

## CENTRUM WEALTH MANAGEMENT LIMITED

### Note 1: NATURE OF OPERATIONS

Centrum Wealth Management Limited ('CWML' or 'the Company') is a public limited company engaged in the business of distribution of mutual fund and offers a comprehensive suite of financial products to suit client objectives and risk – return profiles based on time tested principles of Asset allocation and diversification. Asset classes offered include Equity, Fixed Income and Debt offerings, Real Estate and Alternative Assets. The company also deals in securities. The Company is a subsidiary company of Centrum Retail Services Limited which holds 2,00,00,000 shares aggregating to 100% of share holding.

### Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### METHOD OF ACCOUNTING:

The accompanying Financial Statements of the company have been prepared and presented in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under historical cost convention, on accrual basis of accounting, unless otherwise stated, and comply with the accounting standards notified under Section 133 of the Companies Act, 2013 ('the Act') read together with Rule 3(2) of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Accounting Standards) Amendment Rules, 2016. Financial Statements for the Year 2017-18 has to be prepared and presented as per IND AS. However the accompanying financial statements are prepared and presented as per Indian GAAP for the limited purpose of consolidation with the holding company. The accounting policies have been consistently applied by the company and are consistent with those used in previous year.

#### USE OF ESTIMATES:

The Presentation of Financial Statements in conformity with the generally accepted accounting principles requires management to make certain estimates and assumptions that may affect the reported amount of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as on the date of financial statements. Actual results could differ from those estimated.



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## **REVENUE RECOGNITION:**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

**i. Revenue from services**

Consultancy fees / referral fees and brokerage and commission incomes are accounted on accrual basis.

**ii. Income from Trading in Securities**

Income from trading in securities is accounted for when the risk and rewards of ownership of the securities are passed on to the customer, which is generally on sale of securities or at the time of redemption in case of bonds.

**iii. Income from Derivative instruments**

Realized Profit/Loss on closed positions of derivative instruments is recognized on final settlement or squaring-up of the contracts. Outstanding derivative contracts are measured at fair value as at the balance sheet date.

**iv. Interest income**

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

**v. Profit and Loss of Sale of Investments**

Profit / Loss earned on sale of Investment is recognized on trade date basis. Profit / Loss on sale of Investment is determined based on weighted average cost of Investments sold.



### **PROPERTY, PLANT AND EQUIPMENT:**

Property, Plant and Equipment are stated at cost of acquisition, less accumulated depreciation and impairment losses. The Cost comprises the purchase price and all expenditure necessary to bring the assets to its working conditions for its intended use.

### **DEPRECIATION:**

Depreciation on Property, plant and equipment is provided on straight line method over the useful lives of assets as prescribed in Schedule II of the Companies Act, 2013 except for leasehold improvements. In case of assets sold, depreciation is provided up to the date of disposal. Leasehold improvements are amortized over a period of lease or useful life whichever is less. The estimated useful lives are as follows:

<b>Particulars</b>	<b>Estimated useful life specified under Schedule II of the Companies Act 2013</b>
Computers-End user devices such as desktops, laptops etc	3 years
Computers – Servers and Networks	6 years
Office equipments	5 years
Electrical equipments	10 years
Furniture and Fixtures	10 years
Vehicles	8 years

### **INTANGIBLE ASSETS:**

#### **COMPUTER SOFTWARE**

The Company capitalizes software and related implementation cost where it is reasonably estimated that the software has an enduring useful life. The cost of computer software not ready to use before year end are disclosed under Intangible Assets under Development. Software's including operating system licenses are amortized over their estimated useful life of 10 years.

### **IMPAIRMENT OF ASSETS:**

The Carrying amount of asset is reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is





the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

#### **RETIREMENT AND OTHER EMPLOYMENT BENEFITS:**

- i. The Company's employee's benefits primarily cover provident fund and gratuity.
- ii. Retirement Benefits in the form of Provident fund are a defined contribution scheme and the company has no further obligation beyond the contributions made to the fund. Contributions are charged to the profit and loss account in the year in which they accrue. The contributions are charged to the Statement of Profit and Loss on accrual basis.
- iii. Gratuity Liability is a defined benefit obligation and is recorded based on actuarial valuation on projected unit credit method made at the end of the year. The Company makes contribution to a scheme administered by the Life Insurance Corporation of India ('LIC') to discharge the gratuity liability to employees. The gratuity liability and the net periodic gratuity cost is actuarially determined after considering discount rates, expected long term return on planned assets and increase in compensation levels. All actuarial gains / losses are immediately charged to the profit and loss account. Further in accordance with provisions of AS 15 (Revised), the Company has obtained the gratuity valuation certificate from the appointed actuary as on March 31, 2018. Actuarial Gains and losses arising from experience adjustments and change in actuarial assumptions are recognized in the statement of profit and loss in the period in which they arise.
- iv. Liability for compensated absences is provided for based on Actuarial Valuation as on the date of balance sheet. The Actuarial valuation is done as per Project Unit Credit Method.
- v. The Company has adopted Accounting Standard (AS)-15 (Revised), 'Employee benefits' issued by the institute of Chartered Accountants of India.



**LEASES:**

Leases where lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line method over the lease term.

**PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:**

A Provision is recognized when the Company has a present obligation as a result of past events and it is probable that an out flow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are not discounted to their present value and are determined based on estimate of amount required to settle the obligation at the balance sheet date and adjusted to reflect the current best estimates. Contingent assets are neither recognized nor disclosed in the Financial Statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

**STOCK-IN-TRADE:**

The securities acquired with the intention of short-term holding and trading positions are considered as stock-in trade and disclosed as current assets. Securities held as Stock-in Trade are valued at lower of cost and Net realizable value. Net Selling Value is the estimated selling price in ordinary course of business.

**INVESTMENTS:**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long – term Investments. Current Investments are carried at Lower of Cost and fair value determined on an individual investment basis. Long-Term investments are carried at cost.



## **TAXATION:**

Provision for current income tax is made in accordance with the Income Tax Act, 1961. Deferred Tax Liabilities and Assets are recognized at substantively enacted tax rates, subject to the consideration of prudence, on timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

### Current Tax

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

### Deferred Tax

The deferred tax charge or benefit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the asset can be realized in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only when there is a virtual certainty of realization of these assets. Deferred tax assets are reviewed at each balance sheet date and written down or written – up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

### Minimum Alternative Tax (MAT) Credit

MAT credit is recognized where there is convincing evidence that the asset can be realized in future. MAT credit assets are reviewed at each balance sheet date and written down or written up to reflect the amount that is reasonably certain to be realized.

## **EARNINGS PER SHARE:**

The company reports basic and diluted earnings per share in accordance with Accounting Standard 20- “Earnings Per share”. Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

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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 are adjusted for the effects of all dilutive potential equity shares.

