

Independent Auditors' Report

To the Members of Edelweiss Alternative Asset Advisors Limited Report on the Audit of the Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS financial statements of Edelweiss Alternative Asset Advisors Limited ("the Company"), which comprise the Balance sheet as at March 31, 2022, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India (the 'ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Director's Report, but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Management's Responsibilities for the Ind AS Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, 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) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS financial statements, management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

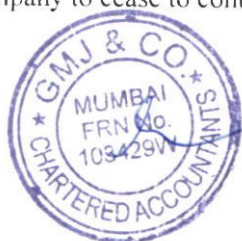
The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Ind AS financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, 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 specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 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 with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report;
 - (g) In our opinion, the managerial remuneration for the year ended March 31, 2022 has been paid provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act.
 - (h) 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, as amended 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; and
- iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a) The management has represented to us that, to the best of its knowledge and belief, as disclosed in the note 58.9(A) to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiary") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiary:
 - b) The management has represented to us that, to the best of its knowledge and belief, as disclosed in the note 58.9(B) to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. No dividend has been declared or paid during the period by the Company.

For GMJ & Co.
Chartered Accountants
Firm Registration No. 103429W

Haridas Bhat
Partner
Membership No.:39070



UDIN: 22039070AIDOEM1344
Place: Mumbai
Date: May 11, 2022

Annexure A to the Auditors' Report**The Annexure referred to in our Independent Auditors' Report to the members of Edelweiss Alternative Asset Advisors Limited ('the Company') on the financial statements for the year ended March 31, 2022, we report that:**

- (i) (a)(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
- (a)(B) The Company has maintained proper records showing full particulars of intangibles assets.
- (b) As explained to us, the Company has a regular programme of physical verification of its property, plant and equipment by which all the property, plant and equipment are verified in a phased manner over a period of three years. In our opinion this periodicity of physical verification is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given by the management and on the basis of our examination of the records of the Company, there is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report under clause 3(i)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given by the management, the Company has not revalued its Property, Plant and Equipment (including Right of use assets) and intangible assets during the year ended March 31, 2022.
- (e) According to the information and explanations given by the management, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii)(a) of the Order are not applicable to the Company.
- (b) According to the information and explanations given to us, the Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report under clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) (a) (A) During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to its subsidiaries, joint ventures and associates.
- (B) During the year, the Company has provided loans aggregating to Rs. 13,15,00,000 to three companies other than its subsidiaries, joint ventures and associates and the balance outstanding as at the balance sheet date with respect to such loans is Rs. 11,00,00,000. Further as per the information and explanations given to us by the management, the Company has not granted advances in nature of loans or given any guarantee or provided any security during the year to parties other than its subsidiaries, joint ventures and associates.
- (b) According to the information and explanations given by the management and on the basis of our examination of the records of the Company, the investments made and the terms and conditions of the grant of all loans and advances in the nature of loans during the year to companies and other parties are not prejudicial to the Company's interest. Further as per the information given by the management



the Company has not provided any guarantees or not given any security.

- (c) According to the information and explanations given by the management and on the basis of our examination of the records of the Company, the Company has granted loan during the year to its holding company, the schedule of repayment of principal and payment of interest has been stipulated and the repayment or receipts are regular.
- (d) According to the information and explanations given by the management and on the basis of our examination of the records of the Company, there are no amounts of loans and advances in the nature of loans granted to companies, firms, limited liability partnerships or any other parties which are overdue for more than ninety days.
- (e) In our opinion and according to the information and explanations given to us, there were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties which was fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
- (f) In our opinion and according to the information and explanations given to us, the Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company:
- (iv) In our opinion and according to the information and explanations given to us, the Company has not advanced loans to directors to a Company in which the director is interested to which provisions of section 185 of the Companies Act, 2013 apply and hence not commented upon. In our opinion and according to the information and explanations given to us, investments in respect of which the provisions of section 186 of the Companies Act 2013 are applicable have been complied with by the Company.
- (v) According to the information and explanations given by the management, the Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) To the best of our knowledge and as explained by the management of the Company, the Company is not in the business of sale of any goods or provision of such services as prescribed u/s 148 (1) of Companies Act, 2013. Accordingly, the requirement to report on clause 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, goods and service tax, cess and other statutory dues, applicable to it, have been regularly deposited during the year by the Company with the appropriate authorities. The provisions relating to employees' state insurance, sales tax, service tax, duty of excise, duty of custom, value added tax and cess are currently not applicable to the Company.
- According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income-tax, goods and service tax, cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, provident fund, goods and service tax and cess which have not been deposited with the appropriate authorities on account of any dispute. The provisions relating to employees' state insurance, sales tax, service tax, duty of excise, duty of custom, value added tax and cess are currently not applicable to the Company.

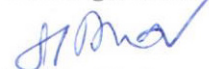


- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, term loans have been applied for the purpose for which loans were obtained.
- (d) In our opinion and on an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.
- (f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.
- (x) (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3(x) of the Order is not applicable to the Company.
- (b) The Company has not made any preferential allotment or private placement of shares fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company we report that no fraud by the Company or on the Company has been noticed or reported during the year.
- (b) According to the information and explanations given to us, during the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clauses 3(xii)(a) to 3(xii)(c) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- (xiv) (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit.



- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi) (a) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi)(a) of the Order is not applicable to the Company
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) Based on our examination, the Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given by the management, the Group has one Core Investment Company as part of the Group.
- (xvii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not incurred cash losses in the current financial year as well as in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 58.8 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no unspent amounts in respect of other than ongoing projects, that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act.
- (b) According to the information and explanations given to us, there are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act.
- (xxi) The Report is part of standalone financials of the Company hence the requirement to report on clause 3(xxii) of the Order is not applicable to the Company.

For GMJ & Co.
Chartered Accountants
Firm Registration No. 103429W


Haridas Bhat
Partner
Membership No.: 39070

UDIN: 22039070AID0EM1394
Place: Mumbai Date: May 11, 2022



Annexure B to the Auditors' Report

Annexure B the Independent Auditor's report of even date on the financial statements of Edelweiss Alternative Asset Advisor Limited ("the Company")

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Edelweiss Alternative Asset Advisor Limited** ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 with reference to these standalone Ind AS financial statements 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 as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. 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 with reference to these standalone Ind AS financial statements 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 over financial reporting with reference to these standalone Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these standalone Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these standalone Ind AS financial statements.



Meaning of Internal Financial Controls Over Financial Reporting With Reference to these Financial Statements

A company's internal financial control over financial reporting with reference to these standalone Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these standalone Ind AS financial statements 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 With Reference to these Standalone Ind AS Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone Ind AS financial statements, 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 with reference to these standalone Ind AS financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these standalone Ind AS financial statements 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, adequate internal financial controls over financial reporting with reference to these standalone Ind AS financial statements and such internal financial controls over financial reporting with reference to these standalone Ind AS financial statements were operating effectively as at March 31, 2022, 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 G.M.J. & Co.
Chartered Accountants
Firm Registration No. 103429W


Haridas Bhat
Partner
Membership No.:39070



UDIN: 22039070AID0EM1344

Place: Mumbai
Date: May 11, 2022

Edelweiss Alternative Asset Advisors Limited

Balance Sheet

(Currency: Indian rupees in lakhs)

	As at 31 March 2022	As at 31 March 2021
ASSETS		
Non current assets		
Property, plant and equipment	7 85.53	76.89
Other intangible assets	7 102.05	113.96
Intangible assets under development	8 6.40	13.20
Financial assets		
(i) Investments	9 10,989.79	207.17
(ii) Loans	10 -	26.07
(iii) Other financial assets	11 12.20	11.30
Current tax assets (net)	12 1,128.15	451.48
Deferred tax assets (net)	13 -	93.50
Other Non current assets	14 4,416.87	3,503.97
	<u>16,740.99</u>	<u>4,497.39</u>
Current assets		
Financial assets		
(i) Cash and cash equivalents	15 466.02	1,510.34
(ii) Bank balances other than cash and cash equivalents	16 110.56	-
(iii) Trade receivables	17 5,902.10	607.50
(iv) Investments	18 5,741.45	1,751.86
(v) Loans	19 1,111.29	2,501.16
(vi) Other financial assets	20 458.83	774.41
Current tax assets (net)	21 421.74	676.50
Other current assets	22 1,007.93	743.29
	<u>15,219.92</u>	<u>8,165.06</u>
TOTAL ASSETS	<u><u>31,960.91</u></u>	<u><u>12,662.45</u></u>
EQUITY AND LIABILITIES		
Equity		
Equity share capital	23.1 1,237.47	1,237.47
Instruments entirely equity in nature	23.2 11,000.00	11,000.00
Other equity	3,213.17	(2,121.86)
	<u>15,450.64</u>	<u>10,115.61</u>
LIABILITIES		
Non current liabilities		
Provisions	24 280.93	147.76
Financial liabilities		
Borrowings (other than debt securities)	25 5,150.00	-
Lease liability	26 6.20	20.98
Other financial liabilities	27 608.04	-
Deferred tax liability (net)	13 58.77	-
Other non current liabilities	28 94.41	111.63
	<u>6,198.35</u>	<u>280.37</u>
Current liabilities		
Financial liabilities		
(i) Borrowings	29 3,336.43	57.04
(ii) Trade payables	30 -	0.61
(a) total outstanding dues of small enterprises and micro enterprises	30 2,367.45	288.98
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	31 13.70	11.20
(iii) Lease liability	32 3,863.49	1,447.08
(iv) Other financial liabilities	33 22.87	13.29
Provisions	34 707.98	448.28
Other current liabilities	10,311.92	2,266.47
	<u>10,311.92</u>	<u>2,266.47</u>
TOTAL EQUITY AND LIABILITIES	<u><u>31,960.91</u></u>	<u><u>12,662.45</u></u>

Significant accounting policies and notes forming part of the financial statements 1-58

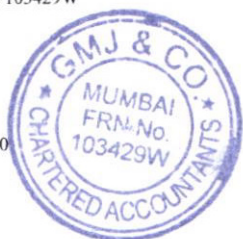
For GMJ & Co.

Chartered Accountants
Firm's Registration No.: 103429W

Haridas Bhat

Partner

Membership No: 039070



Mumbai
29 April 2022

For and on behalf of the Board of Directors

Kamala Kantharaj **Sushanth Niyak**
Director Whole Time Director
DIN.: 07917801 DIN.: 02857645

Hemal Mehta **Deepak Mukhija**
Chief Financial Officer Company Secretary

Mumbai
29 April 2022



Edelweiss Alternative Asset Advisors Limited

Statement of Profit and Loss

(Currency: Indian rupees in lakhs)

	Notes	For the year ended March 31 2022	For the year ended March 31 2021
Revenue from operations			
Interest income	35	374.36	155.45
Revenue from contract with customers	36	20,169.58	14,184.37
Net gain on fair value changes	37	969.15	46.40
Other income	38	84.90	59.16
Total Revenue		21,597.99	14,445.38
Expenses			
Finance costs	39	1,004.52	1,134.81
Impairment on financial instruments	40	(0.25)	0.45
Employee benefits expense	41	10,053.19	6,719.86
Depreciation, amortisation and impairment	7	142.93	251.21
Other expenses	42	5,339.02	4,853.89
Total expenses		16,539.41	12,960.22
Profit before tax		5,058.58	1,485.16
Tax expenses			
Current Tax	43	-	-
Deferred tax		165.40	(54.28)
Profit for the year		4,893.18	1,539.44
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Remeasurement gain on defined benefit plans		(52.14)	67.40
Tax effect on measurement gain on defined benefit plans (OCI)		13.12	(16.97)
Total		(39.02)	50.43
Other Comprehensive Income		(39.02)	50.43
Total Comprehensive Income		4,854.16	1,589.87
Earnings per equity share (face value Rs.10 each):			
Basic	44	25.96	59.35
Diluted	44	25.96	59.35

Significant accounting policies and notes forming part of the financial statements

1-58

This is the Statement of profit and loss referred to in our report of even date

For GMJ & Co.
Chartered Accountants
Firm's Registration No.: 103429W

Haridas Bhat
Partner
Membership No: 039070



For and on behalf of the Board of Directors

Kamala Kantharaj
Kamala Kantharaj
Director
DIN.: 07917801

Sushanth Nayak
Sushanth Nayak
Whole Time Director
DIN.: 02857645

Hemal Mehta
Hemal Mehta
Chief Financial Officer

Deepak Mukhija
Deepak Mukhija
Company Secretary



Mumbai
29 April 2022

Mumbai
29 April 2022

Edelweiss Alternative Asset Advisors Limited

Cash Flow Statement

017765 इति बार (पैसो माहिती)

