



Parag Parikh Financial Advisory Services Private Limited
Annual Report 2018- 2019

Corporate Information

Board of Directors:

Rajeev Thakkar
Neil Parikh
Sahil Parikh
Suneel Gautam
Shashi Kataria

Bankers:

AXIS Bank Limited
HDFC Bank Limited

Company Secretary:

Sonakshi Mahendra
Company Secretary

Auditors:

CVK & Associates
Chartered Accountants

Registered Office:

81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230, Nariman Point, Mumbai
- 400 021, Maharashtra, INDIA

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Parag Parikh Financial Advisory Services Private Limited**CIN:** U67190MH1992PTC068970**Regd. & Corp. Off.:** 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg,
230, Nariman Point, Mumbai - 400 021.**Tel:** 91 22 6140 6555 **Fax:** 91 22 6140 6590 **Web:** www.ppfas.com

NOTICE

NOTICE is hereby given that the **27th Annual General Meeting** of the members of Parag Parikh Financial Advisory Services Private Limited will be held on **Monday, 30th September 2019 at 2.00 p.m.** at 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230, Nariman Point, Mumbai - 400 021 to transact the following businesses:

ORDINARY BUSINESS:**1. ADOPTION OF FINANCIAL STATEMENTS:**

To receive, consider and adopt:

- (a) The Audited financial statements of the Company for the financial year ended 31st March, 2019 together with the reports of the Board of Directors and Auditors thereon and
- (b) The Audited Consolidated financial statements of the Company for the financial year ended 31st March, 2019 and report of Auditors thereon.

SPECIAL BUSINESS**2. APPROVAL OF PPFAS EMPLOYEES STOCK OPTION PLAN 2019 (PPFAS ESOP 2019) AND GRANT OF STOCK OPTIONS TO THE ELIGIBLE EMPLOYEES / DIRECTORS OF THE COMPANY UNDER THE SCHEME:**

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 62 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, other applicable statutes, rules, regulations and guidelines, if any (including any statutory modification or re-enactment thereof for the time being in force) and in accordance with the Memorandum and Articles of Association of the Company and further subject to such other approvals, permissions and sanctions as may be necessary and upon such conditions and modifications as may be prescribed or imposed while granting such approvals, permissions and sanctions, the approval of the Company be and is hereby accorded respectively to the **PPFAS Employees Stock Option Plan, 2019** (hereinafter referred to as the “**PPFAS ESOP 2019**” or “Scheme”), and to the Board of Directors of the Company (hereinafter referred to as the “Board”) to grant from time to time, in one or more tranches, not exceeding 10,98,000 Employee Stock Options to or for the benefit of such person(s) who are in permanent employment of the Company who has been working in India or outside India, Whole-time/Managing Directors (other than promoters of the Company or person belonging to the promoter group, Independent Directors and Directors holding himself or through his relative or through anybody corporate, directly or indirectly more than 10% of the outstanding equity shares of the Company) on the terms and conditions as may be determined by the Board in accordance with the provisions of the PPFAS ESOP 2019 and in due compliance with the applicable laws and regulations in force.

RESOLVED FURTHER THAT in case of any corporate action(s) such as rights issue, bonus issue, merger, restructuring or such other similar event, the Board be and is hereby authorized to do all such acts, deeds and things as may be necessary and which are within the provisions of the applicable laws and regulations.

RESOLVED FURTHER THAT the Company shall conform to the accounting policies as applicable to the Company, from time to time under any laws and regulations to the extent relevant and applicable to the PPFAS ESOP 2019.

RESOLVED FURTHER THAT the Board be and is hereby authorized to modify, change, vary, alter, amend, suspend or terminate the PPFAS ESOP 2019 subject to compliance with the applicable laws and regulations and to do all such acts, deeds, matters and things as it may at its absolute discretion deem fit, for such purposes and also to settle any issues, questions, difficulties or doubts that may arise in this regard without being required to seek any further consent or approval of the Members and further to execute all documents and writings as may be necessary or expedient, with the further power to delegate such powers to any executives/officers of the Company and to give such directions and/or instructions as may be necessary or expedient and to give effect to such modifications, changes, variations, alterations, amendments, suspensions or terminations of the PPFAS ESOP 2019 as it may in its absolute discretion deem fit and to do all other things incidental or ancillary thereof.

RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any of the powers herein conferred to any Director(s) or any Officer(s) of the Company.”

3. GRANT OF OPTIONS TO THE ELIGIBLE EMPLOYEES/DIRECTORS OF THE COMPANY'S SUBSIDIARY UNDER PPFAS ESOP 2019:

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section 62 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, other applicable statutes, rules, regulations and guidelines, if any (including any statutory modification or re-enactment thereof for the time being in force) and in accordance with the Memorandum and Articles of Association of the Company and further subject to such other approvals, permissions and sanctions as may be necessary and upon such conditions and modifications as may be prescribed or imposed while granting such approvals, permissions and sanctions, the approval of the members be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the “Board”) to extend the benefits of the “PPFAS Employees Stock Option Plan, 2019”(“PPFAS ESOP 2019”) referred under Item No. 2 above within the limit prescribed therein to or for the benefit of such person(s) who are in permanent employment of any existing or in future Subsidiary Company / ies of the Company, whole-time/managing Directors thereof (other than promoters of the Company or person belonging to the promoter group, Independent Directors and Directors holding himself or through his relative or through anybody corporate, directly or indirectly more than 10% of the outstanding Equity Shares of the Company), whether in India or outside India, as may be decided under the PPFAS ESOP 2019 on the terms and conditions as may be determined by the Board in accordance with the provisions of the PPFAS ESOP 2019 and in due compliance with the applicable laws and regulations in force.

RESOLVED FURTHER THAT the Board be and is hereby authorized to modify, change, vary, alter, amend, suspend or terminate the PPFAS ESOP 2019 subject to compliance with the applicable laws and regulations and to do all such acts, deeds, matters and things as it may at its absolute discretion deem fit, for such purposes and also to settle any issues, questions, difficulties or doubts that may arise in this regard without being required to seek any further consent or approval of the Members and further to execute all documents and writings as may be necessary or expedient, with the further power to delegate such powers to any executives/officers of the Company and to give such directions and/or instructions as may be necessary or expedient and to give effect to such modifications, changes, variations, alterations, amendments, suspensions or terminations of the PPFAS ESOP 2019 as it may in its absolute discretion deem fit and to do all other things incidental or ancillary thereof.

RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any of the powers herein conferred to any Director(s) or any Officer(s) of the Company.”

4. APPROVAL OF THE GRANT OF OPTIONS TO THE IDENTIFIED EMPLOYEES DURING ANY ONE YEAR, EQUAL TO OR EXCEEDING ONE PERCENT OF THE ISSUED CAPITAL OF THE COMPANY AT THE TIME OF GRANT OF OPTION:

To consider and, if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

“**RESOLVED THAT** in accordance with Section 62(1)(b) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, consent of the members be and is hereby accorded for the grant of Stock Options to the following identified employees, during any one year equal to or exceeding 1% of the issued capital of the Company at the time of grant of option.

Name	Designation
Mr. Rajeev Navinkumar Thakkar	Director
Mr. Raunak Onkar	Employee of Subsidiary Company
Mr. Raj Kiritkumar Mehta	Employee of Subsidiary Company
Mr. Aalok Ramesh Mehta	Employee of Subsidiary Company
Mr. Mahesh Vishvanath Sarode	Employee of Subsidiary Company

RESOLVED FURTHER THAT the Board be and is hereby authorized to modify, change, vary, alter, amend, suspend or terminate the PPFAS ESOP 2019 subject to compliance with the applicable laws and regulations and to do all such acts, deeds, matters and things as it may at its absolute discretion deem fit, for such purposes and also to settle any issues, questions, difficulties or doubts that may arise in this regard without being required to seek any further consent or approval of the Members and further to execute all documents and writings as may be necessary or expedient, with the further power to delegate such powers to any executives/officers of the Company and to give such directions and/or instructions as may be necessary or expedient and to give effect to such modifications, changes, variations, alterations, amendments, suspensions or terminations of the PPFAS ESOP 2019 as it may in its absolute discretion deem fit and to do all other things incidental or ancillary thereof.

RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any of the powers herein conferred to any Director(s) or any Officer(s) of the Company.”

By order of the Board of Directors of
Parag Parikh Financial Advisory Services Private Limited

Place: Mumbai

Date: 10th July, 2019

Sd/-

Sahil Parikh

Director

(DIN- 00079898)

Sd/-

Neil Parikh

Director

(DIN- 00080269)

Notes:

- 1. Proxy:** A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE IN THE MEETING INSTEAD OF HIMSELF/ HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A PERSON CAN ACT AS A PROXY ON BEHALF OF A MAXIMUM OF 50 MEMBERS AND HOLDING IN AGGREGATE NOT MORE THAN 10% OF THE TOTAL SHARE CAPITAL OF THE COMPANY. A MEMBER HOLDING MORE THAN 10% OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY, PROVIDED THAT THE PERSON DOES NOT ACT AS A PROXY FOR ANY OTHER PERSON OR MEMBER.

During the period beginning 24 hours before the time fixed for the commencement of the AGM and until the conclusion of the meeting, a member would be entitled to inspect the proxies lodged during the business hours of the Company, provided that not less than 3 days notice in writing is given to the Company.

- 2. Time for depositing proxy:** The instrument appointing the Proxy, duly completed, must be deposited at the Company's Registered/ Corporate Office not less than 48 hours before the commencement of the meeting. A Proxy Form (viz. Form MGT-11) for the AGM is enclosed. Proxies submitted on behalf of the Companies, Societies, Institutions etc. must be supported by an appropriate resolution/ authority, as applicable.
- 3. Ratification of appointment of auditors:** At the 25th Annual General Meeting of the Company, held on 28th August, 2017, the members approved appointment of M/s. CVK & Associates, Chartered Accountants (having Firm's Registration Number: 101745W) as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that Annual General Meeting till the conclusion of the 30th Annual General Meeting to be held in the year 2022, subject to ratification of their appointment by members at every Annual General Meeting. Vide notification dated 7th May, 2018, the Ministry of Corporate Affairs has done away with the requirement of seeking ratification of members for appointment of auditors at every Annual General Meeting. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at the 27th Annual General Meeting.
- 4. Corporate Members:** Corporate Members intending to send their authorized representatives to attend the Annual General Meeting pursuant to Section 113 of the Companies Act, 2013, are requested to send to the Company a certified copy of the relevant Board Resolution together with their respective specimen signature(s) duly attested and authorizing their representative(s) to attend and vote on their behalf at the Meeting.

5. Voting: In case of Joint holders attending the Meeting, only such joint holder who is higher in the order of names shall be entitled to vote.

6. Inspection of Records: Register of Directors and their shareholding, maintained under Section 170 of the Companies Act, 2013 and Register of Contracts and Arrangements, in which the Directors are interested, maintained under Section 189 of the Companies Act, 2013 shall be available for inspection by the Members at the AGM.

Further all the relevant documents referred to in this AGM Notice shall remain open for inspection purpose at the Registered Office of the Company during its business hours on all working days up to the date of AGM.

7. Green initiative: Pursuant to Rule 18(3) of the Companies (Management and Administration) Rules, 2014 of the Companies Act, 2013, those Members who are desirous to receive Annual Report, Notice and service of other documents through electronic mode are requested to register their email address with the Company.

Members may also note that the Notice of the 27th Annual General Meeting and the Company's Annual Report 2018-19 will be available on the Company's website, www.ppfas.com.

8. Nomination: Pursuant to the Section 72 of Companies Act, 2013, every holder of shares of the Company, may at any time nominate in the prescribed manner, a person to whom his / her shares in the Company shall vest in the event of his / her death. Members are advised to avail this facility and fill the prescribed Nomination Form and forward the same to the Company.

9. Unclaimed Dividend: Members wishing to claim dividends that remained unclaimed are requested to correspond with Company Secretary, at the Company's Registered Office. Members are requested to note that dividends that are not claimed within 7 years from the date of transfer to the Company's Unpaid Dividend Account, will, as per Section 124 of the Companies Act, 2013, be transferred to the Investor Education and Protection Fund (IEPF). Shares on which dividend remains unclaimed for 7 consecutive years will be transferred to IEPF as per Section 124 of the Act and applicable rules.

Further pursuant to the provisions of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPFA Rules") the Company has uploaded the details of Unpaid / Unclaimed dividend amounts lying with the Company as on 18th September, 2018 (date of last AGM) on the website of the Company viz. www.ppfas.com and also on the website of the Ministry of Corporate Affairs.

- 10. Annual Accounts of Company's Subsidiaries:** Annual Accounts of the subsidiary companies and the related detailed information shall be made available to shareholders at any point of time. The Annual Accounts of the subsidiary companies shall also be kept for inspection at the Registered Office of the Company. A hard copy of the details of accounts of subsidiaries shall be furnished on demand to any shareholder.
- 11. Queries from members:** Members desirous of obtaining any information concerning the accounts and operations of the Company, are requested to send their written queries to the Company, so as to reach its Registered Office at least 10 working days before the date of the meeting, to enable the Company officials to prepare and make available the required information at the meeting, to the extent practicable.
- 12. Attendance Slip:** Members/ proxies / authorized representatives should bring the duly filled Attendance Slip enclosed herewith to attend the meeting. Members are also requested to bring their copies of the Annual Report, as the same shall not be distributed at the Meeting.

By order of the Board of Directors of
Parag Parikh Financial Advisory Services Private Limited

Place: Mumbai

Date: 10th July, 2019

Sd/-

Sahil Parikh

Director

(DIN- 00079898)

Sd/-

Neil Parikh

Director

(DIN- 00080269)

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013:

Item Nos. 2 and 3

Equity based compensation is considered to be an integral part of employee compensation across sectors which enables alignment of personal goals of the employees with organizational objectives by participating in the ownership of the Company through share based compensation scheme/plan. Your Company believes in rewarding its employees including Directors of the Company as well as that of the Subsidiary Company for their continuous hard work, dedication and support, which has led the Company and the Subsidiary Company on the growth path. The Company intends to implement the PPFAS Employees Stock Option Plan 2019 (PPFAS ESOP 2019), with a view to attract and retain key talents working with the Company and its Subsidiary Company by way of rewarding their performance and motivate them to contribute to the overall corporate growth and profitability.

