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## **INDEPENDENT AUDITOR'S REPORT**

**To the Members of PENINSULA INVESTMENT MANAGEMENT COMPANY LIMITED**

**Report on the Consolidated Financial Statements as per Indian Accounting Standards (Ind AS):**

We have audited the accompanying consolidated Ind AS financial statements of **PENINSULA INVESTMENT MANAGEMENT COMPANY LIMITED** ("hereinafter referred to as the Holding Company") comprising of the consolidated Balance Sheet as at March 31, 2018, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Cash Flow Statement for the year then ended and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the Consolidated Ind AS Financial Statements").

**Management's Responsibility for the Consolidated Ind AS Financial Statements:**

The Holding Company's Board of Directors is responsible for the preparation of these consolidated Ind AS financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated cash flows and changes in equity of the Group including its associates and joint ventures in accordance with accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act.

The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associates and joint ventures respectively and for preventing and detecting frauds and other irregularities; the selection and application

of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

### **Auditor's Responsibility**

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

We conducted our audit of the consolidated Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated Ind AS financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated 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 consolidated financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group, its associates and joint ventures as at March 31, 2018, and their consolidated deficit (including other comprehensive income), their consolidated cash flows and consolidated changes in equity for the year ended on that date.

#### **Other Matter**

The consolidated Ind AS financial statements also include the share of net profit of Rs 64,33,521.00 for the year ended March 31, 2018 as considered in the consolidated Ind AS financial statements, in respect of its associates and joint ventures whose financial statements have not been audited by us

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

As required by Section 143(3) of the Act, we report, to the extent applicable, that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.

(b) In our opinion, proper books of account as required by law maintained by the Holding Company, its subsidiaries included in the group, associate companies and joint venture incorporated in India including relevant records relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and records of the Holding Company and the reports of the other auditors.

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained by the Holding Company, its subsidiaries including in the group, associate companies and joint ventures incorporated in India including relevant records relating to the preparation of the consolidated Ind AS financial statements.

(d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.

(e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its joint venture incorporated in India, none of the directors of the Group companies,



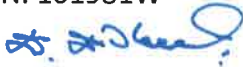
its joint venture incorporated in India is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Holding Company, its subsidiary companies and joint ventures incorporated in India and the operating effectiveness of such controls, refer to our separate Report in Annexure A.

(g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The group does not have any pending litigations which would impact its financial position.
- ii. The group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amount which were required to be transferred to the Investor Education and Protection fund by the company.

For D. DADHEECH & CO  
Chartered Accountants  
ICAI FRN. 101981W



(DEVESH DADHEECH)  
Proprietor  
Membership No. 033909

Date: 21 MAY 2018  
Place: Mumbai

## **Annexure A to Independent Auditors' Report**

Referred to in paragraph under "Report on other Legal and Regulatory Requirements" in the Independent Auditor's Report of even date to the members of **PENINSULA INVESTMENT MANAGEMENT COMPANY LIMITED** on the consolidated financial statements for the year ended March 31, 2018.

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of **PENINSULA INVESTMENT MANAGEMENT COMPANY LIMITED** (hereinafter referred to as "the Holding Company") as of and for the year ended 31<sup>st</sup> March 2018

### **Management's Responsibility for Internal Financial Controls**

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

### **Auditor's Responsibility**

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") issued by the ICAI and the Standards on Auditing deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting





## Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements


## Inherent Limitations of Internal Financial Controls Over Financial Reporting.

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

## Opinion

In our opinion, the Holding Company, its subsidiary companies, its associates companies and joint ventures, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For D. DADHEECH & CO  
Chartered Accountants  
ICAI FRN. 101981W



(DEVESH DADHEECH)  
Proprietor  
Membership No. 033909



Date: 21 MAY 2018  
Place: Mumbai

# Peninsula Investment Management Company Limited

## Consolidated Balance Sheet

as at 31 March 2018

(Amount in INR)

Particulars	Note	As at 31 March 2018	As at 31 March 2017
<b>ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Property, plant and equipment	4	2	338
(b) Other intangible assets	5	-	-
(c) Investments in joint venture	6	81,825,360	75,793,993
(d) Financial assets			
(i) Investments	7	5,293,054	8,566,442
(ii) Other financial assets	8	-	199,890
(e) Other non-current assets	9	7,794,679	7,495,884
<b>Total non-current assets</b>		<b>94,913,095</b>	<b>92,056,547</b>
<b>(2) Current assets</b>			
(a) Financial assets			
(i) Investments	10	980	942
(ii) Trade receivables	11	72,993,950	72,993,950
(iii) Cash and cash equivalents	12	4,577,881	3,214,382
(iv) Other financial assets	13	9,184,024	8,683,018
(b) Other current assets	14	1,617	1,821
<b>Total current assets</b>		<b>86,758,452</b>	<b>84,894,113</b>
<b>TOTAL ASSETS</b>		<b>181,671,547</b>	<b>176,950,660</b>
<b>EQUITY AND LIABILITIES</b>			
<b>(1) Equity</b>			
(a) Equity share capital	15	100,000,000	100,000,000
(b) Other equity			
(i) Retained earnings (including items of other comprehensive income)		(63,288,590)	(57,750,573)
<b>Total equity</b>		<b>36,711,410</b>	<b>42,249,427</b>
<b>(2) Non-current liabilities</b>			
(a) Borrowings	16	110,850,000	110,850,000
(b) Deferred tax liabilities (net)	23	-	-
(c) Other non-current liabilities	17	33,146,079	23,169,579
<b>Total Non-current liabilities</b>		<b>143,996,079</b>	<b>134,019,579</b>
<b>(3) Current liabilities</b>			
(a) Financial liabilities			
(i) Trade payables	18	808,348	465,480
(b) Other current liabilities	19	155,710	216,175
<b>Total current liabilities</b>		<b>964,058</b>	<b>681,655</b>
<b>Total liabilities</b>		<b>144,960,137</b>	<b>134,701,233</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>181,671,547</b>	<b>176,950,660</b>

The notes referred to above form an integral part of the financial statements  
As per our report of even date attached

For **D. Dadheech & Co.**

Chartered Accountants

Firm's Registration No: 101981W

**Devesh Dadheech**

Proprietor

Membership No: 33909



Mumbai

Date:

21 MAY 2018

For and on behalf of the Board of Directors of  
**Peninsula Investment Management Company Limited**

CIN : U67110MH2005PLC158070

**Rajeev Piramal**  
Managing Director  
DIN : 00044983

**Prashant Sagwekar**  
Chief Financial Officer

**Mahesh Gupta**  
Director  
DIN : 00046810

**Bharat Sanghi**  
Company Secretary  
ACS No: 10204

Mumbai

Date:

21 MAY 2018

# Peninsula Investment Management Company Limited

## Consolidated statement of profit and loss

for the year ended 31 March 2018

(Amount in INR)

Particulars	Note	For the year ended 31 March 2018	For the year ended 31 March 2017
Other income	20	1,068,302	2,164,443
<b>Total income</b>		<b>1,068,302</b>	<b>2,164,443</b>
Finance costs	21	10,010,562	9,978,640
Depreciation and amortization expenses	4 & 5	336	6,867
Other expenses	22	2,626,788	2,285,223
<b>Total expenses</b>		<b>12,637,686</b>	<b>12,270,730</b>
Loss before tax and share of profit / (loss) from joint venture		(11,569,384)	(10,106,287)
<b>Share of profit/(loss) from joint venture (net of tax)</b>		<b>6,433,521</b>	<b>7,889,327</b>
<b>Profit / (loss) before tax</b>		<b>(5,135,863)</b>	<b>(2,216,960)</b>
<b>Tax expense:</b>			
Current tax		-	-
Deferred tax	23	-	-
<b>Loss for the year</b>		<b>(5,135,863)</b>	<b>(2,216,960)</b>
<b>Other comprehensive income, net of tax</b>			
<b>Total comprehensive income for the year</b>		<b>(5,135,863)</b>	<b>(2,216,960)</b>
<b>Share in other comprehensive income (net of tax) from joint venture</b>		<b>(402,154)</b>	<b>92,176</b>
<b>Total comprehensive income for the year</b>		<b>(5,538,017)</b>	<b>(2,124,784)</b>
Earnings per equity share of par value Rs. 10 each (31 March 2017 Rs. 10 each)	24		
Basic		(0.51)	(0.22)
Diluted		(0.51)	(0.22)

The notes referred to above form an integral part of the financial statements  
As per our report of even date attached

For **D. Dadheech & Co.**

Chartered Accountants

Firm's Registration No: 101981W

**Devesh Dadheech**

Proprietor

Membership No: 33909



For and on behalf of the Board of Directors of  
**Peninsula Investment Management Company Limited**

CIN : U67110MH2005PLC158070

**Rajeev Piramal**  
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**Mahesh Gupta**  
Director  
DIN : 00046810

**Bharat Sanghvi**  
Company Secretary  
ACS No: 10204

Mumbai  
Date

21 MAY 2018

Mumbai  
Date

21 MAY 2018



# Peninsula Investment Management Company Limited

## Statement of cash flows

for the year ended 31 March 2018

(Amount in INR)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
<b>Cash flow from operating activities</b>		
Loss before tax	(11,569,384)	(10,106,287)
Adjustments to reconcile loss before tax to net cash used in operating activities		
Depreciation and amortization	336	6,867
Provision for diminution in value of current investments	-	900,000
Income from investments	(992,267)	(1,171,570)
Financial assets at FVTPL - net change in fair value	543,402	(962,950)
Interest accrued but not due on borrowings	34,062	29,398
Prior period items	-	(125,000)
	(11,983,851)	(11,429,542)
<b>Working capital adjustments</b>		
Increase in liabilities	10,258,903	9,799,560
Decrease in other financial assets	(543,402)	-
Decrease in other current liab	(34,062)	-
Increase in loans and advances	(542,771)	2,095,633
	(2,845,183)	465,651
Income Tax paid (Net of income tax refund)	(56,936)	(96,921)
<b>Net cash flows from operating activities</b>	<b>(2,902,119)</b>	<b>368,730</b>
<b>Cash flow from investing activities</b>		
Investment /sale of investment during the year	3,273,388	(172,654)
Redemption proceeds received from mutual fund	25,908	81,037
Income received from investments	966,322	1,090,534
<b>Net cash flows from investing activities</b>	<b>4,265,618</b>	<b>998,917</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,363,499</b>	<b>1,367,647</b>
Cash and cash equivalents at the beginning of the year	3,214,382	1,846,735
<b>Cash and cash equivalents at the end of the year</b>	<b>4,577,881</b>	<b>3,214,382</b>
<b>Reconciliation of cash and cash equivalents with the Balance Sheet</b>		
Cash and bank balances as per Balance Sheet [Note 12]	4,577,881	3,214,382
<b>Cash and cash equivalents as restated as at the year end</b>	<b>4,577,881</b>	<b>3,214,382</b>

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard (IND AS) 7 - "Cash Flow Statements"

The notes referred to above form an integral part of the financial statements  
As per our report of even date attached

For **D. Dadheech & Co.**  
Chartered Accountants  
Firm's Registration No. 101981W

**Devesh Dadheech**  
Proprietor  
Membership No: 33909



Mumbai  
Date

21 MAY 2018

For and on behalf of the Board of Directors of  
**Peninsula Investment Management Company Limited**  
CIN : U67110MH2005PLC158070

**Rajeev Piram**  
Managing Director  
DIN : 00044983

**Mallesh Gupta**  
Director  
DIN : 00046810

**Prashant Sagwekar**  
Chief Financial Officer

**Bharat Sanghvi**  
Company Secretary  
ACS No. 10204

Mumbai  
Date

21 MAY 2018

# Peninsula Investment Management Company Limited

## Consolidated statement of changes in equity for the year ended 31 March 2018

(Amount in INR)

### A. Equity share capital

	Amount Rs.
Balance as at 31 March 2017	100,000,000
Changes in equity share capital during the year	-
Balance as at 31 March 2018	100,000,000

### B. Other equity

Particulars	Capital Reserve	Securities Premium Account	Other equity Reserves & Surplus Deemed Equity	Retained earnings	Total	Items of OCI Movement of Other comprehensive	Total equity
Balance at 31 March 2016	-	-	88,833	(55,104,707)	(55,015,874)	(484,915)	(55,500,789)
Prior period error	-	-	-	(125,000)	(125,000)	-	(125,000)
Restated balance at the beginning of the reporting period	-	-	88,833	(55,229,707)	(55,140,874)	(484,915)	(55,625,789)
Changes in equity share capital during the year	-	-	-	-	-	-	-
Loss for the year	-	-	-	(10,106,287)	(10,106,287)	-	(10,106,287)
Share of profit from investment in joint venture	-	-	-	7,889,327	7,889,327	-	7,889,327
Share in other comprehensive income from investment in joint venture	-	-	-	-	-	-	-
(a) Remeasurement of defined benefit plan - gratuity (net of tax)	-	-	-	-	-	55,817	55,817
(b) Remeasurement of defined benefit plan - leave encashment (net of tax)	-	-	-	-	-	36,359	36,359
Total comprehensive income for the year	-	-	-	(2,216,960)	(2,216,960)	92,176	(2,124,784)
Balance at 31 March 2017	-	-	88,833	(57,446,667)	(57,357,834)	(392,739)	(57,750,573)
Changes in equity share capital during the year	-	-	-	-	-	-	-
Loan from Peninsula Land Limited	-	-	-	-	-	-	-
Loss for the year	-	-	-	(11,569,384)	(11,569,384)	-	(11,569,384)
Share of profit from investment in joint venture	-	-	-	6,433,521	6,433,521	-	6,433,521
Share in other comprehensive income from investment in joint venture	-	-	-	-	-	-	-
(a) Remeasurement of defined benefit plan - gratuity (net of tax)	-	-	-	-	-	(365,795)	(365,795)
(b) Remeasurement of defined benefit plan - leave encashment (net of tax)	-	-	-	-	-	(36,359)	(36,359)
Total comprehensive income for the year	-	-	-	(5,135,863)	(5,135,863)	(402,154)	(5,538,017)
Balance at 31 March 2018	-	-	88,833	(62,582,530)	(62,493,697)	(794,893)	(63,288,590)

