

## CDSL INSURANCE REPOSITORY LIMITED

( CIN: U74120MH2011PLC219665 )

### Board of Directors

Shri N. Rangachary	Chairman
Shri G. Anantharaman	Director – Independent Director
Shri S.S.N.Moorthy	Director – Independent Director
Shri Nayan Mehta	Director
Shri Joydeep Dutta	Managing Director (w.e.f. 2nd April, 2018)
Shri Cyrus Khambata	Managing Director (Upto 13th October, 2017)

### Management

Shri Ramkumar K.	Executive Vice President
Shri Bharat Sheth	Chief Financial Officer
Shri R.K.Rao	Vice President & Company Secretary

### Auditors

Lodha & Co.  
Chartered Accountants  
6, Karim Chambers,  
40 A.D. Marg (Hamam Street),  
Mumbai - 400 001.

### Registered Office

25th Floor, Marathon Futurex, A Wing,  
N.M. Joshi Marg, Lower Parel,  
Mumbai – 400 - 013

### Bankers

Bank of India  
Stock Exchange Branch,  
Ground Floor,  
P.J.Towers, Dalal Street,  
Mumbai 400 001.

## Directors' Report

To  
 All Members,  
 CDSL Insurance Repository Limited.

Your Directors are pleased to present the Seventh Annual Report along with Audited Financial Statements of your Company for the Financial Year ended 31st March, 2018.

### Financial Highlights

Particulars	For the Year ended 31st March, 2018 (₹ in lakhs)	For the Year ended 31st March, 2017 (₹ in lakhs)
Income	227.76	271.72
Expenditure	92.67	82.20
Profit/ (Loss) before Depreciation and Tax	135.09	189.52
Depreciation	15.03	13.98
Profit/(Loss) before Tax	120.06	175.54
Deferred Tax/Current Tax	21.34	(1.36)
MAT net of credit entitlement	0	1.16
Profit/ (Loss) after Tax	100.66	175.74
Other comprehensive income (Net of Tax)	(0.11)	0.03
Total comprehensive income	100.55	175.77

Note: Previous year's figures have been regrouped as per IND AS.

During the year under review, your company has reported a total income of ₹ 227.76 lakhs which has decreased by 16.17% i.e. by ₹ 43.96 lakhs over the previous year. However, operational income has improved by about 68% to ₹ 16.88 lakhs as against the previous year figure of ₹ 10.06 lakhs. The other income has also decreased due to decline in interest rates as compared to the previous year. The funds received by the company on account of subscription towards the Equity Capital were deployed profitably as per the investment policy of the company which has resulted in generation of the aforesaid income. As a consequence of fall in income, the year under review has ended with a lower Net profit of ₹ 100.55 lakhs as against a Net Profit of ₹ 175.77 lakhs in the previous year. It may be observed that the Paid-up Equity Capital and the Net worth of your company as on 31st March, 2018 stands at ₹ 30.00 crore and ₹ 35.08 crore respectively.

### Operational Statistics

As on March 31, 2018, your company has 3.55 lakh active eIAs (electronic insurance accounts) as against 3.21 lakh active eIAs as on March 31, 2017 in the Repository. As on 31st March, 2018, 86,488 life e-insurance

policies (eIPs), 4 motor e-insurance policies and 2,029 health e-insurance policies have been credited in the eIAs as against 65,269 life e-insurance policies as on March 31, 2017. The credit of health and motor insurance policies started only in this financial year. Hence, there are no comparable figures for the previous financial year.

### **Tie-up with insurance companies**

Your company has signed IR-Insurer agreements with 22 out of 24 life insurance companies and 15 general insurance companies out of 32 general insurance companies.

Your company is in touch with other life and non-life insurance companies and the process of signing up with them has been initiated.

### **Approved Persons**

Under the Guidelines issued by IRDAI, insurance repositories are permitted to appoint 'Approved Persons' to act as marketing Agents for generating business, subject to registration with IRDAI. As on 31st March, 2018, your company has appointed 260 Approved Persons all over the country who are duly registered with IRDAI.

### **Future Outlook**

Your company is of the view that the scope for the company in terms of untapped business is tremendous as a large percentage of the policy holders are waiting to be taken on board the electronic system. The total eIAs across the IRs is a measly 16 lakhs holding about 12.5 lakhs policies in electronic form as compared to the total policy holding population of about 40 crore policy holders. If the capital market experience of investors shifting from physical holdings to electronic holdings is used as a yardstick to measure the growth in the electronic policy segment, your company has a potential to grow exponentially in the next 3 to 5 years provided holding of insurance policies through eIAs is made mandatory by the regulator.

However, the growth is slack even after IRDAI issued revised guidelines mandating issuance of electronic policies mainly because an electronic policy has been defined as "a policy document which is an evidence of insurance contract issued by an insurer digitally signed in accordance with the applicable provision prescribed by law and issued in an electronic form either directly to the policyholder or through the platform of registered Insurance repository". Thus most of the life insurers prefer to issue policy documents physically and display the same on their websites, thus complying with the extant regulations.

The popularity of the concept of electronic insurance policy will get a filip only if the regulator, IRDAI were to make holding the policies through eIA mandatory as was the case with the equity shares.

### **Capital Structure**

The Authorised and Paid-up Equity Capital of your Company is ₹ 30-crore with 51% contribution from Central Depository Services (India) Limited and 45.75% contribution from ten insurance companies in Life and Non-

Life sectors. The remaining 3.25% is held by a Group-company, CDSL Ventures Ltd. The company's net worth as on March 31, 2018 is ₹ 35.08 crores. As per the guidelines of IRDAI, networth requirement stipulated for setting up insurance repositories is ₹ 25-crore which has been met by your company as on 31st March, 2018.

### Extract of Annual Return

The Extract of Annual Return pursuant to Section 92 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2013 in the prescribed Form **MGT-9** is hereby attached with this Report in **ANNEXURE-I** and is a part of this Report.

### Board Meetings

The Board of Directors of your company met five times during the Year under review as under:

Sr. No.	Date & Time of Meetings	Venue of the meetings	Number of Directors present	Number of Directors to whom Leave of absence was granted
1	17th April, 2017 2:30 p.m.	16th Floor, P.J.Towers, Dalal Street, Fort, Mumbai 400 001.	05	Nil
2	26th July, 2017 3:00 p.m.	Same as above	05	Nil
3	25th October, 2017 12:30 p.m.	Same as above	03	01
4	18th January,2018 3:00 p.m.	25th Floor, Marathon Futurex, A Wing, N.M.Joshi March, Lower Parel, Mumbai 400013	04	NIL
5	28th March, 2018 11.30 a.m.	Same as above	04	Nil

### Shifting of Registered Office

During the year under review, the Registered Office of your company was shifted within the same city from 17th Floor, P.J.Towers, Dalal Street, Fort, Mumbai 400 001 to the new address at 25th Floor, Marathon Futurex, A Wing, N.M.Joshi Marg, Lower Parel, Mumbai 400 013. This was necessitated due to the fact that Central Depository Services (India) Ltd.(CDSL), the holding company acquired on ownership basis approximately 22000 Square Feet of spacious office premises at the new address where Registered Offices of CDSL and its Subsidiary companies are housed. Intimation of the change has been filed with the ROC, Mumbai within the statutory time limit as per the procedure under the Companies Act, 2013.

## Directors

In accordance with the provisions of Section 152(6)(c) of the Companies Act, 2013, Shri N. Rangachary will retire by rotation at the ensuing Annual General Meeting, and is eligible for re-appointment. Resolution seeking his re-appointment has been proposed in the notice of the 7th Annual General Meeting.

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to sub-section (5) of Section 134 of the Companies Act, 2013 and to the best of their knowledge and belief and according to the information and explanations obtained /received from the management, your Directors make the following statement and confirm that-

- (a) in the preparation of the annual financial statements for the year ended 31st March, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had 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 period;
- (c) the directors had 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 had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## DECLARATION BY INDEPENDENT DIRECTORS UNDER SECTION 149 (6) OF THE COMPANIES ACT, 2013:

Pursuant to Section 149 (4) of the Companies Act, 2013 read with The Companies (Appointment and Qualifications of Directors) Rules, 2014 the Central Government has prescribed that your Company shall have minimum two Independent Directors.

In view of the above provisions, your Company has appointed two Independent Directors as under:

Sr. No.	Name of the Independent Director	Date of appointment
1.	Shri G. Anantharaman	21st April, 2014
2.	Shri S.S.N. Moorthy	27th December, 2014

Both the above Independent Directors meet the criteria of 'independence' prescribed under section 149(6) and have submitted their declarations to that effect.

### **NOMINATION AND REMUNERATION COMMITTEE:**

In accordance with Section 178 of the Companies Act, 2013 your Company has constituted a Nomination and Remuneration Committee consisting of four non-executive directors out of which two Directors are Independent Directors.

The structure of this Committee is as under:

**Chairman:** Shri G. Anantharaman

**Members:** Shri N. Rangachary

Shri S.S.N. Moorthy

Shri Nayan Mehta

The Nomination and Remuneration Committee met once during the year under review on 28th March, 2018 in which all the Members were present.

### **AUDIT COMMITTEE:**

Your Company has, under the provisions of Section 177 of the Companies Act, 2013, re-constituted the “Audit Committee” so as to comprise of minimum three directors with independent directors forming a majority. The Audit Committee acts in accordance with the Terms of Reference specified by the Board in writing.