Pursuant to the provisions of Section 62 of the Companies Act, 2013, the Company seeks members, approval in respect of PPFAS ESOP 2019 and grant of options to the eligible employees/ Directors of the Company and that of its Subsidiary Company as decided by the Board of Directors from time to time in due compliance with the provisions of Companies Act. The main features of the PPFAS ESOP 2019 are as under:

1. Brief Description of the Scheme:

This proposed Scheme called the PPFAS Employees Stock Option Plan 2019 (PPFAS ESOP 2019) is intended to reward the Eligible Employees of the Company and its Subsidiary Company viz., PPFAS Asset Management Private Limited, for their performance and to motivate them to contribute to the growth and profitability of the Company. Your Company also intends to use this Scheme to retain talent in the organization as it views options as instruments that would enable the Employees to share the value they create for the Company and align individual objectives of employees with objectives of the Company in the years to come.

2. Total number of Options to be granted:

The number of options would be available for grant to the eligible employees of the Company and eligible employees of the Subsidiary Company under PPFAS ESOP 2019, in one or more tranches, exercisable into not exceeding 10,98,000 (Ten Lakhs Ninety Eight Thousand) Equity Shares in the Company of face value of Rs. 10/- each fully paid-up.

3. Identification of classes of employees entitled to participate in PPFAS ESOP 2019:

Following classes of employees are entitled to participate in PPFAS ESOP 2019:

- a) Permanent employees of the Company working in India or outside India; or
- b) Directors of the Company; or
- c) Permanent employees and Directors of the Subsidiary Company.

Following persons are not eligible:

- a) an employee who is a Promoter or belongs to the Promoter Group; or
- b) a Director who either by himself or through his relatives or through any Body corporate, directly or indirectly holds more than 10% of the outstanding Equity Shares of the Company; or
- c) an Independent Director within the meaning of the Companies Act, 2013.

4. Appraisal process for determining the eligibility of employees under PPFAS ESOP 2019:

The appraisal process for determining the eligibility of the employees will be decided by the Board of Directors from time to time.

5. Requirements of vesting and period of vesting:

The options granted shall vest so long as an employee continues to be in the employment of the Company or the Subsidiary Company as the case may be. The Board may, at its discretion, lay down certain metrics based on employment tenure, on the achievement of which such options would vest. The detailed terms and conditions relating to such vesting, and the proportion in which options granted are as follows:

Vesting period	Vesting percentage
At 5th Year	25%
At 7th year & 1 month	30%
At 9th year & 2 Month	45%

6. The maximum period within which the options shall be vested:

The options granted shall vest over a period of Nine years and two months from the date of grant of such options on satisfaction of vesting conditions as determined by the Board.

7. Exercise period and the process of Exercise:

The options granted may be exercised by the Grantee at time period prescribed as under.

Vesting period	Vesting percentage	Exercise Period
At 5th Year	25%	2 years & 1 month
At 7th year & 1 month	30%	2 years & 2 months
At 9th year & 2 Month	45%	2 years

The Vested options shall be exercisable by the employees by a written application to the Company expressing his/ her desire to exercise such options in such manner and in such format as may be prescribed by the Board from time to time. The options shall lapse if not exercised within the specified exercise period.

8. Lock-in-period:

After the options are converted into Equity Shares, the Equity Shares so converted shall not be subject to any lock in.

9. Maximum number of options to be granted per employee and in the aggregate:

The maximum number of Options to be granted under the Plan shall not exceed 10,98,000 (Ten Lakhs and Ninety Eight Thousand) (save that the number of Shares shall stand adjusted accordingly if and as determined by the Board in the event of a bonus issue, share split, share consolidation or other corporate action that the Board determines requiring such adjustment).

The maximum number of options that may be granted to any specific eligible employee of our Company and of the Subsidiary company will be determined by the Board on case to case basis.

10. Conditions under which options vested in employee(s) may Lapse:

In case of termination of employee on account of cheating/ fraud/ misconduct, the vested as well as the unvested Options of employee shall lapse immediately on the date of his/her termination.

11. The specified time period within which the employee shall exercise the vested options in the event of a proposed termination of employment or resignation of employee:

As per PPFAS ESOP 2019.

12. Exercise price or pricing formula:

The Exercise Price shall be equal to Rs. 150/- (Rupees One Hundred and Fifty only) per option or any other price as may be decided by the Board.

13. Method of option valuation:

As per Guidance note issued by the Institute of Chartered Accountants of India, there are two methods of valuation, fair value method and Intrinsic Value method. Fair value method is suitable for public limited companies where market price is readily available. PPFAS being a Private Limited Company adopts the Intrinsic value method for Option valuation.

14. Accounting and Disclosure Policies:

The Company shall follow the 'Guidance Note on Accounting for Employee Share-based Payments' and/or any relevant Accounting Standards/policies prescribed by the Institute of Chartered Accountants of India or Central Government, from time to time, including the disclosure requirements prescribed therein.

15. Route of Scheme implementation:

The Company shall directly implement and administer the PPFAS ESOP 2019 through the Board.

Members are requested to note that the draft of the PPFAS ESOP 2019 shall be open for inspection by the Members at the Registered Office of the Company during normal business hours on all working days (i.e., except Saturday(s), Sunday(s) and Public Holiday(s) up to the date of the Annual General Meeting and during the continuance of the Annual General Meeting.

Members are requested to note that it is proposed to seek the approval of the Members of the Company in terms of Section 62(1)(b) of the Companies Act, 2013 read with Rule 12 of the Companies (Share Capital and Debentures) Rules, 2014 for the introduction and implementation of the PPFAS ESOP 2019.

The Board recommends the Resolution(s) set out at Item No. 2 and Item No. 3 of this AGM Notice to the Members for their consideration and approval, by way of Special Resolution(s).

The Directors and Key Managerial Personnel of the Company may be deemed to be concerned or interested in these Resolutions only to the extent of any Stock Options that may be granted to them and the resultant equity shares issued, as applicable.

Item No. 4

The Company consistently believes in the philosophy of creating entrepreneurial teams to operate its businesses and create superior shareholder return. It would be implemented keeping in view the incentivization requirements of the key employees through equity based compensation. It is imperative that the current team led by following personnel have substantial interest in the business and for that reason grant of Employee Stock Options more than 1% of the issued capital have been proposed to retain and incentivize driving performance leading to improved corporate growth and profitability:

Sr. No	Name of the Employee	Designation
1.	Mr. Rajeev Navinkumar Thakkar	Director
2.	Mr. Raunak Kamalakar Onkar	Employee of Subsidiary Company
3.	Mr. Raj Kiritkumar Mehta	Employee of Subsidiary Company
4.	Mr. Aalok Ramesh Mehta	Employee of Subsidiary Company
5.	Mr. Mahesh Vishvanath Sarode	Employee of Subsidiary Company

In the background of the above, approval of the members is being sought for the issue of Employee Stock Options more than 1% of the issued capital of the Company, to the aforesaid personnel, in one or more tranches, exercisable into Equity Shares of the Company being equal to or exceeding 1% of the Issued Capital of the Company. None of the Directors, Key Managerial Personnel of the Company including their relatives are interested or concerned in the resolution except to the extent and manner set out in the resolution. The Board recommends the passing of the resolutions as set out under item no. 4 for approval of the Members as a Special Resolution.

By order of the Board of Directors of
Parag Parikh Financial Advisory Services Private Limited

Place: Mumbai
Date: 10th July, 2019

Sd/-
Sahil Parikh
Director
(DIN- 00079898)

Sd/-
Neil Parikh
Director
(DIN- 00080269)

Parag Parikh Financial Advisory Services Private Limited**CIN:** U67190MH1992PTC068970**Regd. & Corp. Off.:** 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg,
230, Nariman Point, Mumbai - 400 021.**Tel:** 91 22 6140 6555 **Fax:** 91 22 6140 6590 **Web:** www.ppfas.com**BOARD'S REPORT****Dear Member(s),**

We are pleased to present the 27th Annual Report on the business operations of the Company together with its Audited Financial Statements for the year ended 31st March, 2019.

FINANCIAL AND OPERATIONAL RESULTS:***Financial Results (Standalone):***

Financial and Operational Results of the Company for the financial year ended 31st March, 2019, as compared to the previous financial year, is summarized below:

(Rs. In Lakhs)

Particulars	Current financial year ended on 31st March, 2019	Previous financial year ended on 31st March, 2018
Operating Income	40.18	44.28
Other Income	81.79	61.69
Total Income	121.97	105.97
Profit before Depreciation and Tax	19.89	21.28
Depreciation	0.69	1.61
Profit before Tax	19.20	19.67
Current Tax	3.82	3.75
MAT Credit	(3.81)	(3.74)
Deferred Tax	0.98	1.30
Profit after Tax	18.21	18.36
Share Capital	717.41	717.41
Reserves and Surplus	3,571.83	3,553.61

Financial Results (Consolidated):

The Consolidated Financial and Operational Results of the Company for the year ended 31st March, 2019 as compared to the previous financial year, is summarized below:

(Rs. In Lakhs)

Particulars	Current financial year ended on 31st March, 2019	Previous financial year ended on 31st March, 2018
Operating Income	1,586.96	1,469.96
Other Income	508.88	374.50
Total Income	2,095.84	1,844.45
Profit before Depreciation, Tax and Exceptional items	644.57	668.66
Exceptional Items: Prior Period Income	(3.75)	-
Profit before Depreciation and Tax	648.32	668.66
Depreciation	131.09	75.61
Profit before Tax	517.23	593.05
Current Tax	100.80	118.34
MAT Credit	(96.40)	(80.52)
Deferred Tax	24.74	47.57
Profit after Tax	488.09	507.66
Share Capital	717.41	717.41
Reserves and Surplus	5,974.89	5,486.80

DIVIDEND:

Your Directors have not recommended any dividend for the year under review with a view to conserve the resources of Company.

RESERVES:

The amount to be transferred to Profit & Loss Account is 18.21 Lakhs for the year.

SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES:

The Company continues to have two subsidiaries and there were no changes during the year. In accordance with Section 129(3) of the Companies Act, 2013, we have prepared Consolidated Financial Statements of the Company, which forms part of this Annual Report.

Further Statement containing the salient features of the Financial Statement of subsidiaries in the prescribed format AOC – 1 is appended as "**Annexure – I**" to the Board's Report. The statement also provides the details of performance and financial positions of each of the subsidiaries.

In accordance with Section 136 of Companies Act, 2013, the Audited Financial Statements, including the Consolidated Financial Statements and related information of the Company and audited accounts of each of its subsidiaries, are available on the Company's website (www.ppfas.com).

DEPOSITS:

The Company has neither accepted nor invited any deposits during the financial year pursuant to the provisions of Chapter V of the Companies Act, 2013 during the year under review.

There were no unclaimed or unpaid deposits as on March 31, 2019.

CAPITAL STRUCTURE:

During the F.Y. 2018-19 no fresh equity shares were issued or allotted.

THE STATE OF THE COMPANY'S AFFAIRS & INDUSTRY OUTLOOK:

Management Discussion and Analysis and Results of operations: The Company is functioning as the Sponsor to PPFAS Mutual Fund. The Company is generating revenue through management fees (PMS fees) and distribution fees received from third party mutual fund products.

Parag Parikh Long Term Equity Fund (Scheme name has been changed from 'Parag Parikh Long Term Value Fund' to 'Parag Parikh Long Term Equity Fund (PPLTEF)' w.e.f. 16th February, 2018) completed 6 years of operations in May 2019. The performance of the scheme as on May 31, 2019 is given below.

Lumpsum Investment Performance (Compounded Annual Returns)

Date	Scheme	Benchmark	Index	Index
	PPLTEF	Nifty 500	Nifty 50 (TRI)	S&P BSE Sensex (TRI)
Since Inception	16.47%	14.38%	13.57%	13.95%
May 31, 2018 to May 31, 2019 (Last 1 Year)	5.86%	6.46%	12.43%	13.70%
May 31, 2016 to May 31, 2019 (Last 3 Years)	13.37%	14.35%	14.99%	15.65%
May 30, 2014 to May 31, 2019 (Last 5 Years)	13.31%	12.35%	11.92%	11.91%

Launch of Parag Parikh Liquid Fund:

In the month of May 2018, the Mutual Fund also launched Parag Parikh Liquid fund to enable investors to park short term surplus funds, to earn interest and also to enable systematic investments in the Equity Fund via Systematic Transfer Plans (STPs).

Launch of Parag Parikh Tax Saver Fund

In the first week of July 2019, the Mutual Fund also launched Parag Parikh Tax Saver Fund (PPTSF) to enable investors to save on tax while earning equity linked returns. PPTSF is an open-ended Equity Linked Savings Scheme, offering income tax benefits up to Rs 1.50 lakh under section 80C with a mandatory lock-in period of 3 years. The scheme aims to generate long-term capital appreciation through a portfolio of equity and equity-related securities.

Environment in the Capital Markets:

There has been a severe fall in the small and mid-cap stocks and indices as well as some fancied sectors like Non-Banking Financial Companies (NBFCs). In the midst of all the turmoil, Parag Parikh Long Term Equity Fund preserved capital quite well on the downside. Low growth in corporate sales and earnings is creating challenges for delivering returns to equity investors. We continue to be guided by valuation parameters while investing in equity and will not chase momentum while making investments. As always PPFAS is focusing on individual companies on a bottom up stock selection process.

Even in the debt funds, there was quite a bit of turmoil given the troubles at IL&FS and some other corporate groups where the Mutual Funds had invested funds from the debt schemes. Parag Parikh Liquid Fund was very focused on the safety for unit-holders and have a large allocation to Tri Party Repo and Sovereign Paper which is credit risk free and highly liquid. Even where we have Commercial Paper and Certificate of Deposit investments, we are keeping individual exposures minimal and at the same time doing our own credit analysis and not just relying on the Credit Ratings.

Both the approaches in the Equity and Debt markets have helped PPFAS stand out in the marketplace and clients and distribution partners have appreciated this.

Network expansion

PPFAS Asset Management Private Ltd (PPFAS AMC) has taken the initial steps to expand its geographical reach. PPFAS AMC has representatives in Delhi NCR and Bengaluru and the formal launch of the branches there is expected soon. They are also planning expansion to Pune and Chennai shortly.

Expense Ratio Reduction

There have been various regulatory reductions in the fees that can be charged to the clients by Mutual Funds. This has had some adverse impact on the growth of revenue for PPFAS AMC.

Operations of PPFAS:

The Company continues to act as a Portfolio Manager and Distributor to third party mutual fund products.

Client acquisition efforts:

PPFAS continues to engage with distributors for increasing its reach and availability to potential clients.

PPFAS also 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.

The Assets Under Management of PPFAS Mutual Fund have increased from 989.76 crs as on 31st March, 2018 to 1961.55 crs as on 31st March, 2019 and the number of folios has increased from 19,033 to 80,289.

Technology infrastructure

A lot of investments have been made in people, hardware and software in the IT department of PPFAS Asset Management Private Limited (PPFAS AMC). This will help us to improve the security and efficiency of our IT resources and at the same time improve customer service and delight.

