

# ANNUAL REPORT

2017 - 2018

**DSP BLACKROCK**  
INVESTMENT MANAGERS

**Notice of Twenty-Second Annual General Meeting of  
DSP BlackRock Investment Managers Private Limited**

Notice is hereby given that the Twenty-Second Annual General Meeting of the Members of the DSP BlackRock Investment Managers Private Limited will be held on Monday, July 30, 2018 at 12:00 noon at Kanha, Board Room, Mafatlal Centre, 10th Floor, Nariman Point, Mumbai - 400021 to transact the following business -

**Ordinary Business:**

- (1) To receive, consider and adopt:
  - (a) the audited Standalone financial statement of the Company for the financial year ended March 31, 2018, the reports of the Board of Directors and Auditors thereon; and
  - (b) the audited Consolidated financial statement of the Company for the financial year ended March 31, 2018.

**Special Business:**

- (2) To approve appointment of Mr. Subhash S. Mundra (DIN: 00979731), who was appointed as an Additional Independent Director by the Board of Directors under Section 161 of the Companies Act, 2013, as an Independent Director of the Company and to consider and if thought fit to pass with or without modification(s) the following resolution as Ordinary Resolution:

**"RESOLVED THAT** Mr. Subhash S. Mundra (DIN: 00979731), who was appointed as an Additional Independent Director of the Company by the Board of Directors with effect from February 12, 2018 in terms of Section 161(1) of the Companies Act, 2013 and whose term of office expires on the date of this Annual General Meeting and based on the recommendation of Board of Directors, Mr. Subhash S. Mundra be and is hereby appointed as an Independent Director of the Company as per SEBI (Mutual Fund) Regulations, 1996."

**"RESOLVED FURTHER THAT** any Director and/or the Company Secretary of the Company be and are hereby authorized jointly and severally, to file/upload relevant forms, returns and other necessary documents with the Registrar of Companies and to do all such acts, deed and things which are necessary to give effect to this Resolution."

**"RESOLVED FINALLY THAT** Mr. Ramamoorthy Rajagopal, Chief Operating Officer and Dr. Pritesh Majmudar, Head - Legal & Compliance of the Company be and are hereby jointly and / or severally authorized to give certified true copies of this Resolution on demand."

- (3) To approve change of name of the Company from “*DSP BlackRock Investment Managers Private Limited*” to “*DSP Investment Managers Private Limited*” and if thought fit to pass with or without modification(s) the following resolution as Special Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 13,14 and all other applicable provisions, if any, of the Companies Act, 2013, read with applicable Rules and Regulations framed thereunder, any other applicable law(s), regulation(s), guideline(s) (including any statutory modification(s) amendment(s) or re-enactment thereof, for the time being in force), the provisions of the Memorandum and Articles of Association of the Company and subject to the approvals, consents, sanctions and permissions of appropriate regulatory and statutory authorities/departments as may be necessary, approval of the shareholders be and is hereby accorded for changing the name of the Company “*DSP BlackRock Investment Managers Private Limited*” to “*DSP Investment Managers Private Limited*”

“RESOLVED FURTHER THAT the name clause being Clause I in the Memorandum of Association of the Company be altered accordingly & substituted by the following and deleting the existing name of the Company wherever appearing and substituting it with the new name of the Company:

I. The name of the Company is *DSP Investment Managers Private Limited*.

“RESOLVED FURTHER THAT in terms of Section 14 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof for the time being in force) the Articles of Associations of the Company be altered by deleting the existing name of the Company wherever appearing and substituting it with the new name of the Company.”

“RESOLVED FURTHER THAT any Director and/or the Company Secretary of the Company be and are hereby authorized jointly and severally, to file/upload relevant forms, returns and other necessary documents with the Registrar of Companies and to do all such acts, deed and things which are necessary to give effect to this Resolution.”

“RESOLVED FINALLY THAT Mr. Ramamoorthy Rajagopal, Chief Operating Officer and Dr. Pritesh Majmudar, Head - Legal & Compliance of the Company be and are hereby jointly and / or severally authorized to give certified true copies of this Resolution on demand.”

- (4) To approve alteration of the Memorandum of Association of the Company and to consider and if thought fit to pass with or without modification(s) the following resolution as Special Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 4, 13 and other applicable provisions, if any, of the Companies Act, 2013 (the ‘Act’) read with applicable Rules and Regulations framed thereunder, any other applicable law(s), regulation(s), guideline(s), (including any statutory modification(s) amendment(s) or re-enactment thereof, for the time being in force), the consent of the shareholders of the Company be and is hereby accorded for the following alterations in the Memorandum of Association of the Company:

The Clause III (A) and III (B) of the Memorandum of Association of the Company, be renamed as under:

'Clause 3 (a) - The objects to be pursued by the Company on its incorporation are:

Clause 3 (b) - Matters which are necessary for furtherance of the objects specified in Clause 3 (a) are:'

Clause III (C) - "Other Objects" of the Memorandum of Association of the Company, be and is hereby deleted"

Clause IV of the Memorandum of Association of the Company, be and is hereby altered and substituted with: 'Clause 4 - The liability of the member(s) is limited and this liability is limited to the amount unpaid, if any, on the shares held by them'

"RESOLVED FURTHER THAT the scheme of numbering for Clause V of the Memorandum of Association of the Company, be and are hereby changed as: 'Clause 5'

"RESOLVED FURTHER THAT any Director and/or the Company Secretary of the Company be and are hereby authorized jointly and severally, to file/upload relevant forms, returns and other necessary documents with the Registrar of Companies and to do all such acts, deed and things which are necessary to give effect to this Resolution."

"RESOLVED FINALLY THAT Mr. Ramamoorthy Rajagopal, Chief Operating Officer and Dr. Pritesh Majmudar, Head - Legal & Compliance of the Company be and are hereby jointly and / or severally authorized to give certified true copies of this Resolution on demand."

- (5) To approve increase in the authorised share capital of the Company and thereby amending the Memorandum of Association of the Company and to consider and if thought fit to pass with or without modification(s) the following resolution as Ordinary Resolution:

"RESOLVED THAT pursuant to Sections 61 and other applicable provisions, if any, of the Companies Act, 2013 and rules made thereunder, the consent of the shareholders of the Company be and is hereby given for increasing the Authorised Share Capital of the Company from Rs. 30,00,00,000/- (Rupees Thirty Crores Only) divided into 3,00,00,000 (Three Crores) Equity shares of Rs.10/- each to Rs. 10,00,00,00,000/- (Rupees One Thousand Crores Only) divided into 1,00,00,00,000 (One Hundred Crores) equity shares of Rs.10 (Rupees Ten only) each."

RESOLVED FURTHER THAT pursuant to Section 13 of the Companies Act, 2013 and rules made thereunder and other applicable provisions, if any, the existing Clause 5 of the Memorandum of Association of the Company be altered as under:

"The Authorised Share Capital of the Company is Rs. 10,00,00,00,000/- (Rupees One Thousand Crores Only) divided into 1,00,00,00,000 (One Hundred Crores) equity shares of Rs.10 (Rupees Ten only) each."

“RESOLVED FURTHER THAT any Director and/or the Company Secretary of the Company be and are hereby authorized jointly and severally, to file/upload relevant forms, returns and other necessary documents with the Registrar of Companies and to do all such acts, deed and things which are necessary to give effect to this Resolution.”

“RESOLVED FINALLY THAT Mr. Ramamoorthy Rajagopal, Chief Operating Officer and Dr. Pritesh Majmudar, Head - Legal & Compliance of the Company be and are hereby jointly and / or severally authorized to give certified true copies of this Resolution on demand.”

- (6) To approve adoption of a new set of Articles of Association of the Company and to consider and if thought fit to pass with or without modification(s) the following resolution as Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 14 and all other applicable provisions, if any, of the Companies Act, 2013 (the ‘Act’) read with applicable Rules and Regulations framed thereunder, any other applicable law(s), regulation(s), guideline(s), (including any statutory modification(s) amendment(s) or re-enactment thereof, for the time being in force), the consent of the shareholders of the Company be and is hereby accorded for substitution of the Articles of Association with the new set of Articles of Association and the said new set of Articles of Association be and are hereby adopted as the Articles of Association of the Company in substitution for, and to exclusion of, the existing Articles of Association of the Company, in order to bring the existing Articles in line with the Companies Act, 2013.”

“RESOLVED FURTHER THAT any Director and/or the Company Secretary of the Company be and are hereby authorized jointly and severally, to file/upload relevant forms, returns and other necessary documents with the Registrar of Companies and to do all such acts, deed and things which are necessary to give effect to this Resolution.”

“RESOLVED FINALLY THAT Mr. Ramamoorthy Rajagopal, Chief Operating Officer and Dr. Pritesh Majmudar, Head - Legal & Compliance of the Company be and are hereby jointly and / or severally authorized to give certified true copies of this Resolution on demand.”

BY ORDER OF THE BOARD OF DIRECTORS  
OF THE COMPANY

Sd/-  
PRITESH MAJMUDAR (Dr.)  
COMPANY SECRETARY

REGISTERED OFFICE:  
Mafatlal Centre, 10<sup>th</sup> Floor, Nariman Point,  
Mumbai - 400 021

Place: Mumbai  
Date: July 26, 2018

NOTES:

- (i) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY IS REQUIRED TO BE A MEMBER.
- (ii) Instrument of proxy, for use at the above meeting, must be lodged at the Registered Office of the Company not later than 48 hours before the time fixed for the Meeting.
- (iii) Corporate Members are requested to send to the Registered Office of the Company a duly certified copy of the Board Resolution, under Section 113 of the Companies Act, 2013, authorizing their representative to attend and vote at the Annual General Meeting.
- (iv) In Pursuance of Notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, the ratification of appointment of Statutory Auditors from the conclusion of this Annual General Meeting till next Annual General Meeting has not been proposed to the members. M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, Mumbai (Firm Registration No. 117366W/W-100018), continue as the Statutory Auditors of the Company till the next Annual General Meeting; and the remuneration plus GST as applicable and reimbursement of out-of pocket expenses in connection with the audit as the Board of Directors may fix in this behalf.
- (v) Explanatory statement pursuant to Section 102 of Companies Act, 2013, for Item No. 2,3,4,5 and 6 is annexed and forms part of this notice
- (vi) Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the members at the Registered Office of the company on all working days, except Saturdays, during business hours up to the date of the AGM.
- (vii) The Statutory Registers maintained by the Company under the provisions of the Companies Act, 2013, will be available for inspection of members at the Annual General Meeting.
- (viii) The Members are requested to notify promptly any change in their address to the Company and are requested to register their e-mail address (if not provided earlier) and changes if any, therein, to enable the Company to send all communications to shareholders in electronic mode/e-mail.
- (ix) Map of the venue of the Annual General Meeting is given at the end of the notice.

## EXPLANATORY STATEMENT

(Pursuant to the Section 102 of the Companies Act, 2013)

### Item No. 2

Mr. Subhash S Mundra (DIN: 00979731) was appointed as an Additional Independent Director of the Company by the Board of Directors w.e.f. February 12, 2018. As per the provisions of section 161 of the Companies Act, 2013 and applicable provisions of the Articles of Association of the Company, Mr. Subhash S Mundra shall hold office upto the date of the 22<sup>nd</sup> Annual General Meeting of the Company.

Mr. Mundra will be appointed as an Independent Director of the Company as per SEBI (Mutual Fund) Regulations, 1996. He is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as a Director.

Mr. Mundra retired as Deputy Governor of Reserve Bank of India on July 30, 2017 after completing a stint of three years. Prior to that, the last position held by him was as Chairman and Managing Director of Bank of Baroda from where he superannuated in July 2014. In a banking career spanning over four decades, Mr. Mundra held several important positions including that of Executive Director of Union Bank of India, Chief Executive of Bank of Baroda (European Operations) amongst others. He also served as RBI's nominee on the Financial Stability Board (G20 Forum) and its various committees. Mr. Mundra was also the Vice-chair of OECD's International Network on Financial Education (INFE).

Prior to joining RBI, Mr. Mundra also served on Boards of several multi-dimensional companies. The experience gained in guiding these entities has bestowed him with wide leadership skills and keen insights in best practices in Corporate Governance.

Mr. Mundra has been a regular presence as a Speaker on various Forums. He has delivered more than 60 speeches/presentations on diverse issues viz. banking, financial inclusion & literacy, MSME financing, audit, Fraud Risk Management, Cyber security, Consumer Protection, Human Resource Management etc. at both domestic and international forums. Many of these speeches have been published on the websites of Reserve Bank of India and that of the Bank for International Settlements.

Amity University has conferred the Degree of Doctor of Philosophy (D.Phil.), Honoris Causa, upon Mr. Mundra, in recognition of his services in the field of banking and related areas.

In the opinion of the Board, Mr. Mundra fulfills the conditions of his appointment as an Independent Director on the Board. It is now proposed to appoint him as an Independent Director of the Company as per the applicable provisions of the Companies Act, 2013 and SEBI (Mutual Fund) Regulations, 1996. The Board of Directors hereby recommends the aforementioned resolution for the approval of the Members.

None of the Directors / or the relatives of Directors, except Mr. Mundra and his relatives are concerned or interested in the resolution.

### Item No. 3

Pursuant to a Share Purchase Agreement ('SPA') executed between DSP ADIKO Holdings Pvt. Ltd and DSP HMK Holdings Pvt. Ltd. ('DSP Entities'), Ms. Aditi Kothari Desai, Ms. Shuchi Kothari

(collectively referred as Purchasers), the Company and DSP BlackRock Trustee Company Pvt. Ltd. (collectively referred as parties of First Part) and BlackRock Advisors Singapore Pte. Ltd. ('BASPL') (party of the Second Part or Sellers) by virtue of which the Purchasers have agreed to purchase the entire 40% stake of BASPL in the Company and DSP Entities have agreed to purchase 49 % of BAPSL in the DSP BlackRock Trustee Company Pvt. Ltd. from the Sellers.

Consequently, the name of the Company was proposed to be changed from 'DSP BlackRock Investment Managers Private Limited' to 'DSP Investment Managers Private Limited.'

The Company had made an application for reservation of name change to the Registrar of Companies, Mumbai and the desired name "DSP Investment Managers Private Limited" was made available vide their letter dated July 3, 2018 to the Company.

The Companies Act, 2013 mandates the Company to obtain the approval of members for the change of name of the Company and consequent amendment of name clause of the Memorandum of Association and name in the Articles of Association of the Company by way of Special Resolution.

The Board of Directors hereby recommends the aforementioned resolution for the approval of the Members.

None of the Directors and relatives thereof is interested or concerned in the proposed Special Resolution except to the extent of their shareholding.

#### **Item No. 4**

The existing Memorandum of Association ('MOA') of the Company is based on the provisions of the Companies Act, 1956. The Companies Act, 1956 has been replaced by the Companies Act, 2013.

In order to change the name clause of the Company and in order to bring existing MOA of the Company in line with the provisions of the new Act, it is proposed that wherever the reference of the Sections of the Companies Act, 1956 is given, the same be deleted / replaced in line with the provisions of the Companies Act, 2013.

There is no major change in the MOA except that the format of the existing Memorandum has been amended in line with Table A of Schedule I of the Companies Act, 2013.

The draft Memorandum of Association depicting above proposed changes is available for inspection by the Members of the Company at its Registered Office.

The Board of Directors hereby recommends the aforementioned resolution for the approval of the Members.

None of the Directors and relatives thereof is interested or concerned in the proposed Special Resolution except to the extent of their shareholding.

#### **Item No. 5**

It is desirable for the Company to increase the Authorised Share Capital of the Company from Rs. 30,00,00,000/- (Rupees Thirty Crores Only) divided into 3,00,00,000 (Three Crores) Equity



shares of Rs.10/- each to Rs. 10,00,00,00,000/- (Rupees One Thousand Crores Only) divided into 1,00,00,00,000 (One Hundred Crores) equity shares of Rs.10 (Rupees Ten only) each.

The Company also proposes to issue bonus shares in future by utilising the free reserves and this would require approval of members to increase the authorised share capital. The equity shares issued would rank pari passu with the existing equity shares of the Company.

The draft Memorandum of Association depicting above proposed changes is available for inspection by the Members of the Company at its Registered Office.

The Board of Directors hereby recommends the aforementioned resolution for the approval of the Members.

None of the Directors, Key Managerial Personnel and relatives thereof is interested or concerned in the proposed Ordinary Resolution except to the extent of their shareholding.

**Item No. 6**

In order to bring the existing Articles of Association ('AOA') of the Company in line with the provisions of the Act, a new set of AOA is proposed to be adopted in substitution of and to the exclusion of the existing AOA.

The Articles of Association have been modified in line with Table F of Schedule I of the Companies Act, 2013.

The draft Articles of Association depicting above proposed changes is available for inspection by the Members of the Company at its Registered Office

The Board of Directors hereby recommends the aforementioned resolution for the approval of the Members.

None of the Directors and relatives thereof is interested or concerned in the proposed Special Resolution except to the extent of their shareholding.

**BY ORDER OF THE BOARD OF DIRECTORS  
OF THE COMPANY**

Sd/-  
**PRITESH MAJMUDAR (Dr.)**  
COMPANY SECRETARY

**REGISTERED OFFICE:**  
Mafatlal Centre, 10<sup>th</sup> Floor, Nariman Point,  
Mumbai - 400 021

Place: Mumbai  
Date: July 26, 2018

DSP BlackRock Investment Managers Private Limited  
CIN: U74140MH1996PTC099483  
Registered Office: Mafatlal Centre, 10th Floor,  
Nariman Point, Mumbai - 400 021

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**ATTENDANCE SLIP**

**22<sup>ND</sup> ANNUAL GENERAL MEETING ON JULY 30, 2018**

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Name	:	
Address	:	
DP ID No.	:	
Client ID	:	
No. of Equity Shares held	:	

I certify that I am a registered member/proxy for the Registered Member of the Company.

I hereby record my presence at the 22<sup>nd</sup> ANNUAL GENERAL MEETING of the Company to be held at Kanha, Board Room, Mafatlal Centre, 10<sup>th</sup> Floor, Nariman Point, Mumbai - 400021 on Monday, July 30, 2018 at 12:00 noon.

**Member's/Proxy's Signature**

**NOTES:**

1. Members/Proxy holders are requested to bring the attendance slip with them when they come to the meeting and hand it over at the entrance after affixing signature.

**Form No. MGT-11**

**PROXY FORM**

(Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014)

CIN of Company : U74140MH1996PTC099483

Name of Company : DSP BlackRock Investment Managers Pvt. Ltd.

Address of its Registered Office : Mafatlal Centre, 10th Floor, Nariman Point, Mumbai - 400 021

Name of the shareholder(s) Registered address E-mail Id Folio No / Client ID DP ID
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I/We, being the shareholder(s) of .....shares of the above named company, hereby appoint :

Name .....  
Address .....  
Email-id ..... Signature ..... Or failing him

Name .....  
Address .....  
Email-id ..... Signature ..... Or failing him

Name .....  
Address .....  
Email-id ..... Signature ..... Or failing him

As my / our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 22<sup>nd</sup> Annual General Meeting of the Company to be held on Monday, July 30, 2018 at 12:00 noon at Kanha, The Board Room, Mafatlal Centre, 10th Floor, Nariman Point, Mumbai - 400 021 and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolu tion No.	Type of Resolution	Resolutions
		Ordinary Business
1	Ordinary Resolution	To consider and adopt:  (a) the audited Standalone financial statement of the Company for the financial year ended March 31, 2018, the reports of the Board of Directors and Auditors thereon; and  (b) the audited Consolidated financial statement of the Company for the financial year ended March 31, 2018.