The structure of the Audit Committee is as under:

**Chairman:** Shri N. Rangachary

**Members :** Shri G. Anantharaman

Shri S.S.N. Moorthy

**Secretary:** Shri R.K.Rao

The Audit Committee met four times during the Year under review as under:

<b>Sr. No.</b>	<b>Date &amp; Time of Meetings</b>	<b>Venue of the meetings</b>	<b>Number of Directors present</b>	<b>Number of Directors to whom Leave of absence was granted</b>
1	17th April, 2017 2:00 p.m.	16th Floor, P.J.Towers, Dalal Street, Fort, Mumbai 400 001.	03	Nil
2	26th July, 2017 2:30 p.m.	Same as above	03	Nil
3	25th October, 2017 12:00 noon	Same as above	03	NIL
4	18th January,2018 3:00 p.m.	25th Floor, Marathon Futurex, A Wing, N.M.Joshi March, Lower Parel, Mumbai 400013	03	NIL

The functions of the Audit Committee are broadly to:

- (a) Overview company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- (b) Review and monitor internal control system and compliance of audit observations of the Auditors
- (c) Review financial statements before submission to the Board.
- (d) Supervise other financial and accounting matters as may be referred to by the Board.
- (e) Review, with the management, performance of statutory and internal auditors, and adequacy of internal control systems
- (f) Discuss with statutory auditors before the audit commences, about the nature and scope of audit as well as have post-audit discussion to ascertain any area of concern.
- (g) Review the company's financial and risk management policies.
- (h) Oversee vigil mechanism for adequate safeguards against victimisation of persons who use such mechanism and make provision for direct access to the chairperson of the Audit Committee in appropriate and exceptional cases.

#### **ANNUAL EVALUATION BY THE BOARD OF ITS OWN PERFORMANCE AND THAT OF ITS COMMITTEES AND INDIVIDUAL DIRECTORS:**

As required under section 178(2) of the Companies Act, 2013 and under Schedule IV to the Companies Act, 2013 on Code of conduct for Independent Directors, a comprehensive exercise for evaluation of the performances of every individual director, of the Board as a whole and its Committees and of the Chairperson of the Company has been carried out by your company during the year under review as per the evaluation criteria approved by the Board and based on guidelines given in Schedule IV to the Companies Act, 2013.

For the purpose of carrying out performance evaluation exercise, four types of Evaluation forms were devised in which the evaluating authority has allotted to the individual Director, the Board as a whole, its Committees and the Chairperson, appropriate rating such as Excellent, Very Good, Good or Satisfactory depending upon the performance.

Such evaluation exercise has been carried out

- (i) of Independent Directors, by the Board
- (ii) of Non-Independent Directors, by the Independent Directors in separate meeting held for the purpose on 28th March, 2018
- (iii) of the Board as a whole and its Committees, by the Independent Directors in separate meeting held for the purpose on 28th March, 2018
- (iv) of the Chairperson of your Company, by the Independent Directors in separate meeting held on 28th March, 2018 after taking into account the views of the Executive/Non-Executive Directors

- (v) of individual Directors, by the Nomination and Remuneration Committee in its meeting held on 28th March, 2018..

Having regard to the industry, size and nature of business your company is engaged in, the evaluation methodology adopted is, in the opinion of the Board, sufficient, appropriate and is found to be serving the purpose.

#### **Related Party Transactions:**

The Members of the Company have, vide Special Resolution passed in the 6th Annual General Meeting held on 26th May, 2017, consented to the Company entering into Related Party Transactions to the extent of ₹ 110/-lakhs during the year 2017-18. In accordance with the Members' consent your company has entered into transactions of ₹ 27.10 lakhs with related parties during the year under review which is within the aforesaid limit. All such transactions were in the ordinary course of business and on an arm's length basis. Although the provisions of Section 188 of the Companies Act, 2013 are not attracted, your company had sought Members' approval for all related party transactions as a measure of good corporate governance. Suitable disclosure as required by the Accounting Standards (AS18) has been made in the notes to the Financial Statements. Similarly, an Ordinary Resolution has also been proposed in the Notice convening 7th Annual General Meeting seeking Members' approval for related party transactions to the extent of ₹ 50-lakhs to be entered into with related parties during the financial year 2018-19.

#### **Dividend:**

Since the insurance repository business is still in the nascent stage, the operations of your company during the year under review have not generated adequate cash flow for consideration of declaration of Dividend for the year under review. As such, your Directors do not recommend Dividend for the year. However, it will be the endeavour of the Management of your Company to have a stable dividend policy in the future.

#### **Fixed Deposits:**

Your Company has not accepted any deposits within the meaning of Section 73(1) of the Companies Act, 2013 and the Rules made thereunder.

#### **Auditors:**

Lodha & Co., Statutory Auditors of your Company, were appointed by the Members till the year 2020-21 subject to ratification at every Annual General Meeting. The Auditors have given their consent in writing and have furnished a certificate to the effect that their appointment, if ratified, would be in accordance with the provisions of Section 139(1) and that they meet with the criteria prescribed under section 141 of the Companies Act, 2013. Your Directors recommend that their appointment for the financial year 2018-19 be ratified in the ensuing Annual General Meeting.

#### **Secretarial Audit:**

Although the provisions of Section 204 of the Companies Act, 2013 relating to mandatory Secretarial Audit are not applicable to your Company, as a measure of good corporate governance, your Directors have appointed M/s. Pramod S. Shah & Associates, a firm of Company Secretaries in Practice to undertake the Secretarial

Audit of your Company. They have submitted a clean Secretarial Audit Report for the year 2017-18. It may be mentioned that M/s. Pramod S. Shah & Associates have completed two terms of two years each. The Board, at its meeting held on 16.04.2018, have decided to appoint M/s.Ragini Chokshi & Co. as Secretarial Auditor and Consultants for a period of three years upto 31st March, 2021.

#### **Conservation of Energy, Technology Absorption:**

Considering the nature of operations of your Company, the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 relating to information to be furnished on conservation of energy and technology absorption are not applicable. The Company, however, will be using information technology for implementation of its insurance repository project.

#### **Details of foreign exchange earnings and outgo:**

Your Company did not earn any foreign exchange, nor was there any outgo in foreign exchange during the year under review.

#### **Particulars of Employees:**

None of the employees of the Company is drawing remuneration in excess of the limits prescribed under Rule (5)(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

#### **Human Resources:**

Your Company has as on 31st March, 2018 only one permanent employee who is the Company Secretary and Compliance officer. With a view to keeping the operating cost at bear minimum, the day-to-day operations of your company is being handled by staff members of Group Company.

#### **Report by Internal Complaints Committee**

Since there are no women employees in your company, the provisions relating to Internal Complaints Committee are not applicable to your company and as such the Committee has been discontinued.

#### **Acknowledgements**

Your Directors place on record their sincere gratitude for the assistance, guidance and co-operation the Company has received from IRDAI, BSE Ltd., CDSL, various insurance companies, Approved Persons, bankers and all other stake holders. The Board further places on record its appreciation for the dedicated services rendered by the employees of the Company/Group Company.

**For and on behalf of the Board**

**N. Rangachary**  
**Chairman**  
**DIN: 00054437**

Place : Mumbai  
Date : 16th April, 2018.

## Annexure 1

### Form No. MGT-9

#### EXTRACT OF ANNUAL RETURN

**As on the financial year ended on 31st March, 2018**

#### I. REGISTRATION AND OTHER DETAILS

i)	CIN:-	U74120MH2011PLC219665
ii)	Registration Date –	12/7/2011
iii)	Name of the Company -	CDSL Insurance Repository Limited
iv)	Category / Sub-Category of the Company – Company having Share capital	Public Company
v)	Address of the Registered office and contact details	25th Floor, Marathon Futurex, A Wing, N.M.Joshi Marg, Lower Parel, Mumbai 400 013.
vi)	Whether listed company	No
vii)	Name, Address and Contact details of Registrar and Transfer Agen, if any	N.A.

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Insurance Repository Services for holding insurance policies in electronic form in e- Insurance Accounts (e-IA) of policy holders.	66290	100%

### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. No	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held held	Applicable Section
1	Central Depository Services (India) Limited. 25th Floor, Marathon Futurex, A Wing, N.M.Joshi Marg, Lower Parel, Mumbai - 400013	U67120MH1997PLC11244	HOLDING	51%	Section 2(87) of Companies Act, 2013

### IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

#### i) Category-wise Share Holding

Category of Share holders	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	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF		4	4			4	4		
b) Central Govt									
c) State Govt (s)									
d) Bodies Corp.	16274995	1	16274996	54.25	16274995	1	16274996	54.25	N.A.
e) Banks / FI									
f) Any Other....									
<b>Sub-total (A) (1):-</b>	<b>16274995</b>	<b>5</b>	<b>16275000</b>	<b>54.25</b>	<b>16274995</b>	<b>5</b>	<b>16275000</b>	<b>54.25</b>	<b>N.A.</b>
<b>(2) Foreign</b>									
a) NRIs - Individuals									
b) Other – Individuals									
c) Bodies Corp.									
d) Banks / FI									
a) Any Other....									
<b>Sub-total (A) (2):-</b>									
<b>Total shareholding of Promoter (A) = (A)(1)+(A)(2)</b>	<b>16274995</b>	<b>5</b>	<b>16275000</b>	<b>54.25</b>	<b>16274995</b>	<b>5</b>	<b>16275000</b>	<b>54.25</b>	<b>N.A.</b>

Category of Share holders	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	
<b>B. Public Shareholding</b>									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies	13725000		13725000	45.75	13725000		13725000	45.75	Nil
g) FIIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
<b>Sub-total (B)(1):-</b>	<b>13725000</b>		<b>13725000</b>	<b>45.75</b>	<b>13725000</b>		<b>13725000</b>	<b>45.75</b>	<b>Nil</b>
<b>2. Non-Institutions</b>									
<b>a) Bodies Corp.</b>									
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh									
c) Others (specify)									
<b>Sub-total (B)(2):-</b>	<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>		
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	<b>13725000</b>		<b>13725000</b>	<b>45.75</b>	<b>13725000</b>		<b>13725000</b>	<b>45.75</b>	<b>Nil</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>									
<b>Grand Total (A+B+C)</b>	<b>29999995</b>	<b>5</b>	<b>30000000</b>	<b>100</b>	<b>29999995</b>	<b>5</b>	<b>30000000</b>	<b>100</b>	

**(ii) Shareholding of Promoters**

Sr No	Shareholders Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No of Shares	% of total shares of company	% of Shares Pledged / encumbered to total shares	No of Shares	% of total shares of company	% of Shares Pledged / encumbered to total shares	
1	Central Depository Services (India) Limited	15299999	51	0	15299999	51	0	0
2	CDSL Ventures Limited	975001	3.25	0	975001	3.25	0	3.25

