: Company has policy of carry forward of 10 days un-availed leave to next calendar year. Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end.

Accumulated compensated absences, which are expected to be availed or encashed beyond 12 months from the end of the year are treated as other long-term employee benefits. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arise.

Long Term Employee Benefits: Company's certain eligible employees are entitled to Long term incentive benefits as per the company's policy. The liability in respect of the same is determined based on actuarial valuation provided by independent actuary as at the year end and the cost is recognized over the tenure of the plan. The actuarial method used by the independent actuary for measuring the liability is Projected Unit Credit Method.

I. Current and Deferred Tax

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws prevailing in the respective jurisdictions.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.

At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

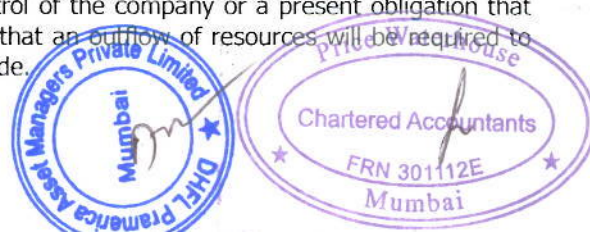
Deferred tax assets arising from unabsorbed depreciation and losses carried forward, is not recognized unless there is virtual certainty with convincing evidence that sufficient future taxable income will be available against which such deferred tax can be recognized.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

m. Provisions and Contingent Liabilities

Provisions: Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

n. Leases

As a lessee:

Operating Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight- line basis over the period of the lease.

o. Segment Reporting

The Company is in the business of providing of asset management services to the fund and portfolio management service to clients. The primary segment is identified as asset management services. As such the Company's financial statements are largely reflective of the asset management business and there is no separate reportable segment.

p. Cash and Cash Equivalents

Cash and cash equivalents includes cash in hand, current account balances with banks, demand deposits with banks, other short -term highly liquid investments with original maturities of three months or less.

q. Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit or loss for the period after deducting preference dividend and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of the potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

r. Fund Expenses

Annual recurring expenses related to the schemes of DHFL Pramerica Mutual Fund which are in excess of internal expense limits are borne by the Company.

The Company also absorbs the expenses relating to the launch of the schemes of DHFL Pramerica Mutual Fund.

Upfront brokerage on close ended fixed tenure schemes is amortised over the tenure of the respective scheme and in case of Equity Linked Saving Scheme (ELSS), upfront brokerage is amortised over 3 Years. The unamortized portion of the brokerage is carried forward as prepaid expense. Any other brokerage is charged to Statement of Profit and Loss in the year in which it is incurred.



Notes to the Financial Statements

(All amounts in Rupees, unless otherwise stated)

	March 31, 2017 (Amount)	As at March 31, 2016 (Amount)
3 Share Capital		
Authorised:		
1,025,000,000 (March 31, 2016: 1,025,000,000) equity shares of Rs. 10 each	10,250,000,000	10,250,000,000
Total	10,250,000,000	10,250,000,000
Issued:		
108,493,836 (March 31, 2016: 312,272,720) equity shares of Rs. 10 each	1,084,938,360	3,122,727,200
Total	1,084,938,360	3,122,727,200
Subscribed and Paid Up:		
108,493,836 (March 31, 2016: 312,272,720) equity shares of Rs. 10 each (fully paid up)	1,084,938,360	3,122,727,200
Total	1,084,938,360	3,122,727,200

(a) Reconciliation of number of shares

Equity shares :

Particulars	As at March 31, 2017		As at March 31, 2016	
	Number of shares	Amount	Number of shares	Amount
Balance as at the beginning of the year	312,272,720	3,122,727,200	287,272,720	2,872,727,200
Add : Shares issued during the year	600,000,000	6,000,000,000	25,000,000	250,000,000
	912,272,720	9,122,727,200	312,272,720	3,122,727,200
Less : Share capital reduced/consolidated during the year (Refer (i) below)	(803,778,884)	(8,037,788,840)	-	-
Balance as at the end of the year	108,493,836	1,084,938,360	312,272,720	3,122,727,200

- (i) The Company at its Extra Ordinary General Meeting held on September 12, 2016 passed a special resolution under Section 100 to Section 104 of Companies Act, 1956 and other applicable provisions (if any) of the Companies Act, 1956 or Companies Act, 2013, read with the applicable rules therein, wherein the issued, subscribed and paid up equity share capital of the Company was reduced from Rs. 9,122,727,200 divided into 912,272,720 equity shares of Rs. 10/- each, fully paid up to Rs. 1,084,938,360 divided into 108,493,836 equity shares of Rs. 10/- each fully paid up, by adjusting entire balance of Investment Management Rights recorded as Intangible Assets and balance amount towards write off of accumulated losses lying in debit of statement of profit and loss as on August 31, 2016 and thereafter consolidation of the said 912,272,720 equity shares of Rs. 10/- each fully paid up into 108,493,836 equity shares of Rs. 10/- each fully paid up.

Pursuant to the petition filed by the Company on September 19, 2016, the Hon'ble High Court of Bombay vide its order dated November 25, 2016 approved dispensation of procedure to be followed under section 101(2) of the Companies Act, 1956 with regards to the creditors of the Company.

