



Parag Parikh Financial Advisory Services Private Limited
Annual Report 2014-2015

Corporate Information

Board of Directors

Rajeev Thakkar
Ashish Shah
Neil Parikh
Sahil Parikh
Sunil Gautam

Bankers

AXIS Bank Limited
HDFC Bank Limited

Registered Office

103, Veena Chambers, 21,
Dalal Street, Fort, Mumbai - 400 001

Auditors

CVK & Associates
Chartered Accountants

Corporate Office

Great Western Building, 1st Floor,
130/132, Lion Gate, Fort,
Mumbai - 400 001

Company Secretary

Anindita Sengupta

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Parag Parikh Financial Advisory Services Private Limited
Registered Office:- 103, Veena Chambers, 21 Dalal Street, Mumbai 400 001.
CIN: U67190MH1992PTC068970

NOTICE

Notice is hereby given that the Twenty Third Annual General Meeting of Parag Parikh Financial Advisory Services Private Limited will be held on Friday, 28th August, 2015 at 4.00 pm at Great Western Building, 130/132, 1st Floor, Shahid Bhagat Singh Marg, Opp. Lion Gate, Fort, Mumbai 400 001 to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited Balance Sheet as at March 31st, 2015, the Statement of Profit and Loss for the year ended on that date, and the Report of the Directors' and Auditor's Report thereon.
2. To appoint CVK and Associates, Chartered Accountants (Firm's Registration no.-101745W) as Statutory Auditors of the Company to hold office from the conclusion of this meeting until the conclusion of next Annual General Meeting, to fix their remuneration and if thought fit to pass with or without modification(s), the following resolution as an Ordinary Resolution:
“RESOLVED THAT M/s. CVK and Associates, Chartered Accountants, be and are hereby reappointed as Statutory Auditors of the Company to hold the office till the conclusion of next Annual General Meeting at the remuneration to be fixed by the Board of Directors.”
3. To appoint a director in place of Mr. Rajeev Thakkar (DIN No: 00227548), who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a director in place of Mr. Sahil Parikh (DIN No: 00079898), who retires by rotation and being eligible offers himself for re-appointment.

Parag Parikh Financial Advisory Services Private Limited
(formerly known as Parag Parikh Financial Advisory Services Limited)

Ashish Shah
Director
(DIN No: 02887514)

Sahil Parikh
Director
(DIN No: 00079898)

Place: Mumbai

Date: 15th July, 2015

Notes

1. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect to the business stated above is annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY (50) AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE, SHOULD BE DULY COMPLETED, STAMPED, AND MUST BE DEPOSITED AT THE CORPORATE OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE TIME FOR COMMENCEMENT OF THE MEETING.
3. Members/Proxy Holders are requested to produce at the entrance, the attached Admission Slip for admission to the meeting hall. Duplicate attendance slips will not be provided at the hall.
4. In case of Joint Holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
5. Pursuant to the provisions of Section 205A of the Companies Act, 1956, the dividends for the financial year 2012-13 which remain unclaimed for a period of 7 years will be transferred by the Company to the Investor Education and Protection Fund established by the Central Government. Shareholders who have not encashed their dividend cheques so far for the dividends mentioned aforesaid are requested to make their claim to the Company Secretary at Great Western Building, 1st Floor, 130/132, Shahid Bhagat Singh Road, Lion Gate, Mumbai – 400 001. Shareholders are requested to ensure that they claim dividend from the Company before transfer of the said amount to the IEPF.
6. Pursuant to Rule 18(3) of the Companies (Management and Administration) Rules, 2014, you are requested to provide your email – id to facilitate easy and faster dispatch of Notices of the general meetings and other communications by electronic mode from time to time.
7. Members are requested to send their queries on the Annual Report to the Company, if any, at least 10 (ten) days before the Annual General Meeting, so as to enable the Board to keep the information ready. Members are also requested to bring their copies of the Annual Report and Notice to the Meeting, as the same shall not be distributed at the Meeting.
8. The Annual Report of the Company circulated to the members of the Company, will be made available on the Company's website at www.ppfas.com.

Director's Report

1) Consolidated Financial Results

Highlights of the Consolidated Financial Results for the years 2014-15 and 2013-14 are given below:

Particulars	For the year ended March 31, 2015 (Rs. in Lacs)	For the year ended March 31, 2014 (Rs. in Lacs)
Operating Income	1094.02	753.50
Other Income	433.01	237.94
Total Income	1527.04	991.44
Profit before depreciation and tax	743.47	394.77
Depreciation	73.15	22.44
Profit before tax	670.32	372.33
Current Tax	170.18	94.74
Deferred Tax Income	-29.07	-1.71
Profit after tax	529.21	279.30
Share Capital	651.48	651.48
Reserves and Surplus	3496.21	2970.87

2) Dividend

With a view to conserve resources and increase net worth of the Company, no dividend is proposed for the year.

As per SEBI (Mutual Funds) Regulations Amendment Act, 2014 dated May 6, 2014, the net worth requirement of asset management companies has been increased from Rs. 10 crores to Rs. 50 crores. Thus, there has been a requirement to augment the net worth of PPFAS Asset Management Private Limited, the subsidiary company to Rs. 50 crores by acquiring shares of the same. Hence, no dividend is proposed for the year with a view to conserve resources and invest the same in the subsidiary company.

3) Reserves

The Board proposes to credit Rs. 203.18 lakhs to Free Reserves.

4) Deposits

The Company has not accepted any deposits pursuant to the provisions of Chapter V of the Companies Act, 2013.

5) The state of the Company's affairs**Management Discussion and Analysis and Results of operations****Environment in the Capital Markets**

2014-15 has seen an unprecedented growth in valuations in the Indian capital markets. We have reached our all time highs in both value and perhaps expectations as well. Although growth in market value may not necessarily indicate growth in real earnings. Investors have been paying up for quality businesses of all shapes and sizes. However this does not mean that things are going very well beneath the surface and a lot needs to happen on the ground to justify the built in expectations.

Foreign institutional investors have been investing more than ever in the Indian markets. This is a time to be cautious and aware of our invested companies and not get carried away with the soaring value of our investments because the whole world is buying into it.

Our stance

We are happy to inform that the flagship Scheme of PPFAS Mutual Fund "PPFAS Long Term Value Fund" has successfully completed two years since its launch on May 13, 2013.

The Company has decided to concentrate on its core business of investment management. Accordingly the Company has surrendered its membership of NSE and BSE and has stopped its stock broking business. Existing business model does not require intensive capital investment. Since the operations of the Company have curtailed owing to the closure of stock broking business, the approval of the Members was sought to convert the Company to a private limited company from a public company at the Extraordinary General Meeting held on 23rd April, 2015. The Company is converted to a private limited company after receiving the approval of Registrar of Companies, Mumbai and the Ministry of Corporate Affairs on June 22, 2015 and is thus renamed 'Parag Parikh Financial Advisory Services Private Limited'.

PPFAS will continue to act as a financial advisor and distributor as well as offer non-discretionary portfolio management services and other portfolio management services as may be decided from time to time.

Our revenue and profitability was strong in the financial year ended March 31, 2015. The consolidated net worth of PPFAS Ltd. at the end of March 31, 2015 is Rs. 41.45 crores. For FY 2014-2015 consolidated net profit is Rs. 5.27 Crores.

Operations of PPFAS**PPFAS Long Term Value Fund (The mutual fund scheme managed by PPFAS Asset Management Private Limited, a wholly owned subsidiary)**

The performance of the Scheme (PPFAS Long Term Value Fund) as on March 31, 2015 is provided below:

Period	Since Inception (May 28, 2013)	
	Scheme Returns (%) #	Benchmark Returns (CNX 500) (%)
Direct Plan	31.07%	23.11%
Regular Plan	30.45%	23.11%

Period	For last one year	
	Scheme Returns (%) #	Benchmark Returns (CNX 500) (%)
Direct Plan	39.41%	33.56%
Regular Plan	38.75%	33.56%

Past performance may or may not be sustained in the future.

Above returns are compounded annualized (CAGR)

The Scheme offers only Growth Option

Since Inception returns are calculated on Rs.10 (allotment price per Unit)

Client acquisition efforts

PPFAS continues to communicate and engage with its existing and potential clients through low cost mediums like the internet. We now have a thriving online and offline community which interacts in seminars, on blogs, Youtube, social media like Facebook and Twitter.

Finances

Surplus funds of the company are invested primarily in money market mutual funds and bank deposits. The Company has invested Rs. 11.96 Crores in the Equity Share Capital of the its wholly owned subsidiary, PPFAS Asset Management Private Limited. The debt free status of the Company continues.

Human Resources

The camaraderie and commitment of the team at PPFAS remains outstanding.

6) The change in the nature of business, if any

None.

7) The details of directors or key managerial personnel who were appointed or have resigned during the year

For the FY 2014-2015 there is no change in the Director and key employees of the Company.

8) The names of companies which have become or ceased to be its Subsidiaries, joint ventures or associate companies during the year

For the FY 2014-2015 there is no change in subsidiaries and associates of the Company.

9) The details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

None.

10) The details in respect of adequacy of internal financial controls with reference to the Financial Statements

The Company has implemented internal financial controls commensurate with the size and operations which are outlined below:

The Company has adopted accounting policies which are in line with the Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 that continue to apply under Section 133 and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 1956, to the extent applicable. These are in accordance with generally accepted accounting principles in India. Changes in policies, if any, are approved by the Audit Committee in consultation with the Auditors.

The Company operates in Tally, an accounting software, and has its accounting records stored in an electronic form and backed up periodically. The Tally system is configured to ensure that all transactions are integrated seamlessly with the underlying books of account.

The Management periodically reviews the financial performance of the Company against the approved plans across various parameters and takes necessary action, wherever necessary.

The Company gets its standalone accounts audited every quarter by its Auditors.

11) Material changes and commitments, if any, 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

None.

12) Number of meetings of the Board

The meetings of the Board of Directors are held at the Company's registered office in Mumbai. 7 Board meetings were held during the financial year 2014-2015.

13) Adequacy of internal financial controls

The Company is functioning as a Portfolio Manager (PMS). Custody, Fund Accountant are critical functions for a PMS. Company has appointed IL&FS Securities Services Limited (ISSL) as its Custodian. For critical functions of the Company "maker-checker" concept is implemented and required supervisory checks are built in place. In addition to these checks all critical activities are vouched for correctness by the PPFAS employees and are subject to Audit Process by Independent Auditors.

For Income earned through Mutual fund distribution commission it is credited directly in the company's bank account by fund houses and the same is checked with Subsequent statement received from various fund houses for the purpose of confirming veracity of calculation of commission.

For each critical activities the Company has documented areas of risks and required checks for these activities and functions. These list is reviewed and updated on annual basis to ensure the risk profiling of all the activities are upto date and in line with the actual / updated process flow.

14) Directors' Responsibility Statement

Pursuant to the requirement under Section 134 (5) of the Companies Act, 2013, with respect to the Directors' Responsibility Statement, it is hereby confirmed;

- a. that in the preparation of the annual accounts for the financial year ended 31st March, 2015 the applicable accounting standards have been followed;
- b. that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 of the Company for the year under review;
- c. that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the Directors have prepared the annual accounts for the financial year ended 31st March, 2015 on a 'going concern' basis.
- e. that the directors have devised proper systems to ensure compliance with the provisions of applicable laws and that such systems were adequate and operating effectively.

15) Audit Committee

The Composition of audit committee constituted under the provisions of Section 177 of the Companies Act, 2013 is as under:

Mr. Rajeev Thakkar	Chairman of the Committee
Mr. Sunil Gautam	Member of the Committee
Mr. Sahil Parikh	Member of the Committee

16) Particulars of employees

The statement of particulars of employees pursuant to Rule 5 (2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 have been furnished as under :-

Name of the employee	None
designation of the employee	None
remuneration received	None
nature of employment, whether contractual or otherwise	None
qualifications and experience of the employee	None
date of commencement of employment	None
the age of such employee	None
the last employment held by such employee before joining the company	None
the percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule (2)	None
whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager	None

17) Matters required to be reported upon as per the Section 134 (1) (m) of the Companies Act, 2013

In pursuance of the above requirements, we report as follows:

a) Conservation of Energy

As the Company is engaged in rendering professional services, electricity cost is not a major component of total cost. The Company recognizes the need and importance of conservation of energy. The Company uses energy efficient electrical and electronic equipments.

b) Technology absorption, adoption and innovation

As the Company is not engaged in any manufacturing activities, this section does not apply to the Company. The Company's employees keep upgrading their professional skills and are aware of the latest developments in the financial markets.

c) Foreign exchange earnings and outgo

Foreign exchange outgo during the year was Nil.

Foreign exchange earnings during the year was Nil.

18) Explanations or comments by the Board on every qualification, reservation or adverse remark or disclaimer made by the auditor in his report

There is no qualification or adverse remarks in audit report.

19) A statement indicating development and implementation of a risk management policy for the company including identification therein of elements of risk, if any, which in the opinion of the Board may threaten the existence of the company**Internal Control and Risk Management Policy Statement:**

The Company is functioning as a Portfolio Manager. Custody and Fund Accountant critical functions of a portfolio manager. Company has appointed IL&FS Securities Services Limited (ISSL) as its Custodian. For critical functions of the Company and Portfolio Manager operations, "maker - checker" concept is implemented and required supervisory checks are built in place. In addition to these checks all critical activities are vouched for correctness by the employees and are subject to Internal audit Process by Independent Auditors.

For Income earned through Mutual fund distribution commission it is credited directly in the company's bank account by fund houses and the same is checked with Subsequent statement received from various fund houses for the purpose of confirming veracity of calculation of commission.

For all critical activities the Company, areas of risks and required checks for these activities and functions have been documented. This list is reviewed and updated on annual basis to ensure the risk profiling of all the activities are upto date and in line with the actual / updated process flow.

20) Particulars of Investment under Section 186 of the Companies Act, 2013

In order to comply with the enhancement of net worth requirements in asset management companies from Rs. 10 crores to Rs. 50 crores as per SEBI (Mutual Funds) Amendment Regulations, 2014 dated May 6, 2014, PPFAS Asset Management Private Limited, a wholly owned subsidiary of PPFAS Pvt Ltd. issued 11,063,830 equity shares on Rights Basis at Rs. 10.81/- (Face Value of Rs. 10 each) to the Company amounting to Rs. 11.96 crores.

The particulars of the investment is as follows:-

Name of the Company	No. of shares	Type of Shares	Dist. Nos.		Nominal Value
			From	To	
PPFAS Asset Management Private Limited.	1,10,63,830	Equity Shares	1,50,00,001	2,60,63,830	10

21) Material changes and commitments, if any, affecting the financial position of the company

None

22) Consolidated Financial Statement of PPFAS with its subsidiary

The Consolidated Financial Statements prepared as per the provisions of Section 129 of the Companies Act, 2013 also forms part of this report. This annual report also includes consolidated financial statements for the financial year 2014-15.