**(iii) Change in Promoters' Shareholding ( please specify, if there is no change)**

Sr No		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	16275000	54.25	NA	NA
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NA	NA	NA	NA
	At the End of the year	16275000	54.25	NA	NA

**(iv) Shareholding of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

Sr No	For Each of the Top 10 Shareholders	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
1	Life Insurance Corporation of India	25,00,000	8.33	25,00,000	8.33
2	ICICI Prudential Life Insurance Co. Ltd.	15,00,000	5	15,00,000	5
3	HDFC Standard Life Insurance Co. Ltd.	15,00,000	5	15,00,000	5
4	United India Insurance Co. Ltd.	12,50,000	4.17	12,50,000	4.17
5	Bajaj Allianz Life Insurance Co. Ltd.	12,50,000	4.17	12,50,000	4.17
6	Shriram Life Insurance Co. Ltd.	12,50,000	4.17	12,50,000	4.17
7	Birla SunLife Insurance Co. Ltd.	12,50,000	4.17	12,50,000	4.17
8	India First Life Insurance Co. Ltd.	12,50,000	4.17	12,50,000	4.17
9	Star Union Dai-Ichi Life Insurance Co.Ltd.	10,00,000	3.33	10,00,000	3.33
10	Max Life Insurance Co. Ltd.	9,75,000	3.25	9,75,000	3.25

**(v) Shareholding of Directors and Key Managerial Personnel:**

Sr No	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	1*	Negligible		
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):		NIL		
	At the End of the year	1*	Negligible		

**V. INDEBTEDNESS**

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				
Change in Indebtedness during the financial year				
Addition				
Reduction				
Net Change				
Indebtedness at the end of the financial year		NIL		
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager					Total Amount
		.....	.....	.....	.....	.....	
1	Gross salary						
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961						
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				NIL		
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961						
2	Stock Option						
3	Sweat Equity						
4	Commission						
	- as % of profit						
	- others, specify...						
5	Others, please specify						
	Total (A)						
	Ceiling as per the Act						

### B. Remuneration to other directors:

Sr. no.	Particulars of Remuneration	Names of Directors				Total Amount
		Shri G. Anantharaman	Shri S.S.N. Moorthy	Shri N. Rangachary	Shri Nayan Mehta	
	3. Independent Directors- Fee for attending board / committee meetings- Commission- Others, please specify	275000	275000			550000
	4. Other Non-Executive Directors • Fee for attending board / committee meetings • Commission • Others, please specify			250000	125000	375000
	<b>Total (2)</b>					<b>925000</b>
	<b>Total (B)=(1+2)</b>					<b>925000</b>
	<b>Total Managerial Remuneration</b>					
	Overall Ceiling as per the Act					

**C. Remuneration To Key Managerial Personnel Other Than MD/ MANAGER/ WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel								
		CEO	Company Secretary	CFO						Total
1	Gross Salary									
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	1,577,948	0						1,577,948
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0						0
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0						0
2	Stock Option	0	0	0	0	0	0	0	0	0
3	Sweat Equity	0	0	0	0	0	0	0	0	0
4	Commission- as % of Profit-others, specify...	0	0	0	0	0	0	0	0	0
5	Others, please specify	0	0	187,728*	0	0	0	0	0	187,728
	<b>Total</b>		<b>1,577,948</b>	<b>187,728</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,765,676</b>

Note:- \*Deputation allowance paid.

**VII. PENALTIES/ PUNISHMENT/ COMPOUNDING OF OFFENCES:**

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)
<b>A. COMPANY</b>					
Penalty					
Punishment					
Compounding			NIL		
<b>B. DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER OFFIERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

## INDEPENDENT AUDITORS' REPORT

**TO,  
THE MEMBERS OF  
CDSL INSURANCE REPOSITORY LIMITED**

### **Report on the Standalone Ind AS Financial Statements**

We have audited the accompanying standalone Ind AS financial statements of **CDSL Insurance Repository Limited**, which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the Standalone Ind AS Financial Statements**

The Company's Board of Director 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Ind AS 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 Ind AS 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 standalone Ind AS 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 Ind AS financial statements. The procedures selected depend on the auditor's judgment, including

the assessment of the risks of material misstatement of the standalone Ind AS 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 Ind AS 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 Ind AS financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS 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 31st March, 2018 and its profit, total comprehensive income, cash flow for the year ended on that date.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order
2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid standalone Ind AS 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 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”. 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, in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company does not have any pending litigations which would impact its financial position.
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For LODHA & COMPANY.  
Chartered Accountants  
Firm Registration No. 301051E**

**Place: Mumbai  
Date : 16th April, 2018**

**R. P. Baradiya  
Partner  
Membership No : 44101**

## “Annexure A”

### **ANNEXURE REFERRED TO IN PROVISION OF CLAUSEGRAPH 1 UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF THE CDSL INSURANCE REPOSITORY LIMITED.**

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we state that:

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) The Company has carried out physical verification of all its fixed assets during the year. In our opinion, the frequency of verification is reasonable considering the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.  
c) The Company does not own any immovable property. Therefore, Para 3(i) (c) of the Order is not applicable to the Company.
2. The Company does not have any inventory. Therefore, the Para 3(ii) of the Order is not applicable to the Company.
3. During the year 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.
4. The Company has neither given any loans nor provided any guarantee or security during the year. In respect of investments, the provisions of section 185 and 186 of the Act have been complied with.
5. No deposits within the meaning of directives issued by RBI (Reserve Bank of India) and Sections 73 to 76 or any other relevant provisions of the Act and rules framed thereunder have been accepted by the Company.
6. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of the services rendered by the Company.
7. a) The Company is regular in depositing undisputed statutory dues including provident fund, employees’ state insurance, income tax, sales-tax, service tax, Goods & Service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues applicable to the Company with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.

- b) According to the records of the Company, there are no dues of income tax or sales tax or service tax or Goods & Service tax or duty of customs or duty of excise or value added tax which have not been deposited on account of any dispute.
8. The Company has not taken any loan or borrowing from a financial institution, bank, government or debenture holders. Therefore, Para 3 (viii) of the Order is not applicable to the Company.
9. The Company has not raised any money by way of initial public offer or further public offer during the year or in the recent past and has not taken any term loan. Therefore, Para 3 (ix) of the Order is not applicable to the Company.
10. 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 fraud by or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of such case by the management.
11. The Company has not paid or provided any managerial remuneration. Therefore, Para 3 (xi) of the Order is not applicable to the Company
12. The Company is not Nidhi Company. Therefore, Para 3 (xii) of the Order is not applicable to the Company.
13. All transactions with the related parties are in compliance with section 177 and 188 of Act where applicable and the details have been disclosed in the financial statements etc. as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.
15. The Company has not entered into any non-cash transactions with directors or persons connected with him under section 192 of the Act.
16. As the Company is governed by the provisions of Insurance Regulatory and Development Authority of India Act, 1999 the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

**For LODHA & COMPANY.**  
**Chartered Accountants**  
**Firm Registration No. 301051E**

**R. P. Baradiya**  
**Partner**  
**Membership No : 44101**

**Place: Mumbai**  
**Date : 16th April, 2018**

## “Annexure B”

### 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 **CDSL Insurance Repository Limited** (“the Company”) as of March 31, 2018 in conjunction with our audit of Standalone Ind AS financial statements of the Company for the year ended March 31, 2018.

### 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 judgment, 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.

### **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, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI

**For LODHA & COMPANY.  
Chartered Accountants  
Firm Registration No. 301051E**

**R. P. Baradiya  
Partner  
Membership No : 44101**

**Place: Mumbai  
Date : 16th April, 2018**

## CDSL INSURANCE REPOSITORY LIMITED

CIN : U74120MH2011PLC219665

Balance Sheet as at March 31, 2018

(₹ in Lakh)

Particulars	Note No.	As at March 31, 2018	As at March 31, 2017
<b>ASSETS</b>			
<b>1 Non-current assets</b>			
a. Property, plant and equipment	3	-	-
b. Other intangible assets	4	4.56	19.59
c. Financial assets			
i. Investments	5	1,092.85	-
ii. Other financial assets	6	667.80	380.00
d. Other assets	7	67.23	40.90
		<b>1,832.44</b>	<b>440.49</b>
<b>2 Current assets</b>			
a. Financial assets			
i. Investments	5	1,219.77	2,218.60
ii. Trade receivables	8	9.88	5.24
iii. Cash and cash equivalents	9	17.30	1.91
iv. Bank balances other than (iii) above	9	380.00	645.00
v. Other financial assets	6	44.39	70.53
b. Current tax Assets (Net)	10	62.20	36.31
c. Other assets	7	73.93	67.47
		<b>1,807.47</b>	<b>3,045.06</b>
		<b>3,639.91</b>	<b>3,485.55</b>
<b>EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
a. Equity share capital	11	3,000.00	3,000.00
b. Other equity	12	508.71	408.16
		<b>3,508.71</b>	<b>3,408.16</b>
<b>LIABILITIES</b>			
<b>2 Non-current liabilities</b>			
a. Deferred tax liabilities (Net)	13	52.38	31.08
		<b>52.38</b>	<b>31.08</b>
<b>3 Current liabilities</b>			
a. Financial liabilities			
i. Trade payables	14	12.03	5.26
ii. Other financial liabilities	15	0.91	0.91
b. Other current liabilities	16	2.49	4.26
c. Provisions	17	63.39	35.88
		<b>78.82</b>	<b>46.31</b>
		<b>3,639.91</b>	<b>3,485.55</b>
<b>Significant accounting policies</b>	2		
<b>See accompanying notes forming part of the financial statements</b>	1-30		

