

# B S R & Associates LLP

Chartered Accountants

5th Floor, Lodha Excelus,  
Apollo Mills Compound  
N. M. Joshi Marg, Mahalaxmi  
Mumbai - 400 011  
India

Telephone +91 (22) 4345 5300  
Fax +91 (22) 4345 5399

## Independent Auditor's Report

### To the Members of Peninsula Investment Management Company Limited

#### Report on the standalone Ind AS financial statements

We have audited the accompanying financial statements of Peninsula Investment Management Company Limited ("the Company"), which comprise the Balance sheet as at 31 March 2017, the Statement of profit and loss (including Other Comprehensive Income), the Cash flow statement and the Statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### Management's responsibility for the standalone financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.


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

#### Auditor's responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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



## **Independent Auditor's Report (Continued)**

### **Peninsula Investment Management Company Limited**

#### **Auditor's responsibility (Continued)**

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

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

#### **Opinion**

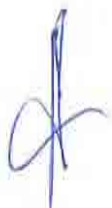
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31 March 2017, and its loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

#### **Report on other legal and regulatory requirements**

As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable to the Company.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Profit and Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards prescribed under section 133 of the Act;
- (e) On the basis of written representations received from the Directors as on 31 March 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017, from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B";



**Independent Auditor's Report (Continued)**  
**Peninsula Investment Management Company Limited**

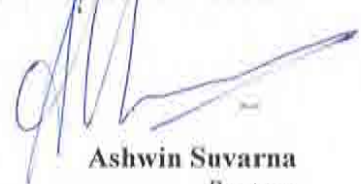
**Report on other legal and regulators matters (Continued)**

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company does not have any pending litigations which would impact its financial position;
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and
  - iv) The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November 2016 to 30 December 2016. Based on audit procedures and relying on management representation, we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by management – Refer Note 28.

For B S R & Associates LLP

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No: 109503

Mumbai  
8 May 2017

## Peninsula Investment Management Company Limited

### Annexure A to the Independent Auditor's Report – 31 March 2017

(Referred to in our report of even date)

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
(b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified every year. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.  
(c) The Company does not hold immovable properties and accordingly, said clause is not applicable.
- ii. The Company is a service company primarily rendering investment management services. Accordingly, it does not hold any inventories. Thus, paragraph 3 (ii) of the Order is not applicable.
- iii. According to the information and explanation given to us, the Company has not given any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act.
- iv. The Company has neither granted any loans to any director or any person in whom director is interested nor made investment in any Company as specified in Section 185 and 186 of the Act. Thus, paragraph 3 (iv) of the Order is not applicable.
- v. According to the information and explanations given to us, the Company has not accepted any deposits from the public and accordingly, directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or other relevant provisions of the Act and rules framed there under are not applicable to the Company.
- vi. The Central Government has not prescribed the maintenance of cost records under sub-section 1 of Section 148 of the Act, for any of the services rendered by the Company.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income tax, service tax, provident fund and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of sales tax, wealth tax, excise duty and customs duty. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, service tax, provident fund, and other material statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable.  
(b) According to the information and explanations given to us, there are no dues of income tax, service tax and other material statutory dues which have not been deposited by the Company on account of disputes.
- viii. According to the information and explanations given to us, the Company has not taken any loan. Accordingly, paragraph 3(viii) of the order not applicable
- ix. In our opinion and according to the information and explanations given to us, the Company has not raised any money by initial public offer or further public offer (including debt instruments) and term loans.

## Peninsula Investment Management Company Limited

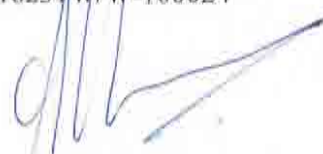
### Annexure A to the Independent Auditor's Report – 31 March 2017 (Continued)

- x. In our opinion and according to the information and explanations given to us, no fraud by or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us, no managerial remuneration has been paid or provided during the year. Directors are paid only sitting fees. Thus, paragraph 3 (xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a chit fund or a nidhi/ mutual benefit fund/ society. Accordingly, paragraph 3 (xii) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 of the Act and the details have been disclosed in the financial statements as required by the applicable accounting standards. Section 177 of the Act is applicable to the listed companies hence, not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3 (xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable.
- xvi. According to the information and explanations given to us, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

For B S R & Associates LLP

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No: 109503

Mumbai  
8 May 2017

## Peninsula Investment Management Company Limited

### **Annexure B to the Independent Auditor's Report – 31 March 2017**

(Referred to in our report of even date)

#### **Report on the Internal Financial Controls under Section 143(3) (i) of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Peninsula Investment Management Company Limited ('the Company') as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### **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') and the Standards on Auditing, issued by the ICAI and 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



## Peninsula Investment Management Company Limited

### Annexure B to the Independent Auditor's Report – 31 March 2017 (Continued)

#### Meaning of Internal Financial Controls over Financial Reporting

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

For B S R & Associates LLP

*Chartered Accountants*

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



Ashwin Suvarna  
Partner

Membership No: 109503

Mumbai  
8 May 2017

# Peninsula Investment Management Company Limited

## Standalone balance sheet

as at 31 March 2017

(Amount in INR)