Pursuant to Sections 101 to 102 of the Companies Act, 1956, the Hon'ble High Court of Bombay has approved the above proposal of the Company vide its order dated December 14, 2016 and the certified copy of the said order was received by the Company on January 18, 2017. The Court vide the same order also approved dispensation of adding the word "And Reduced" with Company's name. The aforesaid order of the Hon'ble High Court of Bombay was registered by the Registrar of Companies, Mumbai on February 08, 2017 under Section 103 (1) of the Companies Act, 1956. Pursuant to Section 103(2) of the Companies Act, 1956 the aforesaid reduction and consolidation of the capital was effective from February 08, 2017.

(b) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(c) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at March 31, 2017		As at March 31, 2016	
	Number of shares	Percentage	Number of shares	Percentage
PGLH of Delaware, Inc.	54,246,918	(50.00%)	156,136,359	(49.9999999%)
DHFL Advisory & Investments Private Limited (DAIPL)	35,678,093	(32.88%)	Nil	
Dewan Housing Finance Corporation Limited (DHFL)	18,568,825	(17.12%)	156,136,360	(50%)



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the Financial Statements

(All amounts in Rupees, unless otherwise stated)

4 Reserves and Surplus

	As at	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
Deficit in Statement of Profit and Loss		
Balance as at the beginning of the year	(2,491,505,684)	(2,165,339,484)
Profit/(Loss) for the year	76,456,913	(326,166,200)
Adjusted pursuant to Capital Reduction Scheme approved by the Court (Refer Note 3 (a) (i))	2,634,114,340	-
Balance as at the end of the year	219,065,569	(2,491,505,684)

5 Share Application Money pending Allotment represents applications received from investors towards subscription

	As at March 31, 2017		As at March 31, 2016	
	Number of shares	Amount	Number of shares	Amount
Equity shares of face value Rs.10 each proposed to be issued	-	-	600,000,000	6,000,000,000
	-	-	600,000,000	6,000,000,000

6 Other Long-term Liabilities

	As at	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
Rent equalisation	861,993	729,650
Employee benefits payable	5,019,777	4,771,775
Total	5,881,770	5,501,425

7 Long-term Provisions

	As at	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
Provision for employee benefits:		
Provision for compensated absences (Refer Note 21)	46,498	82,564
Provision for Long term service award (Refer Note 21)	3,070,488	3,224,005
Total	3,116,986	3,306,569

8 Trade Payables

	As at	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
(a) Total outstanding dues of micro enterprises and small enterprises and	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		
(i) Acceptances		
(ii) Others	66,805,140	17,129,995
Total	66,805,140	17,129,995

9 Other Current Liabilities

	As at	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
Employee benefits payable	140,632,939	33,908,300
Statutory dues including provident fund and tax deducted at source	16,889,174	46,581,902
Payable to DHFL Pramerica Mutual Fund	1,051,376	14,200,000
Current portion of rent equalisation liability	132,662	1,401,138
Total	158,706,151	96,091,340

There are no amounts due for payment to the Investor Education and Protection Fund under Section 125 of the Companies Act, 2013 as at the year end.

10 Short-term Provisions

	As at	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
Provision for Employee benefits:		
Provision for gratuity (Refer Note 21)	483,815	555,288
Provision for compensated absences (Refer Note 21)	3,787,616	1,996,766
Provision for Long term service award (Refer Note 21)	206,591	67,358
Total	4,478,022	2,619,412



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(formerly Pramerica Asset Managers Private Limited)

Notes to the Financial Statements

Note 11 - Tangible Assets

Particulars	Gross Block			Accumulated Depreciation			Net Block	
	April 1, 2016	Additions	Disposals / Adjustments	March 31, 2017	April 1, 2016	For the Year	Disposals / Adjustments	March 31, 2017
Leasehold Improvements	37,765,472	7,417,574	-	45,183,046	25,768,219	8,602,668	-	34,370,887
Furniture and Fixtures	8,203,983	933,480	1,351,767	7,785,696	5,534,787	386,225	1,347,221	3,211,905
Office Equipments	8,577,005	222,549	245,456	8,554,098	6,385,338	896,895	239,519	7,042,714
Computers and Servers	35,305,772	3,250,135	4,470,296	34,085,611	20,444,390	4,472,865	4,470,296	13,638,652
Vehicles	5,640,464	-	-	5,640,464	2,168,660	661,297	-	2,829,957
TOTAL	95,492,696	11,823,738	6,067,519	101,248,915	60,301,394	15,019,950	6,057,036	31,984,607

Particulars	Gross Block			Accumulated Depreciation			Net Block	
	April 1, 2015	Additions	Disposals / Adjustments	March 31, 2016	April 1, 2015	For the Year	Disposals / Adjustments	March 31, 2016
Leasehold Improvements	25,413,827	12,351,645	-	37,765,472	25,134,817	633,402	-	25,768,219
Furniture and Fixtures	5,506,668	2,697,315	-	8,203,983	5,500,579	34,208	-	2,669,196
Office Equipments	6,311,310	2,359,679	93,984	8,577,005	6,169,899	309,423	93,984	2,191,667
Computers and Servers	20,238,324	15,406,482	339,034	35,305,772	18,464,989	2,318,435	339,034	14,861,382
Vehicles	5,640,464	-	-	5,640,464	1,507,365	661,295	-	2,168,660
TOTAL	63,110,593	32,815,121	433,018	95,492,696	56,777,649	3,956,763	433,018	35,191,302