Note:

The Company does not have any items in the nature of 'Other Comprehensive Income'.

The notes referred to above form an integral part of the financial statements  
As per our report of even date attached

For D. Dadheech & Co.

Chartered Accountants

Firm's Registration No: 101981W

Devesh Dadheech

Proprietor

Membership No: 33909



Mumbai

Date: 21 MAY 2018

For and on behalf of the Board of Directors of

Peninsula Investment Management Company Limited

CIN : U67110MH2005PLC158070

Rajeev Piramal

Managing Director

DIN : 00044983

Prashant Sagwekar  
Chief Financial Officer

Mumbai

Date: 21 MAY 2018

Maresh Gupta

Director

DIN : 00046810

Bharat Sanghi  
Company Secretary

ACS No: 10204

# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 1. Background

Peninsula Investment Management Company Limited ('the Company') was incorporated on 15 December 2005. The principle objective of the Group is to originate, acquire, manage, monitor and dispose portfolio investments of Investment Manager to PReF Indigo Scheme, a scheme of Peninsula Realty Fund ('Fund') based on an investment management agreement between the Group and Peninsula Trustee Limited ('Trustee Company') dated 13 March 2006 pursuant to amended from time to time.

### 2. Basis of consolidation

#### *Equity accounted investees*

The Group's interests in equity accounted investees comprise interests in joint ventures.

A joint venture is an arrangement in which the Group has joint control and has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

Interests in joint ventures is accounted for using the equity method. They are initially recognised at cost which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of profit or loss and OCI of equity accounted investees until the date on which significant influence or joint control ceases.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

### 3. Basis of preparation

#### *A. Statement of compliance*

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act.



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### B. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Group's functional currency. All amounts have been rounded-off to the nearest rupees, unless otherwise indicated.

#### C. Current/ Non-current classification

The Group presents assets and liabilities in the balance sheet based on current/ non-current classification.

An asset is treated as current when it is:

- a) Expected to be realised or intended to be sold or consumed in its normal operating cycle;
- b) Held primarily for the purpose of trading;
- c) Expected to be realised within twelve months after the reporting period; or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- a) It is expected to be settled in its normal operating cycle;
- b) It is held primarily for the purpose of trading;
- c) It is due to be settled within twelve months after the reporting period; or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non-current.

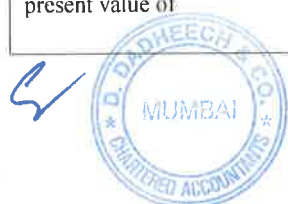
Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

#### D. Basis of measurement

The statements have been prepared on the historical cost basis except for the following items:

Items	Measurement basis
Certain financial assets and liabilities	Fair value
Net defined benefit (asset)/ liability present value of	Fair value of plan assets less defined benefit obligations



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### E. Use of estimates and judgments

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

#### *Assumptions and estimation uncertainties*

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ending 31 March 2018 is included in the following notes:

Note 29 – impairment of financial assets

#### F. Measurement of fair values

The Group's accounting policies and disclosures require the measurement of fair values for financial instruments.

The Group has an established control framework with respect to the measurement of fair values. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in 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 asset or liability that are not based on observable market data unobservable inputs).

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. Further information about the assumptions made in measuring fair values is included in the following notes:

Note 29 – financial instruments.





# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### F. Measurement of fair values (*Continued*)

##### Financial instruments

##### Investments and other financial assets

##### *Classification*

The Group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses is recorded in profit or loss.

##### **Measurement**

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

**Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost.

Interest income from these financial assets is included in finance income using the effective interest rate method.

**Fair value through profit or loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in other income.

##### *Equity instruments*

All equity investments other than investment in joint venture are measured at fair value. The Group's management has elected to present fair value gains and losses on equity investments in profit or loss. Dividends from such investments are recognised in profit or loss as other income when the Group's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain/ (losses) in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVTPL are not reported separately from other changes in fair value.

##### *Impairment of financial assets*

The Group assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### F. Measurement of fair values (*Continued*)

##### Property, plant and equipment

###### *Recognition and measurement*

Items of property, plant and equipment are measured at cost, which includes capitalized borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

###### **Subsequent expenditure**

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Group.

###### **Depreciation**

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives using the straight-line method and is generally recognised in the statement of profit and loss which is as follows:

Class of Fixed Asset	Useful life (years)
Computer Software	3
Computers	3
Office equipment	5
Furniture and fixture	10

Depreciation on additions (disposals) is provided on a pro-rata basis i.e. from (upto) the date on which asset is ready for use (disposed of).

###### **Intangible assets**

Intangible assets including those acquired by the Group are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### F. Measurement of fair values (*Continued*)

##### Property, plant and equipment (*Continued*)

##### Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, is recognised in profit or loss as incurred.

##### Amortisation

Amortisation is calculated to write off the cost of intangible assets less their estimated residual values over their estimated useful lives using the straight-line method, and is included in depreciation and amortisation in Statement of Profit and Loss.

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

##### Impairment of assets

Intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

##### Impairment of non-financial assets

The Group's non-financial assets, other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

In respect of other assets for which impairment loss has been recognised in prior periods, the Group reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### F. Measurement of fair values (*Continued*)

##### Property, plant and equipment (*Continued*)

##### Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid, if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the amount of obligation can be estimated reliably.

##### Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan ('the asset ceiling'). In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised in OCI. The Group determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

##### Provisions (other than for employee benefits)

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost. Expected future operating losses are not provided for.



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### F. Measurement of fair values (*Continued*)

##### Revenue

##### Rendering of services

##### *Management fees*

Management fees (net of service tax) are recognised on an accrual basis in accordance with the terms of an investment management agreement between the Company and Trustee Company. The Company has not charged management fees to the fund w.e.f 1 April 2014 vide board resolution dated 19 September 2014.