Particulars	Note	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
<b>ASSETS</b>				
<b>(1) Non-current assets</b>				
(a) Property, plant and equipment	3	338	1,126	5,352
(b) Other intangible assets	4	-	6,079	102,542
(c) Investments in joint venture	5	166,436,800	166,436,800	152,937,100
(d) Financial assets				
(i) Investments	6	8,566,442	7,430,891	3,894,513
(ii) Other financial assets	7	199,890	199,890	144,371
(e) Other non-current assets	8	7,495,884	7,215,551	8,599,361
<b>Total non-current assets</b>		<b>182,699,354</b>	<b>181,290,337</b>	<b>165,683,239</b>
<b>(2) Current assets</b>				
(a) Financial assets				
(i) Investments	9	942	900,889	1,000,844
(ii) Trade receivables	10	72,993,950	72,993,950	72,993,950
(iii) Cash and cash equivalents	11	3,214,382	1,846,735	1,066,967
(iv) Other financial assets	12	8,683,018	10,963,414	17,220,882
(b) Other current assets	13	1,821	470	969
<b>Total current assets</b>		<b>84,894,113</b>	<b>86,705,458</b>	<b>92,283,612</b>
<b>TOTAL ASSETS</b>		<b>267,593,467</b>	<b>267,995,795</b>	<b>257,966,851</b>
<b>EQUITY AND LIABILITIES</b>				
<b>(1) Equity</b>				
(a) Equity share capital	14	100,000,000	100,000,000	100,000,000
(b) Other equity				
(i) Retained earnings (including items of other comprehensive income)		32,892,234	42,998,520	52,503,936
<b>Total equity</b>		<b>132,892,234</b>	<b>142,998,520</b>	<b>152,503,936</b>
<b>(2) Non-current liabilities</b>				
(a) Borrowings	15	110,850,000	110,850,000	97,350,000
(b) Provision for employee benefits	16	-	-	51,167
(c) Deferred tax liabilities (net)	25	-	-	11,449
(d) Other non-current liabilities	17	23,169,579	13,220,337	5,098,375
<b>Total Non-current liabilities</b>		<b>134,019,579</b>	<b>124,070,337</b>	<b>102,510,991</b>
<b>(3) Current liabilities</b>				
(a) Financial liabilities				
(i) Trade payables	18	465,480	662,677	2,509,691
(b) Other current liabilities	19	216,175	264,261	439,674
(c) Short-term provisions	20	-	-	2,559
<b>Total current liabilities</b>		<b>681,655</b>	<b>926,938</b>	<b>2,951,924</b>
<b>Total liabilities</b>		<b>134,701,233</b>	<b>124,997,275</b>	<b>105,462,915</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>267,593,467</b>	<b>267,995,795</b>	<b>257,966,851</b>

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

For S S R & Associates LLP

Chartered Accountants

Firm's Registration No: 116231WAW-180024

Ashwin Savarna

Partner

Membership No: 109503

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 Sanghvi  
Company Secretary  
ACS No: 10204

Mumbai

Date: 08 MAY 2017

Mumbai

Date: 06 MAY 2017

# Peninsula Investment Management Company Limited

## Standalone statement of profit and loss

for the year ended 31 March 2017

(Amount in INR)

Particulars	Note	For the year ended 31 March 2017	For the year ended 31 March 2016
Other income	21	2,164,443	1,901,464
<b>Total income</b>		<b>2,164,443</b>	<b>1,901,464</b>
Employee benefits expenses	22	-	278,419
Finance costs	23	9,978,640	9,118,840
Depreciation and amortization expenses	3 & 4	6,867	100,689
Other expenses	24	2,285,223	1,795,382
<b>Total expenses</b>		<b>12,270,730</b>	<b>11,293,330</b>
<b>Loss before tax</b>		<b>(10,106,287)</b>	<b>(9,391,866)</b>
<b>Tax expense:</b>			
Current tax		-	-
Deferred tax	25	-	11,449
<b>Loss for the year</b>		<b>(10,106,287)</b>	<b>(9,380,417)</b>
<b>Other comprehensive income, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>(10,106,287)</b>	<b>(9,380,417)</b>
Earnings per equity share of par value Rs. 10 each (31 March 2016 Rs. 10 each)	26		
Basic		(1.01)	(0.94)
Diluted		(1.01)	(0.94)

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

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

  
**Ashwin Savarna**  
Partner  
Membership No: 109503

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

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

Mumbai  
Date: **08 MAY 2017**

Mumbai  
Date: **08 MAY 2017**

# Peninsula Investment Management Company Limited

## Standalone statement of changes in equity for the year ended 31 March 2017

(Amount in INR)

### A. Equity share capital

Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
100,000,000	-	100,000,000

### B. Other equity

Particulars	Other equity Reserves & Surplus				Total equity	
	Capital Reserve	Securities Premium Account	Deemed Equity	Retained earnings	Total	
Balance at 1 April 2015	-	-	-	52,381,590	52,381,590	52,381,590
Financial assets at FVTPL - net change in fair value	-	-	-	33,513	33,513	33,513
Loan from Peninsula Land Limited	-	-	88,833	-	88,833	88,833
Restated balance at the beginning of the reporting period	-	-	88,833	52,415,103	52,503,936	52,503,936
Changes in equity share capital during the year	-	-	-	-	-	-
Loss for the year	-	-	-	(9,380,417)	(9,380,417)	(9,380,417)
Total comprehensive income for the year	-	-	-	(9,380,417)	(9,380,417)	(9,380,417)
Balance at 31 March 2016	-	-	88,833	43,034,687	43,123,520	43,123,520
Period period error	-	-	-	(125,000)	(125,000)	(125,000)
Restated balance at the beginning of the reporting period	-	-	88,833	42,909,687	43,098,520	42,998,520
Changes in equity share capital during the year	-	-	-	-	-	-
Loss for the year	-	-	-	(10,106,287)	(10,106,287)	(10,106,287)
Total comprehensive income for the year	-	-	-	(10,106,287)	(10,106,287)	(10,106,287)
Balance at 31 March 2017	-	-	88,833	32,803,401	32,892,233	32,892,233