	For the year ended March 31 2022	For the year ended March 31 2021
A. Cash flow from operating activities		
Profit before taxation	5,051.58	1,455.16
Adjustments for:		
Depreciation and amortisation expenses	142.93	251.21
Impairment of financial instruments	(0.25)	(0.44)
Provision for compensated absences	90.29	(12.92)
Expense on Employee Stock Option Scheme & Stock Appreciation Rights	480.88	-
Profit on sale of fixed assets	(4.43)	(0.05)
Finance cost on lease liability	2.84	2.25
Net gain on fair value changes	(941.81)	(46.40)
Interest income	(374.36)	(151.28)
Finance cost	713.88	1,131.72
Operating cash flow before working capital changes	5,158.55	2,601.14
Add (less) Adjustments for working capital changes:		
(Increase) Decrease in trade receivables	(5,294.60)	2,204.36
Decrease (increase) in loans and advances	26.07	(2,516.93)
(Increase) Decrease in other financial assets	(85.32)	76.79
(Increase) Decrease in other non financial assets	(912.90)	264.63
Increase in other current assets	(264.64)	(125.47)
(Decrease) increase in trade payables	2,077.86	(346.18)
Increase in provisions	10.32	129.96
Increase in other financial liabilities	2,416.41	(14,510)
Decrease (increase) in other non current liabilities	608.04	1,195.69
Decrease (increase) in other current liabilities	242.47	(301.57)
Cash generated from operations	(1,176.30)	566.78
Income tax paid/refund	(421.63)	(54.20)
Net cash generated from operating activity - A	3,560.62	3,381.12
B. Cash flow from investing activities		
Amount received on capital redemption & Sale of investments	25,073.42	6,528.39
Purchase of Investment	(28,691.55)	(8,247.93)
Purchase of Property, plant & equipment and intangible assets	(145.11)	(89.72)
Capital expenditure towards development of intangible assets	6.40	(13.20)
Sale of Property, plant & equipment and intangible assets	9.71	2.07
Income received on investments	-	42.05
Investment in NCD	(10,212.74)	-
Net cash used in investing activities - B	(13,959.87)	(1,777.34)
C. Cash flow from financing activities		
Borrowings and deposit taken	8,500.00	954.30
Repayment of borrowings & deposits	(61.93)	(12,153.54)
Loan and deposits given	(1,115.00)	-
Repayment towards Loan and deposit given	2,715.00	-
Proceeds from issue of compulsory convertible debentures	-	11,000.00
Proceeds from fresh issue of equity shares	-	3,000.00
Interest paid (including interest paid on inter corporate deposits)	(722.54)	(1,125.88)
Principal repayment of leases (Ind AS-116)	(12.28)	(6.57)
Finance cost paid (Ind AS-116)	(2.84)	(2.25)
Interest received	365.07	(49.67)
Net cash generated from (used in) financing activities - C	9,465.48	(184.27)
Net (decrease) increase in cash and cash equivalents (A+B+C)	(933.76)	1,419.51
Note :		
Cash and cash equivalents as at the beginning of the year	1,510.34	90.83
Cash and cash equivalents as at the end of the year	576.58	1,510.34
Cash and cash equivalents as at the end of the year		
Balance with Banks – in Current accounts	466.02	1,510
Balance with Banks – in escrow accounts	54.96	-
Fixed deposits with Banks	55.60	-
	576.58	1,510

This is the Cash flow statement referred to in our report of even date.

For GMJ & Co.
Chartered Accountants
Firm's Registration No.: 103429W

Haridas Bhat
Partner
Membership No: 039070

Mumbai
29 April 2022



For and on behalf of the Board of Directors

Kamala Kantharaj
Director
DIN.: 07917801

Hemal Mehta
Chief Financial Officer
Mumbai
29 April 2022

Shubhant Nayak
Whole Time Director
DIN.: 02857645

Deepak Mukhija
Company Secretary



Edelweiss Alternative Asset Advisors Limited

(Currency Indian rupees in lakhs)

Statement of Changes in Equity

(A) Equity share capital

Balance at the beginning of the reporting period (1 April 2020)	Changes in equity share capital (refer note 23.1)	Balance at the end of the reporting period (31 March 2021)	Changes in equity share capital (refer note 23.1)	Balance at the end of the reporting period (31 March 2022)
237.47	1,000.00	1,237.47	-	1,237.47

(B) Instruments entirely equity in nature

Balance at the beginning of the reporting period	Changes during the year (refer note 23.2)	Balance at the end of the reporting period (31 March 2021)	Changes during the year (refer note 23.2)	Balance at the end of the reporting period (31 March 2022)
-	11,000.00	11,000.00	-	11,000.00

(C) Other Equity

	Reserves and Surplus			
	Securities premium	Share Option Reserve	Retained earnings	Total
Balance at 31 March 2020 (Ind AS)	1,191.12	308.95	(5,211.80)	(3,711.74)
Profit for the year	-	-	1,539.44	1,539.44
Remeasurement gain/loss on defined benefit plans (OCI)	-	-	50.43	50.43
Balance at 31 March 2021 (Ind AS)	1,191.12	308.95	(3,621.93)	(2,121.87)
Reversal of ESOP/SAR reserve on account of lapses/cancellation post vesting	-	-	480.88	480.88
Profit for the year	-	-	4,893.18	4,893.18
Other comprehensive income for the year	-	-	(39.02)	(39.02)
Balance at 31 March 2022 (Ind AS)	1,191.12	308.95	1,713.11	3,213.17

(i) Securities premium

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.

(ii) Share Option Reserve

The share option reserve comprises the cumulative value of employee services received for the issue of the options under the share plans of the ultimate holding company.

This is the Statement of changes in equity referred to in our report of even date

For GMJ & Co.
Chartered Accountants
Firm's Registration No.: 103429W

Haridas Bhat
Partner
Membership No: 039070



For and on behalf of the Board of Directors

Kamala Kantharaj
Director
DIN.: 07917801

Sushanth Nayak
Whole Time Director
DIN.: 02857645

Hemal Mehta
Chief Financial Officer
Mumbai
29 April 2022

Deepak Mukhija
Company Secretary

Mumbai
29 April 2022



Edelweiss Alternative Asset Advisors Limited

(Currency: Indian rupees in lakhs)

Statement of Changes in Equity

(A) Equity share capital

Balance at the beginning of the reporting period (1 April 2019)	Changes in equity share capital (refer note 23.1)	Balance at the end of the reporting period (31 March 2020)	Changes in equity share capital (refer note 23.1)	Balance at the end of the reporting period (31 March 2021)
237.47	-	237.47	1,000.00	1,237.47

(B) Instruments entirely equity in nature

Balance at the beginning of the reporting period	Changes during the year	Balance at the end of the reporting period (31 March 2020)	Changes during the year (refer note 23.2)	Balance at the end of the reporting period (31 March 2021)
-	-	-	11,000.00	11,000.00

(C) Other Equity

	Reserves and Surplus			
	Securities premium	Share Option Reserve	Retained earnings	Total
Balance at 31 March 2019 (Ind AS)	1,191.12	308.95	(6,999.46)	(5,499.39)
Profit for the year	-	-	1,779.87	1,779.87
Remeasurement gain / loss on defined benefit plans (OCI)	-	-	7.79	7.79
Balance at 31 March 2020 (Ind AS)	1,191.12	308.95	(5,211.80)	(3,711.73)
Profit for the year	-	-	1,539.44	1,539.44
Other comprehensive income for the year	-	-	50.43	50.43
Balance at 31 March 2021 (Ind AS)	1,191.12	308.95	(3,621.93)	(2,121.86)

(i) Securities premium

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.

(ii) Share Option Reserve

The share option reserve comprises the cumulative value of employee services received for the issue of the options under the share plans of the ultimate holding company.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

1. Background

Edelweiss Alternative Asset Advisors Limited ('the Company') is registered a Company incorporated in India on 14 May 2008. Its is a subsidiary of Edelweiss Securities And Investments Private Limited, a Company incorporated in India.

The ultimate holding company is Edelweiss Financial Services Limited, which is incorporated in India

The Company is an Investment Manager to Alternative Investment Funds and also provides non-binding advisory services to certain offshore funds under Edelweiss Group.

2. Basis of preparation of financial statements

The financial statements of the Company has been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

These financial statements have been prepared on a historical cost basis, except for certain financial instruments such as financial asset measured at fair value through other comprehensive income (FVOCI) instruments which have been measured at fair value. The financial statements are presented in Indian Rupees (INR)

The outbreak of COVID - 19 pandemic has affected several countries across the world, including India. The Government is undertaking several measures to restrict the spread of virus and provide financial support to some stressed sectors. Further, while the COVID-19 vaccination efforts have gained momentum, uncertainty due to the resurgence of COVID cases across many parts of India is rising. The extent to which COVID-19 pandemic will impact the Company, if any, depends on future spread of the virus and related developments, which are uncertain at this point of time. There has been no material change in the controls or processes followed in the closing of the financial statements of the Company.

In preparing the accompanying financial results, the Company's management has assessed the impact of the pandemic on its operations and its assets including the value of its investments, asset management rights and trade receivables as at March 31, 2022. Since the revenue of the Company is ultimately dependent on the value of the assets it manages, changes in market conditions and the trend of flows into alternate funds may have an impact on the operations of the Company. Basis the assessment, the management does not, at this juncture, believe that the impact on the value of the Company's assets or its operations is likely to be material.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

3. Presentation of financial statements

The Company presents its balance sheet in compliance with the Division II of the Schedule III to the Companies Act, 2013.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis in all of the following circumstances:

- the normal course of business
- the event of default
- the event of insolvency or bankruptcy of the company and or its counterparties

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle or it is held primarily for the purpose of being traded or it is expected to be realized within 12 months after the reporting date or it is cash or cash equivalent unless it is restricted from being exchanged or expected to be used to settle a liability for at least 12 months after the reporting date. Current assets include the current portion of non-current assets. All other assets are classified as non-current.

Liabilities

A liability is classified as current when it is expected to be settled in the company's normal operating cycle or it is held primarily for the purpose of being traded or it is due to be settled within 12 months after the reporting date or the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification. Current liabilities include current portion of non-current liabilities. All other liabilities are classified as non-current.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

4. Significant accounting policies

4.1 Financial Instruments

4.1.1 Date of recognition

Financial assets and financial liabilities, with the exception of borrowings are initially recognized on the trade date, i.e., the date that the Company becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. The Company recognises borrowings when funds are available for utilisation to the Company.

4.1.2 Initial measurement of financial instruments

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

4.1.3 Day 1 profit or loss

When the transaction price of the financial instrument differs from the fair value at origination and the fair value is based on a valuation technique using only inputs observable in market transactions, the Company recognises the difference between the transaction price and fair value in net gain on fair value changes. In those cases where fair value is based on models for which some of the inputs are not observable, the difference between the transaction price and the fair value is deferred and is only recognized in profit or loss when the inputs become observable, or when the instrument is derecognized.

4.2 Classification of financial instruments

4.2.1 Financial assets:

The Company classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

- Amortised cost
- Fair value through other comprehensive income [FVOCI]
- Fair value through profit or loss [FVTPL]



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

The Company measures debt financial assets that meet the following conditions at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the financial asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are subsequently measured at FVTPL.

4.2.1.1 Amortized cost and Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period.

For financial instruments other than purchased or originated credit-impaired financial assets, the effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses, through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition. For purchased or originated credit-impaired financial assets, a credit-adjusted effective interest rate is calculated by discounting the estimated future cash flows, including expected credit losses, to the amortised cost of the debt instrument on initial recognition.

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. On the other hand, the gross carrying amount of a financial asset is the amortised cost of a financial asset before adjusting for any loss allowance.

Investment in equity instruments

The Company subsequently measures all equity investments at fair value through profit or loss, unless the management has elected to classify irrevocably some of its strategic equity investments to be measured at FVTOCI, when such instruments meet the definition of Equity under Ind AS and are not held for trading. Such classification is determined on an instrument-by-instrument basis.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

4.2.2 Financial liabilities

All financial liabilities are measured at amortised cost

4.2.2.1 Debt securities and other borrowed funds

After initial measurement, other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the EIR.

4.2.2.2 Financial assets and Financial liabilities at fair value through profit or loss

Financial assets and financial liabilities in this category are those that are not held for trading and are mandatorily required to be measured at fair value under Ind AS 109.

- The liabilities are part of a Company of financial liabilities, which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy; Or
- Financial assets and financial liabilities at FVTPL are recorded in the balance sheet at fair value. Changes in fair value are recorded in profit and loss with the exception of movements in fair value of liabilities designated at FVTPL due to changes in the Company's own credit risk. Such changes in fair value are recorded in the Own credit reserve through OCI and do not get recycled to the profit or loss. Interest earned or incurred on instruments designated at FVTPL is accrued in interest income or finance cost, respectively, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTPL and debt instruments measured at FVOCI is recognised in net gain / loss on fair value changes.

4.2.3 Financial liabilities and equity instruments

Financial instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an Company after deducting all of its liabilities. Equity instruments issued by a Company are recognized at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognized and deducted directly in equity. No gain or loss is recognized in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

4.3 Reclassification of financial assets and financial liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified.

4.4 Derecognition of financial assets and financial liabilities

4.4.1 Derecognition of financial assets due to substantial modification of terms and conditions

The Company derecognises a financial asset, such as a loan to a customer, when the terms and conditions have been renegotiated to the extent that, substantially, it becomes a new loan, with the difference recognized as a derecognition gain or loss, to the extent that an impairment loss has not already been recorded.

