

Board's Report

Dear Members,

The Directors of your Company have pleasure in presenting the Seventh Annual Report together with the audited financial statements for the financial year ("FY") ended March 31, 2018.

FINANCIAL HIGHLIGHTS

The summary of the Company's financial performance for FY 2017-18 as compared to the previous FY 2016-17 is given below:

(₹ in Lakh)		
Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Total Income	8,792.75	5,948.30
Profit before Tax/(Loss)	2,489.62	(816.56)
Provision for Tax including Deferred Tax	520.83	(2,483.57)
Profit after Tax/(Loss)	1,968.79	1,667.01
Add: Items that will be reclassified to profit or loss	(0.12)	(1.05)
Total Comprehensive Income for the year	1,968.67	1,665.96
Add: Balance brought forward from previous year (Deficit)/Surplus	5,402.72	3,736.76
Total	7,371.39	5,402.72
Less: Interim dividend paid (including dividend distribution tax)	6,262.36	-
Surplus / (Deficit) in the statement of Profit and Loss	1,109.03	5,402.72

APPROPRIATIONS

During the year under review, the Company has not transferred any amount to General Reserve. During the year under review, the Board of Directors declared and paid an interim dividend of ₹ 27.75 per equity share on 1,87,50,000 equity shares of face value of ₹ 10 each,

aggregating to ₹ 5,203.12 Lakh (excluding dividend distribution tax).

INFORMATION ON THE STATE OF AFFAIRS OF THE COMPANY

• PERFORMANCE OF BUSINESSES

FY 2017-18 was the first full year of operations for the Company, after receiving the Merchant Banking license from the Securities and Exchange Board of India. During the year, the Company acted as an arranger in 8 issuances aggregating to ₹ 4,74,300 Lakh of funds raised. The Company earned a fee of ₹ 2,929.96 Lakh from the above mandates.

• FINANCIAL PERFORMANCE OF THE COMPANY

During the year under review, the Company earned a gross income of ₹ 8,792.75 Lakh as against ₹ 5,948.30 Lakh earned by it in the previous year. The gross income mainly represents the lease rental income and interest income earned on deployment of surplus funds in short term avenues.

The expenditure incurred by the Company during the year under review mainly comprises finance costs of ₹ 3,329.74 Lakh as against ₹ 4,075.31 Lakh in the previous year. The Profit reported by the Company for FY ended March 31, 2018 is ₹ 1,968.79 Lakh.

The Net Worth of the Company as at March 31, 2018 is ₹ 6,365.37 Lakh as against ₹ 10,646.56 Lakh as at March 31, 2017.

MATERIAL CHANGES AND COMMITMENTS

There were no material changes and commitments affecting the financial position of the Company which occurred between the end of the financial year to which these financial statements relate and the date of this Report.

DIVIDEND

During the year under review, the Board of Directors declared and paid an interim dividend of ₹ 27.75 per equity share on 1,87,50,000 equity shares of face value of ₹ 10 each, aggregating to ₹ 5,203.12 Lakh (excluding dividend distribution tax).

The Directors have considered it financially prudent in the long-term interests of the Company to reinvest the profits into the business of the Company to build a strong reserve base and grow the business of the Company.

No final dividend has therefore been recommended for the year ended March 31, 2018.

SHARE CAPITAL

As on March 31, 2018, the paid-up capital of the Company stands at ₹ 18,75,00,000 (Rupees Eighteen Crore Seventy Five Lakh Only) divided into 1,87,50,000 (One Crore Eighty Seven Lakh and Fifty thousand Only) Equity Shares of ₹ 10 (Rupees Ten Only) each.

FIXED DEPOSITS

The Company has not accepted any deposits from the public since inception.

DIRECTORS

The composition of the Board is in accordance with the provisions of the Companies Act, 2013 ("the Act").

Mr. Subramaniam N., Independent Director resigned from the Board of the Company with effect from June 10, 2017. Further, Mr. Desh Raj Dogra who was appointed as an Independent Director effective July 7, 2017 resigned from the Board of the Company with effect from August 23, 2017.

During the year under review, Ministry of Corporate Affairs vide notification dated July 5, 2017 had specified that unlisted public companies which inter alia includes wholly owned subsidiaries are not required to appoint Independent Director. The Company is a wholly owned subsidiary of L&T Finance Holdings Limited and therefore is not required to appoint Independent Directors. Accordingly, Dr. (Mrs.) Rajani R. Gupte who was appointed as an Independent Director resigned from the Board of the Company with effect from October 17, 2017.

The Board places on record its appreciation of the valuable services rendered by the aforesaid Directors during their tenure as the Directors of the Company.

The Board of Directors of the Company has appointed Mr. Virender Pankaj as an Additional Director in accordance with the provisions of Sections 152 and 161 of the Act with effect from October 10, 2017. Mr. Virender Pankaj holds office up to the date of forthcoming Annual General Meeting ("AGM"). The Company has received a notice in writing from a member proposing his candidature for appointment as a Non-Executive Director at the forthcoming AGM. Mr. Virender Pankaj will be liable to retire by rotation.