##### *Dividend income*

Dividend income is recognised in profit or loss on the date on which the Company's right to receive payment is established.

##### *Income from investment*

Income from investment is accounted in accordance with contribution agreement.

##### *Advisory fees*

Advisory fees are recognised on an accrual basis in accordance with terms of agreement between the Company and co-investees.

##### *Professional fees*

Professional fees are recognised on an accrual basis in accordance with terms of agreement.

##### *Carrying fee*

Carrying fee is recognized on an accrual basis in accordance with terms of agreement.

##### *Recovery of Expenses*

Recovery of expense is initiated and accounted in accordance with contribution agreement.

##### *Capping fee*

Capping fee is accounted in accordance with contribution agreement.

##### Income tax

Income tax comprises current and deferred tax. It is recognised in statement of profit or loss except to the extent that it relates to an item recognised directly in equity or in other comprehensive income.

##### Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

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# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### F. Measurement of fair values (*Continued*)

##### Current tax (*Continued*)

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

##### Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be Group recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realised. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

##### Trade receivable and trade payable

Trade receivable are recognised at carrying cost which considered to be same as their fair values due to their short term nature.

For trade receivables only, the Group applies the simplified approach permitted by Ind AS 109 *Financial Instruments*, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

Trade payable represents liabilities for goods and services provided to the Company prior to the end of the financials year which are unpaid.



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 3. Basis of preparation (*Continued*)

#### F. Measurement of fair values (*Continued*)

##### Lease payment

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line Basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

as at 31 March 2018

(Amount in INR)

### 4 Property, plant and equipment

#### Reconciliation of carrying amount

	Plant and equipment- computer	Furniture and fixtures	Office equipment	Total
Cost or deemed cost (gross carrying amount)				
Balance at 1 April 2015	1,010,641	17,874	16,761	1,045,276
Additions	-	-	-	-
Disposals	-	-	-	-
Balance at 31 March 2016	1,010,641	17,874	16,761	1,045,276
Balance at 1 April 2016	1,010,641	17,874	16,761	1,045,276
Additions	-	-	-	-
Disposals	-	-	-	-
Balance at 31 March 2017	1,010,641	17,874	16,761	1,045,276
Balance at 1 April 2017	1,010,641	17,874	16,761	1,045,276
Additions	-	-	-	-
Disposals	-	-	-	-
Balance at 31 March 2018	1,010,641	17,874	16,761	1,045,276
Accumulated depreciation				
Balance at 1 April 2016	1,010,641	16,748	16,761	1,044,150
Depreciation for the year	-	788	-	788
Balance at 31 March 2017	1,010,641	17,536	16,761	1,044,938
Balance at 1 April 2017	1,010,641	17,536	16,761	1,044,938
Depreciation for the year	-	336	-	336
Balance at 31 March 2018	1,010,641	17,872	16,761	1,045,274
Carrying amounts (net)				
At 31 March 2016/ 1 April 2016	-	1,126	-	1,126
At 31 March 2017	-	338	-	338
At 31 March 2018	-	2	-	2



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

as at 31 March 2018

(Amount in INR)

### 5 Intangibles

#### Reconciliation of carrying amount

	Computer Software	Total
<b>Cost or deemed cost (gross carrying amount)</b>		
Balance at 1 April 2016	2,701,446	2,701,446
Additions	-	-
Disposals	-	-
<b>Balance at 31 March 2017</b>	<b>2,701,446</b>	<b>2,701,446</b>
Balance at 1 April 2017	2,701,446	2,701,446
Additions	-	-
Disposals	-	-
<b>Balance at 31 March 2018</b>	<b>2,701,446</b>	<b>2,701,446</b>
<b>Accumulated depreciation</b>		
Balance at 1 April 2016	2,695,367	2,695,367
Depreciation for the year	6,079	6,079
<b>Balance at 31 March 2017</b>	<b>2,701,446</b>	<b>2,701,446</b>
Balance at 1 April 2017	2,701,446	2,701,446
Depreciation for the year	-	-
<b>Balance at 31 March 2018</b>	<b>2,701,446</b>	<b>2,701,446</b>
<b>Carrying amounts (net)</b>		
At 31 March 2016/ 1 April 2016	6,079	6,079
At 31 March 2017	-	-
At 31 March 2018	-	-



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

as at 31 March 2018

(Amount in INR)

Particulars	As at 31 March 2018	As at 31 March 2017
<b>6 Investments in joint ventures</b>		
Investment carried at cost		
Investments in equity instruments (fully paid) unquoted		
4,900 (Previous Year: 4,900) Class A Equity share of Rs 10 each of Peninsula Brookfield Investment Managers Private Limited (refer note a)	-	-
10,000 (Previous Year: 10,000) Class C Equity share of Rs 10 each of Peninsula Brookfield Investment Managers Private Limited (refer note a)	-	-
	-	-
	-	-
	-	-
Investment in preference shares (fully paid) unquoted		
16,62,878 (Previous Year: 16,62,878) 0.01% cumulative compulsorily convertible preference shares of Rs 100 each of PenBrook Capital Advisors Private Limited (formerly known as Peninsula Brookfield Investment Managers Private Limited) (refer note b)	75,793,993	67,812,491
Less: Share of profit/(loss) from investment in joint venture	6,031,367	7,981,503
	<b>81,825,360</b>	<b>75,793,993</b>

### a Terms / rights attached to equity shares

"Class A Shares" means a class of equity shares with face value of Rs 10 (Rupees Ten) with, (i) the right of one vote per share; (ii) no rights to any dividend or other form of returns from the Company; and (iii) a pari-passu right to all the residual assets of the Fund Manager at the time of liquidation or winding up of the Fund Manager after the dues of all the creditors and preference shares are settled;

"Class C Shares" means a class of equity shares of the Fund Manager with face value of Rs 10 (Rupees Ten) with (i) no voting rights attached to such shares, (ii) rights as to dividend from the profits of the Company; and (iii) a pari-passu right to all the residual assets of the Fund Manager at the time of liquidation or winding up of the Fund Manager after the dues of all the creditors and preference shares are settled.

### b Terms / rights attached to cumulative compulsorily convertible preference shares (CCPS)

CCPS shall be entitled to cumulative preferential dividend at the rate of 0.01% (Zero Point Zero One percent) per annum, to be paid in cash, in accordance with applicable law. CCPS shall have no voting rights attached to them. CCPS shall rank senior to all the Equity Shares issued by the Company from time to time. Accordingly, the dividend due and amounts payable to the holder of CCPS shall be paid by the Company in priority to all other payments to any other shareholder (including in case of the liquidation of the Company). It is clarified that no other kind of Equity Shares issued by the Company (including Class A Shares or Class B Shares or Class C Shares) would have a right to be repaid the capital or paid any dividend thereon until the payment of the amounts due on the buy back of the CCPS together with all dividends thereon is made. Investor shall have the right, to be exercised at its discretion, to convert the Peninsula CCPS into Class C Shares. Each CCPS shall convert to 1 (One) Class C Share.