23) Statutory Auditors

M/s CVK & Associates, Chartered Accountants the auditors of the company retire at the conclusion of ensuing annual general meeting and have expressed their willingness to continue as Auditors, if reappointed.

24) Report on the performance and financial position of the subsidiaries**PPFAS Asset Management Private Limited**

Particulars	For the year ended March 31, 2015 (Rs. In Lakhs)	For the year ended March 31, 2014 (Rs. In Lakhs)
Operating Income	973.69	447.73
Other Income	155.67	118.23
Total Income	1129.36	565.96
Profit before depreciation and tax	480.26	224.34
Depreciation	37.84	7.83
Profit before tax	442.42	216.51
Current Tax	144.00	49.10
Deferred Tax Income	(18.18)	(0.57)
Excess Tax Provision for Previous Year	(3.55)	-
Profit/ (Loss) after tax	320.15	167.98
Share Capital	2606.38	1500
Reserves and Surplus	531.16	121.39

The AMC has successfully completed second year since the launch of it's first scheme, 'PPFAS Long Term Value Fund'.

We are delighted to have graduated from a portfolio manager to a mutual fund manager and are sure that it will prove to be hugely beneficial to all stake holders of the Company in the coming future.

PPFAS Trustee Company Private Limited

Particulars	For the year ended March 31, 2015 (Rs. In Lakhs)	For the year ended March 31, 2014 (Rs. In Lakhs)
Operating Income	5.87	2.66
Other Income	0.16	0.05
Total Income	6.03	2.71
Profit/ (Loss) before depreciation and tax	3.87	1.25
Depreciation	Nil	Nil
Profit / (Loss) before tax	3.87	1.25
Current Tax	0.68	0.24
Deferred Tax Income	-	-
Provisions for taxation	0.68	0.24
Profit/ (Loss) after tax	3.19	1.01
Share Capital	5	5
Reserves and Surplus	1.26	(1.93)

Trustee Fees

The Company is acting as Trustee Company to scheme of PPFAS Mutual Fund. Primary source of income to the Company is in the form of 'Trusteeship fees' that flows to the company and is calculated based on the Asset Under Management for the Mutual Fund. As the AUM grows the Company earns more income by way of Trusteeship fees. Steady income through Trusteeship fees has helped company to wipe out its accumulated losses. For the F.Y. 2014-2015 Company received Rs. 5.87 lakhs as Trusteeship fees.

Acknowledgment

The directors wish to place on record their appreciation for the co-operation given to the Company by its employees, investors, bankers and shareholders.

Parag Parikh Financial Advisory Services Private Limited
(formerly known as Parag Parikh Financial Advisory Services Limited)

Ashish Shah
Director
(DIN No: 02887514)

Sahil Parikh
Director
(DIN No: 00079898)

Place: Mumbai

Date: 15th July 2015

Registered Office:
103, Veena Chambers,
21, Dalal Street, Fort,
Mumbai – 400 001

Form No. MGT-9
EXTRACT OF ANNUAL RETURN

as on the financial year ended on March 31, 2015

[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:- U67190MH1992PTC068970

ii) Registration Date:- October 12, 1992

iii) Name of the Company:- Parag Parikh Financial Advisory Services Private Limited

iv) Category of the Company:- Private Company

Sub-Category of the Company:- Company having share capital

v) Address of the Registered office and contact details:- 103, Veena Chambers, 21, Dalal Street, Fort, Mumbai – 400 001.

Telephone:- 022-61406555

Fax Number:- 022-22846553

vi) Whether listed company :- No

vii) Name, Address and Contact details of Registrar and Transfer Agent, if any :- Not Applicable

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:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Portfolio Management Services	99715300	17.44 %
2	Placement Charges of Mutual Fund		11.30 %

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. No	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1	PPFAS Asset Management Private Limited Registered Address:- 103, Veena Chambers, 21, Dalal Street, Fort, Mumbai – 400 001.	U65100MH2011 PTC220623	Subsidiary	100	Sec. 2(87) (ii)
2	PPFAS Trustee Company Private Limited Registered Address:- 103, Veena Chambers, 21, Dalal Street, Fort, Mumbai – 400 001.	U65100MH2011 PTC221203	Subsidiary	100	Sec. 2(87) (ii)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)***i) Category-wise Share Holding***

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF		53,13,300	53,13,300	81.56		53,63,570	53,63,570	82.33	0.93
b) Central Govt									
c) State Govt(s)									

d) Bodies Corp.		3,50,000	3,50,000	5.37		3,50,000	3,50,000	5.37	Nil
e) Banks / FI									
f) Any other									
Sub-total (A) (1):-		56,63,300	56,63,300	86.93		57,13,570	57,13,570	87.70	0.93
(2) Foreign									
(a) NRIs - Individuals									
(b) Other – Individuals									
(c) Bodies Corp.									
(d) Banks / FI									
(e) Any Other....									
Sub-total (A) (2):-		0	0	0		0	0	0	0
Total shareholding of Promoter (A) = (A)(1)+(A)(2)		56,63,300	56,63,300	86.93		57,13,570	57,13,570	87.70	0.93
Total shareholding of Promoter (A)									
B. Public Shareholding									
1. Institutions									
a) Mutual Funds									

b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B) (1):-									
2. Non-Institutions									
a) Bodies Corp.		16,000	16,000	0.25		16,000	16,000	0.25	Nil
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh		3,50,705	3,50,705	5.38		3,00,435	3,00,435	4.61	-12.21
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh		4,84,800	4,84,800	7.44		4,84,800	4,84,800	7.44	Nil

c) Others (specify)									
Non Resident Indians									
Overseas Corporate Bodies									
Foreign Nationals									
Clearing Members									
Trusts									
Foreign Bodies - D R									
Sub-total (B) (2):-		8,51,505	8,51,505	13.07		8,01,235	8,01,235	12.30	-5.9
Total Public Shareholding (B)=(B)(1)+ (B)(2)		8,51,505	8,51,505	13.07		8,01,235	8,01,235	12.30	-5.9
C. Shares held by Custodian for GDRs & ADRs		0	0	0		0	0	0	0
Grand Total (A+B+C)		65,14,805	65,14,805	100		65,14,805	65,14,805	100	-11.41

(ii) Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of 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	% change in share holding during the year
1	PARAG S. PARIKH(Late)	50,49,195	77.50	Nil	50,99,465	78.27	Nil	0.99
2	GEETA P. PARIKH	1,83,635	2.82	Nil	1,83,635	2.82	Nil	Nil
3	SAHIL P. PARIKH	40,235	0.62	Nil	40,235	0.62	Nil	Nil
4	NEIL P. PARIKH	40,235	0.62	Nil	40,235	0.62	Nil	Nil
5	EMPEEGEE PORTFOLIO MANAGEMENT SERVICES PVT. LTD	3,50,000	5.37	Nil	3,50,000	5.37	Nil	Nil
	Total	56,63,300	86.93	Nil	57,13,570	87.70	Nil	0.99

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

Sl. 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
	At the beginning of the year	56,63,300	86.93	57,13,570	87.70
	Date wise Increase /	07/04/2014:-			

	Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc):	<p>Increase in Shareholding due to transfer of 11,500 shares.</p> <p>16/06/2014:- Increase in Shareholding due to transfer of 4,000 shares.</p> <p>23/07/2014:- Increase in shareholding due to transfer of 22, 735 shares.</p> <p>30/07/2014:- Increase in Shareholding due to transfer of 4,100 shares.</p> <p>17/09/2014:- Increase in Shareholding due to transfer of 500 shares.</p>			
	At the End of the year	57,13,570	87.70	57,13,570	87.70

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

Sl. No.		Shareholding at the beginning of the year	Cumulative Shareholding during the year
---------	--	-------------------------------------------	-----------------------------------------

	For Each of the Top 10 Shareholders	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	4,12,800	6.34	4,12,800	6.34
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	There has been no change in shareholding during the year			
	At the End of the year (or on the date of separation, if separated during the year)	4,12,800	6.34	4,12,800	6.34

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. 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
	At the beginning of the year	52,17,165	80.08	52,61,935	80.77
	Date wise Increase / Decrease in Share			07/04/2014:- Increase in	

	<p>holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/ sweat equity etc):</p>		<p>Shareholding due to transfer of 11,500 shares.</p> <p>16/06/2014:-</p> <p>Increase in Shareholding due to transfer of 4,000 shares.</p> <p>23/07/2014:-</p> <p>Increase in shareholding due to transfer of 22, 735 shares.</p> <p>30/07/2014:-</p> <p>Increase in Shareholding due to transfer of 4,100 shares.</p> <p>17/09/2014:-</p> <p>Increase in Shareholding due to transfer of 500 shares.</p> <p>11/12/2014:-</p> <p>Increase in Shareholding due to transfer of 6,000 shares.</p> <p>26/02/2015</p> <p>Increase in Shareholding due to transfer</p>	
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				of 2,235 shares. 27/02/2015 Increase in Shareholding due to transfer of 1,000 shares. 10/03/2015 Increase in Shareholding due to transfer of 2,100 shares. 11/03/2015 Increase in Shareholding due to transfer of 2,100 shares.	
	At the End of the year			52,61,935	80.77

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	Nil	Nil	Nil	Nil
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued				

but not due				
Total (i+ii+iii)	Nil	Nil	Nil	Nil
Change in Indebtedness during the financial year i) Addition ii) Reduction	Nil	Nil	Nil	Nil
Net Change	Nil	Nil	Nil	Nil
Indebtedness at the end of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	Nil	Nil	Nil	Nil

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. no.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		Ashish Shah	Neil Parikh	
1	Gross salary (a) Salary as per provisions contained in section 17(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	22,87,333	15,80,000	38,67,333

2	Stock Option	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil
4	Commission - as % of profit - others, specify...	Nil	Nil	Nil
5	Others, please specify	Nil	Nil	Nil
	Total (A)	22,87,333	15,80,000	38,67,333
	Ceiling as per the Act	84,00,000	84,00,000	

B. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
	1. Independent Directors	None	
	Fee for attending board / committee meetings Commission Others, please specify	Nil	Nil
	Total (1)	Nil	Nil
	2. Other Non-Executive Directors	Sunil Gautam	
	Fee for attending board / committee meetings Commission Others, please specify	Nil	Nil

	Total (2)	Nil	Nil
	Total (B)=(1+2)	Nil	Nil
	Total Managerial Remuneration	Nil	Nil
	Overall Ceiling as per the Act	Nil	Nil

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	Company Secretary	CFO	
1	Gross salary (a) Salary as per provisions contained in section 17(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	NA	5,09,000	NA	5,09,000
2	Stock Option	NA	NA	NA	NA
3	Sweat Equity	NA	NA	NA	NA
4	Commission - as % of profit - others, specify...	NA	NA	NA	NA
5	Others, please specify	NA	NA	NA	NA
	Total (A)	NA	5,09,000	NA	5,09,000
	Ceiling as per the Act				

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)
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
C. OTHER OFFICERS IN DEFAULT					
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 arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

(a)	Name(s) of the related party and nature of relationship	None
(b)	Nature of contracts/arrangements/transactions	None
(c)	Duration of the contracts / arrangements/transactions	None
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	None
(e)	Justification for entering into such contracts or arrangements or transactions	None
(f)	date(s) of approval by the Board	None
(g)	Amount paid as advances, if any:	None
(h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	None

2. Details of material contracts or arrangement or transactions at arm's length basis

(a)	Name(s) of the related party and nature of relationship	PPFAS Asset Management Private Limited
(b)	Nature of contracts/arrangements/transactions	Sale of Tax-Free bonds held by the Company*
(c)	Duration of the contracts / arrangements/transactions	One time transaction.
(d)	Salient terms of the contracts or arrangements or transactions including the value, if any	This sale is undertaken on Stock exchange Platform and settled through Clearing corporation of Stock Exchange.
(e)	Date(s) of approval by the Board	October 1, 2014
(f)	Amount paid as advances, if any:	Nil.

*Tax free bonds are transacted on BSE / NSE retail debt market segments. In both these exchanges, retail tax free bond volumes are quite low and it gives only an indicative price / yield. Daily volumes are quite low and on some days few bonds are not even transacted. Depth for both buying and selling bonds is quite low. In both these exchanges settlement is through clearing house on T+ 2 basis, which is routed through a broker (after paying brokerage and other charges).

However, in cases where there is not much depth in such bonds on the above segment, BSE has given option to transact bonds on ICDM segment. Under this segment buyer /seller can make payment to ICCL / deliver bonds and settlement takes place on T+0 basis. As price discovery may not be there on the above retail segment, buyer /seller can decide YTM / price of bond and settle transaction on the ICDM segment. Hence yield / price in both exchange may differ on particular day.

For and on behalf of the Board of
Parag Parikh Financial Advisory Services Private Limited
(formerly known as Parag Parikh Financial Advisory Services Limited)

Ashish Shah
Director
(DIN No: 02887514)

Sahil Parikh
Director
(DIN No: 00079898)

INDEPENDENT AUDITOR'S REPORT

CVK & Associates
Chartered Accountants

2, Samarth Apartments
D. S. Babrekar Road, Gokhale Road,
(North) Dadar , Mumbai – 400 028
Phone : 2446871, 24451488
Fax No: 2446 6139

**To the Members of Parag Parikh Financial Advisory Services Private Limited
(Formerly known as Parag Parikh Financial Advisory Services Limited)****Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Parikh Financial Advisory Services Private Limited (formerly known as Parag Parikh Financial Advisory Services Limited) (“the Company”), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, 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 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone 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 principles generally accepted in India of the state of affairs of the Company as at 31st March, 2015, 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 the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, the Statement of Profit and Loss 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

- e) On the basis of the written representations received from the directors as on 31 March 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note “**2(m)**” to the 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.

For CVK & Associates

Chartered Accountants

Firm Regn No.: 101745W

K.P. Chaudhari

Partner

Membership No: 031661

Place: Mumbai

Date: 15th July, 2015

Annexure to the Independent Auditor's Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2015, we report that:

- (i) a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
b) The fixed assets of the Company have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- (ii) The Company is a service company, primarily rendering Portfolio Management Services. Accordingly, it does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register required to be maintained under Section 189 of the Act. Accordingly, paragraph 3 (iii) of the Order is not applicable.
- (iv) There is adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for the sale of services. The activities of the Company do not involve purchase of inventory and the sale of goods. No major weakness has been noticed in the internal control system during the course of our audit.
- (v) The Company has not accepted any deposits from the public, so as to attract the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other provisions of The Companies Act, 2013 and the rules framed there under.

- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) a) As per the records of the Company, the company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-Tax, Service-tax, Wealth Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the appropriate authorities. As per the records of the Company, there were no arrears of outstanding statutory dues as at 31st March 2015 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no outstanding dues of sales tax, income tax, custom duty, wealth tax, excise duty, service tax, value added tax, or cess; on account of any dispute other than those mentioned in **Annexure II** to this report.
- c) No amount is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.
- (viii) The Company does not have accumulated losses and has not incurred cash loss in the current financial year and the immediately preceding financial year.
- (ix) As per the documents and records produced before us, the company has not defaulted in repayment of dues to any financial institution or bank. The company did not have any outstanding debentures during the year.