#### **FOREIGN CURRENCY TRANSACTIONS:**

Foreign Currency transactions are recorded at the rates of exchange recorded at the rates of exchange prevailing on the date of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognized in the statement of profit and loss for the year.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rate on that date. The resultant exchange differences, if any are recognized in the statement of profit and loss and related assets and liabilities are accordingly restated in the balance sheet.








#### **BORROWING COSTS:**

Borrowing Costs are recognized as an expense in the period in which these are incurred. Borrowing costs that are attributable to the acquisition or construction of assets are Capitalized as part of the cost of such assets.

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**CENTRUM WEALTH MANAGEMENT LIMITED  
BALANCE SHEET AS AT 31st MARCH, 2018**

Particulars	Note No.	As at 31st March, 2018 Rupees	As at 31st March 2017 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share capital	3	20,00,00,000	20,00,00,000
Reserves and surplus	4	(7,66,49,118)	(18,39,03,805)
<b>Non-current Liabilities</b>			
Long-term borrowings	5	21,16,515	27,83,268
Other Long term liabilities	6	9,97,475	23,43,822
Long-term provisions	7	1,42,50,552	88,52,183
<b>Current Liabilities</b>			
Short-term borrowings	8	52,75,96,953	40,10,49,170
Trade payables	9	68,05,122	64,50,508
Other current liabilities	10	14,06,49,898	17,05,34,216
Short-term provisions	11	1,67,14,706	1,30,11,443
<b>TOTAL</b>		<b>83,24,82,104</b>	<b>62,11,20,805</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	12	1,81,73,119	1,88,11,456
Intangible assets	12	4,43,90,767	4,57,34,859
Intangible assets under development	12	85,40,519	12,17,450
Non-current investments	13	4,51,00,000	2,05,12,500
Deferred tax assets (net)	29	9,33,18,973	14,59,68,709
Long-term loans and advances	14	12,02,29,255	9,16,43,127
<b>Current assets</b>			
Current Investments	15	37,50,000	-
Inventories	16	1,21,03,345	-
Trade receivables	17	38,73,20,227	24,65,98,586
Cash and cash equivalents	18	2,03,22,529	3,20,82,353
Short-term loans and advances	19	6,60,26,827	1,78,25,898
Other current assets	20	1,32,06,543	7,25,865
<b>TOTAL</b>		<b>83,24,82,104</b>	<b>62,11,20,805</b>
Significant Accounting Policies The accompanying Notes 1-39 form an integral part of the financial statements	2		
<p>As per our attached report of even date <b>For A.T.Jain &amp; Co.</b> Chartered Accountants Firm Reg. No.:103886W</p>   <p><b>Sushil T. Jain</b> Partner Membership No. 033809 Place: Mumbai Dated:24th May 2018</p> 		<p align="center"><b>For and on behalf of the Board of Directors Centrum Wealth Management Limited</b></p>  <p align="center"><b>Deepa Poncha</b> Non Executive Chairman DIN 01916512</p>  <p align="center"><b>Arpita Vinay</b> Whole Time Director DIN 06940663</p>  <p align="center"><b>Narayan Krishnan</b> CFO</p>  <p align="center"><b>Archana Goyal</b> Company Secretary</p>	



<b>CENTRUM WEALTH MANAGEMENT LIMITED</b>			
<b>STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018</b>			
Particulars	Note No.	Year ended 31st March, 2018 Rupees	Year ended 31st March 2017 Rupees
<b>Income</b>			
Revenue from operations	21	96,86,97,200	58,60,23,914
Other income	22	67,26,783	1,33,71,436
<b>Total Revenue</b>		<b>97,54,23,984</b>	<b>59,93,95,350</b>
<b>Expenses</b>			
Employee benefits expenses	23	50,84,48,221	40,74,13,395
Finance costs	24	7,41,21,779	5,80,63,480
Depreciation and amortization expenses	12	1,18,17,550	79,47,466
Other expenses	25	22,04,49,404	15,25,09,211
<b>Total Expenses</b>		<b>81,48,36,953</b>	<b>62,59,33,552</b>
<b>Profit / (Loss) before tax</b>		16,05,87,031	(2,65,38,202)
<b>Tax expense:</b>			
Current Tax		3,07,90,651	-
Less: MAT Credit Entitlement		(3,07,90,651)	(6,82,607)
Tax expenses/(credit) relating to prior years		6,82,607	-
Deferred Tax Reversed	29	5,26,49,736	-
<b>Profit / (Loss) for the year</b>		<b>10,72,54,688</b>	<b>(2,58,55,595)</b>
<b>Earnings per share (of Rs. 10/- each):</b>			
Basic and Dilutive	33	5.36	(1.29)
Significant Accounting Policies	2		
The accompanying Notes 1-39 form an integral part of the Financial Statements			

As per our attached report of even date

**For A.T.Jain & Co.**  
Chartered Accountants  
Firm Reg. No.:103886W

*Sushil T. Jain*

**Sushil T. Jain**  
Partner  
Membership No. 033809  
Place: Mumbai  
Dated:24th May 2018



**For and on behalf of the Board of Directors**  
Centrum Wealth Management Limited

*Deepa Poncha*

**Deepa Poncha**  
Non Executive Chairman  
DIN 01916512

*Arpita Vinay*

**Arpita Vinay**  
Whole Time Director  
DIN 06940663

*Narayan Krishnan*

**Narayan Krishnan**  
CFO

*Archana Goyal*

**Archana Goyal**  
Company Secretary



**CENTRUM WEALTH MANAGEMENT LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2018**

Particulars		Year ended 31st March, 2018 Rupees	Year ended 31st March 2017 Rupees
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	<b>Net Profit before Taxation</b>	16,05,87,031	(2,65,38,202)
	Adjustments for :-		
	Interest expense	7,14,94,679	5,80,63,480
	Depreciation and amortisation expenses	1,18,17,550	79,47,466
	Interest Income	(53,92,597)	(39,12,730)
	Foreign Exchange Gain	(36,766)	-
	Bad Debts Written Off	30,000	7,16,338
	Deferred Rent Provision	(13,46,347)	6,18,804
	Unrealised gain on open option position	1,10,59,643	-
	<b>Operating Profit before Working Capital changes</b>	24,82,13,193	3,68,95,156
	Adjustments for :		
	(Increase) / Decrease in Trade Receivables	(14,07,14,875)	2,83,28,747
	(Increase) / Decrease in Inventories	(1,21,03,345)	-
	(Increase) / Decrease in Loans & Advances	(4,43,86,586)	1,95,36,627
	(Increase) / Decrease in Other Current Assets	(2,21,99,939)	(5,98,100)
	Increase / (Decrease) in Liabilities	(1,34,40,912)	6,63,66,206
	Increase / (Decrease) in Provisions	84,19,025	6,51,309
	<b>Cash generated from Operations before tax</b>	2,37,86,561	15,11,79,945
	Taxes Paid ( Net of Refund )	(3,24,00,470)	(3,21,33,462)
	<b>Net Cash generated from/(Used in) Operating Activities</b>	(86,13,909)	11,90,46,483
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of Fixed Assets	(1,71,58,188)	(1,50,52,601)
	Purchase of Non-current investments	(2,45,87,500)	(1,21,25,000)
	Purchase of Current Investments	(37,50,000)	-
	Interest Received	40,52,214	31,06,213
	<b>Net Cash generated from/(Used in) Investing Activities</b>	(4,14,43,474)	(2,40,71,388)
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	(repayment)/ proceeds of long-term borrowings	(6,66,753)	27,83,268
	(repayment)/ proceeds from shrot-term borrowings	12,65,47,783	(2,51,32,607)
	Interest paid	(8,75,83,471)	(4,32,89,126)
	<b>Net Cash Generated from/(Used in) from Financing Activities</b>	3,82,97,559	(6,56,38,465)
	<b>Net Increase / (decrease) in Cash and Cash Equivalents</b>	(1,17,59,825)	2,93,36,629
	<b>Opening cash and cash equivalents</b>	3,20,82,353	27,45,723
	Cash in Hand	3,68,017	2,91,046
	Balance With Banks	3,17,14,336	24,54,677
	<b>Closing cash and cash equivalents</b>	2,03,22,529	3,20,82,353
	Cash in Hand	3,73,916	3,68,017
	Balance With Banks	1,99,48,614	3,17,14,336

