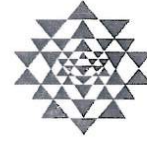




**India Infoline Asset Management
Company Limited**

**Standalone Financial Statements
as on 31st March, 2014**



DIRECTORS' REPORT

To the Members,

The Directors have pleasure in presenting the 4th Annual Report of India Infoline Asset Management Company Limited ('the Company') together with the Audited Financial Statements for the year ended March 31, 2014.

FINANCIAL RESULTS

The highlights of the financial results for the year under review are as under:

Particulars	2013-2014 (Rs.)
Gross Total Income	11,99,71,170
Less: Expenditure	5,42,30,846
Profit / (Loss) Before Taxation	6,57,40,324
Less: Taxation	28,08,458
Net Profit / (Loss) After Tax	6,29,31,866

DIVIDEND

The Directors do not recommend any final dividend for the year under consideration

REVIEW OF OPERATIONS AND BUSINESS

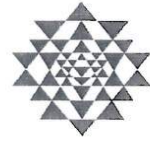
During FY 2013-2014, IIFL Wealth Management Limited (IIFLW) acquired the entire shareholding of the Company from IIFL Holdings Limited (earlier known as India Infoline Limited) and accordingly the Company became a wholly owned subsidiary of IIFLW.

The Board of Directors approved the appointment of Mr. Prashasta Sheth as the new Chief Executive Officer of the Company.

Last year, IIFL Mutual Fund launched two debt schemes namely IIFL Dynamic Bond Fund and IIFL Short Term Income Fund and a Liquid Scheme – IIFL Liquid Fund. As on March 31, 2014 IIFL Mutual Fund managed 6 schemes, with Net Assets under Management of Rs. 224 Crore.

The Company received approval from SEBI to undertake Investment Management and Advisory Services to pooled assets including Alternative Investment Funds (AIF), Offshore Funds and to undertake Portfolio Management Services.

Pursuant to the said approval, with effect from March 1, 2014 the Company acts as the Investment Manager to IIFL Venture Fund (Category I- AIF), IIFL Private Equity Fund (Category II- AIF), IIFL Opportunities Fund (Category III –AIF) and India Infoline Venture Capital Fund with total commitment around Rs. 2200 Crore.



The Company earned net management fees of Rs. 11.04 Crore, as compared to Rs. 41.89 lakhs in the previous year.

MACROECONOMIC OVERVIEW

The Indian economy went through challenging times with a cyclical down turn with growth slowdown, elevated current account deficit, persistent inflation and the need to restore fiscal policy to a sustainable path.

EQUITY

The last quarter of FY 2013-2014 has been exceptionally good for the Indian markets. After trading in a range for the last 6 years, Indian markets have finally moved out of that trading range and are at all-time highs. In last quarter India has emerged as the best performing markets globally returning 6.3% as against the return of -0.8% generated by the MSCI emerging market index and mostly negative returns generated by the developed markets. The key to the current rally has been the expectations of a strong reformist government, improving macro-economic environment and expectations of a cyclical upturn.

DEBT

The bond yields were volatile during the last quarter, but the 10 year bond yield managed to finally close on a flat note. A sharp moderation in both consumer and wholesale inflation and improving data on the twin deficit front, helped bond yields to ease later and hence closed flat in the last quarter. Appreciation in the rupee in last quarter also helped to calm the bond markets.

FUTURE OUTLOOK

During the Current Financial Year, the Company proposes to launch equity and closed ended debt mutual fund schemes.

Under Alternative Investment Fund(s) platform, the Company proposed to launch certain debt schemes under Category II AIF and equity schemes under Category III AIF.

The Company has submitted its application to SEBI for obtaining PMS licence, on approval of which the Company will commence PMS activities.

True to label fund management, improving operational efficiencies and controlling potential risks through proper governance will be followed to the tee as we look to achieve healthy growth in Financial Year 2014-15.

Likewise it will continue its endeavor towards augmenting assets while simultaneously remaining proactive with Investor Education campaigns.



DEPOSITS

During the period under review, the Company has not accepted / renewed any deposits.

TRANSFER TO RESERVES

During the FY 2013-2014, the Company has transferred an amount of Rs. 54, 58, 788 to General Reserve.

BOARD OF DIRECTORS

During FY 2013-2014 Mr. R. Venkataraman ceased to be director of the Company and Mr. Karan Bhagat was appointed as an additional director by the Board of Directors of the Company. The approval of shareholders is being sought at the ensuing Board Meeting, for appointment of Mr. Karan Bhagat as Director of the company.

For FY 2013-2014, there are no director(s) liable to retire by rotation.

AUDIT COMMITTEE

The Audit Committee comprises of Ms. Homai Daruwalla, Mr. Pranab Pattanayak who are independent Directors of the Company. The role, terms of reference and powers of the Audit Committee are in conformity with the requirements of the Companies Act 2013 & internal policies. The Committee met Six times during the year under review.

AUDITORS

M/s. Sharp & Tannan Associates, Chartered Accountants, retire at the ensuing Annual General Meeting. The Directors recommend their re-appointment as Statutory Auditors for the financial year 2014-2015.

STATUTORY INFORMATION

a. Personnel:

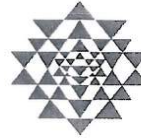
For FY 2013-2014, there were no employees who are in receipt of remuneration in excess of the rates or amounts as specified under erstwhile Companies Act, 1956.

b. Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo:

The Company does not carry on any manufacturing activity.

Statutory Information

During the year under review the Company has not received or paid any foreign exchange.



DIRECTORS RESPONSIBILITY STATEMENT

The Directors confirm that:

- a. In the preparation of the annual accounts, the applicable accounting standards have been followed;
- b. Appropriate accounting policies have been selected and applied consistently and that judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2013, and of its loss for the year ended on that date;
- c. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. The annual accounts have been prepared on an ongoing concern basis.