As per our attached report of even date

**For Lodha & Company**  
Chartered Accountants

**R.P. Baradiya**  
Partner  
Membership No. 44101  
Place : Mumbai  
Date : April 16, 2018

For and on behalf of the Board of Directors

**N Rangachary**  
Chairman  
DIN:00054437

**R. K. Rao**  
Company Secretary  
M. No.A6652

**Joydeep Dutta**  
Managing Director  
DIN:08084983

**Bharat Sheth**  
Chief Financial Officer

## CDSL INSURANCE REPOSITORY LIMITED

CIN : U74120MH2011PLC219665

### Statement of Profit and Loss for the year ended March 31, 2018

(₹ in Lakh)

PARTICULARS	Note No.	For the year ended 31/03/2018	For the year ended 31/03/2017
<b>1</b> Revenue from operations	18	16.88	10.06
<b>2</b> Other income	19	210.88	261.66
<b>3 Total Income (1+2)</b>		<b>227.76</b>	<b>271.72</b>
<b>4 Expenses</b>			
Employee benefits expense	20	17.58	18.89
Depreciation and amortisation expense	3&4	15.03	13.98
Administration and Other expenses	21	75.09	63.31
<b>Total expenses</b>		<b>107.70</b>	<b>96.18</b>
<b>5 Profit before tax (3 -4)</b>		<b>120.06</b>	<b>175.54</b>
<b>6 Tax expense:</b>	22		
Current tax		-	-
Deferred tax		21.34	(1.36)
MAT		26.33	36.16
MAT Credit Entitlement		(26.33)	(35.00)
Prior period tax adjustment		(1.94)	-
<b>Total tax expenses</b>		<b>19.40</b>	<b>(0.20)</b>
<b>7 Profit for the year (5-6)</b>		<b>100.66</b>	<b>175.74</b>
<b>8 Other comprehensive income</b>			
Items that will not be reclassified to profit or loss			
i. Remeasurements of the defined benefit plans;		(0.15)	0.05
ii. Income tax relating to items that will not be reclassified to profit or loss		0.04	(0.02)
<b>Other comprehensive income (net of tax)</b>		<b>(0.11)</b>	<b>0.03</b>
<b>9 Total Comprehensive Income for the year (7+8)</b>		<b>100.55</b>	<b>175.77</b>
<b>10 Earnings per equity share(EPS) :</b>			
Basic and Diluted EPS (₹)		0.34	0.59
Face value of share (₹)		10.00	10.00
<b>Significant accounting policies</b>	2		
<b>See accompanying notes forming part of the financial statements</b>	1-30		

As per our attached report of even date

**For Lodha & Company**  
Chartered Accountants

**R.P. Baradiya**  
Partner  
Membership No. 44101  
Place : Mumbai  
Date : April 16, 2018

For and on behalf of the Board of Directors

**N Rangachary**  
Chairman  
DIN:00054437

**R. K. Rao**  
Company Secretary  
M. No.A6652

**Joydeep Dutta**  
Managing Director  
DIN:08084983

**Bharat Sheth**  
Chief Financial Officer

## CDSL INSURANCE REPOSITORY LIMITED

CIN : U74120MH2011PLC219665

### Statement of Changes in Equity for the year ended March 31, 2018

(₹ in Lakh)

#### A. Equity Share Capital

<b>Balance as at April 1, 2016</b>	3,000.00
Changes in equity share capital during the year	-
<b>Balance as at March 31, 2017</b>	<b>3,000.00</b>
Changes in equity share capital during the year	-
<b>Balance as at March 31, 2018</b>	<b>3,000.00</b>

#### B. Other Equity

(₹ in Lakh)

Particulars	Reserve and surplus	Total
	Retained Earnings	
<b>Balance as at April 1, 2016</b>	<b>232.39</b>	<b>232.39</b>
Profit for the year	175.74	175.74
Other comprehensive income for the year	0.03	0.03
<b>Balance at March 31, 2017</b>	<b>408.16</b>	<b>408.16</b>
Profit for the year	100.66	100.66
Other comprehensive income for the year	(0.11)	(0.11)
<b>Balance at March 31, 2018</b>	<b>508.71</b>	<b>508.71</b>
<b>Significant accounting policies</b>	2	
<b>See accompanying notes forming part of the financial statements</b>	1-30	

As per our attached report of even date

**For Lodha & Company**  
Chartered Accountants

**R.P. Baradiya**  
Partner  
Membership No. 44101

Place : Mumbai  
Date : April 16, 2018

For and on behalf of the Board of Directors

**N Rangachary**  
Chairman  
DIN:00054437

**R. K. Rao**  
Company Secretary  
M. No.A6652

**Joydeep Dutta**  
Managing Director  
DIN:08084983

**Bharat Sheth**  
Chief Financial Officer

## CDSL INSURANCE REPOSITORY LIMITED

CIN : U74120MH2011PLC219665

### Cash Flow Statement for the year ended March 31, 2018

(₹ in Lakh)

PARTICULARS	For the year ended 31/03/2018	For the year ended 31/03/2017
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit for the year	100.66	175.74
Adjustments for		
Income tax expenses recognised in profit and loss account	19.40	(0.20)
Depreciation and Amortisation Expenses	15.03	13.98
Provision for Gratuity and compensated absences	-	4.00
Profit on Sale of Investments (Net)	(96.76)	(96.82)
Interest Income	(79.84)	(127.35)
Dividend Income	(34.28)	(35.77)
Remeasurements of the defined benefit plans	(0.15)	0.05
Fair Value Changes	-	-
<b>Operating profit before working capital changes</b>	<b>(75.94)</b>	<b>(66.37)</b>
<b>Movements in Working Capital</b>		
(Increase) / Decrease in Trade Receivables	(4.64)	(2.51)
(Increase) / Decrease in Loans and Advances / other assets	(6.46)	(6.30)
Increase / (Decrease) in Trade Payables	6.77	(2.28)
Increase / (Decrease) in Other Liabilities /Provisions	(0.59)	(8.99)
<b>Cash Generated from / (used in) Operations</b>	<b>(80.86)</b>	<b>(86.45)</b>
Direct taxes paid (net of refunds)	(23.95)	(14.77)
<b>Net Cash from / (used in) Operating Activities</b>	<b>(104.81)</b>	<b>(101.22)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed Assets		
Purchase of PPE, including intangible assets, capital work in progress and capital advances	-	(30.00)
Net Decrease / (Increase) in investment	2.74	(489.80)
Net Decrease / (Increase) in Fixed Deposits with Banks	(22.80)	470.00
Interest Received	105.98	111.94
Dividend Received	34.28	35.77
<b>Net Cash generated from / (used in) Investing Activities</b>	<b>120.20</b>	<b>97.91</b>

(₹ in Lakh)

PARTICULARS	For the year ended 31/03/2018	For the year ended 31/03/2017
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
<b>Net Cash from / (used in) Financing Activities</b>	-	-
<b>Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>15.39</b>	<b>(3.31)</b>
Cash and Cash Equivalents at the beginning of the year	1.91	5.22
<b>Cash and Cash Equivalents at the end of the period</b>	<b>17.30</b>	<b>1.91</b>
Cash and cash equivalents at the end of the year comprises		
i) Cash on Hand	0.10	0.10
ii) Balances with Banks-Current Accounts	17.20	1.81

1. The Cash Flow Statement has been prepared under the “Indirect Method” as set out in Ind AS - 7 “Cash Flow Statement”.
2. Previous year figures have been regrouped wherever necessary.

As per our attached report of even date

**For Lodha & Company**  
 Chartered Accountants

**R.P. Baradiya**  
 Partner  
 Membership No. 44101

 Place : Mumbai  
 Date : April 16, 2018

For and on behalf of the Board of Directors

**N Rangachary**  
 Chairman  
 DIN:00054437

**R. K. Rao**  
 Company Secretary  
 M. No.A6652

**Joydeep Dutta**  
 Managing Director  
 DIN:08084983

**Bharat Sheth**  
 Chief Financial Officer

## CDSL INSURANCE REPOSITORY LIMITED

CIN: U74120MH2011PLC219665

Notes forming part of the Financial Statements for the year ended 31<sup>st</sup> March, 2018

### 1. Corporate Information

The Company was incorporated with the main objective of setting up an insurance repository to provide policyholders a facility to keep insurance policies in electronic form and to undertake changes, modifications and revisions in the insurance policy with speed and accuracy in order to bring about efficiency, transparency and cost reduction in issuance and maintenance of insurance policies.

### 2. Significant Accounting Policies:

#### a) Statement of compliance

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and amendments thereon.

The financial statements for the year ended March 31, 2018 were approved by the Board of Directors and authorize for issue on April 16, 2018

#### b) Basis of preparation

These financial statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of each reporting year, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

#### c) Functional and presentation currency

The financial statements are presented in Indian rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates. All financial information presented in Indian rupees has been rounded to the nearest lakh except share and per share data.

#### d) Use of Estimates:

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the years presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the profit & loss in the year in which the estimates are revised.

**e) Property, Plant & Equipment**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Capital work-in-progress, plant and equipment are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. Cost includes borrowing costs for long term construction projects if the recognition criteria are met.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to Statement of Profit and Loss during the reporting period in which they are incurred.

**f) Intangible assets**

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

Intangible assets are amortised on a straight line basis over economic useful life of asset and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization expense on intangible assets is recognized in the Statement of Profit and Loss

Intangible assets consist of computer software.

**g) Depreciation/Amortization/Impairment Loss**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of the following categories of assets, in whose case the life of the assets has been assessed as under based on technical advice, 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, manufacturers warranties and maintenance support, etc.

Description of asset	Useful life as per the Schedule II	Useful life used
Building	60	10
Civil and interior work	10	10
Computer Hardware/software	3	2
Office Equipment	5	5
Furniture and Fixtures	10	5
Vehicles	8	4

Leasehold premises are amortized over a period of 10 years.

The carrying amounts of assets are reviewed at each Balance Sheet date, the asset is treated as impaired when its carrying cost exceeds the recoverable amount. Impairment loss, if any, is charged to the Statement of Profit and Loss for the year in which the asset is identified as impaired. Reversal of impairment loss recognized in the prior years is recorded when there is an indication that impairment losses recognized for the asset no longer exist or have decreased.