The above cash flow statements have been prepared under the indirect method set out in Accounting Standard (AS)-3. 'Cash Flow Statement notified pursuant to the Companies (Accounting Standards) Rules,2006.

For A.T.Jain & Co.  
Chartered Accountants  
Firm Reg. No.:103886W

*Sushil T. Jain*



Sushil T. Jain  
Partner  
Membership No. 033809  
Place: Mumbai  
Dated: 24th May 2018

For and on behalf of the Board of Directors  
Centrum Wealth Management Limited

*Deepa Poncha*

*Arpita*

Deepa Poncha  
Non Executive Chairman  
DIN 01916512

Arpita Vinay  
Whole Time Director  
DIN 06940663

*Narayan Krishnan*

*Archana Goyal*

Narayan Krishnan  
CFO

Archana Goyal  
Company Secretary





CENTRUM WEALTH MANAGEMENT LIMITED			
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018			
Particulars		As at 31st March, 2018 Rupees	As at 31st March 2017 Rupees
<b>3 Share capital</b>			
<b>Authorised Share Capital:</b>			
3,00,00,000 Equity Shares of Rs.10/- each (Previous Year - 2,00,00,000 Equity Shares of Rs.10/- each)		30,00,00,000	20,00,00,000
<b>TOTAL</b>		<b>30,00,00,000</b>	<b>20,00,00,000</b>
<b>Issued, Subscribed &amp; Fully Paid Shares</b>			
2,00,00,000 Equity Shares of Rs.10/- each fully paid up (Previous Year - 2,00,00,000 Equity Shares of Rs.10/- each)		20,00,00,000	20,00,00,000
<b>TOTAL</b>		<b>20,00,00,000</b>	<b>20,00,00,000</b>
<b>3.1 Reconciliation of the shares outstanding</b>			
Particulars		As at 31st March, 2018 Rupees	As at 31st March 2017 Rupees
At the beginning of the year		2,00,00,000	2,00,00,000
Rights Shares Issued during the year		-	-
Outstanding at the end of the year		<b>2,00,00,000</b>	<b>2,00,00,000</b>
<b>3.2 Shares held by holding company</b>			
Particulars		As at 31st March, 2018 Rupees	As at 31st March 2017 Rupees
Centrum Retail Services Limited (the holding Company)			
2,00,00,000 Equity Shares of Rs.10/- each fully paid up		20,00,00,000	20,00,00,000
		<b>20,00,00,000</b>	<b>20,00,00,000</b>
<b>3.3 Details of shareholders holding more than 5% shares in the company</b>			
Share Holder	% of Holdings	As at 31st March, 2018 No. of Shares	As at 31st March 2017 No. of Shares
Centrum Retail Services Limited, (the holding Company) (Equity Shares of Rs. 10/- each fully paid up)	100%	2,00,00,000	2,00,00,000
<b>4 Reserves &amp; Surplus</b>			
Particulars		As at 31st March, 2018 Rupees	As at 31st March 2017 Rupees
<b>Securities Premium Reserve</b>			
Opening balance		11,97,00,000	11,97,00,000
Add : On issue of shares		-	-
Balance as at end of the year		<b>11,97,00,000</b>	<b>11,97,00,000</b>
<b>Surplus/(Deficit) in the statement of profit &amp; loss</b>			
Balance as per last financial statement		(30,36,03,805)	(27,77,48,210)
Profit/(loss) for the year		10,72,54,688	(2,58,55,595)
Net Surplus/(deficit) in the statement of profit & loss		<b>(19,63,49,118)</b>	<b>(30,36,03,805)</b>
<b>Total</b>		<b>(7,66,49,118)</b>	<b>(18,39,03,805)</b>





Particulars	As at 31st March, 2018 Rupees	As at 31st March 2017 Rupees
<b>5 Long Term Borrowings</b>		
<b>Secured</b>		
Kotak Mahindra Prime Ltd - Car loan	21,16,515	27,83,268
<b>Total</b>	<b>21,16,515</b>	<b>27,83,268</b>
<b>6 Other Long-term liabilities</b>		
Provision for rent equalisation	9,97,475	23,43,822
<b>Total</b>	<b>9,97,475</b>	<b>23,43,822</b>
<b>7 Long-term provisions</b>		
Provision for Gratuity	33,54,967	17,42,846
Provision for Compensated Absences	1,08,95,585	71,09,337
<b>Total</b>	<b>1,42,50,552</b>	<b>88,52,183</b>
<b>8 Short-term borrowings</b>		
<b>Unsecured</b>		
Group Companies	51,25,96,953	33,09,60,353
Others	1,50,00,000	7,00,88,817
<b>Total</b>	<b>52,75,96,953</b>	<b>40,10,49,170</b>
<b>9 Trade payables</b>		
Due to Group Companies	-	-
Others	68,05,122	64,50,508
<b>(Refer Note 32 for details of due to Micro and Small enterprises and Note 30 for Related Parties)</b>		
<b>Total</b>	<b>68,05,122</b>	<b>64,50,508</b>
<b>10 Other current liabilities</b>		
Current Maturities of long term debt	6,66,753	6,07,033
Interest Accrued but not due	1,44,245	6,82,188
Interest Accrued and due	3,02,32,119	4,59,99,468
<b>Other Payable</b>		
For Expenses	1,65,48,453	9,49,15,830
Statutory Payments Payable	7,73,69,368	2,62,17,077
Premium received on sale of options	31,64,085	-
Advance from customers	-	21,12,621
Book Overdraft	1,25,24,875	-
<b>Total</b>	<b>14,06,49,898</b>	<b>17,05,34,216</b>
<b>11 Short-term provisions</b>		
Provision for Gratuity( Refer Note 31)	1,56,27,098	1,23,32,480
Provision for Compensated Absences	10,87,608	6,78,963
<b>Total</b>	<b>1,67,14,706</b>	<b>1,30,11,443</b>