As on the date of this Report, the Board comprises the following Directors:

Name of Directors	Designation
Mr. Sunil Prabhune	Non-Executive Director
Mr. Raju Dodti	Non-Executive Director
Mr. Virender Pankaj	Non-Executive Director

Section 152 of the Act, provides that unless the articles provide for the retirement of all Directors at every AGM, not less than two-thirds of the total number of Directors of a public company shall be persons whose period of office is liable to determination by retirement of Directors by rotation. Accordingly, Mr. Sunil Prabhune, Non-Executive Director will retire by rotation at the ensuing AGM and being eligible, has offered himself for re-appointment.

SEPARATE MEETING OF THE INDEPENDENT DIRECTORS

Section 149(8) of the Act, read with Schedule IV of the Act requires the Independent Directors of the Company to hold at least one meeting in a year, without the attendance of Non-Independent Directors and members of management.

The Independent Directors of the Company met once during the year i.e. on May 2, 2017, pursuant to the provisions of the Act. Both the Independent Directors were present at the meeting.

DECLARATION BY INDEPENDENT DIRECTORS

All Independent Directors had submitted the declaration of independence, as required pursuant to provisions of the Section 149(7) of the Act, stating that they meet the criteria of independence as provided in Section 149(6) of the Act, and are not disqualified from continuing as an Independent Directors.

KEY MANAGERIAL PERSONNEL ("KMPs")

During the year under review, Mr. Kailash Purohit resigned from the position of Company Secretary with effect from October 24, 2017. The Board of Directors at its Meeting held on January 24, 2018 had appointed Mr. Kanjin Sheth as the Company Secretary of the Company.

Further, Mr. Romesh Sankhe who was appointed as Head – Accounts to discharge the functions of Chief Financial Officer resigned with effect from December 5, 2017 and Ms. Charmi Gangar was

appointed as Head – Accounts to discharge the function of Chief Financial Officer and designated as KMP with effect from January 24, 2018.

Accordingly, as on March 31, 2018, the Company has the following KMPs:

Mr. Suresh Darak	Manager
Ms. Charmi Gangar	Head-Accounts
Mr. Kanjin Sheth	Company Secretary

STATUTORY AUDITORS

Pursuant to the provisions of Section 139(2) of the Act and the rules made thereunder, the Members at their Fifth Annual General Meeting (“AGM”), held on August 31, 2016 had appointed M/s. Sharp & Tannan, Chartered Accountants (ICAI Firm’s Registration Number 109982W) as the Statutory Auditors of the Company for a term of five years i.e. from the conclusion of the Fifth AGM till the conclusion of the Tenth AGM subject to ratification by Members at forthcoming AGM. Thereafter, ratification as may be necessitated by the Act and Rules made thereunder as amended from time to time.

AUDITORS’ REPORT

The Auditors’ Report is unqualified. The Notes to the Accounts referred to in the Auditors’ Report are self-explanatory and therefore do not call for any further clarifications under Section 134(3)(f) of the Act.

PARTICULARS OF EMPLOYEES

The information required pursuant to the provisions of Section 197 of the Act read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, has been appended as **Annexure A** to this Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION

The particulars relating to conservation of energy and technology absorption in terms of Section 134(3)(m) of the Act and Rule 8 (3) of the Companies (Accounts) Rules, 2014 are given as under:

(A) Conservation of Energy

The steps taken or impact on conservation of energy:

The operations of your Company are not energy intensive. However, following measures have been initiated to reduce energy consumption:

- Efficient building envelope achieved by use of flash blocks and double glazed glass units
- Ample day light and views for all office spaces ensured
- Use of treated wastewater for landscape and cooling tower make up water there by reducing portable water use
- Use of materials with low content of volatile organic compounds
- Electric car charging facilities in basement parking area

The steps taken by the Company for utilizing alternate sources of energy:

The Company has incorporated solar panels for external lighting in owned office premises.

(B) TECHNOLOGY ABSORPTION: Not Applicable

FOREIGN EXCHANGE EARNINGS AND OUTGO

There were no foreign exchange earnings and expenditure during the year under review.

DISCLOSURE RELATING TO HOLDING, SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANIES

The Company is a wholly owned subsidiary of L&T Finance Holdings Limited.

Mudit Cement Private Limited is the wholly owned subsidiary of the Company. The Company has no joint venture or associate company

As required under Rule 5 and Rule 8(1) of the Companies (Accounts) Rules, 2014, a report on the performance, financial position and contribution of the subsidiary of the Company has been appended as **Annexure B** to this Report.

DIRECTORS’ RESPONSIBILITY STATEMENT

The Directors, based on the representations received from the operational management, confirm in pursuance of provisions of Section 134(5) of the Act, that:

- 1) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;

- 2) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at March 31, 2018 and of the profit of the Company for that period;
- 3) the Directors have taken proper and sufficient care 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;
- 4) the Directors have prepared the annual accounts on a going concern basis; and
- 5) the Directors have devised proper systems to ensure compliance with the provisions of all laws, including applicable Secretarial Standards and that such systems were adequate and operating effectively.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has internal control system, commensurate with the size, scale and complexity of its operations. Testing of such systems forms a part of review by the Internal Audit ("IA") function. The scope and authority of the IA function is defined in the IA Charter.