#### **h) Fair Value Measurement**

The Company measures financial instruments, such as derivatives, at fair value at each Balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (a) In the principal market for the asset or liability, or
- (b) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of Unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Inputs are quoted market prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level of input that is significant to the fair value measurement as a whole) at the end of each reporting period.

Fair value for measurement and / or disclosure purposes in this financial information is determined on such a basis, except for share-based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

#### **i) Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognized when a Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in Statement of Profit and Loss.

## I. Classification of financial assets

Company has classified and measured Financial Assets into following:

- i. **Amortized cost** if both of the following conditions are met:
  - a) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
  - b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- ii. **Fair value through other comprehensive income** if both of the following conditions are met:
  - a) The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
  - b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Assets under this category are measured at fair value and gains and losses arising out of such measurement are carried through other comprehensive income
- iii. **Fair value through profit or loss** if asset is not classified at amortized cost or fair value through other comprehensive income

## II. Classification of Financial Liabilities

Company has classified financial liabilities as subsequently measured at amortized cost. For trade and other payable maturing within one year from the date of Balance Sheet the carrying amount approximate fair value due to short maturity of these instruments.

### j) Employee Benefits

Short term Employee Benefits are estimated and provided for performance linked bonus is provided as and when the same is approved by the Management.

Post-Employment Benefits and Other Long term Employee Benefits are treated as follows:

**(i) Defined Contribution Plans:**

**Provident Fund**

The Provident fund plan is operated by Regional Provident Fund Commissioner (RPFC) and the contribution thereof is paid/provided for.

Contributions to the defined contribution plans are charged to Statement of Profit and Loss for the respective financial year as and when services are rendered by the employees.

**(ii) Defined Benefits Plans:**

**Gratuity**

Gratuity for employees is covered by Gratuity Scheme with Life Insurance Corporation of India and the contribution thereof is paid/provided for. The Company's liabilities under Payment of Gratuity Act are determined on the basis of actuarial valuation made at the end of each financial year using the projected unit credit method. Obligation is measured at the present value of estimated future cash flows using a discounted rate that is determined by reference to market yields at the Balance Sheet date on Government bonds where the terms of the Government bonds are consistent with the estimated terms of the defined benefit obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss. Re-measurement gains or losses arising from experience adjustments changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the Statement of changes in Equity and in the Balance Sheet. Re-measurements are not reclassified to Statement of Profit and Loss in subsequent periods.

**Compensated absences**

Accumulated compensated absences, which are expected to be availed or encased 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 encased 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 gains/losses at the end of the year accrued to the defined benefit plans are taken to Other Comprehensive Income for the respective financial year.

**k) Borrowing Cost**

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing cost directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur in the Statement of Profit and Loss. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

**l) Current tax and deferred tax**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws. Deferred tax is recognized using balance sheet approach. The deferred tax for timing differences between the book and tax profits for the year is accrued for, using the tax rates and laws those have been substantively enacted as of the balance sheet date. Deferred tax assets arising from differences are recognized to the extent that there is reasonable certainty that these would be realized in future.

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.

Current tax and deferred tax relating to items recognized outside Statement of Profit and Loss is recognized outside Statement of Profit and Loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

**m) Foreign Currency Translation**

The functional currency of CDSL Insurance Repository Limited is Indian rupees

All foreign currency transactions are recorded at exchange rate prevailing on the date of the transaction. All foreign currency current assets/liabilities are translated at the rates prevailing on the date of the Balance Sheet. Foreign exchange rate difference arising on settlement/ conversion is recognized in the Statement of Profit and Loss.

**n) Revenue Recognition**

In contracts involving the rendering of services, revenue is measured using the proportionate completion method and are recognized net of service tax provided that at the time of performance it is not unreasonable

to expect ultimate collection. If at the time of raising of any claim it is unreasonable to expect ultimate collection, revenue recognition is postponed till the time the ultimate collection is made.

Interest is recognized on a time proportionate basis taking into account the amount outstanding and the rate applicable.

Dividend is recognized when the unconditional right to receive payment is established.

**o) Provisions and Contingencies**

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are neither recognized nor disclosed in the financial statements.

**p) Cash and cash equivalents (for the purpose of Cash Flow Statement)**

Cash and cash equivalents in the Balance Sheet and for the purpose of Statement of Cash Flows comprise cash in hand and cash at bank including fixed deposit with original maturity period of three months and short term highly liquid investments with an original maturity of three months or less net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

**q) Cash flow statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and 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.

**r) Earnings per share**

Basic earnings per share are computed by dividing the profit for the year by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus 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.

**s) Current / Non-current classification**

The companies present assets and liabilities to be classified as either Current or Non-current.

**Assets:** An asset is classified as current when it satisfies any of the following criteria:

1. it is expected to be realized in, or is intended for sale or consumption in, the entity's normal operating cycle;
2. it is held primarily for the purpose of being traded;
3. it is expected to be realized within twelve months after the balance sheet date; or
4. it is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the balance sheet date
5. All other assets are classified as non-current.

**Liabilities:** A liability is classified as current when it satisfies any of the following criteria:

1. it is expected to be settled in, the entity's normal operating cycle;
2. it is held primarily for the purpose of being traded; it is due to be settled within twelve months after the balance sheet date; or
3. The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the balance sheet date.
4. All other liabilities are classified as non-current.

**t) Operating Cycle**

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

**u) New standards and interpretations not yet adopted**

**Ind AS 115 Revenue from Contracts with Customers:**

Ind AS 115, Revenue from Contracts with Customers was initially notified under the Companies (Indian Accounting Standards) Rules, 2015.

The standard applies to contracts with customers. The core principle of the new standard is that an entity should recognize revenue to depict transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Further, the new standard requires enhanced disclosures about the nature, timing and uncertainty of revenues and cash flows arising from the entity's contracts with customers. The new standard offers a range of transition options. An entity can choose to apply the new standard to its historical transactions - and retrospectively adjust each comparative period. Alternatively, an entity can recognize the cumulative effect of applying the new standard at the date of initial application and make no adjustments to its comparative information. The chosen transition option can have a significant effect on revenue trends in the financial statements. A change in the timing of revenue recognition may require a corresponding change in the timing of recognition of related costs.

The standard is applicable from 1st April 2018 i.e. Financial Year 2018-19 and there is no impact on the financial statements.

**v) Segment Reporting**

The Company is engaged in the business of providing insurance repository services and the operations are carried out within India and hence there is no separate reportable segment as per Indian Accounting Standard 108 on "Operating Segment" prescribed in Companies (Accounting Standards) Rules, 2015.

**w) Rounding off Amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Lakhs as per the requirement of Schedule III, unless otherwise stated.

### 3 Property, plant and equipment

(₹ in Lakh)

Particulars	Computers Hardware	Office equipments	Total
<b>Cost or deemed cost</b>			
<b>Balance as at April 1, 2016</b>	12.67	5.08	17.75
Additions during the year ended March 31, 2017	-	-	-
Deductions / adjustments	-	-	-
Acquisition through Business Combination	-	-	-
<b>Balance as at March 31, 2017</b>	<b>12.67</b>	<b>5.08</b>	<b>17.75</b>
<b>Balance as at April 1, 2017</b>	12.67	5.08	17.75
Additions during the period	-	-	-
Deductions / adjustments	-	-	-
<b>Balance as at March 31, 2018</b>	<b>12.67</b>	<b>5.08</b>	<b>17.75</b>

Particulars	Computers Hardware	Office equipments	Total
<b>Accumulated depreciation and impairment</b>			
<b>Balance as at April 1, 2016</b>	12.67	2.70	15.37
Depreciation for the year ended March 31, 2017	-	2.38	2.38
Deductions / Adjustments	-	-	-
<b>Balance as at March 31, 2017</b>	<b>12.67</b>	<b>5.08</b>	<b>17.75</b>
<b>Balance as at April 1, 2017</b>	12.67	5.08	17.75
Depreciation for the period	-	-	-
Deductions / Adjustments	-	-	-
<b>Balance as at March 31, 2018</b>	<b>12.67</b>	<b>5.08</b>	<b>17.75</b>

Particulars	Computers Hardware	Office equipments	Total
<b>Net Book Value</b>			
<b>As at March 31, 2018</b>	-	-	-
<b>As at March 31, 2017</b>	-	-	-

Refer Note No. 28 for Capital Commitments

#### 4 Other intangible assets

(₹ in Lakh)

Particulars	Software	Total
<b>Cost or deemed cost</b>		
Balance as at April 1, 2016	34.01	34.01
Additions during the year ended March 31, 2017	30.00	30.00
Deductions / adjustments	-	-
<b>Balance as at March 31, 2017</b>	<b>64.01</b>	<b>64.01</b>
Balance as at April 1, 2017	64.01	64.01
Additions during the period	-	-
Deductions / adjustments	-	-
<b>Balance as at March 31, 2018</b>	<b>64.01</b>	<b>64.01</b>

Particulars	Software	Total
<b>Accumulated depreciation and amortisation</b>		
Balance as at April 1, 2016	32.82	32.82
Amortisation for the year ended March 31, 2017	11.60	11.60
Deductions / Adjustments	-	-
<b>Balance as at March 31, 2017</b>	<b>44.42</b>	<b>44.42</b>
Balance as at April 1, 2017	44.42	44.42
Amortisation for the period	15.03	15.03
Deductions / Adjustments	-	-
<b>Balance as at March 31, 2018</b>	<b>59.45</b>	<b>59.45</b>

Particulars	Software	Total
<b>Net Book Value</b>		
<b>As at March 31, 2018</b>	<b>4.56</b>	<b>4.56</b>
<b>As at March 31, 2017</b>	<b>19.59</b>	<b>19.59</b>