Special Business		
2	Ordinary Resolution	To approve appointment of Mr. Subhash S. Mundra (DIN: 00979731), who was appointed as an Additional Independent Director by the Board of Directors under Section 161 of the Companies Act, 2013, as an Independent Director of the Company and to consider and if thought fit to pass with or without modification(s).
3	Special Resolution	To approve change of name of the Company from "DSP BlackRock Investment Managers Private Limited" to "DSP Investment Managers Private Limited" and if thought fit to pass with or without modification(s).
4	Special Resolution	To approve alteration of the Memorandum of Association of the Company and to consider and if thought fit to pass with or without modification(s).
5	Ordinary Resolution	To approve increase in the authorised share capital of the Company and thereby amending the Memorandum of Association of the Company and to consider and if thought fit to pass with or without modification(s).
6	Special Resolution	To approve adoption of a new set of Articles of Association of the Company and to consider and if thought fit to pass with or without modification(s)

Signed this .....day of ..... 2018

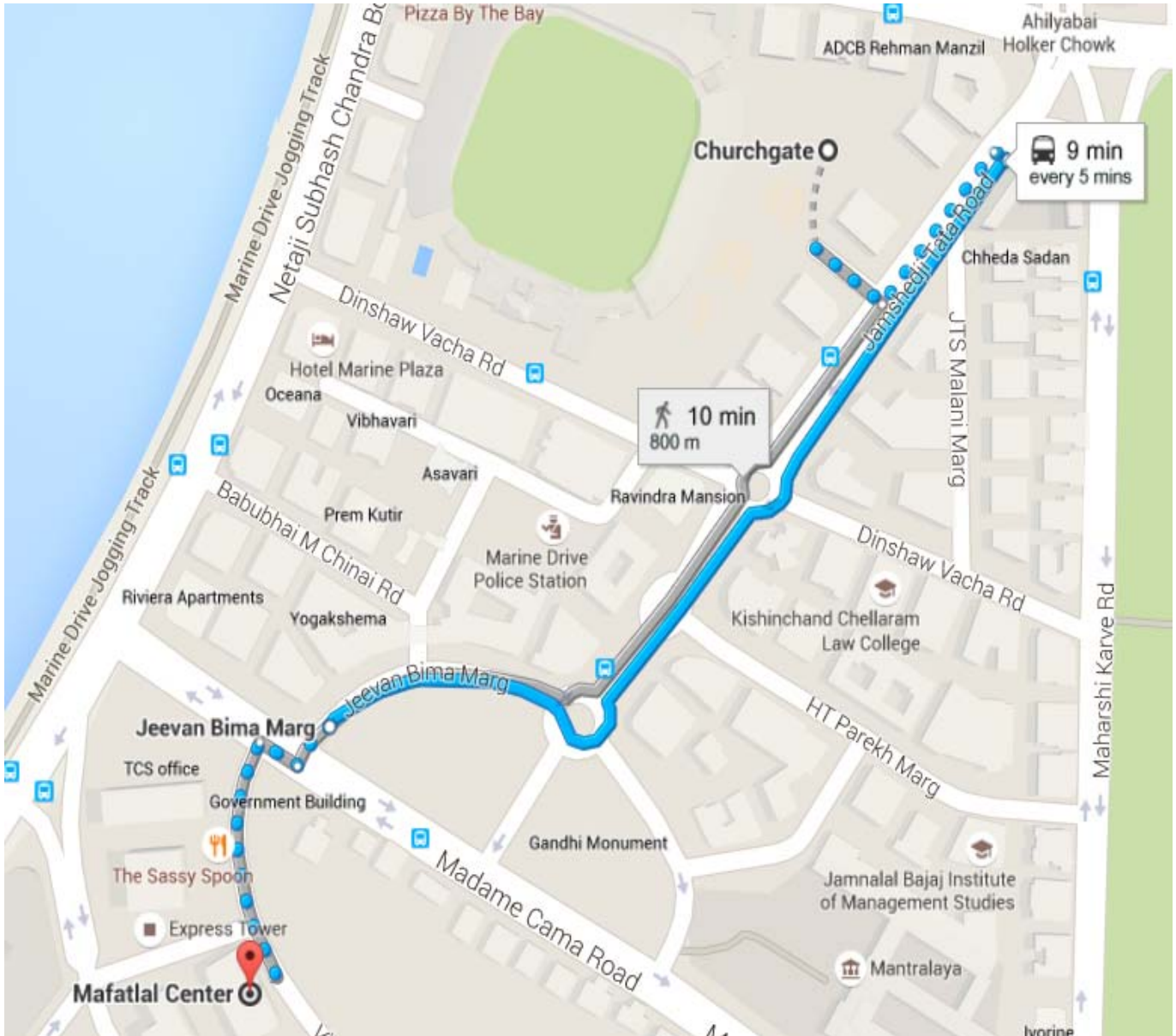
Affix

Signature of shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Map of the Venue of the Annual General Meeting



## Directors' Report

### DSP BlackRock Investment Managers Private Limited

Your Directors are pleased to present the 22<sup>nd</sup> Annual Report together with the audited financial statement of your Company for the financial year ended March 31, 2018.

#### 1. Company Profile:

The Company is Investment Manager to DSP BlackRock Mutual Fund ('Mutual Fund'), a mutual fund registered under Securities and Exchange Board of India ('SEBI') (Mutual Funds) Regulations, 1996 ('Mutual Fund Regulations'). The Company is also Investment Manager to DSP BlackRock Alternative Investment Fund - Category III ('AIF Fund'), an alternative investment fund registered under SEBI (Alternative Investment Funds) Regulations, 2012.

The Company provides non-binding investment advisory services to offshore entities seeking to invest in Indian securities market.

The Company is also Sponsor to DSP BlackRock Pension Fund Managers Pvt. Ltd., a Pension Fund Manager with the Pension Fund Regulatory & Development Authority of India ('PFRDA') till July 31, 2014.

#### 2. Share Capital:

As on March 31, 2018, the Company had Issued, Subscribed and Paid-up Capital of Rs. 200 million.

#### 3. Financials:

The summarized financial results of the Company for the year ended March 31, 2018, as compared with the previous financial year, are as under:

Particulars	Year ended March 31, 2018 (Rs. In Millions)	Year ended March 31, 2017 (Rs. In Millions)
Income	7,518.88	5,105.29
<b>Profit before tax</b>	<b>2973.25</b>	<b>1,195.87</b>
Provision of Taxation	963.68	341.27
<b>Profit after Taxation</b>	<b>2,009.57</b>	<b>854.60</b>
Balance brought forward	5,720.53	4,865.92
Balance carried to General Reserves	<b>Nil</b>	<b>Nil</b>
Transfer to P&L Account	2,009.57	854.60
<b>Balance carried to Balance Sheet</b>	<b>7,730.09</b>	<b>5,720.52</b>

The net worth of the Company has increased to Rs. 7932.49 million as of March 31, 2018, against Rs. 5,922.93 million, as of March 31, 2017.

#### 4. Dividends:

Though your Company continued to register profits during the financial year ended March 31, 2018, your Directors consider it prudent to conserve resources and therefore do not recommend any dividend for the financial year ended March 31, 2018.

## 5. Business Review:

### a. Mutual Fund

The Company manages funds of the Scheme(s) of the Mutual Fund in accordance with the provisions of the Investment Management Agreement executed by the Company with DSP BlackRock Trustee Company Pvt. Ltd., the Trust Deed constituting the Mutual Fund, Mutual Fund Regulations, and the investment objectives & strategy of the Scheme(s). The Company managed 33 open ended schemes and 26 closed ended schemes as on March 31, 2018.

The Company manages assets of the following open ended schemes of the Mutual Fund:

Sr. No.	Name of Scheme	Sr. No.	Name of Scheme
<b>A</b>	<b><u>Open-ended Income Schemes</u></b>	<b>G</b>	<b><u>Open-ended Growth Schemes</u></b>
1	DSP BlackRock Bond Fund	1	DSP BlackRock Equity Fund
2	DSP BlackRock Short Term Fund	2	DSP BlackRock Focus Fund
3	DSP BlackRock Credit Risk Fund	3	DSP BlackRock SmallCap Fund
4	DSP BlackRock Strategic Bond Fund	4	DSP BlackRock Equity Opportunities Fund
5	DSP BlackRock Money Manager Fund	5	DSP BlackRock Top 100 Equity Fund
6	DSP BlackRock Banking & PSU Debt Fund	6	DSP BlackRock Mid Cap Fund
7	DSP BlackRock Regular Savings Fund	7	DSP BlackRock India T.I.G.E.R. Fund (The Infrastructure Growth and Economic Reforms Fund)
8	DSP BlackRock Low Duration Fund	8	DSP BlackRock Natural Resources and New Energy Fund
		9	DSP BlackRock Equity Savings Fund
<b>B</b>	<b><u>Open-ended Liquid Scheme</u></b>	10	DSP BlackRock Dynamic Asset Allocation Fund
1	DSP BlackRock Liquidity Fund		
<b>C</b>	<b><u>Open-ended Money Market Mutual Fund Scheme in Income category</u></b>	<b>H</b>	<b><u>Open-ended Fund of Funds Schemes</u></b>
1	DSP BlackRock Savings Fund	1	DSP BlackRock World Gold Fund
<b>D</b>	<b><u>Open-ended Gilt Scheme</u></b>	2	DSP BlackRock World Energy Fund
1	DSP BlackRock 10Y G-Sec Fund	3	DSP BlackRock World Mining Fund
2	DSP BlackRock Government Securities Fund	4	DSP BlackRock World Agriculture Fund
<b>E</b>	<b><u>Open-ended Aggressive Hybrid Scheme</u></b>	5	DSP BlackRock US Flexible Equity Fund
1	DSP BlackRock Equity & Bond Fund	6	DSP BlackRock Global Allocation Fund
<b>F</b>	<b><u>Open-ended Equity Linked Savings Scheme</u></b>	1	Arbitrage Fund
1	DSP BlackRock Tax Saver Fund	1	DSP BlackRock Arbitrage Fund
		<b>J</b>	<b>ETF/Index Fund</b>
		1	DSP BlackRock Equal Nifty 50 Fund
		2	DSP BlackRock Liquid ETF

The Company also manages close ended debt oriented schemes viz. Fixed Maturity Plans, Fixed Term Plans and Dual Advantage Funds and close ended equity scheme viz. DSP BlackRock 3 Years Close Ended Equity Fund, DSP BlackRock A.C.E. Fund (Analyst's Conviction Equalized)- Series 1 and DSP BlackRock A.C.E. Fund (Analyst's Conviction Equalized)- Series 2.

The average assets under management of the Mutual Fund for the quarter ended March 31, 2018 stood at 8.632 million as compared to 6.519 million for the quarter ended March 31, 2017.

**b. Alternative Investment Fund:**

DSP BlackRock India Enhanced Equity Fund, an open ended scheme was the first scheme offered by DSP BlackRock Alternative Investment Fund (AIF Fund) in April 2014. Further, the AIF Fund launched DSP BlackRock Emerging Stars Fund a close ended scheme in December 2015. The Fund also launched DSP BlackRock AIF Pharma Fund, a close ended scheme on August 29, 2016; DSP BlackRock Core Fund, a close ended scheme on September 6, 2016; and DSP BlackRock India Enhanced Equity SatCore Fund, an open ended scheme on February 10, 2017 and DSP BlackRock High Conviction Fund, an close ended scheme on January 18, 2018. The total assets under management of Alternative Investment Fund as on March 31, 2018 is Rs 41,858.90 million.

**c. Non-Binding Advisory Services:**

Under its non-binding advisory services, the Company advised to various offshore entities and the assets under the advisory business as on March 31, 2018 are Rs. 1,66,030.46 million.

**6. Subsidiaries:**

DSP BlackRock Investment Managers (Mauritius) Ltd. ('Mauritius IMC')

Mauritius IMC is a wholly owned subsidiary of the Company and is registered under laws of Mauritius. Mauritius IMC acts as the Investment Manager to offshore fund(s) seeking to invest in Indian securities market. The Company provides non binding advisory services to Mauritius IMC. As on March 31, 2018 the assets under management of Mauritius IMC was USD 51.90 million.

Particulars	Year ended March 31, 2018(Rs. in million)
Income	1.86
Profit After Taxation	(19.98)
Net worth	20.66

DSP BlackRock Pension Fund Managers Pvt. Ltd. ('DSPBLK-PFM')

The Company holds 62.50% of equity share capital of DSPBLK-PFM. DSPBLK-PFM ceased to be Pension Fund Managers under the National Pension System with effect from July 31, 2014 consequent to its decision to not to match the lowest bid (Investment Management Fee was 0.01% p.a.) under the Request for Proposal issued by PFRDA dated January 16, 2014, since it was commercially unviable. The scheme assets (net of liabilities) managed by DSPBLK-PFM as on July 31, 2014 were transferred to the default Pension Fund, SBI Pension Funds Pvt. Ltd., on August 1, 2014.

The Company, being the Sponsor has submitted a fresh proposal to PFRDA in response to their Request for Proposal dated 17/09/2016 (RFP) for selection of Pension Fund Managers for NPS private sector schemes. The final outcome of this RFP process is awaited and while the company has not yet received any formal communication from PFRDA in this regard, it is assumed that the RFP would have got time barred as on date. DSPBLK-PFM is awaiting communication in this regard and will proceed on further steps on that basis. DSPBLK-PFM is expecting that in case the current RFP is declared formally as time barred, then PFRDA would initiate a fresh RFP for selection of Pension Fund Managers and would consider participating in the same.

The summarized financial results of DSPBLK-PFM for the year ended March 31, 2018 are as under:

Particulars	Year ended March 31, 2018 (Rs. in million)
Income	6.39
Profit before tax	6.09
Provision of Taxation	(1.93)



Profit After Taxation	4.16
Balance brought forward	(9.94)
Balance carried to Balance Sheet	(5.78)
Net worth	264.22

There are no changes in subsidiaries during the financial year ended March 31, 2018. The statement containing the salient features of the financial statement of subsidiaries of the Company in the prescribed format AOC-1 is appended as Annexure I to the report. Further, the audited financial statements in respect of subsidiaries of the Company are available at registered office of the Company for review of members.

#### 7. Material changes:

#

During the year, there are no material changes and commitments, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

#### 8. Board of Directors & Committee(s) of Directors:

##### Board of Directors:

There were changes in the constitution of the Board of Directors since the date of last annual general meeting.

- a. Ms. Aditi Kothari Desai was appointed as an Additional Executive Director with effect from October 26, 2017.
- b. Mr. Dhananjay Mungale was appointed as an Additional Independent Director with effect from October 26, 2017.
- c. Ms. Aditi Kothari Desai was appointed as an Executive Director with effect from December 8, 2017
- d. Mr. Dhananjay Mungale was appointed as an Independent Director with effect from December 8, 2017
- e. Ms. Susan Wagner resigned with effect from February 6, 2018.
- f. Mr. Subhash S Mundra was appointed as an Additional Independent Director with effect from February 12, 2018.

The present constitution and changes in the Board since the last annual general meeting is given in the table below.

##### Committee(s) of Directors:

The Board has constituted following Committee(s) of Directors:

#### 1. Audit Committee

Mr. Dhananjay Mungale was inducted as a member of the Audit Committee from October 26, 2017.

The Audit Committee is comprised of Mr. Uday Khanna - Chairman (Independent Director), Mr. Ranjan Pant (Independent Director), Mr. Piyush Mankad (Independent Director) and Mr. Dhananjay Mungale (Independent Director).

The terms of reference of the Audit Committee includes reviewing the half yearly and annual financial statements, internal control systems, internal audit plan, SEBI inspection reports, audit reports and observations of statutory and internal auditors, implementation of audit recommendations as well as compliance of regulations with regard to operations of the Company, the Mutual Fund and the AIF Fund.

## 2. Corporate Social Responsibility Committee

The Corporate Social Responsibility ('CSR') Committee was constituted during financial year ended March 31, 2015 under section 135 of the Companies Act, 2013 ('the Act').

The CSR Committee comprises of Mr. Hemendra Kothari (Chairman) Mr. Uday Khanna (Independent Director) and Mr. Piyush Mankad (Independent Director).

The terms of reference of the CSR Committee includes formulation of CSR Policy, recommendation of expenditure for CSR activities, monitoring implementation of the CSR projects/ activities undertaken by the Company and to implement CSR Policy.

Four meetings of Board of Directors and Audit Committee of the Company were held during the financial year ended March 31, 2018. These meetings were held on April 21, 2017, July 11, 2017, October 26, 2017 and February 12, 2018. Two meetings of Corporate Social Responsibility Committee meetings were held during the financial year ended March 31, 2018. These meetings were held on July 11, 2017 and February 12, 2018.

The details of attendance of the Directors in the meeting of the Board of Directors and Committee(s) of Directors during the financial year ended March 31, 2018 are given below:

Sr No	Name	Designation	No. of Board meetings attended	No. of Audit Committee meetings attended	No. of CSR Committee meetings attended
1	Mr. Hemendra Kothari	Chairman	4	N.A.	2
2	Mr. Ranjan Pant	Independent Director^	3	3	N.A.
3	Dr. Omkar Goswami	Independent Director^	3	N.A.	N.A.
4	Mr. Piyush Mankad	Independent Director^	4	4	2
5	Mr. Uday Khanna	Independent Director^	4	4	2
6	Ms. Susan Wagner*	Director	-	N.A.	N.A.
7	Mr. Ryan Stork	Director	2	N.A.	N.A.
8	Mr. Ramadorai Subramaniam	Independent Director^	4	N.A.	N.A.
9	Mr. David Graham	Director	4	N.A.	N.A.
10	Mr. Andrew Reynolds	Director	4	N.A.	N.A.
11	Ms. Aditi Kothari Desai*	Director	1	N.A.	N.A.
12	Mr. Dhananjay Mungale*	Independent Director^	2	2	N.A.
13	Mr. Subhash S Mundra*	Additional Independent Director^	1	N.A.	N.A.
	Total nos. of meetings held		4	4	2

*N.A. - Not a member of the Committee*

^ Independent Director in terms of SEBI (Mutual Funds) Regulations, 1996.

\* Changes in Directorships:

- Ms. Aditi Kothari Desai was appointed as an Additional Executive Director with effect from October 26, 2017.
- Mr. Dhananjay Mungale was appointed as an Additional Independent Director with effect from October 26, 2017.
- Ms. Aditi Kothari Desai was appointed as an Executive Director with effect from December 8, 2017
- Mr. Dhananjay Mungale was appointed as an Independent Director with effect from December 8, 2017
- Ms. Susan Wagner resigned with effect from February 6, 2018.

- f. Mr. Subhash S Mundra was appointed as an Additional Independent Director with effect from February 12, 2018.

#### **9. Statutory Auditors:**

M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, were appointed for the period of five years as the Statutory Auditors of the Company from the conclusion of the Twenty-First Annual General Meeting of the Company held on September 7, 2018 M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, have confirmed their eligibility under Section 141 of the Companies Act, 2013.

Pursuant to the Notification dated 07<sup>th</sup> May, 2018 issued by the Ministry of Corporate Affairs, the ratification of Auditors had been omitted. Hence, M/s. Deloitte Haskins & Sells LLP, Chartered Accountants to continue as Statutory Auditors till next Annual General Meeting however ratification for the same is not placed at the Annual General Meeting

#### **10. Conservation of Energy, Technology Absorption and Exports/Foreign Exchange Earnings and Outgo:**

##### **a. Energy Conservation and Technology Absorption:**

The Company does not carry any manufacturing activity. The particulars required to be furnished in the Directors' Report under section 134(3)(m) of the Act read with Rule 8(3)(A) and (B) of the Companies (Accounts) Rules, 2014 relating to energy conservation and technology absorption are not applicable to the Company.

##### **b. Foreign Exchange earnings and outgo:**

The Company earned foreign currency revenue of Rs. 255.37 million and incurred foreign currency exchange expenditure of Rs. 34 million during the financial year

#### **11. Directors' Responsibility Statement:**

Pursuant to section 134(3)(c) of the Act, the Directors of your Company state that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **12. Secretarial Standards:#**

The Directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

#### **13. Corporate Social Responsibility:**

Pursuant to section 135 of the Act, a brief outline on Corporate Social Responsibility ('CSR') Policy of the Company and the CSR activities/initiatives undertaken by the Company is annexed herewith as Annexure II.

#### **14. Extract of the annual return:**

Pursuant to section 134(3)(a) extract of Annual Return as provided under section 92(3) of the Act is annexed herewith in Form No. MGT-9 as Annexure III.

#### **15. Particulars of contracts or arrangements with related parties:**

The particulars of contracts or arrangements with related parties referred to in section 188(1) of the Act is annexed herewith in Form AOC-2 as Annexure IV.

#### **16. Risk management:**

Your Company has committed to the highest standard of risk management. To this effect the following measures has been taken:

- I. Appointment of the independent internal audit firm M/s. M.P. Chitale & Co. ('MPC'), Chartered Accountants.
- II. Rolled out Compliance manual which lays down internal control parameters including internal control systems.
- III. The Company have following policies to mitigate regulatory, financial and legal risk:
  - a) Business Contingencies Plan
  - b) Investment & RQA Oversight Process
  - c) Operating Event Policy
  - d) Information Security & Privacy Policy
  - e) Code of Business Conduct and Ethics
  - f) Policy Regarding Business Activities with Government Official
  - g) Outsourcing Policy
  - h) Anti-Money Laundering Policy
  - i) Privacy Policy
  - j) Anti-Bribery and Corruption Policy
  - k) Anti-Fraud Policy

Further, the Legal and Compliance Department of the Company obtain Compliance Certificate from concerned Head of Functions confirming compliance with the applicable Acts, Rules and Regulation applicable to the respective Department on quarterly basis.

#### **17. Internal Financial Controls:**

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

#### **18. Prevention of Sexual Harrasment of Women at Workplace:**

In line with the requirement of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has adopted a policy on prohibition of sexual harassment at workplace. There were no cases filed of any sexual harassment by any employee including visitors or other non employee during the financial year ended March 31, 2018.

#### **19. Loans, guarantee, security and acquisition made by the company:**

The details of loans, guarantee, security and acquisition made by the company during the financial year ended March 31, 2018 annexed herewith as Annexure V.

#### **20. Particulars of Employees:**

The details of employees in receipt of remuneration pursuant to Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are not applicable to the Company.

## **21. Registrar and Transfer Agents:**

Karvy Computershare Private Limited are the Registrar and Transfer Agents of the Company.

## **22. General:**

Your Directors state that no disclosure or reporting is required in respect of the following items during the year under review:

1. Details relating to deposits covered under Chapter V of the Act.
2. Details of significant and material orders were passed by the Regulators or Courts or Tribunals which impacts the going concern status and Company's operations in future.

## **23. Appreciation:**

The Directors would like to express their appreciation to the Government of India, the Securities and Exchange Board of India (SEBI), the Reserve Bank of India (RBI), the Association of Mutual Funds in India (AMFI), Indian Private Equity and Venture Capital Association (IVCA), PFRDA and the Trustees for their continued support and guidance.

The Directors would also like to thank the Auditors, Custodian, Fund Administration, Registrar & Transfer Agent of the schemes, KYC Registration Agencies, Bankers, Distributors, Brokers, Stock Exchanges, Depositories and all other service providers for their valuable support.