Note 12 - Intangible Assets

Particulars	Gross Block			Accumulated Depreciation			Net Block	
	April 1, 2016	Additions	Disposals / Adjustments*	March 31, 2016	March 31, 2017	April 1, 2016	For the Year	Disposals / Adjustments
Software	16,623,536	1,082,771	-	17,706,307	17,706,307	12,316,978	1,815,726	-
Investment Management Rights*	5,898,834,200	-	408,381,566	5,690,452,634	-	42,814,119	243,964,015	286,778,134
TOTAL	5,915,457,736	1,082,771	208,381,566	5,612,056,066	304,484,441	55,131,097	245,779,741	300,910,838

* Pursuant to the Honorable High Court of Bombay order dated December 14, 2016, the Investment Management Rights and debit balance in Statement of Profit and Loss as on August 31, 2016 has been adjusted against Equity Share Capital. For details refer Note 3 (a) (i).

* Net amount received from Deutsche Asset Management (India) Private Limited towards post closing adjustments.

\$ Gross amount of Rs. 5,690,452,634 less accumulated depreciation of Rs. 286,778,134 being written down value of Rs. 5,403,674,500 adjusted against the share capital. For details, refer note 3(a)(i).

Particulars	Gross Block			Accumulated Depreciation			Net Block	
	April 1, 2015	Additions	Disposals / Adjustments	March 31, 2016	April 1, 2015	For the Year	Disposals / Adjustments	March 31, 2016
Software	11,632,688	4,990,848	-	16,623,536	11,465,798	851,180	-	12,316,978
Investment Management Rights*	5,898,834,200	5,898,834,200	-	5,898,834,200	-	42,814,119	-	5,856,020,081
TOTAL	11,632,688	5,903,825,048	-	5,915,457,736	11,465,798	43,665,299	-	5,860,326,639

* During the previous year, the Company along with its group affiliates, had acquired the business undertaking of the Deutsche Entities (For details refer note 1) which inter alia, included right to manage the schemes of Deutsche Mutual Fund. The Company had paid consideration amounting to Rs. 5,898,834,200 and the same was capitalised as per Accounting Standard 26 "Intangibles Assets" as Investment Management Rights. The useful life of the Investment Management Rights had been determined as 10 years (120 Months). For the year ended March 31, 2016, an amount of Rs. 42,814,119 had been amortized. Balance life of Investment Management Rights was 119 months.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the Financial Statements

(All amounts in Rupees, unless otherwise stated)

	As at March 31, 2017 (Amount)	March 31, 2016 (Amount)
13 Non-current Investments (Long-term Investments)		
Investments in Mutual Funds (Quoted)		
DHFL Pramerica Mutual Fund -DHFL Pramerica Fixed Duration Fund - Series 29 (48,000.000 (March 31, 2016 : Nil) units)	48,000,000	-
DHFL Pramerica Fixed Duration Fund - Series AC - Direct Plan - Growth (35,000.000 (March 31, 2016 : Nil) units)	35,000,000	-
DHFL Pramerica Fixed Duration Fund - Series AE - Direct Plan - Growth (30,000.000 (March 31, 2016 : Nil) units)	30,000,000	-
DHFL Pramerica Fixed Duration Fund - Series AG - Direct Plan - Growth (65,000.000 (March 31, 2016 : Nil) units)	65,000,000	-
(A)	178,000,000	-
Investments in Mutual Funds (Unquoted)		
DHFL Pramerica Mutual Fund -DHFL Pramerica Diversified Equity Fund - Direct Plan - Growth Option (500,000.000 (March 31, 2016 : 500,000.000) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Large Cap Fund - Direct Plan - Growth Option (formerly DHFL Pramerica Large Cap Equity Fund) (35,376.129 (March 31, 2016 : 35,376.129) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Short Term Floating Rate Fund-Direct Plan- Growth Option (319,206.958 (March 31, 2016 : 319,206.958) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Income Advantage Fund - Direct Plan - Growth Option (formerly DHFL Pramerica Dynamic Monthly Income Fund) (269,032.626(March 31, 2016 : 269,032.626) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Dynamic Bond Fund - Direct Plan - Growth Option (2,927.460 (March 31, 2016 :2,927.460) units)	3,911,000	3,911,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Credit Opportunities Fund - Direct Plan - Growth Option (458,831.304 (March 31, 2016 : 458,831.304) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Balanced Advantage Fund - Direct Plan - Growth Option (formerly DHFL Pramerica Dynamic Asset Allocation Fund) (87,397.202 (March 31, 2016 : 87,397.202) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Premier Bond Fund - Direct Plan - Growth Option (formerly DHFL Pramerica Income Fund) (203,656.733 (March 31, 2016 : 203,656.733) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Short Maturity Fund - Direct Plan - Growth Option (formerly DHFL Pramerica Short Term Income Fund) (258,744.026 (March 31, 2016 : 258,744.026) units)	6,683,000	6,683,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Midcap Opportunities Fund - Direct Plan - Growth Option (305,810.398(March 31, 2016 : 305,810.398) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Tax Savings Fund - Direct Plan - Growth Option (400,000.000 (March 31, 2016 : 400,000.000) units)	4,000,000	4,000,000
DHFL Pramerica Mutual Fund -DHFL Pramerica Insta Cash Plus Fund - Direct Plan - Growth Option (formerly DHFL Pramerica Liquid Fund) (27,468.565 (March 31, 2016 : 27,468.565) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Low Duration Fund - Direct Plan - Growth Option (formerly DHFL Pramerica Ultra Short Term Bond Fund) (261,284.387 (March 31, 2016 : 261,284.387) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Equity Income Fund- Direct Plan- Growth Option (137,799.205 (March 31, 2016 : 137,799.205) units)	3,590,000	3,590,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Arbitrage Fund- Direct Plan- Growth Option (441,442.635 (March 31, 2016: 441,442.635) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Ultra Short Term Fund- Direct Plan- Growth Option (274,125.813(March 31, 2016: 274,125.813) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Medium Term Income Fund- Direct Plan- Growth Option (400,631.395 (March 31, 2016: 400,631.395) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Gilt Fund- Direct Plan- Growth Option (308,293.718 (March 31, 2016: 308,293.718) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Banking & PSU Debt Fund- Direct Plan- Growth Option (382,657.942 (March 31, 2016: 382,657.942) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Inflation Indexed Bond Fund- Direct Plan- Growth Option (449,850.65 (March 31, 2016: 449,850.65) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Top Euroland Offshore Fund - Direct Plan- Growth Option (423,011.844 (March 31, 2016: 423,011.844) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Global Agribusiness Offshore Fund- Direct Plan- Growth Option (361,532.899 (March 31, 2016: 361,532.899) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Interval Fund-Annual Plan-Series 1- Direct Plan- Growth Option (402,103.807 (March 31, 2016: 402,103.807) units)	5,000,000	5,000,000
DHFL Pramerica Mutual Fund - DHFL Pramerica Tax Plan - Direct Plan - Growth (173,801.370 (March 31, 2016 : Nil) units)	4,060,000	-
(B)	117,244,000	113,184,000
Total	(A)+ (B) 295,244,000	113,184,000
Aggregate amount of Quoted investments	178,000,000	
Market Value of quoted investments	181,229,232	
Aggregate amount of unquoted investments	117,244,000	113,184,000