The IA function of L&T Financial Services Group monitors and evaluates the efficacy and adequacy of internal control system in the Company and its compliance with operating systems, accounting procedures and policies of the Company. Based on the report of Internal Audit function, process owners undertake corrective action, if any, in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Board of Directors from time to time.

BOARD MEETINGS

During the year under review, the Board of Directors of the Company met 4 (four) times i.e. on May 2, 2017, July 24, 2017, October 24, 2017 and January 24, 2018.

The Agenda of the meetings were circulated to the Directors well in advance. The Minutes of the meetings of the Board of Directors were circulated amongst the members of the Board for their perusal.

The attendance of the members of the Board at the meetings held during the year under review is as follows:

Name of the Director	DIN	Nature of Directorship	No. of Board Meetings held / conducted during the tenure of Directors / year	No. of Board Meetings attended
Mr. Subramaniam N. ⁽¹⁾	00166621	ID	1	1
Dr. (Mrs.) Rajani R. Gupte ⁽²⁾	03172965	ID	2	2
Mr. Desh Raj Dogra ⁽³⁾	00226775	ID	1	1
Mr. Sunil Prabhune	07517824	NED	4	4
Mr. Raju Dodti	06550896	NED	4	3
Mr. Virender Pankaj ⁽⁴⁾	07554897	NED	2	2

Notes:

⁽¹⁾ Ceased to be a Director with effect from June 10, 2017

⁽²⁾ Ceased to be a Director with effect from October 17, 2017

⁽³⁾ Appointed as a Director with effect from July 7, 2017 and ceased to be a Director with effect from August 23, 2017

⁽⁴⁾ Appointed as a Director with effect from October 10, 2017

ID - Independent Director NED - Non-Executive Director

AUDIT COMMITTEE

During the year under review, 2 (two) meetings of AC were held on May 2, 2017 and July 24, 2017.

The attendance of the members at the meetings held during the year under review is as follows:

Name of the Director	No. of Meetings held / conducted during the tenure of Directors/ year	No. of Meetings attended
Mr. Subramaniam N. ⁽¹⁾	1	1
Dr. (Mrs.) Rajani R. Gupte ⁽²⁾	2	2
Mr. Desh Raj Dogra ⁽³⁾	1	1
Mr. Sunil Prabhune	2	2

Notes:

⁽¹⁾ Ceased to be a Director with effect from June 10, 2017.

⁽²⁾ Ceased to be Director with effect from October 17, 2017.

⁽³⁾ Appointed as a Director with effect from July 7, 2017 and ceased to be a Director with effect from August 23, 2017.

Considering that the Company is a wholly owned subsidiary of L&T Finance Holdings Limited, the Company is not required to constitute AC pursuant to the provisions of the Companies Act, 2013 and accordingly, as on March 31, 2018, the Company does not have AC.

NOMINATION AND REMUNERATION COMMITTEE

The NRC was comprised of Dr. (Mrs.) Rajani R. Gupte, Mr. Subramaniam N. and Mr. Sunil Prabhune. During the year under review, the committee met once i.e. on May 2, 2017. All the members were present at the said meeting.

Considering that the Company is a wholly owned subsidiary of L&T Finance Holdings Limited, the Company is not required to constitute NRC pursuant to the provisions of the Companies Act, 2013 and accordingly, as on March 31, 2018, the Company does not have NRC.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

In accordance with the requirements of the provisions of Section 135 of the Act, the Company has constituted a Corporate Social Responsibility ("CSR") Committee. The Committee has formulated a policy on Corporate Social Responsibility, which is available on the website of the Company viz. <http://www.ltfs.com>.

As on the date of Report, the CSR Committee comprises Mr. Sunil Prabhune, Mr. Raju Dodti and Mr. Virender Pankaj. During the year under review, 2 (two) meetings of the Committee were held on May 2, 2017 and July 24, 2017.

The attendance of members at the meetings held during the year under review is as follows:

Name of the Director	No. of Meetings held / conducted during the tenure of Directors/ year	No. of Meetings attended
Mr. Sunil Prabhune	2	2
Mr. Raju Dodti	2	1
Dr. (Mrs.) Rajani R. Gupte ⁽¹⁾	2	2
Mr. Virender Pankaj ⁽²⁾	0	0

Notes:

⁽¹⁾ Ceased to be Director with effect from October 17, 2017.

⁽²⁾ Appointed as a Director with effect from October 10, 2017

As the Company did not have any net profits computed in accordance with the provisions of the Act, no amount was required to be spent on activities under CSR.

PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN OR SECURITY PROVIDED BY THE COMPANY

Details of loans given, investments made, guarantees given and securities provided, if any, are covered under the provisions of Section 186 of the Act and are given in the Notes to the Financial Statements as applicable.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The Board of Directors has approved a policy on transactions with related parties ("RPT Policy"). The RPT Policy is also available on the website of the Company viz. <http://www.ltfs.com>. The RPT Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and the related parties.

Key features of the RPT Policy are as under:

- All transactions with related parties ("RPTs") are referred to the Board of the Company for approval, irrespective of its materiality.