**CENTRUM WEALTH MANAGEMENT LIMITED**

**Notes forming part of the financial statements**

**Note 12: Property, Plant and Equipment**

Particulars	Gross Block					Accumulated Depreciation			Net Block	
	Balance as at 1 Apr 2017	Additions / Capitalisations	Disposal/ Transfer	Balance as at 31st March 2018	Balance as at 1 Apr 2017	Depreciation charge for the year	Disposal/ Transfer	Balance as at 31st March 2018	Balance as at 31st March 2017	
<b>Tangible Assets</b>										
Leasehold Improvements	51,54,786	13,60,377	-	65,15,163	9,90,751	26,34,816	36,25,567	28,89,596	41,64,035	
Electrical Installation & Equipments	4,01,164	-	-	4,01,164	1,21,007	41,661	1,62,668	2,38,496	2,80,157	
Furniture & fixtures	76,23,208	2,25,734	-	78,48,942	28,27,731	7,92,870	36,20,601	42,28,341	47,95,477	
Vehicles	37,20,466	-	-	37,20,466	1,16,916	4,40,932	5,57,848	31,62,618	36,03,550	
Office Equipment	24,19,657	5,05,832	97,740	28,27,749	11,19,048	2,18,410	12,39,717	15,88,032	13,00,609	
Computer	1,04,97,818	40,21,458	-	1,45,19,276	58,30,190	26,23,049	84,53,239	60,66,037	46,67,628	
<b>Total</b>	<b>2,98,17,099</b>	<b>61,13,401</b>	<b>97,740</b>	<b>3,58,32,760</b>	<b>1,10,05,642</b>	<b>67,51,739</b>	<b>1,76,59,641</b>	<b>1,81,73,119</b>	<b>1,88,11,457</b>	
<b>Intangible Assets</b>										
Computer Software	5,21,10,938	37,21,718	-	5,58,32,656	63,76,079	50,65,811	1,14,41,889	4,43,90,767	4,57,34,859	
<b>Total</b>	<b>5,21,10,938</b>	<b>37,21,718</b>	<b>-</b>	<b>5,58,32,656</b>	<b>63,76,079</b>	<b>50,65,811</b>	<b>1,14,41,889</b>	<b>4,43,90,767</b>	<b>4,57,34,859</b>	
<b>Intangible assets under Development</b>										
	12,17,450	87,28,179	14,05,110	85,40,519	-	-	-	85,40,519	12,17,450	
<b>Total</b>	<b>12,17,450</b>	<b>87,28,179</b>	<b>14,05,110</b>	<b>85,40,519</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>85,40,519</b>	<b>12,17,450</b>	
<b>Grand Total</b>	<b>8,31,45,487</b>	<b>1,85,63,298</b>	<b>15,02,850</b>	<b>10,02,05,935</b>	<b>1,73,81,721</b>	<b>1,18,17,550</b>	<b>2,91,01,530</b>	<b>7,11,04,405</b>	<b>6,57,63,766</b>	
<b>Previous Year</b>	<b>6,80,92,886</b>	<b>1,50,52,601</b>	<b>-</b>	<b>8,31,45,487</b>	<b>94,34,253</b>	<b>79,47,466</b>	<b>1,73,81,721</b>	<b>6,57,63,766</b>	<b>-</b>	



**CENTRUM WEALTH MANAGEMENT LIMITED**

**Note :13 Non-Current Investments - (At cost unless stated otherwise)**

**(a) Investment in Equity Instruments**

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	In Rupees	
			As At 31st March, 2018	As At 31st March, 2017			As At 31st March, 2018	As At 31st March, 2017
1	Centrum Investment Advisors Ltd	Subsidiary	5,00,000	5,00,000	Unquoted	Fully paid	50,00,000	50,00,000
2	Acorn Fund Consultants Pvt Ltd	Joint Venture	7,55,000	7,55,000	Unquoted	Fully paid	75,50,000	75,50,000
<b>Total</b>							<b>1,25,50,000</b>	<b>1,25,50,000</b>

Particulars	As At	
	31st March, 2018	31st March, 2017
Aggregate Value of Quoted Investments	-	-
Aggregate Value of Unquoted Investments	1,25,50,000	1,25,50,000

**(b) Investment in LLPs**

Name of Limited Liability Partnership Firm	In Rupees	
	As At 31st March, 2018	As At 31st March, 2017
Indian Property Advisors LLP	1,25,50,000	79,62,500
<b>Total</b>	<b>1,25,50,000</b>	<b>79,62,500</b>

**(c) Investment in Trusts**

Trust	In Rupees	
	As At 31st March, 2018	As At 31st March, 2017
Kalpavriksh Trust	2,00,00,000	-
<b>Total</b>	<b>2,00,00,000</b>	<b>-</b>

Total Value of Non - Current Investment		As At	
		31st March, 2018	31st March, 2017
		4,51,00,000	2,05,12,500

**Note :15 Current Investments**

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	In Rupees	
			As At 31st March, 2018	As At 31st March, 2017			As At 31st March, 2018	As At 31st March, 2017
1	Fino Paytech Ltd	Others	30,000	-	Unquoted- Trade	Fully paid	37,50,000	-
<b>Total</b>							<b>37,50,000</b>	<b>-</b>





<b>14 Long-term loans and advances</b>		
Deposits (Unsecured, considered good)	1,77,64,948	1,76,03,550
MAT Credit Entitlement	5,39,22,714	2,31,32,063
Income Tax (net of provision for tax)	4,85,35,072	5,09,07,514
Pre-Paid Expenses	6,520	-
<b>Total</b>	<b>12,02,29,255</b>	<b>9,16,43,127</b>
<b>16 Inventories</b>		
<u>Inventories (at Lower of Cost and net realisable value)</u>		
Secondary Bond Under Trade-Series 31 Type 1 (Quantity 40, Previous Year Nil)	46,02,400	-
Secondary Bond Under Trade-Series 34 Type 5 (Quantity 25, Previous Year Nil)	28,70,175	-
Secondary Bond Under Trade-Series 34 Type 6 (Quantity 25, Previous Year Nil)	29,11,875	-
Secondary Bond Under Trade-Series 35 Type 6 (Quantity 15, Previous Year Nil)	17,18,895	-
<b>Total</b>	<b>1,21,03,345</b>	<b>-</b>
<b>17 Trade Receivables</b>		
Unsecured, Considered Good		
Debt Outstanding for period Exceeding Six months	10,25,82,268	9,21,15,458
Others	28,47,37,960	15,44,83,129
<b>(Due from Related Parties Refer Note No. 30)</b>		
<b>Total</b>	<b>38,73,20,227</b>	<b>24,65,98,586</b>
<b>18 Cash and Bank Balances</b>		
Balances with banks	1,99,48,614	3,17,14,337
Cash on Hand	3,73,916	3,68,017
<b>Total</b>	<b>2,03,22,529</b>	<b>3,20,82,353</b>
<b>Particulars</b>	<b>As at 31st March, 2018 Rupees</b>	<b>As at 31st March 2017 Rupees</b>
<b>19 Short-term loans and advances</b>		
Loans and advances to related parties	2,65,48,221	1,62,19,784
Loans and Advances to Employees and others	3,88,41,347	11,16,991
Pre-Paid Expenses	6,37,260	4,89,123
<b>Total</b>	<b>6,60,26,827</b>	<b>1,78,25,898</b>
<b>20 Other Current Assets</b>		
Interest Receivable	21,46,900	7,25,865
Securities Trading Margin Account	1,10,59,643	-
<b>Total</b>	<b>1,32,06,543</b>	<b>7,25,865</b>