If the modification does not result in cash flows that are substantially different, the modification does not result in derecognition. Based on the change in cash flows discounted at the original EIR, the Company records a modification gain or loss, to the extent that an impairment loss has not already been recorded.

4.4.2 Derecognition of financial assets (other than due to substantial modification)

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is derecognized when the rights to receive cash flows from the financial asset have expired. The Company also derecognises the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition.

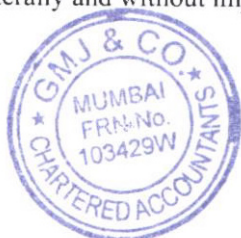
The Company has transferred the financial asset if, and only if, either:

- The Company has transferred its contractual rights to receive cash flows from the financial asset; or
- It retains the rights to the cash flows, but has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement.

A transfer only qualifies for derecognition if either:

- The Company has transferred substantially all the risks and rewards of the asset; or
- The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

The Company considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

4.4.3 Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expires.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognized as new financial liability, would be recognized in profit or loss.

4.5 Impairment of financial assets

The Company records allowance for expected credit losses for all loans, other debt financial assets not held at FVTPL, together with loan commitment and financial guarantee contracts, in this section all referred to as 'financial instruments'. Equity instruments are not subject to impairment.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables. However if receivables contain a significant financing component, the Company chooses as its accounting policy to measure the loss allowance by applying general approach to measure ECL.

For all other financial instruments, the Company recognises lifetime ECL when there has been a significant increase in credit risk (SICR) since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses (12m ECL). The assessment of whether lifetime ECL should be recognized is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of an evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12m ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

The measurement of expected credit losses is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information. As for the exposure at default,(EAD) for financial assets, this is represented by the assets' gross carrying amount at the reporting date; for loan commitments and financial guarantee contracts, the exposure includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Company's understanding of the specific future financing needs of the debtors, and other relevant forward-looking information.

For financial assets, the expected credit loss (ECL) is estimated as the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate. The Company recognises an impairment gain or loss in profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account.

If a financial instrument includes both a loan (i.e. financial asset) and an undrawn commitment (i.e. loan commitment) component and the Company cannot separately identify the ECL on the loan commitment component from those on the financial asset component, the ECL on the loan commitment have been recognized together with the loss allowance for the financial asset. To the extent that the combined expected credit losses exceed the gross carrying amount of the financial asset, the expected credit losses have been recognized as a provision. Also, for other loan commitments and all financial guarantee contracts, the loss allowance has been recognized as a provision.

4.6 Write off

Financial assets are written off either partially or in their entirety only when the Company has no reasonable expectation of recovery.

4.7 Determination of fair value

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

- In the principal market for the asset or liability, or



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

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

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments –Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.
- Level 2 financial instruments–Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.
- Level 3 financial instruments –Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Company periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

Therefore, the Company applies various techniques to estimate the credit risk associated with its financial instruments measured at fair value, which include a portfolio-based approach that estimates the expected net exposure per counterparty over the full lifetime of the individual assets, in order to reflect the credit risk of the individual counterparties for non-collateralised financial instruments.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

The Company evaluates the levelling at each reporting period on an instrument-by-instrument basis and reclassifies instruments when necessary based on the facts at the end of the reporting period.

4.8 Revenue from contract with customer

Revenue is measured at transaction price i.e. the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to the customer, excluding amounts collected on behalf of third parties. The Company consider the terms of the contract and its customary business practices to determine the transaction price. Where the consideration promised is variable, the Company excludes the estimates of variable consideration that are constrained.

- a. Revenue from fund management services is recognized over the tenure in accordance with the terms and conditions of the investment management agreement between the Company and the Fund for which the Company acts as a fund manager.
- b. Fee income including advisory fees is accounted over the period as the customer simultaneously receives and consumes the benefits, as the services are rendered.
- c. The company recognises incremental costs of obtaining a contract with a customer as an asset if it expects to recover those costs. This asset is amortised to profit or loss on a systematic basis consistent with the transfer to the customer of the goods or services to which the asset relates.
- d. Recognition of Interest income
 - Under Ind AS 109 interest income is recorded using the effective interest rate (EIR) method for all financial instruments measured at amortised cost and debt instrument measured at FVOCI. The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset.
 - The EIR (and therefore, the amortised cost of the financial asset) is calculated by taking into account any discount or premium on acquisition, fees and costs that are an integral part of the EIR. The Company recognises interest income using a rate of return that represents the best estimate of a constant rate of return over the expected life of the loan. Hence, it recognises the effect of potentially different interest rates charged at various stages, and other characteristics of the product life cycle (including prepayments, penalty interest and charges).
 - Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

- In case of staff loans interest income is recognised on accrual basis

4.9 Operating leases

As described in Note 48.4, the Company has applied Ind AS 116 while recognising lease cost.

Company as a lessee:

For contracts entered into, the Company considers whether a contract is, or contains a lease. A lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration'. To apply this definition the Company assesses whether the contract is or contains lease

Measurement and recognition

At lease commencement date, the Company recognises a right-of-use (ROU) asset and a lease liability on the balance sheet. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received).

The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist. At the commencement date, the Company measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or at the incremental borrowing rate.

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is remeasured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero

Short term lease

The Company has elected not to recognise right of use asset and lease liabilities for short term leases of property that has lease term of 12 months or less. The Company recognises lease payment associated with these leases as an expense on a straight line basis over lease term.

In the comparative period, as a lessee the Company classified leases that transfer substantially all the risk and reward of ownership as finance leases. Assets held under other



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

leases are classified as operating lease and were not recognised in Company Balance sheet. Payments made under operating lease are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term, in which case lease payments are recognised based on contractual terms. Contingent rental payable is recognised as an expense in the period in which it is incurred

4.10 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all potential equity shares.

4.11 Foreign currency transactions

The Financial Statements are presented in Indian Rupees which is also functional currency of the company. Transactions in currencies other than Indian Rupees (i.e. foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise.

4.12 Retirement and other employee benefit

Provident fund and national pension scheme

The Company contributes to a recognized provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognized in the statement of profit and loss.

Gratuity

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value, and the fair value of any plan assets, if any,



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

is deducted. The present value of the obligation under such benefit plan is determined based on independent actuarial valuation using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an Insurance company approved by Insurance Regulatory and Development Authority (IRDA).

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurements are not reclassified to profit or loss in subsequent periods

Compensated Absences

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge in the statement of profit and loss and corresponding liability on such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

4.13 Share-based payment arrangements

Equity-settled share-based payments to employees and others providing similar services that are granted by the Ultimate Parent Company are measured by reference to the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognized in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the 'Share Option Reserve'. In cases where the share options granted vest in instalments over the vesting period, the Company treats each instalment as a separate grant, because each instalment has a different vesting period, and hence the fair value of each installment differs.

4.14 Property, plant and equipment

Property plant and equipment is stated at cost excluding the costs of day-to-day servicing, less accumulated depreciation and accumulated impairment in value. Changes in the expected useful life are accounted for by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

Subsequent costs incurred on an item of property, plant and equipment is recognized in the carrying amount thereof when those costs meet the recognition criteria as mentioned above. Repairs and maintenance are recognized in profit or loss as incurred.

Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective fixed assets which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the fixed assets are as follows:

Estimated useful lives of the assets are as follows:

Nature of assets	Estimated useful life
Motor Vehicle	8 years
Office Equipment	5 years
Computers - Servers and networks	6 years
Computers - End user devices, such as desktops, laptops, etc.	3 years

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. The carrying amount of those components which have been separately recognized as assets is derecognized at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate

4.15 Intangible assets

The Company's intangible assets mainly include the value of computer software and Investment Management Rights.

Intangibles such as software are amortised over a period of 3 years based on its estimated useful life.

Intangibles such as Investments Management Rights, representing premium paid to acquire Investment Management rights of new funds are amortised over the tenure of the fund.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

An intangible asset is recognized only when its cost can be measured reliably, and it is probable that the expected future economic benefits that are attributable to it will flow to the Company.

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Intangible assets with finite lives are amortized over the useful economic life.

Projects under which Intangible assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest and are disclosed as "Intangible asset under development".

4.16 Impairment of non-financial assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

4.17 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less.

4.18 Provisions and other contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Claims against the Company, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognized in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognized.

4.19 Income tax expenses

Income tax expense represents the sum of the tax currently payable and deferred tax.

4.19.1 Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

4.19.2 Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognized with respect to carryforward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised.

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognized to the extent it is probable that:

- the company will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- tax planning opportunities are available that will create taxable profit in appropriate periods.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

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

Current and deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

5 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described in note 4, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

5.1 Critical judgements in applying accounting policies

The following are the critical judgements, that the management has made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognized in the Financial Statements.

5.1.1 Business model assessment

Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Company determines the business model at a level that reflects how Company's financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost that are derecognized prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

5.1.2 Significant increase in credit risk

ECL is measured as an allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. Ind AS 109 does not define what constitutes a significant increase in credit risk. In assessing whether the credit risk of an asset has significantly increased the Company takes into account qualitative and quantitative reasonable and supportable forward-looking information.

5.1.3 Consolidation of structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. In the context of the Company, structured entities comprises alternative investment funds / schemes thereof. The Company consolidates the structured entities that it controls. When making this judgement, the Company also considers voting and similar rights available to itself and other parties, who may limit the Company's ability to control, including rights to appoint, reassign or remove members of the structured entity's key management personnel who have the ability to direct the relevant activities, the exposure to variability of returns and whether the Company has the ability to use its power to affect the amount of the Company's returns i.e. the variability of returns in relation to the total returns of the investee entity. For disclosures of unconsolidated structured entities, refer Note 51.

5.2 Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, as described below. The Company based its assumptions and estimates on parameters available when the Financial Statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

- Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (continued)

Currency : (Indian Rupees in lakhs)

models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

- Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Company's ECL calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

- Probabilities of defaults (PDs) the calculation of which includes historical data, assumptions and expectations of future conditions.
- The Company's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a life-time expected credit loss model basis and the qualitative assessment
- The segmentation of financial assets when their ECL is assessed on a collective basis
- Development of ECL models, including the various formulas and the choice of inputs
- Determination of associations between macroeconomic scenarios and, economic inputs, such as unemployment levels and collateral values, and the effect on PDs, exposure at defaults and loss given defaults (LGDs)
- Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models

It is Company's policy to regularly review its models in the context of actual loss experience and adjust when necessary

- Effective interest rate method

The Company's EIR methodology recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given / taken and recognises the effect of characteristics of the product life cycle.

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes fee income expense that are integral parts of the instrument.

6 Standards issued but not yet effective

There are no new standard or amendment issued but not effective.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

Currency: Indian rupees in lakhs

7 Property, plant and equipment and other intangibles

Description of assets	Gross block				Depreciation and amortization				Net block	
	As at 1 April 2021	Additions during the year	Deductions during the year	As at 31 March 2022	As at 1 April 2021	Additions during the year	Deductions during the year	As at 31 March 2022	As at 31 March 2022	As at 31 March 2021
(A) Property, plant and equipment										
Furniture & Fixtures	2.53	-	-	2.53	0.36	0.73	-	1.09	1.44	2.17
Office equipment	26.93	-	1.23	25.70	22.43	2.00	1.19	23.24	2.46	4.50
Motor vehicle	40.58	-	35.17	5.41	31.42	2.22	30.58	3.07	2.34	9.16
Computers	94.43	67.54	26.35	135.62	64.71	35.65	25.70	74.66	60.96	29.72
Right to use asset	38.75	-	-	38.75	7.50	12.92	-	20.42	18.33	31.25
Total : A	203.22	67.54	62.75	208.01	126.42	53.52	57.47	122.48	85.53	76.80
(B) Intangible assets										
Computer software	244.79	77.57	6.77	315.59	130.89	89.41	6.77	213.53	102.06	113.90
Total : B	244.79	77.57	6.77	315.59	130.89	89.41	6.77	213.53	102.06	113.90



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

7 Property, plant and equipment and other intangibles

Description of assets	Gross block				Depreciation and amortization				Net block	
	As at 1 April 2020	Additions during the year	Deductions during the year	As at 31 March 2021	As at 1 April 2020	Additions during the year	Deductions during the year	As at 31 March 2021	As at 31 March 2021	As at 31 March 2020
(A) Property, plant and equipment										
Furniture & Fixtures	1.09	1.440	-	2.53	0.06	0.30	-	0.36	2.17	1.03
Office equipment	25.75	1.180	-	26.93	18.92	3.51	-	22.43	4.50	6.83
Motor vehicle	40.58	-	-	40.58	26.95	4.47	-	31.42	9.16	13.63
Computers	75.64	29.140	10.35	94.43	56.69	16.35	8.33	64.71	29.72	18.95
Right to use asset	-	38.750	-	38.75	-	7.50	-	7.50	31.25	-
Total : A	143.06	70.51	10.35	203.22	102.62	32.13	8.33	126.42	76.80	40.44
(B) Intangible assets										
Computer software	187.83	56.960	-	244.79	56.26	74.63	-	130.89	113.90	131.57
Investment Management Rights	475.00	-	-	475.00	330.55	144.45	-	475.00	-	144.45
Total : B	662.83	56.96	-	719.79	386.81	219.08	-	605.89	113.90	276.02