- (x) In our opinion and according to the information and the explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xi) The Company did not have any term loans outstanding during the year.
- (xii) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For CVK & Associates

Chartered Accountants

Firm Registration No.:101745W

K.P.Chaudhari

Partner

Membership No. 31661

Place: Mumbai

Date: 15th July, 2015

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED			
(Formerly Known as Parag Parikh Financial Advisory Services Limited)			
Balance Sheet as at 31st March, 2015			
Particulars	Note No	As at 31st March, 2015 Rs.	As at 31st March, 2014 Rs.
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	65,148,050	65,148,050
Reserves And Surplus	4	305,339,919	285,140,740
	(a)	370,487,969	350,288,790
Current Liabilities			
Other Current Liabilities	5	558,060	520,094
Short Term Provisions	6	873,466	1,658,451
	(b)	1,431,526	2,178,545
Total Equity and Liabilities	(a+b)	371,919,495	352,467,335
ASSETS			
Non-Current Assets			
Fixed Assets			
(i)Tangible Assets	7A	1,161,601	4,444,615
(ii)Intangible Assets	7B	104,227	206,125
	(c)	1,265,828	4,650,740
Non-Current Investments	8	332,047,860	240,439,195
Long Term Loans & Advances	9	8,876,417	12,150,907
Deferred Tax Assets	10	2,669,600	1,581,267
	(d)	343,593,877	254,171,369
Current Assets			
Trade Receivables	11	2,323,910	2,061,371
Cash and Bank Balances	12	9,296,599	68,912,202
Short-Term Loans & Advances	13	14,865,271	17,803,421
Other Current Assets	14	574,010	4,868,232
	(e)	27,059,790	93,645,226
Total Assets	(c+d+e)	371,919,495	352,467,335
Summary of significant accounting policies 2			
The accompanying notes are an integral part of the financial statements			
As per Our Audit Report of even date			
For CVK & Associates		For and on behalf of the Board of Directors of	
<i>Chartered Accountants</i>		Parag Parikh Financial Advisory Services Pvt Ltd	
<i>Firm Registration No:101745W</i>		(formerly known as Parag Parikh Financial	
		Advisory Services Limited)	
K P Chaudhari	Ashish Shah	Sahil Parikh	
<i>Partner</i>	<i>Director</i>	<i>Director</i>	
<i>Membership No:31661</i>	<i>DIN : 02887514</i>	<i>DIN : 00079898</i>	
	Anindita Sengupta		
	<i>Company Secretary</i>		
Place: Mumbai			
Date: 15th July, 2015			

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED			
(Formerly Known as Parag Parikh Financial Advisory Services Limited)			
Statement of Profit & Loss for the year ended 31st March, 2015			
Particulars	Note No	For the Year ended	For the year ended
		31st March, 2015	31st March, 2014
		Rs.	Rs.
Income			
Revenue From Operations	15	11,446,802	30,311,463
Other Income	16	27,717,581	11,965,589
Total Revenue		39,164,383	42,277,052
Expenses			
Employee Benefits Expenses	17	9,858,535	12,370,182
Finance Costs	18	-	12,975
Depreciation & Amortization Expenses	19	3,530,732	1,461,722
Other Expenses	20	4,912,672	12,914,615
Total Expenses		18,301,939	26,759,494
Profit Before Tax & Exceptional Items		20,862,444	15,517,558
Exceptional Items			
Long Term Profit on Sale of Rights		(608,594)	-
Prior period expenses/(Income)		(60,381)	60,890
Profit Before Tax		21,531,419	15,456,668
Tax Expense			
Current Tax		2,550,000	4,540,000
Deferred Tax		(1,088,333)	(113,761)
Excess Tax Provision for Previous year		(516,015)	-
Total Tax Expense		945,652	4,426,239
Profit(Loss) for the Period		20,585,767	11,030,429
Earning Per Equity Share			
Basic		3.16	1.69
Diluted		3.16	1.69
Summary of significant accounting polices		2	
The accompanying notes are an integral part of the financial statements			
As per Our Audit Report of even date			
For CVK & Associates		For and on behalf of the Board of Directors of	
<i>Chartered Accountants</i>		Parag Parikh Financial Advisory Services Pvt Ltd	
<i>Firm Registration No:101745W</i>		(formerly known as Parag Parikh Financial Advisory	
		Services Limited)	
K P Chaudhari	Ashish Shah	Sahil Parikh	
<i>Partner</i>	<i>Director</i>	<i>Director</i>	
<i>Membership No:31661</i>	<i>DIN : 02887514</i>	<i>DIN : 00079898</i>	
		Anindita Sengupta	
		<i>Company Secretary</i>	
Place: Mumbai			
Date: 15th July, 2015			

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED				
(Formerly Known as Parag Parikh Financial Advisory Services Limited)				
Cash Flow Statement for the year ended 31.03.2015				
Particulars	Current year		Previous year	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
a. Cash flow from Operating Activities				
Profit Before tax expenses		21,531,419		15,456,668
Adjustments :				
Add : Non Operating Expenses/Items				
Depreciation on Fixed Assets	3,053,195		1,331,148	
Amortization of Fixed Assets	477,537	3,530,732	130,574	1,461,722
Less : Non - Operating Income/Items				
Long Term Capital Gain Equity	(13,336,657)		(67,216)	
Short Term Capital Gain on bonds	(7,964,685)		-	
Long Term Profit on Sale of Rights	(608,594)		-	
Short Term Capital Gain on Mutual Fund	(122,242)		(2,738,127)	
Short Term Capital Gain on Equity	(100,550)		(22,484)	
Long Term Capital Gain on Mutual Fund	(21,591)		-	
Interest on Fixed Deposit	(2,559,799)		(6,603,359)	
Dividend on Shares	(1,942,314)		(1,720,441)	
Dividend on Mutual Fund	(1,347,551)		(229,229)	
Interest on Tax free Bonds	(322,192)		(221,233)	
Interest on Debentures	-		(349,042)	
Other Income	-	(28,326,175)	(14,458)	(11,965,589)
Operating Profit before Working Capital Changes		(3,264,024)		4,952,801
Adjustment for Movement in working capital				
Decrease in Trade Payables			(4,996,644)	
Increase in Other Current Liabilities	37,966		341,722	
Decrease in Short Term Provisions	(730,842)		(7,869,678)	
Increase in Deferred Tax Assets	(1,088,333)		(113,761)	
Increase in Long Term Loans & Advances	3,274,490		(552,006)	
Decrease in Short-Term Loans & Advances	2,938,150		10,816,279	
(Increase)/Decrease in Receivables	(262,539)		21,283,377	
(Increase)/Decrease in other Current Assets	4,294,222	8,463,114	(280,729)	18,628,560
Cash Generated from operations		5,199,089		23,581,361
Less : Taxes Paid		(743,815)		(3,597,614)
Net Cash from operating activities		4,455,274		19,983,747
b. Cash flow from Investing Activities				
Purchase of Fixed Assets	(532,407)		(142,089)	
Purchase of Investments - Non Current	(91,608,665)		(36,281,695)	
Long Term Capital Gain Equity	13,336,657		67,216	
Short Term Capital Gain on bonds	7,964,685		-	
Long Term Profit on Sale of Rights	608,594		-	
Short Term Capital Gain on Mutual Fund	122,242		2,738,127	
Short Term Capital Gain on Equity	100,550		22,484	
Long Term Capital Gain on Mutual Fund	21,591		-	
Interest on Fixed Deposit	2,303,819		5,985,277	
Dividend on Shares	1,942,314		1,720,441	
Dividend on Mutual Fund	1,347,551		229,229	
Interest on Tax free Bonds	322,192		221,233	
Interest on Debentures			349,042	
Other Income			14,458	
Net Cash from investing activities		(64,070,877)		(25,076,277)

c	Cash Flow from Financing Activities		NIL		<i>NIL</i>
	Net increase/decrease in cash & cash equivalents		(59,615,603)		(5,092,530)
	Add: Cash & Cash Equivalents at the start of the year				
	Cash in Hand	92,755		50,687	
	Bank Accounts	5,321,493		8,024,362	
	Fixed Deposits with maturity less than 12 months	63,497,954	68,912,202	65,929,683	74,004,732
	Less: Cash & Cash Equivalents at the end of the year				
	Cash in Hand	63,508		92,755	
	Bank Accounts	3,233,091		5,321,493	
	Fixed Deposits with maturity less than 12 months	6,000,000	9,296,599	63,497,954	68,912,202
			-		-

As per Our Audit Report of even date

For CVK & Associates*Chartered Accountants**Firm Registration No:101745W***For and on behalf of the Board of Directors of****Parag Parikh Financial Advisory Services Pvt Ltd****(formerly known as Parag Parikh Financial Advisory Services Limited)****K P Chaudhari***Partner**Membership No:31661***Ashish Shah***Director**DIN : 02887514***Sahil Parikh***Director**DIN : 00079898***Anindita Sengupta***Company Secretary*

Place: Mumbai

Date: 15th July, 2015

**PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED
(Formerly known as Parag Parikh Financial Advisory Services Limited)**

**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED
31st MARCH, 2015**

NOTE 1: CORPORATE INFORMATION

Parag Parikh Financial Advisory Services Private Limited (formerly known as Parag Parikh Financial Advisory Services Limited) was incorporated on 12th October, 1992. The Company's corporate office is located in Mumbai. The company currently offers services like Portfolio Management and distribution of financial products. The Company has discontinued the business of Share Broking from the inception of current financial year to concentrate on Mutual fund business. Investment based analysis and application of Behavioral Finance concepts forms the core of the business model of the company.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

a. Basis Of Preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year, except for changing the depreciation method as per requirements of Companies Act 2013.

b. Use of Estimates

The preparation of financial statements, in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c. Current/ Non-current Classification:

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i. it is expected to be realized or settled or is intended for sale or consumption in the Company's normal operating cycle;
- ii. it is expected to be realized or settled within twelve months from the reporting date;
- iii. in the case of an asset:
 - it is held primarily for the purpose of providing services; or
 - it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.
- iv. in the case of a liability, the company does not have an unconditional right to defer settlement of liability for at least twelve months from the reporting date.

All other assets and liabilities are classified as non-current.

Since the Company is a provider of services, for the purpose of current/ non-current classification of assets and liabilities, it has classified all those items which are expected to be realized or settled within twelve months from the reporting date as current items and others as non-current.

d. Tangible fixed assets

Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

Gains or losses arising from derecognition of tangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

e. Intangible fixed assets

Intangible assets are stated at cost of acquisition less accumulated amortization and accumulated impairment loss, if any.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

f. Depreciation

Depreciation on the fixed assets is provided on Written Down Value Method applying rates/ useful lives as prescribed in The Companies Act.

The Companies Act, 2013 prescribes a different method for calculation of Depreciation based on the useful life of an Asset as opposed to prescribed rates.

of depreciation in The Companies Act, 1956. Hence, there is a change in the method of accounting for depreciation in the current year.

Due to this change, the depreciation charged for the year is more by Rs. 23,64,362 as compared to the depreciation computed as per earlier method.

Note 7(b) of Part C of Schedule II of The Companies Act, 2013 mandates that where the remaining useful life of an Asset as on 1st April, 2014 is NIL, its carrying amount after retaining its residual value, be recognized in the opening balance of the Retained earnings.

Accordingly, the company has adjusted Rs. 3,86,587 net of the relevant tax effect as clarified in the Application Guide issued by ICAI, against the Retained earnings.

These changes have a corresponding impact on the Carrying value of the Fixed Assets.

g. Impairment

Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount.

h. Investments

Investments are classified into current and non-current investments. Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments.

Current investments are stated at the lower of cost and fair value. Non-current investments are stated at cost.

A provision for diminution in the value of long-term investments is made only if such a decline is other than temporary.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is recognized in the Statement of Profit and Loss.

i. Employee Benefits

A) Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service.

B) Post-employment benefits:

a) Provident Fund scheme

Retirement benefits in the form of Provident Fund are a defined contribution scheme and the contribution is charged to the Statement of Profit and Loss of the year when the contribution to the fund is due. There are no other obligations other than the contribution payable to the fund.

b) Gratuity scheme

- i) The company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their services in the current and prior periods.
- ii) The present value of the obligation is determined based on the actuarial valuation. This amount is funded through an employee gratuity trust managed by HDFC Standard Life Insurance.

j. Revenue Recognition

Revenue from Portfolio Management fees and other business is recognized on accrual basis. The amount recognized therein is exclusive of service tax.

Dividend on shares is accounted on cash basis for the sake of convenience, and for want of information.

Interest income is recognised on time proportion basis.

k. Taxes on Income

Tax expense for the year comprises current tax and deferred tax.

Current Tax is determined as the amount of tax payable in respect of the taxable income for the period in accordance with the Income Tax Act, 1961.

Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each Balance Sheet date to reassess realisation.

l. Provision

Provision involving substantial degree of reliable estimation in measurement is recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

m. Contingent Liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

There is a contingent liability pertaining to Service Tax payable of Rs 1,20,730. This relates to Demand raised for reversal of Cenvat Credit under clause (ii) of sub-rule (3) of Rule 6 of Cenvat Credit Rules,2004. The amount payable as per Service Tax officer is Rs. 1,96,549/- whereas amount payable and paid by us is Rs. 75,819/- due to difference of opinion regarding calculation of Cenvat Credit Reversible. We have raised our objection and given our explanation regarding above and reply from the Service Tax Department is pending.

n. Foreign currency transaction

Foreign currency transactions are accounted for at the exchange rates prevailing at the date of the transaction. Gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Profit and Loss.

o. Earnings per share

Basic earnings per share is calculated by dividing the profits after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

p. Portfolio Management Scheme (PMS)

The Investments under the PMS are made on behalf of and in the respective names of the Investors. Therefore, the amounts received under PMS and the corresponding Investments made do not get reflected in the Financial Statements of the Company. AUM under PMS as on 31.3.2015 is as follows,

Particulars	Amount (Rs.)
Non discretionary	23,48,14,049
Cognito	14,35,99,635
Total	37,84,13,684

q. Share transactions

Gain or loss on sale of shares, Derivatives, Mutual Fund units etc. held as investments, is shown at net values.

r. Exceptional Items

The company has surrendered the BSE Stock Broker's License. Due to this, the office premises which was allotted to the company at time of issue of license on rental basis was transferred to another stock broker as per the instructions by BSE. Since this is a non recurring source of income, it has been considered as an Exceptional item in Statement of Profit and Loss. It has been sold to Hemendrakumar Kesharichand Shah having BSE Clearing. No 234 for consideration of Rs. 6,08,594/-

NOTE 3 : SHARE CAPITAL		
	As at 31st March, 2015	As at 31st March, 2014
AUTHORISED 30,000,000 Equity Shares of Rs.10/- each	300,000,000	200,000,000
ISSUED, SUBSCRIBED AND PAID UP CAPITAL 6,514,805 Equity Shares of Rs.10/- each fully paid (Inclusive of 2,646,805 shares issued to shareholders of Parag Parikh Securities Ltd at par on Amalgamation)	65,148,050	65,148,050
	65,148,050	65,148,050

a. Reconciliation of Shares outstanding as at the beginning and at the end of the reporting period.				
	As at 31st March, 2015		As at 31st March, 2014	
	Number	Rs.	Number	Rs.
At the beginning of the period	6,514,805	65,148,050	6,514,805	65,148,050
Issued during the period	NIL	NIL	NIL	NIL
Outstanding at the end of the period	6,514,805	65,148,050	6,514,805	65,148,050

b. Details of Shareholders holding more than 5 % of Ordinary Shares				
Name of the Shareholders	Number	% of Holding	Number	% of Holding
(Late) Parag S Parikh & Geeta P Parikh	5,099,465	78.27	5,048,695	77.49
Empeege Portfolio Management Services Private Limited	350,000	5.37	350,000	5.37

NOTE 4: RESERVES AND SURPLUS		
	As at 31st March, 2015	As at 31st March, 2014
General Reserve(a)	385,000	385,000
Capital Redemption Reserves(b)	10,100,000	10,100,000
Surplus/(deficit) in the statement of Profit and Loss		
At the Beginning of the Accounting period	274,655,740	263,625,311
Adjustment for Depreciation on Fixed Assets Which have exhausted useful life as per Companies Act.	(386,587)	-
Additions During the year	20,585,767	11,030,429
Closing Balance of Surplus in the Statement of Profit & Loss(c)	294,854,919	274,655,740
TOTAL (a+b+c)	305,339,919	285,140,740

NOTE 5 : OTHER CURRENT LIABILITIES		
	As at 31st March, 2015	As at 31st March, 2014
TDS - Salaries	526,060	377,512
TDS - Professional Fees	32,000	141,515
TDS - Contractor	-	1,067
	558,060	520,094

NOTE 6 : SHORT TERM PROVISIONS		
	As at 31st March, 2015	As at 31st March, 2014
Provision for Taxation(Net of Advance Tax)	509,020	563,163
Professional Charges Payable	120,604	553,045
Provision For Audit Fees	72,000	315,000
Provident Fund Payable	59,299	-
Unpaid Dividend	57,835	99,935
Provision for Expenses	42,408	112,504
Provision for Leave Encashment	10,500	-
Profession Tax Payable	1,800	-
Stamp Duty Payable	-	8,737
ESIC Payable	-	6,067
	873,466	1,658,451

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED

NOTE 7 : FIXED ASSETS

Sr. No	Asset	Gross Block as at 01/04/2014	Additions during the year	Deductions during the year	Gross Block as at 31/3/15	Provision for Depreciation upto 01/04/2014	Depreciation for the period	Amount w/off due to implications of Companies Act 2013	Accumulated Depreciation on Sold Assets	Total depreciation upto 31/3/15	Net Block as at 31/3/15	Net Block as at 31/03/14
a	Office Equipments											
A.	Tangible Assets											
1	Computer	9,476,193	-	-	9,476,193	9,115,310	226,090	124,466	-	9,465,866	10,327	360,883
2	Office Equipments	4,635,213	-	-	4,635,213	3,751,838	643,063	68,175	-	4,463,076	172,137	883,375
3	Electrical Installation	376,290	-	-	376,290	302,510	52,545	2,860	-	357,915	18,375	73,780
4	Motor Car*	3,768,320	-	-	3,768,320	1,796,584	1,364,010	-	-	3,160,594	607,726	1,971,736
5	Office Furniture	4,757,641	-	-	4,757,641	3,602,800	767,487	34,318	-	4,404,605	353,036	1,154,841
	TOTAL	23,013,657	-	-	23,013,657	18,569,042	3,053,195	229,819	-	21,852,056	1,161,601	4,444,615
B.	Intangible Assets											
1	Computer Software	5,224,196	532,407	-	5,756,603	5,018,071	477,537	156,768	-	5,652,376	104,227	206,125
	TOTAL	5,224,196	532,407	-	5,756,603	5,018,071	477,537	156,768	-	5,652,376	104,227	206,125
	TOTAL (A+B)	28,237,853	532,407	-	28,770,260	23,587,113	3,530,732	386,587	-	27,504,432	1,265,828	4,650,740
	Previous Year	28,095,764	142,089	-	28,237,853	22,125,391	1,461,722	-	-	23,587,113	4,650,740	5,970,373

* Assets Registered in the personal name of Directors.

NOTE 8: NON CURRENT INVESTMENTS

	No of	Cost for	MKT. Rate	MKT. Value	No of	Cost for
	shares	31.03.15	31.03.15	on 31.03.15	shares	31/03/2014
INVESTMENTS IN EQUITY						
Quoted Investment:						
Equity Shares fully paid						
Accelyka Kale consultants Limited	65	41,895	931.65	60,557	-	-
Amar Raja Batteries Limited	75	29,901	831.50	62,363	-	-
Apollo Tyres Limited	-	-	-	-	48	4,940
Atul Auto Limited	150	27,124	555.50	83,325	-	-
Axis Bank Limited	395	71,806	560.40	221,358	6,079	4,998,091
Bajaj Corporation Limited	243	54,621	459.15	111,573	245	38,646
Balakrishna Industries Limited	93	53,128	646.00	60,078	-	-
Balmer Lawrie Van & Co Limited	89	28,478	565.15	50,298	89	28,478
Blue Star Limited	72	12,154	307.80	22,162	72	12,154
Camlin Limited	-	-	-	-	444	14,955
Cravatex Limited	-	-	-	-	21	8,730
CCL Products India Limited	328	39,688	178.60	58,581	-	-
Elantas Beck India Limited	37	15,041	1,145.75	42,393	37	15,041
Engineers India Limited	80	15,487	194.25	15,540	33	4,873
Eros International Meida Limited	45	11,192	401.05	18,047	-	-
FDC Limited	85	11,048	151.65	12,890	-	-
FIEM Industries Limited	41	7,553	631.75	25,902	41	7,553
Finolex Cables Limited	69	15,204	283.70	19,575	-	-
Fortis Malar Hospitals Limited	-	-	-	-	330	9,984
Foseco India Limited	75	34,195	1,100.50	82,538	125	58,002
G M Breweries Limited	207	12,508	112.40	23,267	166	12,508
Geogit BNP Paribus Financial Services Limited	1,800	34,783	52.05	93,690	1,800	34,783
Great Eastern Shipping Company Limited	10	2,470	365.70	3,657	10	2,470
Greaves Cotton Limited	620	42,556	145.95	90,489	678	47,583
Gujarat Mineral Development Coporation Limited	-	-	-	-	94	10,350
Gujarat Gas Company Limited	-	-	-	-	50	9,990
HCL Technologies Limited	40	28,680	979.65	39,186	-	-
Hero Honda Limited	10	24,739	2,642.60	26,426	-	-
Hindalco Industries Limited	-	-	-	-	100	9,155
Hindustan Media Ventures Limited	503	57,737	221.10	111,213	455	51,228
Huhtamaki PPL Limited	97	18,135	231.10	22,417	-	-
ILFS & Investment Managers Limited	355,007	10,055,008	18.70	6,638,631	356,716	10,128,495
ICICI Bank Limited	340	99,698	315.30	107,202	-	-
Indraprasth Gas Limited	161	42,017	419.45	67,531	161	42,017
Indian Toners Developers Limited	555	39,389	-	-	-	-
Infra Development Finance Co Limited	-	-	-	-	123	10,362
Intellect Design Arena Limited	982	17,077	108.65	106,694	-	-
Ipca Laboratories Limited	63	43,005	638.55	40,229	-	-
Jammu & Kashmir Bank Limited	370	40,508	95.35	35,280	37	26,732
JK Lakshmi Cement Limited	-	-	-	-	400	14,800
Just Dial Limited	27	34,095	1,320.55	35,655	-	-
Jyoti Laboratories Limited	130	30,041	267.35	34,756	-	-
Kajaria Ceramic Limited	60	31,859	803.30	48,198	-	-
Maharashtra Scooters Limited	9,177	2,760,497	883.75	8,110,174	9,177	2,760,497
Maruti Udyog Limited	10	19,559	3,699.25	36,993	-	-
Mayur Uniquoters Limited	100	30,192	453.80	45,380	-	-
Mphasis Limited	241	76,602	382.25	92,122	241	76,602
MT Educare Limited	481	43,305	103.50	49,784	231	20,664

	No of	Cost for	MKT. Rate	MKT. Value on	No of	Cost for
	shares	31.03.15	31.03.15	31.03.15	shares	31/03/2014
Multi Commodity Exchange of India Limited	-	-	-	-	5	2,282
Munjaj Showa Limited	200	22,592	175.60	35,120	-	-
Nanden Denim Limited	214	14,796	61.65	13,193	-	-
Navneeth Publications Limited	200	15,526	99.25	19,850	-	-
NESCO Limited	13	7,150	1,545.25	20,088	13	7,150
NMDC Limited	-	-	-	-	374	51,440
NOIDA Toll Bridge Limited	340,597	10,147,008	33.30	11,341,880	341,339	10,170,258
Novartis India Limited	15	7,335	562.50	8,438	15	7,335
Oil India Limited	-	-	-	-	6	2,785
Persistent System Limited	36	23,931	711.95	25,630	-	-
Petronet LNG Limited	-	-	-	-	490	70,732
Piramal Enterprises Limited	282	116,672	869.00	245,058	7,582	3,072,703
Polaris Financial Technology Limited	882	83,614	165.10	145,618	1,082	125,018
Power Finance Corporation Limited	61	17,199	272.75	16,638	-	-
Ramkrishna Forging Limited	150	37,295	422.60	63,390	-	-
Redington India Limited	115	15,115	131.65	15,140	-	-
Rural Electrification Corporation	58	19,336	332.65	19,294	-	-
Selan Exploration Technology Limited	121	31,444	227.10	27,479	164	43,054
Sharon Bio Medicine Limited	650	17,181	17.95	11,668	-	-
The Shipping Corporation of India Limited	425	17,049	46.15	19,614	1,344	67,874
Sriram Transport Finance Company Limited	40	20,239	1,114.20	44,568	60	30,687
South Indian Bank Limited	825	19,805	25.25	20,831	478	9,966
Standard Chartered PLC (IDR)	367	30,587	97.00	35,599	792	60,375
Sun Pharmaceuticals Limited	45	26,080	1,022.25	46,001	-	-
Swaraj Engineering Limited	70	30,131	808.25	56,578	70	30,131
Talwalkars better Value Fitness Limited	201	27,700	371.60	74,692	201	27,700
Tata Motors NPP DVR	255	21,593	331.00	84,405	264	22,355
Tata Investment Corporation Limited	27	15,015	573.10	15,474	-	-
Thomas Cook India Limited	213	15,406	209.10	44,538	153	9,917
Titan India Limited	125	48,281	392.00	49,000	-	-
Titagarh Wagons Limited	79	10,016	575.75	45,484	79	10,016
V Mart Retail Limited	45	23,762	569.25	25,616	-	-
VIP Industries Limited	404	23,881	93.20	37,653	404	23,881
VST Tillers Tractors Limited	39	18,821	1,243.50	48,497	49	23,921
Yes Bank Limited	39	10,117	816.55	31,845	74	20,967
Zydu Wellness Limited	79	38,187	1,015.40	80,217	79	38,187
Total- (i)		25,025,839		29,575,246		32,388,417
Unquoted Investments:						
Karrox Technologies Limited	25,000	1,000,000	-	-	25,000	1,000,000
Mumbai stock Exchange	11,401	1,140,977	-	-	11,401	1,140,977
Total- (ii)		2,140,977				2,140,977
INVESTMENT IN MUTUAL FUNDS						
Birla SunLife Cash Manager	264,557	24,274,627	-	-	1,857	507,560
IDFC Ultra short Term Fund	-	1,006,417	-	-	-	-
HDFC High Interest Fund	-	-	-	-	17,338	402,241
PPFAS Long Term Value Fund	488,172	5,000,000	-	-	450,000	4,500,000
Total- (iii)		30,281,044				5,409,801
INVESTMENT IN BONDS						
Indian Railway Financial Corporation Limited	-	-	-	-	25,000	25,000,000
National Highways Authority of India	-	-	-	-	25,000	25,000,000
Total- (iv)						50,000,000
INVESTMENT IN FD 3 YEARS						
Axis Bank Limited Fixed Deposit	-	4,500,000			-	-
Total- (v)		4,500,000				
INVESTMENT IN SUBSIDIARY COMPANY						
PPFAS Asset Management Private Limited	26,063,830	269,600,000			15,000,000	150,000,000
PPFAS Trustee Company Private Limited	50,000	500,000			50,000	500,000
Total- (vi)		270,100,000				150,500,000
Grand Total (i+ii+iii+iv+v+vi)		332,047,860				240,439,195

NOTE 9 : LONG TERM LOANS AND ADVANCES		
	As at 31st March, 2015	As at 31st March, 2014
Previous year Taxes Receivable	8,376,417	8,375,907
Deposits with Stock Exchange	500,000	3,775,000
	8,876,417	12,150,907

NOTE 10 : DEFERRED TAX ASSET		
	As at 31st March, 2015	As at 31st March, 2014
Opening Balance	1,581,267	1,467,506
Fixed Assets: Impact of difference between Depreciation charged as per Company Law & Depreciation charged as per Taxation Law	730,792	113,761
Filing Fees : Impact of difference between charged as per Company Law & claimed as per Taxation Law	234,840	-
Fixed Assets : Impact of Reversal due to adjustment with opening reserves	119,456	-
Leave Encashment : Impact of Provision for Leave Encashment	3,245	-
Net Deferred Tax Asset	2,669,600	1,581,267

NOTE 11: TRADE RECEIVABLES		
	As at 31st March, 2015	As at 31st March, 2014
(1) Debts outstanding for a period exceeding six months from the date they are due	Nil	Nil
(2) Other Debts (Unsecured considered good)	2,323,910	2,061,371
	2,323,910	2,061,371

NOTE 12: CASH AND BANK BALANCES		
	As at 31st March, 2015	As at 31st March, 2014
(i) On Current Accounts	3,233,091	5,321,493
(ii) Cash in hand and as Imprest	63,508	92,755
(iii) Fixed Deposits with maturity less than 12 months	6,000,000	63,497,954
	9,296,599	68,912,202

NOTE 13: SHORT TERM LOANS AND ADVANCES		
	As at 31st March, 2015	As at 31st March, 2014
Deposits	14,212,252	16,732,252
Prepaid Expense	498,035	856,741
Advances	154,984	214,428
	14,865,271	17,803,421