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the Financial Statements

(All amounts in Rupees, unless otherwise stated)

	As at	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
14 Long-term Loans and Advances		
<i>Unsecured, considered good:</i>		
Deposits	19,618,354	16,873,084
Advance tax and tax deducted at source [net of provision for income tax Rs. 2,261,149 (March 31, 2016: Rs. 2,261,149)]	113,808,842	20,578,397
Capital advances	-	7,504,265
Prepaid expenses	3,852,370	1,011,733
Total	137,279,566	45,967,479
15 Current Investments		
(At Cost or Market Value / Fair Value whichever is lower)		
Mutual Funds (Unquoted)		
DHFL Pramerica Mutual Fund -DHFL Pramerica Insta Cash Plus Fund-Direct Plan -Growth Option (formerly DHFL Pramerica Liquid Fund) (Nil (March 31, 2016 : 2,954,160.694) units)	-	577,518,663
DHFL Pramerica Mutual Fund -DHFL Pramerica Ultra Short Term Fund - Direct Plan - Growth (1,486,425.306 (March 31, 2016 : Nil) units)	29,409,073	-
DHFL Pramerica Mutual Fund -DHFL Pramerica Short Term Floating Rate Fund - Direct Plan - Daily Dividend - Reinvestment (9,918.173 (March 31, 2016 : Nil) units)	101,384	-
DHFL Pramerica Mutual Fund -DHFL Pramerica Short Term Floating Rate Fund - Direct Plan - Growth (35,588,898.710 (March 31, 2016 : Nil) units)	625,687,188	-
DHFL Pramerica Mutual Fund -DHFL Pramerica Banking & PSU Debt Fund - Direct Plan - Growth (15,900,162.148 (March 31, 2016 : Nil) units)	220,382,576	-
Total	875,580,221	577,518,663
Aggregate amount of unquoted investments	875,580,221	577,518,663
16 Trade Receivables		
<i>Unsecured, considered good</i>		
Outstanding for a period exceeding 6 months from the date they are due for payment	-	-
Others	179,796,500	101,258,947
Total	179,796,500	101,258,947
17 Cash and Cash Equivalents		
Cash on hand	-	-
Bank balances in current account	1,407,257	4,761,157
Total	1,407,257	4,761,157
18 Short-term Loans and Advances		
<i>Unsecured and considered good:</i>		
Deposits	74,460	3,398,730
Prepaid expenses	12,864,586	5,866,280
Recoverable from DHFL Pramerica Trustees Private Limited	-	1,006,667
Service tax input credit	5,145,290	4,499,813
Balance with statutory/Government Tax authorities	41,908	1,628,726
Others	-	1,261,854
Total	18,126,244	17,662,070



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the Financial Statements

(All amounts in Rupees, unless otherwise stated)