Generally all RPTs are in the ordinary course of business and at arm's length price.

All Material RPTs requires prior approval of the shareholders, based on recommendation of the Board, through ordinary resolution passed at the general meeting. Where any contract or arrangement is entered into by a Director or any other employee without obtaining the consent of the Board or approval by an ordinary resolution in the general meeting, it is to be ratified by the Board or by the shareholders at a meeting, as the case may be, within three months from the date on which such contract or arrangement was entered into.

No member of the Company can vote on such resolution, if such member is considered to be a related party with reference to a contract or arrangement for which the resolution is passed.

- All RPTs that were entered into during FY 2017-18 were on an arm's length basis and were in the ordinary course of business and disclosed in the Financial Statements. There were no materially significant RPTs made by the Company with

Promoters, Directors, Key Managerial Personnel or body corporate(s), which had a potential conflict with the interest of the Company at large. Accordingly, the disclosure of RPT as required under the provisions of Section 134(3)(h) of the Act in Form AOC-2 is not applicable. The Directors draw attention to Notes to the Financial Statements which sets out related party disclosures.

RISK MANAGEMENT FRAMEWORK

The Company has in place a mechanism to inform the Board about risk assessment and minimization procedures and periodical review to ensure that executive management controls risk by means of a properly designed framework.

POLICY FOR PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORKPLACE

The Company has in place a policy for prevention, prohibition and redressal of sexual harassment at work place. Appropriate reporting mechanisms are in place for ensuring protection against sexual harassment and the right to work with dignity.

During the year under review, the Company has not received any complaints in this regard.

EXTRACT OF ANNUAL RETURN AS REQUIRED AND PRESCRIBED UNDER SECTION 92(3) OF THE ACT AND RULES THEREUNDER

The extract of Annual Return in Form No. MGT 9 as required under provisions of Section 92(3) of the Act and prescribed in Rule 12 of Companies (Management and Administration) Rules, 2014 is appended as **Annexure C** to this Report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

During the year under review, there were no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations. Further, no penalties have been levied by any Regulators or Courts.

ACKNOWLEDGEMENTS

The Directors express their sincere gratitude to the Securities and Exchange Board of India, Ministry of Corporate Affairs, Registrar of Companies, other government and regulatory authorities, lenders, financial institutions and the Company's bankers for the ongoing support extended by them. The Directors also place on record their sincere appreciation for the continued support extended by the Company's stakeholders and trust reposed by them in the Company. The Directors sincerely appreciate the commitment displayed by the employees of the Company resulting in successful performance during the year.

For and on behalf of the Board of Directors

Sunil Prabhune
Director
DIN: 07517824

Raju Dodti
Director
DIN: 06550896

Place: Mumbai
Date: May 2, 2018

ANNUAL REPORT 2017-18 - ANNEXURE B TO BOARD'S REPORT

FORM AOC-1

[Statement pursuant to first proviso to sub-section (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014]

Statement containing salient features of the financial statement of subsidiaries, associate companies and joint ventures

Part - A : Subsidiaries

(₹ in Lakh)

Name of the subsidiary	Mudit Cement Private Limited
Date of acquisition	27/12/2013
Share capital	210.48
Reserves & surplus	(2,141.71)
Total assets	3,934.94
Total Liabilities	3,934.94
Investments	-
Turnover	-
Profit / (loss) before taxation	(544.72)
Provision for taxation	22.88
Profit/ (loss) after taxation	(567.60)
Proposed Dividend	-
% of shareholding	100%

Name of Subsidiaries which are yet to commence operations: Mudit Cement Private Limited

Part - B : Associates and Joint Ventures

Statement pursuant to the provisions of Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures: Not Applicable

Names of associates or joint ventures which have been liquidated or sold during the year: Not Applicable

For and on behalf of the Board of Directors

Sunil Prabhune
Director
DIN: 07517824

Raju Dodti
Director
DIN: 06550896

Place: Mumbai
Date: May 2, 2018

Charmi Gangar
Head Accounts

Kanjin Sheth
Company Secretary

ANNUAL REPORT 2017-18 - ANNEXURE C TO BOARD'S REPORT

FORM NO. MGT 9

EXTRACT OF ANNUAL RETURN as on financial year ended on March 31, 2018

[Pursuant to Section 92 (3) of the Companies Act, 2013 and Rule 12(1) of the Company (Management & Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i)	CIN	U65100MH2011PLC299024
ii)	Registration Date	June 16, 2011
iii)	Name of the Company	L&T Financial Consultants Limited (erstwhile L&T Vrindavan Properties Limited)
iv)	Category/Sub-category of the Company	Company limited by Shares/ Indian Non-Government Company
v)	Address of the Registered office & contact details	Brindavan, Plot No. 177, C.S.T. Road, Kalina, Santacruz (East), Mumbai - 400 098, Maharashtra, India. Phone: +91 22 6212 5000 Fax: +91 22 6621 7509 Website: www.ltfs.com
vi)	Whether listed company	No
vii)	Name, address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Private Limited C 101, 247 Park, L.B.S.Marg, Vikhroli (West), Mumbai - 400083, Maharashtra, India. Tel: +91 22 4918 6262 Fax: +91 22 4918 6060 E-mail: rnt.helpdesk@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY

Sr. No.	Name & Description of main products/ services	NIC Code of the Product /service	% to total turnover of the company
1.	Dealing in Real Estate properties	68100	65
2.	Merchant Banking	64990	29

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name & address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	L&T Finance Holdings Limited Brindavan, Plot No. 177, C.S.T Road, Kalina, Santacruz (East), Mumbai- 400 098	L67120MH2008PLC181833	Holding Company	100.00	2(46)
2.	Mudit Cement Private Limited 5th Floor, DCM Building, 16, Barakhamba Road, Connaught Place, New Delhi-110 001	U26942DL1990PTC041941	Subsidiary Company	100.00	2(87)

IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS % OF TOTAL EQUITY)

(i) Category – wise Shareholding :-

Category of Shareholders	No. of Shares held at the beginning of the year (As on April 1, 2017)				No. of Shares held at the end of the year (As on March 31, 2018)				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	-	6*	6*	0	-	6*	6*	0	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt(s).	-	-	-	-	-	-	-	-	-

Category of Shareholders	No. of Shares held at the beginning of the year (As on April 1, 2017)				No. of Shares held at the end of the year (As on March 31, 2018)				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
d) Bodies Corporate	-	1,87,49,994	1,87,49,994	100	1,87,49,994	-	1,87,49,994	-	-
e) Bank/FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total: (A)(1)	-	1,87,50,000	1,87,50,000	100	1,87,49,994	6*	1,87,50,000	100	-
(2) Foreign									
a) NRIs- Individuals	-	-	-	-	-	-	-	-	-
b) Other- Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A)(2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter (A)= (A)(1) + (A)(2)	-	1,87,50,000	1,87,50,000	100	1,87,49,994	6*	1,87,50,000	100	-
B. Public Shareholding									
(1) Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt(s).	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):	-	-	-	-	-	-	-	-	-
(2) Non - Institutions									
(a) Bodies corporate	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
(b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individuals shareholders holding nominal share capital in excess of ₹ 1 lakh	-	-	-	-	-	-	-	-	-
(c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)= (B)(1)+(B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	1,87,50,000	1,87,50,000	100	1,87,49,994	6*	1,87,50,000	100	-

*The Company is a wholly-owned subsidiary of L&T Finance Holdings Limited. For the purpose of complying with the provisions regarding minimum number of Members, 6 shares are held by 6 Members jointly with L&T Finance Holdings Limited.

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (As on April 1, 2017)			Shareholding at the end of the year (As on March 31, 2018)			% 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.	L&T Finance Holdings Limited	1,87,50,000*	100.00	-	1,87,50,000*	100.00	-	-
	Total	1,87,50,000*	100.00	-	1,87,50,000*	100.00	-	-

*The Company is a wholly-owned subsidiary of L&T Finance Holdings Limited. For the purpose of complying with the provisions regarding minimum number of members, 6 shares are held by 6 members jointly with L&T Finance Holdings Limited.

(iii) Change in Promoters' Shareholding

Sr. No.	Name of the Promoter	Date	Shareholding at the beginning of the year (As on April 1, 2017)		Cumulative Shareholding during the year (April 1, 2017 to March 31, 2018)	
			No. of Shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	-	-	-	-	-
	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)	-	-	-	-	-
	At the end of the year	-	-	-	-	-

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

Sr. No.	Name of the Shareholder	Shareholding at the beginning of the year (As on April 1, 2017)		Cumulative Shareholding during the year (April 1, 2017 to March 31, 2018)	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
1.	At the beginning of the year	-	-	-	-
	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)	-	-	-	-
	At the end of the year (or on the date of separation, if separated during the year)	-	-	-	-

(v) Shareholding of Directors & Key Managerial Personnel

Sr. No.	Name of Director/KMP	Date	Shareholding at the beginning of the year (As on April 1, 2017)		Cumulative Shareholding during the year (April 1, 2017 to March 31, 2018)	
			No. of shares	% of total shares of the company	No of shares	% of total shares of the company
1	Mr. Sunil Prabhune					
	At the beginning of the year	April 1, 2017	1*	-	-	-
	At the end of the year	March 31, 2018	-	-	1*	-
2	Mr. Raju Dodti					
	At the beginning of the year	April 1, 2017	1*	-	-	-
	At the end of the year	March 31, 2018	-	-	1*	-

*The Company is a wholly-owned subsidiary of L&T Finance Holdings Limited. For the purpose of complying with the provisions regarding minimum number of Members, shares held jointly with L&T Finance Holdings Limited.