Finances:

Surplus funds of the Company are invested primarily in money market, mutual funds and bank deposits. The debt free status of the Company continues.

Given that PPFAS Asset Management Private Ltd. has ramped up its client acquisition efforts, the expenses relating to such efforts are at elevated levels which result in lower immediate profitability but are long term wealth creating.

Human Resources

There is no change in the operations of the Company. Operations of the Company are stable. Also, there is no major change in the workforce of the Company. To ensure employees possess up to date knowledge of the industry and profession, Company encourages its employees to undergo continued professional development programs.

CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There has been no change in the nature of business of Company during F.Y. 2018-19.

PPFAS EMPLOYEE STOCK OPTION PLAN 2018

The PPFAS Employee Stock Option Plan (PPFAS ESOP 2018) has been formulated by the Board of Directors of the Company pursuant to the resolution passed in the 26th Annual General Meeting of the Company held on 18th September, 2018.

The principal objectives of this Scheme are to:

1. Facilitate the Employees of the Company through stock ownership, to acquire greater proprietary stake in the success and growth of the Company.
2. Encourage Employees to continue contributing to the success and growth of the Company.
3. Reward Employees for their unusual contribution to the Company.
4. Provide additional deferred reward to Employees and
5. Compensate Directors for their contribution to the growth of the Company.

According to Rule 12(9) of the Companies (Share Capital & Debentures) Rules, 2014, details of PPFAS ESOP 2018 are given below:

- a) Options granted: The number of options granted to the eligible employees of the Company and eligible employees of the Subsidiary Company under PPFAS ESOP 2018, in one or more tranches, exercisable is not exceeding 10,00,000 (Ten Lakhs) Equity Shares in the Company of face value of Rs. 10/- each fully paid-up.
- b) Options vested: Options shall vest after a period of 5 years from the date of grant (viz. 1st October 2018)
- c) Options exercised: Since none of the options are vested on employees as on date, the options exercised are Nil.
- d) The total number of shares arising as a result of exercise of option: Nil
- e) Options lapsed: The total number of Options lapsed as on date are Nil.
- f) The exercise price: The Exercise Price shall be equal to Rs. 100/- (Rupees One Hundred only) per option.
- g) Variation of terms of options: There are no variations to the PPFAS ESOP 2018.
- h) Money realized by exercise of options: Nil
- i) Total number of options in force: The total number of options in force as on date are 902,000
- j) Employee wise details of options granted to:

(i) Key Managerial Personnel:

The details of the options granted to Key Managerial Personnel of PPFAS Asset Management Private Limited (Subsidiary Company) are given below:

Sr. No.	Name of Employee	Designation	Number of Shares
1.	Mr. Shashi Menghraj Kataria	Director, CFO & COO	70,000
2.	Ms. Priya Ashok Hariani	Company Secretary & Compliance Officer	40,000

(ii) Any other employee who receives a grant of options in any one year of option amounting to 5 percent or more of options granted during that year of:

a. Parag Parikh Financial Advisory Services Private Limited

Sr. No.	Name of Employee	Designation	Number of Shares
1.	Mr. Jignesh Chandrakant Desai	Principal & Compliance Officer	50,000

b. PPFAS Asset Management Private Limited (Subsidiary Company):

Sr. No.	Name of Employee	Designation	Number of Shares
1.	Mr. Rajeev Navinkumar Thakkar	Whole Time Director & CIO	130,000
2.	Mr. Raunak Kamalakar Onkar	Head- Research	100,000
3.	Mr. Raj Kiritkumar Mehta	Fund Manager	70,000
4.	Mr. Aalok Ramesh Mehta	Head- Investor Relations Direct Sales	61,000
5.	Mr. Mahesh Vishvanath Sarode	Head- Investor Relations Distribution Channel	55,000
6.	Mr. Raju Harishbhai Shelat	Head- Operations	50,000

(iii) Identified employees who were granted option, during any one year, equal to or exceeding one percent of the issued capital (excluding outstanding warrants and conversions) of the company at the time of grant of:

a. PPFAS Asset Management Private Limited (Subsidiary Company):

Sr. No.	Name of Employee	Designation	Number of Shares
1	Mr. Rajeev Navinkumar Thakkar	Whole Time Director & CIO	130,000
2	Mr. Raunak Kamalakar Onkar	Head- Research	100,000

Note: The accounting for ESOP Scheme 2018 is not taken into consideration for the Financial year 2018-19 as the book value (Intrinsic Value of shares) is less than Rs.100 i.e. exercise price of the ESOP.

DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL:

Based on the disclosure provided by the Directors, none of them are disqualified from being appointed as Directors under Section 164 of the Companies Act, 2013. However, during the year following changes took place:

Induction:

Mr. Shashi Kataria who was appointed as an Additional Director of the Company on 9th November 2017, was regularized as a Director of the Company w.e.f 18th September 2018.

Ms. Sonakshi Mahendra (A55470) was appointed as the Company Secretary of the Company pursuant to Section 2(51) and Section 203 of the Companies Act, 2013 read with relevant rules and regulations w.e.f 16th October, 2018.

Resignation and Retirement:

Mr. Nikhil Hule resigned as the Company Secretary of the Company w.e.f 11th September 2018. The Board places on record its appreciation for the services rendered by him during his tenure with the Company.

There has been no other change in the composition of Board during the year under review.

DECLARATION BY INDEPENDENT DIRECTORS:

The Company is not required to appoint Independent Directors under Section 149(4) and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014, hence no declaration has been obtained.

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:

There are no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There has not been any material change and commitment 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.

NUMBER OF MEETINGS OF THE BOARD:

The meetings of the Board of Directors are held at the Company's Registered office in Mumbai. There were 4 meetings held during the financial year under review, in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the minute's book maintained for the purpose.

Date	Board Strength	No. of Directors Present
27/06/2018	5	5
27/09/2018	5	4
12/11/2018	5	5
12/03/2019	5	5

INTERNAL FINANCIAL CONTROLS AND ITS ADEQUACY:

The Company is functioning as a Portfolio Manager (PMS). Custody and Fund Accounting are critical functions for a PMS. The 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 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 the veracity of calculation of commission.

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

DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of Section 134 (5) of the Companies Act, 2013, and in relation to the Audited Annual Financial Statement of the Company for the year ended 31st March, 2019, the Board of Directors hereby confirms that:

- a. in the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- b. such accounting policies have been selected and applied consistently and the Directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2019 and of the profit of the Company for that year;
- c. proper and sufficient care was taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. the annual accounts of the Company have been prepared on a going concern basis;
- e. proper systems have been devised to ensure compliance with the provisions of laws applicable to the company and that such systems were adequate and operating effectively.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURE:

The disclosure required pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel), Rule 2014 is not applicable to Company. The Company does not have any employee who falls in the said category.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:**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 equipment.

b. Technology absorption, adoption and innovation:

As the Company is not engaged in any manufacturing activities, the Company ensures technology up-gradation is implemented in accordance with the requirements of the Company and industry.

c. Foreign exchange earnings and outgo:

Foreign exchange outgo during the year was Nil.

Foreign exchange earnings during the year were Nil.

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:

Your Company recognizes that risk is an integral part of business and is committed to managing the risks in a proactive and efficient manner. Your Company periodically assesses risks in the internal and external environment, along with the cost of treating risks and incorporates risk treatments plans in its strategy, business and operational plans.

PARTICULARS OF LOANS, ADVANCES & GUARANTEES GIVEN OR INVESTMENT MADE OR SECURITIES PROVIDED:

Particulars of loans, advances and investments made by the Company during the financial year 2018-19 are stated in Note to Standalone Audited Financial Statements of Company as annexed to this Annual Report. The Company has neither given any guarantee nor provided any Security during the reporting period.

EXTRACT OF ANNUAL RETURN:

In accordance with Section 134(3)(a) of the Companies Act, 2013, an extract of the Annual Return in the prescribed format is appended as “**Annexure - II**” to the Board's Report.

POLICY ON PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place a policy on Prevention of Sexual Harassment at Workplace in accordance with requirement of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. No case pertaining to sexual harassment at workplace has been reported to Company during F.Y. 2018-19.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

In accordance with Section 135 of the Companies Act, 2013 CSR is applicable if the Company is having net worth of rupees Five Hundred crore or more, or turnover of rupees One Thousand crore or more or a net profit of rupees Five crore or more during Three preceding financial years. None of these conditions as stated in Section 135 of the Companies Act, 2013 are met by the Company and accordingly CSR provisions do not apply to the Company.

STATUTORY AUDITORS:

M/s. CVK & Associates, Chartered Accountants (Firm Registration No. 101745W) were appointed, in the Annual General Meeting held on 28th August, 2017, for a term of five consecutive years from the conclusion of 25th Annual General Meeting till the Conclusion of 30th Annual General Meeting (subject to ratification by the members at every subsequent Annual General Meeting). However, vide notification dated 07th May, 2018, the Ministry of Corporate Affairs has done away with the requirement of seeking ratification of members for appointment of auditors at every Annual General Meeting. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at the 27th Annual General Meeting.

The Statutory Auditors have not reported any incident of fraud to the Board of Directors of the Company.

TRANSFER TO IEPF

Your Company did not have any funds lying unpaid for a period of seven years. Therefore, there were no funds which required to be transferred to Investor Education and Protection Fund (IEPF).

COMPLIANCE OF SECRETARIAL STANDARDS:

The Company has complied with the Secretarial Standards applicable to the Company.

MAINTENANCE OF COST RECORDS AS SPECIFIED BY THE CENTRAL GOVERNMENT UNDER SUB-SECTION (1) OF SECTION 148 OF THE COMPANIES ACT, 2013

The Company does not fall within the ambit of the above Section.

EXPLANATIONS OR COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE BY THE AUDITOR IN THEIR REPORT:

The observations made by the Statutory Auditors in their Audit Report read with the relevant notes thereof as stated in the Notes to the Audited Financial Statements of the Company for the financial year ended 31st March, 2019 are self-explanatory and being devoid of any reservation(s), qualification(s) or adverse remark(s) etc. does not call for any further explanation(s)/ information(s) or comment(s) from the Board under Section 134(3)(f)(i) of the Companies Act, 2013.

RELATED PARTY TRANSACTIONS:

Since all the Related Party Transactions (RPTs) entered into by the Company were in ordinary course of business and were on arm's length basis, hence Form AOC -2 is not applicable. However, the details of RPTs, as required pursuant to respective Accounting Standards, are stated at Note No. 21 of the Standalone Audited Financial Statements of Company forming part and parcel of this Annual Report.

ACKNOWLEDGMENT:

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

By order of the Board of Directors of
Parag Parikh Financial Advisory Services Private Limited

Place: Mumbai

Date: 10th July, 2019

Sd/-

Sahil Parikh

Director

(DIN- 00079898)

Sd/-

Neil Parikh

Director

(DIN- 00080269)

Annexure – I**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 statements of subsidiaries/associate companies/joint ventures

Part “A”: Subsidiaries

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

Sr. No	1	2
Name of the Subsidiary Company	PPFAS Asset Management Private Limited	PPFAS Trustee Company Private Limited
Reporting Period	31/03/2019	31/03/2019
Share Capital	357,300,090	500,000
Reserves & Surplus	271,515,140	1,731,066
Total Assets	642,722,087	2,371,128
Total Liabilities	13,906,857	140,062
Investments	365,138,944	1,385,735
Turnover	153,830,825	847,458
Profit before Taxation	49,187,602	614,945
Provision for Taxation	2,656,983	157,898
Profit after Taxation	46,530,619	457,047
Proposed Dividend	-	-
% of shareholding	100%	100%

- Names of subsidiaries which are yet to commence operations: None
- Names of subsidiaries which have been liquidated or sold during the year: None

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

Annexure - II**Form No. MGT-9****EXTRACT OF ANNUAL RETURN**

as on the financial year ended on March 31, 2019

[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 / Sub-Category of the Company: - Company Limited by Shares / Indian Non-Government Company
- v) Address of the Registered office and contact details: - 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230, Nariman Point, Mumbai - 400 021.
Telephone: - 91 22 6140 6555
Fax Number: - 91 22 6140 6590
- 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:-

Sr. No	Name and Description of main products / services	NIC Code of the Product/ service	% to Total Turnover of the Company
1	Portfolio Management Services	6619	45.66%
2	Placement Charges of Mutual Fund	6619	54.21%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sr. No	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary / Associate	% of Shares held	Applicable Section
1	PPFAS Asset Management Private Limited Registered Address: - 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230, Nariman Point, Mumbai - 400 021.	U65100MH2011PTC220623	Subsidiary	100	Sec. 2(87) (ii)
2	PPFAS Trustee Company Private Limited Registered Address: - 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230, Nariman Point, Mumbai - 400 021.	U65100MH2011PTC221203	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	-	5,900,593	5,900,593	82.25		5,901,593	5,901,593	82.26	0.01
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	350,000	350,000	4.88	-	350,000	350,000	4.88	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1): -	-	6,250,593	6,250,593	87.13	-	6,251,593	6,251,593	87.14	0.01
(2) Foreign									
(a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
(b) Other – Individuals	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Banks / FI	-	-	-	-	-	-	-	-	-
(e) Any Other	-	-	-	-	-	-	-	-	-

Sub-total (A) (2): -	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	6,250,593	6,250,593	87.13	-	6,251,593	6,251,593	87.14	0.01
Total shareholding of Promoter (A)	-	6,250,593	6,250,593	87.13	-	6,251,593	6,251,593	87.14	0.01
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) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-

2. Non-Institutions									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian		14,000	14,000	0.20	-	14,000	14,000	0.20	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	272,341	272,341	3.79	-	267,741	267,741	3.73	(0.06)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	637,140	637,140	8.88	-	640,740	640,740	8.93	0.05
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non-Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2): -	-	923,481	923,481	12.87	-	922,481	922,481	12.86	(0.01)
Total Public Shareholding (B)=(B)(1) + (B)(2)	-	923,481	923,481	12.87	-	922,481	922,481	12.86	(0.01)
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	7,174,074	7,174,074	100	-	7,174,074	7,174,074	100	-

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged /encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged /encumbered to total shares	
1	Geeta P. Parikh	5,777,790	80.54	Nil	5,777,790	80.54	Nil	-
2	Sahil P. Parikh	55,611	0.78	Nil	55,611	0.78	Nil	-
3	Neil P. Parikh	67,192	0.94	Nil	68,192	0.95	Nil	0.01
4	Empeegee Portfolio Management Services Pvt. Ltd	350,000	4.88	Nil	350,000	4.88	Nil	-
	Total	6,250,593	87.13	Nil	6,251,593	87.14	Nil	0.01

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

Particulars	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	6,250,593	87.13	6,250,593	87.13
Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Refer NOTE 1			
At the End of the year	-	-	6,251,593	87.14