	Year ended	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
19 Revenue from operations		
Investment management and advisory fees (Net of Service Tax)	974,743,002	166,073,237
Portfolio management fees (Net of Service Tax)	55,051,750	14,170,721
Investment advisory services - Offshore	27,959,315	2,007,377
Total	1,057,754,067	182,251,335

	Year ended	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
20 Other Income		
Profit on sale of current investments (net)	35,476,607	88,400,740
Reversal of Provision for diminution in value of current investments	-	30,000
Interest on fixed deposit with bank	-	294,690
Interest on loan to employees	-	25,541
Interest on Income tax Refund	976,053	-
Dividend Income	1,384	-
Provision for expenses no longer required written back	2,100,000	226,190
Reimbursement of Compensation of Seconded Employee	-	709,504
Profit on sale / disposal of fixed assets (net)	176,605	1,000
Miscellaneous Income	225,000	-
Reversal of excess provision for Compensated absences [Refer note 21(b) below]	-	1,126,430
Total	38,955,649	90,814,095

	Year ended	
	March 31, 2017 (Amount)	March 31, 2016 (Amount)
21 Employee Benefits Expense		
Salaries and bonus	348,537,382	284,985,791
Contribution to provident and other funds [Refer note (a) below]	15,166,704	10,394,533
Gratuity [Refer note (b) below]	2,912,554	3,469,028
Long term incentive benefits and retention bonus	37,064,235	6,243,025
Staff welfare expenses	3,838,267	3,250,551
Total	407,519,142	308,342,928

(a) Defined Contribution Plan

Particulars	Year ended	
	March 31, 2017	March 31, 2016
Amount recognised in the Statement of Profit and Loss		
(i) Provident fund paid to the authorities	10,904,847	7,490,901
(ii) Pension fund paid to the authorities*	2,037,242	2,303,652
(iii) National Pension Scheme paid to the authorities	1,341,058	-
(iv) EDLI & Others*	883,557	599,980
	15,166,704	10,394,533

* Included in Contribution to provident and other funds (Refer Note 21)

(b) Defined Benefit Plan

Gratuity

Every employee is entitled to a benefit equivalent to 15 days (30 days upto March 31, 2014) salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Company or retirement, whichever is earlier. The benefits vest after five years of continuous service.

Gratuity liability is a defined benefit obligation and is funded.

Compensated absences

Every employee is entitled to a carry forward of 10 days un-availed leave to next calendar year.

Compensated absences is a defined benefit obligation and is wholly unfunded.

(i) Present value of Defined Benefit Obligation	Year ended			Year ended		
	March 31, 2017			March 31, 2016		
	Gratuity	Compensated absences	Long term service awards	Gratuity	Compensated absences	Long term service awards
Balance at the beginning of the year	10,064,151	2,079,330	3,291,363	9,686,929	3,205,760	-
Current Service Cost	2,274,616	454,123	552,260	1,764,959	265,509	485,507
Interest Cost	542,330	149,712	234,458	642,584	248,446	-
Actuarial Loss/ (Gain)	868,493	1,150,949	(731,002)	1,278,943	(1,640,385)	-
Benefits Paid	(5,063,572)	-	(70,000)	(3,309,264)	-	-
Past Service Costs	-	-	-	-	-	2,805,856
Curtailments	-	-	-	-	-	-
Settlements	-	-	-	-	-	-
Balance at the end of the year	8,686,018	3,834,114	3,277,079	10,064,151	2,079,330	3,291,363



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED

(Formerly Pramerica Asset Managers Private Limited)

Notes to the Financial Statements

(All amounts in Rupees, unless otherwise stated)

(ii) Fair Value of Plan Assets	Year ended			Year ended		
	March 31, 2017			March 31, 2016		
	Gratuity	Compensated absences	Long term service awards	Gratuity	Compensated absences	Long term service awards
Balance at the beginning of the year	9,508,863	-	-	-	-	-
Expected Return on Plan Assets	664,165	-	-	380,355	-	-
Actuarial (Gains) / Losses	108,720	-	-	(162,897)	-	-
Contribution by the Company	2,984,027	-	70,000	12,527,865	-	-
Contribution by plan participants	-	-	-	-	-	-
Benefits paid	(5,063,572)	-	(70,000)	(3,236,460)	-	-
Settlements	-	-	-	-	-	-
Balance at the end of the year	8,202,203	-	-	9,508,863	-	-

Actual return of Plan Assets	772,885	-	-	217,458	-	-
------------------------------	---------	---	---	---------	---	---

(iii) Assets and Liabilities recognised in the Balance Sheet	Year ended			Year ended		
	March 31, 2017			March 31, 2016		
	Gratuity	Compensated absences	Long term service awards	Gratuity	Compensated absences	Long term service awards
Present Value of Defined Benefit Obligation	8,686,018	3,834,114	3,277,079	10,064,151	2,079,330	3,291,363
Less: Fair value of Plan Assets	(8,202,203)	-	-	(9,508,863)	-	-
Less: Unrecognised Past Service Cost	-	-	-	-	-	-
Amount recognised as liability	483,815	3,834,114	3,277,079	555,288	2,079,330	3,291,363

Recognised under :