NOTE 14: OTHER CURRENT ASSETS		
	As at 31st March, 2015	As at 31st March, 2014
Interest accrued on Fixed Deposits & Bonds	574,010	4,868,232
	574,010	4,868,232

NOTE 15 : REVENUE FROM OPERATIONS		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Portfolio Management Fees	6,946,970	20,225,018
Placement Charges - MF	4,499,832	3,275,821
Brokerage	-	6,784,332
Advisory Fees	-	26,292
	11,446,802	30,311,463

NOTE 16: OTHER INCOME		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
<u>Net Gain/Loss on Sale of Investment</u>		
Long Term Capital Gain Equity	13,336,657	67,216
Short Term Capital Gain on bonds	7,964,685	-
Short Term Capital Gain on Mutual Fund	122,242	2,738,127
Short Term Capital Gain on Equity	100,550	22,484
Long Term Capital Gain on Mutual Fund	21,591	-
Total (a)	21,545,725	2,827,827
<u>Other Non-Operating Income</u>		
Interest on Fixed Deposit	2,559,799	6,603,359
Dividend on Shares	1,942,314	1,720,441
Dividend on Mutual Fund	1,347,551	229,229
Interest on Tax free Bonds	322,192	221,233
Interest on Debentures	-	349,042
Other Income	-	14,458
Total (b)	6,171,856	9,137,762
Total (a + b)	27,717,581	11,965,589

NOTE 17: EMPLOYEE BENEFIT EXPENSES		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Salary and Wages		
Office Staff Salary	9,241,017	11,180,255
Contribution to Provident Fund and other funds		
Contribution to Provident Fund	463,008	672,150
Other expenses		
Staff Welfare	154,510	517,777
	9,858,535	12,370,182

NOTE 18: FINANCE COST		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Interest expense		
Interest on Overdraft	-	12,975
	-	12,975

NOTE 19: DEPRECIATION AND AMORTIZATION EXPENSES		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Depreciation of Tangible Assets	3,053,195	1,331,148
Amortization of Intangible Assets	477,537	130,574
	3,530,732	1,461,722

NOTE 20: OTHER EXPENSES		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Filing fees	960,352	93,774
Membership & subscription	600,447	681,800
Rent Expenses	540,000	553,483
Telephone/communication	382,457	539,375
Business Promotion Expenses	344,065	841,485
Computer Maintenance	301,517	571,102
Motor car expenses	299,572	393,647
Travelling expenses	197,889	384,152
Vsat charges	187,506	14,765
Professional Charges	187,291	3,270,945
Conveyance Charges	165,342	353,777
Repairs & maintenance	145,571	526,887
Electricity expenses	110,320	1,291,715
Miscellaneous expenses	82,783	164,145
Statutory Audit fees	80,000	350,000
Lease line charges	59,070	185,983
Printing & stationery	47,986	350,914
STT,Service Tax & other charges on Share Investment	32,553	1,149
Postage & Courier Charges	32,274	236,260
Security service charges	31,460	177,525
General charges NSDL/NSE/STP	30,005	147,124
BSE rent and maintenance charges	28,125	35,289
Books & periodicals	25,122	27,351
Insurance Charges	16,000	130,592
Franking charges	7,813	7,098
Demat charges	7,504	141,622
Seminar fees	4,000	4,038
Bank Charges	2,856	7,168
Professional tax - company	2,000	2,000
Maharashtra Labour welfare Fund	792	684
Advertising expenses	-	669,597
Stamp duty	-	469,217
Transaction charges	-	254,072
Penalties levied by stock exchange	-	26,275
Internet charges	-	6,960
Turnover(SEBI)	-	2,645
	4,912,672	12,914,615

NOTE 21: SUPPLEMENTARY INFORMATION**a. Particulars of Auditors Remuneration**

Particulars	F.Y.2014-15	F.Y.2013-14
As Statutory Auditor's	50,000/-	2,00,000/-
For other Services	30,000/-	1,50,000/-
TOTAL	80,000/-	3,50,000/-

b. Value of Imports

Particulars	F.Y.2014-15	F.Y.2013-14
Value of Imports	NIL	NIL

c. Expenditure in Foreign Exchange

Particulars	F.Y.2014-15	F.Y.2013-14
Professional Charges	NIL	NIL
Travelling Charges	NIL	NIL

d. Foreign Exchange Earnings

Particulars	F.Y.2014-15	F.Y.2013-14
Earnings in Foreign Exchange (USD)-Advisory services	NIL	NIL

- e. Funds received from various investors and invested on their behalf & in their respective names under the Portfolio Management Scheme, as at 31st March, 2015 are Rs. 37.84 crores.

NOTE 22: RELATED PARTY DISCLOSURES

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

Name of the Related Party.	Relationship	Nature of Payment	Amount (Rs.)
Empeegee Portfolio Management Services Pvt. Limited.	Enterprise over which Key Managerial Personnel are able to exercise significant influence.	Rent	5,40,000/-
Neil Parikh	Director who is able to exercise significant influence	Salaries	15,80,000/-
Ashish Shah	Key Managerial Personnel	Salaries	22,87,333/-
PPFAS Asset Management Private Limited.	Subsidiary Company	Tax Free Bonds Sold	5,79,64,684
PPFAS Asset Management Private Limited.	Subsidiary Company	Issue of Shares	11,96,00,000

NOTE 23: CONTINGENT LIABILITIES

Contingent Liabilities	F.Y.2014-15 Amount in Rs. Lacs	F.Y.2013-14 Amount in Rs. Lacs
Income Tax (AY -2007-08)*	3.60	3.60
Income Tax (AY -2009-10)	1.60	1.60
Income Tax (AY - 2010-11)	3.59	3.59
Service Tax (AY 2002-03)	-	2.37
Service Tax (AY 2014-15)	1.21^	-

^ This relates to Demand raised for reversal of Cenvat Credit under clause (ii) of sub-rule (3) of Rule 6 of Cenvat Credit Rules,2004. The amount payable as per Service Tax officer is Rs. 1,96,549/- whereas amount payable and paid by us is Rs. 75,819/- due to difference of opinion regarding calculation of Cenvat Credit Reversible. We have raised our objection and given our explanation regarding above and reply from the Service Tax Department is pending.

* Income Tax case (AY-2007-08)

This relates to the case of Parag Parikh Securities Ltd which has merged with the company effective 1st October 2006.

NOTE 24: EARNINGS PER SHARE

Particulars	FY 2014-15	FY 2013-14
Profit attributable to equity shareholders	Rs. 2,05,85,767/-	Rs. 1,10,30,429/-
Weighted Average number of Equity Share Outstanding during the year	65,14,805	65,14,805
Basic & Diluted EPS	Rs.3.16	Rs. 1.69
Nominal value per share	10/-	10/-

NOTE 25: MAJOR COMPONENTS OF DEFERRED TAX

Deferred Tax Assets	(Amount in Rs.)		
I. Opening Balance			15,81,267
II Changes during the Year			
a. Timing Difference in Depreciation			
As per Accounts	35,30,732		
As per Income tax Act	11,65,705		
Under charged for tax purpose	23,65,027		
Deferred Tax @ 30.90%		7,30,792	
b. Timing Difference due to share issue Expenses			
As per Accounts	9,50,000		
As per Income tax Act	1,90,000		
Over charged for tax purpose	7,60,000		
Deferred Tax @ 30.90%		2,34,840	
c. Timing Difference due to Adjustment of Depreciation with Opening Reserves			
As per Accounts	3,86,587		
As per Income tax Act	-		
Over charged for tax purpose	3,86,587		
Deferred Tax @ 30.90%		1,19,456	
d. Timing Difference due to Provision for Leave Encashment			
As per Accounts	10,500		
As per Income tax Act	-		
Over charged for tax purpose	10,500		
Deferred Tax @ 30.90%		3,245	
III. Deferred Tax Income recognized in Statement of Profit & Loss			10,88,333
IV. Net Deferred tax Assets as per Balance Sheet.			26,69,600

NOTE 26: INVESTMENT IN SUBSIDIARIES

The Company has invested in PPFAS Asset Management Private Limited & PPFAS Trustee Company Private Limited, which are wholly owned subsidiaries of the company.

NOTE 27:

The amount payable to the Small Scale Undertaking is NIL.

NOTE 28: PREVIOUS YEAR FIGURES

Previous year's figures have been regrouped and rearranged wherever necessary.

Signatures to notes 1 to 28

As per Our Audit Report of even date

For CVK & Associates

Chartered Accountants

Firm Registration No:101745W

For & on behalf of the Board of Directors

of Parag Parikh Financial Advisory Services Pvt Ltd.

(Formerly known as Parag Parikh Financial Advisory Services Limited)

K P Chaudhari

Partner

Membership No: 31661

Ashish Shah

Director

DIN : 02887514

Sahil Parikh

Director

DIN : 00079898

Anindita Sengupta

Company Secretary

Place: Mumbai

Date: 15th July, 2015

INDEPENDENT AUDITOR'S REPORT

CVK & Associates
Chartered Accountants

2, Samarth Apartments
D. S. Babrekar Road, Gokhale Road,
(North) Dadar , Mumbai – 400 028
Phone : 2446871, 24451488
Fax No: 2446 6139

**To the Members of Parag Parikh Financial Advisory Services Private Limited
(Formerly known as Parag Parikh Financial Advisory Services Limited)****Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of Parag Parikh Financial Advisory Services Private Limited (formerly known as Parag Parikh Financial Advisory Services Limited) (hereinafter referred to as “the Holding Company”) and its subsidiaries PPFAS Asset Management Private Limited and PPFAS Trustee Company Private Limited (the Holding Company and its subsidiaries together referred to as “the Group”), comprising of the Consolidated Balance Sheet as at 31st March, 2015, 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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.

While conducting the 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 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 statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies

used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the consolidated 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 consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March, 2015, and its consolidated profit/loss and its consolidated cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on the comments in the auditors' reports of the Holding company and subsidiary companies incorporated in India, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143 (3) of the Act, we report, 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.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2015 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) 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, 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 – Refer Note “**2(m)**” to the Financial Statements.
 - 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 companies.

For CVK & Associates

Chartered Accountants

Firm Regn No.: 101745W

K.P. Chaudhari

Partner

Membership No: 31661

Place: Mumbai

Date: 15th July, 2015

Annexure to the Independent Auditor's Report

As stated in Para 1 'Report on Other Legal and Regulatory Requirements' in our Auditors' report of even date, the following statement is based on the comments in the Auditors' reports on the standalone financial statements of the Holding Company and its subsidiary companies:

- (i) a) The Holding Company and its Subsidiary Companies are maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
b) The fixed assets of the Holding Company and its Subsidiary Companies have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
- (ii) The Holding Company and its Subsidiary Companies are service companies as stated in the Auditors' Reports on their respective standalone financial statements. Accordingly, they do not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable.
- (iii) The Holding Company and its Subsidiary Companies have not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register required to be maintained under Section 189 of the Act. Accordingly, paragraph 3 (iii) of the Order is not applicable.
- (iv) The Holding company and its Subsidiary Companies have an adequate internal control system commensurate with the respective size of each Company and the nature of its business, for the purchase of fixed assets and for the sale of services. The activities of these companies do not involve purchase of inventory and the sale of goods. No major weakness has been noticed in the internal control system during the course of our audit.

- (v) The Holding Company and its Subsidiary Companies have not accepted any deposits from the public, so as to attract the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other provisions of The Companies Act, 2013 and the rules framed there under.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Holding Company and its subsidiary companies.
- (vii) a) As per the records of the Holding Company and its subsidiary companies, these companies are generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-Tax, Service-tax, Wealth Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the appropriate authorities. As per the records of these companies, there were no arrears of outstanding statutory dues as at 31st March 2015 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no outstanding dues of sales tax, income tax, custom duty, wealth tax, excise duty, service tax, value added tax, or cess; on account of any dispute other than those mentioned in **Annexure II** to this report.
- c) No amount is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.
- (viii) On a consolidated basis, the Holding Company and its subsidiary companies do not have accumulated losses and have not incurred cash losses during the current financial year and the immediately preceding financial year.

- (ix) As per the documents and records produced before us, the Holding Company and its subsidiary companies have not defaulted in repayment of dues to any financial institution or bank. The Group did not have any outstanding debentures during the year.
- (x) In our opinion and according to the information and the explanations given to us, the Holding Company and its subsidiary companies have not given any guarantee for loans taken by others from banks or financial institutions.
- (xi) The Holding Company and its subsidiary companies did not have any term loans outstanding during the year.
- (xii) According to the information and explanations given to us, no material fraud on or by the Holding Company and its subsidiary companies has been noticed or reported during the course of our audit.

For CVK & Associates

Chartered Accountants

Firm Registration No.:101745W

K.P.Chaudhari

Partner

Membership No. 31661

Place: Mumbai

Date: 15th July, 2015

ANNEXURE II

LIST OF PENDING APPEALS AND LITIGATIONS OF THE COMPANY

1 INCOME TAX

Sr. No.	Assessment Year	Pending with (concerned Authority)	Amount (Rs.)	Issue Involved	Remarks / Status
A. Parag Parikh Financial Advisory Services Private Limited (Formerly known as Parag Parikh Financial Advisory Services Limited) (Holding Company)					
1	2007-08	CIT Appeals	3,60,000	Unforeseen expenses disallowed	The Company had applied for relief as company is not in existence anymore
2	2008-09	High Court	2,75,000	Transaction Charges	Case is pending to be heard in High Court
3	2009-10	High Court	1,60,000	Transaction Charges	Case is pending to be heard in High Court
4	2010-11	ITAT	3,59,000	Sec 14A disallowance & Wrong Calculation of MAT	The Company had given the explanation to ITO regarding wrong calculation of MAT but ITO didn't oblige
B. PPFAS Asset Management Private Limited (Subsidiary Company)					
1	2012-13	CIT (Appeals)	21,56,830	Disallowance of all the expenses debited to Profit & Loss Account citing the reason that those are not Business Expenses and only Income earned during the year is Non Business Income.	The Company had received order U/s 143(3) for Assessment year 2012-13 and demand as per order is Rs. 21,56,830. We have paid a deposit of Rs 11,00,000 towards this demand pending disposal of appeal at Commissioner of Income Tax (Appeals) level. The Balance amount payable of Rs. 10,56,830 is disclosed as Contingent Liability.