	As at 31 March 2018	As at 31 March 2017
<b>7 Financial assets - Investments</b>		
Units in alternative investment fund at FVTPL		
45,5134 (Previous year: 72,81,327) Class B units of Rs 1,00,000 each of Peninsula Brookfield Real Estate Fund	5,293,054	8,566,442
	<b>5,293,054</b>	<b>8,566,442</b>
<b>8 Financial assets - Other financial assets</b>		
Unsecured considered good		
Advance to Peninsula Brookfield India Real Estate Fund (refer note 25)	-	199,890
	-	<b>199,890</b>
<b>9 Other non-current assets</b>		
Advance payment of income tax (net of provision for tax as at 31 March 2018 Rs 25,384,971; March 2017 Rs 25,384,971)	5,999,623	5,942,686
Service tax credit receivable	869,026	1,553,197
GST credit receivable	926,030	-
	<b>7,794,679</b>	<b>7,495,884</b>





# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

as at 31 March 2018

(Amount in INR)

Particulars	As at 31 March 2018	As at 31 March 2017
<b>10 Current investment</b>		
<b>Units in Venture Capital Fund</b>		
10 (Previous year : 10) Class C Units of Rs 100,000 each of PReF Indigo, a Scheme of Peninsula Realty Fund	-	1,000,000
Less: Diminution in value of investments	-	(1,000,000)
Investment in mutual funds		
9 707 (31 March 2017: 9 284) ICICI Prudential daily dividend scheme, floating rate plan	980	942
	<b>980</b>	<b>942</b>
<b>11 Trade receivables</b>		
Unsecured, considered good	72,993,950	72,993,950
Doubtful	-	-
	<b>72,993,950</b>	<b>72,993,950</b>
<b>Loss allowance</b>		
Unsecured, considered good	-	-
Doubtful	-	-
	<b>-</b>	<b>-</b>
<b>Net trade receivables</b>	<b>72,993,950</b>	<b>72,993,950</b>
Non-current	-	-
Current	72,993,950	72,993,950
	<b>72,993,950</b>	<b>72,993,950</b>
<b>Of the above trade receivables includes :</b>		
Total trade receivable from related parties (refer note 25)	72,993,950	72,993,950
Loss allowance	-	-
Net trade receivables	<b>72,993,950</b>	<b>72,993,950</b>
<b>12 Cash and cash equivalents</b>		
Balance with banks:		
In current account	1,075,469	3,206,377
Balances with Banks in Deposit Account (Maturity upto three months)	3,500,000	-
Cash in hand	2,412	8,005
	<b>4,577,881</b>	<b>3,214,382</b>
<b>13 Other financial assets</b>		
Advances recoverable in cash or in kind		
- Related party (refer note 25)	9,170,923	8,669,917
- Others	13,101	13,101
	<b>9,184,024</b>	<b>8,683,018</b>
<b>14 Other current assets</b>		
Prepaid expenses	1,377	1,821
Accrued Interest on term deposit	240	-
	<b>1,617</b>	<b>1,821</b>



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

as at 31 March 2018

(Amount in INR)

Particular	As at 31 March 2018	As at 31 March 2017
<b>15 Share Capital</b>		
<b>a Authorised :</b>		
100,00,000 (Previous Year: 100,00,000) equity shares of Rs. 10 each	100,000,000	100,000,000
16,00,000 (Previous Year: 16,00,000) redeemable cumulative non convertible Preference shares of Rs. 100 each	160,000,000	160,000,000
<b>TOTAL</b>	<b>260,000,000</b>	<b>260,000,000</b>
<b>b Issued and Subscribed and Paid up:</b>		
10,00,000 (Previous Year: 10,00,000) equity shares of Rs. 10 each, fully paid up	100,000,000	100,000,000
<b>TOTAL</b>	<b>100,000,000</b>	<b>100,000,000</b>
<b>c Reconciliation of number of equity shares outstanding at the beginning and end of the year :</b>		
Outstanding at the beginning of the year	10,00,000	10,00,000
Equity shares issued during the year	-	-
Equity shares bought back during the year	-	-
<b>Outstanding at the end of the year</b>	<b>10,00,000</b>	<b>10,00,000</b>
<b>d Terms / rights attached to equity shares</b>		

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. At the time of winding up or liquidation, all the shareholders have equal rights on the assets and liabilities of the company.

### e Equity shares in the company held by its holding company

	As at 31 March 2018		As at 31 March 2017	
	No. of Shares	Amount	No. of Shares	Amount
Peninsula Holdings and Investments Private Limited - Holding Company	7,500,000	75,000,000	7,500,000	75,000,000
Peninsula Holdings and Investments Private Limited jointly with Urvi A Piramal	1,000	10,000	1,000	10,000

### f Shareholders holding more than 5% equity shares in the company is set out below:

	As at 31 March 2018		As at 31 March 2017	
	No. of Shares	No of shares %	No. of Shares	No of shares %
Peninsula Holdings and Investment Private Limited	7,501,000	75	75	7,501,000
Mahesh S Gupta	500,000	5	5	500,000
Mrs Urvi A Piramal	1,000,000	10	10	1,000,000

### g No shares have been allotted without payment being received in cash or by way of bonus shares during the period of five years immediately preceding the Balance Sheet date.



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

as at 31 March 2018

(Amount in INR)

Particulars	As at 31 March 2018	As at 31 March 2017
<b>16 Borrowings</b>		
Proceeds from issue of redeemable cumulative non convertible preference shares	110,850,000	110,850,000
Less: Transaction costs	-	-
Carrying amount	<u>110,850,000</u>	<u>110,850,000</u>
<b>Terms / rights attached to preference shares</b>		
The Company has issued Redeemable, Cumulative, Non-convertible Preference Shares of face value Rs. 100/- each carrying dividend at the rate of 9% p.a. The preference shareholders shall have priority over equity shareholders of the Company in the payment of dividend or repayment of capital. The preference shares are redeemable at face value and will be redeemable within period of 15 years from the date of allotment at such time as the Board may deem fit.		
<b>17 Other non-current liabilities</b>		
Interest on preference shares	33,146,079	23,169,579
Liability for transfer of employees to related party	-	-
	<u>33,146,079</u>	<u>23,169,579</u>
<b>18 Trade payables</b>		
Total outstanding dues of micro and small enterprises (refer note 32)	199,193	87,635
Total outstanding dues of creditors other than micro and small enterprises	609,155	377,845
	<u>808,348</u>	<u>465,480</u>
<b>19 Other current liabilities</b>		
Employee benefits payable	-	1,474
Interest accrued but not due on borrowings	-	214,701
Statutory dues payables	155,710	-
Income received in advance	-	-
	<u>155,710</u>	<u>216,175</u>