ACKNOWLEDGEMENTS

We are thankful for the significant contribution made by our employees and also express our sincere thanks and appreciation to Securities and Exchange Board of India, Association of Mutual Fund of India, the Company's Bankers and Counsels for their continued support and co-operation.

We also acknowledge the support and the continued co-operation received from India Infoline Limited, sponsor during the year under review. We look forward to the same going forward.

For and on behalf of the Board

Homai Daruwalla
Chairman

Date: May 07, 2014

Place: Mumbai

Independent Auditor's Report

To the Members of India Infoline Asset Management Company Limited

Report on the Financial Statements

We have audited the accompanying financial statements of India Infoline Asset Management Company Limited ("the Company"), which comprise the balance sheet as at 31 March 2014, and the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an



opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- (a) in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2014;
- (b) in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- (c) in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on other legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the central government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have 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, statement of profit and loss and cash flow statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the balance sheet, statement of profit and loss, and cash flow statement comply with the Accounting Standards notified under the Act read with the General Circular 15/2013 dated 13 September 2013, of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013; and



- e. on the basis of written representations received from the directors as on 31 March 2014, and taken on record by the board of directors, none of the directors is disqualified as on 31 March 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For Sharp & Tannan Associates
Chartered Accountants
Firm's registration no.109983W
By the hand of



A handwritten signature in blue ink, appearing to be "Tirtharaj Khot".

Tirtharaj Khot
Partner

Membership No: (F) 037457

Place: Mumbai
Date: 7th May, 2014

Annexure to the Auditors' Report

The Annexure referred to in our report to the members of India Infoline Asset Management Company Limited ("the Company") for the year ended 31 March 2014. We report that:

1. (a) The Company has maintained adequate records to show full particulars, including quantitative details and situation of the fixed assets.

(b) The Company has formulated a programme of physical verification of its fixed assets in a phased manner. In accordance with this program, a physical verification of certain fixed assets has been carried out by management during the year and there are no material discrepancies observed between assets physically verified and book balances. In our opinion, the periodicity of verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) The Company has not disposed-off any substantial part of its fixed assets so as to affect its going concern status.
2. The Company is not carrying on any manufacturing or trading activity. Therefore, the provisions of sub clause (a), (b) and (c) of clause (ii) of paragraph 4 of the Order are not applicable to the Company.
3. (a) The Company has granted loan to One Company covered in the register maintained under Section 301 of the Companies Act, 1956. The maximum amounts involved during the year were Rs.13,00,00,000/- and the year-end balance of loans granted to such Company was Rs.11,51,56,004/-

(b) The rate of Interest on loan given is, in our opinion, not prima facie prejudicial to the interest of the Company. There are no other terms and conditions prescribed.

(c) There are no stipulations as to repayment of principal and interest amounts.

(d) There is no overdue amount in excess of Rs.1 lakh in respect of loan granted to Companies listed in the register maintained under Section 301 of the Companies Act, 1956 since repayment schedule is not stipulated.



(e) The Company has taken loan from one Company covered in the register maintained under Section 301 of the Companies Act, 1956. The Maximum amount involved during the year was Rs.7,96,000/- and the year-end balance of the loan taken was Rs.7,96,000/-.

(f) The rate of Interest on loan taken is, in our opinion, not prima facie prejudicial to the interest of the Company. There are no other terms and conditions prescribed.

(g) There are no stipulations as to repayment of principal and interest amounts.

4. In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and nature of its business, for the purchase of fixed assets and sale of services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have we been informed of any continuing failure to correct major weaknesses in the aforesaid internal control systems.
5. (a) In our opinion and according to the information and explanations given to us the particulars of contracts or arrangements that need to be entered into a Register in pursuance of Section 301 of the Companies Act, 1956 and those brought to our notice, have been so entered.

(b) In our opinion and according to the information and explanations given to us, the transactions in pursuance of such contracts or arrangements entered in the register maintained under section 301 of the companies Act, 1956 and exceeding the value of rupees five lakhs in respect of any party during the year, have been made at prices which are not comparable since the prevailing market prices of such services, in view of the management, are not readily available.
6. The Company has not accepted any deposits from the public of the nature which attracts the provisions of Section 58A, 58AA or any other relevant provisions of the Act and the rules made there under. Therefore, the provision of clause (vi) of paragraph 4 of the Order is not applicable to the Company.
7. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.



8. As per the information and explanations given to us, in respect of the class of industry the Company falls under, the maintenance of cost records has not been prescribed by the Central Government under section 209 (1) (d) of the Companies act, 1956. Therefore, the provision of clause (viii) of paragraph 4 of the Order is not applicable to the Company.
9. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs duty, Excise duty, Cess and other material statutory dues as and wherever applicable to the Company, with the appropriate authorities. Based on the information furnished to us, there are no undisputed statutory dues as on 31st March 2014, which are outstanding for a period exceeding six months from the date they became payable.
- (b) As per information and explanations given to us, and as per the records of the Company examined by us, there are no cases of non-deposit with appropriate authorities of disputed dues of Income tax, Sales tax, Wealth tax, Service tax, Customs duty, Excise and cess.
10. The Company has been registered for a period of less than 5 years. Therefore, the provision of clause (x) of paragraph 4 of the Order is not applicable to the Company.
11. As the Company has not borrowed from financial institution or bank or debenture holders during the year therefore, the provision of clause (xi) of paragraph 4 of the order is not applicable to the Company.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities, the Company, in our opinion, need not maintain relevant documents and record.
13. The Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of sub clause (a), (b), (c) and (d) of clause (xiii) of paragraph 4 of the Order are not applicable to the Company.
14. The Company is not dealing or trading in shares, securities, debentures and other investments. Therefore, the provision of clause (xiv) of paragraph 4 of the order is not applicable to the Company.



15. The Company has not granted any guarantee for loans taken by others from bank or financial institution. Therefore, the provision of clause (xv) of paragraph 4 of the order is not applicable to the Company.

16. The Company has not availed any term loan during the period. Therefore, the provision of clause (xvi) of paragraph 4 of the Order is not applicable to the Company.