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupee - in lakhs)

	As at March 31 2022	As at March 31 2021
8 Intangible assets under development		
Projects in progress		
Less than 1 year	6.40	13.20
More than 1 year	-	-
	<u>6.40</u>	<u>13.20</u>
9 Investments		
Quoted		
Investments in equity instruments	-	130.28
Unquoted		
Investment in NCD	8,995.64	-
Investment in Security Receipts	467.28	-
Investments in units of Alternative Investment Funds (AIF)	1,526.87	76.89
	<u>10,989.79</u>	<u>207.17</u>
<p>Note: Of the above, Investment in NCD and Investments in units of Alternative Investment Funds (AIF) are pledged with financial institutions amounting to Rs 9650.87 (previous year: N.A).</p> <p>The above investments are held in India and are measured at Fair Value Through Profit or loss.</p>		
10 Loans		
Loan to employees	-	26.07
	<u>-</u>	<u>26.07</u>
11 Other financial Assets		
Rental deposits	12.20	11.30
	<u>12.20</u>	<u>11.30</u>
12 Current tax assets (net)		
Advance income taxes and tax deducted at source (refer note 43.3)	1,128.15	451.48
	<u>1,128.15</u>	<u>451.48</u>
13 Deferred tax		
Deferred tax assets (refer note 43.3)		
Employee benefit obligations	70.040	34.11
Provision for expected credit losses	0.050	0.11
Difference between book and tax depreciation	(0.41)	70.05
Right of Use Assets less lease liabilities (net)	(0.40)	0.24
Sub total	<u>69.280</u>	<u>104.51</u>
Deferred tax liability		
Fair valuation of investments	(128.05)	(11.01)
Sub total	<u>(128.05)</u>	<u>93.50</u>
Deferred tax (liability) / assets (net)	<u>(58.77)</u>	<u>93.50</u>
14 Other non-current assets		
Prepaid expenses	4,416.87	3,503.97
	<u>4,416.87</u>	<u>3,503.97</u>



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(All amounts in Indian rupees in lakhs)

	As at March 31, 2022	As at March 31, 2021
15 Cash and cash equivalents		
Balances with banks		
- in current accounts	466.02	1,510.34
	<u>466.02</u>	<u>1,510.34</u>

16 Bank balances other than cash and cash equivalents

Fixed deposits with banks (refer note below)	55.60	-
Balance with Banks - in escrow accounts (refer note below)	54.96	-
	<u>110.56</u>	<u>-</u>

Notes:

Linaranked with bank for a specific purpose and therefore not available for immediate and general use. (Refer note S2 D (iii))

17 Trade receivables

Unsecured		
Undisputed Trade receivables - considered good	5,902.10	607.50
	<u>5,902.10</u>	<u>607.50</u>

(Of the above, 3370.70 is used as hypothecation towards facility from financial institution) (Refer note S2 D (iii)) (previous year: N/A)

Ageing of Trade receivables

Trade receivables days past due	Unbilled	Less than 6 months	6 months-1 year	1-2 years	Total
As at March 31, 2022					
(i) Undisputed Trade receivables - considered good	-	5,871.69	30.41	-	5,902.10
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-
Net carrying amount	-	<u>5,871.69</u>	<u>30.41</u>	<u>-</u>	<u>5,902.10</u>
As at March 31, 2021					
(i) Undisputed Trade receivables - considered good	-	603.03	1.13	3.34	607.50
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-
Net carrying amount	-	<u>603.03</u>	<u>1.13</u>	<u>3.34</u>	<u>607.50</u>

18 Investments

Unquoted		
Investment in NCD	932.01	-
Investment in Security Receipts	149.72	-
Quoted		
Investments in equity instruments	499.49	-
Investments in units of Mutual Fund	4,160.23	1,751.86
	<u>5,741.45</u>	<u>1,751.86</u>

Note: Of the above, Investment in NCD and Investments in units of Alternative Investment Funds (AIF) are pledged with financial institutions amounting to Rs. 1,044.55 (previous year: N/A)

The above investments are held in India and are measured at Fair Value Through Profit or loss.

19 Loans

Loan to holding company at amortised cost	1,111.49	2,501.61
Less: Impairment loss allowance	(0.20)	(0.45)
	<u>1,111.29</u>	<u>2,501.16</u>

Variable rate loan, weighted average borrowing cost plus one percent, repayable within one year. Previous year: Variable rate loan, weighted average borrowing cost plus one percent, repayable on demand.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

	As at March 31 2022	As at March 31 2021
20 Other financial assets		
Advances recoverable in cash or in kind or for value to be received	449.63	369.41
Rental deposits	9.20	5.00
	<u>458.83</u>	<u>374.41</u>
21 Current tax assets (net)		
Advance income taxes and tax deducted at source (refer note 41.3)	421.74	676.50
	<u>421.74</u>	<u>676.50</u>
22 Other current assets		
Prepaid expenses	887.83	611.08
Vendor Advances	98.53	116.13
Advances to employees	21.57	16.08
	<u>1,007.93</u>	<u>743.29</u>



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

	As at March 31, 2022	As at March 31, 2021
23.1 Equity share capital		
a. Authorised :		
2,30,00,000 (Previous year: 2,30,00,000) equity shares of Rs. 10 - each	2,300.00	2,300.00
b. Issued, subscribed and paid up:		
1,23,74,737 (Previous year: 1,23,74,737) equity shares of Rs. 10 - each, fully paid-up	1,237.47	1,237.47
	<u>1,237.47</u>	<u>1,237.47</u>

c. The movement in share capital during the year :

	As at March 31, 2022		As at March 31, 2021	
	No of shares	Amount	No of shares	Amount
<i>Equity shares</i>				
Number of shares outstanding at the beginning of the year	1,23,74,737	1,237.47	1,23,74,737	1,237.47
Shares issued during the year	-	-	1,00,00,000	1,000.00
Number of shares at the end of the year	<u>1,23,74,737</u>	<u>1,237.47</u>	<u>1,23,74,737</u>	<u>1,237.47</u>

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

	As at March 31, 2022		As at March 31, 2021	
	No of shares	Percentage of share holding	No of shares	Percentage of share holding
Edelweiss Securities Limited and its nominees	10,44,884	8.44%	10,44,884	8.44%
Edelweiss Securities And Investments Private Limited	1,12,11,116	90.60%	1,12,11,116	90.60%
	<u>1,22,56,000</u>	<u>99.04%</u>	<u>1,22,56,000</u>	<u>99.04%</u>

There is no change in shareholding percentage during the previous year & current year.

The Composite scheme of arrangement (the "Scheme") amongst Edelweiss Securities Limited ("ESL"), Edelweiss Securities And Investments Private Limited ("ESIP") Edelweiss Global Wealth Management Limited and their respective shareholders and creditors, under section 230 to 232 and other applicable provisions of the Companies Act, 2013, inter-alia envisaged Demerger of Asset Management Business Undertaking ("Demerged Undertaking") as defined in the Scheme) of ESL into ESIP, including ESL's stake in the Company.

The National Company Law Tribunal Bench at Mumbai had approved the aforementioned Scheme on March 31, 2022 under the applicable provisions of the Companies Act, 2013 and the certified copy of the said order of the Tribunal was filed with the Registrar of Companies on April 22, 2022.

Since the Scheme was sanctioned by the NCLT on March 31, 2022, it is an adjusting event in accordance with IND AS 10. On account of the Scheme, share held by ESL in the Company were transferred to ESIP during April 2022. Since the actual shareholding of the company was affected post March 31, 2022, we have disclosed the actual share holding pattern as at 31 March 2022.

e. Terms/rights attached to equity shares

The Company has only one class of shares, referred to as equity shares, having a par value of Rs. 10. Each holder of equity shares is entitled to one vote per share held. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

23.2 Instruments entirely equity in nature

	As at March 31, 2022	As at 31 March 2021
a 11,00,00,000 compulsory convertible debentures of Rs 10 each fully paid	11,000.00	11,000.00
	<u>11,000.00</u>	<u>11,000.00</u>

b The movement in instruments during the year :

Compulsory convertible debentures (CCDs)	As at March 31, 2022		As at 31 March 2021	
	No of CCDs	Amount	No of CCDs	Amount
Outstanding at the beginning of the year	11,00,00,000	11,000	-	-
Issued during the year	-	-	11,00,00,000	11,000
Outstanding at the end of the year	<u>11,00,00,000</u>	<u>11,000</u>	<u>11,00,00,000</u>	<u>11,000</u>

c Details of holders holding more than 5%

Edelweiss Financial Services Limited	-	-	2,50,00,000	2,500
Edelweiss Securities And Investments Private Limited	11,00,00,000	11,000	8,50,00,000	8,500
	<u>11,00,00,000</u>	<u>11,000</u>	<u>11,00,00,000</u>	<u>11,000</u>

d Terms/rights attached to Instruments entirely equity in nature

The interest rate is 0.01 % per annum amended from 9% per annum w.e 16th October 2022 and CCDs will be converted into equity shares at the end of the term. The CCDs shall be converted into Equity shares in the ratio of 1:1 i.e. one Equity Share shall be allotted for every 17 CCDs (subject to the necessary adjustment on account of any corporate action including share split, consolidation, sub-division, reduction or restructuring of the share capital securities) and such resulting number will be rounded off up or down to nearest integer.

The Equity Shares allotted on the conversion of the CCDs shall rank pari passu with existing Equity Shares of the company. The Equity shares shall be issued to the CCD Holders with absolute title and free and clear of any encumbrance.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

	As at 31 March 2022	As at 31 March 2021
24 Provisions		
Compensated leave absences	111.71	41.00
Gratuity	169.22	106.76
	280.93	147.76
25 Borrowings (other than debt securities)		
Term loan from Financial Institution	5,150.00	-
	5,150.00	-
Following is the repayment terms of loans :		
Above borrowing is secured term loan from Financial Institution at interest rate of 12 percent per annum which is repayable within 36 months from date of disbursement		
(Secured against exclusive investments in debt securities and units of Alternative Investment Funds and charge on identified fee receivables and corporate guarantee of Ultimate Holding Company) (refer note 52 D (iii))		
26 Lease Liability		
Lease liability	6.20	20.98
	6.20	20.98
27 Other financial liabilities		
Other payables	608.04	-
	608.04	-
28 Other non-current liabilities		
Income received in advance	94.41	101.55
Others	-	10.08
	94.41	111.63
29 Borrowings (other than debt securities)		
<u>Unsecured at amortised cost</u>		
Loan from fellow subsidiary	3,336.43	57.04
Borrowings in india	3,336.43	57.04
Borrowings outside india	-	-
	3,336.43	57.04

(Variable interest rate loan at prevailing market rate ranging from 11.80 % to 13.40 % (previous year: 11.40 % to 12.34 %))



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(i) currency Indian rupees in lakhs

30 Trade payables

As at 31 March 2022	Unbilled	Less than 1 year	Total
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-
(ii) Total outstanding dues of other than micro enterprises and small enterprises	152.28	2,215.17	2,367.45
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-
(iv) Disputed dues of other than micro enterprises and small enterprises	-	-	-
	152.28	2,215.17	2,367.45

As at 31 March 2021	Unbilled	Less than 1 year	Total
(i) Total outstanding dues of micro enterprises and small enterprises	-	0.61	0.61
(ii) Total outstanding dues of other than micro enterprises and small enterprises	74.54	214.43	288.97
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-
(iv) Disputed dues of other than micro enterprises and small enterprises	-	-	-
	74.54	215.03	289.57

Rs. 0.61 payable to "Suppliers" in the previous year was due to supplier registered under the Micro, Small and Medium Enterprises Development Act, 2006 and is paid within 45 days. No interest has been paid. It is payable by the Company during the year to "Suppliers" registered under this act. The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said act.