NOTE 1:**Change in shareholding of Mr. Neil P. Parikh as on 31st March, 2019**

Date of Transaction	Reason	No of shares	Cumulative Shareholding during the year	% of shares of Company
No of shares at the beginning of the year (01.04.2018)			67,192	0.94
02.04.2018	Purchase	1,000	68,192	
No of shares at the end of the year (31.03.2019)			68,192	0.95

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

Particulars	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	268,714	3.74	268,714	3.74
Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	Note: There are no changes in the shareholding of the top ten shareholders during the year.			
At the End of the year (or on the date of separation, if separated during the year)	-	-	268,714	3.74

(v) Shareholding of Directors and Key Managerial Personnel:

Particulars	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	493,336	6.88	493,336	6.88
Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer /bonus/ sweat equity etc):	Refer NOTE 2			
At the End of the year	-	-	497,936	6.94

NOTE 2**a. Shareholding of Mr. Neil P. Parikh as on 31st March, 2019**

Particulars	Date of Transaction	Reason	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			67,192	0.94	67,192	0.94
Changes during the year	02.04.2018	Purchase	1,000	0.01	68,192	
At the End of the year					68,192	0.95

b. Shareholding of Mr. Rajeev Navinkumar Thakkar as on 31st March, 2019

Particulars	Date of Transaction	Reason	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			344,072	4.80	344,072	4.80
Changes during the year	02.04.2018	Purchase	1,000	0.01	345,072	
	27.09.2018	Purchase	2,600	0.04	347,672	
At the End of the year					347,672	4.85

V. INDEBTEDNESS

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

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning 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
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:**

Sr. no.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
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	NA	NA
2	Stock Option	Nil	Nil	Nil
3	Sweat Equity	Nil	Nil	Nil
4	Commission f. as % of profit g. others, specify...	Nil	Nil	Nil
5	Others, please specify	Nil	Nil	Nil
	Total (A)			
	Ceiling as per the Act	Not applicable		

B. Remuneration to other directors:

Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1. Independent Directors		
1. Fee for attending board / committee meetings	Nil	Nil
2. Commission		
3. Others, please specify		
Total (1)	Nil	Nil
2. Other Non-Executive Directors		
1. Fee for attending board / committee meetings	Nil	Nil
2. Commission		
3. Others, please specify		
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

Sr. 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	NA	NA	
2	Stock Option	NA	NA	NA	NA
3	Sweat Equity	NA	NA	NA	NA
4	Commission 1. as % of profit 2. others, specify...	NA	NA	NA	NA
5	Others, please specify	NA	NA	NA	NA
	Total (A)	NA		NA	
	Ceiling as per the Act	Not applicable			

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

By order of the Board of Directors of
Parag Parikh Financial Advisory Services Private Limited

Place: Mumbai
Date: 10th July, 2019

Sd/-
Sahil Parikh
Director
(DIN- 00079898)

Sd/-
Neil Parikh
Director
(DIN- 00080269)



2, Samarth Apartments, D. S. Babrekar Road, Dadar (W), Mumbai-400 028. India. Tel.: 2446 8717, 2445 1488. Fax: 91-022 2446 6139. www.cvk-ca.com

INDEPENDENT AUDITOR'S REPORT
To the Members of Parag Parikh Financial Advisory Services Private Limited
Report on the Standalone Financial Statements

Opinion

We have audited the accompanying financial statements of Parag Parikh Financial Advisory Services Private Limited ("the Company"), which comprises of the Balance Sheet as at 31st March, 2019, 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.

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 Companies Act, 2013 ("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, 2019, its Profit and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Act. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management for the Standalone Financial Statements

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting 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.

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

The boards of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

A further description of the auditor's responsibilities for the audit of the financial statements is included in Annexure A. This description forms part of our auditor's report.

Report on Other Legal and Regulatory Requirements

1. As required by Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give a statement in Annexure B 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 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 31st, March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st, March 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) The matters specified in Section 143(3)(i) have not been commented upon, as they are not applicable.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For CVK & Associates

Chartered Accountants

Firm Regn No.: 101745W

Sd/-

CA K. P. Chaudhari

Partner

Membership No: 031661

Place: Mumbai

Date: 10th July, 2019

Annexure A to Independent Auditor's report
Auditor's Responsibilities for Audit of Financial Statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

For CVK & Associates

Chartered Accountants

Firm Regn No.: 101745W

Sd/-

CA K. P. Chaudhari

Partner

Membership No: 031661

Place: Mumbai

Date: 10th July, 2019

Annexure B to the Independent Auditor's Report

The annexure referred to in our Independent Auditors' Report to the members of Parag Parikh Financial Advisory Services Private Limited on the standalone financial statements for the year ended 31st March 2019, 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.
 - c) The company does not hold any immovable properties. Thus, paragraph 3(i)(c) of the Order is not applicable.
- 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. The company has not given any loans nor made any investments covered by the provisions of sections 185 and 186 of the Companies Act. Thus, paragraph 3(iv) of the Order is not applicable.
- 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 frame there under. Thus, paragraph 3(v) of the Order is not applicable.
- 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, Service-tax, Duty of Customs, Duty of Excise, Goods and Service 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 the last day of the financial year concerned 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, goods and service tax or cess; on account of any dispute.

- viii. The company did not have any loans or borrowings from any financial institution, bank, government or debenture holders during the year. Thus, paragraph 3(viii) of the Order is not applicable.
- ix. In our opinion and according to the information and the explanations given to us, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and did not have any term loans outstanding during the year. Thus, paragraph 3(ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the company by officers or employees has been noticed or reported during the course of our audit.
- xi. The company is a private company and section 197 of the Companies Act is not applicable to it. Thus, paragraph 3(xi) of the Order is not applicable.
- xii. The company is not a Nidhi Company. Thus paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us, all the transactions with related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the current year. Thus, Paragraph 3(xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us, the company has not entered into any non-cash transactions with the directors or persons connected with them.
- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

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

Sd/-

CA K. P. Chaudhari*Partner**Membership No: 031661*

Place: Mumbai

Date: 10th July, 2019

Balance Sheet as at 31st March, 2019

Particulars	Note No	As at 31st March, 2019 Rs.	As at 31st March, 2018 Rs.
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	71,740,740	71,740,740
Reserves And Surplus	4	357,182,616	355,361,295
	(a)	428,923,356	427,102,035
Current Liabilities			
Other Current Liabilities	5	515,665	749,941
Short Term Provisions	6	167,136	112,807
	(b)	682,801	862,748
Total Equity and Liabilities	(a+b)	429,606,157	427,964,783
ASSETS			
Non-Current Assets			
Property, Plant & Equipments	7		
Tangible Assets		110,234	263,706
Intangible Assets		11,296	11,684
	(c)	121,530	275,390
Non-Current Investments	8	410,541,524	408,206,044
Long Term Loans & Advances	9	10,928,328	10,264,410
Deferred Tax Assets	10	2,152,175	2,249,917
	(d)	423,622,027	420,720,371
Current Assets			
Trade Receivables	11	603,615	692,759
Cash and Bank Balances	12	4,572,950	5,605,490
Short-Term Loans & Advances	13	552,397	540,850
Other Current Assets	14	133,638	129,924
	(e)	5,862,600	6,969,023
Total Assets	(c+d+e)	429,606,157	427,964,783
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

Chartered Accountants

Firm Registration No:101745W

Sd/-

K P Chaudhari

Partner

Membership No:031661

**For and on behalf of the Board of Directors of
Parag Parikh Financial Advisory Services Pvt Ltd**

Sd/-

Sahil Parikh

Director

DIN : 00079898

Sd/-

Neil parikh

Director

DIN : 00080269

Sd/-

Sonakshi Mahendra

Company Secretary

Place: Mumbai

Date: 10th July, 2019

Statement of Profit and Loss for the year ended 31st March, 2019

Particulars	Note No	For the Year ended	For the Year ended
		31st March, 2019	31st March, 2018
		Rs.	Rs.
Income			
Revenue From Operations	15	4,018,104	4,427,633
Other Income	16	8,178,907	6,169,173
Total Revenue	(a)	12,197,011	10,596,806
Expenses			
Employee Benefits Expenses	17	9,109,503	6,993,378
Depreciation & Amortization Expenses	18	68,860	161,132
Other Expenses	19	1,098,629	1,475,050
Total Expenses	(b)	10,276,992	8,629,560
Profit Before Tax & Exceptional Items		1,920,019	1,967,246
Exceptional Items			
Profit Before Tax	c = (a-b)	1,920,019	1,967,246
Tax Expense			
Current Tax		382,000	375,000
MAT Credit Income		(381,044)	(374,328)
Deferred Tax Expense		97,742	130,117
Total Tax Expense	d	98,698	130,789
Profit After Tax	(c - d)	1,821,321	1,836,457
Earning Per Equity Share			
Basic		0.25	0.26
Diluted		0.25	0.26
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

Chartered Accountants

Firm Registration No:101745W

Sd/-

K P Chaudhari

Partner

Membership No:031661

**For and on behalf of the Board of Directors of
Parag Parikh Financial Advisory Services Pvt Ltd**

Sd/-

Sahil Parikh

Director

DIN : 00079898

Sd/-

Neil parikh

Director

DIN : 00080269

Sd/-

Sonakshi Mahendra

Company Secretary

Place: Mumbai

Date: 10th July, 2019

Cash Flow Statement for the year ended 31st March, 2019

	2018-19		2017-18		
	Particulars	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
a. Cash flow from Operating Activities					
Profit Before tax expenses		1,920,019		1,967,246	
Adjustments :					
Add : Non Operating Expenses/Items					
Depreciation on Fixed Assets	68,473		157,163		
Amortization of Fixed Assets	387	68,860	3,969		161,132
Less : Non - Operating Income/Items					
Long Term Capital Gain Equity	(1,625,441)		(1,795,562)		
Long Term Capital Gain on Mutual Fund	(26,099)		(45,230)		
Short Term Capital Loss on Equity	5,876		(11,761)		
Short Term Capital Gain on Mutual Fund	(141,748)		(3,884)		
Interest on Fixed Deposit	(205,772)		(353,789)		
Dividend on Shares	(33,188)		(54,755)		
Dividend on Mutual Fund	(107,535)		(303,042)		
Profit on sale of car	(495,000)		-		
Other Income	-	(2,628,908)	-		(2,568,023)
Operating Profit before Working Capital Changes		(640,028)		(439,645)	
Adjustment for Movement in working capital					
Decrease in Other Current Liabilities	(234,276)		433,551		
Increase in Short Term Provisions	54,329		17,194		
Increase in Deferred Tax Assets	97,742				
Increase in Long Term Loans & Advances	(127,509)		500,000		
Decrease in Short-Term Loans & Advances	(11,547)		298,240		
Decrease in Receivables	89,144		200,964		
Decrease in other Current Assets	(3,714)	(135,831)	1,026,286		2,476,235
Cash Generated from operations		(775,859)			2,036,590
Less : Taxes Paid		(635,107)			(391,229)
Net Cash from operating activities		(1,410,966)			1,645,361
b. Cash flow from Investing Activities					
Sale of Fixed Assets	85,000		-		
Purchase of Investments - Non Current	(2,335,481)		(2,639,038)		
Long Term Capital Gain Equity	1,625,441		1,795,562		
Long Term Capital Gain on Mutual Fund	26,099		45,230		
Short Term Capital Gain on Equity	(5,876)		11,761		
Short Term Capital Gain on Mutual Fund	141,748		3,884		
Interest on Fixed Deposit	205,772		353,789		
Dividend on Shares	33,188		54,755		
Dividend on Mutual Fund	107,535		303,042		
Profit on sale of car	495,000		-		
Net Cash from investing activities		378,426			(71,015)

c	Cash Flow from Financing Activities				
	Issue of Shares		-	-	
	Net Cash from financing activities		-		
	Net increase/decrease in cash & cash equivalents		(1,032,540)		1,574,346
	Add: Cash & Cash Equivalents at the start of the year				
	Cash in Hand	21,413		15,051	
	Bank Accounts	2,893,828		1,325,844	
	Fixed Deposits with maturity less than 12 months	2,690,249	5,605,490	2,690,249	4,031,144
	Less: Cash & Cash Equivalents at the end of the year				
	Cash in Hand	8,280		21,413	
Bank Accounts	1,874,421		2,893,828		
Fixed Deposits with maturity less than 12 months	2,690,249	4,572,950	2,690,249	5,605,490	

As per Our Audit Report of even date

For CVK & Associates

Chartered Accountants

Firm Registration No:101745W

Sd/-

K P Chaudhari

Partner

Membership No:031661

**For and on behalf of the Board of Directors of
Parag Parikh Financial Advisory Services Pvt Ltd**

Sd/-

Sahil Parikh

Director

DIN : 02887514

Sd/-

Neil Parikh

Director

DIN : 00080269

Sd/-

Sonakshi Mahendra

Company Secretary

Place: Mumbai

Date: 10th July, 2019

Notes to Account
PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED
31st MARCH, 2019

NOTE 1: CORPORATE INFORMATION

Parag Parikh Financial Advisory Services Private 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. 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.

B. Use of Estimates & Judgments

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:

- a. It is expected to be realized or settled or is intended for sale or consumption in the Company's normal operating cycle;
- b. It is expected to be realized or settled within twelve months from the reporting date;
- c. In the case of an asset:
 1. it is held primarily for the purpose of providing services; or
 2. 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.
- d. 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

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:**i. Provident Fund scheme**

Retirement benefits in the form of Provident Fund are a defined contribution scheme and the contributions are 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.

ii. Gratuity scheme

1. 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.

2. 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.
3. The company appointed an Actuary to prepare the Actuarial Report for Gratuity as per Accounting Standard – 15 (AS 15) as at 31st March 2019. As per the Report, the Plan Assets exceed the Present Value of Obligation.

However, the Company has forgone its right to such surplus in favor of the employees. Hence the excess is not recognised as income.

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/GST. 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 recognized only to the extent there is reasonable certainty that the assets can be realized 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.