## 5 Investments

Particulars	No. of Units		₹ in Lakh	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
<b>Details of Non-current investments</b>				
<b>Investment in units of mutual funds - Quoted</b>				
DSP BR FMP Sr 210-36M - Direct Growth	5,000,000.000	-	532.13	-
Reliance FHF - XXXV-Sr 14-Direct -Growth	5,520,267.322		560.72	
<b>Total of non - current investments (a)</b>			<b>1,092.85</b>	<b>-</b>
<b>Details of current investments</b>				
<b>Investment in units of mutual funds - Unquoted</b>				
DSP BlackRock Liquidity Fund Direct - DDR	36,837.492	88,697.919	368.72	887.73
ICICI Prudential Banking and PSU Debt Fund- Direct -Growth	4,209,447.844	4,209,447.844	851.05	796.82
Reliance Banking & PSU Debt Fund -Direct- MDR	-	5,192,299.161	-	534.05
<b>Total of current investments (b)</b>			<b>1,219.77</b>	<b>2,218.60</b>
<b>Total of investments (a+b)</b>			<b>2,312.62</b>	<b>2,218.60</b>

## 6 Other financial assets

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
<b>Non Current</b>		
Bank Deposits (maturity more than 12 months)	667.80	380.00
	<b>667.80</b>	<b>380.00</b>
<b>Current</b>		
Accrued Interest	44.39	70.53
<b>Total</b>	<b>44.39</b>	<b>70.53</b>

## 7 Other assets

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
<b>Non Current</b>		
MAT Credit Entitlement	67.23	40.90
	<b>67.23</b>	<b>40.90</b>
<b>Current</b>		
Prepaid Expenses	2.05	3.03
GST and CENVAT Credit Receivable	71.88	64.44
<b>Total</b>	<b>73.93</b>	<b>67.47</b>

## 8 Trade Receivables

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
Unsecured, considered good	9.88	5.24
<b>Total</b>	<b>9.88</b>	<b>5.24</b>
1. Trade receivables are dues in respect of services rendered in the normal course of business. 2. The Normal credit period allowed by the company ranges from 0 to 25 days.		

## 9 Cash and cash equivalents

For the purpose of statement of cashflows, cash and cash equivalents includes cash on hand, and bank balances, cash and cash equivalents at the end of the reporting period as shown in the statement of cashflow can be reconciled to the related items on the balance sheet as follows:

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
<b>Current</b>		
(a) Cash on hand	0.10	0.10
<b>Balance with Banks</b>		
<b>Owned fund</b>		
- In Current Accounts	17.20	1.81
<b>Total</b>	<b>17.30</b>	<b>1.91</b>
<b>Bank Balance other than above</b>		
<b>Balance with Banks</b>		
<b>Owned fund</b>		
- In Deposit Accounts	380.00	645.00
<b>Total</b>	<b>380.00</b>	<b>645.00</b>

## 10 Current tax assets (Net)

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
Income Tax (Net of provision ₹ 59.89 lakh, p.y. ₹ 59.89 lakh)	62.20	36.31
<b>Total</b>	<b>62.20</b>	<b>36.31</b>

## 11 Equity Share Capital

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
<b>Equity Share Capital</b>		
<b>Authorised share capital:</b>		
30,000,000 Equity Shares of ₹ 10/- each with voting rights	3,000.00	3,000.00
<b>Issued share capital:</b>		
30,000,000 Equity Shares of ₹ 10/- each with voting rights	3,000.00	3,000.00
<b>Subscribed and fully paid-up share capital</b>		
30,000,000 Equity Shares of ₹ 10/- each with voting rights	3,000.00	3,000.00
<b>Total</b>	<b>3,000.00</b>	<b>3,000.00</b>

### Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year

Particulars	As at March 31, 2018	As at March 31, 2017
No. of shares at the beginning of the year	30,000,000	30,000,000
Additions during the year	-	-
<b>No. of shares at the end of the year</b>	<b>30,000,000</b>	<b>30,000,000</b>

### Terms/rights attached to equity shares

- i) The Company has only one class of equity shares having a face value of ₹ 10 each per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pay dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing Annual General Meeting.
- ii) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.
- iii) As per records of the Company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

Shares held by Holding Company and its subsidiaries	As at March 31, 2018		As at March 31, 2017	
	No. of shares	(₹) In Lakh	No. of shares	(₹) In Lakh
Central Depository Services (India) Limited, Holding Company and its nominees	15,299,999	1,530.00	15,299,999	1,530.00
CDSL Ventures Limited, Subsidiary of Holding Company	975,001	97.50	975,001	97.50

List of Shareholders holding 5% or more shares in the Company	As at March 31, 2018		As at March 31, 2017	
	No. of shares	%	No. of shares	%
Central Depository Services (India) Limited, Holding Company and its nominees	15,299,999	51.00	15,299,999	51.00
Life Insurance Corporation of India	2,500,000	8.33	2,500,000	8.33
ICICI Prudential Life Insurance Company Limited	1,500,000	5.00	1,500,000	5.00
HDFC Standard Life Insurance Co. Ltd.	1,500,000	5.00	1,500,000	5.00

## 12 Other equity

(₹ in Lakh)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Retained earnings	508.71	408.16
<b>Total</b>	<b>508.71</b>	<b>408.16</b>

### 12.1 Retained earnings

(₹ in Lakh)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
Opening Balance	408.16	232.39
Total Comprehensive Income during the year	100.55	175.77
<b>Total</b>	<b>508.71</b>	<b>408.16</b>

### 13 Deferred tax balances

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
Deferred tax assets	2.92	2.10
Deferred tax liabilities	55.30	33.18
<b>TOTAL</b>	<b>(52.38)</b>	<b>(31.08)</b>

#### Deferred tax (liabilities) / assets in relation to:

(₹ in Lakh)

Particulars	Opening balance as at April 1, 2016	Recognised in Profit and loss for year ended March 31, 2017	Recognised in Other Comprehensive Income for year ended March 31, 2017	Closing balance as at March 31, 2017	Recognised in Profit and loss for period ended March 31, 2018	Recognised in Other Comprehensive Income for year ended March 31, 2017	Closing balance as at March 31, 2018
<b>1. Deferred tax Assets</b>							
Provision for compensated absences, gratuity and other employee benefits	2.47	(0.62)	-	1.85	(0.20)	-	1.65
On difference between book balance and tax balance of fixed assets	4.47	(4.47)	-	-	0.98	-	0.98
On Actuarial Valuation	0.23	0.02	-	0.25	-	0.04	0.29
<b>Total</b>	<b>7.17</b>	<b>(5.07)</b>	<b>-</b>	<b>2.10</b>	<b>0.78</b>	<b>0.04</b>	<b>2.92</b>
<b>2. Deferred Tax Liabilities</b>							
On Changes in Fair Value of Investment	39.39	(6.54)	-	32.85	22.08	-	54.93
On difference between book balance and tax balance of fixed assets	-	0.12	-	0.12	-	-	0.12
On Actuarial Valuation	0.23	-	(0.02)	0.21	0.04	-	0.25
<b>Total Liabilities</b>	<b>39.62</b>	<b>(6.42)</b>	<b>(0.02)</b>	<b>33.18</b>	<b>22.12</b>	<b>-</b>	<b>55.30</b>
<b>Net Asset/ (Liabilities)</b>	<b>(32.45)</b>	<b>(1.35)</b>	<b>0.02</b>	<b>(31.08)</b>	<b>21.34</b>	<b>0.04</b>	<b>(52.38)</b>

### 14 Trade Payables

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
a) Total outstanding dues of micro enterprises and small enterprises	-	-
b) Total outstanding dues of creditors other than micro enterprises and small enterprises:-		
trade payables (refer note below)	8.09	3.26
Accrued Employee Benefits expense	3.94	2.00
<b>Total</b>	<b>12.03</b>	<b>5.26</b>

#### Note:

- As at March 31, 2018, no supplier has intimated the Company about its status as Micro or Small Enterprises or its Registration with appropriate authority under the Micro, Small and Medium Enterprises Development Act, 2006

### 15 Other financial liabilities

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
Payable for purchase of Fixed Assets	0.91	0.91
<b>Total</b>	<b>0.91</b>	<b>0.91</b>

### 16 Other Current liabilities

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
Statutory Remittances	2.49	1.14
Other Liabilities	-	3.12
<b>Total</b>	<b>2.49</b>	<b>4.26</b>

### 17 Provisions

(₹ in Lakh)

Particulars	As at March 31, 2018	As at March 31, 2017
Compensated absences	2.06	0.88
Provision for MAT	61.33	35.00
<b>TOTAL</b>	<b>63.39</b>	<b>35.88</b>

### 18 Revenue from operations

(₹ in Lakh)

Particulars	For the year ended 31/03/2018	For the year ended 31/03/2017
Sale of services (Refer Note below)	16.88	10.06
<b>Total</b>	<b>16.88</b>	<b>10.06</b>
<b>Note</b>		
Sale of services comprise :		
New Policy (EIA) Charges- Created by CIRL	2.35	1.27
New Policy (EIA) Charges- Created by Insurer	1.33	0.38
Existing Policy Charges	5.24	0.72
Annual Maintenance Charges-Insurance Co	7.77	7.69
Health Insurance Policies	0.19	-
<b>Total - Sale of services</b>	<b>16.88</b>	<b>10.06</b>

## 19 Other income

(₹ in Lakh)

Particulars	For the year ended 31/03/2018	For the year ended 31/03/2017
<b>a) Interest income earned on financial assets that are not designated as at fair value through profit or loss</b>		
Bank deposits (at amortised cost)	79.84	127.35
<b>b) Dividend income</b>		
Dividends from investment in Mutual Funds (designated at cost or at FVTPL)		
Dividend income	34.28	35.77
<b>c) Other gains or losses:</b>		
Net gain / (loss) on sale of Investments through FVTPL	96.76	96.82
<b>d) Other non-operating income</b>		
Miscellaneous income	-	1.72
<b>TOTAL</b>	<b>210.88</b>	<b>261.66</b>

## 20 Employee benefits expense

(₹ in Lakh)

Particulars	For the year ended 31/03/2018	For the year ended 31/03/2017
Salaries, allowances and bonus	15.09	14.96
Contribution to provident and other Funds	0.61	2.58
Reimbursement of Salaries to staff on deputation from Holding Company	1.88	1.35
<b>TOTAL</b>	<b>17.58</b>	<b>18.89</b>