	As at March 31 2022	As at March 31 2021
31 Lease liability		
Lease liability	13.70	11.20
	<u>13.70</u>	<u>11.20</u>
32 Other financial liabilities		
Accrued salaries and benefits	3,542.03	1,221.11
Interest accrued & not due on compulsory convertible debentures	0.03	5.02
Other payables	321.43	220.95
	<u>3,863.49</u>	<u>1,447.08</u>
33 Provisions		
Provision for employee benefits		
Compensated absences	22.87	13.29
	<u>22.87</u>	<u>13.29</u>
34 Other non-financial liabilities		
Income received in advance	14.50	17.51
Withholding taxes, Goods & service tax and other taxes payable	687.83	414.65
Others	5.65	16.14
	<u>707.98</u>	<u>448.28</u>



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

	For the year ended March 31 2022	For the year ended March 31 2021
Revenue from operations		
35 Interest Income		
On Financial assets measured at amortised cost		
Loan to Holding Company	177.69	1.74
Loan given to employees	0.86	4.17
Loan to others	1.41	-
Debt instruments	-	149.54
Fixed deposit	0.60	-
Inter corporate deposits	1.99	-
On Financial assets measured at fair value through profit and loss		
Debt instruments	191.81	149.54
	<u>374.36</u>	<u>155.45</u>
36 Revenue from contract with customers		
Advisory and other fees	20.170	14,184.37
	<u>20.170</u>	<u>14,184.37</u>
Disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:		
Service transferred at a point in time	-	-
Service transferred over time	20.170	14,184.37
Total revenue from contract with customers	<u>20.170</u>	<u>14,184.37</u>
37 Net gain on fair value changes		
Fair value gain/(loss) on financial instruments at fair value through profit or loss	893.17	(3.06)
Profit on sale of investments	75.98	7.41
Income distribution from fund	-	42.05
	<u>969.15</u>	<u>46.40</u>
38 Other income		
Profit on sale of fixed assets (net)	4.43	0.05
Miscellaneous income and other reimbursements	61.90	0.08
Shared Premises income	18.57	-
Interest on Income Tax Refund	-	59.03
	<u>84.90</u>	<u>59.16</u>



Edelweiss Alternative Asset Advisors Limited**Notes to the financial statements (Continued)**

(Currency: Indian rupees in lakhs)

	For the year ended March 31 2022	For the year ended March 31 2021
39 Finance costs		
On financial liabilities measured at amortised cost		
Interest on loan from financial institution	125.11	-
Interest on loan from fellow subsidiaries	73.50	543.63
Interest on Inter-corporate deposits	0.01	582.66
Interest on compulsorily convertible debentures	515.25	5.43
Interest on Lease Liability	2.84	2.25
Interest - others	0.21	0.08
Financial and bank charges	287.60	0.76
	1,004.52	1,134.81
40 Impairment on financial Instruments		
ECL provision on loan given to holding company	(0.25)	0.45
	(0.25)	0.45
41 Employee benefit expenses		
Salaries, wages and Bonus	9,508.67	6,147.38
Contribution to provident and other funds	381.64	305.79
Expense on Employee Stock Option Scheme (refer note below)	(3.33)	90.66
Staff welfare expenses	115.61	52.31
Expense on Employee Stock Appreciation Rights (refer note below)	50.60	123.72
	10,053.19	6,719.86

The ultimate Holding Company (Edelweiss Financial Services Limited ("EFSL")) has Employee Stock Option Plans in force. Based on such ESOP schemes, parent entity has granted an ESOP option to acquire equity shares of EFSL that would vest in a graded manner to company's employees. Based on group policy / arrangement, EFSL has charged the fair value of such stock options. Company has accepted such cross charge and recognised the same under the employee cost.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

	For the year ended March 31 2022	For the year ended March 31 2021
42 Other expenses		
Advertisement and business promotion	127.70	5.21
Auditors' remuneration (refer note below)	6.50	6.50
Communication	39.20	42.68
Computer expenses	282.71	20.26
Computer software	-	41.16
Clearing & custodian charges	0.34	0.07
Donation	-	0.60
Electricity charges	15.34	0.60
Foreign exchange loss	1.21	26.22
Insurance	26.53	2.76
Legal and professional fees	1,006.32	1,089.33
Membership and subscription	29.56	49.18
Office expenses	34.94	263.79
Postage and courier	-	0.21
Printing and stationery	1.36	5.66
Rates and taxes	1.38	0.35
Rating Support Fees	7.98	9.52
Rent	551.60	598.69
Repairs and maintenance	4.13	2.24
ROC expenses	-	19.58
Seminar and conference	-	1.96
Goods & Service tax expenses	0.07	(1.37)
Directors' Sitting Fees	4.40	4.00
Stamp paper charges	2.99	0.97
Stock exchange expenses	1.49	2.51
Travelling and conveyance	208.15	113.15
Transportation Charges	-	0.06
Usage of Assets	-	7.36
Outside Services Cost	40.42	9.41
Selling and Distribution expenses	2,943.94	2,530.47
Miscellaneous expenses	0.76	0.76
	<u>5,339.02</u>	<u>4,853.89</u>

Note:

1) Auditors' remuneration:

As auditor	6.00	5.00
For others	0.50	1.50
	<u>6.50</u>	<u>6.50</u>

2) Cost Sharing

Edelweiss Financial Services Limited, being the ultimate holding company along with fellow subsidiaries incurs expenditure like group mediclaim, insurance, rent, electricity charges, etc. which is for the common benefit of itself and its certain subsidiaries including the Company. This cost so expended is reimbursed by the Company on the basis of number of employees, area occupied, actual identifications etc. Accordingly, and as identified appropriately, the expenditure heads in the above note are gross of the reimbursements



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

43 Deferred Tax assets

The components of income tax expense for the years ended 31 March 2022 and 2021 are:

Particulars	2021-22	2020-21
Current tax	-	-
Adjustment in respect of current income tax of prior years	-	-
Deferred tax relating to origination and reversal of temporary differences	165.40	(54.28)
Total tax charge	165.40	(54.28)
Current tax	-	-
Deferred tax	165.40	(54.28)

43.1 Reconciliation of total tax charge

Particulars	2021-22	2020-21
Accounting profit before tax as per financial statements	5,058.58	1,485.16
Tax rate (in percentage)	25.17%	25.17%
Income tax expense calculated based on this tax rate	1,273.24	373.81
Others	(23.50)	(5.45)
Effect of utilisation of tax losses on which deferred tax asset earlier not recognised	(1,084.34)	(422.64)
Tax charge for the year recorded in P&L	165.39	(54.28)

Break-up of income tax recorded in OCI	31-Mar-22	31-Mar-21
Deferred tax		
Employee benefit obligations	13.12	(16.97)
Total	13.12	(16.97)



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency-Indian rupees in lakhs)

43 Deferred Tax assets (continued)

43.2 Details of temporary differences where deferred tax assets have not been recognised in the balance sheet

As at 31 March 2022	Unused tax losses				
Financial Year to which the loss relates to	Unused business losses		Unabsorbed depreciation		Total
	Amount	Expiry year	Amount	Expiry year	Amount
A.Y 2018-2019	696.32	F.Y. 2025-2026	-	N.A	696.32
A.Y 2019-2020	1,798.39	F.Y. 2026-2027	38.68	N.A	1,837.06
Total	2,494.71		38.68		2,533.39

As at 31 March 2021	Unused tax losses				
Financial Year to which the loss relates to	Unused business losses		Unabsorbed depreciation		Total
	Amount	Expiry year	Amount	Expiry year	Amount
A.Y 2017-2018	2,264.49	F.Y. 2024-2025	8.46	N.A	2,272.95
A.Y 2018-2019	2,836.19	F.Y. 2025-2026	39.36	N.A	2,875.55
A.Y 2019-2020	1,798.39	F.Y. 2026-2027	109.09	N.A	1,907.47
Total	6,899.07		156.91		7,055.98



43.3 The following table shows deferred tax recorded in the balance sheet and changes recorded in the Income tax expense:

	Movement for the period (2021-22)			
	Opening deferred tax asset / (liability) as per Ind AS	Recognised in profit or loss	Recognised in OCI	Closing deferred tax asset / (liability) as per Ind AS
Deferred taxes in relation to				
Property, Plant and Equipment including intangibles	70.05	(70.47)		(0.42)
Employee benefits obligations	34.11	22.81	13.12	70.04
ROU Assets less lease liabilities (net)	0.24	(0.63)		(0.39)
Fair valuation of investments	(11.01)	(117.04)		(128.05)
Provision for expected credit losses	0.11	(0.06)		0.05
Total	93.50	(165.39)	13.12	(58.77)

	Movement for the period (2020-21)			
	Opening deferred tax asset / (liability) as per Ind AS	Recognised in profit or loss	Recognised in OCI	Closing deferred tax asset / (liability) as per Ind AS
Deferred taxes in relation to				
Property, Plant and Equipment including intangibles	51.53	18.52	-	70.05
Employee benefits obligations	4.65	46.42	(16.97)	34.11
ROU Assets less lease liabilities (net)	-	0.24	-	0.24
Fair valuation of investments	-	(11.01)	-	(11.01)
Provision for expected credit losses	-	0.11	-	0.11
Total	56.18	54.28	(16.97)	93.50

44 Earnings per share	For the year ended	
	March 31 2022	March 31 2021
a) Net amount attributable to the equity shareholders (as per statement of profit and loss)	4,893.18	1,539.44
b) Calculation of weighted average number of equity Shares of Rs 10 each:		
- Number of shares at the beginning of the year	1,23,74,737	23,74,737
- Shares issued during the year	-	1,00,00,000
- Shares to be issued against compulsory convertible debentures	64,70,588	6,02,740
Total number of equity shares outstanding at the end of the year	1,88,45,325	1,29,77,477
Weighted average number of equity shares outstanding during the year (based on the date of issue of shares)	1,88,45,325	25,93,915
Basic earnings per share (in rupees) (a/b)	25.96	59.35
Diluted earnings per share (in rupees) (a/b)	25.96	59.35



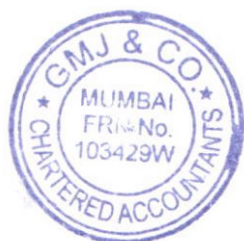
(Currency Indian rupees in lakhs)

45 Segment reporting.

Company has three operating segments. Capital based business, Agency business and treasury business Capital based business comprises of income from investments. Agency business generates Fee income. Treasury business comprises of income earned from treasury operations and interest income on temporary investments Income for each segment has been specifically identified. Expenditure, assets and liabilities are either specifically identified with individual segments or have been allocated to segments on a systematic basis. Based on such allocations, segment disclosures relating to revenue, results, assets and liabilities have been prepared. Since the business operations of the Company are primarily concentrated in India, the Company is considered to operate only in the domestic segment.

The following table gives information as required under the AS- 108 - **Operating Segment Reporting:**

Segment Results	For the year ended 31 March 2022	For the year ended 31 March 2021
I Segment revenue		
a) Capital based business	1,248.59	183.45
b) Agency business	20,255.32	14,247.70
c) Treasury	94.08	14.23
d) Unallocated	-	-
Total	21,597.99	14,445.38
Less : Inter segment revenue		
Total Income	21,597.99	14,445.38
II Segment results		
a) Capital based business	707.75	183.45
b) Agency business	4,772.00	1,287.93
c) Treasury	94.08	13.78
d) Unallocated	(515.25)	-
Total	5,058.58	1,485.16
Profit before taxation	5,058.58	1,485.16
Less : Provision for taxation	165.39	-54.28
Profit after taxation	4,893.19	1,539.44
III Segment assets		
a) Capital based business	13,700.63	207.17
b) Agency business	14,044.47	8,108.76
c) Treasury	4,160.22	4,253.02
d) Unallocated	55.60	93.50
Total	31,960.92	12,662.45
IV Segment liabilities		
a) Capital based business	8,486.43	-
b) Agency business	7,965.03	2,546.84
c) Treasury	-	-
d) Unallocated	58.80	-
Total	16,510.26	2,546.84
V Capital expenditure (Including capital work-in-progress)		
a) Capital based business	-	-
b) Agency business	145.11	101.92
c) Treasury	-	-
d) Unallocated	-	-
Total	145.11	101.92
VI Depreciation and amortisation		
a) Capital based business	-	-
b) Agency business	142.93	251.21
c) Treasury	-	-
d) Unallocated	-	-
Total	142.93	251.21
Significant non-cash expenses other than depreciation and		
VII amortisation		
a) Capital based business	-	-
b) Agency business	80.29	(12.92)
c) Treasury	(0.25)	-
d) Unallocated	-	-
Total	80.04	(12.92)



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

46. Retirement Benefit Plan

A) Defined contribution plan (Provident fund and National Pension Scheme):

Amount of 296.71 lakhs (Previous year: 223.05 lakhs) is recognised as expenses and included in "Employee benefit expense" – Note 41 in the statement of Profit and loss.