17. According to the information and explanation given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been used for long term investment.

18. The Company has made allotment of shares to the Company covered in the Register maintained under section 301 of the Companies Act, 1956. Since, the said allotment is made to erstwhile holding Company in our opinion and according to the explanations given to us; such further allotment is not considered as preferential in nature.

19. The Company has not issued any debentures during the period covered under audit. Therefore, the provision of clause (xix) of paragraph 4 of the Order is not applicable to the Company.

20. The Company has not raised any money through a public issue during the period covered audit. Therefore, the provision of clause (xx) of paragraph 4 of the Order is not applicable to the Company.

21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, we have neither come across any instances of material fraud on or by the Company, noticed or reported during the year nor have we been informed of such case by management.

Place: Mumbai
Date: 7th May, 2014



For Sharp & Tannan Associates
Chartered Accountants
Firm's registration no.109983W
By the hand of


Tirtharaj Khot
Partner
Membership No: (F) 037457

INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED
BALANCE SHEET AS AT MARCH 31, 2014

(Amount in ₹)

Particulars	Note No	As at Mar 31, 2014	As at Mar 31, 2013
EQUITY AND LIABILITIES			
(1) Shareholder's funds			
(a) Share Capital	3	18 50 00 000	17 50 00 000
(b) Reserve and Surplus	4	54 58 788	(5 74 73 078)
(c) Money received against share warrants		-	-
Sub total		19 04 58 788	11 75 26 922
(2) Share application money pending allotment			
		-	-
(3) Non Current Liabilities			
(a) Long-Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long-term liabilities		-	-
(d) Long-term provisions	5	21 51 403	13 06 724
Sub total		21 51 403	13 06 724
(4) Current liabilities			
(a) Short-Term Borrowings		-	-
(b) Trade Payables	6	17 37 395	-
(c) Other Current Liabilities	7	41 46 084	21 25 285
(d) Short-Term Provisions	8	53 93 967	77 88 167
Sub total		1 12 77 446	99 13 452
TOTAL		20 38 87 637	12 87 47 098
ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible Assets	9	14 68 460	28 12 525
(ii) Intangible Assets		-	-
(iii) Capital Work-in-Progress		18 17 010	11 92 010
(iv) Intangible Assets Under Development		-	-
Sub total		32 85 470	40 04 535
(b) Non-Current Investments	10	5 00 000	-
(c) Deferred Tax Assets (Net)	11	17 59 961	-
(d) Long-Term Loans & Advances	12	1 10 44 455	51 70 374
(e) Other Non-Current Assets		-	-
Sub total		1 33 04 416	51 70 374
(2) Current assets			
(a) Current Investments	13	5 00 14 607	8 50 00 000
(b) Inventories		-	-
(c) Trade receivables	14	13 89 790	8 04 446
(d) Cash and Cash equivalents	15	1 87 27 093	2 94 05 569
(e) Short-term loans & advances	16	11 71 66 261	43 62 174
Sub total		18 72 97 751	11 95 72 189
TOTAL		20 38 87 637	12 87 47 098
See accompanying notes Forming a Part of Financial Statements	1 - 29		

As per our attached report of even date

For Sharp & Tannan Associates
Chartered Accountants
Firm's Registration No.109983W
By the hand of

Tirtharaj Khot
Partner
Membership No. (F) 037457

Place : Mumbai
Dated :- May 07, 2014



For and on behalf of the Board of Directors


Homai Daruwalla
Chairman

Prashasta Seth
Chief Executive Officer


Karan Bhagat
Director

Ashutosh Naik
Company Secretary



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED ON 31 MARCH, 2014

(Amount in ₹)

Particulars	Note No	2013-2014	2012-2013
INCOME :			
Revenue from Operations	17	11 04 50 233	41 89 235
Other Income	18	95 20 937	1 10 84 430
Total Revenue		11 99 71 170	1 52 73 665
EXPENSES :			
Employee Benefit Expenses	19	2 86 38 983	1 92 29 439
Administration and other expenses	20	2 42 47 798	1 85 82 222
Finance cost	21	-	1 39 354
Depreciation	9	13 44 065	15 53 062
Total Expenditure		5 42 30 846	3 95 04 077
Profit before tax		6 57 40 324	(2 42 30 413)
Tax Expenses :			
Current Tax		1 37 15 984	-
Deferred Tax Expenses		(17 59 961)	-
MAT Credit Gains		(91 47 565)	-
Short / (excess) provision for income tax		-	-
Total Tax Expenses		28 08 458	-
Profit (loss) for the period		6 29 31 866	(2 42 30 413)
Earning Per Share- Basic	28	3.45	(1.51)
Earning Per Share- Diluted	28	3.45	(1.51)
Face Value Per Share		10.00	10.00
See accompanying notes Forming a Part of Financial Statements	1 - 29		

As per our attached report of even date

For Sharp & Tannan Associates
Chartered Accountants
Firm's Registration No.109983W
By the hand of


Tisharaj Khot
Partner
Membership No. (F) 03745



Place : Mumbai
Dated :- May 07, 2014

For and on behalf of the Board of Directors


Homai Daruwalla
Chairman

Karan Bhagat
Director


Prashasta Seth
Chief Executive Officer


Ashutosh Naik
Company Secretary



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2014

(Amount in ₹)