<b>21 Revenue from operations</b>		
Brokerage & Commission*	94,78,54,183	55,13,17,416
Business Support Service Fees*	73,98,906	3,47,06,498
Profit /Loss from Trading in Securities (Net)	33,15,105	-
Profit / Loss from Trading in Derivative Instruments (Net)	1,01,29,007	-
<b>Total</b>	<b>96,86,97,200</b>	<b>58,60,23,914</b>
<b>22 Other income</b>		
Miscellaneous Income	12,97,420	94,58,706
Interest Income	53,92,597	39,12,730
Foreign Exchange Gain (Net)	36,766	-
<b>Total</b>	<b>67,26,783</b>	<b>1,33,71,436</b>
<b>23 Employee benefits Expenses</b>		
Employees Remuneration & Benefits*	47,37,18,077	38,42,67,021
Contribution to Provident and Others Funds*	2,23,51,664	1,59,32,914
Gratuity Expenses (Refer Note no 31)	56,88,208	47,76,884
Provision for Compensated Absences	49,74,528	6,32,482
Staff welfare expenses	17,15,744	18,04,094
(*Includes as Managerial Remuneration Rs. 2,35,10,008/-, Previous Year Rs.1,62,43,097)		
<b>Total</b>	<b>50,84,48,221</b>	<b>40,74,13,395</b>
<b>24 Finance Costs</b>		
Interest on Loans and Advances*	7,14,94,679	5,74,67,037
Interest on delayed payment of Statutory Dues	26,18,709	5,62,343
Bank Charges	8,391	34,100
<b>Total</b>	<b>7,41,21,779</b>	<b>5,80,63,480</b>
<b>25 Other Expenses</b>		
Audit Fees	2,00,000	1,00,000
Business Promotion Expenses	1,84,77,289	1,33,79,288
Advertisement Expense	11,26,217	3,03,865
Commission and Brokerage*	4,46,22,673	2,18,22,194
Communication and Internet Expenses	28,08,492	30,66,154
Computer Expenses	16,00,162	7,36,990
Electricity Expenses	45,51,515	44,58,767
Legal & Professional Fees	1,77,32,853	84,56,941
Director Sitting Fees	5,00,800	2,61,500
Franking Charges	16,56,876	14,42,723
Filing Fees	11,70,243	1,03,287
Postage & Courier Expense	18,39,057	13,16,479
Donation	24,00,000	4,00,870
Conference Expenses	3,46,900	98,861
Business Support Services	5,60,65,876	3,30,18,568
Office Expenses*	50,68,334	35,43,961
Printing & Stationery	20,35,759	14,75,107
Rent Rates & Taxes*	2,87,64,308	3,33,46,314
Repairs & Maintenance	8,16,095	5,21,698
Travelling & Conveyance*	2,77,08,375	2,28,49,014
Insurance	5,02,291	2,41,854
Bad Debts Written off	30,000	7,16,338
Exchange Transaction Charges	1,84,199	-
Miscellaneous Expenses	2,41,090	8,48,438
(*Related parties transactions Refer note 30)		
<b>Total</b>	<b>22,04,49,404</b>	<b>15,25,09,211</b>



## GENERAL NOTES ON ACCOUNTS:

### 26 Operating Lease

The Company has taken various premises on operating lease. Gross rental expenses for the year ended 31<sup>st</sup> March 2018 aggregated to Rs. 2,00,81,445/- (Previous year – Rs. 2,80,06,974/-) which has been included under the head Rent, Rates & Taxes in the Statement of Profit & Loss.

**Details of future minimum lease payments for Non - Cancellable Operating Lease are as follows: -**

<b>Future minimum lease payments</b>	<b>As at March 31, 2018</b>	<b>As at March 31, 2017</b>
Payment not later than One year	13,19,400	34,79,200
Payment later than One year but not later than Five years.	1,69,400	13,41,800
Payment later than Five years	-	-

### 27 Contingent Liabilities and Commitments:

Estimated amount of contracts remaining to be executed on capital account and not provided for:

<b>Particulars</b>	<b>As at 31<sup>st</sup> March 2018</b>	<b>As at 31<sup>st</sup> March 2017</b>
Contracts for development of Computer Software	49,50,000	16,41,348
Kalpavriksh Trust	50,00,000	Nil
<b>Total</b>	<b>99,50,000</b>	<b>16,41,348</b>





## 28 Interest in Joint Venture.

The Company has 50% interest in Acorn Fund Consultants Private Limited. Accordingly, the following disclosures include Balance sheet as well as Statement of Profit and Loss numbers of Acorn Fund Consultants Private Limited

Particulars	March 31, 2018	March 31, 2017
Assets	46,78,374	20,82,300
Liabilities	1,64,84,304	1,16,47,768
Revenue	1,33,00,000	Nil
Other Expenses	1,55,79,682	99,97,343
Profit/(Loss) before tax	(22,79,682)	(99,97,343)
Tax Expenses	39,220	9,715
Profit after Tax	(22,40,462)	(99,87,629)

## 29 Deferred Tax Liability / (Assets):

In accordance with Accounting Standard 22 on Accounting for Taxes on Income, the Company has made adjustments in its accounts for deferred liabilities/assets.