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 31st March, 2019 is as follows,

Particulars	Amount (Rs.)
Non discretionary	111,654,168
Cognito	91,727,456
Total	203,381,624

Q. Share transactions

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

NOTE 3 : SHARE CAPITAL				
	As at 31st March, 2019		As at 31st March, 2018	
AUTHORISED 30,000,000 Equity Shares of Rs.10/- each	300,000,000		300,000,000	
ISSUED, SUBSCRIBED AND PAID UP CAPITAL 71,74,074 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)	71,740,740		71,740,740	
	71,740,740		71,740,740	
a. Reconciliation of Shares outstanding as at the beginning and at the end of the reporting period.				
	As at 31st March, 2019		As at 31st March, 2018	
	Number	Rs.	Number	Rs.
At the beginning of the period	7,174,074	71,740,740	7,174,074	71,740,740
Issued during the period	-	-	-	-
Outstanding at the end of the period	7,174,074	71,740,740	7,174,074	71,740,740
b. Details of Shareholders holding more than 5 % of Ordinary Shares				
Name of the Shareholders	Number	% of Holding	Number	% of Holding
Geeta P Parikh	5,777,790	80.54	5,777,790	80.54
NOTE 4: RESERVES AND SURPLUS				
	As at 31st March, 2019		As at 31st March, 2018	
General Reserve(a)	385,000		385,000	
Capital Redemption Reserves(b)	10,100,000		10,100,000	
Share Premium (c)	40,096,740		40,096,740	
Surplus/(deficit) in the statement of Profit and Loss				
At the Beginning of the Accounting period	304,779,555		302,943,098	
Additions During the year	1,821,321		1,836,457	
Closing Balance of Surplus in the Statement of Profit & Loss(d)	306,600,876		304,779,555	
TOTAL (a+b+c+d)	357,182,616		355,361,295	
NOTE 5 : OTHER CURRENT LIABILITIES				
	As at 31st March, 2019		As at 31st March, 2018	
TDS Payable	175,210		466,514	
GST Payable	180,439		176,371	
GST RCM payable	11,250		-	
Unpaid Dividend	56,835		61,835	
Provident Fund Payable	79,263		43,821	
Profession Tax Payable	4,600		1,400	
ESIC Payable	8,068		-	
	515,665		749,941	
NOTE 6 : SHORT TERM PROVISIONS				
	As at 31st March, 2019		As at 31st March, 2018	
Provision for Expenses	51,830		58,941	
Provision for Leave Encashment	85,306		23,866	
Provision For Audit Fees	30,000		30,000	
	167,136		112,807	

NOTE 7 : PROPERTY, PLANT & EQUIPMENTS												
Sr. No	Asset	Gross Block as at 01/04/2018	Additions during the year	Deductions during the year	Gross Block as at 31/03/2019	Provision for Depreciation upto 01/04/2018	Depreciation for the month ended 31/03/2019	Amount w/off due to implications of Companies Act 2013	Accumulated Depreciation on Sold Assets	Total depreciation upto 31/03/2019	Net Block as at 31/03/2019	Net Block as at 31/03/18
a	Office Equipments											
A.	Tangible Assets											
1	Computer	9,476,193	-	-	9,476,193	9,466,121	-	-	-	9,466,121	10,072	10,072
2	Office Equipments	4,635,213	-	-	4,635,213	4,585,064	12,846	-	-	4,597,910	37,303	50,148
3	Electrical Installation	376,290	-	-	376,290	371,645	1,248	-	-	372,893	3,397	4,645
4	Motor Car*	3,768,320	-	3,768,320	-	3,658,009	25,311	-	3,683,320	-	-	110,311
5	Office Furniture	4,757,641	-	-	4,757,641	4,669,111	29,068	-	-	4,698,179	59,462	88,530
	TOTAL	23,013,657	-	3,768,320	19,245,337	22,749,950	68,473	-	3,683,320	19,135,103	110,234	263,706
B.	Intangible Assets											
	Computer Software	5,792,513	-	-	5,792,513	5,780,829	387	-	-	5,781,216	11,296	11,684
	TOTAL	5,792,513	-	-	5,792,513	5,780,829	387	-	-	5,781,216	11,296	11,684
	TOTAL (A+B)	28,806,170	-	3,768,320	25,037,850	28,530,780	68,860	-	3,683,320	24,916,319	121,530	275,390
	Previous Year	28,806,170	-	-	28,806,170	28,369,648	161,132	-	-	28,530,780	275,390	436,522

* Assets Registered in the personal name of Directors.

NOTE 8: NON-CURRENT INVESTMENT						
	No of shares as on	Cost for	MKT. Rate	MKT. Value on	No of shares as on	Cost for
	31.03.2019	31.03.2019	31.03.2019	31.03.2019	31.03.2018	31.03.2018
INVESTMENTS IN EQUITY						
Quoted Investment						
Equity Shares fully paid						
APL Apollo Tubes Limited	40	68,791	1,439.70	57,588	-	-
Aurobindo Pharma Limited	35	26,332	786.00	27,510	35	26,332
Axis Bank Limited	-	-	-	-	255	76,075
Bajaj Corporation Limited	-	-	-	-	193	42,796
Balakrishna Industries Limited	126	24,081	994.55	125,313	87	54,455
Blue Star Limited	-	-	-	-	72	12,154
Coal India Limited	260	76,952	236.80	61,568	170	51,604
Dalmia Bharat Limited	10	19,215	-	-	10	19,215
Elantas Beck India Limited	-	-	-	-	37	15,041
Engineers India Limited	-	-	-	-	78	11,808
Foseco India Limited	-	-	-	-	75	34,196
Geojit Financial Services Limited	889	15,206	41.30	36,716	1,800	34,783
Great Eastern Shipping Company Limited	-	-	-	-	72	25,978
Greaves Cotton Limited	-	-	-	-	685	75,551
HDFC Bank Limited	102	152,392	2,172.71	210,087	60	75,108
Hindustan Media Ventures Limited	-	-	-	-	458	52,562
ILFS Venture Corporation Limited	-	-	-	-	5,457	3,000
ICICI Bank Limited	505	154,092	398.85	201,419	190	59,207
Indraprasth Gas Limited	-	-	-	-	161	42,017
Ipca Laboratories Limited	-	-	-	-	100	68,457
ITC Limited	-	-	-	-	75	14,595
Jagran Prakshan Limited	-	-	-	-	509	86,725
Kajaria Ceramics Limited	100	49,841	590.70	59,070	100	49,841
Lupin Limited	25	24,420	739.10	18,478	25	24,420
Maruti Suzuki India Limited	10	19,558	6,671.70	66,717	10	19,559
Max Financial Services Limited	228	107,602	350.60	79,937	228	107,602
Motherson sumi Limited	210	40,389	149.25	31,343	140	40,390
Mphasis Limited	42	24,029	988.85	41,532	241	93,481
MT Educare Limited	-	-	-	-	255	33,664
Nahar Polyfilms Limited	-	-	-	-	400	21,251
NESCO Limited	-	-	-	-	13	7,150
Balkrishna Paper Mills Limited	-	-	-	-	3	-
NOCIL Limited	265	23,575	147.15	38,995	265	23,576
Novartis India Limited	-	-	-	-	15	7,335
Parag Milk Foods Limited	200	49,724	248.10	49,620	90	22,721
Persistent System Limited	36	22,905	625.60	22,522	86	55,745
Piramal Enterprises Limited	100	93,358	2,381.85	238,185	242	153,410
PSP Projects Limited	140	72,805	392.05	54,887	140	72,806
Ramkrishna Forgings Limited	-	-	-	-	87	64,400
Reliance Industries Limited	-	-	-	-	30	28,194
Selan Exploration Technology Limited	-	-	-	-	100	28,349
The Shipping Corporation of India Limited	-	-	-	-	425	17,049
Sagar Cements Limited	50	41,332	653.90	32,695	170	136,635
Shree Cement Limited	2	31,859	18,634.65	37,269	2	31,860
Sriram Transport Finance Company Limited	-	-	-	-	73	66,484
Standard Chartered PLC(IDR)	-	-	-	-	367	30,588
Sun Pharamaceuticals Limited	60	40,268	479.25	28,755	60	40,268
Superhouse Limited	-	-	-	-	840	147,373
Symphony Limited	-	-	-	-	40	38,076
Talwalkars better Value Fitness Limited	-	-	-	-	187	28,751
Tata Motors NPP_DVR	-	-	-	-	250	54,433
Techno Fab Engineering Limited	-	-	-	-	235	33,893
Thomas Cook India Limited	237	20,412	252.70	59,890	237	20,413
Titan India Limited	120	45,786	1,137.50	136,500	120	45,787
VIP Industries Limited	-	-	-	-	404	23,881
Yes Bank Limited	-	-	-	-	39	10,117
Zuari Agro Chemicals Limited	-	-	-	-	120	25,430
Zuari Global Limited	-	-	-	-	200	24,388
Zydus Wellness Limited	-	-	-	-	79	38,187
TCPL Packaging Limited	120	47,013	367.25	44,070		
Total- (i)		1,291,949		1,760,664		2,549,164

INVESTMENT IN MUTUAL FUNDS						
Birla SunLife Cash Manager Fund Growth	874.371	345,471	449,2583	392,818	880,350	318,590
Birla Sunlife Manager Dividend					49,947.412	5,027,595
Birla Sunlife Weekly Dividend Fund	16,471.756	1,652,593	100,7016	1,658,732	45,502.970	4,570,699
Parag Parikh Long Term Equity Fund	488,171.727	5,000,000	25,7309	12,561,098	488,171.727	5,000,000
Parag Parikh Liquid Fund (Direct Growth Plan)	11,383.558	11,511,515	1,057.4263	12,037,274	-	-
Total- (ii)		18,509,579		14,612,649		14,916,884
INVESTMENT IN SUBSIDIARY COMPANY						
PPFAS Asset Management Private Limited	35,730,003	390,239,996		-	35,730,003	390,239,996
PPFAS Trustee Company Private Limited	50,000	500,000		-	50,000	500,000
Total- (iii)		390,739,996		-		390,739,996
Grand Total (i+ii+iii)		410,541,524		16,373,313		408,206,044

NOTE 9 : LONG TERM LOANS AND ADVANCES

	As at 31st March, 2019	As at 31st March, 2018
Income Tax Refund Receivable	8,661,728	8,645,499
MAT Credit Available	1,911,080	1,530,036
Other Deposits	102,413	72,646
Advance Tax & TDS (Net of Provision of Taxation)	253,107	16,229
	10,928,328	10,264,410

NOTE 10 : DEFERRED TAX ASSET

	As at 31st March, 2019	As at 31st March, 2018
Opening Balance	2,249,917	2,380,034
Fixed Assets: Impact of difference between Depreciation charged as per Company Law & Depreciation charged as per Taxation Law	(70,522)	(87,337)
Filing Fees: Impact of difference between charged as per Company Law & claimed as per Taxation Law	(49,400)	(48,925)
Leave Encashment: Impact of Provision for Leave Encashment	22,180	6,145
Net Deferred Tax Asset	2,152,175	2,249,917

NOTE 11: TRADE RECEIVABLES

	As at 31st March, 2019	As at 31st March, 2018
Debts outstanding for a period exceeding six months from the date they are due	-	-
Other Debts (Unsecured considered good)	603,615	692,759
	603,615	692,759

NOTE 12 CASH AND BANK BALANCES		
	As at 31st March, 2019	As at 31st March, 2018
On Current Accounts	1,874,421	2,893,828
Cash in hand and as Imprest	8,280	21,413
Fixed Deposits with maturity less than 12 months	2,690,249	2,690,249
	4,572,950	5,605,490

NOTE 13: SHORT TERM LOANS AND ADVANCES		
	As at 31st March, 2019	As at 31st March, 2018
Prepaid Expense	258,397	335,850
Loan to Employee	194,000	105,000
Advances	100,000	100,000
	552,397	540,850

NOTE 14: OTHER CURRENT ASSETS		
	As at 31st March, 2019	As at 31st March, 2018
Interest accrued on Fixed Deposits	133,638	129,924
	133,638	129,924

NOTE 15 : REVENUE FROM OPERATIONS		
	For the Year ended 31st March, 2019	For the period ended 31st March, 2018
Placement Charges - MF	2,178,265	2,687,555
Portfolio Management Fees	1,834,839	1,740,078
Professional fees	5,000	-
	4,018,104	4,427,633

NOTE 16: OTHER INCOME		
	For the Year ended 31st March, 2019	For the Year ended 31st March, 2018
<u>Net Gain/Loss on Sale of Investment</u>		
Long Term Capital Gain Equity	1,625,441	1,545,562
Long Term capital Gain on Unquoted Shares.	-	250,000
Long Term Capital Gain on Mutual Fund	26,099	45,230
Short Term Capital Gain on Equity	(5,876)	11,761
Short Term Capital Gain on Mutual Fund	141,748	3,884
Total (a)	1,787,412	1,856,437
<u>Other Non-Operating Income</u>		
Shared Service Income	5,550,000	3,600,000
Interest on Fixed Deposit	205,772	353,789
Dividend from Mutual Fund	107,535	303,042
Dividend from Shares	33,188	54,755
Interest from NSE	-	1,150
Profit on Sale of Car	495,000	-
Total (b)	6,391,495	4,312,736
Total (a + b)	8,178,907	6,169,173

NOTE 17 : EMPLOYEE BENEFIT EXPENSES		
	For the year ended 31st March, 2019	For the year ended 31st March, 2018
Salary and Wages		
Office Staff Salary	8,671,567	6,674,998
Contribution to Provident Fund and Other Funds		
Provident Fund	435,029	284,338
Maharashtra Labour Welfare Fund	828	180
Other Expenses		
Staff Welfare	2,079	33,862
	9,109,503	6,993,378

NOTE 18: DEPRECIATION AND AMORTIZATION EXPENSES		
	For the year ended 31st March, 2019	For the year ended 31st March, 2018
Depreciation of Tangible Assets	68,473	157,163
Amortization of Intangible Assets	387	3,969
	68,860	161,132

NOTE 19: OTHER EXPENSES		
	For the year ended 31st March, 2019	For the year ended 31st March, 2018
Professional Charges	273,151	89,621
Membership & subscription	193,824	253,290
Computer Maintenance	161,669	157,579
Motor car expenses	160,326	357,012
Internal Audit Fees	76,596	69,398
Telephone/communication	76,007	109,012
Miscellaneous expenses	41,589	3,533
Printing & stationery	40,000	-
Statutory Audit fees	30,000	30,000
Interest on Taxes	14,636	2,098
Conveyance Charges	10,948	2,418
STT, Service Tax & other charges on Share Investment	5,444	6,486
Postage & Courier Charges	4,720	1,800
Filing fees	4,500	18,765
Demat charges	2,222	1,803
Professional tax – company	2,000	2,000
Bank Charges	997	319
Rents, Rates & Taxes	-	200,000
Bad debts	-	165,989
Service Tax written off	-	3,927
	1,098,629	1,475,050

NOTE 20: SUPPLEMENTARY INFORMATION**a. Particulars of Auditors Remuneration**

Particulars	F.Y.2018-19	F.Y.2017-18
As Auditors	30,000/-	30,000/-
TOTAL	30,000/-	30,000/-

b. Value of Imports

Particulars	F.Y.2018-19	F.Y.2017-18
Value of Imports	NIL	NIL

c. Expenditure in Foreign Exchange

Particulars	F.Y.2018-19	F.Y.2017-18
Professional Charges	NIL	NIL
Travelling Charges	NIL	NIL

d. Foreign Exchange Earnings

Particulars	F.Y.2018-19	F.Y.2017-18
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, 2019 are Rs 20.33 crores.