Particulars	2013-2014	2012-2013
A. Cash flows from operating activities		
Net profit before taxation and extraordinary item	6 57 40 324	(2 42 30 413)
Adjustments for:		
Depreciation	13 44 065	15 53 062
Provision of Gratuity	6 43 882	3 19 762
Provision of Leave Encashment	5 31 249	1 93 746
Operating profit before working capital changes	6 82 59 520	(2 21 63 843)
Changes in working Capital :		
(Increase)/ Decrease Trade receivables	(5 85 344)	(3 58 357)
(Increase)/ Decrease Short term Loan & advances	(11 28 04 086)	(37 97 334)
(Increase)/ Decrease Long term Loan & advances	32 73 484	(41 61 190)
Increase/ (Decrease) Trade Payable	17 37 395	(14 610)
Increase/ (Decrease) Other current liabilities	20 20 799	3 96 241
Increase/ (Decrease) Short term Provisions	(23 99 318)	57 94 982
Increase/ (Decrease) Long term Provisions	(3 25 334)	3 83 663
Cash generated from operations	(4 08 22 884)	(2 39 20 448)
Cash flow before extraordinary item	(4 08 22 884)	(2 39 20 448)
Net income tax(paid) / refunds	(1 37 15 984)	-
Net cash from operating activities (A)	(5 45 38 868)	(2 39 20 448)
B. Cash flows from investing activities		
Sale / (Purchase) of fixed assets (includes intangible assets)	(6 25 000)	(12 67 693)
Purchases of current investment	3 44 85 393	(8 50 00 000)
Net cash from investing activities (B)	3 38 60 393	(8 62 67 693)
C. Cash flows from financing activities		
Proceeds from issuance of share capital	1 00 00 000	2 50 00 000
Net cash used in financing activities (C)	1 00 00 000	2 50 00 000
Net increase in cash and cash equivalents (A+B+C)	(1 06 78 475)	(8 51 88 142)
Reconciliation of Cash & cash equivalents with the Balance Sheet:		
Cash and Cash Equivalents		
Opening Cash on hand and balances with banks	2 94 05 569	11 45 93 710
Closing Cash on hand and balances with banks	1 87 27 093	2 94 05 569
Net Increase/(Decrease) in Cash and Cash Equivalents	(1 06 78 475)	(8 51 88 142)

1.Cash flow statement has been prepared under the Indirect Method as set out in the Accounting Standard (AS)-3 : ' Cash Flow Statements' issued by the Institute of Chartered Accountants of India

2.Previous years figures have been re-grouped / re-arranged wherever considered necessary

As per our attached report of even date

For Sharp & Tannan Associates
Chartered Accountants
Firm's Registration No.109983W
By the hand of



(Signature)
Tirtharaj Khot
Partner
Membership No. (F) 037457

Place : Mumbai
Dated :- May 07, 2014

For and on behalf of the Board of Directors

(Signature)
Homai Daruwalla
Chairman

(Signature)
Karan Bhagat
Director

(Signature)
Prashasta Seth
Chief Executive Officer

(Signature)
Ashutosh Naik
Company Secretary



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014

Note 1. Corporate Information:

India Infoline Asset Management Company Limited ("the Company") was incorporated on March 22, 2010. In order to integrate the fund management business and asset management business, the entire equity shareholding of India Infoline Asset Management Company Limited held by IIFL Holdings Limited (earlier known as India Infoline Limited) was transferred to its subsidiary IIFL Wealth Management Limited (IIFL Wealth), on October 18, 2013. Accordingly, IIFL Wealth holds the entire share capital of IIFL AMC and also acts as Sponsor to IIFL Mutual Fund. The said restructuring was within the IIFL Group, effected pursuant to SEBI NOC letter dated October 17, 2013 and did not amount to any change in controlling interest of the Company. The Company is registered with Securities and Exchange Board of India (SEBI) under the SEBI (Mutual Funds) Regulations, 1996 ('the Regulations') and the principal activity is to act as an investment manager to 'IIFL Mutual Fund'.

Pursuant to Regulations 24(b) of the Regulation, SEBI gave its No Objection to the Company to undertake Investment Management and Advisory Services to pooled assets including Alternative Investment Funds / Offshore Funds and to undertake Portfolio Management Services. Pursuant to the same the Company acts as Investment Manager to Alternative Investments Funds and Venture Capital Fund.

Note 2. Significant Accounting Policies:

2.1 Basis of preparation of financial statements:

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with all material aspects of the applicable Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year by the Company.

2.2 Use of Estimates:

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized.

2.3 Fixed assets and Depreciation and Amortisation:

Fixed assets are stated at cost of acquisition less accumulated depreciation thereon. Depreciation is charged using the straight line method based on the useful life of fixed assets as estimated by the management as specified below, or the rates specified in accordance with the provisions of schedule XIV of the Companies Act, 1956, whichever is higher. In the case of transfer of used fixed assets from group companies, depreciation is charged over the remaining useful life of the asset.

Depreciation is charged from the month in which new assets are put to use. No depreciation is charged from the month in which assets are sold



Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Individual assets / group of similar assets costing less than 5 000/- has been depreciated in full in the year of purchase.

Estimated useful life of the assets is as under

Class of assets	No of Years
Furniture and fixtures	5
Computer equipment	3
Software	3
Office Equipment	5
Buildings	20

2.4 Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other Investments are classified as non – current investments. Current investments are stated at lower of cost or market / fair value. Non – current investments are carried at cost. Provision for diminution in value of non – current investments is made, if in the opinion of the management such diminution is other than temporary. For investment in Mutual funds, the net Assets value (NAV) declare by the Mutual Funds at the balance sheet date is considered as the fair value.

Current investments have been valued at the lower of cost and fair value. Long-term investments have been valued at cost, except that any permanent diminution in their value has been provided for in ascertaining their carrying amount.

2.5 Provisions, Contingent Liabilities and Contingent Assets:

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

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

Contingent Assets are neither recognized nor disclosed in the financial statements.

2.6 Taxation:

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India.

Income Tax

Provision for current tax is computed based on estimated tax liability computed after adjusting for allowance, disallowance and exemptions in accordance with the applicable tax laws.



Deferred Tax

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rate and the tax laws enacted or substantively enacted at the Balance Sheet date. The deferred tax asset is recognised or unrecognised, to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available. At each reporting date, the Company re-assesses unrecognised deferred tax assets. Deferred tax liability is recognised as and when arises.

Minimum Alternate Tax (MAT)

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

2.7 Revenue Recognition:

- Investment Management fees are accounted on accrual basis.
- Distribution Fee/Commission is recognized on accrual basis in accordance with the terms agreed with the counter party

2.8 Other Income Recognition:

- Interest Income is recognized on accrual basis
- Dividend income is recognized when the right to receive payment is established.