## 21 Administration and other expenses

(₹ in Lakh)

Particulars	For the year ended 31/03/2018	For the year ended 31/03/2017
Travel & Conveyance	5.27	4.92
Communication, Telephone & Courier charges	0.45	0.30
Insurance	0.63	0.58
Directors Sitting fees	9.25	5.25
<b>Auditor's Remuneration</b>		
- As Audit Fees	1.00	1.00
- Reimbursement of expenses	0.08	0.07
Rent ,Rates & Taxes	18.12	17.97
Legal & Professional Fees	4.00	2.56
Computer Maintenance Charges	23.12	17.88
Administrative expenses	6.00	6.00
AP's Charges	0.04	0.04
Business Development Expenses	0.10	0.24
Outsourcing Expenses	3.29	4.00
Miscellaneous Expenses	3.74	2.50
<b>TOTAL</b>	<b>75.09</b>	<b>63.31</b>

## 22. Taxes

### 22.1. Income tax expense

The major components of income tax expense for the year ended March 31, 2018 and 2017 are as under:

#### 22.1.1 Profit or loss section

(₹ in Lakh)

Particulars	For the year ended 31/03/2018	For the year ended 31/03/2017
Current tax expense	(1.94)	1.16
Deferred tax	21.34	(1.36)
<b>Total income tax expense recognised in profit or loss</b>	<b>19.40</b>	<b>(0.20)</b>

### 22.1.2 Other comprehensive section

(₹ in Lakh)

Particulars	For the year ended 31/03/2018	For the year ended 31/03/2017
Remeasurement of the defined benefit plans	(0.11)	0.03
<b>Total income tax expense recognised in other comprehensive income</b>	<b>(0.11)</b>	<b>0.03</b>

### 22.2 The income tax expense for the year can be reconciled to the accounting profit as follows:

(₹ in Lakh)

Particulars	For the year ended 31/03/2018	For the year ended 31/03/2017
(A) Profit before tax	120.06	175.54
(B) Enacted tax rate in India	27.55%	30.90%
(C) Expected tax expenses (A*B)	33.08	54.24
(D) Other than temporary differences		
Effect of fair value of investments	(26.66)	(29.92)
Effect of income that is exempt from taxation	(9.44)	(11.05)
Expenses disallowed / (allowed)	2.47	2.01
Income setoff with brought forward losses/ DTA not recognised	19.95	(15.48)
Total adjustments	(13.68)	(54.44)
(E) Tax expenses after adjustments (C+E)	19.40	(0.20)
(F) Tax expenses recognised in Profit or Loss	19.40	(0.20)

### 23. Earnings per share (EPS)

Reconciliation of number of equity shares used in the computation of basic and diluted earnings per share is set out below:

Particulars	For the year ended	
	March 31, 2018	March 31, 2017
Weighted average number of equity shares (issued share capital) outstanding during the year for the calculation of basic EPS	30,000,000	30,000,000
Effect of dilutive equity shares outstanding during the year	-	-
Weighted average number of equity shares (issued share capital) outstanding during the year for the calculation of dilutive EPS	30,000,000	30,000,000
Face Value per Share	10/-	10/-
Profit after tax (₹ in Lakh)	100.66	175.74
Basic and Diluted EPS ₹	0.34	0.59

### 24. Financial instruments

Financial instruments by category:

(₹ in Lakh)

Particulars	Carrying Value	
	March 31, 2018	March 31, 2017
<b>i) Financial assets</b>		
<b>a) Amortised Cost</b>		
Trade receivable	9.88	5.24
Cash and cash equivalents	17.30	1.91
Bank balances other cash and cash equivalents	380.00	645.00
Other financial assets	44.39	70.53
<b>Total</b>	<b>451.57</b>	<b>722.68</b>
<b>b) FVTPL</b>		
Investment in mutual funds	2,312.62	2,218.60
<b>Total</b>	<b>2,312.62</b>	<b>2,218.60</b>
<b>ii) Financial liabilities</b>		
<b>Amortised Cost</b>		
Trade payables	12.03	5.26
Other financial liabilities	0.91	0.91
<b>Total</b>	<b>12.94</b>	<b>6.17</b>

### Fair value hierarchy

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Fair value of the Company's financial assets that are measured at fair value on a recurring basis:

Financial assets	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)
	March 31, 2018	March 31, 2017		
Investments in mutual funds	2,312.62	2,218.60	Level 1	Quoted bid prices in an active market

There were no transfers between Level 1 and 2 during the years.

Except as detailed in the following table, the directors consider that the carrying amounts of financial assets and financial liabilities recognised in the balance sheet approximate their fair values.

The management assessed that fair value of cash and bank balances, fixed deposits, trade receivables, trade payables and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

The fair value of the quoted bonds and mutual fund are based on price quotations at reporting date. The fair value of unquoted instruments and other financial liabilities, as well as other non-current financial liabilities is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities.

The fair values of the unquoted equity shares have been estimated using a discounted cash flow model. The valuation requires the management to make certain assumptions about the model inputs, including forecast cash flows, discount rate, credit risk and volatility, the probabilities of the various estimates within the range can be reasonably assessed and are used in the management's estimate of fair value for these unquoted equity investments.

## 25. Financial risk management

The Company's principal financial liabilities comprise trade and other payables. The main purpose of these financial liabilities is to support its operations. The Company's principal financial assets include trade and other receivables, and cash and short-term deposits that derive directly from its operations.

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The Company's exposure to credit risk is influenced mainly by the individual characteristic of each customer and the concentration of risk from the top few customers.

### Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

- **Trade and other receivables**

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer.

The demographics of the customer, including the default risk of the industry in which the customer operates, also has an influence on credit risk assessment.

Company provides the stock exchange services to its listed customers and registered members (who have provide the collaterals and other securities for trading done on its platform), hence Company operates with large number of customers portfolio and its revenue is not concentrated on small number of customers.

None of the customers accounted for more than 10% of the receivables and revenue for the years ended March 31, 2018 and March 31, 2017.

- **Investments**

The Company limits its exposure to credit risk by making investment as per the investment policy. Further investment committee of company review the investment portfolio on monthly basis and

recommend or provide suggestion to the management. The Company does not expect any losses from non- performance by these counter-parties, and does not have any significant concentration of exposures to specific industry sectors.

### Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

The Company's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2018 and March 31, 2017.

(₹ in Lakh)

Particulars	As at	
	March 31, 2018	March 31, 2017
Trade payables		
< 1 year	12.03	5.26
1-5 years	-	-
> 5 years	-	-
Other financial liabilities		
< 1 year	0.91	0.91
1-5 years	-	-
> 5 years	-	-
<b>Total</b>	<b>12.94</b>	<b>6.17</b>

The table below provides details regarding the contractual maturities of significant financial assets as at March 31, 2018 and March 31, 2017.

(₹ in Lakh)

Particulars	As at	
	March 31, 2018	March 31, 2017
<b>Investments*</b>		
< 1 year	1219.77	2218.50
1 - 5 years	1092.85	-
> 5 years	-	-
<b>Total</b>	<b>2312.62</b>	<b>2218.50</b>

Particulars	As at	
	March 31, 2018	March 31, 2017
<b>Other financial assets</b>		
< 1 year	44.39	70.53
1 - 5 years	667.80	380.00
> 5 years	-	-
<b>Total</b>	<b>712.19</b>	<b>450.53</b>
<b>Trade receivables</b>		
< 1 year	9.88	5.24
1 - 5 years	-	-
> 5 years	-	-
<b>Total</b>	<b>9.88</b>	<b>5.24</b>
<b>Cash and cash equivalents</b>		
< 1 year	17.30	1.91
1 - 5 years	-	-
> 5 years	-	-
<b>Total</b>	<b>17.30</b>	<b>1.91</b>
<b>Bank balances other than cash and cash equivalents</b>		
< 1 year	380.00	645.00
1 - 5 years	-	-
> 5 years	-	-
<b>Total</b>	<b>380.00</b>	<b>645.00</b>

\* Investment does not include investments in equity instruments of subsidiaries.

The Company manages contractual financial liabilities and contractual financial assets on net basis.

### Market risk

The Company's business, financial condition and results of operations are highly dependent upon the levels of activity on the exchange, and in particular upon the volume of financial assets traded, the number of listed securities, the number of new listings and subsequent issuances, liquidity and similar factors, as a significant portion of our revenue depends, either directly or indirectly, on trading, listing, clearing and settlement transaction-based fees.

The Company's financial condition and results of operations are also dependent upon the success of our clearing, settlement and other issuer services, which, in turn, are directly dependent on the liquidity and financial strength of our customers, namely financial intermediaries such as brokers, and their respective clients.

- **Foreign Currency risk**

The Company's exchange risk arises from its foreign operations, foreign currency revenues and expenses, (primarily in U.S. dollars and Euros). Company's revenues insignificant portion are in these foreign currencies, while a significant portion of its costs are in Indian rupees.

As a result, if the value of the Indian rupee appreciates relative to these foreign currencies, the Company's revenues measured in rupees may decrease. The exchange rate between the Indian rupee and these foreign currencies has changed substantially in recent periods and may continue to fluctuate substantially in the future. Due to lesser quantum of revenue and expenses from foreign currencies company is not much exposed to foreign currency risk?

- **Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term / short-term investment with floating interest rates.

Interest rate risk primarily arises from floating rate investment. The Company's investments in floating rate are primarily short-term, which do not expose it to significant interest rate risk.

**Regulatory risk**

The Company requires a number of regulatory approvals, licenses, registrations and permissions to operate our business, including at a corporate level as well as at the level of each of its components. For example, the Company have licenses from IRDA in relation to, among others, introducing derivatives contracts on various indices of the exchange, introduction of futures and options contracts on various indices of the exchange, setting up an SME platform and trading in government securities. Some of these approvals are required to be renewed from time to time. The Company operations are subject to continued review and the governing regulations may change. The Company regulatory team constantly monitors the compliance with these rules and regulations.