NOTE 21: 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.)
PPFAS Asset Management Private Limited	Subsidiary Company	Shared Service Cost Received	5,550,000

NOTE 22: CONTINGENT LIABILITIES

Contingent Liabilities	F.Y.2018-19 Amount in Rs. Lacs	F.Y.2017-18 Amount in Rs. Lacs
Income Tax (A.Y.-2007-08)*	-	3.60
Income Tax (A Y 2008-09)	-	2.75
Income Tax (A.Y.-2009-10)	-	1.60
Income Tax (A Y - 2014-15)	-	26.16

***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 23: EARNINGS PER SHARE

Particulars	F.Y.2018-19	F.Y.2017-18
Profit attributable to equity shareholders	Rs. 1,821,321/-	Rs. 1,836,457/-
Weighted Average number of Equity Share Outstanding during the year	7,174,074	7,174,074
Basic & Diluted EPS	Rs. 0.25/-	Rs. 0.26/-
Nominal value per share	10/-	10/-

NOTE 24: MAJOR COMPONENTS OF DEFERRED TAX

Deferred Tax Assets	(Amount in Rs.)		
I. Opening Balance			2,249,917
II Changes during the Year			
a. Timing Difference in Depreciation			
As per Accounts	68,860		
As per Income tax Act	340,100		
Over charged for tax purpose	271,240		
Deferred Tax @ 26%		70,522	
b. Timing Difference due to Share issue Expenses			
As per Accounts	-		
As per Income tax Act	190,000		
Over charged for tax purpose	190,000		
Deferred Tax @ 26%		49,400	
c. Timing Difference due to Provision for Leave Encashment			
As per Accounts	85,306		
As per Income tax Act	-		
Under charged for tax purpose	85,306		
Deferred Tax @ 26%		(22,180)	
III. Deferred Tax Expenses charged to Statement of Profit & Loss			97,742
IV. Net Deferred tax Assets as per Balance Sheet.			2,152,175

NOTE 25: INVESTMENT IN SUBSIDIARIES

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

NOTE 26:

The amount payable to the Small Scale Undertaking is NIL.

NOTE 27: PREVIOUS YEAR FIGURES

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

Signatures to notes 1 to 27

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
Private Limited**

Sd/-
K P Chaudhari
Partner
Membership No: 031661

Sd/-
Sahil Parikh
Director
DIN : 0079898

Sd/-
Neil Parikh
Director
DIN : 00080269

Place: Mumbai
Date: 10th July, 2019

Sd/-
Sonakshi Mahendra
Company Secretary



2, Samarth Apartments, D. S. Babrekar Road, Dadar (W), Mumbai-400 028. India. Tel.: 2446 8717, 2445 1488. Fax: 91-022 2446 6139. www.cvk-ca.com

INDEPENDENT AUDITOR'S REPORT

To the Members of Parag Parikh Financial Advisory Services Private Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Parag Parikh Financial Advisory Services Private Limited (hereinafter referred to a "Holding Company") and its subsidiaries PPFAS Asset Management Private Limited and PPFAS Trustee Company Private Limited (Holding Company and its subsidiaries together referred to as "the Group") its associates and jointly controlled entities, which comprise the Consolidated Balance Sheet as at 31st March, 2019, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the consolidated financial statements")

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 Companies Act, 2013 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, its associates and jointly controlled entities as at 31st March, 2019 of consolidated profit and its consolidated cash flows for the year then ended.

Basis for opinion

We conducted our audit in accordance with the Standards on auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group, its associates and jointly controlled entities in accordance with the ethical requirements that are relevant to the audit of the consolidated financial statements in India in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management and those charged with Governance for the Consolidated Financial Statements

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 (the Act), that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its associates and jointly controlled entities in accordance with the with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern accounting unless the Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

A further description of the auditor's responsibilities for the audit of the consolidated financial statements is included in Annexure A. This description forms a part of auditor's report.

Report on Other Legal and Regulatory Requirements

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 and the reports of the other auditors.
- c.** The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are 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, 2019 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate companies and jointly controlled companies incorporated in India, none of the directors of the Group companies, its associate companies and jointly controlled companies incorporated in India are disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
- f.** With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, have not been commented upon as they are not applicable.
- g.** With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, 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, its associates and jointly controlled entities – Refer Notes '2(M)' and Notes '24' to the consolidated financial statements.
- ii. The Group, its associates and jointly controlled entities 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, associate companies and jointly controlled companies incorporated in India.

For CVK & Associates

Chartered Accountants

Firm Regn No.: 101745W

Sd/-

CA K. P. Chaudhari

Partner

Membership No: 031661

Place: Mumbai

Date: 10th July, 2019

Annexure A to the Independent Auditor’s Report
Auditor’s Responsibilities for the Audit of Consolidated Financial Statements

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor’s report. However, future events or conditions may cause the Group and its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor’s report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

For CVK & Associates

Chartered Accountants

Firm Regn No.: 101745W

Sd/-

CA K. P. Chaudhari

Partner

Membership No: 031661

Place: Mumbai

Date: 10th July, 2019

Consolidated Balance Sheet as at 31st March, 2019

Particulars	Note No	As at 31st March, 2019 Rs.	As at 31st March, 2018 Rs.
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	71,740,740	71,740,740
Reserves And Surplus	4	597,488,918	548,679,929
	(a)	669,229,658	620,420,669
Non-Current Liabilities			
Deferred Tax Liabilities	5	2,565,612	91,940
	(b)	2,565,612	91,940
Current Liabilities			
Trade Payables	6	931,250	1,404,792
Other Current Liabilities	7	5,918,781	8,801,729
Short Term Provisions	8	3,161,901	5,151,624
	(c)	10,011,932	15,358,144
Total Equity and Liabilities	(a+b+c)	681,807,202	635,870,753
ASSETS			
Non-Current Assets			
Property, Plant & Equipments			
(i) Tangible Assets	9A	209,525,250	211,644,608
(ii) Intangible Assets	9B	1,897,291	1,039,440
	(d)	211,422,541	212,684,048
Non-Current Investments			
Long Term Loans & Advances	10	386,326,205	354,174,242
	11	51,914,890	40,802,003
	(e)	438,241,095	394,976,245
Current Assets			
Trade Receivables	12	14,220,933	14,043,396
Cash & Cash Equivalents	13	9,414,557	10,956,633
Short-Term Loans & Advances	14	7,343,933	2,925,995
Other Current Assets	15	1,164,143	284,436
	(f)	32,143,566	28,210,460
Total Assets	(d+e+f)	681,807,202	635,870,753
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

Chartered Accountants

Firm Registration No:101745W

Sd/-

K P Chaudhari

Partner

Membership No: 031661

For and on behalf of the Board of Directors of
Parag Parikh Financial Advisory Services Pvt Ltd

Sd/-

Sahil Parikh

Director

DIN : 00079898

Sd/-

Neil Parikh

Director

DIN : 00080269

Sd/-

Sonakshi Mahendra

Company Secretary

Place: Mumbai

Date: 10th July, 2019

Consolidated Statement of Profit & loss for the year ended 31st March, 2019

Particulars	Note No	For the year ended	For the year ended
		31st March, 2019	31st March, 2018
		<i>Rs.</i>	<i>Rs.</i>
Income			
Revenue From Operations	16	158,696,387	146,996,215
Other Income	17	50,888,087	37,449,191
Total Revenue		209,584,474	184,445,406
Expenses			
Employee Benefits Expenses	18	75,532,341	59,974,760
Depreciation & Amortization Expenses	19	13,109,746	7,561,031
Other Expenses	20	69,595,539	57,604,579
Total Expenses		158,237,626	125,140,370
Profit Before Tax & Exceptional Items		51,346,848	59,305,036
Exceptional Items			
Prior period expenses/(Income)		(375,719)	-
Profit Before Tax		51,722,567	59,305,036
Tax Expense			
Current Tax	21	439,906	3,781,616
Deferred Tax		2,473,672	4,757,431
Total Tax Expense		2,913,578	8,539,047
Profit(Loss) for the Period		48,808,989	50,765,990
Earning Per Equity Share			
Basic		6.80	7.08
Diluted		6.80	7.08
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

Chartered Accountants

Firm Registration No:101745W

**For and on behalf of the Board of Directors of
Parag Parikh Financial Advisory Services Pvt Ltd**

Sd/-

K P Chaudhari

Partner

Membership No: 031661

Sd/-

Sahil Parikh

Director

DIN : 00079898

Sd/-

Neil Parikh

Director

DIN : 00080269

Sd/-

Sonakshi Mahendra

Company Secretary

Place: Mumbai

Date: 10th July, 2019

Consolidated Cash Flow Statement for the year ended 31st March, 2019

Particulars	2018-19		2017-18	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
a. Cash flow from Operating Activities				
Profit Before tax expenses		51,346,848		59,305,036
Adjustments :				
Add : Non Operating Expenses/Items				
Depreciation on Fixed Assets	12,341,348		7,119,298	
Amortization of Fixed Assets	768,398	13,109,746	441,733	7,561,031
Less : Non - Operating Income/Items				
Long Term Capital (Gain)/Loss on Equity	(11,838,357)		(1,795,562)	
Short Term Capital (Gain)/Loss on Mutual Fund	(7,008,853)		(4,591,562)	
Short Term Capital (Gain)/Loss on Equity	5,876		(11,761)	
Long Term Capital (Gain)/Loss on Mutual fund	(29,281,911)		(26,667,338)	
Long Term Capital (Gain)/Loss on Bonds	(657,406)		(1,747,156)	
Interest on Tax free Bonds	(22,418)		(1,047,243)	
Interest on Fixed Deposit	(210,559)		(426,736)	
Dividend on Shares	(33,188)		(539,151)	
Dividend on Mutual Fund	(107,535)		(303,042)	
Profit on Sale of Car	(970,136)		(318,490)	
Other Income	(759,255)	(50,883,742)	-	(37,448,041)
Operating Profit before Working Capital Changes		13,572,852		29,418,026
Adjustment for Movement in working capital				
Increase/(Decrease) in Trade Payables & Other Current Liabilities	(3,356,490)		1,968,573	
Increase/(Decrease) in Short Term Provisions	(1,989,723)		(317,691)	
(Increase)/Decrease in Long Term Loans & Advances	5,122,432		504,152	
(Increase)/Decrease in Short-Term Loans & Advances	(4,417,938)		(388,395)	
(Increase)/Decrease in Trade Receivables	(177,537)		(2,001,798)	
(Increase)/Decrease in Other Current Assets	(879,710)	(5,698,965)	1,886,886	1,651,728
Cash Generated from operations		7,873,888		31,069,754
Less : Taxes Paid		(16,299,505)		(14,790,100)
Net Cash from operating activities		(8,425,617)		16,279,654
b. Cash flow from Investing Activities				
Purchase of Fixed Assets	(10,878,102)		(26,801,710)	
Purchase of Investments - Non Current	(32,151,963)		(25,674,716)	
Long Term Capital Gain Equity	11,838,357		1,795,562	
Short Term Capital Gain on Mutual Fund	7,008,853		4,591,562	
Short Term Capital Gain on Equity	(5,876)		11,761	
Long Term Capital Gain on Mutual Fund	29,281,911		26,667,338	
Long Term Capital Gains on Bonds	657,406		1,747,156	
Interest on Tax free Bonds	22,418		1,047,243	
Interest on Fixed Deposit	210,559		426,736	
Dividend on Shares	33,188		539,151	
Dividend on Mutual Fund	107,535		303,042	
Other Income	759,255		-	
Net Cash from investing activities		6,883,542		(15,346,875)

c. Cash Flow from Financing Activities				
Issue of shares	-		-	-
Net Cash from financing activities				-
Net increase/decrease in cash & cash equivalents		(1,542,076)		932,779
Cash & Cash Equivalents at the beginning of the year				
Cash in Hand	64,677		128,292	
Bank Accounts	7,226,707		6,605,314	
Fixed Deposits with maturity less than 12 months	3,665,249	10,956,633	3,290,249	10,023,855
Cash & Cash Equivalents at the end of the year				
Cash in Hand	62,672		64,677	
Bank Accounts	6,661,636		7,226,707	
Fixed Deposits with maturity less than 12 months	2,690,249	9,414,557	3,665,249	10,956,633

As per Our Audit Report of even date

For CVK & Associates

Chartered Accountants

Firm Registration No:101745W

Sd/-

K P Chaudhari

Partner

Membership No: 031661

**For and on behalf of the Board of Directors of
Parag Parikh Financial Advisory Services Pvt Ltd**

Sd/-

Sahil Parikh

Director

DIN : 00079898

Sd/-

Neil Parikh

Director

DIN : 00080269

Sd/-

Sonakshi Mahendra

Company Secretary

Place: Mumbai

Date: 10th July, 2019

PARAG PARIKH FINANCIAL ADVISORY SERVICES PRIVATE LIMITED

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31ST MARCH, 2019**

NOTE 1: PRINCIPLES OF CONSOLIDATION

The consolidated financial statements are related to Parag Parikh Financial Advisory Services Private 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 a 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 the 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
	2018-19	2017-18	
PPFAS Asset Management Private Limited	100	100	India
PPFAS Trustee Company Private Limited	100	100	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 Straight Line Method (SLM) applying rates/ useful lives as prescribed in The Companies Act.

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:

i.) 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.

ii) Gratuity scheme

1. 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.

2. 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.

3. The Holding company appointed an Actuary to prepare the Actuarial Report for Gratuity as per Accounting Standard – 15 (AS 15) as at 31st March 2019. As per the Report, the Plan Assets exceed the Present Value of Obligation.

However, the Holding Company has forgone its right to such surplus in favour of the employees. Hence the excess is not recognised as income.

J. Revenue Recognition

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

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 GST.

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 GST.

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 nonoccurrence 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.

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.