2.9 Employee Benefits:

The company's contribution towards Provident Fund and Family Pension Fund, which are defined contribution, are accounted for on an accrual basis and recognised in the Statement of Profit & loss.

The Company has provided "Compensated Absences" on the basis of actuarial valuation. Gratuity is post employment benefit and is in the nature of defined benefit plan. The Liability recognized in the Balance Sheet in respect of gratuity is the present value of defined benefit obligation at the Balance Sheet date together with the adjustments for unrecognized actuarial gain or losses and the past service costs. The defined benefit obligation is calculated at or near the Balance Sheet date by an independent actuary using the projected unit credit method.

2.10 Scheme Related Expenses:

(a) Fund Expenses:

Expenses of schemes of IIFL Mutual Fund in excess of the stipulated limits as per SEBI (Mutual Fund) Regulations, 1996 and expenses incurred directly on behalf of schemes of IIFL Mutual Fund are charged to the Statement of Profit and Loss Account.



Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

(b) New Fund Offer Expenses:

Open-ended fund: - Expenses relating to new open-ended fund offers of IIFL Mutual Fund are charged to the Statement of Profit and Loss in the year in which they are incurred.

Closed-ended fund: - Expenses relating to new Closed-ended fund offers of IIFL Mutual Fund are amortized over the period of scheme tenor.

2.11 Operating Leases:

Lease rentals in respect of operating lease arrangements are charged to the Statement of Profit & loss in accordance with Accounting Standard 19 – Leases, issued by the Institute of Chartered Accountants of India.

2.12 Preliminary Expenses

Preliminary Expenses are written off in same financial year in which they are incurred.

2.13 Earnings per Share:

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 issued by Institute of Chartered Accountants of India (ICAI) on 'Earnings Per Share'. Basic earnings per share is computed by dividing net profit or loss for the period by weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit or loss for the period by the weighted average number of shares outstanding during the period as adjusted for the effects of all potential equity shares.

Note: 3. Share Capital:

(a) The Authorized, Issued, Subscribed and fully paid up share capital comprises of equity shares having a par value of ₹ 10/- as follows (Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
SHARE CAPITAL		
Authorized :		
2 00 00 000 Equity Shares of ₹10/- each (P.Y. 2 00 00 000)	20 00 00 000	20 00 00 000
Issued, Subscribed and Paid Up:		
1 85 00 000 (P.Y. 1 75 00 000) Equity Shares of ₹10/- each fully paid-up	18 50 00 000	17 50 00 000
Total	18 50 00 000	17 50 00 000



Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

(b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31.03.2014		As at 31.03.2013	
	Numbers	Amount	Numbers	Amount
Issued subscribed and Paid up at the beginning of the year	1 75 00 000	17 50 00 000	1 50 00 000	15 00 00000
Add: Issued during the year	10 00 000	1 00 00 000	25 00 000	2 50 00 000
Issued subscribed and Paid up at the end of the year	1 85 00 000	18 50 00 000	1 75 00 000	17 50 00 000

(c) Terms/rights attached to equity shares

The company has only one class of shares referred to as equity shares having a par value of ₹10/- each. Each holder of equity shares is entitled to one vote per share.

(d) Details of shareholders holding more than 5% shares in the company:

Particulars	As at March 31, 2014		As at March 31, 2013	
	Numbers	% Holding	Numbers	% Holding
IIFL Wealth Management Limited	1 85 00 000	100	-	-
IIFL Holdings Limited (Formerly Known as India Infoline Limited)	-	-	1 75 00 000	100

Note 4. Reserve and Surplus:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Surplus/(deficit) in the Statement of Profit and Loss		
Opening Balance	(5 74 73 078)	(3 32 42 665)
Addition Profit/(Loss) during the Year	6 29 31 866	(2 42 30 413)
Closing Balance	54 58 788	(5 74 73 078)

Note 5. Long Term Provisions:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Provision for Gratuity	16 25 272	10 19 621
Provision For Leave Encashment	5 26 131	2 87 103
Total	21 51 403	13 06 724

Note 6. Trade Payables:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Outstanding dues of micro & small enterprises	--	--
Outstanding dues of creditors other than micro & small enterprises	17 37 395	--
Total	17 37 395	--

There are no dues to micro, small and medium enterprises (MSME's) covered under Micro, Small and Medium Enterprises Development Act, 2006, which are outstanding for more than 45 days.



Note 7. Other Current Liabilities:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Statutory Liabilities Payable	15 18 394	3 52 996
Accrued Salaries & Benefits	25 91 264	17 26 841
Contractually reimbursable expenses	673	45 448
Other payables	35 753	--
Total	41 46 084	21 25 285

Note 8. Short Term Provisions:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Provision for Expenses	19 98 768	75 15 115
Provision for Gratuity	2 29 535	1 91 304
Provision For Leave Encashment	1 58 865	81 748
Bonus Payable	30 06 799	--
Total	53 93 967	77 88 167

Note 9. Tangible Assets:

(Amount in ₹)

ASSETS	GROSS BLOCK (AT COST)			
	As at 31.03.2013	Additions	Deductions	As at 31.03.2014
TANGIBLE ASSETS				
Computer	7 06 617	--	--	7 06 617
Furniture & Fixture	63 29 094	--	--	63 29 094
Office Equipment	2 80 436	--	--	2 80 436
TOTAL	73 16 147	--	--	73 16 147
PREVIOUS YEAR	72 40 464	75 683	--	73 16 147

ASSETS	DEPRECIATION			
	Upto 31.03.2013	Additions	Deductions	Upto 31.03.2014
TANGIBLE ASSETS				
Computer	6 70 573	33 092	--	7 03 665
Furniture & Fixture	36 58 120	12 65 819	--	49 23 939
Office Equipment	1 74 929	45 154	--	2 20 083
TOTAL	45 03 622	13 44 065	--	58 47 687
PREVIOUS YEAR	29 50 560	15 53 062	--	45 03 622

Note: Capital Work in Progress Rs. 18,17,010 Last Year Rs. 11,92,010, Pertain to Assets not yet capitalized.