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 P S B & Associates LLP

Chartered Accountants

Firm's Registration No: 116231W/W-109924

Ashwini Suvarna

Partner

Membership No: 109503

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

Bharat Saughey  
Company Secretary  
ACS No: 10204

Mumbai

Date

08 MAY 2017

Mumbai

Date

08 MAY 2017

# Peninsula Investment Management Company Limited

## Statement of cash flows

for the year ended 31 March 2017

(Amount in INR)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
<b>Cash flow from operating activities</b>		
Loss before tax	(10,106,287)	(9,391,866)
Adjustments to reconcile loss before tax to net cash used in operating activities		
Depreciation and amortization	6,867	100,689
Provision for diminution in value of current investments	900,000	100,000
Income from investments	(1,171,570)	(1,502,804)
Financial assets at FVTPL - net change in fair value	(962,950)	(288,651)
Interest accrued but not due on borrowings	29,398	25,373
Prior period items	(125,000)	-
	(11,429,543)	(10,957,259)
<b>Working capital adjustments</b>		
Increase in liabilities	9,799,560	5,895,436
Increase in loans and advances	2,095,633	6,969,728
	465,650	1,907,906
Income Tax paid (Net of income tax refund)	(96,921)	616,530
<b>Net cash flows from operating activities</b>	<b>368,730</b>	<b>2,524,436</b>
<b>Cash flow from investing activities</b>		
Investment during the year	(172,654)	(16,747,472)
Redemption proceeds received from mutual fund	81,037	164,199
Income received from investments	1,090,534	1,338,605
<b>Net cash flows from investing activities</b>	<b>998,917</b>	<b>(15,244,667)</b>
<b>Cash flow from financing activities</b>		
Proceeds from redeemable preference shares	-	13,500,000
<b>Net cash flows from financing activities</b>	<b>-</b>	<b>13,500,000</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,367,647</b>	<b>779,768</b>
Cash and cash equivalents at the beginning of the year	1,846,735	1,066,967
<b>Cash and cash equivalents at the end of the year</b>	<b>3,214,382</b>	<b>1,846,735</b>
<b>Reconciliation of cash and cash equivalents with the Balance Sheet</b>		
Cash and bank balances as per Balance Sheet [Note 11]	3,214,382	1,846,735
<b>Cash and cash equivalents as restated as at the year end</b>	<b>3,214,382</b>	<b>1,846,735</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 B S R & Associates LLP  
Chartered Accountants  
Firm's Registration No: 116231W/W-100024

  
Ashwin Suvarna  
Partner  
Membership No: 042554

For and on behalf of the Board of Directors of  
Peninsula Investment Management Company Limited  
CIN : 1167110MH2005PLC158070

  
Rajeev Piramal  
Managing Director  
DIN : 00044983

  
Mahesh Gupta  
Director  
DIN : 00046810

  
Prashant Sagwekar  
Chief Financial Officer

  
Bharat Sanghvi  
Company Secretary  
ACS No: 10204

Mumbai  
Date: 03 MAY 2017

Mumbai  
Date: 03 MAY 2017

# Peninsula Investment Management Company Limited

## Notes to the standalone financial statements

for the year ended 31 March 2017

(Amount in INR)

### 1. Background

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

### 2. 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.

The Company's financial statements up to and for the year ended 31 March 2016 were prepared in accordance with the Companies (Accounting Standards) Rules, 2006, notified under Section 133 of the Act and other relevant provisions of the Act.

As these are the Company's first financial statements prepared in accordance with Indian Accounting Standards (Ind AS), Ind AS 101, First-time Adoption of Indian Accounting Standards has been applied. An explanation of how the transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided in Note 34.

#### B. Functional and presentation currency

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

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

The Company 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.





# Peninsula Investment Management Company Limited

## Notes to the standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 2. Basis of preparation (Continued)

#### F. Measurement of fair values

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

The Company 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 Company 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 Company 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 33 – financial instruments.

#### Financial instruments

##### Investments and other financial assets

##### Classification

The Company 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.





# Peninsula Investment Management Company Limited

## Notes to the standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 2. Basis of preparation (Continued)

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

##### Financial instruments (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.

##### Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2015, measured as per the previous GAAP, and use that carrying value as the deemed cost of such property, plant and equipment (refer note 34).

##### Subsequent expenditure

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

##### 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).



# Peninsula Investment Management Company Limited

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

for the year ended 31 March 2017

(Amount in INR)

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

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

##### Financial instruments (*Continued*)

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

##### Intangible assets

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

##### 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.

##### Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its intangible assets recognised as at 1 April 2015, measured as per the previous GAAP, and use that carrying value as the deemed cost of such intangible assets.

##### 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 Company'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.



# Peninsula Investment Management Company Limited

## Notes to the standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 2. Basis of preparation (Continued)

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

##### Financial instruments (Continued)

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

##### Impairment of non-financial assets (Continued)

In respect of other assets for which impairment loss has been recognised in prior periods, the Company 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.