NOTE 3 : SHARE CAPITAL				
	As at 31st March, 2019		As at 31st March, 2018	
AUTHORISED 30,000,000 Equity Shares of Rs.10/- each	300,000,000		300,000,000	
ISSUED, SUBSCRIBED AND PAID UP CAPITAL 71,74,074 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)	71,740,740		71,740,740	
	71,740,740		71,740,740	
a. Reconciliation of Shares outstanding as at the beginning and at the end of the reporting period.				
	As at 31st March, 2019		As at 31st March, 2018	
	Number	Rs.	Number	Rs.
At the beginning of the period	7,174,074	71,740,740	7,174,074	71,740,740
Issued during the period	-	-	-	-
Outstanding at the end of the period	7,174,074	71,740,740	7,174,074	71,740,740
b. Details of Shareholders holding more than 5 % of Ordinary Shares				
Name of the Shareholders	Number	% of Holding	Number	% of Holding
Geeta P Parikh	5,777,790	80.54	5,777,790	80.54

NOTE 4: RESERVES AND SURPLUS		
	As at 31st March, 2019	As at 31st March, 2018
General Reserve(a)	385,000	385,000
Capital Redemption Reserves(b)	10,100,000	10,100,000
Share Premium(c)	40,096,741	40,096,741
Surplus/(deficit) in the statement of Profit and Loss		
At the Beginning of the Accounting period	498,098,188	447,332,198
Additions During the year	48,808,989	50,765,990
Closing Balance of Surplus in the Statement of Profit & Loss(d)	546,907,177	498,098,188
TOTAL (a+b+c+d)	597,488,918	548,679,929

NOTE 5 : DEFERRED TAX LIABILITIES		
	As at 31st March, 2019	As at 31st March, 2018
Opening Balance	91,940	(4,665,491)
Fixed Assets: Impact of difference between Depreciation charged as per Company Law & Depreciation charged as per Taxation Law	2,893,415	4,578,263
Filing Fees : Impact of difference between charged as per Company Law & claimed as per Taxation Law	234,403	232,149
Provision for Gratuity : Impact of Provision for Gratuity	(391,639)	
Leave Encashment : Impact of Provision for Leave Encashment	(262,507)	(52,981)
	2,565,612	91,940

NOTE 6: TRADE PAYABLES		
	As at 31st March, 2019	As at 31st March, 2018
Sundry Creditors		
(A) Total outstanding dues of Micro, Small and Medium Enterprises		
(i) Principal Amount due to Micro , Small and Medium Enterprises	-	-
(ii) Interest due to Micro , Small and Medium Enterprises	-	-
(B) Total outstanding dues of creditors other than Micro, Small and Medium Enterprises	931,250	1,404,792
	931,250	1,404,792

NOTE 7 : OTHER CURRENT LIABILITIES		
	As at 31st March, 2019	As at 31st March, 2018
TDS - Salaries	2,862,380	7,059,391
TDS - Professional Fees	681,334	729,738
GST Payable	290,501	579,221
GST Payable - Reverse Charge	20,657	25,374
Gratuity Payable	1,407,760	-
Provident Fund Payable	553,062	315,275
Unpaid Dividend	56,835	61,835
TDS - Contractor	12,747	28,494
Profession Tax Payable	12,600	1,400
TDS - Rent	12,837	1,000
ESIC Payable	8,068	-
	5,918,781	8,801,729

NOTE 8 : SHORT TERM PROVISIONS		
	As at 31st March, 2019	As at 31st March, 2018
Provision for Expenses	974,633	3,899,691
Provision for Leave Encashment	1,632,268	706,933
Provision for Auditor's Remuneration	555,000	545,000
	3,161,901	5,151,624

NOTE 9 : Property , Plant & Equipments											
Sr. No	Asset	Gross Block as at 01/04/2018	Additions during the year	Deductions during the year	Gross Block as at 31/03/19	Depreciation upto 31/3/18	Depreciation for the period	Accumulated Depreciation on Sold Assets	Total depreciation up to 31/03/19	Net Block as at 31/03/19	Net Block as at 31/03/18
A. Tangible Assets											
1	Office Premises	189,723,893	-	1,000	189,722,893	4,758,171	7,550,121	-	12,308,292	177,414,601	184,965,722
2	Computer	13,585,102	2,922,354	-	16,507,456	11,703,148	1,207,950	-	12,911,098	3,596,358	1,881,954
3	Office Equipments	8,359,266	433,381	-	8,792,648	5,336,614	744,041	-	6,080,655	2,711,993	3,022,651
4	Electrical Installation	2,961,265	-	-	2,961,265	588,259	253,415	-	841,674	2,119,591	2,373,005
5	Motor Car	11,744,614	7,302,523	6,332,638	12,714,499	9,413,183	761,716	5,897,367	4,277,532	8,436,966	2,331,431
6	Office Furniture	22,948,169	-	-	22,948,169	5,878,325	1,824,105	-	7,702,430	15,245,739	17,069,844
	TOTAL	249,322,309	10,658,258	6,333,638	253,646,929	37,677,700	12,341,348	5,897,367	44,121,682	209,525,247	211,644,608
B. Intangible Assets											
1	Computer Software	11,423,862	1,626,250	-	13,050,112	10,384,423	768,398	-	11,152,821	1,897,291	1,039,440
	TOTAL	11,423,862	1,626,250	-	13,050,112	10,384,423	768,398	-	11,152,821	1,897,291	1,039,440
	TOTAL (A+B)	260,746,171	12,284,509	6,333,638	266,697,041	48,062,123	13,109,746	5,897,367	55,274,503	211,422,538	212,684,047
	Previous Year	234,366,214	27,966,709	1,586,752	260,746,171	41,241,334	7,561,031	740,242	48,062,123	212,684,047	193,124,880

NOTE 10: NON CURRENT INVESTMENTS

	No of shares	Cost for 3/31/2019	MKT. Rate 3/31/2019	MKT. Value on 31/03/2019'	No of shares	Cost for 31/03/2018'
Investments in Equity by PPFAS						
Quoted Investment						
' Equity Shares fully paid "						
APL Apollo Tubes Limited	40	68,791	1,440	57,588	-	-
Aurobindo Pharma Limited	35	26,332	786	27,510	35	26,332
Axis Bank Limited	-	-	-	-	255	76,075
Bajaj Corporation Limited	-	-	-	-	193	42,796
Balakrishna Industries Limited	126	24,081	995	125,313	87	54,455
Blue Star Limited	-	-	-	-	72	12,154
Coal India Limited	260	76,953	237	61,568	170	51,604
Dalmia Bharat Limited	10	19,215	-	-	10	19,215
Elantas Beck India Limited	-	-	-	-	37	15,041
Engineers India Limited	-	-	-	-	78	11,808
Foseco India Limited	-	-	-	-	75	34,196
Geojit Financial Services Limited	889	15,207	41	36,716	1,800	34,783
Great Eastern Shipping Company Limited	-	-	-	-	72	25,978
Greaves Cotton Limited	-	-	-	-	685	75,551
HDFC Bank Limited	102	152,393	2,173	210,087	60	75,108
Hindustan Media Ventures Limited	-	-	-	-	458	52,562
ILFS Venture Corporation Limited	-	-	-	-	5,457	3,000
ITC Limited	-	-	-	-	75	14,595
Jagran Prakshan Limited	-	-	-	-	509	86,725
ICICI Bank Limited	505	154,092	399	201,419	190	59,207
Indraprasth Gas Limited	-	-	-	-	161	42,017
Ipca Laboratories Limited	-	-	-	-	100	68,457
Kajaria Ceramics Limited	100	49,841	591	59,070	100	49,841
Lupin Limited	25	24,420	739	18,478	25	24,420
Maruti Suzuki India Limited	10	19,559	6,672	66,717	10	19,559
Max Financial Services	228	107,602	351	79,937	228	107,602
Motherson sumi	210	40,390	149	31,343	140	40,390
Mphasis Limited	42	24,030	989	41,532	241	93,481
MT Educare Limited	-	-	-	-	255	33,664
Nahar Polyfilms Limited	-	-	-	-	400	21,251
NESCO Limited	-	-	-	-	13	7,150
NOCIL Limited	265	23,576	147	38,995	265	23,576
Novartis India Limited	-	-	-	-	15	7,335
Parag Milk Foods Limited	200	49,724	248	49,620	90	22,721
Persistent System Limited	36	22,906	626	22,522	86	55,745
Piramal Enterprises Limited	100	93,358	2,382	238,185	242	153,410
PSP Projects Limited	140	72,806	392	54,887	140	72,806
Ramkrishna Forgings Limited	-	-	-	-	87	64,400
Reliance Industries Limited	-	-	-	-	30	28,194
Selan Exploration Technology Limited	-	-	-	-	100	28,349
The Shipping Corporation of India Limited	-	-	-	-	425	17,049
Sagar Cements Limited	50	41,333	654	32,695	170	136,635
Shree Cement Limited	2	31,860	18,635	37,269	2	31,860
Sriram Transport Finance Company Limited	-	-	-	-	73	66,484
Standard Chartered PLC(IDR)	-	-	-	-	367	30,588
Sun Pharmaceuticals Limited	60	40,268	479	28,755	60	40,268
Superhouse Limited	-	-	-	-	840	147,373
Symphony Limited	-	-	-	-	40	38,076
Talwalkars better Value Fitness Limited	-	-	-	-	187	28,751
Tata Motors NPP DVR	-	-	-	-	250	54,433
Techno Fab Engineering Limited	-	-	-	-	235	33,893
Thomas Cook India Limited	237	20,413	253	59,890	237	20,413
TCPL Packaging Limited	120	47,014	367	44,070	-	-
Titan India Limited	120	45,786	1,138	136,500	120	45,787
VIP Industries Limited	-	-	-	-	404	23,881
Yes Bank Limited	-	-	-	-	39	10,117
Zuari Agro Chemicals	-	-	-	-	120	25,430
Zuari Global Limited	-	-	-	-	200	24,388
Zydus Wellness Limited	-	-	-	-	79	38,187
Total- (i)		1,291,949		1,760,664		2,549,164

Investments in Equity by PPFAS AMC						
Maharashtra Scooters Limited	-	-	-	-	9,170	12,350,448
Noida Toll Bridge Company Limited	-	-	-	-	-	-
IL&FS Investment Managers Limited	-	-	-	-	348,826	6,557,988
Total- (ii)						18,908,436
PPFAS AMC						
MF Utilities India Private Limited	500,000	500,000	-	-	500,000	500,000
Sakhar Bhavan Premises Co-op. Society Limited.	2	1,000				
Total- (iii)		501,000				500,000
INVESTMENT IN MUTUAL FUNDS						
Birla SunLife Cash Manager Fund Growth	898	355,471	449,2583	403,532	199,019	81,740,347
Birla SunLife Cash Manager dividend	-	-	-	-	49,947	5,027,595
Birla Sunlife Weekly Dividend Fund	16,472	1,652,593	101.7016	1,658,732	45,503	4,570,700
Parag Parikh Long Term Equity Fund	12,554,053	281,110,000	25.7309	323,027,088	11,698,916	230,660,000
Parag Parikh Liquid Fund (Direct Growth Plan)	98,046	101,343,020	1057.4263	103,676,763	-	-
Parag Parikh Liquid Fund (Regular Growth Plan)	10	10,000	1056.3747	10,564	-	-
Parag Parikh Liquid Fund (Regular Monthly Dividend Plan)	10	10,343	1003.7194	10,379	-	-
Parag Parikh Liquid Fund (Regular Weekly Dividend Plan)	10	10,361	1001.7179	10,372	-	-
Parag Parikh Liquid Fund (Regular Daily Dividend Plan)	10	10,370	1000.2000	10,332	-	-
Parag Parikh Liquid Fund (Direct Monthly Dividend Plan)	10	10,355	1003.7303	10,393	-	-
Parag Parikh Liquid Fund (Direct Daily Dividend Plan)	10	10,377	1000.2000	10,333	-	-
Parag Parikh Liquid Fund (Direct Weekly Dividend Plan)	10	10,367	1001.7288	10,378	-	-
Total- (iv)		384,533,256		428,838,866		321,998,642
INVESTMENT IN BONDS						
IREDA Bonds	-	-	-	-	10,218	10,218,000
Total- (v)						10,218,000
Grand Total (i+ii+iii+iv+v)		386,326,205		430,599,530		354,174,242

NOTE 11 : LONG TERM LOANS AND ADVANCES		
	As at 31st March, 2019	As at 31st March, 2018
Previous year Taxes Receivable	11,659,255	13,500,136
MAT Credit Available	19,587,637	9,947,201
Advance Tax & TDS (Net of Provision of Taxation)	5,456,030	2,955,770
Other Deposits	15,211,968	14,398,896
	51,914,890	40,802,003

NOTE 12: TRADE RECEIVABLES		
	As at 31st March, 2019	As at 31st March, 2018
(1) Debts outstanding for a period exceeding six months from the date they are due	Nil	Nil
(2) Other Debts (Unsecured , considered good)	14,220,933	14,043,396
	14,220,933	14,043,396

NOTE 13: CASH AND CASH EQUIVALENTS		
	As at 31st March, 2019	As at 31st March, 2018
(i) On Current Accounts	6,661,636	7,226,707
(ii) Cash in hand and as Imprest	62,672	64,677
(iii) Fixed Deposits with maturity less than 12 months	2,690,249	3,665,249
	9,414,557	10,956,633

NOTE 14: SHORT TERM LOANS AND ADVANCES		
	As at 31st March, 2019	As at 31st March, 2018
Prepaid Expense	3,718,476	2,699,375
Advances	3,351,457	121,620
Loan to Employees	274,000	105,000
	7,343,933	2,925,995

NOTE 15: OTHER CURRENT ASSETS		
	As at 31st March, 2019	As at 31st March, 2018
Interest accrued on Fixed Deposits	133,638	284,436
Trustee Fees Receivable	915,254	-
GST Credit	115,251	-
	1,164,143	284,436

NOTE 16 : REVENUE FROM OPERATIONS		
	For the year ended 31st March 2019	For the year ended 31st March 2018
Management Fees	153,830,825	142,568,582
Placement Charges - MF	2,178,265	2,687,555
Portfolio Management Fees	1,834,839	1,740,078
Trustee Fees	847,458	-
Professional Fees-Income	5,000	-
	158,696,387	146,996,215

NOTE 17: OTHER INCOME		
	For the year ended 31st March 2019	For the year ended 31st March 2018
<u>Net Gain/Loss on Sale of Investment</u>		
Long Term Capital Gain on Mutual Fund	29,281,911	26,667,338
Short Term Capital Gain on Mutual Fund	7,008,853	4,591,562
Long Term Capital Gains on Bonds	657,406	1,747,156
Long Term capital Gain on Equity Shares	11,838,357	1,545,562
Long Term capital Gain on Unquoted Shares	-	250,000
Short Term Capital Gain on Equity	(5,876)	11,761
Total (a)	48,780,651	34,813,379
<u>Other Non-Operating Income</u>		
Interest on Tax free Bonds	22,418	1,047,243
Dividend From Shares	33,188	539,151
Interest on Fixed Deposit	210,559	426,736
Profit on sale of Motor Car	970,136	318,490
Interest on IT Refund	761,428	-
Dividend from Mutual Fund	107,535	303,042
Other Income	2,173	-
Interest from NSE	-	1,150
Total (b)	2,107,437	2,635,812
Total (a + b)	50,888,087	37,449,191