V. INDEBTEDNESS

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

(₹ in lakh)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	38,179.82	-	38,179.82
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	463.36	-	463.36
Total (i+ii+iii)	-	38,643.17	-	38,643.17
Change in Indebtedness during the financial year				
• Additions	-	44,468.14	-	44,468.14
• Reduction	-	44,513.69	-	44,513.69
Net Change	-	(45. 54)	-	(45. 54)
Indebtedness at the end of the financial year				
i) Principal Amount	-	38,134.28	-	38,134.28
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	1,321.42	-	1,321.42
Total (i+ii+iii)	-	39,455.70	-	39,455.70

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director (MD), Whole time director (WTD) and/or Manager

(Amount in ₹)

Sr. No	Particulars of Remuneration	Name of the MD/ WTD/Manager
		Mr. Suresh Darak ⁽¹⁾ Manager
1	Gross salary:	Not Applicable
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax, 1961.	-
	(b) Value of perquisites under section 17(2) of the Income Tax Act, 1961	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-
2	Stock option (Number of options)	-
3	Sweat Equity	-
4	Commission	
	- as % of profit	-
	- others (specify)	-
5	Others, please specify	-
	Total (A)	-
	Ceiling as per the Act	-

⁽¹⁾ Draws remuneration from another company within the L&T Financial Services Group.

B. Remuneration to other Directors

(Amount in ₹)

Particulars of Remuneration	Name of the Directors						Total Amount
	Independent Directors			Non Executive Directors			
	Mr. Subramaniam N. ⁽¹⁾	Dr. (Mrs.) Rajani R. Gupte ⁽²⁾	Mr. Desh Raj Dogra ⁽³⁾	Mr. Sunil Prabhune	Mr. Raju Dodti	Mr. Virender Pankaj	
(a) Fee for attending Board and Committee meetings	80,000	2,00,000	80,000	-	-	-	3,60,000
(b) Commission	-	-	-	-	-	-	-
(c) Others, please specify	-	-	-	-	-	-	-
Total (B)	80,000	2,00,000	80,000	-	-	-	3,60,000
Total Managerial Remuneration	80,000	2,00,000	80,000	-	-	-	3,60,000
Overall Ceiling as per the Act	-						

⁽¹⁾ Remuneration data till June 10, 2017.

⁽²⁾ Remuneration data till October 17, 2017.

⁽³⁾ Appointed as a Director with effect from July 7, 2017 and ceased to be a Director with effect from August 23, 2017

C. Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD

(Amount in ₹)

Sr. No.	Particulars of Remuneration	Name of the Key Managerial Personnel				Total Amount
		Mr. Ramesh Sankhe [#] (CFO) ⁽¹⁾	Ms. Charmi Gangar [#] (CFO) ⁽²⁾	Mr. Kailash Purohit CS ⁽³⁾	Mr. Kanjin Sheth CS ⁽⁴⁾	
1	Gross Salary					
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-	-	-
	b) Value of perquisites under Section 17(2) of the Income Tax Act, 1961	-	-	-	-	-
	c) Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	-	-	-	-	-
	- as % of profit	-	-	-	-	-
	- others, specify	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	Total	-	-	-	-	-

[#] Appointed as Head-Accounts to discharge the functions of CFO

⁽¹⁾ Resigned effective dated December 5, 2017 and drew remuneration from another company within the L&T Financial Services Group.

⁽²⁾ Appointed effective dated January 24, 2018 and draws remuneration from another company within the L&T Financial Services Group.

⁽³⁾ Appointed effective dated May 2, 2017 and resigned effective dated October 24, 2017 and drew remuneration from another company within the L&T Financial Services Group.

⁽⁴⁾ Appointed effective dated January 24, 2018 and draws remuneration from another company within the L&T Financial Services Group.

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: NONE

For and on behalf of the Board of Directors

Sunil Prabhune
Director
DIN: 07517824

Raju Dodti
Director
DIN: 06550896

Place: Mumbai
Date: May 2, 2018

Independent Auditors' Report

To the members of L&T Financial Consultants Limited (formerly known as L&T Vrindavan Properties Limited)

Report on the Ind AS standalone financial statements

We have audited the accompanying Ind AS standalone financial statements of L&T Financial Consultants Limited (formerly known as L&T Vrindavan Properties Limited) ("the Company"), which comprise the balance sheet as at 31 March 2018, the statement of profit and loss (including other comprehensive income), the cash flow statement and the statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (herein after referred to as "Ind AS Standalone financial statements").

Management's responsibility for the Ind AS standalone financial statements

The Company's board of directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder.

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

Auditor's responsibility

Our responsibility is to express an opinion on these Ind AS Standalone financial statements based on our audit.

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

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

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

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

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the 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 31 March 2018, and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on other legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the central government in terms of section 143(11) of the Act, we give in Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

- a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) the balance sheet, the statement of profit and loss (including other comprehensive income), the cash flow statement and statement of changes in equity dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid Ind AS financial statements comply with the accounting standards prescribed under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Indian Accounting Standards) Rules, 2015 (as amended);
- e) On the basis of the written representations received from the directors as on 31 March 2018 taken on record by the board of directors, none of the directors is disqualified as on 31 March, 2018 from being appointed as a director in terms of section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report

in Annexure B. Our report expresses an unmodified opinion on the operating adequacy and operating effectiveness of the Company's internal financial over financial reporting; and

- 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 did not have any pending litigations on its financial position in its Ind AS standalone financial statements- refer note 32.10 to the Ind AS standalone financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts, for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Sharp & Tannan