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
<b>20 Other income</b>		
Income from investments	992,267	1,171,570
Interest on income tax refunds	2,559	-
Miscellaneous income	73,476	29,923
	<b>1,068,302</b>	<b>2,164,443</b>
<b>21 Finance costs</b>		
Dividend on redeemable preference shares classified as financial liabilities measured at amortised cost	9,976,500	9,949,242
Interest accrued but not due on borrowings	34,062	29,398
	<b>10,010,562</b>	<b>9,978,640</b>
<b>22 Other expenses</b>		
Rates and taxes	-	59,524
Financial assets at FVTPL - net change in fair value	543,402	-
Payment to auditors		
- Audit fees	100,000	200,000
- Reimbursement of expenses	1,500	3,000
Legal and professional charges	1,579,642	970,150
Provision for diminution in value of current investments	-	900,000
Miscellaneous expenses	402,244	152,549
	<b>2,626,788</b>	<b>2,285,223</b>



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 23 Income tax

#### A (a) Movement in deferred tax balances

Particulars	Net balance 1 April 2017	Recognised in profit or loss	Recognised in OCI	Other	31 March 2018		
					Net	Deferred tax asset	Deferred tax liability
Depreciation on property, plant and equipment	-	-	-	3,291	-	-	-
Provision on dividend distribution tax	-	-	-	8,535,115	-	-	-
Provision on investment	-	-	-	-	-	-	-
Unabsorbed tax losses	-	-	-	1,169,141	-	-	-
<b>Deferred tax assets / (liabilities)</b>	-	-	-	<b>9,707,547</b>	-	-	-
Set off tax	-	-	-	-	-	-	-
<b>Net deferred tax assets</b>	-	-	-	<b>9,707,547</b>	-	-	-

#### Movement in deferred tax balances

Particulars	Net balance 1 April 2016	Recognised in profit or loss	Recognised in OCI	Other	31 March 2017		
					Net	Deferred tax asset	Deferred tax liability
Depreciation on Property, plant and equipment	-	-	-	5,781	-	-	-
Provision on dividend distribution tax	-	-	-	6,937,113	-	-	-
Provision on investment	-	-	-	298,700	-	-	-
Unabsorbed tax losses	-	-	-	1,362,592	-	-	-
<b>Deferred tax assets / (liabilities)</b>	-	-	-	<b>8,604,186</b>	-	-	-
Set off tax	-	-	-	-	-	-	-
<b>Net deferred tax assets</b>	-	-	-	<b>8,604,186</b>	-	-	-

#### Note

In absence of sufficient future taxable income, the Company has not recognised deferred tax asset as at 31 March 2018 (Previous year: Rs. Nil)

#### B Tax losses carried forward

	31 March 2018	Expiry date	31 March 2017	Expiry date
Expire	5,587,994	2026-27	4,561,740	2024-25
Never Expire	-	-	-	-

#### C Reconciliation of effective tax rate

	31 March 2018	31 March 2017
Loss before tax	(11,569,384)	(10,106,287)

The Company's domestic tax rate is 25.75% (FY 2016-17 - 29.87%)

On account of brought forward tax losses and absence of sufficient future taxable income, effective tax rate will be Nil.





# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 24 Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holder of the parent by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holder of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

	2018	2017
<b>i. Loss attributable to Equity holder of company</b>		
Loss attributable to equity holder of the Company	(5,135,863)	(2,216,960)
<b>Loss attributable to equity holder of the Company</b>	<b>(5,135,863)</b>	<b>(2,216,960)</b>
<b>ii. Weighted average number of ordinary shares</b>		
Issued ordinary shares at 1 April	10,000,000	10,000,000
Effect of shares issued	-	-
<b>Weighted average number of shares at 31 March for basic EPS</b>	<b>10,000,000</b>	<b>10,000,000</b>
Effect of dilution	-	-
<b>Weighted average number of shares at 31 March for diluted EPS</b>	<b>10,000,000</b>	<b>10,000,000</b>
<b>Basic and diluted earnings per share</b>		
Basic earnings per share (in Rs.)	(0.51)	(0.22)
Diluted earnings per share (in Rs.)	(0.51)	(0.22)



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 25 Related party relationships, transactions and balances

#### List of related parties and transactions during the year:

##### a. Controlling entity - ultimate holding company

- (i) Peninsula Land Limited

##### b Holding company

- (i) Peninsula Holdings and Investments Private Limited

##### c Joint ventures

- (i) PenBrook Capital Advisors Private Limited (formerly known as Peninsula Brookfield Investment Managers Private Limited)  
(ii) PenBrook Investment Manager LLP (subsidiary of PenBrook Capital Advisors Private Limited)

##### d Fellow subsidiary

- (i) Peninsula Trustee Limited

##### e Entity under common control

- (i) Peninsula Realty Fund - Scheme PReF Indigo a scheme of Peninsula Realty Fund  
(ii) Peninsula Brookfield India Real Estate Fund

##### f Key management personnel

- (i) Mr. Rajeev A Piramal

##### g Key management personnel of parent company

- (i) Urvi Ashok Piramal  
(ii) Subhashchandra Madanlal Kashimpuria  
(iii) Mahesh Shrikrishna Gupta  
(iv) Rajendar Kumar Rewari  
(v) Prakash Shetty  
(vi) Bharat Sanghavi  
(vii) Prashant Sagwekar

#### Related Party transactions other than those with key management personnel

	Transaction value		Balance outstanding	
	Year Ended 31 March 2018	Year Ended 31 March 2017	31 March 2018	31 March 2017
<b>Advances recoverable in cash or in kind</b>				
Peninsula Realty Fund	250,585	-2,513,174	8,056,342	7,805,757
Peninsula Brookfield India Real Estate Fund	289,398	216,149	455,486	453,645
Peninsula Brookfield Investment Managers Private Limited	16,629	16,629	62,682	46,053
<b>Trade receivables</b>				
Peninsula Realty Fund	-	-	72,993,950	72,993,950
<b>Investments made</b>				
Peninsula Brookfield Investment Managers Private Limited				
- Equity shares	-	-	6,031,367	7,981,503
- Preference shares	-	-	75,793,993	67,812,491
Peninsula Brookfield India Real Estate Fund			5,293,054	8,566,442
- Investment in units	-	2,643,291	-	-
- Redemption in units	2,729,986	2,470,690	-	-
<b>Distribution income received during year</b>				
Peninsula Brookfield India Real Estate Fund	992,229	1,171,518	-	-
<b>Other financial assets</b>				
Peninsula Brookfield India Real Estate Fund	-	-	-	199,890
<b>Borrowings from</b>				
Peninsula Land Limited	-	-	110,850,000	110,850,000
<b>Finance cost</b>				
Peninsula Land Limited	9,976,500	9,949,242	33,146,079	23,169,579
<b>Interest accrued but not due on borrowings</b>				
Peninsula Land Limited	-	54,770	-	214,701



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 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. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The board of directors seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings less cash and cash equivalents.