The Directors wish to thank all unit holders for their strong support.

The Directors wish to place on record their appreciation to each and every employee of the Company for their valuable contribution to the growth of the Company.

**For and on behalf of the Board of Directors**

Sd/-  
Hemendra Kothari  
Chairman  
(DIN: 00009873)

Place: Mumbai  
Date: June 25, 2018

## Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)  
Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

## Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.in lakhs)

1.	Name of the subsidiary	DSP BlackRock Investment Managers (Mauritius) Ltd.	DSP BlackRock Pension Fund Managers Pvt. Ltd.
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	March 31, 2018	March 31, 2018
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	INR (Exchange rate as on March 31, 2018:65.0441)	INR
4.	Share capital	1,205.17	2700.00
5.	Reserves & surplus	(998.61)	(57.83)
6.	Total assets	255.82	2663.47
7.	Total Liabilities	49.25	21.29
8.	Investments	1.3	2647.93
9.	Turnover	18.57	63.91
10.	Profit / (Loss) before taxation	(199.79)	60.9
11.	Provision for taxation	Nil	(19.28)
12.	Profit / (Loss) after taxation	(199.79)	41.61
13.	Proposed Dividend	Nil	Nil
14.	% of shareholding	100.00	62.50

## Part "B": Associates and Joint Ventures

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Sl. No.	Name of associates/Joint Ventures	Name 1
1	Latest audited Balance Sheet Date	-
2	Shares of Associate/Joint Ventures held by the company on the year end (No., Amount of Investment in Associates/Joint Venture, Extend of Holding%)	-
3	Description of how there is significant influence	-
4	Reason why the associate/joint venture is not consolidated	-
5	Net worth attributable to shareholding as per latest audited Balance Sheet	-
6	Profit/Loss for the year	-
	i Considered in Consolidation	-
	i Not Considered in Consolidation	-

## ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

In order to create a meaningful impact it is important to focus on fewer projects. The Company concentrates its CSR efforts around the following themes which will account for 80% of the fund allocations:

- i. **Education and Empowerment of Children:** with special emphasis on underprivileged children, education and empowerment of adolescent girl children.
- ii. **Skill Development:** including employment enhancing vocation skills.
- iii. **Wildlife & Environment Protection** - Projects focused on restoring ecological balance, protection of flora and fauna, protection of animals including collaborative efforts required to train and empower institutions protecting wildlife and raise awareness amongst the people.

The Company shall also undertake other CSR projects/activities as listed in Schedule VII of the Act. However, allocation of funds to such projects/activities shall not exceed 20% of the yearly CSR budget. The CSR projects/activities shall be undertaken in locations within India. The CSR Policy is annexed to the Report as Annexure A.

The CSR Policy may be accessed on the Company's website at the link: <https://www.dspblackrock.com/docs/default-source/default-document-library/dspblk-csr-policy.pdf>

2. The Composition of the CSR Committee are as follows:

In accordance with Section 135 of the Companies Act, 2013 a CSR Committee of the Board shall consist of atleast of three or more directors. The CSR Committee comprises of Mr. Hemendra Kothari (Chairman), Mr. Piyush Mankad (Independent Director) and Mr. Uday Khanna (Independent Director).

3. Average net profit of the company for last three financial years Rs. 10,072.46 lakhs
4. Prescribed CSR Expenditure (two per cent. of the amount as in item 3 above) Rs. 201.45 lakhs
5. Details of CSR spent during the financial year.
  - (a) Total amount to be spent for the financial year; Rs. 189.68 lakhs
  - (b) Amount unspent, if any; Rs. 11.77 lakhs\*

\* unspent during the year 2017-18 than the prescribed CSR expenditure

(c) Manner in which the amount spent during the financial year is detailed below:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR project or activity identified.	Sector in which the Project is covered.	Projects or programs (1) Local area or other (2) Specify the State and district where projects or a program was undertaken	Amount outlay (budget/limit) project or programs wise (in Rs.)	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs. (2) Overheads: (in Rs.)	Cumulative expenditure upto to the reporting period. (in Rs.)	Amount spent: Direct or through implementing agency
1	Sevasahayog Foundation	Contribution towards Educational aid for the underprivileged children	Mumbai, Maharashtra	4,10,400	4,10,400	4,10,400	Through Agency
2	The Aangan Trust	Contribution towards strengthening India's girl child protection system	Mumbai, Maharashtra	1,500,000	1,500,000	1,500,000	Through Agency
3	Impact Foundation (India)	Education and betterment of children from the underprivileged society	Bihar & North India	22,50,000	22,50,000	22,50,000	Through Agency
4	Paragon Charitable Trust	Contribution towards Educational aid for the underprivileged children thru Teacher training	Mumbai, Maharashtra	2,091,005	2,091,005	2,091,005	Through Agency
5	Sahaara Charitable Society	Education and betterment of children from the underprivileged society	Mumbai, Maharashtra	676,355	676,355	676,355	Through Agency
6	Prerana	Shelter home for the rescued girls of mothers who work in red light area	Mumbai, Maharashtra	1,587,006	1,587,006	1,587,006	Through Agency
7	CEQUIN - Centre For Equity And Inclusion ( A Unit Of Jai Jawan Jai Kisan Trust )	Contribution towards violence against women	Delhi	1,000,000	1,000,000	1,000,000	Through Agency



(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR project or activity identified.	Sector in which the Project is covered.	Projects or programs (1) Local area or other (2) Specify the State and district where projects or a program was undertaken	Amount outlay (budget/limit) project or programs wise (in Rs.)	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs. (2) Overheads: (in Rs.)	Cumulative expenditure upto to the reporting period. (in Rs.)	Amount spent: Direct or through implementing agency
8	SD Foundation	Sponsorship of higher education for youth from the underprivileged society	Karnataka	620,000	620,000	620,000	Through Agency
9	Lok Biradari Prkalp (A Project Of Maharogi Sewa Samiti, Warora)	Education for the underprivileged children	Maharashtra	700,000	700,000	700,000	Through Agency
10	Oxfam India	Contribution towards equality and violence against women	India	248,480	248,480	248,480	Through Agency
11	Isha Education	Education for the underprivileged children	Tamil Nadu	1,500,000	1,500,000	1,500,000	Through Agency
12	SNEHA (Society For Nutrition, Education And Health Action)	Contribution towards better education & Health for the underprivileged children	Mumbai, Maharashtra	2,000,000	2,000,000	2,000,000	Through Agency
13	Goonj	Contribution towards overall upliftment of villages - education, health, sanitation, infrastructure development	Maharashtra & Rajasthan	2,134,605	2,134,605	2,134,605	Through Agency
14	Cancer Patients Aid Association	Medical help for Cancer patients	Maharashtra	250,000	250,000	250,000	Through Agency
15	MRT no:1 Charitable Trust	To develop professional occupations thru community service	Tamil Nadu	200,000	200,000	200,000	Through Agency

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR project or activity identified.	Sector in which the Project is covered.	Projects or programs (1) Local area or other (2) Specify the State and district where projects or a program was undertaken	Amount outlay (budget/limit) project or programs wise (in Rs.)	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs. (2) Overheads: (in Rs.)	Cumulative expenditure upto to the reporting period. (in Rs.)	Amount spent: Direct or through implementing agency
16	United Way Of Chennai	Contribution towards nutrition of children	Tamil Nadu	300,000	300,000	300,000	Through Agency
17	Foundation For Promotion Of Sports And Games	Engages in training and mentoring for athletes to represent India in Olympics	India	500,000	500,000	500,000	Through Agency
18	The Akshaya Patra Foundation	Contribution towards nutrition of children	India	1,000,000	1,000,000	1,000,000	Through Agency
<b>Total</b>					<b>18,967,851</b>		

6. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

The Company has allocated resources for CSR activities only after due diligence and identification of eligible Projects/Programs. The Company shall endeavor to identify more eligible projects for utilization of the allocated budget for CSR activities in the coming years.

7. Responsibility Statement.

The implementation and monitoring of CSR Policy, is in compliance with CSR objectives and policy of the Company.

Sd/-  
Hemendra Kothari  
Chairman  
DIN: 00009873

Place: Mumbai  
Date: June 25, 2018

**CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY  
(U/S 135 OF THE COMPANIES ACT, 2013)**

**I. Background**

- b. The Companies Act, 2013 (The Act) requires both public and private companies in India which have either
  - i. net worth of INR 5 billion or more or
  - ii. turnover of INR 10 billion or more or
  - iii. net profit of INR 50 million or more

within any of the previous three financial years, to contribute 2% of their average net profits of the three preceding financial years to Corporate Social Responsibility initiatives, or specify their reasons for not spending that amount in their Board of Director's annual reports.

- c. The CSR spending of each company is to be overseen by a sub-committee of the company's board of directors, whose duties include developing a CSR policy, recommending CSR activities to be undertaken and the amount of spending on each activity, and monitoring the company's CSR policy. The company's board of directors is responsible for ensuring that at least 2% of the average net profit of the company over the three immediately preceding financial years is spent on CSR initiatives in pursuance of its CSR Policy.
- d. The Companies (Corporate Social Responsibility Policy) Rules, 2014 ("the Rules") further clarify that:
  - i. a company's CSR policy shall specify the CSR projects and programs to be undertaken, modalities of execution, implementation schedules and monitoring processes;
  - ii. companies may choose to conduct their CSR programs through trusts, societies or charitable companies operating in India, provided that if the entity is not set up by the company, its holding or subsidiary or associated company, that entity has been carrying out related activities for at least three years;
  - iii. companies may collaborate or pool resources with other companies to undertake their CSR activities, so long as the companies can report separately on those CSR activities;
  - iv. CSR activities must be undertaken within India;
  - v. activities that are for the exclusive benefit of employees of the company or their families, contributions to political parties and activities in the normal course of business are excluded from the CSR spending; and
  - vi. up to 5% of a company's annual CSR expenditures including expenditure on administrative overheads, may be used for capacity building of the company's own personnel or of their implementing agencies.
- e. The Rules also set out the disclosure requirements for the Board of Directors' Annual Report where a company meets the section 135 threshold. The information to be disclosed to the Registrar in the Board's Annual Report includes the CSR policy and projects, composition of their CSR Committees, average net profits for the last three fiscal years, prescribed CSR expenditures, details of CSR spending during the fiscal year, reasons for failing to meet their CSR spending if the company has failed to spend the 2% required, and a statement by the CSR Committee that the implementation and monitoring of the CSR policy is in compliance with the CSR objectives and Policy. The Board must also display the company's CSR policy on its website, if such a website exists.
- f. Schedule VII of the Act (appended as Annexure I to this Policy) has prescribed the types of activities for which CSR expenditures can be made:

## II. Policy Statement

- a. DSP BlackRock Investment Managers Pvt Ltd (The "Company") commits to conduct its business in a responsible, fair, transparent and ethical manner and extend its responsibility to create a meaningful social impact to the local communities.
- b. In this endeavour, the Company commits to undertake CSR activities in accordance with the provisions of Section 135 of the Indian Companies Act, 2013 and related Rules.

## III. CSR Objectives, Projects - Activities

- a. In order to create a meaningful impact it is important to focus on fewer projects. The Company will concentrate its CSR efforts around the following themes which will account for 80% of the fund allocations:
  - i. **Education and Empowerment of Children:** with special emphasis on underprivileged children, education and empowerment of adolescent girl children.
  - ii. **Skill Development:** including employment enhancing vocation skills.
  - iii. **Wildlife & Environment Protection** - Projects focused on restoring ecological balance, protection of flora and fauna, protection of animals including collaborative efforts required to train and empower institutions protecting wildlife and raise awareness amongst the people.
- b. The Company shall also undertake other CSR projects/activities as listed in Schedule VII of the Act. However, allocation of funds to such projects/activities shall not exceed 20% of the yearly CSR budget.
- c. The CSR projects/activities shall be undertaken in locations within India.

## IV. CSR Organization:

- a. **CSR Committee:** The Committee shall comprise of not less than three directors, out of which at least one member will be an independent director. Following shall be the scope of the CSR Committee:
  - i. formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the projects/activities to be undertaken by the Company as specified in Schedule VII;
  - ii. recommend the amount of expenditure to be incurred on CSR projects/activities.
  - iii. shall institute a transparent monitoring mechanism for implementation of the CSR projects/activities undertaken by the Company.
  - iv. Submit an annual report of CSR projects/activities to the Board.
- b. **DSP BlackRock Gives Committee:** This committee shall comprise of employees drawn from various functions and shall have the following duties and responsibilities:
  - i. Recommend Policy changes to the CSR committee
  - ii. Develop CSR strategies and project identification mechanism
  - iii. Evaluation of NGOs, their proposals and allocation of funds.
  - iv. Coordinate CSR projects/activities.
  - v. Administration of CSR budget and its allocation.
  - vi. Periodic assessment of the activities of NGOs supported by the Company and the impact generated.
  - vii. Periodic reporting to the CSR committee.

## V. Modalities of Execution

- a. The day to day implementation and execution of CSR activities/projects shall be carried out through the DSP BlackRock Gives Committee.
- b. Execution will largely be in the form of support to non-profit and voluntary organizations (NGOs) focusing on activities/projects included in paragraph III above.
- c. The Company will also support non-profit organizations which play the role of a catalyst in the themes/sectors identified in paragraph III (a) above by working with both philanthropists and social entrepreneurs and bring together knowledge, funding and people. Their activities could be in the form of providing research on social issues to funders, conducting workshops and training for NGOs to build skills, providing a platform or forum for philanthropists to identify competent NGOs and for NGOs to raise funds.
- d. All such organisations shall have an established track record as specified in the Act (currently three years).
- e. The Company shall consider the following modes of support.
  - i. financial support (monetary donations, grants,)
  - ii. Sponsorship to workshops and training programs for NGOS to provide skill sets necessary to build and maintain a sustainable and scalable organisation and accelerate their impact.
  - iii. in-kind giving
  - iv. other material support
  - v. employee volunteering (making time, skills, mentoring, etc.)
- f. The Company could seek assistance from firms specializing in the social sector for research on social issues, to identify NGOs with good track record, good governance standards, and a sustainable model and post funding monitoring of NGO's progress. It is equally important to continuously monitor the activities of the NGOs being supported to ensure that they meet the targeted levels of impact committed at the time of funding.
- g. The Company will also encourage its employees to contribute to CSR initiatives by matching charitable donations rupee for rupee through a Matching Gifts Program.
- h. The Company will encourage its employees to donate their time to local causes and will accommodate reasonable requests for time away from the office to engage in community activities.
- i. The following activities do not qualify as CSR Activities under the Companies Act, 2013:
  - i. Projects or activities not falling within Schedule VII (Annexure 1);
  - ii. Activities undertaken in pursuance of normal course of business;
  - iii. Projects or programs or activities that benefit only the employees of the Company and their families
  - iv. Direct or indirect contribution to any political party.

## VI. CSR Budget

- a. At the commencement of each fiscal year the Board will agree an amount which should be allocated to CSR programs. This amount shall not be less than as prescribed by the Act (Currently, a minimum of 2% of its average Net Profits in the immediately preceding three (3) financial years). Average Net profits shall mean the net profits of the Company as per the Profit & Loss Statement prepared in accordance with the Companies Act, 2013; Net Profits shall exclude (a) profits arising from any overseas branch or branches of the Company (whether operated as a separate company or otherwise); or (b) dividend received from other companies in India.
- b. The surplus arising out of the CSR activities or projects shall not form part of the business profit of the Company.
- c. Contributions by employees may also be received and utilized in respect of the CSR activities undertaken.

The Company will aim to grow this core amount over time and, depending on the profitability of the Company, may make specific one-off donations.

## Annexure I

### Activities which may be included in the Corporate Social Responsibility Policy as per Schedule VII of the Act

- i. eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water;
- ii. promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
- iii. promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
- iv. ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund setup by the Central Government for rejuvenation of river Ganga;
- v. protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts;
- vi. measures for the benefit of armed forces veterans, war widows and their dependents;
- vii. training to promote rural sports, nationally recognised sports, paralympic sports and Olympic sports;
- viii. contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women;
- ix. contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government;
- x. rural development projects.
- xi. slum area development.

Explanation.— For the purposes of this item, the term ‘slum area’ shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.

*Note: This Annexure may be revised in line with any amendments/inclusions made to Schedule VII of the Companies Act, 2013.*

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## Form No. MGT- 9

## EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON MARCH 31, 2018

[Pursuant to section 92 (3) of the Companies Act, 2013 and rule 12 (1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U74140MH1996PTC099483
ii.	Registration Date	May 13, 1996
iii.	Name of the Company	DSP BlackRock Investment Managers Pvt. Ltd.
iv.	Category/Sub-Category of the Company	Category: Company Limited by Shares Sub-Category: Indian Non Government Company
v.	Address of the Registered office and contact details	Registered Office: Mafatlal Centre, 10th Floor, Nariman Point, Mumbai - 400 021 Contact details:+91 22 66578000
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Name: M/s. Karvy Computershare Private Limited Address: Karvy Selenium Tower B, Plot No 31 & 32, 1th Floor, Gachibowli, Financial District, Nanakramguda, Serilingampally-Hyderabad - 500 032, Telangana Contact details: Name: Mr. Venu Gopal N S V, Deputy General Manager. Email Id: nsv.venu@karvy.com Tel. No.: 022 67720300 / 67720400

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr . No.	Name and Description of main products/ services	NIC Code of the Product/ Service	% to total turnover of the company
1	Fund Management Activities	6630	100



III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary /Associate	% of shares held	Applicable Section
1	Name: DSP BlackRock Pension Fund Managers Pvt. Ltd. Address: Mafatlal Centre, 10th Floor, Nariman Point, Mumbai - 400 021	U67190MH2012 PTC238252	Subsidiary	62.50	2(87)(ii)
2	Name: DSP BlackRock Investment Managers (Mauritius) Ltd. Address: 34 Cybercity, 4th Floor Ebene Heights, Ebene, Mauritius	Not Applicable	Wholly Owned Subsidiary	100.00	2(87)(ii)



Funds									
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(1)	-	-	-	-	-	-	-	-	-
<b>2. Non Institutions</b>									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
(i) Indian									
(ii) Overseas									
b) Individuals	-	-	-	-	-	-	-	-	-
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh									
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
Others(Specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(2)	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	<b>2,00,00,000</b>	<b>-</b>	<b>2,00,00,000</b>	<b>100</b>	<b>2,00,00,000</b>	<b>-</b>	<b>2,00,00,000</b>	<b>100</b>	<b>-</b>

ii. *Shareholding of Promoters*

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	BlackRock Advisors Singapore Pte. Ltd.	80,00,000	40	-	80,00,000	40	-	-
2	DSP HMK Holdings Pvt. Ltd.	40,00,000	20	-	40,00,000	20	-	-

3	DSP ADIKO Holdings Pvt. Ltd.	80,00,000	40	-	80,00,000	40	-	-
	<b>Total</b>	<b>2,00,00,000</b>	<b>100</b>	<b>-</b>	<b>2,00,00,000</b>	<b>100</b>	<b>-</b>	<b>-</b>

*iii. Change in Promoters' Shareholding (please specify, if there is no change)*

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	2,00,00,000	100	2,00,00,000	100
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
3	At the End of the year	2,00,00,000	100	2,00,00,000	100

*iv. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):NA*

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	-	-	-	-
2	Date wise Increase/Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/ transfer/ bonus/sweat equity etc):	-	-	-	-
3	At the End of the year (or on the date of separation, if separated during the year)	-	-	-	-

*v. Shareholding of Directors and Key Managerial Personnel: NA*

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	-	-	-	-
2	Date wise Increase / Decrease in Share holding during the	-	-	-	-

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
3	At the End of the year	-	-	-	-

#### V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	10,220,235.00	Nil	Nil	10,220,235.00
ii) Interest due but not paid	-			-
iii) Interest accrued but not	-			-
Total (i+ii+iii)		Nil	Nil	
Change in Indebtedness during the financial year				
- Addition	8,440,080.00	Nil	Nil	8,440,080.00
- Reduction	6,000,013.74			6,000,013.74
Net Change	2,440,066.26	Nil	Nil	2,440,066.26
Indebtedness at the end of the financial year				
i) Principal Amount	12,660,302.37	Nil	Nil	12,660,302.37
ii) Interest due but not paid	-			-
iii) Interest accrued but not due	-			-
Total (i+ii+iii)	12,660,302.37	Nil	Nil	12,660,302.37



C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a)Salary as per provisions contained in section17(1)of the Income-tax Act,1961 (b)Value of perquisites u/s 17(2)Income-tax Act,1961 (c)Profits in lieu of salary under section 17(3)Income-tax Act,1961	-	-	-	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-	-
5.	Others, please specify	-	-	-	-
6.	Total	-	-	-	-

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD /NCLT/Court]	Appeal made. If any (give details)
<b>A. Company</b>					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
<b>B. Directors</b>					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
<b>C. Other Officers In Default</b>					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