Long-term provision (Refer Note 7)	-	46,498	3,070,488	-	82,564	3,224,005
Short-term provision (Refer Note 10)	483,815	3,787,616	206,591	555,288	1,996,766	67,358
	483,815	3,834,114	3,277,079	555,288	2,079,330	3,291,363

(iv) Expenses recognised in the Statement of Profit and Loss	Year ended			Year ended		
	March 31, 2017			March 31, 2016		
	Gratuity	Compensated absences	Long term service awards	Gratuity	Compensated absences	Long term service awards
Current Service Cost	2,274,616	454,123	552,260	1,764,959	265,509	485,507
Interest Cost	542,330	149,712	234,458	642,584	248,446	-
Expected return on plan assets	(664,165)	-	-	(380,355)	-	-
Actuarial (Gain) / Loss	759,773	1,150,949	(731,002)	1,441,840	(1,640,385)	-
Past Service Costs	-	-	-	-	-	-
Curtailments	-	-	-	-	-	-
Settlements	-	-	-	-	-	-
Net loss/(gain) to be provided as expense in Statement of Profit and Loss	2,912,554	1,754,784	55,716	3,469,028	(1,126,430)	485,507

(v) Major Category of Plan Assets as a % of total Plan Assets	Year ended			Year ended		
	March 31, 2017			March 31, 2016		
	Gratuity	Compensated absences	Long term service awards	Gratuity	Compensated absences	Long term service awards
Government Securities (Central and State)	45.11%	-	-	56.89%	-	-
Corporate Bonds / Deposits / Commercial Papers / Money Market Instruments	49.74%	-	-	34.69%	-	-
Others	5.15%	-	-	8.42%	-	-
Total %	100.00%	-	-	100.00%	-	-

The expected rate of return on assets is determined based on the assessment made at the beginning of the year on the return expected on its existing portfolio, along with the estimated increment to the plan assets and expected yield on the respective assets in the portfolio during the year.

(vi) Actuarial Assumptions	Year ended		Year ended	
	March 31, 2017		March 31, 2016	
	Gratuity	Compensated absences	Gratuity	Compensated absences
Discount Rate	7.20%	7.20%	8.00%	8.00%
Expected Return on Plan Assets	7.50%	0.00%	8.00%	0.00%
Salary Growth Rate	8.00%	8.00%	7.00%	7.00%
Attrition Rate	10.00%	10.00%	10.00%	10.00%
Mortality Table	India Assured Lives Mortality (2006-08) Ultimate	India Assured Lives Mortality (2006-08) Ultimate	India Assured Lives Mortality (2006-08) Ultimate	India Assured Lives Mortality (2006-08) Ultimate
Retirement Age	60 yrs	60 yrs	60 yrs	60 yrs

The estimates of future salary increases, considered in the actuarial valuation take account of inflation, seniority, promotions and other relevant factors, such as demand and supply in the employment market.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the Financial Statements

(All amounts in Rupees, unless otherwise stated)

(vii) Amounts recognised in current year and previous years as applicable	31-Mar-17	31-Mar-16	31-Mar-15	31-Mar-14	31-Mar-13
Gratuity					
Defined Benefit Obligation	8,686,018	10,064,151	9,686,929	11,552,033	7,518,746
Plan Assets	8,202,203	9,508,863	-	-	-
Surplus / Deficit	483,815	555,288	9,686,929	11,552,033	7,518,746
Experience Adjustments in Plan Liabilities	610,371	558,416	(568,312)	(768,363)	2,005,087
Experience Adjustments in Plan Assets	64,442	-	-	-	-
Compensated Absences					
Defined Benefit Obligation	3,834,114	2,079,330	3,205,760	4,542,803	3,895,463
Plan Assets	-	-	-	-	-
Surplus / Deficit	3,834,114	2,079,330	3,205,760	4,542,803	3,895,463
Experience Adjustments in Plan Liabilities	1,093,180	(1,682,909)	(2,442,860)	(278,759)	1,011,192
Experience Adjustments in Plan Assets	-	-	-	-	-
Long term service awards					
Defined Benefit Obligation	3,277,079	3,291,363	-	-	-
Plan Assets	-	-	-	-	-
Surplus / Deficit	3,277,079	3,291,363	-	-	-
Experience Adjustments in Plan Liabilities	(934,659)	-	-	-	-
Experience Adjustments in Plan Assets	-	-	-	-	-

	March 31, 2017 (Amount)	Year ended March 31, 2016 (Amount)
22 Finance Cost		
Interest on borrowings	-	28,767,123
Total	<u>-</u>	<u>28,767,123</u>

	March 31, 2017 (Amount)	Year ended March 31, 2016 (Amount)
23 Depreciation and Amortisation Expense		
Depreciation on tangible assets	15,019,950	3,956,763
Amortisation on intangible assets	245,779,741	43,665,299
Total	<u>260,799,691</u>	<u>47,622,062</u>