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

ASSETS	NET BLOCK	
	As on 31.03.2014	As on 31.03.2013
TANGIBLE ASSETS		
Computer	2 952	36 044
Furniture & Fixture	14 05 155	26 70 974
Office Equipment	60 353	1 05 507
TOTAL	14 68 460	28 12 525
PREVIOUS YEAR	28 12 525	42 89 904

Note 10. Non Current Investment:

(Amount in ₹)

Particulars	As at March 31, 2014			As at March 31, 2013		
	Face Value	Quantity	Amount	Face Value	Quantity	Amount
Non Trade Investment:						
Unquoted:						
Investment in Equity:						
Investment in MF Utilities India Pvt. Ltd.	1	5 00 000	5 00 000	--	--	--
Total	1	5 00 000	5 00 000	--	--	--

Note 11 Deferred Tax (Liability)/Assets (Net):

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
On Preliminary expenses	78,741	--
On Depreciation	10 50 771	--
On Gratuity	6 30 449	--
Total	17 59 961	--

On conservative basis company had not recognized Deferred Tax Assets during the last year. The same has been recognized in current year as there is a certainty of income generation in future years.

Note 12. Long Term Loans and Advances:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
a) Advance Income Tax (Net of Provision of tax of ₹ 1 37 15 984 {Previous year NIL})	1 02 09 730	17 31 598
b) Other Long Term Loans and Advances	8 34 725	34 38 776
Total	1 10 44 455	51 70 374



Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Note 13. Current Investment:

(Amount in ₹)

Particulars	As at March 31, 2014		As at March 31, 2013	
	Units	Amount	Units	Amount
Non Trade Investment: Quoted				
Investment in ICICI Prudential Mutual Fund ICICI Prudential Liquid – Regular Plan – Growth (NAV – Rs. 173.4507)	--	--	4 90 538.380	8 50 00 000
Investment in IIFL Mutual Fund (Liquid Fund – Direct Plan - Dividend Reinvestment) NAV – Rs.1000.0219	50 013.492	5 00 14 607	--	--
Total	50 013.492	5 00 14 607	4 90 538.380	8 50 00 000

Note 14. Trade Receivable:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Outstanding for a period exceeding six months		
- Considered good	--	--
- Considered doubtful	--	--
Outstanding for a period less than six months		
- Considered good	13 89 790	8 04 446
- Considered doubtful	--	--
Total	13 89 790	8 04 446

Note 15. Cash and Bank Balance:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Cash in hand	--	--
Balances with banks :		
- In Current accounts	1 87 27 093	2 94 05 569
- In Deposit accounts	--	--
Total	1 87 27 093	2 94 05 569

Note 16. Short Term Loans and Advances:

(Amount in ₹)

Particulars	As at 31.03.2014	As at 31.03.2013
Unsecured, Considered good		
- Loan to Group Companies	11 43 60 004	--
- Unamortized Brokerage & Commission Expenses	26 04 052	26 03 875
- Other Loans and Advances	9 889	13 56 855
- Prepaid expenses – Unsecured, considered good	1 92 316	4 01 444
Total	11 71 66 261	43 62 174



Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Note 17. Revenue from Operations: (Amount in ₹)

Particulars	2013-2014	2012-2013
Management Fees from Mutual Fund	80 00 421	41 89 235
Management Fees from AIF and Venture Fund	10 17 84 812	--
Set Up Fees from AIF and Venture Fund	6 65 000	--
Total	11 04 50 233	41 89 235

Note 18 . Other Income: (Amount in ₹)

Particulars	2013-2014	2012-2013
Interest Income	63 40 004	94 72 447
Dividend Income	3 03 032	--
Capital Gain	27 98 108	16 01 837
Interest on Income Tax Refund	79 793	10 146
Total	95 20 937	1 10 84 430

Note 19. Employee Benefit Expenses: (Amount in ₹)

Particulars	2013-2014	2012-2013
Salaries and bonus	2 68 67 164	1 81 42 893
Contribution to Provident and Other Funds	5,29,799	5 07 353
Staff Welfare Expenses	66 889	65 685
Gratuity Expenses	6 43 882	3 19 762
Leave Encashment Expenses	5 31 249	1 93 746
Total	2 86 38 983	1 92 29 439

The Company is recognising and accruing the employee benefit as per accounting standard (AS) – 15 on "Employee Benefits".

Details are given below :-

Assumptions	(Amount in ₹)	
	As At March 31, 2014	As At March 31, 2013
Discount rate previous year	8.00%	8.50%
Salary Escalation previous year	5.00%	5%
Discount rate current year	9.14%	8.00%
Salary Escalation Current year	5.00%	5.00%



Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Change in Benefit Obligation	2013-2014	2012-2013
Liability at the beginning of the year	12 10 925	8 91 163
Interest Cost	96 874	75 749
Current Service Cost	1 85 558	1 36 155
Liability transferred in	11 79 031	--
Liability transferred out	--	--
Benefit paid	--	--
Actuarial (gain)/ Loss on obligations	(8 17 581)	1 07 858
Liability at the end of the year	18 54 807	12 10 925

Amount Recognised in the Balance Sheet	2013-2014	2012-2013
Liability at the end of the year	--	--
Fair value of plan Assets at the end of the year	(18 54 807)	(12 10 925)
Differences	(18 54 807)	(12 10 925)
Amount of (liability)/ Asset Recognised in the balance sheet	(18 54 807)	(12 10 925)

Expenses Recognised in the Income statement	As At March 31 2014	As At March 31 2013
Current Service cost	1 85 558	1 36 155
Interest Cost	96 874	75 749
Expected return on plan assets	--	--
Net Transfer In	11 79 031	--
Actuarial Gain or Loss	(8 17 581)	1 07 858
Expense Recognised in P&L	6 43 882	3 19 762

Balance Sheet reconciliation	2013-2014	2012-2013
Opening Net liability	12 10 925	8 91 163
Expense as above	6 43 882	3 19 762
Net Transfer Out	--	--
Employers contribution	--	--
Liability/(Asset) Recognised in Balance sheet	18 54 807	12 10 925

Defined Contribution Plans:

The Company has recognised the following amounts as an expense and included in the Employee Benefit Expenses.