B) Defined benefit plan (Gratuity):

The following tables summarize the components of the net benefit expenses recognised in the statement of profit and loss and the funded status and amount recognised in the balance sheet for the gratuity benefit plan.

a) Present value of defined benefit obligation

Particulars	As at 31 March 2022	As at 31 March 2021
Present value of DBO at the beginning of the year	530.16	388.44
Current service cost		
(a) Current service cost	80	75.78
(b) Past Service Cost		
(c) Loss/ (Gain) from Settlement		-
Interest cost	26.89	27.22
Benefits paid	(83.11)	(25.70)
Re-measurements		
a. Actuarial Loss/ (Gain) from changes in demographic assumptions	15.44	(29.68)
b. Actuarial Loss/ (Gain) from changes in financial assumptions	(21.66)	30.81
c. Actuarial Loss/ (Gain) from experience over the past year	69.92	(9.62)
Transfer (out)/in	7.65	72.91
Effect of Acquisition/(divestiture)	-	-
Present value of DBO at the end of the year	625.25	530.16



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

B) Defined benefit plan (Gratuity): (continued)

b) Reconciliation of fair value of plan assets

Particulars	As at 31 March 2022	As at 31 March 2021
Fair value of plan assets at the beginning of the year	423.40	344.24
Contributions by Employer	83.11	25.70
Benefits paid	(83.11)	(25.70)
Interest income on plan asset	21.11	20.25
Re-measurements		
Return on plan assets excluding amount included in interest on the net defined benefit liability/(asset)	11.52	58.91
Fair value of plan assets at the end of the year	456.03	423.40
Actual Return on Plan Assets	32.63	79.16

Statement of profit and loss

c) Expenses recognised in the Statement of Profit and Loss:

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Current service cost	80.00	75.78
Net Interest on net defined benefit liability/(asset)	5.78	6.97
Past service cost	-	-
Total included in 'Employee benefits expense'	85.78	82.75

d) Net asset / (liability) recognised in the balance sheet

Particulars	As at 31 March 2022	As at 31 March 2021
Present value of defined benefit obligation	625.25	530.16
Fair value of plan assets at the end of the year	456.03	423.40
Amount recognized in Balance sheet (assets)/liabilities	(169.22)	106.76
Experience Adjustment on Plan Liabilities (gain)/loss	69.92	(9.62)



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

B) Defined benefit plan (Gratuity): (continued)

e) Principle actuarial assumptions at the balance sheet date:

Particulars	As at 31 March 2022	As at 31 March 2021
Discount rate current	5.90%	5%
Salary escalation rate	7.00%	7.00%
Employees attrition rate	16%	25%
Interest Rate on Net DBO/ (Asset) (% p.a.)	5% p.a.	5.9% p.a.
Expected weighted average remaining work life (years)	4 years	3 years
Mortality	IALM 2012-14 (Ultimate)	IALM 2012-14 (Ultimate)

f) Movement in other comprehensive income

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Balance at start of year (Loss)/Gain	75.25	7.85
Re- measurements on DBO		
a) Actuarial (Loss)/ Gain from changes in demographic assumptions	(15.40)	29.68
b) Actuarial (Loss)/ Gain from changes in financial assumptions	21.66	(30.81)
c) Actuarial (Loss)/ Gain from experience over the past year	(69.92)	9.62
Re- measurements on Plan assets		
Return on plan assets excluding amount included in net interest on the net defined benefit liability (asset)	11.52	58.91
Balance at end of year (Loss)/Gain	23.11	75.25



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in Lakhs)

47 Change in liabilities arising from financing activities

Particulars	1-Apr-21	Cash flows	Changes in fair values	Exchange differences	Others*	31-Mar-22
Debt securities	-	-	-	-	-	-
Borrowings other than debt securities	57.04	7,715.51	-	-	713.89	8,486.44
Deposits	-	(0.01)	-	-	0.01	-
Total liabilities from financing activities	57.04	7,715.50	-	-	713.90	8,486.44

Particulars	1-Apr-20	Cash flows	Changes in fair values	Exchange differences	Others*	31-Mar-21
Borrowings other than debt securities	11,255.88	(11,742.47)	-	-	543.63	57.04
Deposits	-	(582.65)	-	-	582.65	-
Total liabilities from financing activities	11,255.88	(12,325.12)	-	-	1,126.28	57.04

* Represents Interest expense for the year

48 Contingent liabilities, commitments and lease arrangements

48.1 Legal claims

There are no legal claims outstanding against the Company as at 31 March 2022 (previous year Nil)

48.2 Contingent liabilities and assets

The company does not have contingent liabilities as at 31 March 2022 (previous year Nil)

48.3 Capital commitments

A Uncalled liabilities

Uncalled liability as at 31 March 2022 is 1,202.89 (31 March 2021: 453.73)

B Estimated amounts of contracts

Estimated amounts of contracts remaining to be executed on capital account and not provided for 1.60 lakhs (Previous year: 8.80 lakhs)



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

48.4 Operating lease commitments

The company has taken 3 premises on lease during the previous year.

i) Right of use asset

Opening As at 1st April 2021	31.25
Addition	-
Depreciation expense	12.92
Closing as at 31 March 2022	18.33

Right of use asset

Opening As at 1st April 2020	-
Addition	38.75
Depreciation expense	7.50
Closing as at 31 March 2021	31.25

ii) Lease Liability

Opening As at 1st April 2021	32.18
Addition	-
Accretion of interest	2.84
Payment	15.12
Closing as at 31 March 2022	19.90

Lease Liability

Opening As at 1st April 2020	-
Addition	38.75
Accretion of interest	2.25
Payment	8.82
Closing as at 31 March 2021	32.18

iii) Total amount recognised in profit and loss

	31-Mar-22
Depreciation and ammortisation expense	12.92
Finance cost on lease liability	2.84
Expense relating to short term lease (included in other expenses)	23.91
	39.66

Total amount recognised in profit and loss

	31-Mar-21
Depreciation and ammortisation expense	7.50
Finance cost on lease liability	2.25
Expense relating to short term lease (included in other expenses)	2.23
	11.98

iv) Short term lease payments under opertaing lease for the year ended is as below.

Particulars	31-Mar-22	31-Mar-21
Within one year	26.89	18.60

v) Other disclosure

Particulars	31 March 2022	31 March 2021
	% / Years/Amount	% / Years/Amount
Incremental borrowing rate of company (in %)	11.75	11.75
The leases have an average life of between (in years)	3.00	3.00
The total lease payment for the year (in amt)	39.03	11.65



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

49 Disclosure as required by Ind AS 24– “Related Party Disclosure”:

A Name of related party by whom control is exercised:

Edelweiss Financial Services Limited -Ultimate Holding company
Edelweiss Securities And Investments Private Limited- Holding company

B Fellow subsidiaries with whom transactions have taken place:

Edelweiss Rural & Corporate Services Limited
Edelweiss Alternative Asset Advisors Pte Limited
Edelweiss Asset Management limited
ECL Finance Limited
Edelweiss Asset Reconstruction Company Limited
Edelcap Securities Limited
Edelweiss Finvest Limited
Edelweiss Housing Finance Limited
Edelweiss Investment Advisors Limited
Sekura India Management Limited
Edelweiss Real Asset Managers Limited
Edel Land Limited
Edel Finance Company Limited
EdelGive Foundation
Edelweiss Valuc Growth Fund
India Credit Fund II
Edelweiss General Insurance Company Limited
Edelweiss Gallagher Insurance Brokers Limited upto 17 October 2021
Edelweiss Tokio Life Insurance Company Ltd
Edelweiss Private Tech Equity Fund

C. Associate companies with whom transactions have taken place:

Edelweiss Finance & Investments Limited
Edelweiss Custodial Services Limited
Edelweiss Broking Limited
Edelweiss Global Wealth Management Limited
ESL Securities Limited
Edelweiss Securities Limited

D. Key Management Personnel

Ilemant Daga (Executive Director) Till 5 January 2022
Suresh Chandra Soni (Managing Director & Chief Execcuting Officer) Till 31 May 2021
Hemal Mehta (Chief Financial Officer)
Deepak Mukhija (Company Secretary)
Sushanth Nayak (Whole Time Director) w.e.f 1st March 2022



Edelweiss Alternative Asset Advisors Limited

(Currency: Indian rupees)

49 Disclosure as required by Ind AS 24- "Related Party Disclosure"

(F) Transactions with related parties:

Sr. No.	Nature of transaction	Related party name	For the year ended 31 March 2022	For the year ended 31 March 2021
	Capital account transactions			
	Equity shares issued	Edelweiss Securities And Investments Private Limited	-	1,000.00
	Compulsory Convertible Debentures Issued	Edelweiss Financial Services Limited	-	2,500.00
		Edelweiss Securities And Investments Private Limited	-	8,500.00
(f)	Current account transactions during the year			
	Short term loans taken from (refer note 1)		1,400.00	
		Edelweiss Rural & Corporate Services Limited	-	10,169.62
		Edelweiss Finvest Limited	-	5,000.00
		Edelweiss Securities And Investments Private Limited	-	4,500.00
	Short term loans taken from (refer note 2)		3,300.00	
		Edelweiss Rural & Corporate Services Limited	-	-
		Edelweiss Finvest Limited	-	5,000.00
		Edelweiss Securities And Investments Private Limited	-	4,929.51
	Short term deposits taken from (refer note 1 & 2)		50.00	
		Sekura India Management Limited	-	-
		Edelweiss Securities Limited	-	9,543.00
	Short term deposits repaid to (refer note 1 & 2)		50.00	
		Sekura India Management Limited	-	9,543.00
	Repayment of short term loans to (refer note 1)		(11.93)	
		Edelweiss Rural & Corporate Services Limited	-	(10,169.62)
		Edelweiss Finvest Limited	-	(4,000.00)
		Edelweiss Securities And Investments Private Limited	-	(4,500.00)
	Repayment of short term loans to (refer note 2)		(11.93)	
		Edelweiss Rural & Corporate Services Limited	-	(28,601.92)
		Edelweiss Finvest Limited	-	(5,000.00)
		Edelweiss Securities And Investments Private Limited	-	(4,929.51)
	Loan given (refer note 1)		(1,100.00)	
		Edelweiss Securities And Investments Private Limited	-	2,500.00
	Loan given (refer note 2)		(1,100.00)	
		Edelweiss Securities And Investments Private Limited	-	2,500.00
	Loan repaid (refer note 1)		2,800.00	
		Edelweiss Securities And Investments Private Limited	-	-
	Loan repaid (refer note 2)		2,500.00	
		Edelweiss Securities And Investments Private Limited	-	-
	Intercompany Deposit given to (refer note 1)		(90.00)	
		Sekura India Management Limited	-	-
		Edelweiss Real Asset Managers Limited	(25.00)	-
	Intercompany Deposit given to (refer note 2)		(190.00)	
		Sekura India Management Limited	-	-
		Edelweiss Real Asset Managers Limited	(25.00)	-
	Intercompany Deposit repaid by (refer note 1)		100.00	
		Sekura India Management Limited	-	-
		Edelweiss Real Asset Managers Limited	25.00	-
	Intercompany Deposit repaid by (refer note 2)		190.00	
		Sekura India Management Limited	-	-
		Edelweiss Real Asset Managers Limited	25.00	-
	Interest expense on loans taken from		73.50	
		Edelweiss Rural & Corporate Services Limited	-	461.97
		Edelweiss Securities And Investments Private Limited	-	13.37
		Edelweiss Finvest Limited	-	68.29
	Interest expense on deposits taken from		0.01	
		Sekura India Management Limited	-	-
		Edelweiss Securities Limited	-	582.65
	Interest expense on CCD		117.10	
		Edelweiss Financial Services Limited	-	1.23
		Edelweiss Securities And Investments Private Limited	398.16	4.19
	Interest income on loan given		177.69	
		Edelweiss Securities And Investments Private Limited	-	1.74
	Interest income on intercompany deposit given		1.21	
		Sekura India Management Limited	-	-
		Edelweiss Real Asset Managers Limited	0.78	-
	Sale of NCD		-	
		ECL Finance Limited	-	1,784.33
	Purchase of NCD		2,221.40	
		ECL Finance Limited	-	-



Edelweiss Alternative Asset Advisors Limited

(Currency: Indian rupees)

Edelweiss Alternative Asset Advisors Limited

(Currency: Indian rupees)

49 Disclosure as required by Ind AS 24- "Related Party Disclosure":

Transactions and balances with related parties for the year ended 31 March 2022

Sr. No.	Nature of transaction	Related party name	For the year ended 31 March 2022	For the year ended 31 March 2021
	Purchase of Fixed Assets		0.29	0.01
		Edelweiss Financial Services Limited	-	0.02
		Edelweiss Asset Management Limited	-	0.03
		ECL Finance Limited	-	0.07
		Edel Land Limited (refer note 4)	-	0.05
		Edelweiss Global Wealth Management Limited	-	0.00
		Edelweiss Investment Adviser Limited	-	0.18
		Edelweiss Rural & Corporate Services Limited	0.14	-
		Edelweiss Securities Limited	-	1.56
	Proceeds from sale of fixed assets			
		Edelweiss Broking Limited	-	0.36
		Edelweiss Securities Limited	-	1.08
		ESL Securities Limited	-	0.34
		Edelweiss Rural & Corporate Services Limited	-	0.06
		Edelweiss Financial Services Limited	-	0.05
		Edelweiss General Insurance Company Limited	-	0.00
		Edelweiss Asset Management Limited	0.81	-
		Edelweiss Global Wealth Management Limited	-	0.17
	Fund raising Distributor's expenses		35.66	35.66
		Edelweiss Global Wealth Management Limited	-	-
		Edelweiss Global Wealth Management Limited (As appearing under prepaid expenses)	220.55	256.21
		Edelweiss Broking Limited	2,749.80	2,360.14
		Edelweiss Broking Limited (As appearing under prepaid expenses)	4,852.61	3,169.43
	Reimbursements paid to	Edelweiss Rural & Corporate Services Limited	-	3.35
	Reimbursements received from		188.97	413.35
		Edelweiss Alternative Asset Advisors Pte Limited	-	7.49
		Edelweiss Rural & Corporate Services Limited	8.57	33.44
		ECL Finance Limited	16.61	0.60
		Edelcap Securities Ltd	0.18	21.96
		Edelweiss Asset Reconstruction Company Limited	6.10	8.06
		Edelweiss Finvest Private Limited	-	-
		Edel Finance Company Limited	0.19	2.27
		Edelweiss Investment Advisers Limited	0.67	6.40
		Edel Land Limited (refer note 4)	6.39	-
	Advisory fee expense	ECL Finance Limited	611.01	985.27
	Guarantee commission	Edelweiss Financial Services Limited	0.61	-
	Insurance expenses		52.53	26.60
		Edelweiss General Insurance Company Limited	-	0.55
		Edelweiss Gallagher Insurance Brokers Limited	-	28.31
		Edelweiss Tokio Life Insurance Company Ltd	-	-
	Office expenses			
		Edelweiss Financial Services Limited	-	52.09
		Edelweiss Rural & Corporate Services Limited	-	202.07
	Cost reimbursements paid to		9.65	32.55
		Edelweiss Financial Services Limited	-	450.73
		Edelweiss Rural & Corporate Services Limited	503.92	23.56
		Edel Land Limited	-	11.47
		Edelweiss Asset Management Limited	-	-
		Edelweiss Broking Limited	0.65	-
		Edelweiss Securities And Investments Private Limited - Magnolia	195.50	-
		ECL Finance Limited	3.26	39.04
		Edelweiss Securities Limited	0.14	12.05
	Fee income earned from		3,236.06	1,975.14
		Edelweiss Alternative Asset Advisors Pte Limited	-	157.01
		Edelweiss Rural & Corporate Services Limited	108.83	1,278.73
		ECL Finance Limited	982.38	16.88
		Edelcap Securities Ltd	15.97	22.05
		Edelweiss Value Growth Fund	20.20	92.81
		Edelweiss Investment Advisers Limited	153.96	-
		Edelweiss Financial Services Limited	690.00	-
		Sekura India Management Limited	75.00	-
		India Credit Fund II	292.37	6.42
		Edelweiss Private Tech Equity Fund	6.04	318.20
		Edelweiss Finvest Private Limited	-	81.70
		Edel Land Limited (refer note 4)	482.67	-