	March 31, 2017 (Amount)	Year ended March 31, 2016 (Amount)
24 Other Expenses		
Rent and other expenses	35,460,651	31,159,523
Electricity	4,437,101	3,805,012
Rates and taxes	13,782,961	20,059,058
Travelling and conveyance	32,330,029	31,021,871
Business promotion	12,184,867	20,682,714
Advertising and marketing	15,692,279	10,271,178
Brokerage and scheme related expenses (Refer Note 34 below)	76,755,125	24,030,312
PMS Brokerage	52,890,263	4,252,658
Legal and professional fees	63,694,875	32,469,760
Membership and subscription	9,199,694	8,003,055
Payment to auditors:		
- As auditor		
- Audit fees	1,100,000	1,100,000
- Tax audit fee	150,000	150,000
- Reimbursement of expenses	62,353	21,754
Communication	22,853,303	16,341,796
Computer consumables	781,970	1,093,254
Printing and stationery	2,490,154	2,257,115
Books and periodicals	92,203	200,835
Insurance	138,973	96,779
Directors' sitting fees	840,000	500,000
Foreign exchange fluctuation (net)	667,419	746,765
Provision for diminution in value of investments		-
Non-current investments written off		482,708,000
Less:- Provision for diminution made in earlier year		482,707,950
Other administration charges	5,907,286	5,741,926
Miscellaneous expenses	422,464	494,102
Total	<u>351,933,970</u>	<u>214,499,517</u>

25 Current Tax

No provision for current income tax has been made in view of brought forward business losses.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

26. Unhedged foreign currency exposure

Particulars of unhedged foreign currency exposure are as under:

Particulars	As at March 31, 2017		As at March 31, 2016	
	Transaction Value in Rupees	Transaction Value in Foreign Currency	Transaction Value in Rupees	Transaction Value in Foreign Currency
Employee benefits payable (USD)	-	-	3,664,517	55,336.43
Communication Charges (USD)	872,053	13,429.58	651,163	9,832.96
Offshore Advisory Fee (Euro)	6,748,352	97,452.52	2,007,377	26,730.98

27. Earnings in foreign Currency

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Investment Advisory fees – Offshore	27,959,315	2,007,377

28. Expenditure in foreign Currency

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Salaries and Bonus	1,432,919	5,652,937
Membership and subscription	926,521	71,457
Travelling and conveyance	523,264	227,229
Communication Charges	3,074,997	663,992

29. Related Party Transactions

Refer Annexure I for disclosure.

30. Operating Lease

- a) The Company has taken various offices and residential premises under operating lease or leave and license agreements. These lease arrangements range for a period between 11 months and 60 months, which include both cancellable and non-cancellable lease. Few of the leases are renewable for further period on mutually agreeable terms and also include escalation clauses.

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
With respect to all operating leases: Lease payments recognised in Statement of Profit and Loss during the year	35,460,651	31,106,258



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED
(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

- b) With respect to non-cancellable operating leases, the future minimum lease payments are as follows:

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Not later than one year	6,000,000	9,435,653
Later than one year and not later than five years	-	6,000,000
Later than five years	-	-

31. Contingent Liabilities

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Income tax Matters	-	4,378,359

32. Capital Commitments

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Estimated amounts of contracts remaining to be executed	-	2,923,650

33. Earnings per Share (EPS)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Profit / (Loss) after tax (Rupees) (A)	76,456,913	(326,166,200)
Weighted average number of equity shares outstanding (B)	788,457,040	299,362,884
Basic and Diluted EPS (Rupees) (A/B)	0.10	(1.09)
Face value per share (Rupees)	10	10

34. Brokerage and Scheme related expenses

Brokerage and Scheme related expenses includes Rs. 745,228 (March 31, 2016: Rs. 14,200,000) towards such excess expenses relating to the schemes of DHFL Pramerica Mutual Fund which are in excess over the internal expenses limit and the brokerage incurred on the mobilisation for the various schemes during New Fund Offer Rs. 7,157,334 (March 31, 2016: Rs. 197,229).

35. Transfer Pricing

The Company will be carrying out a transfer pricing study for the year ended March 31, 2017 in accordance with the transfer pricing rules, issued by the Central Board of Direct Taxes and will obtain an accountant's report. Adjustment towards provision for taxation, if any, on completion of the transfer pricing study is currently not ascertainable. On the basis of self-assessment of the operations of the Company during the year, the management does not expect any significant deviations from the requirement of the Legislation.

36. Segment Reporting

Pursuant to Accounting Standard (AS) 17 – Segment Reporting, no segment disclosure has been made in these financial statements, as the Company has only one geographical segment and no other separate reportable business segment. The non-current investments held by the Company are ancillary to the investment management business objective and hence are part of investment management business segment of the Company.



DHFL PRAMERICA ASSET MANAGERS PRIVATE LIMITED

(Formerly Pramerica Asset Managers Private Limited)

Notes to the financial statements for the year ended March 31, 2017

(All amounts in Rupees, unless otherwise stated)

37. Disclosures relating to Specified Bank Notes* (SBNs) held and transacted during the period From November 08, 2016 to December 30, 2016

Particulars	SBNs*	Other Denomination Notes	Total
Closing cash in hand as on November 08, 2016	-	-	-
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on December 30, 2016	-	-	-

* Specified Bank Notes (SBNs) mean the bank notes of denominations of the existing series of the value of five hundred rupees and one thousand rupees as defined under the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs no. S.O. 3407(E), dated the November 08, 2016.

38. Previous Years Figures

Previous year figures have been reclassified to conform to this year's classification.