<b>1. <u>Details of contracts or arrangements or transactions not at arm's length basis</u></b>	
(a) Name(s) of the related party and nature of relationship	-
(b) Nature of contracts/arrangements/transactions	-
(c) Duration of the contracts / arrangements/transactions	-
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	-
(e) Justification for entering into such contracts or arrangements or transactions	-
(f) date(s) of approval by the Board	-
(g) Amount paid as advances, if any:	-
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188	-
<b>2. <u>Details of material contracts or arrangement or transactions at arm's length basis</u></b>	
(i) Leave and Licence agreement to be executed by the company with Reclamation Properties (India) Pvt. Ltd. and Reclamation Realty (India) Pvt. Ltd.	
(a) Name(s) of the related party and nature of relationship	Reclamation Properties (India) Pvt. Ltd. and Reclamation Realty (India) Pvt. Ltd.
(b) Nature of contracts/arrangements/transactions	Leave and Licence Agreement
(c) Duration of the contracts / arrangements/transactions	Ongoing leave and Licence agreement with respect to premises at 10th and 11th Floor Mafatlal Centre, Nariman Point, Mumbai - 400 021 which is currently being used by the Company
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	Rent rate similar to the rate prevailing in the market and at arm's length price and in ordinary course of business.
(e) Date(s) of approval by the Board, if any:	April 21, 2017
(f) Amount paid as advances, if any:	-



<b>(ii) Appointment of Ms. Aditi Kothari as an Additional Executive Director of the company and fix remuneration for the Office or Place of Profit in the Company in the terms of Section 188(1)(f) of the Companies Act, 2013.</b>	
(a) Name(s) of the related party and nature of relationship	Ms. Aditi Kothari is the daughter of Mr. Hemendra Kothari
(b) Nature of contracts/arrangements/transactions	Appointment as an Additional Executive Director of the company and fix remuneration for the Office or Place of Profit in the Company in the terms of Section 188(1)(f) of the Companies Act, 2013.
(c) Duration of the contracts / arrangements/transactions	October 26, 2017 to October 25, 2022
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	Remuneration in the range of Rs. Rs. 1,00,00,000/- to 5,00,00,000/- per annum (which shall include the basic salary, variable incentive compensation, provident fund, gratuity, perquisites, allowances and benefits and increments therein from time to time as per the rules and regulations of the Company) for a period of five years with effect from October 26, 2017 to October 25, 2022 to hold office or place of profit as an Executive Director and Head - Sales and Marketing of the Company. Members approval for the same was accorded on December 8, 2017
(e) Date(s) of approval by the Board, if any:	October 26, 2017
(f) Amount paid as advances, if any:	-

For and on behalf of the Board of Directors

Sd/-  
Hemendra Kothari  
Chairman  
(DIN: 00009873)

Place: Mumbai  
Date: June 25, 2018

Details of loans, guarantee, security and acquisition made by the company

Nature of transaction (loan / guarantee/ security / acquisition)	Date of transaction	Name of the person or body corporate to whom loan/ guarantee is made or whose securities have been acquired (Listed / Unlisted entities)	Amount of loan/ security /acquisition guarantee (Rs.)	Purpose of transaction	Number and kind of securities	Nominal value and paid up value
Acquisition	31-10-2017	DSP BlackRock Investment Managers (Mauritius) Ltd	16,100,000	wholly owned subsidiary - Additional Capitalization	Management Share	1 USD
Acquisition	10-04-2018	DSP BlackRock Investment Managers (Mauritius) Ltd	19,434,000	wholly owned subsidiary - Additional Capitalization	Management Share	1 USD

For and on behalf of the Board of Directors

Sd/-  
Hemendra Kothari  
Chairman  
(DIN: 00009873)

Place: Mumbai  
Date: June 25, 2018

## **INDEPENDENT AUDITOR'S REPORT**

### **To The Members of DSP Blackrock Investment Managers Private Limited Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of DSP Blackrock Investment Managers Private Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), and other accounting principles generally accepted in India.

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

#### **Auditor's Responsibility**

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

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under section 143(11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures

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

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Accounting Standards and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2018, and its profit and its cash flows for the year ended on that date.

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

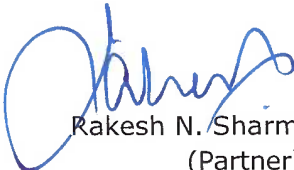
1. As required by Section 143 (3) of the Act, based on our audit we report, to the extent applicable that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards prescribed under section 133 of the Act.
  - e) On the basis of the written representations received from the directors of the Company as on 31<sup>st</sup> March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in

## **Deloitte Haskins & Sells LLP**

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 has disclosed the impact of pending litigations on its financial position in its standalone financial statements
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Deloitte Haskins & Sells LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

  
Rakesh N. Sharma  
(Partner)  
(Membership No. 102042)

Place: Mumbai  
Date: June 25, 2018

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT  
(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

**Report on the Internal Financial Controls Over Financial Reporting 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 DSP Blackrock Investment Managers Private Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone 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 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 of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were established and maintained and if such controls operated effectively in all material respects.

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

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

**Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the

## **Deloitte Haskins & Sells LLP**

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

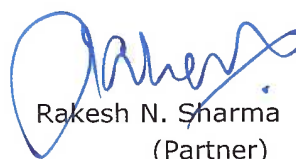
### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the criteria for internal financial control over financial reporting 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 Deloitte Haskins & Sells LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

  
Rakesh N. Sharma  
(Partner)  
(Membership No. 102042)

Place: Mumbai

Date: June 25, 2018

**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 2 under "Report on Other Legal and Regulatory Requirements" section of our report of even date)

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
(b) All fixed assets were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.  
(c) The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i) (c) of the CARO 2016 Order is not applicable.
- ii. The Company does not have any inventory and hence reporting under clause (ii) of the CARO 2016 Order is not applicable.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans and making investments. The Company has not provided any guarantee or security.
- v. According to the information and explanations given to us, the Company has not accepted any deposit during the year. There are no unclaimed deposits.
- vi. Having regard to the nature of the Company's business / activities, reporting under clause (vi) of CARO 2016 Order is not applicable.
- vii. According to the information and explanations given to us, in respect of statutory dues:
  - i. The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Service Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it to the appropriate authorities.
  - ii. There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Service Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at 31 March 2018 for a period of more than six months from the date they became payable.
  - iii. Details of dues of Income-tax and Service Tax which have not been deposited as on 31 March 2018 on account of disputes are given below:



Name of Statute	Nature of Dues	Forum where the dispute is pending	Period to which the amount relates	Amount (Rs. in Lakhs)
Income Tax Act, 1961	Income Tax	Commissioner (Appeals)	FY 2005-06	0.89
		Additional Commissioner of Income Tax	FY 2011-12	28.21
		Additional Commissioner of Income Tax	FY 2012-13	32.65
		Additional Commissioner of Income Tax	FY 2013-14	38.36
Finance Act, 1994	Service Tax	Commissioner of Service Tax	FY 2011-12 to FY 2014-15	299.07
	Interest on delayed payment	Superintendent (Audit) Gr- V Central Excise	FY 2006-07	24.12
	Service Tax	Deputy Commissioner of CGST	FY 2014-15 to FY 2016-17	21.19

- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks. There are no borrowings from financial institutions and government and the Company has not issued any debentures.
- ix. In our opinion and according to the information and explanations given to us, term loans have been applied by the Company during the year for the purposes for which the loans were obtained.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. The Company is a private company and hence the provisions of section 197 of the Companies Act, 2013 do not apply to the Company.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.
- xiii. The Company is a private company and hence the provisions of Section 177 and second proviso to Section 188(1) of the Companies Act, 2013 are not applicable to the Company. The Company has complied with the other provisions of Section 188 of the Act, where applicable, as regards the transactions with related parties. In our opinion and according to the information and explanations given to us, the Company has disclosed the details of

**Deloitte  
Haskins & Sells LLP**

related party transactions in the financial statements as required by the applicable accounting standards.

- xiv. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of subsidiary companies or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Deloitte Haskins & Sells LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



Rakesh N. Sharma  
Partner  
(Membership No. 102042)

Place: Mumbai  
Date: June 25, 2018

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Financial Statements**

#### **1. BACKGROUND OF THE COMPANY**

DSP BlackRock Investment Managers Private Limited ("the Company") was incorporated in India on May 13, 1996. The Company operates as an 'Asset Management Company' for schemes of DSP BlackRock Mutual Fund (MF), registered with the Securities and Exchange Board of India (SEBI), in India. The Company also renders non-binding investment management advisory services to offshore entities. The Company also functions as Investment Manager for all the schemes of DSP BlackRock Alternative Investment Fund (AIF), which was registered with SEBI on June 13, 2013. The Registered office of the Company is at Mumbai, Maharashtra.

Pursuant to a Share Purchase Agreement executed on May 7, 2018, the DSP Group (comprising of DSP Entities, Ms. Aditi Kothari Desai, and Ms. Shuchi Kothari) has agreed to purchase the entire 40% stake held by BlackRock Advisors Singapore Pte. Ltd. in the Company. The completion of the proposed change in shareholding is subject to all necessary approvals from the Securities and Exchange Board of India (SEBI) and other governmental authorities. Subsequent to obtaining the requisite approvals, the Company will be renamed as DSP Investment Managers Private Limited.

#### **2. SIGNIFICANT ACCOUNTING POLICIES**

##### **a) Basis of preparation of financial statements**

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with the Companies (Accounting Standards) Rule, 2006, as amended ("Accounting Standards"), other accounting principles generally accepted in India. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

##### **b) Use of estimates**

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and differences between actual results and estimates are recognised in the periods in which the results are known / materialise.

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Financial Statements**

#### **c) Cash Flow Statement**

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statements and presents the cash flows by operating, investing and financing activities of the Company.

Cash and Cash equivalents presented in the Cash Flow Statement consist of unencumbered bank balances.

#### **d) Revenue Recognition**

Revenue is recognised as the services are performed, when it is earned and no significant uncertainty exists as to its realisation or collection.

##### **Fees from mutual fund operations:**

Investment management fees are recognised net of taxes on an accrual basis as a percentage of the daily net assets of the schemes of DSP BlackRock Mutual Fund, in accordance with the Securities and Exchange Board of India ('SEBI') (Mutual Fund) Regulations, 1996 (the 'SEBI Regulations').

##### **Alternate Investment Fund (Category III):**

Investment management fees are recognized net of taxes on an accrual basis as a percentage of the net assets of the AIF schemes, in accordance with the Private Placement Memorandum (PPM) and Contribution Agreement (CA) signed by the contributors.

Performance fee, if any, is accrued in accordance with the PPM and CA signed by the contributors.

##### **Advisory Services:**

Advisory fees are computed in accordance with the relevant agreements and are based on the assets under management of the funds as computed and provided by independent third party fund accountants / custodians.

#### **e) Scheme Expenses**

Expenses accrued by the Schemes (Mutual Fund and Alternate Investments Fund) are subject to limits specified by SEBI (Mutual Fund) Regulations, 1996 and SEBI (Alternate Investments Fund) Regulations, 2012 and Scheme offer documents / private placement memorandum. Expenses in excess of accruals by the Schemes are required to be borne by the Company and as such, are charged to the Statement of Profit and Loss. Further, scheme expenses also include new fund offer expenses, and other expenses relating to the schemes which do not fall under regulation 52(4) of the SEBI (Mutual Funds) regulation 1996.

## DSP BlackRock Investment Managers Private Limited

### Notes to Financial Statements

#### f) Property, Plant & Equipment and Depreciation / Amortisation

Tangible Assets are stated at their cost of acquisition less accumulated depreciation and impairment losses. Cost comprises of all costs incurred to bring the assets to their present location and working condition up to the date the assets are put to use.

Assets acquired under finance lease are accounted for at the inception of the lease in accordance with Accounting Standard 19 on Leases, at the lower of the fair value of the asset and the present value of minimum lease payments.

Depreciable amount for assets is the cost of an asset, less its estimated residual value. Depreciation on tangible assets has been provided on straight-line method, on pro-rata basis for the period of use, as per the useful life prescribed in Schedule II to the Companies Act, 2013 Act, as follows:

<b>Asset</b>	<b>Useful life of asset (Years)</b>
Office Equipment	5
Furniture and Fixtures	10
Vehicles	8
Computers and Allied Equipments	3 and 6

Leasehold improvements are amortised over the lower of the lease period and management's estimate of the useful life of the asset.

Intangible assets are stated at their cost of acquisition, less accumulated amortisation and impairment losses. An intangible asset is recognised, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. The amortisable amount of intangible assets is allocated over the best estimate of its useful life on a straight-line basis.

The Company capitalises software costs where it is reasonably estimated that the software has an enduring useful life. Software is amortised over management's estimate of its useful life of three years.

#### g) Impairment of Assets

An asset is considered as impaired in accordance with Accounting Standard 28 on Impairment of Assets when at the balance sheet date there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the asset belongs, exceeds its recoverable amount (i.e. the higher of the asset's net selling price and value in use). The carrying

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Financial Statements**

amount is reduced to the recoverable amount and the reduction is recognised as an impairment loss in the Statement of Profit and Loss.

#### **h) Foreign Currency Transactions**

Transactions in foreign currencies are accounted for at the prevailing rates of exchange on the date of the transaction.

Monetary items denominated in foreign currencies are restated at the prevailing rates of exchange at the Balance Sheet date. All gains and losses arising out of fluctuations in exchange rates are accounted for in the Statement of Profit and Loss.

Non-monetary items such as investments are carried at historical cost using the exchange rates on the date of the transaction.

#### **i) Investments**

Investments are classified as current or long term in accordance with Accounting Standard 13 on Accounting for Investments.

Current investments are stated at lower of cost and fair value. Any reduction in the carrying amount and any reversals of such reductions are charged or credited to the Statement of Profit and Loss.

Long term investments are stated at cost. Provision for diminution is made to recognise a decline, other than temporary, in the value of such investments.

#### **j) Employee Benefits**

Compensation to employees for services rendered is measured and accounted for in accordance with the Accounting Standard 15 on Employee Benefits.

Employee Benefits such as salaries, allowances, non-monetary benefits and employee benefits under defined contribution plans such as provident funds and other funds, which fall due for payment within a period of twelve months after rendering service, are charged as expense to the Statement of Profit and Loss in the period in which the service is rendered.

Employee Benefits under defined benefit plans and other long term employee benefits, such as gratuity and compensated absences which fall due for payment after a period of twelve months from rendering service or after completion of employment are measured by the Projected Unit Credit Method, on the basis of actuarial valuations carried out by third party actuaries at each balance sheet date. The Company's obligations recognised in the balance sheet represent the present value of obligations as reduced by the fair value of plan assets, where applicable.

Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Financial Statements**

#### **k) Earnings Per Share**

The Company reports basic and diluted Earnings per Share (EPS) in accordance with Accounting Standard 20 on Earnings per Share. Basic EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

#### **l) Leases**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the lease term.

#### **m) Income Tax**

Income Taxes are accounted for in accordance with Accounting Standard 22 on Accounting for Taxes on Income. Taxes comprise both current and deferred tax.

Current tax is measured at the amount expected to be paid to / recovered from the tax authorities, using the applicable tax rates and tax laws.

The tax effect of the timing differences that result between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a deferred tax asset or deferred tax liability. They are measured using the substantively enacted tax rates and tax regulations.

The carrying amount of deferred tax assets at each balance sheet date is reduced to the extent that it is no longer reasonably certain that sufficient future taxable income will be available against which the deferred tax asset can be realised.

#### **n) Provisions and Contingent Liabilities**

Contingent Liabilities as defined in Accounting Standard 29 on Provisions, Contingent Liabilities and Contingent Assets are disclosed by way of notes to the accounts. Disclosure is not made if the possibility of an outflow of future economic benefits is remote. Provisions are made if it becomes probable that an outflow of future economic benefits will be required to settle the obligation.

Particulars		Note No.	As at 31 March, 2018	As at 31 March, 2017
<b>I</b>	<b>Equity and Liabilities</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	3	2,000.00	2,000.00
	(b) Reserves and surplus	4	77,324.91	57,229.25
<b>2</b>	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	5	83.02	61.79
	(b) Long-term provisions	6	1,212.27	1,350.54
<b>3</b>	<b>Current liabilities</b>			
	(a) Trade payables			
	(i) Total outstanding dues of micro enterprises and small enterprises	7	12.65	10.71
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		6,227.33	4,523.07
	(b) Other current liabilities	8	602.93	414.64
	(c) Short-term provisions	6	1,106.23	94.28
	<b>Total</b>		<b>88,569.34</b>	<b>65,684.28</b>
<b>II</b>	<b>Assets</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Property, Plant and Equipment			
	(i) Tangible assets	9	1,959.88	1,651.19
	(ii) Intangible assets	9	285.46	353.63
	(b) Non-current investments	10	58,537.72	45,266.89
	(c) Deferred tax asset	11	1,719.23	1,397.89
	(d) Long-term loans and advances	12	2,586.85	3,492.14
<b>2</b>	<b>Current assets</b>			
	(a) Current investments	13	13,146.91	4,489.13
	(b) Trade receivables	14	7,905.62	7,711.29
	(c) Cash and cash equivalents	15	358.82	596.75
	(d) Short-term loans and advances	12	1,976.53	725.37
	(e) Other current assets	16	92.32	-
	<b>Total</b>		<b>88,569.34</b>	<b>65,684.28</b>
	Significant accounting policies	2		
	The accompanying notes 1 - 31 are an integral part of the financial statements			
In terms of our report attached.				
<b>For Deloitte Haskins &amp; Sells LLP</b>		<b>For and on behalf of the Board of Directors</b>		
Chartered Accountants				
Sd/- <b>Rakesh N. Sharma</b> Partner		Sd/- <b>Hemendra Kothari</b> Chairman DIN: 00009873	Sd/- <b>Dhananjay Mungale</b> Director DIN: 00007563	
		Sd/- <b>Ramamoorthy Rajagopal</b> Chief Operating Officer	Sd/- <b>Pritesh Majmudar</b> Company Secretary	
Place: Mumbai		Place: Mumbai		
Date: June 25, 2018		Date: June 25, 2018		



Particulars		Note No.	For the year ended 31 March, 2018	For the year ended 31 March, 2017
	<b>Revenue</b>			
I	Revenue from operations	17	71,653.57	48,787.02
II	Other income	18	3,535.19	2,265.83
III	<b>Total Revenue (I + II)</b>		<b>75,188.76</b>	<b>51,052.85</b>
	<b>Expenses</b>			
IV	Employee benefits expense	19	13,279.48	11,462.16
	Finance costs	20	91.39	15.42
	Depreciation and amortisation expense	9	756.60	576.30
	Other expenses	21	31,328.80	27,040.29
	<b>Total Expenses</b>		<b>45,456.27</b>	<b>39,094.17</b>
V	<b>Profit before tax (III - IV)</b>		<b>29,732.49</b>	<b>11,958.68</b>
	<b>Tax expense</b>			
VI	(a) Current tax expense		9,958.17	3,895.24
	(b) Deferred tax		(321.34)	(488.28)
	(c) Short provision for tax relating to prior years		-	5.71
			<b>9,636.83</b>	<b>3,412.67</b>
VII	<b>Profit for the year (V - VI)</b>		<b>20,095.66</b>	<b>8,546.01</b>
	Earnings per equity share (of Rs. 10/- each)			
	Basic (in Rs.)	28	<b>100.48</b>	<b>42.73</b>
	Diluted (in Rs.)		<b>100.48</b>	<b>42.73</b>
	Significant accounting policies	2		
	The accompanying notes 1 - 31 are an integral part of the financial statements			

In terms of our report attached.