**26. Capital management**

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Company monitors the return on capital as well as the level of dividends on its equity shares. The Company's objective when managing capital is to maintain an optimal structure so as to maximize shareholder value.

The Company is predominantly equity financed which is evident from the capital structure. Further, the Company has always been a net cash company with cash and bank balances along with investment which is predominantly investment in liquid and short term mutual funds being far in excess of financial liabilities.

## 27. Related Party Details

<b>(a)</b>	List of related parties and their relationship:		
<b>(i)</b>	<b>Entity where control exists:</b>		
	BSE Limited (Up to June 29, 2017) Ultimate Holding Company		
	Central Depository Services (India) Limited (CDSL) – Holding Company		
<b>(ii)</b>	<b>Associates :</b>		
	BSE Limited (from June 30, 2017) – Entity having significance influence in holding Company.		
	CDSL Ventures Limited (CVL)- Fellow Subsidiary		
	CDSL Commodity Repository Limited – Fellow Subsidiary		
<b>(iii)</b>	<b>Key Management Personnel</b>		
	R. K. Rao – Company Secretary		
	Bharat Sheth – CFO		
<b>(b)</b>	<b>Transactions during the year:</b>		
	<b>Particulars</b>	<b>March 31, 2018</b>	<b>March 31, 2017</b>
		<b>₹ in Lakh</b>	<b>₹ in Lakh</b>
	<b>BSE Limited</b>		
	Expenses for Director Sitting Fees & Identity Cards	1.47	1.04
	<b>Central Depository Services (India) Limited</b>		
	Reimbursement of Expenses & staff on deputation (net)	30.24	24.85
	<b>Compensation to KMP's</b>		
	R.K. Rao	15.78	15.65
	Bharat Sheth	1.88	1.35
<b>(c)</b>	<b>Closing Balances</b>	<b>As at</b>	<b>As at</b>
		<b>March 31, 2018</b>	<b>March 31, 2017</b>
	<b>BSE Limited :</b>		
	Payable / (Receivable)	-	-
	<b>Central Depository Services (India) Limited :</b>		
	Payable / (Receivable)	-	-

### Notes:

- No amounts in respect of the related parties has been provided for as doubtful debts or written off/back during the year.
- Related party relationship is as identified by the Company and relied upon by the auditors.
- All the above transactions are in the ordinary course of the business of the Company.

**28. Contingent liabilities and Commitments :**

₹ in Lakh

Particulars	As at	As at
	March 31, 2018	March 31, 2017
	(₹) In Lakh	(₹) In Lakh
<b>Contingent liabilities</b>		
Claims against the not acknowledged as debt:	-	-
<b>Commitments :</b>		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	-	-
Tangible assets	-	-
Intangible assets	-	-
(b) Other commitments	-	0.75

**There is no pending litigation as on March 31, 2018.**

**29.** The Company has determined the liability for Employee Benefits As at March 31, 2018 in accordance with the IND AS 19 on “Employee Benefits”.

a) Defined benefit plans-Gratuity–As per Actuarial Valuation on March 31, 2018

₹ in Lakh

Valuation Result as at	31-Mar-18	31- Mar-17
<b>Changes in present value of obligations</b>		
PVO at beginning of year	1.27	1.92
Interest cost	0.09	0.10
Current Service Cost	0.27	0.60
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Benefits Paid	-	(1.16)
Transfer in	-	-
Transfer out	-	-
Contributions by plan participants	0.00	0.00
Business Combinations	0.00	0.00
Curtailements	0.00	0.00
Settlements	0.00	0.00
Actuarial (Gain)/Loss on obligation	0.03	(0.19)
PVO at end of year	1.66	1.27

<b>Valuation Result as at</b>	<b>31-Mar-18</b>	<b>31- Mar-17</b>
<b>Interest Expenses</b>		
Interest cost	0.09	0.10
<b>Fair Value of Plan Assets</b>		
Fair Value of Plan Assets at the beginning	3.32	2.47
Interest Income	0.13	0.29
<b>Net Liability</b>		
PVO at beginning of year	1.27	1.92
Fair Value of the Assets at beginning report	3.32	2.47
Net Liability	(2.05)	(0.55)
<b>Net Interest</b>		
Interest Expenses	0.09	0.10
Interest Income	0.13	0.29
Net Interest	(0.05)	(0.19)
<b>Actual return on plan assets</b>		
Less Interest income included above	0.13	0.29
Return on plan assets excluding interest income	(0.12)	(0.29)
<b>Actuarial (Gain)/loss on obligation</b>		
Due to Demographic Assumption	-	-
Due to Financial Assumption	-	-
Due to Experience	0.03	(0.19)
Total Actuarial (Gain)/Loss	0.03	(0.19)
<b>Fair Value of Plan Assets</b>		
Opening Fair Value of Plan Asset	3.32	2.47
Adjustment to Opening Fair Value of Plan Asset	(1.37)	2.01
Return on Plan Assets excl. interest income	(0.12)	(0.29)
Interest Income	0.13	0.29
Contributions by Employer	-	-
Contributions by Employee	-	-
Benefits Paid	-	(1.16)
Fair Value of Plan Assets at end	1.96	3.32

Valuation Result as at	31-Mar-18	31- Mar-17
<b>Past Service Cost Recognised</b>		
Past Service Cost- (non vested benefits)	-	-
Past Service Cost -(vested benefits)	-	-
Average remaining future service till vesting of the benefit	-	-
Recognised Past service Cost- non vested benefits	-	-
Recognised Past service Cost- vested benefits	-	-
Unrecognised Past Service Cost- non vested benefits	-	-
<b>Amounts to be recognized in the balance sheet and statement of profit &amp; loss account</b>		
PVO at end of year	1.66	1.27
Fair Value of Plan Assets at end of year	1.96	3.32
Funded Status	0.30	2.05
Net Asset/(Liability) recognized in the balance sheet	0.30	2.05
<b>Expense recognized in the statement of P &amp; L A/C</b>		
Current Service Cost	0.27	0.60
Net Interest	(0.05)	(0.19)
Past Service Cost- (non vested benefits)		
Past Service Cost -(vested benefits)		
Curtailment Effect		
Settlement Effect		
Expense recognized in the statement of P & L A/C	0.23	0.41
<b>Other Comprehensive Income (OCI)</b>		
Actuarial (Gain)/Loss recognized for the year	0.03	0.19
Asset limit effect		
Return on Plan Assets excluding net interest	0.12	0.29
Unrecognized Actuarial (Gain)/Loss from previous year		
Total Actuarial (Gain)/Loss recognized in (OCI)	0.15	0.10
<b>Movements in the Liability recognized in Balance Sheet</b>		
Opening Net Liability	(2.05)	(0.55)
Adjustment to opening balance	1.37	(2.01)
Expenses as above	0.23	0.41
Contribution paid	-	-
Other Comprehensive Income(OCI)	0.15	0.10

Valuation Result as at	31-Mar-18	31- Mar-17
Closing Net Liability	(0.30)	(2.05)
<b>Schedule III of The Companies Act 2013</b>		
Current Liability	-	1.27
Non-Current Liability	1.66	-
<b>Projected Service Cost 31ST Mar 2019</b>	0.28	
<b>Asset Information</b>		
	Target Allocation	Target Allocation
Cash and Cash Equivalents		
Gratuity Fund (LIC)	100%	1.96
Debt Security - Government Bond		
Equity Securities - Corporate debt securities		
Other Insurance contracts		
Property		
Total Itemized Assets	100%	1.96
<b>Assumptions as at</b>		
	31-Mar-18	31-Mar-17
Mortality		
Interest / Discount Rate		6.69%
Rate of increase in compensation	4.00%	4.00%
Annual increase in healthcare costs		
Future Changes in maximum state healthcare benefits		
Expected average remaining service	-	-
Employee Attrition Rate(Past Service (PS) )	PS: 0 to 42 : 0%	PS: 0 to 42 : 100%

### Sensitivity Analysis

	DR : Discount Rate		ER : Salary Escalation Rate	
	PVO DR+1%	PVO DR-1%	PVO ER+1%	PVO ER-1%
PVO	1.66	1.66	1.66	1.66

### Expected Payout

Year	Expected Outgo First	Expected Outgo Second	Expected Outgo Third	Expected Outgo Fourth	Expected Outgo Fifth	Expected Outgo Six to Ten Years
PVO payouts	-	-	-	-	-	-

<b>Asset Liability Comparisons</b>					<b>₹ in Lakh</b>
<b>year</b>	<b>31-03-2014</b>	<b>31-03-2015</b>	<b>31-03-2016</b>	<b>31-03-2017</b>	<b>31-03-2018</b>
PVO at end of year	0.72	1.23	1.92	1.27	1.66
Plan assets	1.28	1.45	2.47	3.32	1.96
Surplus/ (Deficit)	0.57	0.22	0.55	2.05	0.30
Experience adjustments on plan assets	(0.01)	-	0.05	(0.14)	(0.12)

- b) Gratuity is administered through Group Gratuity Scheme with Life Insurance Corporation of India. The LIC raises demand for annual contribution for gratuity amount based on its own computation without providing entire details as required by the IND AS 19. Hence the company obtains separate actuarial valuation report as required under IND AS 19 from an independent Actuary. The maximum amount as per these two valuation reports is recognized as liability in the books of accounts. The expected return on plan assets is based on market expectation at the beginning of the year, for the returns over the entire life of the related obligations.

**30. Previous year's figures have been regrouped wherever necessary.**

Signatures to Notes 1 to 30

**For and on behalf of the board of directors**

**N. Rangachary**

Chairman

DIN: 00054437

Place : Mumbai

Date : April 16, 2018

**Joydeep Dutta**

Managing Director

DIN: 08084983

**R. K .Rao**

Company Secretary

No.A6652

**Bharat Sheth**

Chief Financial Officer











*Aaj Digital.... Toh Kal Befikar*

**CDSL Insurance Repository Limited** - subsidiary of CDSL

25th Floor, Marathon Futurex, A wing, N.M. Joshi Marg, Lower Parel, Mumbai 400 013.

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