Chartered Accountants

Firm's registration No.109982W

R. P. Acharya

Partner

Membership no. 039920

Mumbai, 02 May 2018

Annexure 'A' To The Independent Auditors' Report

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report of even date)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) We are informed by the Company that, fixed assets have been physically verified by management, which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. The frequency of physical verification is reasonable and no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and records of the Company examined by us, the title deeds are held in the name of the Company.
- (ii) According to the information and explanations given to us, the Company is engaged primarily in services related to merchant banking, leasing of properties and its activities do not require it to hold any inventories and hence reporting under 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, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraphs 3(iii) (a), (b) and (c) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of sections 185 and 186 of the Act, with respect to the loans, investments, guarantees, and security, as applicable.
- (v) In our opinion and according to information and explanation given to us, the Company has not accepted deposits as per the directives issued by the Reserve Bank of India under the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- (vi) According to the information and explanations given to us, 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. Accordingly, reporting under paragraph 3(vi) of the Order is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income tax, service tax, goods and service tax, cess and other material statutory dues have been generally regular in depositing during the year by the Company with the appropriate authorities. As explained to us the Company did not have any dues on account of sales-tax, duty of customs, duty of excise, and value added tax.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, service tax, goods and service tax, cess and other material statutory and other material statutory dues were in arrears as at 31 March 2018 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and on the basis of our examination of records of the Company, the particulars of income tax, value added tax, sales tax, service tax, duty of excise and duty of custom which have not been deposited with the appropriate authorities on account of any dispute as at 31 March 2018 is nil.
- (viii) According to the records of the Company examined by us and the information and explanation given to us, the Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable to the Company.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable to the Company.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the records of the Company examined by us and the information and explanation given to

us, managerial remuneration has been provided in accordance with the provisions of section 197 read with schedule V of the Act.

- (xii) In our opinion and according to the information and explanation given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or partly convertible debentures during the

year. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.

- (xv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not entered into non- cash transactions with directors or persons connected with him and hence provisions of section 192 of the Act are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Sharp & Tannan

Chartered Accountants

Firm's registration No.109982W

R. P. Acharya

Partner

Membership no. 039920

Mumbai, 02 May 2018

Annexure 'B' To The Independent Auditors' Report

(Referred to in paragraph 2(f) of our report of even date)

Report on the internal financial controls under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of L&T Financial Consultants Limited (formerly known as L&T Vrindavan Properties Limited) ("the Company") as of 31 March 2018 in conjunction with our audit of the Ind AS standalone financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance note on audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the guidance note on audit of internal financial controls over financial reporting and the standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and, both issued by the ICAI. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal

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

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

Meaning of internal financial controls over financial reporting

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

Inherent limitations of internal financial controls over financial reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial

reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control

stated in the guidance note on audit of internal financial controls over financial reporting issued by the ICAI.

For Sharp & Tannan

Chartered Accountants
Firm's registration No.109982W

R.P. Acharya

Partner
Membership no. 039920
Mumbai, 02 May 2018

Balance Sheet as at March 31, 2018

(₹ In Lakh)

Particulars	Notes	As at 31 March 2018	As at 31 March 2017
I. ASSETS			
1) Non-current assets			
(a) Property, Plant and Equipment	2	2,877.30	3,306.54
(b) Investment Property	3	35,674.82	36,252.77
(c) Other Intangible assets	4	0.43	3.09
(d) Financial Assets			
(i) Investments	5	426.10	426.10
(ii) Loans	6	21.74	59.68
(e) Deferred tax assets (net)	7	1,025.55	1,546.38
(f) Current Year Income Tax (net)	8	941.10	1,836.48
(g) Other non-current assets	9	3,144.64	1,356.03
		44,111.68	44,787.07
2) Current assets			
(a) Financial Assets			
(i) Trade receivables	10	421.55	9.67
(ii) Cash and cash equivalents	11	105.90	84.24
(iii) Loans	12	4,051.99	718.50
(iv) Others Financial Assets	13	53.84	3,670.12
(b) Other current assets	14	24.72	52.45
(c) Assets classified as held for sale	15	116.98	2,003.76
		4,774.98	6,538.74
TOTAL		48,886.66	51,325.81
II. EQUITY AND LIABILITIES			
1) Equity			
(a) Equity share capital	16	1,875.00	1,875.00
(b) Other equity	17	4,490.37	8,771.56
		6,365.37	10,646.56
2) Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Other financial liabilities	18	1,385.62	1,275.62
(b) Non-current Provisions	19	22.15	18.77
(c) Other non-current liabilities	20	20.62	140.13
		1,428.39	1,434.52
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	21	39,455.70	38,643.17
(ii) Trade payables	22	40.11	40.16
(iii) Other financial liabilities	23	285.72	426.48
(b) Other current liabilities	24	1,294.10	121.39
(c) Current Provisions	25	17.27	13.53
		41,092.90	39,244.73
TOTAL		48,886.66	51,325.81
Significant accounting policies	Note 1		
See accompanying notes to the Financials Statements			

As per our report attached
SHARP & TANNAN
Chartered Accountants
Firm's registration no. 109982W
by the hand of

R. P. Acharya
Partner
Membership no. 039920

Place: Mumbai
Date: 02 May, 2018

For and on behalf of the Board of Directors of
L&T Financial Consultants Limited

Raju Dodti
Director
(DIN-06550896)