2 SERVICE TAX

Sr. No.	Assessment Year	Pending with (concerned Authority)	Amount (Rs.)	Issue Involved	Remarks / Status
A. Parag Parikh Financial Advisory Services Private Limited (Formerly known as Parag Parikh Financial Advisory Services Limited) (Holding Company)					
1	2014-15	Assistant Commissioner of Service Tax	1,21,000	This relates to Demand raised for reversal of Cenvat Credit under clause (ii) of sub-rule (3) of Rule 6 of Cenvat Credit Rules, 2004. The amount payable as per Service Tax officer is Rs. 1,96,549/- whereas amount payable and paid by us is Rs. 75,819/- due to difference of opinion regarding calculation of Cenvat Credit Reversible. We have raised our objection and given our explanation regarding above and reply from the Service Tax Department is pending.	We had applied for revised calculation and reply is awaited.
B. PPFAS Asset Management Private Limited (Subsidiary Company)					
			NIL		

3 MVAT AND CST

Sr. No.	Assessment Year	Pending with (concerned Authority)	Amount (Rs.)	Issue Involved	Remarks / Status
			Not Applicable		

4 CENTRAL EXCISE

Sr. No.	Assessment Year	Pending with (concerned Authority)	Amount (Rs.)	Issue Involved	Remarks / Status
			Not Applicable		

5 OTHERS (UNDER ANY OTHER LAW)

Sr. No.	Assessment Year	Pending with (concerned Authority)	Amount (Rs.)	Issue Involved	Remarks / Status
			NIL		

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED			
(Formerly Known as Parag Parikh Financial Advisory Services Limited)			
Consolidated Balance Sheet as at 31st March 2015			
Particulars	Note No	As at 31st March 2015 Rs.	As at 31st March, 2014 Rs.
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	65,148,050	65,148,050
Reserves And Surplus	4	349,620,825	297,086,783
	(a)	414,768,875	362,234,833
Current Liabilities			
Other Current Liabilities	5	5,659,310	3,740,439
Short Term Provisions	6	5,322,777	80,954
	(b)	10,982,087	3,821,393
Total Equity and Liabilities	(a+b)	425,750,962	366,056,226
ASSETS			
Non-Current Assets			
Fixed Assets			
(i) Tangible Assets	7A	3,313,842	5,490,137
(ii) Intangible Assets	7B	105,526	835,256
	(c)	3,419,368	6,325,393
Non-Current Investments	8	333,673,700	221,957,939
Long Term Loans & Advances	9	11,182,301	13,358,096
Deferred Tax Assets	10	4,410,429	1,503,784
	(d)	349,266,430	236,819,819
Current Assets			
Trade Receivables	11	12,290,252	7,836,923
Cash and Bank Balances	12	38,044,815	90,482,674
Short-Term Loans & Advances	13	17,223,738	18,655,822
Other Current Assets	14	5,506,359	5,935,596
	(e)	73,065,164	122,911,015
Total Assets	(c+d+e)	425,750,962	366,056,226
Summary of significant accounting policies 2			
The accompanying notes are an integral part of the financial statements			
As per Our Audit Report of even date			
For CVK & Associates		For and on behalf of the Board of Directors of	
<i>Chartered Accountants</i>		Parag Parikh Financial Advisory Services Pvt Ltd	
<i>Firm Registration No:101745W</i>		(formerly known as Parag Parikh Financial Advisory	
		Services Limited)	
K P Chaudhari	Ashish Shah	Sahil Parikh	
<i>Partner</i>	<i>Director</i>	<i>Director</i>	
<i>Membership No:31661</i>	<i>DIN : 02887514</i>	<i>DIN : 00079898</i>	
	Anindita Sengupta		
	<i>Company Secretary</i>		
Place: Mumbai			
Date: 15th July, 2015			

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED			
(Formerly Known as Parag Parikh Financial Advisory Services Limited)			
Consolidated Statement of Profit & Loss for the year ended 31st March, 2015			
Particulars	Note No	For the year ended 31st	For the year ended 31st
		March, 2015	March, 2014
		Rs.	Rs.
Income			
Revenue From Operations	15	109,402,697	75,350,194
Other Income	16	43,301,491	23,794,495
Total Revenue		152,704,188	99,144,689
Expenses			
Employee Benefits Expenses	17	46,781,797	36,951,323
Finance Costs	18	-	12,975
Depreciation & Amortization Expenses	19	7,314,567	2,244,318
Other Expenses	20	33,116,351	22,757,797
Total Expenses		87,212,715	61,966,413
Profit Before Tax & Exceptional Items		65,491,473	37,178,276
Exceptional Items			
Long Term Profit on Sale of Rights		(608,594)	-
Prior period expenses/(Income)		(60,381)	(54,513)
Profit Before Tax		66,160,448	37,232,789
Tax Expense			
Current Tax		17,018,000	9,473,803
Deferred Tax		(2,906,645)	(170,821)
Excess Tax Provision for Previous year		(871,536)	-
Total Tax Expense		13,239,819	9,302,982
Profit(Loss) for the Period		52,920,629	27,929,807
Earning Per Equity Share			
Basic		8.12	4.29
Diluted		8.12	4.29
Summary of significant accounting policies	2		
The accompanying notes are an integral part of the financial statements			
As per Our Audit Report of even date		For and on behalf of the Board of Directors of	
<i>For CVK & Associates</i>		Parag Parikh Financial Advisory Services Pvt Ltd	
<i>Chartered Accountants</i>		(formerly known as Parag Parikh Financial Advisory	
<i>Firm Registration No:101745W</i>		Services Limited)	
K P Chaudhari	Ashish Shah	Sahil Parikh	
<i>Partner</i>	<i>Director</i>	<i>Director</i>	
<i>Membership No:31661</i>	<i>DIN : 02887514</i>	<i>DIN : 00079898</i>	
		Anindita Sengupta	
		<i>Company Secretary</i>	
Place: Mumbai			
Date: 15th July, 2015			

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED				
(Formerly Known as Parag Parikh Financial Advisory Services Limited)				
Consolidated Cash Flow Statement for the year ended 31.03.2015				
Particulars	Current year		Previous year	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
a. Cash flow from Operating Activities				
Profit Before tax expenses		66,160,448		37,232,789
Adjustments :				
Add : Non Operating Expenses/Items				
Depreciation on Fixed Assets	6,209,198		1,697,594	
Amortization of Fixed Assets	1,105,369	7,314,567	546,724	2,244,318
Less : Non - Operating Income/Items				
Long Term Capital Gain Equity	(13,336,657)		(67,216)	
Short Term Capital Gain on bonds	(7,964,685)		-	
Short Term Capital Gain on Mutual Fund	(5,038,763)		(3,909,559)	
Short Term Capital Gain on Equity	(100,550)		(22,484)	
Long Term Capital Gain on Mutual fund	(21,591)		-	
Long Term Profit on Sale of Rights	(608,594)		-	
Interest on Tax free Bonds	(9,059,487)		(1,385,376)	
Interest on Fixed Deposit	(4,360,533)		(16,096,690)	
Dividend on Shares	(1,942,314)		(1,720,441)	
Dividend on Mutual Fund	(1,347,551)		(229,229)	
Other Income	(129,360)		(14,458)	
Interest on Debentures	-	(43,910,085)	(349,042)	(23,794,495)
Operating Profit before Working Capital Changes		29,564,930		15,682,612
Adjustment for Movement in working capital				
Increase in Other Current Liabilities	1,918,871		3,562,067	
Decrease in Trade Payables	-		(4,996,644)	
Increase/(Decrease) in Short Term Provisions	844,091		(7,106,684)	
(Increase) in Deferred Tax Assets	(2,906,645)		(281,280)	
(Increase)/Decrease in Long Term Loans & Advances	2,175,795		(1,734,905)	
Decrease in Short-Term Loans & Advances	1,432,084		10,514,117	
(Increase)/Decrease in Trade Receivables	(4,453,329)		15,507,825	
(Increase)/Decrease in Other Current Assets	429,238	(559,895)	(417,288)	15,047,208
Cash Generated from operations		29,005,035		30,729,820
Less : Taxes Paid		(8,406,053)		(8,800,230)
Net Cash from operating activities		20,598,982		21,929,590
b. Cash flow from Investing Activities				
Purchase of Fixed Assets	(4,795,129)		(283,696)	
Purchase of Investments - Non Current	(111,715,761)		(167,930,064)	
Long Term Capital Gain Equity	13,336,657		67,216	
Short Term Capital Gain on bonds	7,964,685		-	
Short Term Capital Gain on Mutual Fund	5,038,763		3,909,559	
Short Term Capital Gain on Equity	100,550		22,484	
Long Term Capital Gain on Mutual /fund	21,591		-	
Long Term Profit on Sale of Rights	608,594		-	
Interest on Tax free Bonds	9,059,487		1,385,376	
Interest on Fixed Deposit	3,924,498		14,494,466	
Dividend on Shares	1,942,314		1,720,441	
Dividend on Mutual Fund	1,347,551		229,229	
Other Income	129,360		14,458	
Interest on Debentures	-		349,042	
Net Cash from investing activities		(73,036,841)		(146,021,488)

Cash Flow from Financing Activities		NIL		NIL	
Net increase/decrease in cash & cash equivalents		(52,437,859)		(124,091,898)	
Cash & Cash Equivalents at the beginning of the year					
Cash in Hand	101,686			57,765	
Bank Accounts	6,808,034			8,647,124	
Fixed Deposits with maturity less than 12 months	83,572,954	90,482,674		205,869,683	214,574,572
Cash & Cash Equivalents at the end of the year					
Cash in Hand	77,269			101,686	
Bank Accounts	11,892,546			6,808,034	
Fixed Deposits with maturity less than 12 months	26,075,000	38,044,815		83,572,954	90,482,674

As per Our Audit Report of even date

For CVK & Associates*Chartered Accountants**Firm Registration No:101745W*

For and on behalf of the Board of Directors of Parag Parikh Financial Advisory Services Pvt Ltd
(formerly known as Parag Parikh Financial Advisory Services Limited)

K P Chaudhari*Partner**Membership No:31661***Ashish Shah***Director**DIN : 02887514***Sahil Parikh***Director**DIN : 00079898***Anindita Sengupta***Company Secretary*

Place: Mumbai

Date: 15th July, 2015

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED
(Formerly known as Parag Parikh Financial Advisory Services Limited)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31ST MARCH, 2015

NOTE 1: PRINCIPLES OF CONSOLIDATION

The consolidated financial statements are related to Parag Parikh Financial Advisory Services Private Limited (formerly known as Parag Parikh Financial Advisory Services Limited) and its subsidiaries PPFAS Asset Management Private Limited and PPFAS Trustee Company Private Limited.

The financial statements of the Group and its subsidiaries are combined on line by line basis by adding together the book values of the like items of assets, liabilities, income & expenses in accordance with the Accounting Standard (AS) 21- “Consolidated Financial Statements” issued by Institute of Chartered Accountants of India.

The consolidated financial statements are prepared using uniform accounting policies for like transactions and events in similar circumstances and necessary adjustments required for deviations, if any to the extent possible unless otherwise stated, are made in the consolidated financial statements and are presented in the same manner as the Group’s standalone financial statements.

The list of subsidiary companies which are included in the consolidation are as under:

Name of the Subsidiary Company	Ownership in percentage		Country of Incorporation
	2014-15	2013-14	
PPFAS Asset Management Private Limited	100.00	100.00	India
PPFAS Trustee Group Private Limited	100.00	100.00	India

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES**a. Basis Of Preparation**

The financial statements of the Group have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Group has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and which continue to apply under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Group and are consistent with those used in the previous year.

b. Use of Estimates

The preparation of consolidated financial statements, in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c. Current/ Non-current Classification:

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i. it is expected to be realized or settled or is intended for sale or consumption in the Group's normal operating cycle;
- ii. it is expected to be realized or settled within twelve months from the reporting date;
- iii. in the case of an asset:
 - it is held primarily for the purpose of providing services; or
 - it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.
- iv. In the case of a liability, the Group does not have an unconditional right to defer settlement of the liability for at least twelve months from the reporting date.

All other assets and liabilities are classified as non-current.

Since the Group is a provider of services, for the purpose of current/ non-current classification of assets and liabilities, it has classified all those items which are expected to be realized or settled within twelve months from the reporting date as current items and others as non-current.

d. Tangible fixed assets

Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

Gains or losses arising from derecognition of tangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

e. Intangible fixed assets

Intangible assets are stated at cost of acquisition less accumulated amortization and accumulated impairment loss, if any.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

f. Depreciation

Depreciation on the fixed assets is provided on Written Down Value Method applying rates/ useful lives as prescribed in The Companies Act.

The Companies Act, 2013 prescribes a different method for calculation of Depreciation based on the useful life of an Asset as opposed to prescribed rates of depreciation in The Companies Act, 1956. Hence, there is a change in the method of accounting for depreciation in the current year.

Due to this change, the depreciation charged for the year is more by Rs. 46,04,177 as compared to the depreciation computed as per earlier method.

Note 7(b) of Part C of Schedule II of The Companies Act, 2013 mandates that where the remaining useful life of an Asset as on 1st April, 2014 is NIL, its carrying amount after retaining its residual value, be recognized in the opening balance of the Retained earnings.

Accordingly, the Group has adjusted Rs. 386,587, net of the relevant tax effect as clarified in the Application Guide on the provision of the schedule II to the Companies Act, 2013 issued by ICAI, against the Retained earnings.

These changes have a corresponding impact on the Carrying value of the Fixed Assets.

g. Impairment

Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. If any such indication exists, the asset's recoverable amount is

estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount.

h. Investments

Investments are classified into current and non-current investments. Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments.

Current investments are stated at the lower of cost and fair value. Non-current investments are stated at cost.

A provision for diminution in the value of long-term investments is made only if such a decline is other than temporary.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is recognized in the Statement of Profit and Loss.

i. Employee Benefits

A) Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service.

B) Post-employment benefits:

a) Provident Fund scheme

Retirement benefits in the form of Provident Fund are a defined contribution scheme and the contribution is charged to the Statement of Profit and Loss of the year when the contribution to the fund is due. There are no other obligations other than the contribution payable to the fund.

b) Gratuity scheme

- i. The Group's gratuity scheme is a defined benefit plan. The Group's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their services in the current and prior periods.
- ii. The present value of the obligation is determined based on the actuarial valuation. This amount is funded through an employee gratuity trust managed by HDFC Standard Life Insurance.

j. Revenue Recognition

Revenue from Portfolio Management fees and other business is recognized on accrual basis. The amount recognized therein is exclusive of service tax.

Dividend on shares is accounted on cash basis for the sake of convenience, and for want of information.

Interest income is recognised on time proportion basis.

In case of Subsidiary Company PPFAS Asset Management Private Limited, Management fees is recognized on accrual basis at specific rates, applied on the average daily net assets of the scheme. The fees charged are in accordance with the terms of Scheme Information Document of scheme and is in line with the provisions of SEBI (Mutual Funds) Regulations, 1996 as amended from time to time. The amount recognized is exclusive of Service Tax.

In case of Subsidiary Company PPFAS Trustee Company Private Limited,

Revenue from Trusteeship Fees is recognized on accrual basis. The amount recognised therein is exclusive of Service Tax.

k. Taxes on Income

Tax expense for the year comprises current tax and deferred tax.

Current Tax is determined as the amount of tax payable in respect of the taxable income for the period in accordance with the Income Tax Act, 1961.