##### 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 Company 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 Company'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 Company, 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.

Re-measurements 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 Company 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 Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.





# Peninsula Investment Management Company Limited

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

for the year ended 31 March 2017

(Amount in INR)

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

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

##### Financial instruments (*Continued*)

##### Revenue (*Continued*)

##### 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 Company 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 Company 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 payable

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

For trade receivables only, the Company 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.



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

as at 31 March 2017

(Amount in INR)

### 3 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
Accumulated depreciation				
Balance at 1 April 2015	1,007,203	15,960	16,761	1,039,924
Depreciation for the year	3,438	788	-	4,226
Balance at 31 March 2016	1,010,641	16,748	16,761	1,044,150
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
Carrying amounts (net)				
At 1 April 2015	3,438	1,914	-	5,352
At 31 March 2016/ 1 April 2016	-	1,126	-	1,126
At 31 March 2017	-	338	-	338



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

as at 31 March 2017

(Amount in INR)

### 4 Intangibles

#### Reconciliation of carrying amount

	Computer Software	Total
Cost or deemed cost (gross carrying amount)	-	-
Balance at 1 April 2015	2,701,446	2,701,446
Additions	-	-
Disposals	-	-
Balance at 31 March 2016	2,701,446	2,701,446
Balance at 1 April 2016	2,701,446	2,701,446
Additions	-	-
Disposals	-	-
Balance at 31 March 2017	2,701,446	2,701,446
Accumulated depreciation		
Balance at 1 April 2015	2,598,904	2,598,904
Depreciation for the year	96,463	96,463
Balance at 31 March 2016	2,695,367	2,695,367
Balance at 1 April 2016	2,695,367	2,695,367
Depreciation for the year	6,079	6,079
Balance at 31 March 2017	2,701,446	2,701,446
Carrying amounts (net)		
At 1 April 2015	102,542	102,542
At 31 March 2016/ 1 April 2016	6,079	6,079
At 31 March 2017	-	-



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

as at 31 March 2017

(Amount in INR)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
<b>5 Investments in joint ventures</b>			
<b>Investment carried at cost</b>			
<b>Investments in equity instruments (fully paid) unquoted</b>			
4,900 (Previous Year: 4,900) Class A Equity share of Rs. 10 each of Peninsula Brookfield Investment Managers Private Limited (refer note a)	49,000	49,000	49,000
10,000 (Previous Year: 10,000) Class C Equity share of Rs. 10 each of Peninsula Brookfield Investment Managers Private Limited (refer note a)	100,000	100,000	100,000
<b>Investment in preference shares (fully paid) unquoted</b>			
16,62,878 (Previous Year: 16,62,878) 0.01% cumulative compulsorily convertible preference shares of Rs. 100 each of Peninsula Brookfield Investment Managers Private Limited (refer note b)	166,287,800	166,287,800	152,788,100
	<b>166,436,800</b>	<b>166,436,800</b>	<b>152,937,100</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 2017	As at 31 March 2016	As at 1 April 2015
<b>6 Financial assets - Investments</b>			
<b>Units in alternative investment fund at FVTPL</b>			
72,81,327 (Previous year: 71,08,727) Class B units of Rs. 1,00,000 each of Peninsula Brookfield Real Estate Fund	8,566,442	7,430,891	3,894,513
	<b>8,566,442</b>	<b>7,430,891</b>	<b>3,894,513</b>
<b>7 Financial assets - Other financial assets</b>			
<b>Unsecured considered good</b>			
Advance to Peninsula Brookfield India Real Estate Fund (refer note 27)	199,890	199,890	144,371
	<b>199,890</b>	<b>199,890</b>	<b>144,371</b>
<b>8 Other non-current assets</b>			
Advance payment of income tax (net of provision for tax as at 31 March 2017 Rs. 25,384,971; 31 March 2016: Rs.25,384,971)	5,942,686	5,845,766	6,462,296
Service tax credit receivable	1,553,197	1,369,785	2,137,066
	<b>7,495,884</b>	<b>7,215,551</b>	<b>8,599,361</b>



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

as at 31 March 2017

(Amount in INR)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
<b>9 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	1,000,000	1,000,000
Less: Diminution in value of investments	(1,000,000)	(100,000)	-
	-	900,000	1,000,000
 Investment in mutual funds			
9,284 (31 March 2016: 8,813) ICICI Prudential daily dividend scheme, floating rate plan	942	889	844
	942	900,889	1,000,844
<b>10 Trade receivables</b>			
Unsecured, considered good	72,993,950	72,993,950	72,993,950
Doubtful	-	-	-
	72,993,950	72,993,950	72,993,950
<b>Loss allowance</b>			
Unsecured, considered good	-	-	-
Doubtful	-	-	-
	-	-	-
<b>Net trade receivables</b>	72,993,950	72,993,950	72,993,950
Non-current	-	-	-
Current	72,993,950	72,993,950	72,993,950
	72,993,950	72,993,950	72,993,950
 <b>Of the above trade receivables includes :</b>			
Total trade receivable from related parties (refer note 27)	72,993,950	72,993,950	72,993,950
Loss allowance	-	-	-
Net trade receivables	72,993,950	72,993,950	72,993,950
<b>11 Cash and cash equivalents</b>			
Balance with banks:			
In current account	3,206,377	1,844,143	1,058,717
Cash in hand	8,005	2,592	8,250
	3,214,382	1,846,735	1,066,967
<b>12 Other financial assets</b>			
Advances recoverable in cash or in kind			
- Related party (refer note 27)	8,669,917	10,950,313	17,209,329
- Others	13,101	13,101	11,353
	8,683,018	10,963,414	17,220,682
<b>13 Other current assets</b>			
Prepaid expenses	1,821	470	969
	1,821	470	969