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants

**For and on behalf of the Board of Directors**

Sd/-  
**Rakesh N. Sharma**  
Partner

Sd/-  
**Hemendra Kothari**  
Chairman  
DIN: 00009873

Sd/-  
**Dhananjay Mungale**  
Director  
DIN: 00007563

Sd/-  
**Ramamoorthy Rajagopal**  
Chief Operating Officer

Sd/-  
**Pritesh Majmudar**  
Company Secretary

Place: Mumbai  
Date: June 25, 2018

Place: Mumbai  
Date: June 25, 2018

DSP BlackRock Investment Managers Private Limited

Cash Flow Statement

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
<b>Cash flow from operating activities</b>				
Profit before tax		29,732.49		11,958.68
<b>Adjustments for:</b>				
Depreciation / amortisation	756.60		576.30	
Loss on fixed assets sold / scrapped / written off	28.71		15.60	
Finance cost	91.39		15.42	
Interest income	(5.81)		(7.61)	
Dividend income	(10.51)		-	
Provision for diminution In value of non-current investments	355.34		100.05	
Net gain on sale of investments	(3,518.87)	(2,303.15)	(2,132.38)	(1,432.62)
<b>Operating profit before working capital changes</b>		27,429.34		10,526.06
<b>Changes in working capital</b>				
<b>Adjustments for (increase) / decrease in operating assets:</b>				
Trade receivables		(194.33)		(3,358.20)
Short-term loans and advances		(1,269.02)		394.01
Long-term loans and advances		(40.01)		28.88
Other current assets		(92.32)		1,007.73
<b>Adjustments for increase / (decrease) in operating liabilities:</b>				
Trade payables		1,706.20		592.79
Other current liabilities		135.84		(84.17)
Long-term provisions		(138.27)		552.20
Short-term provisions		64.61		(97.32)
<b>Cash generated from operations</b>		27,602.04		9,561.98
Direct taxes paid		(8,146.16)		(3,383.22)
<b>Net cash generated from operating activities (A)</b>		<b>19,455.88</b>		<b>6,178.76</b>
<b>Cash flows from investing activities</b>				
Capital expenditure on fixed assets, including capital advances		(901.23)		(1,001.90)
Proceeds from sale of fixed assets		4.99		18.69
Purchase of trade investments		(355.34)		(100.05)
Purchase of investments in mutual fund & AIF		(82,398.54)		(60,891.22)
Proceeds from sale / maturity of investments in mutual fund & AIF		63,988.80		55,920.79
Loans to employees (Net)		18.19		3.22
Interest received		5.81		7.61
Dividend received		10.51		-
<b>Net cash flow used in investing activities (B)</b>		<b>(19,626.81)</b>		<b>(6,042.86)</b>

DSP BlackRock Investment Managers Private Limited

Cash Flow Statement

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
<b>Cash flows from financing activities</b>				
Proceeds from long term borrowings		84.39		53.82
Repayment of long term borrowings		(60.00)		(86.79)
Interest paid		(91.39)		(15.42)
<b>Net cash flow used in financing activities (C)</b>		<b>(67.00)</b>		<b>(48.39)</b>
Net (decrease) / increase in cash and cash equivalents (A + B + C)		(237.93)		87.51
Cash and cash equivalents at the beginning of the year		596.75		509.24
<b>Cash and cash equivalents at the end of the year</b>		<b>358.82</b>		<b>596.75</b>
The accompanying notes 1 - 31 are an integral part of the financial statements				
<p>In terms of our report attached.</p> <p><b>For Deloitte Haskins &amp; Sells LLP</b> Chartered Accountants</p> <p>Sd/- <b>Rakesh N. Sharma</b> Partner</p> <p>Place: Mumbai Date: June 25, 2018</p>				
<p><b>For and on behalf of the Board of Directors</b></p> <p>Sd/- <b>Hemendra Kothari</b> Chairman DIN: 00009873</p> <p>Sd/- <b>Dhananjay Mungale</b> Director DIN: 00007563</p> <p>Sd/- <b>Ramamoorthy Rajagopal</b> Chief Operating Officer</p> <p>Place: Mumbai Date: June 25, 2018</p> <p>Sd/- <b>Pritesh Majmudar</b> Company Secretary</p> <p>Place: Mumbai Date: June 25, 2018</p>				

3 Share capital

Rs. in Lakhs

Particulars	As at 31 March, 2018		As at 31 March, 2017	
	Number of shares	Rs. in Lakhs	Number of shares	Rs. in Lakhs
<b>(a) Authorised</b>				
Equity shares of the par value of Rs.10 each	30,000,000	3,000.00	30,000,000	3,000.00
<b>(b) Issued and subscribed</b>				
Equity shares of Rs.10 each fully paid-up	20,000,000	2,000.00	20,000,000	2,000.00
<b>(c) There is no movement in Share Capital during the current and the previous year.</b>				
<b>(d) Rights, preferences and restrictions attached to equity shares</b>				
The Company has a single class of equity shares. Each shareholder is eligible for one vote per share held. Dividend, if proposed by the Board of Directors, is subject to the approval of the shareholders. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.				
<b>(e) Shareholders holding more than 5% equity shares in the Company are set out below :</b>	<b>Number of shares held</b>	<b>% Holding</b>	<b>Number of shares held</b>	<b>% Holding</b>
DSP HMK Holdings Pvt. Ltd.	4,000,000	20.00%	4,000,000	20.00%
DSP ADIKO Holdings Pvt. Ltd.	8,000,000	40.00%	8,000,000	40.00%
BlackRock Advisors Singapore Pte. Ltd.	8,000,000	40.00%	8,000,000	40.00%
Refer Note 1				

DSP BlackRock Investment Managers Private Limited

Notes to financial statements

4 Reserves and surplus

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
<b>(a) General reserve</b>		
Balance at the beginning and end of the year	24.00	24.00
<b>(b) Surplus in Statement of Profit and Loss</b>		
Balance at the beginning of the year	57,205.25	48,659.24
Add: Profit for the year	20,095.66	8,546.01
Balance at the end of the year	77,300.91	57,205.25
<b>Total</b>	<b>77,324.91</b>	<b>57,229.25</b>

5 Long-term borrowings (Secured)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
<b>Long-term maturities of finance lease obligations</b> (Refer Note 8)		
From banks	83.02	61.79
<b>Total</b>	<b>83.02</b>	<b>61.79</b>
<b>Details of security :</b>		
Secured by hypothecation of vehicles acquired under Auto Loan Scheme. Loans carry interest rates in the range of 8.75% to 10.75% p.a.		
<b>Terms of repayment :</b>		
a) Repayable in 36 / 48 equated monthly installments.		
b) Maturity with respect to the Balance Sheet date : 475 Monthly installments due over the period from April 2018 to March 2022		

DSP BlackRock Investment Managers Private Limited

Notes to financial statements

6 Provisions

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
	Non-current (Long-term provisions)		Current (Short-term provisions)	
<b>Provision for employee benefits</b>				
(i) Compensated absences	267.68	312.10	53.50	38.26
(ii) Gratuity	944.59	1,038.44	105.39	56.02
<b>Others</b>				
(i) Provision for tax (net) (Net of advance tax of Rs. 9,089.92 Lakhs (Previous year - Rs. Nil))	-	-	947.34	-
<b>Total</b>	<b>1,212.27</b>	<b>1,350.54</b>	<b>1,106.23</b>	<b>94.28</b>

**7 Total outstanding dues of micro enterprises and small enterprises**

Disclosures relating to amounts payable as at the year-end together with interest paid /payable to Micro and Small Enterprises have been made in the accounts, as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent of information available with the Company determined on the basis of intimation received from suppliers regarding their status and the required disclosures are given below.

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
(a) Principal amount remaining unpaid to any supplier as at the end of the accounting year.	12.65	10.71
(b) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year.	-	-
(c) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day .	-	-
(d) The amount of interest due and payable for the year.	-	-
(e) The amount of interest accrued and remaining unpaid at the end of the accounting year.	-	-
(f) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid.	-	-
<b>Total</b>	<b>12.65</b>	<b>10.71</b>

**Note :** Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

**8 Other current liabilities**

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
(a) Current maturities of finance lease obligations (Refer Note 5)	43.58	40.42
(b) Other payables		
(i) Statutory remittances	437.30	301.46
(ii) Payables on purchase of fixed assets	122.05	72.76
<b>Total</b>	<b>602.93</b>	<b>414.64</b>

## 9 Property, Plant &amp; Equipment

Rs. in Lakhs

Particulars	Gross block			Accumulated Depreciation and amortisation			Net block	
	Balance as at 1 April, 2017	Additions	Disposals	Balance as at 31 March, 2018	Balance as at 1 April, 2017	Depreciation / amortisation for the year	Eliminated on disposal of assets	Balance as at 31 March, 2018
<b>Tangible Assets</b>								
(a) Leasehold improvements	1,517.39 (1,402.04)	310.56 (146.55)	61.53 (31.20)	1,766.42 (1,517.39)	1,259.93 (1,223.78)	174.22 (67.35)	61.53 (31.20)	393.80 (257.46)
(b) Office Equipment	983.94 (850.92)	252.30 (171.88)	58.75 (38.86)	1,177.49 (983.94)	678.03 (633.93)	102.62 (81.65)	57.59 (37.55)	454.43 (305.91)
(c) Furniture and Fixtures	125.89 (109.30)	38.46 (19.94)	2.19 (3.35)	162.16 (125.89)	69.19 (67.08)	9.19 (5.11)	1.92 (3.00)	85.70 (56.70)
(d) Vehicles (i) Owned (ii) Taken under finance lease	398.38 111.87	- 79.45	80.55 -	317.83 191.32	173.18 17.90	43.63 17.86	49.14 -	150.16 155.56
(e) Computers and Allied Equipments	510.25 (537.50)	79.45 (39.34)	80.55 (66.59)	509.15 (510.25)	191.08 (161.86)	61.49 (64.35)	49.14 (35.13)	305.72 (319.17)
	1,815.10 (1,665.24)	217.25 (290.77)	78.65 (140.91)	1,953.70 (1,815.10)	1,103.15 (1,063.72)	208.20 (180.13)	77.88 (140.70)	720.23 (711.95)
<b>Tangible Assets Total (A)</b>	<b>4,952.57</b> (4,565.00)	<b>898.02</b> (668.48)	<b>281.67</b> (280.91)	<b>5,568.92</b> (4,952.57)	<b>3,301.38</b> (3,150.37)	<b>555.72</b> (398.59)	<b>248.06</b> (247.58)	<b>1,959.88</b> (1,651.18)
<b>Intangible Assets</b>								
Acquired								
(a) Computer software	1,335.94 (1,173.21)	132.80 (291.95)	16.58 (129.22)	1,452.16 (1,335.94)	982.31 (932.86)	200.88 (177.71)	16.49 (128.26)	285.46 (353.63)
<b>Intangible Assets Total (B)</b>	<b>1,335.94</b> (1,173.21)	<b>132.80</b> (291.95)	<b>16.58</b> (129.22)	<b>1,452.16</b> (1,335.94)	<b>982.31</b> (932.86)	<b>200.88</b> (177.71)	<b>16.49</b> (128.26)	<b>285.46</b> (353.63)
<b>Total (A+B)</b>	<b>6,288.51</b> (5,738.21)	<b>1,030.82</b> (960.43)	<b>298.25</b> (410.13)	<b>7,021.08</b> (6,288.51)	<b>4,283.69</b> (4,083.23)	<b>756.60</b> (576.30)	<b>264.55</b> (375.84)	<b>2,245.34</b> (2,004.81)

Note: Figures in parenthesis relate to the corresponding previous year figures.



Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
<b>Long term investments (At cost)</b>	<b>No. of shares</b>			
<b>Trade Investments (Unquoted)</b>				
<b>(a) Investments in equity Instruments</b>				
<b>(i) Investment in Subsidiaries</b>				
Equity Shares of USD 1 each, fully paid up in DSP BlackRock Investment Managers (Mauritius) Ltd.	2,149,600	1,599,600	1,205.17	849.83
Les Provision for diminution in value of investments			1,205.17	849.83
			-	-
Equity Shares of Rs. 10 each, fully paid up in DSP BlackRock Pension Fund Managers Pvt. Ltd.	16,875,000	16,875,000	1,687.50	1,687.50
<b>(ii) Investment in other entity</b>				
Equity Shares Re. 1 each, fully paid up in Investments In Mutual Fund Utilities India Pvt. Ltd.	500,000	500,000	5.00	5.00
			1,692.50	1,692.50
<b>(b) Investment in Mutual Funds - unlisted</b>	<b>No. of units</b>			
DSP BlackRock Global Allocation Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock World Agriculture Fund - Direct - Growth	255,342	255,342	38.00	38.00
DSP BlackRock US Flexible Equity Fund - Direct - Growth	309,805	309,805	50.00	50.00
DSP BlackRock World Gold Fund - Direct - Growth	536,366	536,366	50.00	50.00
DSP BlackRock World Energy Fund - Direct - Growth	367,069	367,069	50.00	50.00
DSP BlackRock World Mining Fund - Direct - Growth	277,947	277,947	21.00	21.00
DSP BlackRock Natural Resources and New Energy Fund - Direct - Growth	263,588	263,588	50.00	50.00
DSP BlackRock Dynamic Asset Allocation Fund - Direct - Growth	448,459	448,459	50.00	50.00
DSP BlackRock 10Y G-Sec Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock Government Securities Fund - Direct - Growth	119,553	119,553	50.00	50.00
DSP BlackRock Savings Fund - Direct - Growth	182,647	182,647	50.00	50.00
DSP BlackRock Bond Fund - Direct - Growth	118,909	118,909	50.00	50.00
DSP BlackRock Short Term Fund - Direct - Growth	216,118	216,118	50.00	50.00
DSP BlackRock Regular Savings Fund - Direct - Growth	178,635	178,635	50.00	50.00
DSP BlackRock Equity & Bond Fund - Direct - Growth	50,010	50,010	50.00	50.00
DSP BlackRock Money Manager Fund - Direct - Growth	2,712	2,712	50.00	50.00
DSP BlackRock Credit Risk Fund - Direct - Growth	230,773	230,773	50.00	50.00
DSP BlackRock Strategic Bond Fund - Direct - Growth	3,169	3,169	50.00	50.00
DSP BlackRock Banking and PSU Debt Fund - Direct - Growth	444,211	444,211	50.00	50.00
DSP BlackRock Low Duration Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock Focus Fund - Direct - Growth	312,383	312,383	50.00	50.00
DSP BlackRock Tax Saver Fund - Direct - Growth	167,409	167,409	50.00	50.00
DSP BlackRock Equity Fund - Direct - Growth	190,454	190,454	50.00	50.00
DSP BlackRock Equity Opportunities Fund - Direct - Growth	36,731	36,323	67.78	50.00
DSP BlackRock Technology.com Fund - Direct - Growth	-	98,943	-	50.00
DSP BlackRock Top 100 Equity Fund - Direct - Growth	32,238	32,238	50.00	50.00
DSP BlackRock India T.I.G.E.R. Fund - Direct - Growth	78,749	78,749	50.00	50.00
DSP BlackRock Mid Cap Fund - Direct - Growth	155,642	155,642	50.00	50.00
DSP BlackRock Liquidity Fund - Direct - Growth	2,588	2,588	50.00	50.00
DSP BlackRock Small Cap Fund - Direct - Growth	130,460	130,460	50.00	50.00
DSP BlackRock Equity Savings Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock Equal Nifty 50 Fund - Direct - Growth	500,000	-	50.00	-
DSP BlackRock Arbitrage Fund - Direct - Growth	500,000	-	50.00	-
DSP BlackRock Strategic Bond Fund - Direct - Growth	569,510	740,195	9,828.59	12,516.11
DSP BlackRock Government Securities Fund - Direct - Growth	9,737,020	11,110,254	3,857.55	4,401.59
DSP BlackRock Banking and PSU Debt Fund - Direct - Growth	65,582,468	65,582,468	8,661.22	8,661.22
DSP BlackRock 10Y G-Sec Fund - Direct - Growth	3,586,977	9,248,338	368.46	950.00
DSP BlackRock Low Duration Fund - Direct - Growth	#####	85,838,200	20,585.01	8,960.63
DSP BlackRock Savings Fund - Direct - Growth	661,833	661,833	200.00	200.00
DSP BlackRock Arbitrage Fund - Direct - Dividend	12,537,236	-	1,253.75	-
DSP BlackRock Arbitrage Fund - Direct - Monthly Dividend	12,567,140	-	1,256.76	-
DSP BlackRock Money Manager Fund - Direct - Growth	-	270	-	5.84
			47,588.12	37,204.39
<b>(c) Investment in Mutual Funds - listed and quoted</b>				
DSP BlackRock Liquid ETF	5,000	-	50.00	-
			50.00	-

DSP BlackRock Investment Managers Private Limited

Notes to financial statements

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
(d) Investment in Alternate Investment Fund *	No. of units			
DSP BlackRock Emerging Star Fund	751,596	884,231	850.00	1,000.00
DSP BlackRock CoRe Fund	946,089	672,661	1,000.00	670.00
DSP BlackRock Pharma Fund	1,026,205	1,026,205	1,000.00	1,000.00
DSP BlackRock SatCore Fund	979,196	500,000	1,017.10	500.00
DSP BlackRock High Conviction Fund	340,000	-	340.00	-
* As per SEBI (Alternative Investment Funds) Regulations, 2012, requirement for capital contribution by the Company is 5% of corpus or Rs. 1,000 (in Lakhs) whichever is lower. The Company has contributed Rs. 4,207 (in Lakhs) presently and the balance of Rs. 660 (in Lakh) will be contributed upon issuance of drawdown notices by AIF schemes.			4,207.10	3,170.00
(e) Investment in Mutual Funds - listed but not quoted				
DSP BlackRock FMP - Series 226 - 39M - Direct - Growth	5,000,000	-	500.00	-
DSP BlackRock FMP - Series 204 - 37M - Direct - Growth	20,000,000	20,000,000	2,000.00	2,000.00
DSP BlackRock FMP - Series 205 - 37M - Direct - Growth	12,000,000	12,000,000	1,200.00	1,200.00
DSP BlackRock FMP - Series 211 - 38M - Direct - Growth	5,000,000	-	500.00	-
DSP BlackRock FMP - Series 218 - 40M - Direct - Growth	3,000,000	-	300.00	-
DSP BlackRock FMP - Series 224 - 39M - Direct - Growth	5,000,000	-	500.00	-
			5,000.00	3,200.00
<b>Total</b>			<b>58,537.72</b>	<b>45,266.89</b>
Aggregate value of listed and quoted investments			50.00	-
Aggregate value of listed but not quoted investments			5,000.00	3,200.00
Aggregate value of unlisted investments			53,487.72	42,066.89
Aggregate market value of listed and quoted investments			50.00	-

11 Deferred tax asset

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
<b>Components of Deferred Tax Asset</b>		
Depreciation and amortisation of fixed assets	257.65	206.96
Expenses allowable on payment basis	1,040.45	896.82
Provision for diminution in value of non-current investments	421.13	294.11
<b>Total</b>	<b>1,719.23</b>	<b>1,397.89</b>

DSP BlackRock Investment Managers Private Limited

Notes to financial statements

12 Loans and advances (Unsecured, considered good-unless otherwise stated)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
	Non-current (Long-term loans and advances)		Current (Short-term loans and advances)	
a Capital advances	4.64	84.94	-	-
b Security deposits (See note (i) below)	455.71	415.53	0.10	32.30
c Loans to employees	23.78	24.11	29.43	47.29
d Advance to suppliers	-	-	61.04	66.74
e Prepaid expenses	24.08	24.25	400.80	347.21
f Income tax (net) (Net of Provision of Rs. 22,120.69 Lakhs (Previous year - Rs. 22,120.69 Lakhs))	2,084.54	2,949.21	-	-
g Balances with Government authorities	-	-	1,485.16	231.83
Less: Provision for Doubtful Advances	5.90	5.90	-	-
<b>Total</b>	<b>2,586.85</b>	<b>3,492.14</b>	<b>1,976.53</b>	<b>725.37</b>

Rs. in Lakhs

Note	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
	Non-current (Long-term loans and advances)		Current (Short-term loans and advances)	
(i) <b>Considered Good</b> Security deposits	449.81	409.63	0.10	32.30
<b>Considered Doubtful</b> Security deposits	5.90	5.90	-	-

13 Current investments

Rs in Lakhs

Particulars	As at 31 March, 2018		As at 31 March, 2017	
	No. of units	Amount	No. of units	Amount
<b>1 Current Investment in mutual funds</b> (At lower of cost and fair value)				
<b>Investment in close ended mutual funds - listed but not quoted</b>				
DSP BlackRock FMP - Series 222 - 3M - Direct - Growth	25,000,000	2,500.00	-	-
		<b>2,500.00</b>		-
<b>Investment in open ended mutual funds - unlisted</b>				
DSP BlackRock Liquidity Fund - Direct - Growth	393,454	9,696.91	242,880	4,489.13
		<b>9,696.91</b>		<b>4,489.13</b>
<b>2 Current investments - listed and quoted</b>				
DSP BlackRock Liquid ETF	95,000	950.00	-	-
		<b>950.00</b>		-
<b>Total</b>		<b>13,146.91</b>		<b>4,489.13</b>
Aggregate value of listed but not quoted investments		2,500.00		-
Aggregate amount of unlisted investments		9,696.91		4,489.13
<b>Repurchase value</b>		<b>12,297.87</b>		<b>5,648.85</b>
Aggregate value of listed and quoted investments		950.00		-
<b>Aggregate market value of listed and quoted investments</b>		<b>950.01</b>		-

14 Trade receivables (Unsecured, considered good)

Rs. in Lakhs

Particulars		As at 31 March, 2017
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	-
Other trade receivables	7,905.62	7,711.29
<b>Total</b>	<b>7,905.62</b>	<b>7,711.29</b>

15 Cash and cash equivalents

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
<b>Balances with banks</b>		
In current accounts	358.82	596.75
<b>Total</b>	<b>358.82</b>	<b>596.75</b>

16 Other current assets (Unsecured, considered good)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
Contractually reimbursable expenses (Refer sub-clause (ii) of Note 26)	92.32	-
<b>Total</b>	<b>92.32</b>	<b>-</b>

17 Revenue from operations

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Asset Management Fees	65,524.12	45,025.78
Offshore Non Binding Advisory Fees	6,129.45	3,761.24
<b>Total</b>	<b>71,653.57</b>	<b>48,787.02</b>

18 Other income

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
(a) Interest income on staff loans	5.81	5.95
(b) Interest on income tax refund	-	125.84
(c) Dividend income from investments	10.51	-
(c) Net gain on sale of investments	3,518.87	2,132.38
(d) Interest others	-	1.66
<b>Total</b>	<b>3,535.19</b>	<b>2,265.83</b>

19 Employee benefits expense

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Salaries and wages	12,706.51	10,691.47
Contribution to provident fund (Refer Note (a) below)	278.65	265.54
Gratuity expense (Refer Note (b) below)	116.07	347.85
Staff welfare expenses	178.25	157.30
<b>Total</b>	<b>13,279.48</b>	<b>11,462.16</b>

Note (a): Defined Contribution Plan

Rs. in Lakhs

Particulars	Current Year	Previous Year
Company's contribution to Provident Fund	278.65	265.54

Note (b): Defined Benefit Plans : Gratuity

The Company operates a non-funded gratuity plan for qualifying employees. Under the plan, the employees are entitled to gratuity benefits based on final salary at retirement / leaving the organisation. The Company makes provision in the books based on third party actuarial valuations. The Present Value of the defined benefit obligations and the related current service cost and past service cost, are measured using the Projected Unit Credit Method.

The estimates of future salary increase, considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Discount rate is based on the prevailing market yield of the Government of India Securities as at the Balance Sheet date for the estimated term of the obligation.