The Company's adjusted net debt to equity ratio at 31 March 2018 was as follows.

	As at 31 March 2018	As at 31 March 2017
Total liabilities	144,960,137	134,701,233
Less : Cash and cash equivalents	4,577,881	3,214,382
<b>Adjusted net debt</b>	<b>140,382,256</b>	<b>131,486,851</b>
Total equity	36,711,410	42,249,427
Adjusted net debt to adjusted equity ratio	3.82	3.11

### 27 Employee Benefits

Since there are no employees as at 31 March 2018 and 31 March 2017, disclosure on employee benefits is not provided.



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 28. Operating segments

#### Basis for segmentation

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components, and for which discrete financial information is available.

The Group operates in only one business segment viz. fund management to Peninsula Realty Fund and all of its operations are in India. Accordingly, the financial statements are reflective of the information required by IND AS 108 Operating segments.



# Peninsula Investment Management Company Limited

## **Notes to consolidated financial statements (Continued)** for the year ended 31 March 2018

(Amount in INR)

### **29 Financial instruments – Fair values and risk management**

#### **A Accounting classification and fair values**

31 March 2018	FVTPL	FVTOCI	Carrying amount		Other financial liabilities	Total	Level 1	Fair value		Level 3	Total
			Amortised Cost	Other financial assets - amortised Cost				Level 2			
<b>Financial assets measured at fair value</b>											
Non-current investments	5,293,054	-	-	-	-	5,293,054	-	-	-	5,293,054	5,293,054
Current investments	980	-	-	-	-	980	980	-	-	-	980
<b>Financial assets not measured at fair value</b>											
Other non-current financial assets	-	-	-	-	-	-	-	-	-	-	-
Trade receivables	-	-	-	72,993,950	-	72,993,950	-	-	-	-	-
Other current financial assets	-	-	-	9,184,024	-	9,184,024	-	-	-	-	-
Investments in joint venture	-	-	-	81,825,360	-	81,825,360	-	-	-	-	-
	5,294,034	-	-	164,003,334	-	169,297,368	980	-	-	5,293,054	5,294,034
<b>Financial liabilities measured at fair value</b>											
Other non-current liabilities	-	-	-	-	-	-	-	-	-	-	-
<b>Financial liabilities not measured at fair value</b>											
Borrowings	-	-	-	-	110,850,000	110,850,000	-	-	-	-	-
Other non-current liabilities	-	-	-	-	33,146,079	33,146,079	-	-	-	-	-
Trade payables	-	-	-	-	808,348	808,348	-	-	-	-	-
Other current liabilities	-	-	-	-	155,710	155,710	-	-	-	-	-
	-	-	-	-	144,960,137	144,960,137	-	-	-	-	-



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 29 Financial instruments – Fair values and risk management (Continued)

#### A Accounting classification and fair values (Continued)

31 March 2017	FVTPL	FVTOCI	Carrying amount		Other financial liabilities	Total	Level 1	Fair value		Level 3	Total
			Amortised Cost	Other financial assets - amortised Cost				Level 2			
<b>Financial assets measured at fair value</b>											
Non-current investments	8,566,442	-	-	-	-	8,566,442	-	-	-	8,566,442	8,566,442
Current investments	942	-	-	-	-	942	942	-	-	-	942
<b>Financial assets not measured at fair value</b>											
Other non-current financial assets	-	-	-	199,890	-	199,890	-	-	-	-	-
Trade receivables	-	-	-	72,993,950	-	72,993,950	-	-	-	-	-
Other current financial assets	-	-	-	8,683,018	-	8,683,018	-	-	-	-	-
Investments in joint venture	-	-	-	75,793,993	-	75,793,993	-	-	-	-	-
	8,567,384	-	-	157,670,851	-	166,238,235	942	-	-	8,566,442	8,567,384
<b>Financial liabilities measured at fair value</b>											
Other non-current liabilities	-	-	-	-	-	-	-	-	-	-	-
<b>Financial liabilities not measured at fair value</b>											
Borrowings	-	-	-	-	110,850,000	110,850,000	-	-	-	-	-
Other non-current liabilities	-	-	-	-	23,169,579	23,169,579	-	-	-	-	-
Trade payables	-	-	-	-	465,480	465,480	-	-	-	-	-
Other current liabilities	-	-	-	-	216,175	216,175	-	-	-	-	-
	-	-	-	-	134,701,234	134,701,234	-	-	-	-	-





# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 29 Financial instruments – Fair values and risk management (Continued)

#### i. Accounting classification and fair values (Continued)

#### B. Measurement of fair values

Valuation techniques and significant unobservable inputs

The following tables show the valuation techniques used in measuring Level 3 fair values, as well as the significant unobservable inputs used.

#### Financial instruments measured at fair value

Type	Valuation technique
Non-current investments	This investment relates to investment in units of Peninsula Brookfield India Real Estate Fund. The said investment is valued on the basis of Net asset value. Net asset value is derived by deducting fair value of assets from liabilities of the fund. Such value is used to calculate NAV applicable to each unit in the fund.
Current investments	This investment is related to Mutual fund. The said investment is valued on the basis of Net asset value as informed by the fund.
Other non-current liabilities	This amount payable to Peninsula Land Ltd. Valuation is done based on effective interest rate method over the expected tenure of loan.

#### C. Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ; and
- Market risk

#### i. Risk management framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors has established the Risk Management Committee, which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 29 Financial instruments – Fair values and risk management (Continued)

#### C. Financial risk management (Continued)

##### ii. 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 is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments.

The carrying amount of following financial assets represents the maximum credit exposure:

##### Trade receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

##### Impairment

The ageing of trade receivables that were not impaired was as follows.

	Carrying amount	
	31 March 2018	31 March 2017
Neither past due nor impaired	-	-
Past due 1-30 days	-	-
Past due 31-90 days	-	-
Past due 91-120 days	72,993,950	72,993,950
	<u>72,993,950</u>	<u>72,993,950</u>

Management believes that the unimpaired amounts that are past due by more than 60 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk.

Based on management's assessment of the trade receivables, the Company expects to receive/recover all the amounts.