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

as at 31 March 2017

(Amount in INR)

Particular	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
<b>14 Share Capital</b>			
<b>a Authorised :</b>			
100,00,000 (Previous Year: 100,00,000) equity shares of Rs. 10 each	100,00,000	100,00,000	100,00,000
16,00,000 (Previous Year: 16,00,000) redeemable cumulative non convertible Preference shares of Rs. 100 each	160,00,000	160,00,000	160,00,000
<b>TOTAL</b>	<b>260,00,000</b>	<b>260,00,000</b>	<b>260,00,000</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	100,00,000	100,00,000	100,00,000
<b>TOTAL</b>	<b>100,00,000</b>	<b>100,00,000</b>	<b>100,00,000</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	100,00,000	100,00,000	100,00,000
Equity shares issued during the year	-	-	-
Equity shares bought back during the year	-	-	-
<b>Outstanding at the end of the year</b>	<b>100,00,000</b>	<b>100,00,000</b>	<b>100,00,000</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 2017		As at 31 March 2016		As at 1 April 2015	
	No. of Shares	Amount	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	7,500,000	75,000,000
Peninsula Holdings and Investments Private Limited jointly with Urvil A. Piramal	1,000	10,000	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 2017		As at 5 January 1990		As at 1 April 2015	
	No. of Shares	No of shares %	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	7,501,000	75
Mahesh S. Gupta	500,000	5	5	500,000	500,000	5
Mrs. Urvil A. Piramal	1,000,000	10	10	1,000,000	1,000,000	10

### 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 standalone financial statements (Continued)

as at 31 March 2017

(Amount in INR)

Particulars	As at 31 March 2017	As at 31 March 2016	As at 1 April 2015
<b>15 Borrowings</b>			
Proceeds from issue of redeemable cumulative non convertible preference shares	110,850,000	110,850,000	97,350,000
Less: Transaction costs	-	-	-
<b>Carrying amount</b>	<b>110,850,000</b>	<b>110,850,000</b>	<b>97,350,000</b>
<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 redeemable within period of 15 years from the date of allotment at such time as the Board may deem fit.			
<b>16 Long-term provisions</b>			
<b>Provision for employee benefits</b>			
Gratuity	-	-	46,746
Compensated absences	-	-	4,421
	<b>-</b>	<b>-</b>	<b>51,167</b>
<b>17 Other non-current liabilities</b>			
Interest on preference shares	23,169,579	13,220,337	4,126,870
Liability for transfer of employees to related party	-	-	971,505
	<b>23,169,579</b>	<b>13,220,337</b>	<b>5,098,375</b>
<b>18 Trade payables</b>			
Total outstanding dues of micro and small enterprises (refer note 36)	87,635	-	-
Total outstanding dues of creditors other than micro and small enterprises	377,845	662,677	2,509,691
	<b>465,480</b>	<b>662,677</b>	<b>2,509,691</b>
<b>19 Other current liabilities</b>			
Employee benefits payable	1,474	1,474	239,456
Interest accrued but not due on borrowings	214,701	185,303	159,930
Statutory dues payables	-	44,474	40,288
Income received in advance	-	33,010	-
	<b>216,175</b>	<b>264,261</b>	<b>439,674</b>
<b>20 Short term provisions</b>			
<b>Provision for employee benefits</b>			
Gratuity	-	-	2,044
Compensated absences	-	-	515
	<b>-</b>	<b>-</b>	<b>2,559</b>



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
<b>21 Other income</b>		
Income from investments	1,171,570	1,502,804
Financial assets at FVTPL - net change in fair value	962,950	288,651
Interest on income tax refunds	-	37,569
Miscellaneous income	29,923	72,440
	<u>2,164,443</u>	<u>1,901,464</u>
<b>22 Employee benefit expenses</b>		
Salaries and wages	-	258,241
Contribution to provident and other funds	-	30,178
Staff welfare expenses	-	-
	<u>-</u>	<u>278,419</u>
<b>23 Finance costs</b>		
Dividend on redeemable preference shares classified as financial liabilities measured at amortised cost	9,949,242	9,093,467
Interest accrued but not due on borrowings	29,398	25,373
	<u>9,978,640</u>	<u>9,118,840</u>
<b>24 Other expenses</b>		
Rates and taxes	59,524	13,500
Payment to auditors		
- Audit fees	200,000	200,000
- Reimbursement of expenses	3,000	3,000
Legal and professional charges	970,150	1,070,325
Provision for diminution in value of current investments	900,000	100,000
Directors sitting fees	-	200,000
Miscellaneous expenses	152,549	208,557
	<u>2,285,223</u>	<u>1,795,382</u>



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 25 Income tax

#### A (a) 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	-	-	-	6,917,111	-	-	-
Provision on investment	-	-	-	298,700	-	-	-
Unabsorbed tax losses	-	-	-	1,416,146	-	-	-
<b>Deferred tax assets / (liabilities)</b>	-	-	-	<b>8,687,741</b>	-	-	-
Set off tax	-	-	-	-	-	-	-
<b>Net deferred tax assets</b>	-	-	-	<b>8,687,741</b>	-	-	-