Particulars	Rupees	Rupees
Deferred Tax Liability / (Assets) on Account of:	As at 31.03.2018	As at 31.03.2017
Difference between book and Tax depreciation	71,33,436	48,06,289
On Account of Unabsorbed Business Losses	(8,96,31,909)	(14,36,83,184)
On Account of Provision for Gratuity	(66,33,093)	(42,99,433)
On Account of Provision for Leave Encashment	(41,87,407)	(27,92,380)
<b>Deferred Tax Asset created on 31.03.2018</b>	<b>(9,33,18,973)</b>	<b>(14,59,68,709)</b>



CENTRUM WEALTH MANAGEMENT LIMITED

**List of Related Parties:**

Name of Party	Relationship
Centrum Retail Services Limited	Holding Company
Centrum Capital Limited	Ultimate Holding Co Company
Mr. Ganeshyam S	Key Managerial Personnel
Mr. Arpita Vinay	Key Managerial Personnel
Centrum Investments Advisors Limited	Subsidiary
Centrum Housing Finance Limited	Fellow Subsidiary
Centrum Broking Limited	Fellow Subsidiary
Centrum Direct Limited	Fellow Subsidiary
Centrum Infrastructure Advisory Limited	Fellow Subsidiary
Centrum Financial Services Limited	Fellow Subsidiary
Acorn Fund Consultants Private Limited	Joint venture

(Incl from 1st April, 2016)

**30 Related Party Transactions (Contd.)**  
 (ii) Transactions carried out with the related parties in (i) above.

Nature of transaction	Ultimate Holding Co. Company		Holding Co.		Subsidiary		Fellow Subsidiary		Joint Venture		Key Management Personnel		Total	
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
Inter-Corporate Deposits Given	-	-	-	-	-	-	-	-	16,300,000	10,900,000	-	-	16,300,000	10,900,000
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Housing Finance Limited	-	-	-	-	-	-	-	-	16,300,000	10,900,000	-	-	16,300,000	10,900,000
<b>Total</b>	-	-	-	-	-	-	-	-	3,291,000	6,800,020	-	-	3,291,000	6,800,020
Inter-Corporate Deposits Received Back	-	-	-	-	-	-	-	-	3,291,000	6,800,020	-	-	3,291,000	6,800,020
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Housing Finance Limited	-	-	-	-	-	-	-	-	3,291,000	6,800,020	-	-	3,291,000	6,800,020
<b>Total</b>	-	-	-	-	-	-	-	-	3,291,000	6,800,020	-	-	3,291,000	6,800,020
Inter-Corporate Deposits Taken	247,709,801	172,900,000	-	-	-	-	-	-	-	-	-	-	247,709,801	172,900,000
Centrum Capital Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Financial Services Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Housing Finance Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Retail Services Limited	855,618,216	2,900,000	-	-	-	-	-	-	-	-	-	-	855,618,216	2,900,000
Centrum Investment Advisors Limited	1,985,379	2,900,000	-	-	-	-	-	-	-	-	-	-	1,985,379	2,900,000
<b>Total</b>	247,709,801	172,900,000	855,618,216	2,900,000	1,985,379	2,900,000	52,000,000	33,163,898	-	-	-	-	1,157,313,396	208,963,898
Inter-Corporate Deposits repaid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Capital Limited	571,876,796	143,556,583	-	-	-	-	-	-	-	-	-	-	571,876,796	143,556,583
Centrum Financial Services Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Housing Finance Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Retail Services Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Investment Advisors Limited	351,800,000	-	-	-	-	-	-	-	-	-	-	-	351,800,000	-
<b>Total</b>	571,876,796	143,556,583	351,800,000	-	50,515	2,900,000	52,000,000	33,163,898	-	-	-	-	975,676,796	176,770,986
MLD Proceed on Redemption	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Financials Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans & Advances Given to Directors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Mr. Ganeshyam S	-	-	-	-	-	-	-	-	-	-	-	-	2,089,521	-
Mr. Ganeshyam S	-	-	-	-	-	-	-	-	-	-	-	-	23,835	-
Mr. Arpita Vinay	-	-	-	-	-	-	-	-	-	-	-	-	2,113,356	-
<b>Total</b>	-	-	-	-	-	-	-	-	-	-	-	-	4,063,150	1,587,152
Commission & Brokerage Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Capital Limited	4,063,150	1,587,152	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Direct Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	4,063,150	1,587,152	-	-	-	-	-	-	-	-	-	-	4,063,150	1,587,152
Professional Fees Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Retail Services Limited	-	-	52,085,406	28,517,568	-	-	-	-	-	-	-	-	52,085,406	28,517,568
<b>Total</b>	-	-	52,085,406	28,517,568	-	-	-	-	-	-	-	-	52,085,406	28,517,568
Purchase of Foreign currency & Travel Insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Direct Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	124,930	1,361,893	-	-	124,930	1,361,893	-	-	-	-	124,930	1,361,893





Nature of transaction	Ultimate Holding Co. Company		Holding Co.		Subsidiary		Fellow Subsidiary		Joint Venture		Key Management Personnel		Total	Total
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17		
<b>Brokerage, Commission &amp; Other Income</b>														
Centrum Capital Limited	88,39,229	1,41,32,991	-	-	-	-	-	-	-	-	-	-	88,39,229	1,41,32,991
Centrum Financial Services Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Infrastructure Advisory Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Broking Limited	-	-	-	-	-	-	15,19,19,767	-	-	-	-	-	3,86,51,140	15,19,19,767
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	71,00,000	-	-	-	71,00,000	41,00,000
Centrum Investment Advisors Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>88,39,229</b>	<b>1,41,32,991</b>	-	-	<b>11,23,260</b>	<b>9,51,924</b>	<b>15,19,19,767</b>	-	<b>71,00,000</b>	<b>41,00,000</b>	-	-	<b>5,57,13,629</b>	<b>17,11,04,682</b>
<b>Interest Income</b>														
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	23,85,444	8,06,517	-	-	23,85,444	8,06,517
<b>Total</b>	-	-	-	-	-	-	-	-	<b>23,85,444</b>	<b>8,06,517</b>	-	-	<b>23,85,444</b>	<b>8,06,517</b>
<b>Reimbursement of Exp Received</b>														
Centrum Capital Limited	6,86,220	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Retail Services Limited	-	-	20,00,000	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>6,86,220</b>	-	<b>20,00,000</b>	-	-	-	-	-	-	-	-	-	-	-
<b>Rent Expenses</b>														
Centrum Capital Ltd	64,03,064	1,71,75,129	-	-	-	-	-	-	-	-	-	-	64,03,064	1,71,75,129
CentrumDirect Limited	-	-	-	-	-	-	82,056	-	-	-	-	-	82,056	-
<b>Total</b>	<b>64,03,064</b>	<b>1,71,75,129</b>	-	-	-	-	<b>82,056</b>	-	-	-	-	-	<b>64,03,064</b>	<b>1,72,57,185</b>
<b>Interest Expenses</b>														
Centrum Capital Ltd	5,41,49,901	4,43,87,614	-	-	-	-	-	-	-	-	-	-	5,41,49,901	4,43,87,614
Centrum Investment Advisors Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Direct Limited	-	-	-	-	12,21,169	7,96,111	-	-	-	-	-	-	12,21,169	7,96,111
Centrum Housing Finance Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Centrum Retail Services Limited	-	-	72,10,490	-	-	-	-	-	-	-	-	-	72,10,490	-
Centrum Financial Services Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>5,41,49,901</b>	<b>4,43,87,614</b>	<b>72,10,490</b>	-	<b>12,21,169</b>	<b>7,96,111</b>	<b>26,96,152</b>	-	<b>21,53,972</b>	<b>24,04,472</b>	-	-	<b>6,47,35,332</b>	<b>4,78,79,877</b>
<b>Reimbursement of Expenses/ Brokerage</b>														
Centrum Broking Limited	-	-	-	-	-	-	-	-	31,6456	-	-	-	3,16,456	-
Centrum Direct Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-	<b>3,16,456</b>	-	-	-	<b>3,16,456</b>	<b>22,957</b>
<b>Investment made during the year</b>														
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	-	<b>75,00,000</b>	<b>75,00,000</b>	-	-	-	<b>75,00,000</b>