Edelweiss Alternative Asset Advisors Limited

(Currency: Indian rupees)

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(Currency: Indian rupees)

49 Disclosure as required by Ind AS 24—“Related Party Disclosure”.

Transactions and balances with related parties for the year ended 31 March 2022

Sr. No.	Nature of transaction	Related party name	For the year ended 31 March 2022	For the year ended 31 March 2021
	Cost Reimbursement received from			
		Edelweiss Broking Limited	0.93	-
		Edelweiss Financial Services Limited	1,734.80	-
		Edelweiss Custodial Services Limited	5.88	0.21
		Edelweiss Finance and Investments Limited	11.76	0.17
		Edelweiss Asset Reconstruction Company Limited	0.17	-
		Edelweiss Securities Limited	3.71	0.05
			-	-
	Remuneration paid to (refer note 2)	Key Management personnel	549.52	345.07
			-	-
			-	-
(ii)	Balances with related parties			
	Compulsory convertible debentures			
		Edelweiss Securities And Investments Private Limited	11,000.00	8,500.00
		Edelweiss Financial Services Limited	-	2,500.00
			-	-
	Short-term borrowings	Edelweiss Rural & Corporate Services Limited	3,300.00	11.93
			-	-
	Trade payable to			
		ECL Finance Limited	28.49	-
		Edelweiss Securities And Investments Private Limited	31.52	-
		Edelweiss Rural & Corporate Services Limited	37.70	-
		Edelweiss Investment Advisors Limited	23.11	-
		Edelweiss Securities Limited	0.81	1.93
		Edelweiss Broking Limited	2,039.42	113.40
		Edelweiss Financial Services Limited	-	2.98
		Edelweiss Asset Management Limited	-	0.03
		Edelweiss Asset Management Limited	-	0.03
		Edelweiss General Insurance Company Limited	-	11.77
			-	-
	Interest accrued and due on borrowings from			
		Edelweiss Rural & Corporate Services Limited	36.43	(4.72)
		Edelweiss Finvest Limited	-	39.29
		Edelweiss Securities And Investments Private Limited	-	10.54
			-	-
	Loans given	Edelweiss Securities And Investments Private Limited	1,099.80	2,499.55
			-	-
	Interest accrued on loans given	Edelweiss Securities And Investments Private Limited	11.49	1.61
			-	-
	Interest accrued & not due on compulsory convertible debentures			
		Edelweiss Securities And Investments Private Limited	0.83	3.88
		Edelweiss Financial Services Limited	-	1.14
			-	-
	Other payables			
		Edelweiss Asset Reconstruction Company Limited	1.62	-
		Edelweiss Financial Services Limited	-	213.79
		Edelweiss Securities Limited	-	2.61
		Edelcap Securities Limited	-	1.43
		Edelcap Securities Ltd	-	0.01
		Edelweiss Broking Limited	-	-
		Edelweiss Rural & Corporate Services Limited	-	1.26
		Edelweiss Custodial Services Limited	-	0.63
			-	-
	Contract liability	Edelweiss Broking Limited	927.74	-
			-	-
	Trade receivables			
		Edelweiss Alternative Asset Advisors Pte Limited	1,376.41	418.62
		Edelcap Securities Ltd	1.46	1.57
		Edelweiss Asset Reconstruction Company Limited	1.16	15.89
		Edelweiss Finvest Private Limited	-	17.95
		India Credit Investment Fund II	88.74	100.22
		Fidel Land Limited (refer note 4)	37.52	4.07
		Edelweiss Custodial Services Limited	3.34	-
		Sekura India Management Limited	81.80	-
		Edelweiss Financial Services Limited,	726.89	-
		Edelweiss Value Growth Fund	27.71	19.54
		Edelweiss Private Tech Equity Fund	3.86	2.75
		Edelweiss Finance & Investments Limited	6.67	-
		Edelweiss Finvest Private Limited	-	17.95
		ECL Finance Limited	-	106.22
		ESL Securities Limited	-	0.40
		Edelweiss Investment Advisors Limited	-	8.81
		Edelweiss General Insurance Company Limited	-	0.01
			-	-
	Other financial assets			
		ECL Finance Limited	4.13	68.01
		Edelweiss Rural & Corporate Services Limited	1.37	10.81
		Edelweiss Value Growth Fund	4.49	-
		Edelweiss Financial Services Limited	160.37	13.95
		Edelweiss Asset Management Limited	0.12	1.95
		Edelweiss Asset Reconstruction Company Limited	-	0.65
		Edelweiss Housing Finance Limited	-	9.04
		Edelweiss Finance and Investments Limited	-	4.35
		Edelweiss General Insurance Company Limited	0.01	-
			-	-
	Off Balance sheet items			
	Corporate guarantee given	Edelweiss Financial Services Limited	12,500.00	-

Note:

1) Loan taken from related parties are disclosed based on maximum of debit/credit during the reporting period.

2) Loans taken from related parties are disclosed based on total debit/credit taken during the reporting period.

3) Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity, leave encashment and retention incentive which are provided for group of employees on overall basis. These are included on cash basis. The variable compensation included herein is on cash.

4) Pursuant to the composite scheme of arrangement and amalgamation under section 230 to 232 of the Companies Act, 2013, Edel Land Limited ('Amalgamated or Resulting Company'), ECap Equities Limited ('Demerged Company' - defined in the scheme as demerged undertaking and thereby entire activities, business, operations and undertakings of the Demerged Company forming part of the Trading and Capital Markets business) and EC Commodity Limited ('Amalgamating Company') has been amalgamated with effect from 01 April 2020 ('the Appointed date').



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

50 Capital management :

The primary objectives of the Company's capital management policy are to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximise shareholder value.

The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend payment to shareholders, return capital to shareholders or issue capital securities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

The Company is not subject to any regulatory capital requirements.

51 Fair Values of Financial Instruments:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price), regardless of whether that price is directly observable or estimated using a valuation technique.

51.1 Assets and liabilities by fair value hierarchy

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy

Particulars	31 March 2022			
	Level 1	Level 2	Level 3	Total
Investments in Units of AIF	-	-	1,526.87	1,526.87
Investments in Units of Mutual Fund	4,160.23	-	-	4,160.23
Investments in NCDs	-	9,927.65	-	9,927.65
Investments in Security Receipts	-	-	617.00	617.00
Investment in Listed Equity shares	499.49	-	-	499.49
Total financial assets measured at fair value on a recurring basis	4,659.72	9,927.65	2,143.87	16,731.24

Particulars	31 March 2021			
	Level 1	Level 2	Level 3	Total
Investments in Units of AIF	-	-	76.89	76.89
Investments in Units of Mutual Fund	1,751.86	-	-	1,751.86
Investments in Listed Equity shares	130.28	-	-	130.28
Total financial assets measured at fair value on a recurring basis	1,882.14	-	76.89	1,959.03

Fair valuation Technique

The equity instrument is traded actively traded on recognised stock exchange with readily available active prices on a regular basis. Such instruments are classified as level 1. Units held in funds are measured based on net asset value (NAV), taking into account redemption and or other restrictions. Such instruments are generally level 3 (refer note 41.4)

51.2 Movement in level 3 financial instrument measured at fair value

The following table shows a reconciliation of the opening balances and the closing balances for fair value measurements in Level 3 of the fair value hierarchy.

Particulars	Financial assets	
	March 31 2022	March 31 2021
Investments in units of AIF		
At 1 April	76.89	235.15
Purchase	1,291.74	46.38
Redemption	(2.34)	(193.12)
Gains / (losses) for the period recognised in profit or loss	160.58	(11.52)
At 31 March	1,526.86	76.89
Unrealised gains / (losses) related to balances held at the end of the period	160.58	(53.57)



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency Indian rupees in lakhs)

51.2 Movement in level 3 financial instrument measured at fair value (continued)

Particulars	Financial assets	
	March 31 2022	March 31 2021
Investments in Security Receipts		
At 1 April	-	-
Purchase	665.00	-
Redemption	(48.00)	-
Gains / (losses) for the period recognised in profit or loss	-	-
At 31 March	617.00	-
Unrealised gains / (losses) related to balances held at the end of the period	-	-

The market for these securities is not active. Therefore, the company uses valuation techniques to measure their fair values. Since these security receipts are less liquid instruments therefore they are valued by discounted cash flow models. Expected cash flow levels are estimated by using quantitative and qualitative measures regarding the characteristics of the underlying assets including prepayment rates, default rates and other economic drivers. Securities receipts with significant unobservable valuation inputs are classified as Level 3.

51.3 Financial instruments not measured at fair value

Fair value information of financial assets and financial liabilities not measured at fair value has not been presented as the carrying amount is a reasonable approximation of the fair value due to their short term nature.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

51.4 Fair values of financial instruments (continued)

Unobservable inputs used in measuring fair value categorised within Level 3 :

Following tables set out information about significant unobservable inputs used at respective balance sheet dates in measuring financial instruments categorised as Level 3 in the fair value hierarchy:

Type of financial instruments	Fair value of asset as on 31 March 2022	Fair value of liability as on 31 March 2022	Valuation techniques	Significant unobservable input	Range of estimates (weighted-average) for unobservable input	Increase in the unobservable input (% or as the case may be)	Change in fair value	Decrease in the unobservable input (% or as the case may be)	Change in fair value
Investments in units of AIF	1,526.87	-	Net assets approach	Fair value of underlying investments	NAV per unit Rs. 685.69 - 10,773	5%	76.33	5%	(76.33)
Units in Security receipts	617.00	-	Discounted	Discount cash flow method	19.50%	0.05%	0.31	0.05%	(0.31)
Total	2,143.87	-					76.64		(76.64)

Type of financial instruments	Fair value of asset as on 31 March 2021	Fair value of liability as on 31 March 2021	Valuation techniques	Significant unobservable input	Range of estimates (weighted-average) for unobservable input	Increase in the unobservable input (% or as the case may be)	Change in fair value	Decrease in the unobservable input (% or as the case may be)	Change in fair value
Investments in units of AIF	76.89	-	Net assets approach	Fair value of underlying investments	NAV per unit Rs. 1,307.98 - 10,015	5%	3.83	5%	(3.83)
Total	76.89	-					3.83		(3.83)



Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

52 Risk Management

The company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

A Risk management structure

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles.

B Analysis of risk concentration

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss.

The carrying amounts of financial assets in the statement of financial position represent the Company's maximum exposure to credit risk, before taking into account any collateral held. The Company does not hold any collateral in respect of their financial assets. At the reporting date, there was no significant concentration of credit risk. The maximum credit risk is represented by the carrying amount of each financial asset in the statement of financial position. The Company's cash and cash equivalents are held with regulated financial institutions. Trade receivables largely comprise of receivables from Group Companies.

C Industry analysis - Risk concentration for 31 March 2022 and 31 March 2021

The company operates in financial services industry. Following table shows the risk concentration by the industry for the components of the balance sheet

Particulars	As at 31 March 2022				Total
	Financial services	Infrastructure	Real Estate	Others	
Financial assets					
Cash and cash equivalent	466.02	-	-	-	466.02
Bank balances other than cash and cash equivalents	110.56	-	-	-	110.56
Investments	6,304.10	7,481.75	2,179.13	766.24	16,731.23
Other financial assets	449.63	-	-	21.40	471.03
Trade receivables	5,902.10	-	-	-	5,902.10
Loans	1,111.29	-	-	-	1,113.29
Total	14,343.70	7,481.75	2,179.13	787.64	24,794.23

Particulars	As at 31 March 2021				Total
	Financial services	Infrastructure	Real Estate	Others	
Financial assets					
Cash and cash equivalent	1,510.34	-	-	-	1,510.34
Investments	1,828.75	-	-	130.28	1,959.03
Other financial assets	369.41	-	-	16.30	385.71
Trade receivables	607.50	-	-	-	607.50
Loans	2,501.16	-	-	26.07	2,527.23
Total	6,817.16	-	-	172.65	6,989.81



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

52 Risk Management (Continued)

D Liquidity risk and funding management

Liquidity or funding risk is the risk that an enterprise will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value. The table below summarises the maturity profile of the Company's financial liabilities at the end of the reporting period based on contractual undiscounted payments.