#### Movement in deferred tax balances

Particulars	Net balance 1 April 2015	Recognised in profit or loss	Recognised in OCI	Other	31 March 2016		
					Net	Deferred tax asset	Deferred tax liability
Depreciation on Property, plant and equipment	(11,449)	11,449	-	8,694	-	-	-
Provision on dividend distribution tax	1,275,203	-	-	4,092,924	-	-	-
Provision on investment	-	-	-	30,900	-	-	-
Unabsorbed tax losses	1,057,714	-	-	1,409,578	-	-	-
<b>Deferred tax assets / (liabilities)</b>	<b>2,321,468</b>	<b>11,449</b>	<b>-</b>	<b>5,542,096</b>	<b>-</b>	<b>-</b>	<b>-</b>
Set off tax	-	-	-	-	-	-	-
<b>Net deferred tax assets</b>	<b>2,321,468</b>	<b>11,449</b>	<b>-</b>	<b>5,542,096</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Note

in absence of sufficient future taxable income, the Company has not recognised deferred tax asset as at 31 March 2017 (Previous year: Rs. Nil)

#### B Tax losses carried forward

	31 March 2017	Expiry date	31 March 2016	Expiry date
Expire	4,841,467	2023-25	4,561,740	2023-24
Never Expire	-	-	-	-

#### C Reconciliation of effective tax rate

	31 March 2017	31 March 2016
Loss before tax	(10,106,287)	(9,391,866)

The Company's domestic tax rate is 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 standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 26 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.

	2017	2016
<b>i. Loss attributable to Equity holder of company</b>		
Loss attributable to equity holder of the Company	(10,106,287)	(9,380,417)
<b>Loss attributable to equity holder of the Company</b>	<b>(10,106,287)</b>	<b>(9,380,417)</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.)	(1.01)	(0.94)
Diluted earnings per share (in Rs.)	(1.01)	(0.94)



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 27 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) Peninsula Brookfield Investment Managers 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) Urv Ashok Piramal  
(ii) Subhashchandra Madanlal Kashimpuria  
(iii) Mahesh Shrikrishna Gupta  
(iv) Rajendar Kumar Rewari

Related Party transactions other than those with key management personnel

	Transaction value		Balance outstanding		
	Year Ended 31 March 2017	Year Ended 31 March 2016	31 March 2017	31 March 2016	31 March 2015
<b>Advances recoverable in cash or in kind</b>					
Peninsula Realty Fund	2,513,174	6,473,315	7,808,757	10,118,931	16,792,246
Peninsula Brookfield India Real Estate Fund	216,149	212,721	818,107	601,958	389,237
Peninsula Brookfield Investment Managers Private Limited	16,629	15,511	46,053	29,424	13,913
Peninsula Trustee Limited	-	-	-	-	14,133
<b>Trade receivables</b>					
Peninsula Realty Fund	-	-	72,993,950	72,993,950	72,993,950
<b>Investments made</b>					
Peninsula Brookfield Investment Managers Private Limited					
- Equity shares	-	-	149,000	149,000	149,000
- Preference shares	-	13,499,700	166,287,800	166,287,800	152,788,100
Peninsula Brookfield India Real Estate Fund			8,566,442	7,430,891	3,894,513
- Investment in units	2,643,291	4,504,500			
- Redemption in units	2,470,690	1,256,773			
<b>Distribution income received during year</b>					
Peninsula Brookfield India Real Estate Fund	1,171,518	1,502,760	-		
<b>Other financial assets</b>					
Peninsula Brookfield India Real Estate Fund			199,890	199,890	144,371
<b>Issue of preference shares</b>					
Peninsula Land Limited	-	13,500,000			
<b>Borrowings from</b>					
Peninsula Land Limited			110,850,000	110,850,000	97,350,000
<b>Finance cost</b>					
Peninsula Land Limited	9,949,242	9,091,467	23,169,579	11,229,317	4,126,870
<b>Interest accrued but not due on borrowings</b>					
Peninsula Land Limited	20,398	25,373	214,701	185,303	159,930



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 28 Specified bank notes

Details of Specified bank notes (SBN) held and transacted during the period 8 November 2016 to 30 December 2016 as provided in the table below :-

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 8 November 2016	2,500	92	2,592
(+) Permitted receipts	-	15,000	15,000
(-) Permitted payments	-	9,540	6,540
(-) Amount deposited in Banks	2,500	-	2,500
Closing cash in hand as on 30 December 2016	-	8,552	8,552



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 29 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 2017 was as follows:

	As at 31 March 2017	As at 31 March 2016
Total liabilities	134,701,233	124,997,275
Less: Cash and cash equivalents	3,214,382	1,846,735
<b>Adjusted net debt</b>	<b>131,486,851</b>	<b>123,150,540</b>
Total equity	132,892,234	142,998,520
<b>Adjusted net debt to adjusted equity ratio</b>	<b>0.99</b>	<b>0.86</b>

### 30 Employee Benefits

Since there are no employees as at 31 March 2017 and 31 March 2016, disclosure on employee benefits is not provided.







# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 33 Financial instruments – Fair values and risk management

#### I. Accounting classification and fair values

31 March 2017	FVTPL	FVTOCI	Carrying amount Amortised Cost	Other financial assets – amortized Cost	Other financial liabilities	Total	Level 1	Fair value Level 2	Level 3	Total
<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	-	-	-	196,890	-	196,890	-	-	-	-
Trade receivables	-	-	-	72,993,950	-	72,993,950	-	-	-	-
Other current financial assets	-	-	-	8,683,018	-	8,683,018	-	-	-	-
Investments in joint venture	-	-	-	166,436,800	-	166,436,800	-	-	-	-
	8,567,383	-	-	248,313,658	-	256,881,042	942	-	8,566,442	8,567,383
<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	-	-	-	-	865,480	865,480	-	-	-	-
Other current liabilities	-	-	-	-	216,175	216,175	-	-	-	-
	-	-	-	-	134,791,233	134,791,233	-	-	-	-



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

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

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

31 March 2016	FVTPL	FVTOCI	Amortised Cost	Carrying amount Other financial assets – amortised Cost	Other financial liabilities	Total	Level 1	Level 2	Fair value Level 3	Total
<b>Financial assets measured at fair value</b>										
Non-current investments										
Current investments	7,430,891					7,430,891			7,430,891	7,430,891
<b>Financial assets not measured at fair value</b>	900,889					900,889	889		900,000	900,889
<b>Financial assets not measured at fair value</b>										
Other non-current financial assets				199,896		199,896				
Trade receivables				72,993,950		72,993,950				
Other current financial assets				10,963,414		10,963,414				
Investments in joint venture				166,436,800		166,436,800				
	9,231,780			250,594,054		259,825,834	889		\$ 230,891	9,231,780
<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					19,220,337	19,220,337				
Trade payables					662,677	662,677				
Other current liabilities					264,269	264,269				
					134,997,273	134,997,273				



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

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

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

1 April 2015	FVTPL	FVTOCI	Amortised Cost	Carrying amount Other financial assets – amortised Cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets measured at fair value:</b>										
Non-current investments										
Current investments	3,894,513					3,894,513			3,894,513	3,894,513
	1,000,844					1,000,844	844		1,000,000	1,000,844
<b>Financial assets not measured at fair value:</b>										
Other non-current financial assets				(144,371)		144,371				
Trade receivables				72,993,950		72,993,950				
Other current financial assets				17,220,882		17,220,882				
Investments in joint ventures				152,937,100		152,937,100				
	4,895,357			243,296,364		248,191,661	844		4,894,513	4,895,357
<b>Financial liabilities measured at fair value:</b>										
Other non-current liabilities										
<b>Financial liabilities not measured at fair value:</b>										
Borrowings										
Other non-current liabilities										
Trade payables					97,350,000	97,350,000				
Other current liabilities					5,098,375	5,098,375				
Short-term provisions					2,509,691	2,509,691				
Provision for employee benefits					439,674	439,674				
Deferred tax liabilities (net)					2,559	2,559				
					51,167	51,167				
					11,449	11,449				
					(105,462,915)	(105,462,915)				



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

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

#### A. 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
- 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 standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 33 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 2017	31 March 2016
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 3,214,382 at 31 March 2017 (31 March 2016: INR 1,846,735). 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 current year.



## for the year ended 31 March 2017

(Amount in INR)

## 33 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.

			Contractual cash flows			
31 March 2017	Carrying amount	Total	Within 12 months	1-2 years	2-5 years	More than 5 years
<b>Non-derivative financial liabilities</b>						
Trade payables	465,480	465,480	465,480			
<b>31 March 2016</b>						
	Carrying amount	Total	Within 12 months	1-2 years	2-5 years	More than 5 years
<b>Non-derivative financial liabilities</b>						
Trade payables	662,677	662,677	662,677			



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 33 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 exposure to currency risk and therefore, the changes in currency risk will not impact profit or loss.



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 33 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 standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 34 Explanation of transition to Ind AS