##### Cash and cash equivalents

The Company holds cash and cash equivalents of INR 4,577,881 at 31 March 2018 (31 March 2017: INR 3,214,382). The cash and cash equivalents are held with bank and financial institution counterparties with good credit ratings.

##### Investment in units of Peninsula Brookfield India Real Estate Fund ("the Fund")

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. Based on the management assessment, the Company does not expect significant impact on the repayment of units.

##### Investment in units of Peninsula Realty Fund ("the Fund")

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. The Company has made investments in the Fund as per SEBI requirement. Company is also acting as Fund manager to the Fund. Based on the management assessment, the Company has made provision on these investment in previous year.



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 29 Financial instruments – Fair values and risk management (Continued)

#### C. Financial risk management (Continued)

##### iii. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Management monitors rolling forecasts of the Company's liquidity position on the basis of expected cash flows. This monitoring includes financial ratios and takes into account the accessibility of cash and cash equivalents. Besides this the Company can call for capital if required.

##### Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

31 March 2018	Carrying amount	Total	Contractual cash flows			
			Within 12 months	1-2 years	2-5 years	More than 5 years
Non-derivative financial liabilities						
Trade payables	808,348	808,348	808,348			
31 March 2017	Carrying amount	Total	Contractual cash flows			
			Within 12 months	1-2 years	2-5 years	More than 5 years
Non-derivative financial liabilities						
Trade payables	465,480	465,480	465,480			



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 29 Financial instruments – Fair values and risk management (Continued)

#### C. Financial risk management (Continued)

##### iv. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. The Company does not have exposure to market risk and therefore, the changes in market risk will not impact profit or loss.

##### Currency risk

The functional currency of the Company is Indian Rupee. The Company does not have exposure to currency risk and therefore, the changes in currency risk will not impact profit or loss.



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 29 Financial instruments – Fair values and risk management (Continued)

#### C. Financial risk management (Continued)

##### Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

##### Exposure to interest rate risk

The Company does not have exposure in investment in fixed or floating rate instrument, hence the interest risk will not have impact on the profit and loss account.

The Company does not have any additional impact on equity other than the impact on retained earnings.



# Peninsula Investment Management Company Limited

## Notes to consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 30 Equity accounted investees

Joint venture

PenBrook Capital Advisors Private Limited (PCAPL) (formerly known as Peninsula Brookfield Investment Managers Private Limited) is joint arrangement in which the Group owns 49.67% interest.

It is engaged in the business of providing Investment manager services to Alternative Investment Funds. PCAPL is structured as separate legal entity and the Group has interest in the net assets of PCAPL. PCAPL is structured as separate legal entity and the Group has interest in the net assets of PCAPL. Accordingly, the Group has classified its interest in PCAPL as joint venture.

During the year PenBrook Capital Advisors Private Limited (PCAPL) further invested in PenBrook Investment Manager LLP.

In accordance with the agreement under which PCAPL is established, the Group and other investors in the joint venture have agreed to make additional contributions in proportion to their interests to make up any losses, if required.

The following table summarizes the financial information of PCAPL and the Group's interest in PCAPL.

Particulars	As at 31 March 2018	As at 31 March 2017
Interest in joint venture	80,701,745	74,669,882
	80,701,745	74,669,882
Percentage ownership interest	49.67%	49.67%
Non-current assets	92,234,461	115,869,264
Current assets (including cash and cash equivalents)	87,964,427	54,769,023
31 March 2018 INR 5,34,72,117, 31 March 2017 INR 1,86,43,717		
Non-current liabilities	(1,710,969)	(3,521,572)
(non-current financial liabilities other than trade payables and other financial liabilities and provisions)		
31 March 2018 INR NIL, 31 March 2017 INR NIL		
Current liabilities	(16,001,183)	(16,774,670)
(current financial liabilities other than trade payables and other financial liabilities and provisions- 31 March 2018 INR 57,81,392/-, 31 March 2017 INR 9,10,851/-)		
Net assets	162,486,736	150,342,045
Group's share of net assets (49.667%)	80,701,745	74,669,882
Carrying amount of interest in joint venture	80,701,745	74,669,882
Revenue	85,889,343	78,051,170
Depreciation and amortisation	(122,149)	(225,857)
Expenses	(65,263,244)	(54,756,337)
Income tax expense	(7,550,553)	(7,184,426)
Profit	12,953,397	15,884,551
Other comprehensive income	(809,706)	185,589
Total comprehensive income	12,143,691	16,070,140
Group's share of Profit (49.667%)	6,433,521	7,889,327
Group's share of OCI (49.667%)	(402,154)	92,176
Group's share of total comprehensive income (49.667%)	6,031,366	7,981,503

In years ended 31 March 2018 and 31 March 2017, the Group did not receive dividends from the joint venture.





# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (Continued)

for the year ended 31 March 2018

(Amount in INR)

### 31. Contingent Liability and capital commitment

The Group has assessed its obligations arising in the normal course of business, including pending litigations, proceedings pending with tax authorities and other contracts including derivative and long term contracts. Based on such assessment, the Group does not expect the outcome of these proceedings to have a materially adverse effect on its financial statements.

Particulars	31 March 2018	31 March 2017
Capital Commitment	702,000	702,000
Dividend distribution tax	2,133,383	2,127,554

In case of joint venture, there is commitment of unpaid call on it's investment in funds amounting to Rs.3,000,000 as at 31 March 2018 (31 March 2017: Rs. 3,000,000).

### 32. Due to Micro and small suppliers

	31 March 2018	31 March 2017
The amounts remaining unpaid to micro and small suppliers as at the end of the year		
- Principal	1,99,193	87,635
- Interest	-	-
The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)	-	-
The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the MSMED Act, 2006	-	-

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



# Peninsula Investment Management Company Limited

## Notes to the consolidated financial statements (*Continued*)

for the year ended 31 March 2018

(Amount in INR)

### 33. Subsequent event

The Group has evaluated subsequent events, as defined under IND AS 10 "Events after the reporting period" through 21 May 2018 and no material subsequent event have been identified.

As per our report of even date attached

For **D. Dadheech & Co.**

*Chartered Accountants*

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



**Devesh Dadheech**

*Proprietor*

Membership No: 33909



Mumbai

Date: 21 MAY 2018

For and on behalf of the Board of Directors of  
**Peninsula Investment Management Company Limited**

CIN : U67110MH2005PLC158070



**Rajeev Piramal**

*Managing Director*

DIN : 00044983



**Mahesh Gupta**

*Director*

DIN : 00046810



**Prashant Sagwekar**

*Chief Financial Officer*

Mumbai

Date: 21 MAY 2018



**Bharat Sanghvi**

*Company Secretary*

ACS No: 10204