NOTE 18: EMPLOYEE BENEFIT EXPENSES		
	For the year ended 31st March 2019	For the year ended 31st March 2018
Salary and Wages		
Office Staff Salary	70,071,835	56,408,045
Contribution to Provident Fund and other funds		
Provident Fund	2,820,695	1,924,792
Gratuity Fund	1,407,760	526,034
Maharashtra Labour welfare Fund	1,980	1,908
Other expenses		
Staff Welfare	1,230,071	1,113,981
	75,532,341	59,974,760

NOTE 19: DEPRECIATION AND AMORTIZATION EXPENSES		
	For the year ended 31st March 2019	For the year ended 31st March 2018
Depreciation of Tangible Assets	12,341,348	7,119,298
Amortization of Intangible Assets	768,398	441,733
	13,109,746	7,561,031

NOTE 20: OTHER EXPENSES		
	For the year ended 31st March 2019	For the year ended 31st March 2018
Professional Charges	21,414,462	20,932,737
Printing & stationery	8,374,557	4,308,952
Distributor Commission	6,398,074	6,809,759
Computer Maintainence	6,152,278	2,459,350
Business Promotion Expenses	4,993,478	3,042,437
Advertising expenses	3,385,519	6,025,477
Postage & Courier Charges	3,353,272	1,595,085
Rents, Rates & Taxes	1,497,349	1,182,070
Electricity expenses	1,428,945	1,358,503
Insurance Charges	1,327,550	1,193,540
Contributions Towards CSR	1,209,000	1,126,524
Society Maintenance Expenses	1,184,354	823,565
Conveyance Charges	1,074,029	772,694
Miscellaneous expenses	1,040,145	721,726
Membership & subscription	945,726	661,404
Motor car expenses	914,613	583,054
Travelling expenses	756,020	489,639
Telephone/communication	702,384	631,857
Auditors Remuneration	610,000	400,000
Repairs & maintenance	534,898	375,185
Transaction Charges	524,980	162,392
Director's Fees (Sitting Fees)	370,000	310,000
Bank Charges	333,008	470,318
Internet charges	294,820	378,828
Annual Fees to SEBI	250,000	250,000
Filing fees	216,074	243,613
Director/employee Education	209,035	21,992
STT, Service Tax & other charges on Share Investment	34,621	6,486
Interest on Taxes	32,577	5,096
Books & periodicals	25,549	84,577
Professional tax - company	6,000	6,000
Demat charges	2,222	1,803
Bad debts	-	165,989
CENVAT Credit written off	-	3,927
	69,595,539	57,604,579

NOTE 21: CURRENT TAX		
	For the year ended 31st March 2019	For the year ended 31st March 2018
Current Tax	10,843,475	11,834,330
MAT Credit Entitlement	(9,728,189)	(8,052,714)
Excess Tax Provision for previous year	(763,133)	-
MAT Credit Entitlement for previous year	87,753	-
	439,906	3,781,616

NOTE 22: SUPPLEMENTARY INFORMATION**a. Particulars of Directors' Remuneration**

Director's Name	For the year ended 31st March, 2019	For the year ended 31st March, 2018	Head of Expenses
Arindam Ghosh	60,000/-	40,000/-	Sitting Fees
Kamlesh Somani	60,000/-	50,000/-	Sitting Fees
Rajesh Bhojani	40,000/-	60,000/-	Sitting Fees
P. A. Balasubramanian	60,000/-	40,000/-	Sitting Fees
Rajan Mehta	60,000/-	50,000/-	Sitting Fees
Dhaval Desai	40,000/-	30,000/-	Sitting Fees
Suneel Gautam	50,000/-	40,000/-	Sitting Fees
Neil Parikh	8,877,254/-	41,92,567/-	Employee Benefit Expenses
Rajeev Thakkar	13,014,874/-	1,20,09,574/-	Employee Benefit Expenses
Shashi Kataria	2,710,190/-	2,461,738/-	Employee Benefit Expenses

b. Particulars of Auditors Remuneration

Particulars	F.Y.2018-19	F.Y.2017-18
As Statutory Auditors	3,50,000/-	3,90,000/-
For Other Services	2,60,000/-	2,10,000/-
TOTAL	6,10,000/-	6,00,000/-

c. Value of Imports

Particulars	F.Y.2018-19	F.Y.2017-18
Value of Imports	NIL	NIL

d. Expenditure in Foreign Exchange

Particulars	For the year ended 31st March, 2019	For the year ended 31st March, 2018
Subscription payment for Website & Mobile Application Maintenance (USD)	Rs. 8,61,300/- (\$ 11,702)	Rs. 3,23,372/- (\$ 4,827.67)
Advertisement (USD)	Rs. 87,304/- (\$ 1,218)	Rs. 77,276/- (\$ 1,167.08)
Subscription payment for Website & Mobile Application Maintenance (Euros)	Rs. 13,068/- (€ 150)	-
Email Purchase /Services & Web app hosting (USD)	Rs. 3,19,049/- (\$ 4,468)	-

e. Foreign Exchange Earnings

Particulars	F.Y.2018-19	F.Y.2017-18
Earnings in Foreign Exchange (USD)	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, 2019 are Rs 20.33 crores.

NOTE 23: 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 Private Limited	Enterprise over which Key Managerial Personnel are able to exercise significant influence.	Rent	120,000/-
Rajeev Thakkar	Director who is able to exercise significant influence	Employee Benefits Expenses	13,014,874/-
Neil Parikh	Director who is able to exercise significant influence	Employee Benefits Expenses	8,877,254/-
Shashi Kataria	Director who is able to exercise significant influence	Employee Benefits Expenses	2,710,190/-

NOTE 24: CONTINGENT LIABILITIES

Contingent Liabilities	F.Y.2018-19 Amount in Rs. Lacs	F.Y.2017-18 Amount in Rs. Lacs
Income Tax (A.Y.-2007-08) *	-	3.60
Income Tax (A.Y.-2008-09)	-	2.75
Income Tax (A.Y.-2009-10)	-	1.60
Income Tax (A.Y.-2013-14) Appeal In High Court.	41.73	-
Income Tax (A Y - 2014-15)	-	26.16
MF Utilities India Pvt. Ltd.	-	11.20

*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 25: EARNINGS PER SHARE

Particulars	FY 2018-19	FY 2017-18
Profit attributable to equity shareholders	Rs. 48,808,989/-	Rs. 50,765,990/-
Weighted Average number of Equity Share Outstanding during the year	7,174,074	7,174,074
Basic & Diluted EPS	Rs. 6.80	Rs. 7.08
Nominal value per share	10/-	10/-

NOTE 26: MAJOR COMPONENTS OF DEFFERED TAX

Deferred Tax Assets	(Amount in Rs.)		
I. Opening Balance			91,940
II. Changes during the Year			
a. Timing Difference in Depreciation			
As per Accounts	13,109,746		
As per Income tax Act	23,527,979		
Overcharged for tax purpose	10,418,233		
Deferred Tax		(2,893,415)	
b. Timing Difference due to share issue Expenses			
As per Accounts	-		
As per Income tax Act	855,000		
Overcharged for tax purpose	855,000		
Deferred Tax		(234,403)	
c. Timing Difference due to Provision for Leave Encashment			
As per Accounts	949,171		
As per Income tax Act	-		
Undercharged for tax purpose	949,171		

Deferred Tax		262,507	
c. Timing Difference due to Provision for Gratuity			
As per Accounts	1,407,760		
As per Income tax Act	-		
Undercharged for tax purpose	1,407,760		
Deferred Tax		391,639	
III. Deferred Tax Income recognized in Statement of Profit & Loss			2,473,672
IV. Net Deferred tax Liability as per Balance Sheet.			2,565,612

NOTE 27:

The amount payable to the Small-Scale Undertaking is NIL.

NOTE 28: DISCLOSURE OF ADDITIONAL INFORMATION PERTAINING TO THE PARENT COMPANY AND ITS SUBSIDIARIES.

Name of the Company	Net Assets (Total Assets Less 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)	64.09%	428,923,356 /-	3.73%	1,821,321/-
PPFAS Asset Management Private Limited (Subsidiary Company)	35.65%	238,575,236/-	95.33%	46,530,619/-
PPFAS Trustee Company Private Limited (Subsidiary Company)	0.26%	1,731,066/-	0.94%	457,047/-

NOTE 29: PREVIOUS YEAR FIGURES

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

Signatures to notes 1 to 29

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

Sd/-

K P Chaudhari

Partner

Membership No: 031661

Sd/-

Sahil Parikh

Director

DIN: 00079898

Sd/-

Neil Parikh

Director

DIN: 00080269

Sd/-

Sonakshi Mahendra

Company Secretary

Place: Mumbai

Date: 10th July, 2019

Parag Parikh Financial Advisory Services Private Limited

CIN: U67190MH1992PTC068970

Regd. & Corp. Off.: 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg,
230, Nariman Point, Mumbai - 400 021.

Tel: 91 22 6140 6555 **Fax:** 91 22 6140 6590 **Web:** www.ppfas.com

[Form No. MGT-11]

Proxy Form

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

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/her

2. Name : _____

Address : _____

E-mail Id : _____

Signature : _____, or failing him/her

3. Name : _____

Address : _____

E-mail Id : _____

Signature : _____, or failing him/her

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 27th Annual General Meeting of the Company, to be held on Monday, 30th September, 2019 at 2.00 p.m. at 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230, Nariman Point, Mumbai - 400 021 and at any adjournment thereof in respect of such resolutions as are indicated below:

I wish my above proxy to vote in the manner as indicated in the box below:

Resolution No.	Particular of Resolution(s)	For	Against
1	To receive, consider and adopt: (a) the Audited financial statements of the Company for the financial year ended 31st March, 2019 together with the reports of the Board of Directors and Auditors thereon; and (b) the Audited Consolidated financial statements of the Company for the financial year ended 31st March, 2019 and report of Auditors thereon.		
2	Approval of PPFAS Employees Stock Option Plan 2019 (PPFAS ESOP 2019) and grant of stock options to the eligible employees/directors of the Company under the scheme		
3	Grant of options to the eligible employees/ directors the Company's subsidiary under PPFAS ESOP 2019		
4	Approval of the grant of options to the identified employees during any one year, equal to or exceeding one percent of the issued capital of the company at the time of grant of option		

Signed this..... day of..... 2019

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.

Parag Parikh Financial Advisory Services Private Limited

CIN: U67190MH1992PTC068970

Regd. & Corp. Off.: 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg,
230, Nariman Point, Mumbai - 400 021.

Tel: 91 22 6140 6555 **Fax:** 91 22 6140 6590 **Web:** www.ppfas.com

ATTENDANCE SLIP

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

Name of the company : Parag Parikh Financial Advisory Services Private Limited
Registered office : 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230,
Nariman Point, Mumbai - 400 021.

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

I hereby record my presence at the 27th Annual General Meeting of the Company at 81/82,
8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230, Nariman Point, Mumbai - 400021
on Monday, 30th September, 2019 at 2:00 pm.

Signature of the Member(s)/Proxy

Notes:

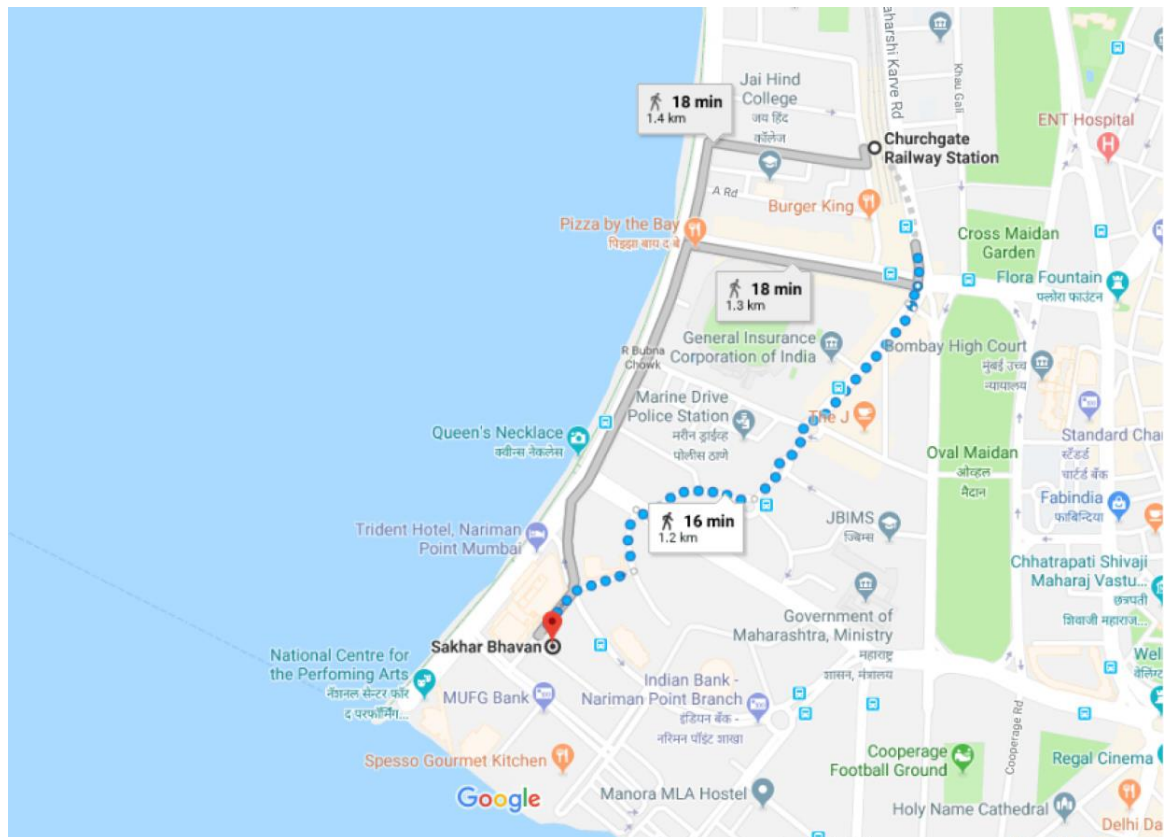
1. Members are requested to bring their copies of Annual Report at the AGM.

Road map to AGM Venue

Venue: Registered Office of the Company. 81/82, 8th Floor, Sakhar Bhavan,
Ramnath Goenka Marg, 230, Nariman Point, Mumbai - 400 021.

Distance from Churchgate Railway Station: around 1.2 Km.

Distance from Chhatrapati Shivaji Terminus: around 2.8 Km.





There's only one right way®

Parag Parikh Financial Advisory Services Private Limited

81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230,
Nariman Point, Mumbai - 400 021, Maharashtra, INDIA.

Tel: 91 22 6140 6555 Fax: 91 22 2284 6553

email@ppfas.com | www.ppfas.com