Deferred Tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each Balance Sheet date to reassess realisation.

l. Provision

Provision involving substantial degree of estimation in measurement is recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

m. Contingent Liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

In case of Subsidiary Company PPFAS Asset Management Private Limited,

the Company had received order U/s 143(3) for Assessment year 2012-13 and demand as per order is Rs. 21,56,830. We have paid a deposit of Rs 11,00,000 towards this demand pending disposal of appeal at Commissioner of Income Tax (Appeals) level.

n. Foreign currency transaction

Foreign currency transactions are accounted for at the exchange rates prevailing at the date of the transaction. Gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Profit and Loss.

o. Earnings per share

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

p. Portfolio Management Scheme (PMS)

The Investments under the PMS are made on behalf of and in the respective names of the Investors. Therefore, the amounts received under PMS and the corresponding Investments made do not get reflected in the Financial Statements of the Group.

q. Share transactions

Gain or loss on sale of shares, Derivatives, Mutual Fund units etc. held as investments, is shown at net values.

r. Exceptional Items

The company has surrendered the BSE Stock Broker's License. Due to this, the office premises which was allotted to the company at time of issue of license on rental basis was transferred to another stock broker as per the instructions by BSE. Since this is a non recurring source of income, it has been considered as an Exceptional item in Statement of Profit and Loss. It has been sold to Hemendrakumar Kesharichand Shah having BSE Clearing. No 234 for consideration of Rs. 608,594/-

NOTE 3 : SHARE CAPITAL		
	As at 31st March, 2015	As at 31st March, 2014
AUTHORISED 30,000,000 Equity Shares of Rs.10/- each	300,000,000	200,000,000
ISSUED, SUBSCRIBED AND PAID UP CAPITAL 6,514,805 Equity Shares of Rs.10/- each fully paid (Inclusive of 2,646,805 shares issued to shareholders of Parag Parikh Securities Ltd at par on Amalgamation)	65,148,050	65,148,050
	65,148,050	65,148,050

a. Reconciliation of Shares outstanding as at the beginning and at the end of the reporting period.

	As at 31st March, 2015		As at 31st March, 2014	
	Number	Rs.	Number	Rs.
At the beginning of the period	6,514,805	65,148,050	6,514,805	65,148,050
Issued during the period	NIL	NIL	NIL	NIL
Outstanding at the end of the period	6,514,805	65,148,050	6,514,805	65,148,050

b. Details of Shareholders holding more than 5 % of Ordinary Shares

Name of the Shareholders	Number	% of Holding	Number	% of Holding
(Late) Parag S Parikh & Geeta P Parikh	5,099,465	78.27	5,048,695	77.49
Empeegee Portfolio Management Services Private Limited	350,000	5.37	350,000	5.37

NOTE 4: RESERVES AND SURPLUS

	As at 31st March, 2015	As at 31st March, 2014
General Reserve(a)	385,000	385,000
Capital Redemption Reserves(b)	10,100,000	10,100,000
Surplus/(deficit) in the statement of Profit and Loss		
At the Beginning of the Accounting period	286,601,783	258,671,976
Adjustment for Depreciation on Fixed Assets Which have exhausted useful life as per Companies Act.	(386,587)	-
Additions During the year	52,920,629	27,929,807
Closing Balance of Surplus in the Statement of Profit & Loss(c)	339,135,825	286,601,783
TOTAL (a+b+c)	349,620,825	297,086,783

NOTE 5 : CURRENT LIABILITIES

	As at 31st March, 2015	As at 31st March, 2014
TDS - Salaries	5,294,240	3,441,512
TDS - Professional Fees	343,419	294,017
TDS - Rent	15,000	-
TDS - Contractor	6,651	4,910
	5,659,310	3,740,439

NOTE 6 : SHORT TERM PROVISIONS

	As at 31st March, 2015	As at 31st March, 2014
Provision for Taxation(Net of Advance Tax)	2,443,690	(1,954,041)
Provision for Expenses	1,204,498	714,370
Provision For Audit Fees	992,000	535,000
Provision for Leave Encashment	259,767	-
Provident Fund Payable	235,908	113,841
Professional Charges Payable	120,604	553,045
Unpaid Dividend	57,835	99,935
Profession Tax Payable	8,475	4,000
Stamp Duty Payable	-	8,737
ESIC Payable	-	6,067
	5,322,777	80,954

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED												
NOTE 7 : FIXED ASSETS												
Sr. No	Asset	Gross Block as at 01/04/2014	Additions during the year	Deductions during the year	Gross Block as at 31/3/15	Provision for Depreciation upto 01/04/2014	Depreciation for the period	Amount w/off due to implications of Companies Act 2013	Accumulated Depreciation on Sold Assets	Total depreciation upto 31/3/15	Net Block as at 31/3/15	Net Block as at 31/03/14
a	Office Equipments											
A.	Tangible Assets											
1	Computer	9,832,421	468,146	-	10,300,567	9,308,251	530,006	124,466	-	9,962,723	337,844	360,883
2	Office Equipments	4,759,529	115,826	-	4,875,355	3,784,930	779,686	68,175	-	4,632,791	242,564	883,375
3	Electrical Installation	420,300	28,750	-	449,050	312,772	78,409	2,860	-	394,041	55,009	73,780
4	Motor Car*	5,147,093	3,650,000	-	8,797,093	2,418,094	4,053,610	-	-	6,471,704	2,325,389	1,971,736
5	Office Furniture	4,757,641	-	-	4,757,641	3,602,800	767,487	34,318	-	4,404,605	353,036	1,154,841
	TOTAL	24,916,984	4,262,722	-	29,179,706	19,426,847	6,209,198	229,819	-	25,865,864	3,313,842	4,444,615
B.	Intangible Assets											
1	Computer Software	7,018,398	532,407	-	7,550,805	6,183,142	1,105,369	156,768	-	7,445,279	105,526	206,125
	TOTAL	7,018,398	532,407	-	7,550,805	6,183,142	1,105,369	156,768	-	7,445,279	105,526	206,125
	TOTAL (A+B)	31,935,382	4,795,129	-	36,730,511	25,609,989	7,314,567	386,587	-	33,311,143	3,419,368	4,650,740
	Previous Year	31,651,686	283,696	-	31,935,382	23,365,671	2,244,318	-	-	25,609,989	6,325,393	8,286,016

* Assets Registered in the personal name of Directors.

NOTE 8: NON CURRENT INVESTMENTS

	No of	Cost for	MKT. Rate	MKT. Value	No of	Cost for
	shares	31.03.15	31.03.15	on	shares	31/03/2014
				31.03.15		
INVESTMENTS IN EQUITY						
Quoted Investment:						
Equity Shares fully paid						
Accelyka Kale consultants Limited	65	41,895	931.65	60,557	-	-
Amar Raja Batteries Limited	75	29,901	831.50	62,363	-	-
Apollo Tyres Limited	-	-	-	-	48	4,940
Atul Auto Limited	150	27,124	555.50	83,325	-	-
Axis Bank Limited	395	71,806	560.40	221,358	6,079	4,998,091
Bajaj Corporation Limited	243	54,621	459.15	111,573	245	38,646
Balakrishna Industries Limited	93	53,128	646.00	60,078	-	-
Balmer Lawrie Van & Co Limited	89	28,478	565.15	50,298	89	28,478
Blue Star Limited	72	12,154	307.80	22,162	72	12,154
Camlin Limited	-	-	-	-	444	14,955
Cravatex Limited	-	-	-	-	21	8,730
CCL Products India Limited	328	39,688	178.60	58,581	-	-
Elantas Beck India Limited	37	15,041	1,145.75	42,393	37	15,041
Engineers India Limited	80	15,487	194.25	15,540	33	4,873
Eros International Meida Limited	45	11,192	401.05	18,047	-	-
FDC Limited	85	11,048	151.65	12,890	-	-
FIEM Industries Limited	41	7,553	631.75	25,902	41	7,553
Finolex Cables Limited	69	15,204	283.70	19,575	-	-
Fortis Malar Hospitals Limited	-	-	-	-	330	9,984
Foseco India Limited	75	34,195	1,100.50	82,538	125	58,002
G M Breweries Limited	207	12,508	112.40	23,267	166	12,508
Geogit BNP Paribus Financial Services Limited	1,800	34,783	52.05	93,690	1,800	34,783
Great Eastern Shipping Company Limited	10	2,470	365.70	3,657	10	2,470
Greaves Cotton Limited	620	42,556	145.95	90,489	678	47,583
Gujarat Mineral Development Coporation Limited	-	-	-	-	94	10,350
Gujarat Gas Company Limited	-	-	-	-	50	9,990
HCL Technologies Limited	40	28,680	979.65	39,186	-	-
Hero Honda Limited	10	24,739	2,642.60	26,426	-	-
Hindalco Industries Limited	-	-	-	-	100	9,155
Hindustan Media Ventures Limited	503	57,737	221.10	111,213	455	51,228
Huhtamaki PPL Limited	97	18,135	231.10	22,417	-	-
ILFS & Investment Managers Limited	355,007	10,055,008	18.70	6,638,631	356,716	10,128,495
ICICI Bank Limited	340	99,698	315.30	107,202	-	-
Indraprasth Gas Limited	161	42,017	419.45	67,531	161	42,017
Indian Toners Developers Limited	555	39,389	-	-	-	-
Infra Development Finance Co Limited	-	-	-	-	123	10,362
Intellect Design Arena Limited	982	17,077	108.65	106,694	-	-
Ipeca Laboratories Limited	63	43,005	638.55	40,229	-	-
Jammu & Kashmir Bank Limited	370	40,508	95.35	35,280	37	26,732
JK Lakshmi Cement Limited	-	-	-	-	400	14,800
Just Dial Limited	27	34,095	1,320.55	35,655	-	-
Jyoti Laboratories Limited	130	30,041	267.35	34,756	-	-
Kajaria Ceramic Limited	60	31,859	803.30	48,198	-	-
Maharashtra Scooters Limited	9,177	2,760,497	883.75	8,110,174	9,177	2,760,497
Maruti Udyog Limited	10	19,559	3,699.25	36,993	-	-
Mayur Uniquoters Limited	100	30,192	453.80	45,380	-	-
Mphasis Limited	241	76,602	382.25	92,122	241	76,602

	No of	Cost for	MKT. Rate	MKT. Value on	No of	Cost for
	shares	31.03.15	31.03.15	31.03.15	shares	31/03/2014
MT Educare Limited	481	43,305	103.50	49,784	231	20,664
Multi Commodity Exchange of India Limited	-	-	-	-	5	2,282
Munjal Showa Limited	200	22,592	175.60	35,120	-	-
Nanden Denim Limited	214	14,796	61.65	13,193	-	-
Navneeth Publications Limited	200	15,526	99.25	19,850	-	-
NESCO Limited	13	7,150	1,545.25	20,088	13	7,150
NMDC Limited	-	-	-	-	374	51,440
NOIDA Toll Bridge Limited	340,597	10,147,008	33.30	11,341,880	341,339	10,170,258
Novartis India Limited	15	7,335	562.50	8,438	15	7,335
Oil India Limited	-	-	-	-	6	2,785
Persistent System Limited	36	23,931	711.95	25,630	-	-
Petronet LNG Limited	-	-	-	-	490	70,732
Piramal Enterprises Limited	282	116,672	869.00	245,058	7,582	3,072,703
Polaris Financial Technology Limited	882	83,614	165.10	145,618	1,082	125,018
Power Finance Corporation Limited	61	17,199	272.75	16,638	-	-
Ramkrishna Forging Limited	150	37,295	422.60	63,390	-	-
Redington India Limited	115	15,115	131.65	15,140	-	-
Rural Electrification Corporation	58	19,336	332.65	19,294	-	-
Selan Exploration Technology Limited	121	31,444	227.10	27,479	164	43,054
Sharon Bio Medicine Limited	650	17,181	17.95	11,668	-	-
The Shipping Corporation of India Limited	425	17,049	46.15	19,614	1,344	67,874
Sriram Transport Finance Company Limited	40	20,239	1,114.20	44,568	60	30,687
South Indian Bank Limited	825	19,805	25.25	20,831	478	9,966
Standard Chartered PLC(IDR)	367	30,587	97.00	35,599	792	60,375
Sun Pharamaceuticals Limited	45	26,080	1,022.25	46,001	-	-
Swaraj Engineering Limited	70	30,131	808.25	56,578	70	30,131
Talwalkars better Value Fitness Limited	201	27,700	371.60	74,692	201	27,700
Tata Motors NPP DVR	255	21,593	331.00	84,405	264	22,355
Tata Investment Corporation Limited	27	15,015	573.10	15,474	-	-
Thomas Cook India Limited	213	15,406	209.10	44,538	153	9,917
Titan India Limited	125	48,281	392.00	49,000	-	-
Titagarh Wagons Limited	79	10,016	575.75	45,484	79	10,016
V Mart Retail Limited	45	23,762	569.25	25,616	-	-
VIP Industries Limited	404	23,881	93.20	37,653	404	23,881
VST Tillers Tractors Limited	39	18,821	1,243.50	48,497	49	23,921
Yes Bank Limited	39	10,117	816.55	31,845	74	20,967
Zyduz Wellness Limited	79	38,187	1,015.40	80,217	79	38,187
Total- (i)		25,025,839	-	29,575,246		32,388,417
Unquoted Investments:						
Karrox Technologies Limited	25,000	1,000,000	-	-	25,000	1,000,000
Mumbai stock Exchange	11,401	1,140,977	-	-	11,401	1,140,977
MF Utilities India Private Limited	-	500,000	-	-	-	500,000
Total- (ii)		2,640,977	-	-		2,640,977
INVESTMENT IN MUTUAL FUNDS						
Birla SunLife Cash Manager	-	89,706,892	-	-	-	48,473,304
IDFC Ultra short Term Fund	-	1,006,417	-	-	-	-
HDFC High Interest Fund	-	-	-	-	-	402,241
PPFAS Long Term Value Fund	-	71,920,000	-	-	-	4,500,000
Total- (iii)		162,633,309	-	-		53,375,545
INVESTMENT IN BONDS						
Indian Railway Fin. Corporation Limited	50,000	52,505,075	-	-	50,000	50,000,000
National Highways Authority of India	50,000	52,815,500	-	-	50,000	50,000,000
Indian Infrastructure Finance Company Limited	20,000	20,000,000	-	-	20,000	20,000,000
National Housing Bank	1,444	7,220,000	-	-	1,444	7,220,000
NTPC Limited	6,333	6,333,000	-	-	6,333	6,333,000
Total- (iv)		138,873,575	-	-		133,553,000
INVESTMENT IN FD 3 YEARS						
Axis Bank Fixed Deposit	-	4,500,000	-	-	-	-
Total- (v)		4,500,000	-	-		-
Grand Total (i+ii+iii+iv+v)		333,673,700				221,957,939

NOTE 9 : LONG TERM LOANS AND ADVANCES		
	As at 31st March, 2015	As at 31st March, 2014
Advances recoverable in cash or kind		
Previous year Taxes Receivable	10,682,301	9,583,096
Deposits with Stock Exchange	500,000	3,775,000
	11,182,301	13,358,096