Rs. in Lakhs

Particulars	Current Year	Previous Year
<b>i) Present value of obligation</b>		
As at the beginning of the year	1,094.46	813.32
Service cost	130.11	121.32
Interest cost	86.75	66.43
Actuarial (gain) / loss on obligation	(100.79)	160.10
Benefits paid	(160.54)	(66.71)
<b>As at the end of the year</b>	<b>1,049.99</b>	<b>1,094.46</b>
<b>ii) Amount recognised in Balance Sheet</b>	<b>1,049.99</b>	<b>1,094.46</b>
<b>iii) Expense during the year</b>		
Service cost	130.11	121.32
Interest cost	86.75	66.43
Actuarial (gain) / loss	(100.79)	160.10
<b>Total</b>	<b>116.07</b>	<b>347.85</b>
<b>iv) Principal actuarial assumptions</b>		
Rate of discounting	7.75% p.a.	7.25% p.a.
Rate of increase in salaries	7.40% p.a.	7.00% p.a.
Mortality tables	2006-08 IALM	2006-08 IALM
Attrition rate		
	<b>Age Years</b>	<b>Rates</b>
	21-30	0.12
	31-40	0.12
	41-50	0.10
	51-57	0.05

Amount recognised in the current year and previous four years

Particulars	2017-18	2016-17	2015-16	2014-15	2013-14
Defined benefit obligation	1,049.99	1,094.46	813.32	861.23	618.79
Plan assets	-	-	-	-	-
(Deficit)	(1,049.99)	(1,094.46)	(813.32)	(861.23)	(618.79)
Experience (Gain)/Loss on obligation	(49.63)	107.26	(208.32)	(28.20)	(15.06)
Experience adjustment on plan assets Gain/(Loss)	-	-	-	-	-

20 Finance costs

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
(i) Interest charge on finance lease obligations	9.74	11.22
(ii) Interest on delayed payment of income tax	81.65	4.20
<b>Total</b>	<b>91.39</b>	<b>15.42</b>

21 Other expenses (Refer Note (a) below)

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
1 Scheme expenses (Refer note (b) below)		
a Brokerage	18,050.88	12,834.57
b Referral Fees	1,870.34	4,490.72
c Advertising, publicity and others	2,728.81	1,974.02
d Others	503.54	340.28
2 Rent	1,414.94	1,207.71
3 Legal and professional fees	2,379.18	2,474.94
4 Technology and allied infrastructure cost	613.16	503.61
5 Office maintenance	669.87	542.32
6 Travelling and conveyance	365.67	399.52
7 Risk reporting fees	144.61	149.06
8 Power	218.96	215.34
9 Rates, taxes and fees	24.83	69.85
10 Insurance	205.71	143.03
11 Donations	6.19	-
12 Corporate Social Responsibility (Refer note (c) below)	189.68	176.00
13 Net loss on foreign currency transactions	40.24	7.56
14 Payments to auditors (Refer note (d) below)	25.02	24.16
15 Loss on fixed assets sold / scrapped / written off	28.71	15.60
16 Provision for diminution In value of non-current investments	355.34	100.05
17 Miscellaneous expenses	1,493.12	1,371.95
<b>Total</b>	<b>31,328.80</b>	<b>27,040.29</b>

Note : (a)

Other expenses are shown net of reimbursements. Refer Sr. no. 8 of sub-clause (ii) of Note 26

Note : (b)

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Scheme expenses are shown net of		
a) expenditure reimbursed by the respective mutual fund schemes managed by the Company	128.79	355.54
b) placement fees received from Alternate Investment Fund managed by the Company	360.62	90.54
<b>Total</b>	<b>489.41</b>	<b>446.08</b>

Note : (c)

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Details of Corporate Social Responsibility (CSR) expenditure		
a) Expenditure related to Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof	189.68	176.00
b) Gross amount required to be spent during the year	201.45	180.95

Note : (d)

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Payments to the auditors comprise (net of taxes )		
As auditors - statutory audit	19.00	19.00
- tax audit	3.40	3.40
- other services (certification)	2.25	1.50
Reimbursement of expenses	0.37	0.26
<b>Total</b>	<b>25.02</b>	<b>24.16</b>

**DSP BlackRock Investment Managers Private Limited**

**Notes to Financial Statements**

**22. Contingent Liabilities**

	<b>Current Year</b>	Previous Year
	<b>Rs. in Lakhs</b>	Rs. in Lakhs
Claims against the Company not acknowledged as debt	<b>22.07</b>	40.53
Claims relating to service tax matters	<b>344.38</b>	291.88
Income tax matters contested by the Company	<b>100.11</b>	70.95

**23. Capital Commitments**

	<b>Current Year</b>	Previous Year
	<b>Rs. in Lakhs</b>	Rs. in Lakhs
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	<b>39.27</b>	128.04

**24. Derivative Instruments and Unhedged Foreign Currency Exposure**

There is no outstanding forward exchange contract as at 31 March 2018 and 31 March 2017.

The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

a) Amounts receivable in foreign currency are on account of the following:

	<b>Current Year (in Lakhs)</b>		Previous Year (in Lakhs)	
	<b>Amount in Foreign Currency</b>	<b>Amount in Rs.</b>	Amount in Foreign Currency	Amount in Rs.
Trade receivables	<b>USD 13.29</b>	<b>864.13</b>	USD 24.39	1,581.51
	<b>JPY 210.97</b>	<b>129.83</b>	JPY 223.75	129.68
	<b>SGD 0.90</b>	<b>44.57</b>	-	-



**DSP BlackRock Investment Managers Private Limited**

**Notes to Financial Statements**

b) Amounts payable in foreign currency on account of the following:

	Current Year (in Lakhs)		Previous Year (in Lakhs)	
	Amount in Foreign Currency	Amount in INR	Amount in Foreign Currency	Amount in INR
Trade payables	USD 1.07 AUD 0.06 SGD 0.05	62.40 2.49 2.26	USD 1.27 AED 0.35	82.48 6.17

**25. Segment Reporting**

The Company has a single reportable segment of Asset Management. There is no reportable geographical segment of the Company.

**DSP BlackRock Investment Managers Private Limited**

**Notes to Financial Statements**

**26. Related Party Disclosures**

**(i) List of Related Parties and their relationships (Refer Note 1)**

<b>Sr. No</b>	<b>Name of the Related Party</b>	<b>Relationship</b>
1	DSP BlackRock Investment Managers (Mauritius) Ltd.	Subsidiary
2	DSP BlackRock Pension Fund Managers Pvt. Ltd.	Subsidiary
3	DSP BlackRock Trustee Company Pvt. Ltd.	Affiliated enterprise
4	BlackRock Advisors Singapore Pte. Ltd.	Affiliated enterprise
5	DSP BlackRock Mutual Fund	Affiliated enterprise
6	BlackRock India Equities Fund (Mauritius) Ltd.	Affiliated enterprise
7	BlackRock Asset Management North Asia Ltd. (Erstwhile BlackRock Hong Kong Ltd.)	Affiliated enterprise
8	Reclamation Properties (India) Pvt. Ltd.	Affiliated enterprise
9	Reclamation Realty (India) Pvt. Ltd.	Affiliated enterprise
10	BlackRock Financial Management, Inc.	Affiliated enterprise
11	DSP BlackRock India Enhanced Equity Fund	Affiliated enterprise – AIF
12	DSP BlackRock Emerging Stars Fund	Affiliated enterprise – AIF
13	DSP BlackRock AIF Pharma Fund	Affiliated enterprise – AIF
14	DSP BlackRock AIF Core Fund	Affiliated enterprise – AIF
15	DSP BlackRock India Enhanced Equity SatCore Fund	Affiliated enterprise – AIF
16	DSP BlackRock High Conviction Fund	Affiliated enterprise – AIF
17	Hemendra Kothari	Key Management Personnel
18	Aditi Kothari	Relative of Key Management Personnel
19	Impact Foundation (India)	Enterprise in which key management personnel can exercise significant influence.

**DSP BlackRock Investment Managers Private Limited**

**Notes to Financial Statements**

**27. Assets Taken on Lease**

**a. Disclosures in respect of Operating Leases**

	<b>Current Year Rs. in Lakhs</b>	<b>Previous Year Rs. in Lakhs</b>
Lease payments recognised in the Statement of Profit and Loss during the year	<b>1,414.94</b>	1,207.71

Assets are taken on lease for the periods ranging from 3 to 9 years.

There is no future minimum lease payment under non-cancellable operating leases.

**b. Disclosures in respect of Finance Leases**

1. The total of minimum lease payments and their present value in respect of assets taken on finance lease are as follows:

	<b>Due not later than one year (Rs. in Lakhs)</b>		<b>Due later than one year but not later than five years (Rs. in Lakhs)</b>	
	<b>Current Year</b>	<b>Previous Year</b>	<b>Current Year</b>	<b>Previous Year</b>
Total minimum future lease payments	<b>53.29</b>	48.33	<b>98.91</b>	69.12
Less: Finance Charge on future lease payments	<b>(9.71)</b>	(7.91)	<b>(15.89)</b>	(7.33)
Present Value of lease payments	<b>43.58</b>	40.42	<b>83.02</b>	61.79

2. Assets are taken on lease for periods ranging from 3 to 4 years.

**28. Earnings per share (EPS)**

	<b>Current Year</b>	<b>Previous Year</b>
Net Profit (Rs in Lakhs)	<b>20,095.66</b>	8,546.01
Weighted average number of equity shares (in Lakhs)	<b>200</b>	200
Basic and diluted EPS (Rs.)	<b>100.48</b>	42.73
Face Value / Nominal Value per equity share (Rs.)	<b>10</b>	10

Note: There is no dilution to the basic EPS as there are no outstanding potentially dilutive equity shares.

**29. Earnings and expenditure in foreign currency**

**DSP BlackRock Investment Managers Private Limited**

**Notes to Financial Statements**

	<b>Current Year Rs. in Lakhs</b>	<b>Previous Year Rs. in Lakhs</b>
(i) Earnings in foreign currency		
Offshore Non-Binding Advisory Fees	<b>6,129.45</b>	3,761.24
(ii) Expenditure in foreign currency		
Risk reporting fee	<b>144.61</b>	149.06
Professional fee	<b>65.11</b>	88.02
Subscription	<b>165.51</b>	70.20
Director's Fees	<b>7.75</b>	-
Travel	<b>14.86</b>	19.85
Advertising fee	<b>106.50</b>	13.40
Others	<b>79.54</b>	48.48

**30. Value of imported capital goods on CIF basis**

	<b>Current Year Rs. in Lakhs</b>	<b>Previous Year Rs. in Lakhs</b>
Value of imported capital goods on CIF basis	-	67.88

**31. Previous year's figures**

Figures of the previous year are regrouped and reclassified wherever necessary to correspond to the figures of the current year.

**For and on behalf of the Board of Directors**

Sd/-  
**Hemendra Kothari**  
Chairman  
DIN: 00009873

Sd/-  
**Dhananjay Mungale**  
Director  
DIN: 003007563

Sd/-  
**Ramamoorthy Rajagopal**  
Chief Operating Officer

Sd/-  
**Pritesh Majmudar**  
Company Secretary

Place : Mumbai  
Date: June 25, 2018

## INDEPENDENT AUDITOR'S REPORT

To The Members of **DSP Blackrock Investment Managers Private Limited**

Tel: +91 22 6185 4000  
Fax: +91 22 6185 4001

### Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **DSP Blackrock Investment Managers Private Limited** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") comprising of the Consolidated Balance Sheet as at March 31, 2018, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

### Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

### Auditor's Responsibility

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

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

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

## **Deloitte Haskins & Sells LLP**

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

We believe that the audit evidence obtained by us and the audit evidence obtained by other auditors in terms of their reports referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statements of subsidiaries referred to in the Other Matters paragraph below, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Accounting Standards and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2018, and their consolidated profit and their consolidated cash flows for the year ended on that date.

### **Other Matters**

We did not audit the financial statements of 2 subsidiaries, DSP BlackRock Pension Fund Managers Private Limited and DSP BlackRock Investment Managers (Mauritius) Limited whose financial statements reflect total assets of Rs. 2,919.11 Lacs as at March 31, 2018, total revenues of Rs. 82.50 Lacs and net cash inflows amounting to Rs. 150.32 Lacs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries as applicable is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements above, and our report on Other Legal and Regulatory Requirements below is not modified in respect of the above matters with respect to our reliance on the work done and the reports of other auditors.

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

As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditors on separate financial statements of subsidiaries referred in the Other Matters paragraph above we report, to the extent applicable, that:

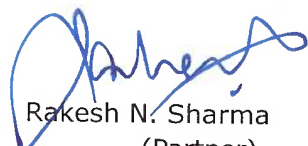
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, and the reports of the other auditors.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are

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Haskins & Sells LLP**

in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2018 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary company incorporated in India none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A", which is based on the auditors' reports of the Holding company. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding company on internal financial controls over financial reporting.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group.
  - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary company incorporated in India.

For Deloitte Haskins & Sells LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

  
Rakesh N. Sharma  
(Partner)  
(Membership No. 102042)

Place: Mumbai  
Date: June 25, 2018

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT  
(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2018, we have audited the internal financial controls over financial reporting of DSP Blackrock Investment Managers Private Limited (hereinafter referred to as "the Holding Company") as of that date.

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

The Board of Directors of the Holding company, is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Holding 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 Holding Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were established and maintained and if such controls operated effectively in all material respects.

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

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

**Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the



## **Deloitte Haskins & Sells LLP**

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

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

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

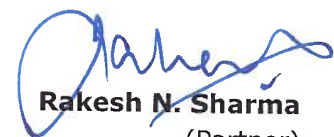
### **Opinion**

In our opinion to the best of our information and according to the explanations given to us, the Holding Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Holding 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 Deloitte Haskins & Sells LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)



**Rakesh N. Sharma**

(Partner)

(Membership No. 102042)

Place: Mumbai

Date: June 25, 2018

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Consolidated Financial Statements**

#### **1. BACKGROUND**

These consolidated financial statements comprise of the financial information of DSP BlackRock Investment Managers Private Limited (“the Company”) and its subsidiaries (together the “Group”). The Group operates as ‘Asset Manager’ for schemes of DSP BlackRock Mutual Fund (MF) and Alternative Investment Fund (AIF) registered with the Securities and Exchange Board of India (SEBI) in India, ‘Investment Manager’ to National Pension System, regulated by Pension Fund Regulatory & Development Authority (PFRDA), and ‘Investment Manager’ to DSP BlackRock India Investment Fund and DSP BlackRock India Fund. The Group also renders non-binding investment management advisory services to offshore entities.

Pursuant to a Share Purchase Agreement executed on May 7, 2018, the DSP Group (comprising of DSP Entities, Ms. Aditi Kothari Desai, and Ms. Shuchi Kothari) has agreed to purchase the entire 40% stake held by BlackRock Advisors Singapore Pte. Ltd. in the Company. The completion of the proposed change in shareholding is subject to all necessary approvals from the Securities and Exchange Board of India (SEBI) and other governmental authorities. Subsequent to obtaining the requisite approvals, the Company will be renamed as DSP Investment Managers Private Limited.

#### **2. BASIS OF CONSOLIDATION AND SIGNIFICANT ACCOUNTING POLICIES**

##### **a) Basis of accounting and preparation of consolidated financial statements**

The consolidated financial statements of the Group have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with the Companies (Accounting Standards) Rule, 2006, as amended (“Accounting Standards”), other accounting principles generally accepted in India. The consolidated financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the consolidated financial statements are consistent with those followed in the previous year.

##### **b) Principles of consolidation**

The consolidated financial statements have been prepared on the following basis:

- i. The financial statements of the subsidiary companies used in the consolidation are drawn upto the same reporting date as that of the Company i.e., 31 March, 2018. These have been consolidated based on latest available financial statements.

## DSP BlackRock Investment Managers Private Limited

### Notes to Consolidated Financial Statements

- ii. The financial statements of the Company and its subsidiary companies have been consolidated on a line-by-line basis by adding together like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intra-group transactions and resulting unrealised profits or losses, unless cost cannot be recovered.
- iii. Minority Interest in the net assets of the consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the date on which investments in the subsidiary companies were made and further movements in their share in the equity, subsequent to the dates of investments. Net profit for the year of the subsidiaries attributable to minority interest is identified and adjusted against the profit after tax of the Group in order to arrive at the income attributable to shareholders of the Company.
- iv. Following subsidiary companies have been considered in the preparation of the consolidated financial statements:

Name of the subsidiaries	Country of Incorporation	% of Holding and voting power	
		As at 31 March 2018	As at 31 March 2017
DSP BlackRock Investment Managers (Mauritius) Ltd.	Mauritius	100%	100%
DSP BlackRock Pension Fund Managers Pvt. Ltd.	India	62.50%	62.50%

- v. The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

#### c) Use of estimates

The preparation of the consolidated financial statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and differences between actual results and estimates are recognised in the periods in which the results are known / materialise.

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Consolidated Financial Statements**

#### **d) Cash Flow Statement**

The Consolidated Cash Flow Statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statements and presents the cash flows by operating, investing and financing activities of the Group.

Cash and Cash equivalents presented in the Consolidated Cash Flow Statement consist of unencumbered bank balances.

#### **e) Revenue Recognition**

Revenue is recognised as the services are performed, when it is earned and no significant uncertainty exists as to its realisation or collection.

##### **Fees from mutual fund operations:**

Investment management fees are recognised net of taxes on an accrual basis as a percentage of the average daily net assets of the schemes of DSP BlackRock Mutual Fund, in accordance with the Securities and Exchange Board of India ('SEBI') (Mutual Fund) Regulations, 1996 (the 'SEBI Regulations').

##### **Alternate Investment Fund (Category III):**

Investment management fees are recognized net of taxes on an accrual basis as a percentage of the net assets of the AIF schemes, in accordance with the Private Placement Memorandum (PPM) and Contribution Agreement (CA) signed by the contributors.

Performance fee, if any, is accrued in accordance with the PPM and CA signed by the contributors.

##### **Advisory Services:**

Advisory fees are computed in accordance with the relevant agreements and are based on the assets under management of the funds as computed and provided by independent third party fund accountants / custodians.

#### **f) Scheme Expenses**

Expenses accrued by the Schemes (Mutual Fund and Alternate Investments Fund) are subject to limits specified by SEBI (Mutual Fund) Regulations, 1996 and SEBI (Alternate Investments Fund) Regulations, 2012 and Scheme offer documents / private placement memorandum. Expenses in excess of accruals by the Schemes are required to be borne by the Company and

## DSP BlackRock Investment Managers Private Limited

### Notes to Consolidated Financial Statements

as such, are charged to the Consolidated Statement of Profit and Loss. Further, scheme expenses also include new fund offer expenses, and other expenses relating to the schemes which do not fall under regulation 52(4) of the SEBI (Mutual Funds) regulation 1996.

#### g) Property, Plant & Equipment and Depreciation / Amortisation

Tangible Assets are stated at their cost of acquisition less accumulated depreciation and impairment losses. Cost comprises of all costs incurred to bring the assets to their present location and working condition up to the date the assets are put to use.

Assets acquired under finance lease are accounted for at the inception of the lease in accordance with Accounting Standard 19 on Leases, at the lower of the fair value of the asset and the present value of minimum lease payments.

Depreciable amount for assets is the cost of an asset less its estimated residual value. Depreciation on tangible assets has been provided on the straight-line method on pro-rata basis for the period of use, as per the useful life prescribed in Schedule II to the Companies Act, 2013, as follows:

Asset	Useful life of asset (Years)
Office Equipment *	5
Furniture and Fixtures	10
Vehicles	8
Computers and Allied Equipments *	3 and 6

Leasehold improvements are amortised over the lower of the lease period and management's estimate of the useful life of the asset.

\* Assets held by DSP BlackRock Investment Managers (Mauritius) Ltd. are depreciated over a period of three years.

Intangible assets are stated at their cost of acquisition, less accumulated amortisation and impairment losses. An intangible asset is recognised, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. The amortisable amount of intangible assets is allocated over the best estimate of its useful life on a straight-line basis.

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Consolidated Financial Statements**

The Group capitalises software costs where it is reasonably estimated that the software has an enduring useful life. Software is amortised over management's estimate of its useful life of three years.

#### **h) Impairment of Assets**

An asset is considered as impaired in accordance with Accounting Standard 28 on Impairment of Assets when at the balance sheet date there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the asset belongs, exceeds its recoverable amount (i.e. the higher of the asset's net selling price and value in use). The carrying amount is reduced to the recoverable amount and the reduction is recognised as an impairment loss in the Consolidated Statement of Profit and Loss.

#### **i) Foreign Currency Transactions**

Transactions in foreign currencies are accounted for at the prevailing rates of exchange on the date of the transaction

Foreign currency monetary items of the Company and the Subsidiary Company are restated at the prevailing rates of exchange at the Balance Sheet date. All gains and losses arising out of fluctuations in exchange rates are accounted for in the Consolidate Statement of Profit and Loss.

In respect of the non- integral foreign operations, all assets & liabilities are translated at year end rates and all revenue and expenses are translated at average rates of exchange at the date of the transaction. The exchange differences relating to non-integral foreign operations are accumulated in foreign currency translation reserve until disposal of the operations, in which case the accumulated balances of foreign currency translation reserve is recognised as income/expense in the same period in which the gain/loss on disposal is recognised.

#### **j) Investments**

Investments are classified as current or long term in accordance with Accounting Standard 13 on Accounting for Investments.

Current investments are stated at lower of cost and fair value. Any reduction in the carrying amount and any reversals of such reductions are charged or credited to the Consolidated Statement of Profit and Loss.