(i) Analysis of non-derivative financial liabilities by remaining contractual maturities

	On demand	1 to 14 days	15 days to 1 month	1 month to 2 months	2 months to 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	3 years to 5 years	Over 5 years	Total
As at 31 March 2022											
Trade payables	-	-	-	-	328.93	-	2,039.42	-	-	-	2,367.45
Other financial liabilities	-	-	-	3,543.21	1.09	4.97	327.92	614.24	-	-	4,491.44
Borrowings	-	-	36.43	-	-	-	3,300.00	5,150.00	-	-	8,486.43
Total undiscounted non-derivative financial liabilities	-	-	36.43	3,543.21	329.12	4.97	5,667.34	5,764.24	-	-	15,345.32
As at 31 March 2021											
Trade payables	-	-	-	-	635.75	-	-	-	-	-	635.75
Other financial liabilities	-	-	-	-	245.96	-	-	-	-	-	245.96
Borrowings (other than debt securities)	11,255.88	-	-	-	-	-	-	-	-	-	11,255.88
Total undiscounted non-derivative financial liabilities	11,255.88	-	-	-	881.71	-	-	-	-	-	12,137.59



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

52 Risk Management (Continued)

D Liquidity risk and funding management (Continued)

(ii) Analysis of non-derivative financial assets by remaining contractual maturities

As at 31 March 2022	On demand	1 to 14 days	15 days to 1 month	1 month to 2 months	2 months to 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	3 years to 5 years	Over 5 years	Total
Cash and cash equivalent	466.02	-	-	-	-	-	110.56	-	-	-	466.02
Bank balances other than cash and cash equivalents	-	-	-	-	5,902.10	-	-	-	-	-	5,902.10
Trade receivables	-	-	11.49	-	-	-	1,099.80	-	-	-	1,111.29
Loans	-	-	130.75	-	-	174.70	1,275.77	4,947.65	5,727.98	314.16	16,731.23
Investments	4,160.23	-	-	-	-	-	9.20	12.20	-	-	4,181.63
Other financial assets	-	-	-	-	449.63	-	-	-	-	-	449.63
Total	4,626.25	-	142.24	-	6,351.74	174.70	2,495.33	4,959.85	5,727.98	314.16	24,792.24

As at 31 March 2021	On demand	1 to 14 days	15 days to 1 month	1 month to 2 months	2 months to 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	3 years to 5 years	Over 5 years	Total
Cash and cash equivalent	1,510.34	-	-	-	-	-	-	-	-	-	1,510.34
Trade receivables	-	-	-	-	607.50	-	-	-	-	-	607.50
Loans	2,501.16	-	-	-	-	-	-	26.07	-	-	2,527.23
Investments	-	-	1,751.86	-	-	-	-	160.77	46.40	-	1,959.03
Other financial assets	-	-	-	-	369.41	-	5.00	11.30	-	-	385.71
Total	4,011.50	-	1,751.86	-	976.91	-	5.00	198.14	46.40	-	6,989.81



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

52 Risk Management (Continued)

D Liquidity risk and funding management (Continued)

(iii) Financial assets available to support future lending

March 31 2022					
Particulars	Available as collateral	others ¹	others ²	Pledged as collateral	Total carrying amount
Cash and cash equivalent	-	466.02	-	-	466.02
Bank balances other than cash and cash equivalents	-	-	110.56	-	110.56
Trade receivables	2,531.41	-	3,370.70	-	5,902.10
Other financial assets	-	471.03	-	-	471.03
Loan	-	1,111.29	-	-	1,111.29
Investments	6,035.66	-	-	10,695.57	16,731.23
Property, Plant and Equipment	-	85.531	-	-	85.53
Total assets	8,567.07	2,133.88	3,481.26	10,695.57	24,877.77

March 31 2021					
Particulars	Available as collateral	Unencumbered		Pledged as collateral	Total carrying amount
		others ¹	others ²		
Cash and cash equivalent	-	1,510.34	-	-	1,510.34
Trade receivables	607.50	-	-	-	607.50
Other financial assets	-	385.71	-	-	385.71
Loan	-	2,527.23	-	-	2,527.23
Investments	1,959.03	-	-	-	1,959.03
Property, Plant and Equipment	-	76.80	-	-	76.80
Total assets	2,566.53	4,500.08	-	-	7,066.61

1. Represents assets which are not restricted for use as collateral, but that the company would not consider readily available to secure funding in the normal course of business.

2. Represent assets which are used as a security towards facility from financial institution.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in Lakhs)

52 Risk Management (Continued)

E Market Risk (Continued)

(i) Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments

Currency of borrowing / advances	2021-22					
	Increase in basis points	Effect on profit before tax	Effect on Equity	Decrease in basis points	Effect on profit before tax	Effect on Equity
INR	25	(0.55)	-	25	0.55	-

Currency of borrowing / advances	2020-21					
	Increase in basis points	Effect on profit before tax	Effect on Equity	Decrease in basis points	Effect on profit before tax	Effect on Equity
INR	25	6.22	-	25	(6.22)	-

(ii) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. Foreign currency risk arise majorly on account of foreign currency borrowings.

The table below indicates the currencies to which the Company had significant exposure at the end of the reported periods. The analysis calculates the effect of a reasonably possible movement of the currency rate against the INR (all other variables being constant) on the statement of profit and loss (due to the fair value of currency sensitive non trading monetary assets and liabilities) and equity (due to the change in fair value of currency swaps and forward foreign exchange contracts used as cash flow hedges)

Currency	2021-22					
	Increase in currency rate (%)	Effect on profit before tax	Effect on Equity	Decrease in currency rate (%)	Effect on profit before tax	Effect on Equity
USD	5	68.82	-	5	(68.82)	-

Currency	2020-21					
	Increase in currency rate (%)	Effect on profit before tax	Effect on Equity	Decrease in currency rate (%)	Effect on profit before tax	Effect on Equity
USD	5	20.93	-	5.00	(20.93)	-

(iii) Equity Price Risk

Equity Price Risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of individual investment in equity share prices

Impact on	2021-22					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Equity shares	5	24.97	-	5	(24.97)	-

Impact on	2020-21					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Equity shares	5	6.51	-	5	(6.51)	-



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency Indian rupees in lakhs)

52 Risk Management (Continued)

E Market Risk (Continued)

(iv) Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of market prices other than equity and index prices.

Impact on	2021-22					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Units of AIFs	5	76.33	-	5	(76.33)	-
Units of Mutual Funds	5	208.01	-	5	(208.01)	-
NCDs	5	496.38	-	5	(496.38)	-
Security receipts	5	30.85	-	5	(30.85)	-

Impact on	2020-21					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Units of AIFs	5	3.83	-	5.00	(3.83)	-
Units of Mutual Funds	5	87.59	-	5.00	(87.59)	-



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency - Indian rupees in lakhs)

52 Risk Management (Continued)

F Market Risk

Total market risk exposure

Fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices. The Company classifies exposures to market risk into either trading or non-trading portfolios

Particulars	March 31 2022			March 31 2021		
	Carrying amount	Traded risk	Non-traded risk	Carrying amount	Traded risk	Non-traded risk
Assets						
Cash and cash equivalent	466.02	-	466.02	1,510.34	-	1,510.34
Bank balances other than cash and cash equivalents	110.56	-	110.56	-	-	-
Loans	1,111.29	-	1,111.29	2,527.23	-	2,527.23
Trade receivables	5,902.10	-	5,902.10	607.50	-	607.50
Investments	16,731.23	4,659.71	12,071.52	1,959.03	1,882.14	76.89
Other Financial Assets	471.03	-	471.03	385.71	-	385.71
Total	24,681.67	4,659.71	20,021.96	6,989.81	1,882.14	5,107.67
Liability						
Borrowings (other than Debt Securities)	8,486.43	-	8,486.43	57.04	-	57.04
Trade payables	2,367.45	-	2,367.45	289.58	-	289.58
Other financial liabilities	4,491.44	-	4,491.44	1,479.26	-	1,479.26
Total	15,345.32	-	15,345.32	1,825.88	-	1,825.88



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

53 Unconsolidated structured entities

These are entities that do not meet consolidation criteria explained Note 6.1.3 of the Summary of significant accounting policies.

An entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements.

- A. The following tables show the carrying amount of the Group's recorded interest in its consolidated balance sheet as well as the maximum exposure to risk (as defined in below) due to these exposures in the unconsolidated structured entities and asset management activities:

Particulars	Alternative Investment Funds	
	31-Mar-22	31-Mar-21
Investments	1,526.87	76.89
Trade Receivables	5,093.21	607.09
Other financial assets	283.47	258.44
Total Assets	6,903.55	942.43
Off-balance sheet exposure	1,202.89	453.73
Size of the structured entities	14,02,305.00	11,83,150.22
Income from the structured entities	19,857.75	14,091.56

- B. The following tables show the details of the unconsolidated structured entities, which are not disclosed in the above table

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Income from those structure entities	19,857.75	14,091.56
Type of income	Investment Management Fees	Investment Management Fees
Carrying amount of assets transferred to those structured entities during the period	-	-



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

54 Earnings and expenditure in foreign currency

The Company has undertaken the following transactions in foreign currency

(a) Expenditure incurred in foreign currency (on accrual basis)

Particulars	For the year ended	
	31-Mar-22	31-Mar-21
Advertisement and business promotion	49,23,148	-
Market data services	-	30.09
	49,23,148	30.09

(b) Income earned in foreign currency (on accrual basis)

Particulars	For the year ended	
	31-Mar-22	31-Mar-21
Advisory and other fees	3,236.06	2,005.66
	3,236.06	2,005.66

55 The beneficial owner of the Company has confirmed its intention to provide continuing financial support to the Company so as to enable the Company to continue operating in the foreseeable future. Accordingly, the financial statements have been prepared on a going concern basis.

56 Previous year comparatives

Previous year figures have been regrouped and rearranged wherever necessary.

57 Events after Reporting Date

There have been no events after the reporting date that require disclosure in this financial statement.

58 Other Additional Regulatory Information

58.1. Title deeds of Immovable Properties not held in name of the Company

The Company do not have any immovable properties where title deeds are not held in the name of the company.

58.2. Loans and Advances

There are no loans or advances in the nature of loans which are granted to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are:

- (a) repayable on demand or
- (b) without specifying any terms or period of repayment

58.3. Details of Benami Property held

The Company do not have any benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

58.4 Security of current assets against borrowings

The Company has no borrowings from banks or financial institutions on the basis of security of current assets.



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

58 Other Additional Regulatory Information (continued)

58.5. Willful Defaulter

The Company is not declared as willful defaulter by any bank or financial Institution or other lender

58.6. Relationship with Struck off Companies

The Company do not have any transactions with companies struck off

58.7. Registration of charges or satisfaction of charges with Registrar of Companies (ROC)

The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period

58.8. Ratios

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Net profit ratio	22.66%	10.66%
Return on Equity	38.28%	46.36%
Return on Capital employed	21.96%	25.67%
Debt Equity Ratio	0.55	0.01
Debt Service Coverage Ratio	1.25	125.55

Net profit ratio = Net profit / Total Revenue

Return on Equity = Net profit / Average Shareholders funds

Return on Capital employed = Earnings before interest & Tax / (Total Equity + Long term borrowings + short term borrowings)

Debt-equity Ratio = Borrowings (other than debt securities) / Net Worth

DSCR = Profit before interest and tax / (Interest expense + Principal Repayment in next 12 months)

Current ratio, Debtors ratio, inventory turnover ratio, trade payables turnover ratio, net capital turnover, liquidity coverage ratio, return on investment are not applicable owing to the business model of the company



Edelweiss Alternative Asset Advisors Limited

Notes to the financial statements (Continued)

(Currency: Indian rupees in lakhs)

58. Other Additional Regulatory Information (continued)

58.9. Utilisation of Borrowed funds and share premium:

(A) During the year, the company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(B) During the year, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

58.10. Undisclosed Income

The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act.

58.11. Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the current financial year and any of the previous financial years.

As per our report of even date attached.

For GMJ & Co.

Chartered Accountants

Firm's Registration No.: 103429W


Haridas Bhat

Partner

Membership No: 039070



For and on behalf of the Board of Directors


Kamala Kantharaj

Director

DIN.: 07917801


Hemal Mehta

Chief Financial Officer


Sushant Nayak

Whole Time Director

DIN.: 02857645


Deepak Mukhija

Company Secretary

Mumbai
29 April 2022

Mumbai
29 April 2022