(Amount in ₹)

Particulars	2013-2014	2012-2013
Contribution to provident & other Fund	5 13 555	4 85 774



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Note 20. Administration and other expenses:

(Amount in ₹)

Particulars	2013-2014	2012-2013
Advertisement expenses	6 94 778	12 34 381
Books and periodicals	6 072	1 743
Exchange and statutory charges	14 60 207	9 93 177
Direct operating expenses	88 06 559	57 90 212
Bank charges	8 045	1 21 477
Communication expenses	11 96 671	10 63 200
Donation	--	4 220
Electricity expenses	4 86 657	3 61 212
Legal and professional charges	18 90 749	23 04 804
Miscellaneous expenses	30 207	19,373
Office expenses	14 34 375	5 24 711
Subscription charges	4 38 485	3 96 454
Postage and courier expenses	3 14 164	1 71 526
Printing and stationery	8 09 948	5 09 253
Rent expenses	20 74 048	18 91 990
Insurance charges	3 85 000	2 12 567
Rates and taxes	3 628	--
Repairs and maintenance :		
- Computer	14 875	10 131
- Others	21 176	1 66 179
Remuneration to auditors :		
- For Statutory audit	50 000	50 000
- Certification work and other matters	--	--
- For Out of pocket expenses	3 452	3 362
Software charges	18 39 163	9 206
Sitting fees	4 40 000	2 40 000
Travelling and conveyance	18 39 539	25 03 045
TOTAL	2 42 47 798	1 85 82 222

Note 21. Finance Cost:

(Amount in ₹)

Particulars	2013-2014	2012-2013
Interest Expenses	--	1 39 354
Total	--	1 39 354

Note 22. The Company Operates from and uses the premises, infrastructure and other facilities and services as provided to it by its holding company / subsidiaries / group companies which are termed as 'Shared Services'. Hitherto, such shared services consisting of administrative and other revenue expenses paid for/by the company were identified and recovered from them based on reasonable management estimates, which are constantly refined in the light of additional knowledge gained relevant to such



Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Note 23. The Company Operates from and uses the premises, infrastructure and other facilities and services as provided to it by its holding company / subsidiaries / group companies which are termed as 'Shared Services'. Hitherto such shared services consisting of administrative and other revenue expenses paid for by the company were identified and recovered from them based on reasonable management estimates, which are constantly refined in the light of additional knowledge gained relevant to such estimation. These expenses are recovered on an actual basis and the estimates are used only where actual were difficult to determine.

Note 24. At the balance sheet date there were outstanding commitments of capital expenditure of ₹ 13 42 990/- (Previous Year ₹ 19 67 990/-) out of the total contractual obligation entered during the year.

Note 25. The Company does not have any contingent liability not provided for, as on the balance sheet date.

Note 26. Segment reporting:

In the opinion of the management, there is only one reportable business segment as envisaged by AS 17 'Segment Reporting', as prescribed by Companies (Accounting Standard) Rules, 2006. Accordingly, no separate disclosure for segment reporting is required to be made in the financial statements of the Company.

Secondary segmentation based on geography has not been presented as the Company operates primarily in India and the Company perceives that there is no significant difference in its risk and returns in operating from different geographic areas within India.

Note 27. Related Party Disclosures.

Related parties and their Relationship:

Nature of relationship	Name of party
(a) Ultimate Holding Company	IIFL Holdings Limited (Formerly known as India Infoline Limited)
(b) Holding Company	IIFL Wealth Management Limited
(c) Fellow Subsidiaries	IIFL Alternate Asset Advisors Limited IIFL Distribution Services Private Limited (Formerly known as Finest Wealth Managers Private Limited) IIFL Investment Adviser Trustee Services Limited (Formerly known as IIFL Trustee Services Limited) India Infoline Trustee Company Limited
(d) Group Companies	India Infoline Commodities Limited India Infoline Finance Limited India Infoline Media & Research Services Limited India Infoline Commodities DMCC India Infoline Insurance Services Limited



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

	India Infoline Media & Research Services Limited India Infoline Commodities DMCC India Infoline Insurance Services Limited India Infoline Insurance Brokers Limited IIFL Realty Limited India Infoline Housing Finance Limited IIFL Securities Pte. Limited IIFL Capital Pte. Limited (formerly known as IIFL Wealth-Pte. Limited) India Infoline Limited (Formerly known as India Infoline Distribution Co. Limited) IIFL (Asia) Pte. Limited IIFL Securities Ceylon (Pvt.) Limited(*) IIFL Capital Ceylon Limited(**) IIFL Capital Limited IIFL Private Wealth Management Dubai Limited IIFL Wealth UK Limited IIFL Inc. IIFL Private Wealth Hong Kong Limited IIFL Private Wealth Mauritius Limited IIFL Private Wealth (Suisse) SA. IIFL Capital Inc.
(e) Key Management Personnel	Nirmal Jain R. Venkataraman Karan Bhagat Prashasta Seth
(f) Other related parties	Madhu Jain (wife of Mr. Nirmal Jain) Aditi Venkataraman (wife of Mr. R. Venkataraman) India Infoline Foundation

(*) IIFL Securities Ceylon (Pvt.) Limited was related party up to 30th December 2013.

(**) IIFL Capital Ceylon Limited was related party up to 20th March 2014.