Signature to notes 1 to 38 forms part of the financial statements and to the above notes

For Price WaterhouseFirm Registration Number: 301112E
Chartered Accountants
Sharad Vasant
Partner

Membership No: 101119

**For and on behalf of the Board of Directors of
DHFL Pramerica Asset Managers Private Limited**
Suresh Soni
Chief Executive Officer
Director Glen Baptist
DIN- 7081686
Director C.P. Philip
DIN- 00054325
Harisha Shah
Company Secretary
M.No. - A35260Place: Mumbai
Date: April 24, 2017Place: Mumbai
Date: April 24, 2017

Notes to the financial statements for the year ended March 31, 2017

Annexure I - Related Party Disclosures (Refer Note 29)

(b) Where control exists:

Nature of relationship	Related Party
Ultimate Holding Company	Prudential Financial Inc. upto August 10, 2015
Holding Company	PGIH of Delaware Inc. upto August 10, 2015
Venturer in respect of which the Company is a joint venture.	PGIH of Delaware, Inc. with effect from August 11, 2015
Venturer in respect of which the Company is a joint venture.	Dewan Housing Finance Corporation Limited along with its wholly owned subsidiary DHFL Advisory & Investment Private Limited

(a) Other Related Parties with whom transactions have taken place during the year:

Nature of relationship	Related Party
Subsidiary of Ultimate Holding Company	Prudential International Investment LLC upto August 10, 2015
Fellow Subsidiary	DHFL Pramercia Trustees Private Limited (Formerly Pramercia Trustees Private Limited) upto August 10, 2015
Mutual Fund managed by the Company	DHFL Pramercia Mutual Fund
Key Management Personnel	Glenwyn Peter Baptist (Director)* Ravi Kumar (Director) upto January 18, 2016; (Chief Executive Officer) upto March 07, 2016* Kunal Wadhawan (Director)* Suresh Mahalingam (Director)* Jan Van Den Bemt (Director)* Suresh Som (Chief Executive Officer)

* No transactions during the year

Nature of Transactions	Name of Related Party	Holding Company	Venturer in respect of which the Company is a joint venture	Subsidiary of Ultimate Holding Company	Fellow Subsidiary	Mutual Fund Managed by Company	Key Management Personnel
a TRANSACTIONS DURING THE YEAR							
Share Capital							
Issuance of shares	PGIH of Delaware Inc.		3,000,000,000				
Issuance of shares	DHFL Advisory & Investment Pvt. Ltd		(1,25,000,000)				
Issuance of shares	Dewan Housing Finance Corporation Limited		3,000,000,000				
			(1,25,000,000)				
Share application money							
Share application money pending allotment	PGIH of Delaware Inc.		(1,000,000,000)				
Investments							
Purchase/Subscription of Units	DHFL Pramercia Mutual Fund					1,787,060,000	
Sale/Redemption of Units	DHFL Pramercia Mutual Fund					(2,527,400,471)	
						1,342,416,426	
						(1,707,716,471)	
Short-term Borrowings							
Loan taken	Dewan Housing Finance Corporation Limited		(3,000,000,000)				
Repayment of Loan	Dewan Housing Finance Corporation Limited		(3,000,000,000)				
Income and Expenses							
Investment Management and Advisory Fees	DHFL Pramercia Mutual Fund					913,143,002	
Portfolio management fees	Ravi Kumar					(166,073,237)	
Remuneration**							(200,285)
Salaries and Bonus	Ravi Kumar						(42,664,789)
Contribution to Provident and Other Fund	Ravi Kumar						(2,402,561)
Salaries and Bonus	Suresh Som						43,811,292
Contribution to Provident and Other Fund	Suresh Som						(1,381,264)
Brokerage and scheme related expenses	DHFL Pramercia Mutual Fund					64,005,556	1,113,680
Brokerage and scheme related expenses	Dewan Housing Finance Corporation Limited		129,719			(24,359,877)	(60,658)
Rent and other expenses	Dewan Housing Finance Corporation Limited		350,000				
Interest on borrowings	Dewan Housing Finance Corporation Limited		(5,500,000)				
Other Expenses	Dewan Housing Finance Corporation Limited		(28,767,123)				
Reimbursement of expenses received	Dewan Housing Finance Corporation Limited		(10,000)				
Reimbursement of expenses received	DHFL Pramercia Trustees Private Limited		(2,500,000)				
Reimbursement of Employee benefits paid	Prudential International Investment LLC					(1,000,000)	
Reimbursement of expense paid	PGIH of Delaware Inc.					(1,343,489)	
b BALANCES AS AT YEAR END							
Trade Receivables	DHFL Pramercia Mutual Fund					153,004,490	
						(91,765,826)	
Employee benefits payable	Suresh Som						8,827,500
Other Current Liabilities	DHFL Pramercia Mutual Fund					1,051,376	(2,206,825)
Trade Payables	Dewan Housing Finance Corporation Limited					(11,200,000)	
Other Current Liabilities	PGIH of Delaware Inc.						(60,655)
			(242)				

Figures in brackets related to previous year

** As gratuity, compensated absences and other long term employee benefits are computed for all employees in aggregate, the amounts relating to the Key Management Personnel cannot be individually identified.