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Consolidated Financial Statements**

Long term investments are stated at cost. Provision for diminution is made to recognise a decline, other than temporary, in the value of such investments.

#### **k) Employee Benefits**

Compensation to employees for services rendered is measured and accounted for in accordance with Accounting Standard 15 on Employee Benefits.

Employee Benefits such as salaries, allowances, non-monetary benefits and employee benefits under defined contribution plans such as provident and other funds, which fall due for payment within a period of twelve months after rendering service, are charged as an expense in the Consolidated Statement of Profit and Loss in the period in which the service is rendered.

Employee Benefits under defined benefit plans and other long term employee benefits such as gratuity and compensated absences which fall due for payment after completion of employment or after a period of twelve months from rendering service, are measured by the projected unit credit method, on the basis of actuarial valuations carried out by third party actuaries at each balance sheet date. The Group's obligations recognised in the Consolidated Balance Sheet represent the present value of obligations as reduced by the fair value of plan assets, where applicable.

Actuarial gains and losses are recognised immediately in the Consolidated Statement of Profit and Loss.

#### **l) Earnings Per Share**

The Group reports basic and diluted Earnings Per Share (EPS) in accordance with Accounting Standard 20 on Earnings per Share. Basic EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

#### **m) Leases**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under

## **DSP BlackRock Investment Managers Private Limited**

### **Notes to Consolidated Financial Statements**

operating leases are recognised in the Consolidated Statement of Profit and Loss on a straight-line basis over the lease term.

#### **n) Income Tax**

Income Taxes are accounted for in accordance with Accounting Standard 22 on Accounting for Taxes on Income. Taxes comprise of both current and deferred tax.

Current tax is measured at the amount expected to be paid to / recovered from the tax authorities, using the applicable tax rates and tax laws.

The tax effect of the timing differences that result between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a deferred tax asset or deferred tax liability. They are measured using the substantively enacted tax rates and tax regulations.

The carrying amount of deferred tax assets at each balance sheet date is reduced to the extent that it is no longer reasonably certain that sufficient future taxable income will be available against which the deferred tax asset can be realised.

#### **o) Provisions and Contingent Liabilities**

Contingent Liabilities as defined in Accounting Standard 29 on Provisions, Contingent Liabilities and Contingent Assets are disclosed by way of notes to the accounts. Disclosure is not made if the possibility of an outflow of future economic benefits is remote. Provisions are made if it becomes probable that an outflow of future economic benefits will be required to settle the obligation.



Consolidated Balance Sheet

Rs. in Lakhs

Particulars		Note No.	As at 31 March, 2018	As at 31 March, 2017
<b>I</b>	<b>Equity and Liabilities</b>			
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	3	2,000.00	2,000.00
	(b) Reserves and surplus	4	77,495.34	57,217.40
<b>2</b>	<b>Minority Interest</b>		990.80	975.21
<b>3</b>	<b>Non-current liabilities</b>			
	(a) Long-term borrowings	5	83.02	61.79
	(b) Long-term provisions	6	1,212.27	1,350.54
<b>4</b>	<b>Current liabilities</b>			
	(a) Trade payables			
	(i) Total outstanding dues of micro enterprises and small enterprises	7	12.65	10.71
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		6,268.68	4,549.03
	(b) Other current liabilities	8	603.11	414.81
	(c) Short-term provisions	6	1,125.51	94.28
	<b>Total</b>		<b>89,791.38</b>	<b>66,673.77</b>
<b>II</b>	<b>Assets</b>			
<b>1</b>	<b>Non-current assets</b>			
	(a) Property, Plant and Equipment			
	(i) Tangible assets	9	1,962.34	1,651.18
	(ii) Intangible assets	9	285.46	353.62
	(b) Non-current investments	10	56,851.52	43,580.69
	(c) Deferred tax asset	11	1,719.23	1,397.89
	(d) Long-term loans and advances	12	2,587.13	3,492.17
<b>2</b>	<b>Current assets</b>			
	(a) Current investments	13	15,794.84	7,073.16
	(b) Trade receivables	14	7,910.15	7,710.39
	(c) Cash and cash equivalents	15	582.04	668.06
	(d) Short-term loans and advances	12	1,984.65	731.73
	(e) Other current assets	16	114.02	14.88
	<b>Total</b>		<b>89,791.38</b>	<b>66,673.77</b>
	Significant accounting policies	2		
	The accompanying notes 1 - 30 are an integral part of the consolidated financial statements			

In terms of our report attached.

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants

Sd/-  
**Rakesh N. Sharma**  
Partner

**For and on behalf of the Board of Directors**

Sd/-  
**Hemendra Kothari**  
Chairman  
DIN 00009873

Sd/-  
**Dhananjay Mundagle**  
Director  
DIN 00007563

Sd/-  
**Ramamoorthy Rajaopala**  
Chief Operating Officer

Sd/-  
**Pritesh Majmudar**  
Company Secretary

Place: Mumbai  
Date: June 25, 2018

Place : Mumbai  
Date: June 25, 2018

Particulars		Note No.	For the year ended 31 March, 2018	For the year ended 31 March, 2017
<b>Revenue</b>				
I	Revenue from operations	17	71,647.30	48,888.13
II	Other income	18	3,599.12	2,270.05
III	<b>Total Revenue (I + II)</b>		<b>75,246.42</b>	<b>51,158.18</b>
<b>Expenses</b>				
	Employee benefits expense	19	13,338.43	11,483.59
	Finance costs	20	91.42	16.22
	Depreciation and amortisation expense	9	756.87	576.50
	Other expenses	21	31,110.76	27,159.69
	<b>Total Expenses</b>		<b>45,297.48</b>	<b>39,236.00</b>
V	<b>Profit before tax (III - IV)</b>		29,948.94	11,922.18
VI	<b>Tax expense</b>			
	(a) Current tax expense		9,977.45	3,896.05
	(b) Deferred tax		(321.34)	(488.28)
	(c) Short provision for tax relating to prior years		-	5.71
			<b>9,656.11</b>	<b>3,413.48</b>
VII	<b>Profit after tax before share of profit attributable to minority interest</b>		<b>20,292.83</b>	<b>8,508.70</b>
	Less: Share of profit attributable to Minority Interest		15.61	(11.05)
	<b>Profit for the year attributable to the shareholders of the Company</b>		<b>20,277.22</b>	<b>8,519.75</b>
	Earnings per equity share (of Rs. 10/- each)			
	Basic (in Rs.)	28	<b>101.39</b>	<b>42.60</b>
	Diluted (in Rs.)		<b>101.39</b>	<b>42.60</b>
	Significant accounting policies	2		
	The accompanying notes 1 - 30 are an integral part of the consolidated financial statements			

In terms of our report attached.

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants

**For and on behalf of the Board of Directors**

Sd/-  
**Rakesh N. Sharma**  
Partner

Sd/-  
**Hemendra Kothari**  
Chairman  
DIN 00009873

Sd/-  
**Dhananjay Mundaale**  
Director  
DIN 00007563

Sd/-  
**Ramamoorthy Rajaopai**  
Chief Operating Officer

Sd/-  
**Pritesh Majmudar**  
Company Secretary

Place : Mumbai  
Date: June 25, 2018

Place : Mumbai  
Date: June 25, 2018

DSP BlackRock Investment Managers Private Limited

Consolidated Cash Flow Statement

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
<b>Cash flow from operating activities</b>				
Profit before tax		29,948.94		11,922.18
<b>Adjustments for:</b>				
Depreciation / amortisation	756.87		576.50	
Effect of exchange rate change	0.72		(0.50)	
Loss on fixed assets sold / scrapped / written off	28.71		15.60	
Finance cost	91.42		16.22	
Interest income	(5.81)		(8.51)	
Dividend income	(10.51)		-	
Provision for doubtful advances	0.17		0.44	
Net gain on sale of investments	(3,582.77)	(2,721.20)	(2,135.69)	(1,535.94)
<b>Operating profit before working capital changes</b>		27,227.74		10,386.24
<b>Changes in working capital</b>				
<b>Adjustments for (increase) / decrease in operating assets:</b>				
Trade receivables		(199.76)		(3,354.71)
Short-term loans and advances		(1,270.98)		401.49
Long-term loans and advances		(40.29)		22.98
Other current assets		(99.14)		1,013.79
<b>Adjustments for increase in operating liabilities:</b>				
Trade payables		1,721.59		579.80
Other current liabilities		135.85		(84.24)
Long-term provisions		(138.27)		552.20
Short-term provisions		64.61		(97.32)
<b>Cash generated from operations</b>		27,401.35		9,420.23
Direct taxes paid		(8,146.13)		(3,384.02)
<b>Net cash generated from operating activities (A)</b>		<b>19,255.22</b>		<b>6,036.21</b>
<b>Cash flows from investing activities</b>				
Capital expenditure on fixed assets, including capital advances		(903.96)		(1,001.90)
Proceeds from sale of fixed assets		4.99		18.69
Purchase of investments in mutual fund		(82,898.54)		(60,891.22)
Proceeds from sale/maturity of investments		64,488.80		55,950.79
Bank deposit placed		-		12.40
Loans to employees (Net)		18.19		3.22
Interest received		5.81		8.51
Dividend received		10.51		-
<b>Net cash used in investing activities (B)</b>		<b>(19,274.20)</b>		<b>(5,899.51)</b>

DSP BlackRock Investment Managers Private Limited

Consolidated Cash Flow Statement

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018		For the year ended 31 March, 2017	
<b>Cash flows from financing activities</b>				
Proceeds from borrowings		84.39		53.82
Repayment of borrowings		(60.00)		(86.78)
Interest paid		(91.42)		(16.22)
<b>Net cash used in financing activities (C)</b>		<b>(67.03)</b>		<b>(49.18)</b>
Net (decrease) / increase in cash and cash equivalents (A + B + C)		(86.01)		87.52
Cash and cash equivalents at the beginning of the year		668.06		580.54
<b>Cash and cash equivalents at the end of the year</b>		<b>582.05</b>		<b>668.06</b>
The accompanying notes 1 - 30 are an integral part of the consolidated financial statements				
<p>In terms of our report attached.</p> <p><b>For Deloitte Haskins &amp; Sells LLP</b> Chartered Accountants</p> <p>Sd/- <b>Rakesh N. Sharma</b> Partner</p> <p>Place : Mumbai Date: June 25, 2018</p>				
<p><b>For and on behalf of the Board of Directors</b></p> <p>Sd/- <b>Hemendra Kothari</b> Chairman DIN 00009873</p> <p>Sd/- <b>Dhananjay Mundagle</b> Director DIN 00007563</p> <p>Sd/- <b>Ramamoorthy Rajagopal</b> Chief Operating Officer</p> <p>Sd/- <b>Pritesh Majmudar</b> Company Secretary</p> <p>Place : Mumbai Date: June 25, 2018</p>				

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

3 Share capital

Particulars	As at 31 March, 2018		As at 31 March, 2017	
	Number of shares	Rs. in Lakhs	Number of shares	Rs. in Lakhs
<b>(a) Authorised</b>				
Equity shares of the par value of Rs.10 each	30,000,000	3,000.00	30,000,000	3,000.00
<b>(b) Issued and subscribed</b>				
Equity shares of Rs.10 each fully paid up	20,000,000	2,000.00	20,000,000	2,000.00
<b>(c) There is no movement in Share Capital during the current and the previous year.</b>				
<b>(d) Rights, preferences and restrictions attached to equity shares</b>				
The Company has a single class of equity shares. Each shareholder is eligible for one vote per share held. Dividend, if proposed by the Board of Directors, is subject to the approval of the shareholders. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.				
<b>(e) Shareholders holding more than 5% equity shares in the Company are set out below :</b>	<b>Number of shares held</b>	<b>% Holding</b>	<b>Number of shares held</b>	<b>% Holding</b>
DSP HMK Holdings Pvt. Ltd.	4,000,000	20.00%	4,000,000	20.00%
DSP ADIKO Holdings Pvt. Ltd.	8,000,000	40.00%	8,000,000	40.00%
BlackRock Advisors Singapore Pte. Ltd.	8,000,000	40.00%	8,000,000	40.00%
Refer Note 1				

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

4 Reserves and surplus

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
<b>(a) General reserve</b>		
Balance at the beginning and end of the year	24.00	24.00
<b>(b) Foreign currency translation reserve</b>		
Balance at the beginning of the year	138.77	139.27
Add : Effect of foreign exchange rate variations during the year	0.72	(0.50)
Balance at the end of the year	139.49	138.77
<b>(c) Surplus in Consolidated Statement of Profit and Loss</b>		
Balance at the beginning of the year	57,054.63	48,534.88
Add: Profit for the year	20,277.22	8,519.75
Balance at the end of the year	77,331.85	57,054.63
<b>Total</b>	<b>77,495.34</b>	<b>57,217.40</b>

5 Long-term borrowings (Secured)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
<b>Long-term maturities of finance lease obligations</b>		
From banks (Refer Note 8)	83.02	61.79
<b>Total</b>	<b>83.02</b>	<b>61.79</b>
<b>Details of security :</b>		
Secured by hypothecation of vehicles acquired under Auto Loan Scheme. Loans carry interest rates in the range of 8.75% to 10.75% p.a.		
<b>Terms of repayment :</b>		
a) Repayable in 36 / 48 equated monthly installments.		
b) Maturity with respect to the Balance Sheet date : 475 Monthly installments due over the period from April 2018 to March 2022		

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

6 Provisions

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
	Non-current (Long-term provisions)		Current (Short-term provisions)	
<b>For employee benefits</b>				
(i) Compensated absences	267.68	312.10	53.50	38.26
(ii) Gratuity	944.59	1,038.44	105.39	56.02
<b>Others</b>				
(i) Provision for income tax (Net of advance tax of Rs. 9,089.92 Lakhs (Previous year - Rs. Nil))	-	-	966.62	-
<b>Total</b>	<b>1,212.27</b>	<b>1,350.54</b>	<b>1,125.51</b>	<b>94.28</b>

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

7 Total outstanding dues of micro enterprises and small enterprises

Disclosures relating to amounts payable as at the year-end together with interest paid /payable to Micro and Small Enterprises have been made in the accounts, as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent of information available with the Group determined on the basis of intimation received from suppliers regarding their status and the required disclosures are given below.

Particulars	Rs. in Lakhs	
	As at 31 March, 2018	As at 31 March, 2017
(a) Principal amount remaining unpaid to any supplier as at the end of the accounting year.	12.65	10.71
(b) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year.	-	-
(c) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day .	-	-
(d) The amount of interest due and payable for the year.	-	-
(e) The amount of interest accrued and remaining unpaid at the end of the accounting year.	-	-
(f) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid.	-	-
<b>Total</b>	<b>12.65</b>	<b>10.71</b>

**Note :** Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Group Management. This has been relied upon by the auditors.

8 Other current liabilities

Particulars	Rs. in Lakhs	
	As at 31 March, 2018	As at 31 March, 2017
(a) Current maturities of finance lease obligations (Refer Note 5)	43.58	40.42
(b) Other payables		
(i) Statutory remittances	437.48	301.63
(ii) Payables on purchase of fixed assets	122.05	72.76
<b>Total</b>	<b>603.11</b>	<b>414.81</b>



9 Property, Plant & Equipment

Rs. in Lakhs

Particulars	Gross block				Accumulated Depreciation and amortisation			Net block Balance as at 31 March, 2018
	Balance as at 1 April, 2017	Additions	Disposals	Balance as at 31 March, 2018	Balance as at 1 April, 2017	Depreciation / amortisation for the year	Eliminated on disposal of assets	
<b>Tangible Assets</b>								
(a) Leasehold improvements	1,517.39 (1,402.04)	310.56 (146.55)	61.53 (31.20)	1,766.42 (1,517.39)	1,259.93 (1,223.78)	174.22 (67.35)	61.53 (31.20)	1,372.62 (1,259.93)
(b) Office Equipment	985.06 (852.04)	253.35 (171.88)	59.87 (38.86)	1,178.54 (985.06)	679.15 (634.85)	102.62 (81.85)	58.71 (37.55)	723.06 (679.15)
(c) Furniture and Fixtures	125.89 (109.30)	38.46 (19.94)	2.19 (3.35)	162.16 (125.89)	69.19 (67.08)	9.19 (5.11)	1.92 (3.00)	76.46 (69.19)
(d) Vehicles (i) Owned (ii) Taken under finance lease	398.38 111.87	- 79.45	80.55 -	317.83 191.32	173.18 17.90	43.63 17.86	49.14 -	167.67 35.76
	510.25 (537.50)	79.45 (39.34)	80.55 (66.59)	509.15 (510.25)	191.08 (161.86)	61.49 (64.35)	49.14 (35.13)	203.43 (191.08)
(e) Computers and Allied Equipments	1,815.10 (1,665.24)	218.93 (290.77)	78.65 (140.91)	1,955.38 (1,815.10)	1,103.15 (1,063.72)	208.47 (180.13)	77.88 (140.70)	1,233.74 (1,103.15)
<b>Tangible Assets Total (A)</b>	<b>4,953.69</b> (4,566.12)	<b>900.75</b> (668.48)	<b>282.79</b> (280.91)	<b>5,571.65</b> (4,953.69)	<b>3,302.50</b> (3,151.29)	<b>555.99</b> (398.79)	<b>249.18</b> (247.58)	<b>3,609.31</b> (3,302.50)
<b>Intangible Assets</b>								
Acquired								
(a) Computer software	1,335.94 (1,173.21)	132.80 (291.95)	16.58 (129.22)	1,452.16 (1,335.94)	982.31 (932.86)	200.88 (177.71)	16.49 (128.26)	1,166.70 (982.31)
<b>Intangible Assets Total (B)</b>	<b>1,335.94</b> (1,173.21)	<b>132.80</b> (291.95)	<b>16.58</b> (129.22)	<b>1,452.16</b> (1,335.94)	<b>982.31</b> (932.86)	<b>200.88</b> (177.71)	<b>16.49</b> (128.26)	<b>1,166.70</b> (982.31)
<b>Total (A+B)</b>	<b>6,289.63</b> (5,739.33)	<b>1,033.55</b> (960.43)	<b>299.37</b> (410.13)	<b>7,023.81</b> (6,289.63)	<b>4,284.81</b> (4,084.15)	<b>756.87</b> (576.50)	<b>265.67</b> (375.84)	<b>4,776.01</b> (4,284.81)
								<b>2,247.80</b> (2,004.80)

Note: Figures in parenthesis relate to the corresponding previous year figures.