*[Handwritten Signature]*





Nature of transaction	Ultimate Holding Co. Company		Holding Co.		Subsidiary		Fellow Subsidiary		Joint Venture		Key Management Personnel		Total	Total
	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17		
Managerial Remuneration														
Mr.Ganashyam.S														
Mr.Arpa Vinay														
<b>Total</b>														
Remuneration Recoverable														
Mr.Ganashyam.S														
Mr.Arpa Vinay														
<b>Total</b>														
Amount Receivable as at March 31, 2018														
<b>Sundry Debtors</b>														
Centrum Capital Ltd		29,20,496												
Centrum Financial Services Limited														
Centrum Infrastructure Advisory Limited														
Centrum Broking Limited														
Acorn Fund Consultants Private Limited														
Centrum Investment Advisors Limited														
<b>Total</b>		29,20,496			10,14,621		21,69,862							
Interest Receivable														
Acorn Fund Consultants Private Limited														
<b>Total</b>									21,46,900	7,25,865			21,46,900	7,25,865
Loan/Advances receivable														
Acorn Fund Consultants Private Limited														
Mr.Ganashyam.S														
<b>Total</b>									2,44,34,865	1,07,00,000			2,44,34,865	1,07,00,000
Remuneration Recoverable as at March 31, 2018														
Mr.Ganashyam.S														
Mr.Arpa Vinay														
<b>Total</b>														
Amount Payable as at March 31, 2018														
<b>Rent Payable</b>														
Centrum Capital Ltd		1,59,33,885												
Centrum Direct Limited														
<b>Total</b>		1,59,33,885					86,158							1,59,33,885
Interest Payable														
Centrum Capital Ltd		3,99,48,852												
Centrum Direct Limited														
Centrum Retail Services Limited														
Centrum Investments Advisors Limited														
<b>Total</b>		3,99,48,852			13,15,552		7,16,500		13,15,552	7,16,500			13,15,552	7,16,500
Professional / Consultancy Fees Payable/ Others (Sundry Creditors)														
Centrum Capital Ltd		24,99,431												
Centrum Retail Services Limited														
Centrum Direct Limited														
<b>Total</b>		24,99,431					60,06,277							24,99,431
Loan/Advances payable														
Centrum Capital Ltd		32,41,66,996												
Centrum Direct Limited														
Centrum Retail Services Limited														
Centrum Investment Advisors Limited														
<b>Total</b>		32,41,66,996			87,78,237		67,93,358		87,78,237	67,93,358			87,78,237	67,93,358
Investment in Equity Shares as at March 31, 2018														
Acorn Fund Consultants Private Limited														
<b>Total</b>							50,00,000							50,00,000
<b>Total</b>							50,00,000							50,00,000
<b>Total</b>							75,50,000							75,50,000
<b>Total</b>							50,00,000							50,00,000
<b>Total</b>							75,50,000							75,50,000



### 31 Employee Benefits

The following table summarizes the components of net benefit expense recognized in the Profit and Loss account and funded status and amount recognized in the balance sheet for gratuity.

Actuarial Assumptions	For the year ended	
	31-Mar-18	31-Mar-17
Discount rate Current Year	7.86%	7.52%
Expected rate of return on assets	7.86%	7.52%
Salary escalation	6.00%	6.00%
Attrition Rate Current Year	2.00%	2.00%

Reconciliation of opening and closing balances of defined benefit obligation	For the year ended	
	31-Mar-18	31-Mar-17
Opening defined benefit obligation	1,68,90,887	1,24,25,749
Interest cost	12,70,195	10,02,758
Current service cost	51,65,639	38,62,163
Past service cost (non vested benefit)	Nil	Nil
Past service cost (vested benefit)	Nil	Nil
Liability transfer in	Nil	Nil
Liability transfer out	Nil	Nil
Benefit paid	Nil	Nil
Actuarial (gain)/loss on obligation	(14,92,331)	(3,99,783)
Defined benefit obligation at the end of the year	2,18,34,390	1,68,90,887

Changes in the fair value of plan assets are as follows	For the year ended	
	31-Mar-18	31-Mar-17
Opening fair value of plan assets	28,15,561	Nil
Expected Return on Plan Assets	2,11,730	Nil
Contributions by employer	NILL	28,41,795
Transfer from other Company		Nil
Transfer to other Company		Nil
Benefit paid		Nil
Actuarial gain/(loss) on Plan Assets	(1,74,966)	(26,234)
Fair value of plan assets at the end of the year	28,52,325	28,15,561
Total Actuarial Gain / (Loss) to be recognized	(1,74,966)	(26,234)

Actual Return on Plan Assets	For the year ended	
	31-Mar-18	31-Mar-17
Expected Return on Plan Assets	2,11,730	Nil
Actuarial gain/(loss) on Plan Assets	(1,74,966)	(26,234)
Actual Return on Plan Assets	36,764	(26,234)

Amount recognized in the Balance Sheet	For the year ended	
	31-Mar-18	31-Mar-17
Defined benefit obligation at the end of the year	(2,18,34,390)	(1,68,90,887)
Fair Value of Plan Assets at the end of the year	28,52,325	28,15,561
Amount recognized in the Balance Sheet	(1,89,82,065)	(1,40,75,326)

Expenses recognised in the income statement	For the year ended	
	31-Mar-18	31-Mar-17
Current service cost	51,65,639	38,62,163
Interest cost	10,58,465	10,02,758
Expected return on plan assets	Nil	Nil
Past Service Cost ( non vested Benefit) Recognised	Nil	Nil
Past Service Cost ( vested Benefit ) Recognised	Nil	Nil
Amount nor recognised as asset	Nil	Nil
Actuarial gain or loss	(13,17,365)	(3,73,549)
Expenses recognised in P & L	49,06,739	44,91,372

Balance Sheet Reconciliation	As at	
	31-Mar-18	31-Mar-17
For the year ended March 31, 2017	1,89,82,065	1,40,75,326
Opening net liability	1,40,75,326	1,24,25,749
Expenses as above	49,06,739	44,91,372
Employers contribution	NIL	(28,41,795)
Amount recognised in Balance Sheet	1,89,82,065	1,40,75,326

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32 The Company has a process of identification of 'suppliers' registered under the Micro, Small and Medium Enterprises Development ('MSMED') Act, 2006, by obtaining confirmations from all suppliers. The company has not received intimation from all the 'suppliers' regarding their status under MSMED Act, 2006 and hence disclosures if any, relating to amounts unpaid as at the yearend together with interest paid/payable as required have not been furnished.