(g) Significant Transaction with Related Parties

(Amount in ₹)

Nature of Transaction	Holding Company/ Ultimate Holding Co.	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Parties	Total
Finance (including equity contribution in cash)						
IIFL Holdings Limited	1 00 00 000	-	-	-	-	1 00 00 000
	(2 50 00 000)	-	-	-	-	(2 50 00 000)
Rent Expenses						
IIFL Realty Limited	-	-	9 00 000	-	-	9 00 000
	-	-	(12 00 000)	-	-	(12 00 000)



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Brokerage & Commission Expenses							
India Infoline Limited	-	-	9 65 629	-	-	-	9 65 629
IIFL Holdings Limited	-	-	-	-	-	-	-
	(16 25 892)	-	-	-	-	-	(16 25 892)
IIFL Wealth Management Limited	3 64 214	-	-	-	-	-	3 64 214
	(77 32 674)	-	-	-	-	-	(77 32 674)
Management Fees Expenses							
IIFL Alternate Assets Advisors Limited	-	12 67 149	-	-	-	-	12 67 149
	-	-	-	-	-	-	-
Arranger Fees Expenses							
IIFL Realty Limited	-	-	42 71 043	-	-	-	42 71 043
	-	-	-	-	-	-	-
Manpower Outsource Exps							
IIFL Distributions Services Private Limited	-	6 90 000	-	-	-	-	6 90 000
	-	-	-	-	-	-	-
Management Fees – Income							
IIFL Alternate Assets Advisors Limited	-	83 25 501	-	-	-	-	83 25 501
	-	-	-	-	-	-	-
Arranger Fees Income							
IIFL Alternate Assets Advisors Limited	-	8 23 647	-	-	-	-	8 23 647
	-	-	-	-	-	-	-
Interest Expenses							
IIFL Holdings Limited	-	-	-	-	-	-	-
	(1 39 354)	-	-	-	-	-	(1 39 354)
Interest Income on ICD							
IIFL Wealth Management Limited	1 73 338	-	-	-	-	-	1 73 338
	-	-	-	-	-	-	-
Investment in Commercial Paper							
India Infoline Finance Limited	-	-	-	-	-	-	-
	-	-	(8 30 64 690)	-	-	-	(8 30 64 690)



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

<u>Income on Commercial Paper</u>						
India Infoline Finance Limited	-	-	-	-	-	-
	-	-	(69 35 310)	-	-	(69 35 310)
<u>Other funds received</u>						
India Infoline Finance Limited	-	-	7 480	-	-	7 480
	-	-	-	-	-	-
India Infoline Limited	-	-	69 540	-	-	69 540
	-	-	-	-	-	-
IIFL Holdings Limited	-	-	-	-	-	-
	(45 437)	-	-	-	-	(45 437)
IIFL Wealth Management Limited	61 552	-	-	-	-	61 552
	(6 49 656)	-	-	-	-	(6 49 656)
<u>Other funds Paid</u>						
IIFL Realty Limited	-	-	7 955	-	-	7 955
	-	-	-	-	-	-
India Infoline Limited	-	-	25 335	-	-	25 335
	-	-	-	-	-	-
IIFL Holdings Limited	-	-	-	-	-	-
	(26 26 259)	-	-	-	-	(26 26 259)
<u>ICD Repaid/Given</u>						
IIFL Wealth Management Limited	13 00 00 000	-	-	-	-	13 00 00 000
	-	-	-	-	-	-
<u>ICD Taken/Received</u>						
IIFL Wealth Management Limited	1 57 96 000	-	-	-	-	1 57 96 000
	-	-	-	-	-	-
<u>Advance taken</u>						
IIFL Holdings Limited	-	-	-	-	-	-
	(1 65 11 449)	-	-	-	-	(1 65 11 449)
<u>Advance Repaid</u>						
IIFL Holdings Limited	-	-	-	-	-	-
	(1 65 11 449)	-	-	-	-	(1 65 11 449)



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Remuneration						
Gopinath Natrajan	-	-	-	6 00 000	-	6 00 000
	-	-	-	(12 00 000)	-	(12 00 000)
Allocation / Reimbursement of expenses Paid						
IIFL Wealth Management Limited	52 36 182	-	-	-	-	52 36 182
	-	-	-	-	-	-
India Infoline Limited			49 40 325	-	-	49 40 325
	-	-	-	-	-	-
IIFL Holdings Limited						
	(37 63 492)	-	-	-	-	(37 63 492)

(h) Amount due to / from related parties (Closing Balances):

(Amount in ₹)

Nature of Transaction	Holding Company/ Ultimate Holding Co.	Fellow Subsidiaries	Group Companies	Key Managerial Person	Other Related Parties	Total
ICD Given						
IIFL Wealth Management Limited	11 43 60 004	-	-	-	-	11 43 60 004
	-	-	-	-	-	-

Note:

- I) Figures in bracket represent previous year figures.
- II) Related parties are identified and certified by the management.

Note 28. Basic and Diluted Earnings Per Share ["EPS"] computed in accordance with Accounting Standard (AS) 'Earnings per share' as prescribed by Companies (Accounting Standard) Rules, 2006.

(Amount in ₹)

Particulars		2013-2014	2012-2013
BASIC & DILUTED EARNINGS PER SHARE			
Profit/(Loss) after tax as per Statement of Profit and Loss	A	6 29 31 866	(2 42 30 413)
Weighted Average Number of Shares Subscribed	B	1 82 58 904	1 60 06 849
Face Value of Equity Shares (in ₹) fully paid		10.00	10.00
Basic & Diluted EPS (in ₹)	A/B	3.45	(1.51)



INDIA INFOLINE ASSET MANAGEMENT COMPANY LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2014 (Continued)

Note: 29. Previous year figures have been re-grouped, re-classified & rearranged, wherever considered necessary.

As per our attached report of even date

For Sharp & Tannan Associates
Chartered Accountants
Firm's Registration No.109983W
By the hand of




Tirtharaj Khot
Partner
Membership No.: (F) 037457

Place: Mumbai
Dated: May 7, 2014



For and on behalf of the Board of Directors


Homai Daruwalla
Chairman
Karan Bhagat
Director
Prashasta Seth
Chief Executive Officer
Ashutosh Naik
Company secretary