NOTE 10 : DEFERRED TAX ASSET		
	As at 31st March, 2015	As at 31st March, 2014
Opening Balance	1,503,784	1,222,504
Fixed Assets: Impact of difference between Depreciation charged as per Company Law & Depreciation charged as per Taxation Law	1,605,048	281,280
Fixed Assets : Impact of Reversal due to adjustment with opening reserves	119,456	-
Filing Fees : Impact of difference between charged as per Company Law & claimed as per Taxation Law	1,098,010	-
Leave Encashment : Impact of Provision for Leave Encashment	84,131	-
Net Deferred Tax Asset	4,410,429	1,503,784

NOTE 11: TRADE RECEIVABLES		
	As at 31st March, 2015	As at 31st March, 2014
(1) Debts outstanding for a period exceeding six months from the date they are due	Nil	Nil
(2) Other Debts (Unsecured considered good)	12,290,252	7,836,923
	12,290,252	7,836,923

NOTE 12: CASH AND BANK BALANCES		
	As at 31st March, 2015	As at 31st March, 2014
(i) On Current Accounts	11,892,546	6,808,034
(ii) Cash in hand and as Imprest	77,269	101,686
(iii) Fixed Deposits with maturity less than 12 months	26,075,000	83,572,954
	38,044,815	90,482,674

NOTE 13: SHORT TERM LOANS AND ADVANCES		
	As at 31st March, 2015	As at 31st March, 2014
Deposits	14,324,751	16,842,252
Prepaid Expense	2,586,962	1,467,572
Advances	269,025	345,998
Advance to Employees	43,000	-
	17,223,738	18,655,822

NOTE 14: OTHER CURRENT ASSETS		
	As at 31st March, 2015	As at 31st March, 2014
Interest accrued on Fixed Deposits & Bonds	5,506,359	5,935,596
	5,506,359	5,935,596

NOTE 15 : REVENUE FROM OPERATIONS		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Management Fees	97,369,309	44,772,552
Portfolio Management Fees	6,946,970	20,225,018
Placement Charges - MF	4,499,832	3,275,821
Trustee Fees	586,586	266,179
Brokerage	-	6,784,332
Advisory Fees	-	26,292
	109,402,697	75,350,194

NOTE 16: OTHER INCOME		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Long Term Capital Gain Equity	13,336,657	67,216
Short Term Capital Gain on bonds	7,964,685	-
Short Term Capital Gain on Mutual Fund	5,038,763	3,909,559
Short Term Capital Gain on Equity	100,550	22,484
Long Term Capital Gain on Mutual Fund	21,591	-
Total (a)	26,462,246	3,999,259
<u>Other Non-Operating Income</u>		
Interest on Tax free Bonds	9,059,487	1,385,376
Interest on Fixed Deposit	4,360,533	16,096,690
Dividend on Shares	1,942,314	1,720,441
Dividend on Mutual Fund	1,347,551	229,229
Other Income	129,360	14,458
Interest on Debentures	-	349,042
Total (b)	16,839,245	19,795,236
Total (a + b)	43,301,491	23,794,495

NOTE 17: EMPLOYEE BENEFIT EXPENSES		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Salary and Wages		
Office Staff Salary	44,405,120	34,981,690
Contribution to Provident Fund and other funds		
Contribution to Provident Fund	1,521,416	1,399,280
Other expenses		
Staff Welfare	855,261	570,353
	46,781,797	36,951,323

NOTE 18: FINANCE COST		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Interest expense		
Interest on Overdraft	-	12,975
	-	12,975

NOTE 19: DEPRECIATION AND AMORTIZATION EXPENSES		
	For the year ended 31st March, 2015	For the year ended 31st March, 2014
Depreciation of Tangible Assets	6,209,198	1,697,594
Amortization of Intangible Assets	1,105,369	546,724
	7,314,567	2,244,318

NOTE 20: OTHER EXPENSES		
	For the year ended 31st March 2015	For the year ended 31st March 2014
Professional Charges	10,643,021	8,052,189
Filing fees	4,321,800	121,371
Advertising expenses	3,051,544	1,315,942
Business Promotion Expenses	2,900,074	1,211,400
Computer Maintainence	1,377,316	571,102
Electricity expenses	1,214,360	1,291,715
Rent Expenses	1,200,000	1,235,205
Motor car expenses	882,419	823,915
Membership & subscription	828,875	1,038,815
Insurance Charges	822,819	563,945
Conveyance Charges	689,078	380,040
Statutory Audit fees	600,000	570,000
Telephone/communication	587,288	698,199
Miscellaneous expenses	424,297	452,106
Repairs & maintenance	404,635	1,407,840
Travelling expenses	381,688	402,592
Printing & stationery	377,248	528,073
Postage & Courier Charges	348,263	244,713
Bank Charges	338,838	7,168
Annual Fees to SEBI	250,000	-
Distributor Commission	222,594	-
Director's Fees (Sitting Fees)	210,000	105,000
Security service charges	188,760	177,525
Vsat charges	187,506	14,765
Director/employee Education	173,445	124,897
Donations	150,000	-
Books & periodicals	80,071	37,649
Lease line charges	59,070	185,983
Internet charges	55,510	39,647
STT,Service Tax & other charges on Share Investment	32,553	1,149
General charges NSDL/NSE/STP	30,005	147,124
BSE rent and maintenance charges	28,125	35,289
Investor Education Expenses	21,405	39,414
Franking charges	7,813	7,098
Demat charges	7,504	141,622
Interest and fine for Taxes	6,843	2,086
Professional tax - company	6,000	6,000
Seminar fees	4,000	22,606
Maharashtra Labour welfare Fund	1,584	1,404
Transaction charges	-	254,072
Penalties levied by stock exchange	-	26,275
Turnover(SEBI)	-	2,645
Stamp duty	-	469,217
	33,116,351	22,757,797

NOTE 21: SUPPLEMENTARY INFORMATION**a. Particulars of Directors' Remuneration**

Director's Name	Amount in Rs.	Head of Expenses
Rajnikant Rao	45,000/-	Sitting Fees
Kamlesh Somani	45,000/-	Sitting Fees
P. A. Balasubramanian	40,000/-	Sitting Fees
Jayesh Dadia	35,000/-	Sitting Fees
Rajan Mehta	45,000/-	Sitting Fees

b. Particulars of Auditors Remuneration

Particulars	F.Y.2014-15	F.Y.2013-14
As Statutory Auditors	5,70,000/-	4,20,000/-
For Other Services	30,000/-	1,50,000/-
TOTAL	6,00,000/-	5,70,000/-

c. Value of Imports

Particulars	F.Y.2014-15	F.Y.2013-14
Value of Imports	NIL	NIL

d. Expenditure in Foreign Exchange

Particulars	F.Y.2014-15	F.Y.2013-14
Professional Charges	NIL	NIL
Travelling Charges	AED 5,000	NIL
Travelling Charges	USD 1,500	NIL

e. Foreign Exchange Earnings

Particulars	F.Y.2014-15	F.Y.2013-14
Earnings in Foreign Exchange (USD)-Advisory services	NIL	NIL

- f. Funds received from various investors and invested on their behalf & in their respective names under the Portfolio Management Scheme, as at 31st March, 2015 are Rs. 37.84 Crores.

NOTE 22: RELATED PARTY DISCLOSURES

As per Accounting Standard 18, issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

Name of the Related Party.	Relationship	Nature of Payment	Amount (Rs.)
Empeegee Portfolio Management Services Pvt. Ltd.	Enterprise over which Key Managerial Personnel are able to exercise significant influence.	Rent	12,00,000/-
Late Parag Parikh	Director who is able to exercise significant influence	Salary	41,32,400/-
Rajeev Thakkar	Director who is able to exercise significant influence	Salary	98,46,768/-
Neil Parikh	Director who is able to exercise significant influence	Salary	15,80,000/-
Ashish Shah	Key Managerial Personnel	Salary	22,87,333/-

NOTE 23: CONTINGENT LIABILITIES

Contingent Liabilities	F.Y.2014-15 Amount in Rs. Lacs	F.Y.2013-14 Amount in Rs. Lacs
Income Tax (A.Y.-2007-08)*	3.60	3.60
Income Tax (A.Y.-2008-09)	2.75	2.75
Income Tax (A.Y.-2009-10)	1.60	1.60
Income Tax (A Y - 2010-11)	3.59	3.59
Income Tax (A Y - 2012-13)	10.57	-
Service Tax (A Y 2002-03)	-	2.37
Service Tax (A Y 2014-15)	1.21	-

*Income Tax case (AY-2007-08)

This relates to the case of Parag Parikh Securities Ltd which has merged with the company effective 1st October 2006.

NOTE 24: EARNINGS PER SHARE

Particulars	FY 2014-15	FY 2013-14
Profit attributable to equity shareholders	Rs. 5,29,20,629/-	Rs. 2,79,29,807/-
Weighted Average number of Equity Share Outstanding during the year	65,14,805	65,14,805
Basic & Diluted EPS	Rs.8.12	Rs.4.29
Nominal value per share	10/-	10/-

NOTE 25: MAJOR COMPONENTS OF DEFFERED TAX

Deferred Tax Assets	(Amount in Rs.)		
I. Opening Balance			15,03,784
II Changes during the Year			
a. Timing Difference in Depreciation			
As per Accounts	73,14,567		
As per Income tax Act	22,55,378		
Under charged for tax purpose	50,59,189		
Deferred Tax		16,05,048	
b. Timing Difference due to share issue Expenses			
As per Accounts	42,75,000		
As per Income tax Act	8,55,000		
Over charged for tax purpose	34,20,000		
Deferred Tax		10,98,010	
c. Timing Difference due to Adjustment of Depreciation with Opening Reserves			
As per Accounts	3,86,587		
As per Income tax Act	-		
Over charged for tax purpose	3,86,587		
Deferred Tax		119,456	
d. Timing Difference due to Provision for Leave Encashment			
As per Accounts	259,767		
As per Income tax Act	-		
Over charged for tax purpose	259,767		
Deferred Tax		84,131	
III. Deferred Tax Income recognized in Statement of Profit & Loss			29,06,645
IV. Net Deferred tax Assets as per Balance Sheet.			44,10,429

NOTE 26:

The amount payable to the Small Scale Undertaking is NIL.

NOTE 27: DISCLOSURE OF ADDITIONAL INFORMATION PERTAINING TO THE PARENT COMPANY AND ITS SUBSIDIARIES.

Name of the Company	Net Assets (Total Assets minus Total Liabilities)		Share in Profit or Loss	
	As % of Consolidated Net Assets	Net Assets	As % of Consolidated Profit or Loss	Profit/(Loss)
Parag Parikh Financial Advisory Services Private Limited (Parent Company)	89.32%	37,04,87,969	38.67%	2,03,85,767
PPFAS Asset Management Private Limited (Subsidiary Company)	10.65%	4,41,54,545	60.73%	3,20,15,655
PPFAS Trustee Company Private Limited (Subsidiary Company)	.03%	1,26,362	.61%	3,19,207

NOTE 28: PREVIOUS YEAR FIGURES

Previous year's figures have been regrouped and rearranged wherever necessary.

Signatures to notes 1 to 28

As per Our Audit Report of even date

For CVK & Associates

Chartered Accountants

Firm Registration No:101745W

**For & on behalf of the Board of Directors
of Parag Parikh Financial Advisory Services Pvt Ltd
(Formerly known a Parag Parikh Financial Advisory Services Limited)**

K P Chaudhari

Partner

Membership No:31661

Ashish Shah

Director

DIN : 02887514

Sahil Parikh

Director

DIN : 00079898

Anindita Sengupta

Company Secretary

Place: Mumbai

Date: July 15, 2015

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/JOINT VENTURES**Part A : Subsidiaries**

Sr.No	Name of the Subsidiary	PPFAS Asset Management Private Limited	PPFAS Trustee Co Private Limited
1	Reporting Period	31/3/2015	31/3/2015
2	Share Capital	260,638,300	500,000
3	Reserves & surplus	53,116,245	126,362
4	Total Assets	323,274,400	657,068
5	Total Liabilities	9,519,855	30,706
6	Investments	271,725,840	-
7	Turnover	97,369,309	586,586
8	Profit / (loss) before taxation	44,241,822	387,207
9	Provision for taxation	12,226,167	68,000
10	Profit /(loss) after taxation	32,015,655	319,207
11	Proposed Dividend	-	-
12	% of Shareholding	100.00%	100.00%

Part B : Associates and Joint Ventures

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

Not Applicable

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: U65100MH2011PTC221203
Name of the company: Parag Parikh Financial Advisory Services Private Limited
Registered office: 103, Veena Chambers, 21 Dalal Street, Mumbai 400 001.

Name of the member (s) :
Registered address :
E-mail Id:
Folio No :

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name : Address :
.....

E-mail Id :

Signature :, or failing him

2. Name : Address:
.....

E-mail Id :

Signature:, or failing him

3. Name : Address:.....
.....

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd Annual General Meeting of the company, to be held on the 28th day of August At 4 p.m. At Great Western Building, 130/132, 1st Floor, Shahid Bhagat Singh Marg, Opp. Lion Gate, Fort, Mumbai 400 001 and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolution No.	Resolutions
Ordinary Business	
1	Adoption of Financial Statements for the year ended 31st March, 2015
2	Appointment of CVK & Associates, Chartered Accountants as Auditors and fixing their remuneration
3	Appointment of Mr. Rajeev Thakkar (DIN No: 00227548), Director, retiring by rotation
4	Appointment of Mr. Sahil Parikh (DIN No: 00079898), Director, retiring by rotation

Signed this..... day of..... 20....

Signature of shareholder

Please affix Re.1 Revenue Stamp

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.



ATTENDANCE SLIP

(To be handed over at the entrance of the Meeting Hall)

CIN : U65100MH2011PTC221203

Name of the company : Parag Parikh Financial Advisory Services Private Limited

Registered office : 103, Veena Chambers, 21 Dalal Street, Mumbai 400 001.

Name of the Member(s)/ Proxy (In Block Letters)	
Folio No.	
No. of Shares Held	

I hereby record my presence at the 23rd Annual General Meeting of the Company at Great Western Building, 130/132, 1st Floor, Shahid Bhagat Singh Marg, Opp. Lion Gate, Fort, Mumbai 400 001 on 28th day of August, 2015 at 4:00 p.m.

Signature of the Member(s)/Proxy

Notes:

1. Members are requested to bring their copies of Annual Report at the AGM.
2. Please strike off whichever is not applicable.



There's only one right way®

Parag Parikh Financial Advisory Services Private Limited

Great Western Building, 130/132, S B S Marg, Opp Lion Gate,

Fort, Mumbai - 400 001

Tel: 91 22 6140 6555 Fax: 91 22 2284 6555

email@ppfas.com | www.ppfas.com