33 **Earnings per share:**

Particulars		Current Year (Rupees)	Previous Year (Rupees)
i)	Profit after Taxes attributable to equity shareholders	10,72,54,688	(2,58,55,595)
ii)	Number of equity shares of Rs.10 each issued and outstanding at the end of the year	2,00,00,000	2,00,00,000
iii)	Weighted average number of shares outstanding at the end of the year	2,00,00,000	2,00,00,000
iv)	Basic and Diluted earnings per share	5.36	(1.29)

34 **Managerial Remuneration**

The remuneration paid by the company for financial year 2016-17 and financial period 2015- 16 to Mr. S. Ganashyam and Ms. Arpita Vinay being the whole time directors was in excess of the overall ceiling prescribed under Schedule V read with sec 197 of Companies Act, 2013 by Rs. 26,97,319/- and Rs. 30,82,651/- respectively. The excess amount paid was shown as recoverable in respective years and was held in trust by the concerned whole time directors in compliance with Section 197. However, the same has been recovered by the company in Current Year i.e FY 2017-18.

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**35 Auditors Remuneration: (Exclusive of GST/Service Tax)**

<b>Particulars</b>	<b>For the Year ended 31st March, 2018</b>	<b>For the Year ended 31<sup>st</sup> March, 2017</b>
Statutory Audit	2,00,000	1,00,000
Tax Audit	20,000	20,000
For Certificate and Other Matters	8,07,500	7500
<b>Total</b>	<b>10,27,500</b>	<b>1,27,500</b>

**36 (i) Earning in Foreign Currency (Accrual Basis)**

<b>Particulars</b>	<b>For the Year ended 31st March, 2018</b>	<b>For the Year ended 31<sup>st</sup> March, 2017</b>
Offshore Services Referral Commission	74,36,520	-
Referral Commission	350,367	-
<b>Total</b>	<b>77,86,887</b>	<b>-</b>

**(ii) Expenditure in Foreign Currency (Accrual Basis)**

<b>Particulars</b>	<b>For the Year ended 31st March, 2018</b>	<b>For the Year ended 31st March, 2017</b>
Travelling	3,94,238	3,32,561
<b>Total</b>	<b>3,94,238</b>	<b>3,32,561</b>



37 **Details of Derivative Instruments and Un-Hedged Foreign Currency Exposure**

I. Details of Open Interest in Equity Index Options as at 31<sup>st</sup> March, 2018 (At Fair Value):

Name of Option	Maturity Grouping	Long Position		Short Position	
		No of Units	Amount	No of Units	Amount
NIFTY 20JUNE7700PUT	> 10 Months	-	-	450	88897.50
NIFTY20JUNE9500CALL	> 10 Months	-	-	1650	3075187.50

II. Particulars of Unhedged Foreign Currency Exposure are detailed below at the exchange rate prevailing as at balance sheet date.

(Amount in Rs)

Particulars	As at March 31, 2018	As at March 31, 2017
Loan & Advances to related parties	35,544 (AED 1185 @ Closing rate of 1AED = Rs. 17.69)	NIL
Loan & Advances to related parties	40,106 (SGD 687 @ Closing rate of 1SGD = Rs. 47.85)	NIL
Trade Receivable	Rs 19,52,238 (USD 30,000 @ closing rate of 1 USD = Rs 65.0746)	NIL


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- 38 The company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law/accounting standards for material foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts.
- 39 Previous year figures are re-grouped/re-arranged wherever necessary to conform to current year's classification.

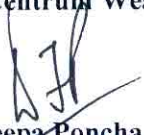
As per our attached report of even date

For A.T. Jain & Co.  
Chartered Accountants  
Firm Registration No. 103886W

  
Sushil T. Jain  
Partner  
Membership Number: 033809  
Place: Mumbai  
Date: 24<sup>th</sup> May 2018




For and on behalf of the Board of  
Centrum Wealth Management Limited.

  
Deepa Poncha  
Non-Executive Chairman  
DIN 01916512

  
Narayan Krishnan  
CFO

  
Arpita Vinay  
Whole Time Director  
DIN 06940663

  
Archana Goyal  
Company Secretary







**INDEPENDENT AUDITORS REPORT TO THE BOARD OF DIRECTORS CENTRUM WEALTH MANAGEMENT LIMITED**

**Report on the Special Purpose Financial Statements**

We have audited the accompanying Special Purpose Financial statements of CENTRUM WEALTH MANAGEMENT LIMITED ("the company"), which comprise the Balance sheet as at March 31<sup>st</sup> 2018; the statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information. The special purpose financial statements have been prepared by the Management of the company for the purpose of its consolidation by the ultimate Holding Company i.e Centrum Capital Ltd.

**Management's Responsibility for the Special Purpose Financial statements**

The Company's Board of Directors are responsible for the matters stated with respect to the preparation of these Special Purpose Financial Statements that give a true and fair view of the financial position, financial performance and cash flow statement in accordance with the accounting principles and policies generally accepted in India, as applicable and in accordance with the required format of special purpose financial statements.

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; application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of accounting records, relevant to the preparation and presentation of 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 special purpose financial statements based on our audit.

We conducted our audit of the special purpose financial statements in accordance with the standards on Auditing Specified under Section 143(10) of the Act.

Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal financial





control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the 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 special purpose financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid special purpose financial statements give the information in the manner so required and give a true and fair view of the state of affairs of the Company as at March 31<sup>st</sup> 2018 and its profit and its cash flows for the year ended on that date.

### **Restriction on Distribution and Use**

The special purpose financial statements have been prepared for inclusion in the consolidated financial statements of the ultimate Parent Company. As a result, the special purpose financial statements may not be suitable for another purpose. Our report is intended solely for the Company, the Parent Company (including Ultimate Parent Company) and the auditors of the Parent Company (including Ultimate Parent Company) for their consideration into the audit of Consolidated Financial Statements and should not be distributed to or used by parties other than the Company, the Parent Company (including Ultimate Parent Company) and the Auditors of the Parent Company (including Ultimate Parent Company).

### **Other matter**

The company shall prepare a separate set of general purpose financial statements for the year ended March 31<sup>st</sup> 2018 in accordance with the Indian Accounting Standards notified under Section 133 of the Act, on which we shall issue a separate Auditor's Report to the members of the company.

**For A.T. Jain & Co.**  
**Chartered Accountants**  
**Firm Registration Nos. 103886W**

**Sushil Jain**  
**(Partner)**  
**Membership No. 033809**  
Place: Mumbai  
Date: 24<sup>th</sup> May 2018