#### A Reconciliation of equity

Particulars	As at date of transition 1 April 2015			As at date of transition 31 March 2016		
	Previous GAAP	Adjustment on transition to Ind AS	Ind AS	Previous GAAP	Adjustment on transition to Ind AS	Ind AS
<b>ASSETS</b>						
(1) Non-current assets						
(a) Property, plant and equipment	5,352	-	5,352	1,126	-	1,126
(b) Other intangible assets	102,542	-	102,542	6,079	-	6,079
(c) Investments in joint venture	(52,937,100)	-	(52,937,100)	(166,416,800)	-	(166,416,800)
(d) Financial assets						
(i) Investments	3,861,000	33,513	3,894,513	7,108,727	322,164	7,430,891
(ii) Other financial assets	144,371	-	144,371	109,800	-	109,800
(c) Other non-current assets	8,599,361	-	8,599,361	7,215,551	-	7,215,551
<b>Total non-current assets</b>	<b>165,649,726</b>	<b>33,513</b>	<b>165,683,239</b>	<b>180,968,173</b>	<b>322,164</b>	<b>181,290,337</b>
(2) Current assets						
(a) Financial assets						
(i) Investments	1,000,844	-	1,000,844	960,889	-	960,889
(ii) Trade receivables	72,993,950	-	72,993,950	72,993,950	-	72,993,950
(iii) Cash and cash equivalents	1,066,967	-	1,066,967	1,846,735	-	1,846,735
(iv) Other financial assets	17,220,882	-	17,220,882	10,963,414	-	10,963,414
(b) Other current assets	969	-	969	470	-	470
<b>Total current assets</b>	<b>92,283,612</b>	<b>-</b>	<b>92,283,612</b>	<b>86,705,458</b>	<b>-</b>	<b>86,705,458</b>
<b>TOTAL ASSETS</b>	<b>257,933,339</b>	<b>33,513</b>	<b>257,966,851</b>	<b>267,673,631</b>	<b>322,164</b>	<b>267,995,795</b>
<b>EQUITY AND LIABILITIES</b>						
(1) Equity						
(a) Equity share capital	197,350,000	(97,350,000)	100,000,000	210,850,000	(110,850,000)	100,000,000
(b) Other equity						
Retained earnings (including items of other comprehensive income)	32,381,590	122,346	32,503,936	42,737,896	260,624	42,998,520
<b>Total equity</b>	<b>249,731,590</b>	<b>(97,227,654)</b>	<b>152,503,936</b>	<b>253,587,896</b>	<b>(110,589,376)</b>	<b>142,998,520</b>
(2) Non-current liabilities						
(a) Borrowings	-	97,350,000	97,350,000	-	110,850,000	110,850,000
(b) Provision for employee benefits	51,167	-	51,167	-	-	-
(c) Deferred tax liabilities (net)	11,449	-	11,449	-	-	-
(d) Other non-current liabilities	5,098,375	-	5,098,375	13,220,337	-	13,220,337
<b>Total Non-current liabilities</b>	<b>5,160,991</b>	<b>97,350,000</b>	<b>102,510,991</b>	<b>13,220,337</b>	<b>110,850,000</b>	<b>124,070,337</b>
(3) Current liabilities						
(a) Financial liabilities						
(i) Trade payables	2,509,691	-	2,509,691	537,677	125,000	662,677
(b) Other current liabilities	528,507	(88,833)	439,674	327,721	(63,460)	264,261
(c) Short-term provisions	2,559	-	2,559	-	-	-
<b>Total current liabilities</b>	<b>3,040,757</b>	<b>(88,833)</b>	<b>2,951,924</b>	<b>865,398</b>	<b>61,540</b>	<b>926,938</b>
<b>Total liabilities</b>	<b>8,201,748</b>	<b>97,261,167</b>	<b>105,462,915</b>	<b>14,085,735</b>	<b>110,911,540</b>	<b>124,997,275</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>257,933,338</b>	<b>33,513</b>	<b>257,966,851</b>	<b>267,673,631</b>	<b>322,164</b>	<b>267,995,795</b>

The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.



# Peninsula Investment Management Company Limited

## Notes to standalone financial statements (Continued)

for the year ended 31 March 2017

(Amount in INR)

### 34 Explanation of transition to Ind AS (Continued)

#### B Reconciliation of total comprehensive income for the year ended 31 March 2016

Particulars	For the year ended 31 March 2016		Ind AS
	Previous GAAP <sup>a</sup>	Adjustment on transition to Ind AS	
Other income	1,612,813	288,651	1,901,464
<b>Total income</b>	<b>1,612,813</b>	<b>288,651</b>	<b>1,901,464</b>
Employee benefits expenses	278,419	-	278,419
Finance costs	-	9,118,840	9,118,840
Depreciation and amortization expenses	100,689	-	100,689
Other expenses	1,795,382	-	1,795,382
<b>Total expenses</b>	<b>2,174,490</b>	<b>9,118,840</b>	<b>11,293,330</b>
<b>Loss before tax</b>	<b>(561,676)</b>	<b>(8,830,189)</b>	<b>(9,391,866)</b>
<b>Tax expense:</b>			
Current tax	-	-	-
Deferred tax	11,449	-	11,449
<b>Loss for the year</b>	<b>(550,227)</b>	<b>(8,830,189)</b>	<b>(9,380,417)</b>
<b>Other comprehensive income, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>	<b>(550,227)</b>	<b>(8,830,189)</b>	<b>(9,380,417)</b>

<sup>a</sup>The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note

#### Notes to the reconciliations

- The Company has made investment in units of Peninsula Brookfield India Real Estate Fund. The said investment is fair valued based on the Net Asset Value (NAV) issued by the Fund. These changes have been given effect in 'Investment' and 'Other Equity' in opening balance sheet and 'Other income' in comparative and current financial year.
- The Company has issued 9% Redeemable Cumulative Non Convertible Preference shares of Rs.100 each to Peninsula Land Limited, the said shares have been reclassified under 'Borrowing' under Ind AS. Correspondingly, dividend has been reclassified as 'Finance cost' in the financial statements
- The Company has interest free loan payable to Peninsula Land Limited. The said amount has been discounted using effective interest rate under Ind AS
- The Company has identified expenses which was erroneously not booked in its financial statements for the year ended 31 March 2016. As a consequence, expenses was subsequently adjusted through 'Retained earnings'





# Peninsula Investment Management Company Limited

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

for the year ended 31 March 2017

(Amount in INR)

### 37. Subsequent events

The Company has evaluated subsequent events, as defined under IND AS 10 "Events after the reporting period" through 08 May 2017 and no material subsequent event have been identified.

As per our report of even date attached

For **BSR & Associates LLP**

*Chartered Accountants*

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



**Ashwin Suvarna**

*Partner*

Membership No: 109503

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*



**Bharat Sanghi**

*Company Secretary*

ACS No: 10204

Mumbai

Date: 08 MAY 2017

Mumbai

Date: 08 MAY 2017