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

10 Non-current investments

Rs. in Lakhs

Particulars	As at 31	As at 31	As at 31	As at 31
	March, 2018	March, 2017	March, 2018	March, 2017
<b>Long term investments (At cost)</b>	<b>No. of shares</b>			
<b>Trade Investments (Unquoted)</b>				
(a) <b>Investments in equity Instruments</b>				
Equity Shares Re. 1 each, fully paid up in Investments In Mutual Fund Utilities India Pvt. Ltd.	500,000	500,000	5.00	5.00
			5.00	5.00
(b) <b>Investment in Mutual Funds - unlisted</b>	<b>No. of units</b>			
DSP BlackRock Global Allocation Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock World Agriculture Fund - Direct - Growth	255,342	255,342	38.00	38.00
DSP BlackRock US Flexible Equity Fund - Direct - Growth	309,805	309,805	50.00	50.00
DSP BlackRock World Gold Fund - Direct - Growth	536,366	536,366	50.00	50.00
DSP BlackRock World Energy Fund - Direct - Growth	367,069	367,069	50.00	50.00
DSP BlackRock World Mining Fund - Direct - Growth	277,947	277,947	21.00	21.00
DSP BlackRock Natural Resources and New Energy Fund - Direct - Growth	263,588	263,588	50.00	50.00
DSP BlackRock Dynamic Asset Allocation Fund - Direct - Growth	448,459	448,459	50.00	50.00
DSP BlackRock 10Y G-Sec Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock Government Securities Fund - Direct - Growth	119,553	119,553	50.00	50.00
DSP BlackRock Savings Fund - Direct - Growth	182,647	182,647	50.00	50.00
DSP BlackRock Bond Fund - Direct - Growth	118,909	118,909	50.00	50.00
DSP BlackRock Short Term Fund - Direct - Growth	216,118	216,118	50.00	50.00
DSP BlackRock Regular Savings Fund - Direct - Growth	178,635	178,635	50.00	50.00
DSP BlackRock Equity & Bond Fund - Direct - Growth	50,010	50,010	50.00	50.00
DSP BlackRock Money Manager Fund - Direct - Growth	2,712	2,712	50.00	50.00
DSP BlackRock Credit Risk Fund - Direct - Growth	230,773	230,773	50.00	50.00
DSP BlackRock Strategic Bond Fund - Direct - Growth	3,169	3,169	50.00	50.00
DSP BlackRock Banking and PSU Debt Fund - Direct - Growth	444,211	444,211	50.00	50.00
DSP BlackRock Low Duration Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock Focus Fund - Direct - Growth	312,383	312,383	50.00	50.00
DSP BlackRock Tax Saver Fund - Direct - Growth	167,409	167,409	50.00	50.00
DSP BlackRock Equity Fund - Direct - Growth	190,454	190,454	50.00	50.00
DSP BlackRock Equity Opportunities Fund - Direct - Growth	36,731	36,323	67.78	50.00
DSP BlackRock Technology.com Fund - Direct - Growth	-	98,943	-	50.00
DSP BlackRock Top 100 Equity Fund - Direct - Growth	32,238	32,238	50.00	50.00
DSP BlackRock India T.I.G.E.R. Fund - Direct - Growth	78,749	78,749	50.00	50.00
DSP BlackRock Mid Cap Fund - Direct - Growth	155,642	155,642	50.00	50.00
DSP BlackRock Liquidity Fund - Direct - Growth	2,588	2,588	50.00	50.00
DSP BlackRock Small Cap Fund - Direct - Growth	130,460	130,460	50.00	50.00
DSP BlackRock Equity Savings Fund - Direct - Growth	500,000	500,000	50.00	50.00
DSP BlackRock Equal Nifty 50 Fund - Direct - Growth	500,000	-	50.00	-
DSP BlackRock Arbitrage Fund - Direct - Growth	500,000	-	50.00	-
DSP BlackRock Strategic Bond Fund - Direct - Growth	569,510	740,195	9,828.59	12,516.11
DSP BlackRock Government Securities Fund - Direct - Growth	9,737,020	11,110,254	3,857.55	4,401.59
DSP BlackRock Banking and PSU Debt Fund - Direct - Growth	65,582,468	65,582,468	8,661.22	8,661.22
DSP BlackRock 10Y G-Sec Fund - Direct - Growth	3,586,977	9,248,338	368.46	950.00
DSP BlackRock Low Duration Fund - Direct - Growth	177,271,145	85,838,200	20,585.01	8,960.63
DSP BlackRock Liquidity Fund - Direct - Growth	-	-	-	-
DSP BlackRock Savings Fund - Direct - Growth	661,833	661,833	200.00	200.00
DSP BlackRock Arbitrage Fund - Direct - Dividend	12,537,236	-	1,253.75	-
DSP BlackRock Arbitrage Fund - Direct - Monthly Dividend	12,567,140	-	1,256.76	-
DSP BlackRock Money Manager Fund - Direct - Growth	-	270	-	5.84
(c) <b>Investment in Mutual Funds - listed and quoted</b>			47,588.12	37,204.39
DSP BlackRock Liquid ETF	5,000	-	50.00	-
			50.00	-

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

Rs. in Lakhs

Particulars	As at 31	As at 31	As at 31	As at 31
	March, 2018	March, 2017	March, 2018	March, 2017
(d) <b>Investment in Alternate Investment Fund *</b>	No. of units			
DSP BlackRock Emerging Star Fund	751,596	884,231	850.00	1,000.00
DSP BlackRock CoRe Fund	946,089	672,661	1,000.00	670.00
DSP BlackRock Pharma Fund	1,026,205	1,026,205	1,000.00	1,000.00
DSP BlackRock SatCore Fund	979,196	500,000	1,017.10	500.00
DSP BlackRock High Conviction Fund	340,000	-	340.00	-
* As per SEBI (Alternative Investment Funds) Regulations, 2012, requirement for capital contribution by the Company is 5% of corpus or Rs. 1,000 (in Lakhs) whichever is lower. The Company has contributed Rs. 4,207 (in Lakhs) presently and the balance of Rs. 660 (in Lakh) will be contributed upon issuance of drawdown notices by AIF schemes.			4,207.10	3,170.00
(e) <b>Investment in Mutual Funds - listed but not quoted</b>				
DSP BlackRock FMP - Series 226 - 39M - Direct - Growth	5,000,000	-	500.00	-
DSP BlackRock FMP - Series 204 - 37M - Direct - Growth	20,000,000	20,000,000	2,000.00	2,000.00
DSP BlackRock FMP - Series 205 - 37M - Direct - Growth	12,000,000	12,000,000	1,200.00	1,200.00
DSP BlackRock FMP - Series 211 - 38M - Direct - Growth	5,000,000	-	500.00	-
DSP BlackRock FMP - Series 218 - 40M - Direct - Growth	3,000,000	-	300.00	-
DSP BlackRock FMP - Series 224 - 39M - Direct - Growth	5,000,000	-	500.00	-
			5,000.00	3,200.00
(f) <b>Others</b>				
DSP BlackRock India Investment Fund	1,000	1,000	0.65	0.65
DSP BlackRock India Fund	1,000	1,000	0.65	0.65
			1.30	1.30
<b>Total</b>			<b>56,851.52</b>	<b>43,580.69</b>
Aggregate value of listed and quoted investments			50.00	-
Aggregate value of listed but not quoted investments			5,000.00	3,200.00
Aggregate value of unlisted investments			51,801.52	40,380.69
Aggregate market value of listed and quoted investments			50.00	-

11 Deferred tax asset

Rs. in Lakhs

Particulars	As at 31	As at 31
	March, 2018	March, 2017
<b>Components of Deferred Tax Asset</b>		
Depreciation and amortisation of fixed assets	257.65	206.96
Expenses allowable on payment basis	1,040.45	896.82
Others	421.13	294.11
<b>Total</b>	<b>1,719.23</b>	<b>1,397.89</b>

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

12 Loans and advances (Unsecured, considered good-unless otherwise stated)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
	Non-current (Long-term loans and advances)		Current (Short-term loans and advances)	
a Capital advances	4.64	84.94	-	-
b Security deposits (See note (i) below)	455.71	415.53	0.10	32.30
c Loans to employees	23.78	24.11	29.43	47.29
d Advance to suppliers	-	-	61.04	66.74
e Prepaid expenses	24.08	24.25	408.92	353.57
f Income tax (net) (Net of Provision of Rs. 22,120.69 Lakhs (Previous year - Rs. 22,120.69 Lakhs))	2,084.54	2,949.24	-	-
g Balances with Government authorities	0.28	-	1,485.16	231.83
Less: Provision for Doubtful Advances	5.90	5.90	-	-
<b>Total</b>	<b>2,587.13</b>	<b>3,492.17</b>	<b>1,984.65</b>	<b>731.73</b>

Note (i)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017	As at 31 March, 2018	As at 31 March, 2017
	Non-current (Long-term loans and advances)		Current (Short-term loans and advances)	
(i) <b>Considered Good</b> Security deposits	449.81	409.63	0.10	32.30
<b>Considered Doubtful</b> Security deposits	5.90	5.90	-	-

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

13 Current investments

Rs. in Lakhs

Particulars	As at 31 March, 2018		As at 31 March, 2017	
	No. of units	Amount	No. of units	Amount
<b>1 Current Investment in mutual funds</b> (At lower of cost and fair value)				
<b>Investment in close ended mutual funds - listed but not quoted</b>				
DSP BlackRock FMP - Series 222 - 3M - Direct - Growth	25,000,000	2,500.00	-	-
		<b>2,500.00</b>		-
<b>Investment in open ended mutual funds - unlisted</b>				
DSP BlackRock Liquidity Fund - Direct - Growth	498,700	11,844.84	369,494	7,073.16
DSP BlackRock 10Y G-Sec Fund - Direct - Growth	3,771,052	500.00	-	-
		<b>12,344.84</b>		<b>7,073.16</b>
<b>2 Current investments - listed and quoted</b>				
DSP BlackRock Liquid ETF	95,000	950.00	-	-
<b>Total</b>		<b>15,794.84</b>		<b>7,073.16</b>
Aggregate value of listed but not quoted investments		2,500.00		-
Aggregate amount of unlisted investments		12,344.84		7,073.16
<b>Repurchase value</b>		<b>15,425.47</b>		<b>8,427.05</b>
Aggregate value of listed and quoted investments		950.00		-
<b>Aggregate market value of listed and quoted investments</b>		<b>950.01</b>		-

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

14 Trade receivables (Unsecured, considered good)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	-
Other trade receivables	7,910.15	7,710.39
<b>Total</b>	<b>7,910.15</b>	<b>7,710.39</b>

15 Cash and cash equivalents

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
<b>Balances with banks</b>		
In current accounts	582.04	668.06
<b>Total</b>	<b>582.04</b>	<b>668.06</b>

16 Other current assets (Unsecured, considered good)

Rs. in Lakhs

Particulars	As at 31 March, 2018	As at 31 March, 2017
Contractually reimbursable expenses (Refer sub-clause (ii) of Note 26)	114.02	14.88
<b>Total</b>	<b>114.02</b>	<b>14.88</b>

17 Revenue from operations

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Asset Management Fees	65,524.12	45,116.32
Offshore Non Binding Advisory Fees	6,123.18	3,771.81
<b>Total</b>	<b>71,647.30</b>	<b>48,888.13</b>

18 Other income

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
(a) Interest income on staff loans	5.81	5.95
(b) Interest on income tax refund	-	125.84
(c) Dividend income from investments	10.51	-
(d) Net gain on sale of investments	3,582.77	2,135.69
(e) Interest others	-	1.66
(f) Interest on bank deposits	-	0.90
(g) Miscellaneous income	0.02	0.01
<b>Total</b>	<b>3,599.11</b>	<b>2,270.05</b>

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

19 Employee benefits expense

Rs. in Lakhs

Particulars	For the year ended 31	For the year ended 31
	March, 2018	March, 2017
Salaries and wages	12,765.46	10,712.90
Contribution to provident fund (Refer Note (a) below)	278.65	265.54
Gratuity expense (Refer Note (b) below)	116.07	347.85
Staff welfare expenses	178.25	157.30
<b>Total</b>	<b>13,338.43</b>	<b>11,483.59</b>

Note (a): Defined Contribution Plan

Rs. in Lakhs

Particulars	Current Year	Previous Year
	Company's contribution to Provident Fund	278.65

Note (b) : Defined Benefit Plans : Gratuity

The Company operates a non-funded gratuity plan for qualifying employees. Under the plan, the employees are entitled to gratuity benefits based on final salary at retirement / leaving the organisation. The Company makes provision in the books based on third party actuarial valuations. The Present Value of the defined benefit obligations and the related current service cost and past service cost, are measured using the Projected Unit Credit Method.

The estimates of future salary increase, considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Discount rate is based on the prevailing market yield of the Government of India Securities as at the Balance Sheet date for the estimated terms of the obligation.

Rs. in Lakhs

Particulars	Current Year	Previous Year
	<b>i) Present value of obligation</b>	
As at the beginning of the year		
Service cost	1,094.46	813.32
Interest cost	130.11	121.32
Actuarial (gain) / loss on obligation	86.75	66.43
Benefits paid	(100.79)	160.10
As at the end of the year	(160.54)	(66.71)
<b>As at the end of the year</b>	<b>1,049.99</b>	<b>1,094.46</b>
<b>ii) Amount recognised in Balance Sheet</b>	<b>1,049.99</b>	<b>1,094.46</b>
<b>iii) Expense during the year</b>		
Service cost		
Interest cost	130.11	121.32
Actuarial (gain) / loss	86.75	66.43
<b>Total</b>	<b>(100.79)</b>	<b>160.10</b>
<b>iv) Principal actuarial assumptions</b>		
Rate of discounting	7.75% p.a.	7.25% p.a.
Rate of increase in salaries	7.40% p.a.	7.00% p.a.
Mortality tables	2006-08 IALM	2006-08 IALM
Attrition rate		
	<b>Age Years</b>	<b>Rates</b>
	21-30	12%
	31-40	12%
	41-50	10%
	51-57	5%

DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

Amount recognised in the current year and previous four years

Particulars	2017-18	2016-17	2015-16	2014-15	2013-14
Defined benefit obligation	1,049.99	1,094.46	813.32	861.23	618.79
Plan assets	-	-	-	-	-
(Deficit)	(1,049.99)	(1,094.46)	(813.32)	(861.23)	(618.79)
Experience (Gain)/Loss on obligation	(49.63)	107.26	(208.32)	(28.20)	(15.06)
Experience adjustment on plan assets Gain/(Loss)	-	-	-	-	-

20 Finance costs

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
(i) Interest charge on finance lease obligations	9.74	11.21
(ii) Interest on delayed payment of income tax	81.66	5.00
(iii) Bank guarantee, commission and other charges	0.02	0.01
<b>Total</b>	<b>91.42</b>	<b>16.22</b>

21 Other expenses (Refer Note (a) below)

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
1 Scheme expenses (Refer note (b) below)		
a Brokerage	18,050.88	12,847.19
b Referral Fees	1,870.34	4,490.72
c Advertising, publicity and others	2,728.81	1,974.02
d Others	518.34	346.58
2 Rent	1,423.68	1,215.18
3 Legal and professional fees	2,449.94	2,613.02
4 Technology and allied infrastructure cost	618.97	503.61
5 Office maintenance	669.87	542.32
6 Travelling and conveyance	369.08	399.52
7 Risk reporting fees	144.61	149.06
8 Power	218.96	215.34
9 Rates, taxes and fees	30.65	76.36
10 Insurance	206.32	143.18
11 Donations	6.19	12.14
12 Corporate Social Responsibility (Refer note (c) below)	189.68	163.86
13 Net loss on foreign currency transactions	40.47	7.68
14 Payments to auditors (Refer note (d) below)	32.45	32.41
15 Loss on fixed assets sold / scrapped / written off	28.71	15.60
16 Provision for doubtful advances	0.17	0.44
17 Miscellaneous expenses	1,512.64	1,411.46
<b>Total</b>	<b>31,110.76</b>	<b>27,159.69</b>

Note : (a)

Other expenses are shown net of reimbursements. Refer Sr. no. 8 of sub-clause (ii) of Note 26

Note : (b)

Rs. in Lakhs

Particulars	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Scheme expenses are shown net of		
a) expenditure reimbursed by the respective mutual fund schemes managed by the Company	128.79	355.54
b) placement fees received from Alternate Investment Fund managed by the Company	360.62	90.54
<b>Total</b>	<b>489.41</b>	<b>446.08</b>



DSP BlackRock Investment Managers Private Limited

Notes to consolidated financial statements

Note : (c)

Rs. in Lakhs

Particulars	Rs. in Lakhs	
	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Details of Corporate Social Responsibility (CSR) expenditure		
a) Expenditure related to Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof	189.68	163.86
b) Gross amount required to be spent during the year	201.45	180.95

Note : (d)

Rs. in Lakhs

Particulars	Rs. in Lakhs	
	For the year ended 31 March, 2018	For the year ended 31 March, 2017
Payments to the auditors comprise (net of taxes)		
As auditors - statutory audit	26.43	27.21
- tax audit	3.40	3.40
- other services (certification)	2.25	1.53
Reimbursement of expenses	0.37	0.27
<b>Total</b>	<b>32.45</b>	<b>32.41</b>

**DSP BlackRock Investment Managers Private Limited**

**Notes to Consolidated Financial Statements**

**22. Contingent Liabilities**

	<b>Current Year</b>	<b>Previous Year</b>
	<b>Rs. in Lakhs</b>	<b>Rs. in Lakhs</b>
Claims against the Group not acknowledged as debt	<b>22.07</b>	40.53
Claims relating to service tax matters	<b>344.38</b>	291.88
Income tax matters contested by the Group	<b>100.11</b>	70.95

**23. Capital Commitments**

	<b>Current Year</b>	<b>Previous Year</b>
	<b>Rs. in Lakhs</b>	<b>Rs. in Lakhs</b>
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	<b>39.27</b>	128.04

**24. Derivative Instruments and Unhedged Foreign Currency Exposure**

There is no outstanding forward exchange contract as at 31 March 2018 and 31 March 2017.

The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

a) Amounts receivable in foreign currency are on account of the following:

	<b>Current Year (in Lakhs)</b>		<b>Previous Year (in Lakhs)</b>	
	<b>Amount in Foreign Currency</b>	<b>Amount in Rs.</b>	<b>Amount in Foreign Currency</b>	<b>Amount in Rs.</b>
Trade receivables	<b>USD 13.14</b>	<b>854.56</b>	USD 24.29	1,574.96
	<b>JPY 210.97</b>	<b>129.83</b>	JPY 223.75	129.68
	<b>SGD 0.90</b>	<b>44.57</b>		

**DSP BlackRock Investment Managers Private Limited**

**Notes to Consolidated Financial Statements**

b) Amounts payable in foreign currency on account of the following:

	Current Year (in Lakhs)		Previous Year (in Lakhs)	
	Amount in Foreign Currency	Amount in Rs.	Amount in Foreign Currency	Amount in Rs.
Trade payable	USD 1.07 AUD 0.06 SGD 0.05	62.40 2.49 2.26	USD 1.27 AED 0.35	82.48 6.17

**25. Segment Reporting**

The Group has a single reportable segment of Asset Management. There is no reportable geographical segment of the Group.

**DSP BlackRock Investment Managers Private Limited**

**Notes to Consolidated Financial Statements**

**26. Related Party Disclosures**

**(i) List of Related Parties and their relationships (Refer Note 1)**

<b>Sr. No</b>	<b>Name of the Related Party</b>	<b>Relationship</b>
1.	DSP BlackRock Trustee Company Pvt. Ltd.	Affiliated enterprise
2.	BlackRock Advisors Singapore Pte. Ltd.	Affiliated enterprise
3.	DSP BlackRock Mutual Fund	Affiliated enterprise
4.	BlackRock India Equities Fund (Mauritius) Ltd.	Affiliated enterprise
5.	BlackRock Asset Management North Asia Ltd. (Erstwhile BlackRock Hong Kong Ltd.)	Affiliated enterprise
6.	Reclamation Properties (India) Pvt. Ltd.	Affiliated enterprise
7.	Reclamation Realty (India) Pvt. Ltd.	Affiliated enterprise
8.	BlackRock Financial Management, Inc.	Affiliated enterprise
9.	DSP BlackRock India Investment Fund	Affiliated enterprise
10.	DSP BlackRock India Fund	Affiliated enterprise
11.	DSP BlackRock India Enhanced Equity Fund	Affiliated enterprise – AIF
12.	DSP BlackRock Emerging Stars Fund	Affiliated enterprise – AIF
13.	DSP BlackRock AIF Pharma Fund	Affiliated enterprise – AIF
14.	DSP BlackRock AIF Core Fund	Affiliated enterprise – AIF
15.	DSP BlackRock India Enhanced Equity SatCore Fund	Affiliated enterprise – AIF
16.	DSP BlackRock High Conviction Fund	Affiliated enterprise – AIF
17.	Hemendra Kothari	Key Management Personnel
18.	Aditi Kothari	Relative of Key Management Personnel
19.	Impact Foundation (India)	Enterprise in which key management personnel can exercise significant influence.

**DSP BlackRock Investment Managers Private Limited****Notes to Consolidated Financial Statements****27. Assets Taken on Lease****a. Disclosures in respect of Operating Leases**

Lease payments recognised in the Consolidated Statement of Profit and Loss during the year

Current Year Rs. in Lakhs	Previous Year Rs. in Lakhs
1,423.68	1,215.18

Assets are taken on lease for the periods ranging from 3 to 9 years.

There is no future minimum lease payment under non-cancellable operating leases.

**b. Disclosures in respect of Finance Leases**

1. The total of minimum lease payments and their present value in respect of assets taken on finance lease are as follows:

	Due not later than one year (Rs. in Lakhs)		Due later than one year but not later than five years (Rs. in Lakhs)	
	Current Year	Previous Year	Current Year	Previous Year
Total minimum future lease payments	53.29	48.33	98.91	69.12
Less: Finance Charge on future lease payments	(9.71)	(7.91)	(15.89)	(7.33)
Present Value of lease payments	43.58	40.42	83.02	61.79

2. Assets are taken on lease for periods ranging from 3 to 4 years.

**28. Earnings per share (EPS)**

Net Profit (Rs in Lakhs)

Weighted average number of equity shares (in Lakhs)

Basic and diluted EPS (Rs.)

Face Value / Nominal Value per equity share (Rs.)

Current Year	Previous Year
20,277.22	8,519.75
200	200
101.39	42.60
10	10

Note: There is no dilution to the basic EPS as there are no outstanding potentially dilutive equity shares.

**DSP BlackRock Investment Managers Private Limited**

**Notes to Consolidated Financial Statements**

29. Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013 :

Name of the entity	Net assets, i.e., total assets minus total liabilities		Share of profit or loss	
	As % of consolidated net assets	Rs. in Lakhs	As % of consolidated profit or loss	Rs. in Lakhs
<b>Holding Company</b> DSP BlackRock Investment Managers Pvt. Ltd.	101.30% (101.46%)	80,530.08 (60,079.08)	100.86% (101.48%)	20,451.00 (8,646.06)
<b>Subsidiaries</b>				
<b>Indian</b> DSP BlackRock Pension Fund Managers Pvt. Ltd.	-0.04% (-0.11%)	-36.14 (-62.15)	0.13% (-0.22%)	26.01 (-18.42)
<b>Foreign</b> DSP BlackRock Investment Managers (Mauritius) Ltd.	-1.26% (-1.35%)	-998.60 (-799.53)	-0.99% (-1.27%)	-199.79 (-107.89)
<b>Total</b>		<b>79,495.34</b> (59,217.40)		<b>20,277.22</b> (8,519.75)
<b>Minority Interests in all subsidiaries</b>		990.80 (975.21)		15.61 (-11.05)

**Note:** Figures in parenthesis relates to the corresponding previous year.

**30. Previous year's figures**

Figures of the previous year are regrouped and reclassified wherever necessary to correspond to the figures of the current year.

**For and on behalf of the Board of Directors**

Sd/-  
**Hemendra Kothari**  
Chairman  
DIN: 00009873

Sd/-  
**Dhananjay Mungale**  
Director  
DIN: 00007563

Place: Mumbai  
Date: June 25, 2018

Sd/-  
**Ramamoorthy Rajagopal**  
Chief Operating Officer

Sd/-  
**Pritesh Majmudar**  
Company Secretary  
FCS 6259