Charmi Gangar
Head Accounts(CFO)

Sunil Prabhune
Director
(DIN-07517824)

Kanjin Sheth
Company Secretary

Statement of Profit and Loss for the year ended March 31, 2018

(₹ In Lakh)

Particulars	Notes	Year ended 31 March 18	Year ended 31 March 17
I. INCOME:			
Revenue from operations	26	8,251.48	5,142.18
Other income	27	541.27	806.12
Total Income		8,792.75	5,948.30
II. EXPENSES:			
Employee benefits expense	28	439.19	360.54
Finance costs	29	3,329.74	4,076.81
Depreciation and amortization expense	2,3,4	725.60	756.19
Other expenses	30	886.21	1,020.88
Provisions and contingencies	31	922.39	550.44
Total Expenses		6,303.13	6,764.86
Profit/(loss) before tax		2,489.62	(816.56)
Less:			
Tax expense:			
Current tax		730.85	-
Deferred tax		520.83	(1,234.57)
MAT Credit Entitlement		(730.85)	(1,249.00)
		520.83	(2,483.57)
Profit/(loss) for the period/ year		1,968.79	1,667.01
III. Other comprehensive income for the year			
Items that may be reclassified to profit or loss			
Remeasurements of the net defined benefit plans		(0.12)	(1.05)
Total comprehensive income for the year		1,968.67	1,665.96
Earnings per equity share :			
Nominal value per equity share (₹)		10.00	10.00
Basic	Note 32.5	10.50	8.89
Diluted	Note 32.5	10.50	8.89
Significant accounting policies	Note 1		
See accompanying notes to the Financials Statements			

As per our report attached
SHARP & TANNAN
Chartered Accountants
Firm's registration no. 109982W
by the hand of

R. P. Acharya
Partner
Membership no. 039920

Place: Mumbai
Date: 02 May, 2018

For and on behalf of the Board of Directors of
L&T Financial Consultants Limited

Raju Dodti
Director
(DIN-06550896)

Charmi Gangar
Head Accounts(CFO)

Sunil Prabhune
Director
(DIN-07517824)

Kanjin Sheth
Company Secretary

Statement of changes in equity for the year ended March 31, 2018

(₹ In Lakh)

a. Equity Share Capital

Balance as at 01-04-2016	Change during period	Balance at 31-03-2017
1,875.00	-	1,875.00

Balance as at 01-04-2017	Change during period	Balance at 31-03-2018
1,875.00	-	1,875.00

b. Other Equity

Particulars	Reserves and Surplus				Total
	Debtur Redemption Reserve	Retained Earnings	Other Reserve (arising on the grant of ESOPs)	General Reserve	
Balance at 01-04-2016	3,368.37	3,736.76	0.47	-	7,105.60
Total Comprehensive Income for the year	-	1,665.96	-	-	1,665.96
Transfer from Debtur Redemption Reserve	(3,368.37)	-	-	3,368.37	-
Transfer of retained earnings	-	-	-	-	-
Balance at 31-03-2017	-	5,402.72	0.47	3,368.37	8,771.56

Particulars	Reserves and Surplus				Total
	Debtur Redemption Reserve	Retained Earnings	Other Reserve (arising on the grant of ESOPs)	General Reserve	
Balance at 01-04-2017	-	5,402.72	0.47	3,368.37	8,771.56
Total Comprehensive Income for the year	-	1,968.67	-	-	1,968.67
Transferred from surplus in the Statement of Profit and Loss	-	-	12.50	-	12.50
Transfer of retained earnings	-	-	-	-	-
Interim dividend (net of DDT)	-	(6,262.36)	-	-	(6,262.36)
Balance at 31-03-2018	-	1,109.03	12.97	3,368.37	4,490.37

**As per our report attached
SHARP & TANNAN**
Chartered Accountants
Firm's registration no. 109982W
by the hand of

R. P. Acharya
Partner
Membership no. 039920

Place: Mumbai
Date: 02 May, 2018

**For and on behalf of the Board of Directors of
L&T Financial Consultants Limited**

Raju Dodti
Director
(DIN-06550896)

Charmi Gangar
Head Accounts(CFO)

Sunil Prabhune
Director
(DIN-07517824)

Kanjin Sheth
Company Secretary

Cash Flow Statement for the year ended March 31, 2018

(₹ In Lakh)

	2017-18	2016-17
A. Cash flow from operating activities		
Profit/(loss) before tax as per statement of profit and loss	2,489.62	(816.56)
Adjustment for:		
Provision for employee benefits	24.33	14.65
Depreciation	725.60	756.19
Profit on sale of current investment	-	(16.39)
Profit on sale of fixed assets	(91.93)	(156.94)
Lease rental income on amortisation of Security deposit	(119.52)	(124.03)
Interest/Dividend income on ICD/FD/ Investment	(448.15)	(627.72)
Interest expenses	3,323.17	4,067.25
Provisions and Contingencies	922.39	550.44
Operating profit before working capital changes	6,825.51	3,646.89
Changes in working capital		
(Increase)/ Decrease in loans and advances	(1.86)	73.07
(Increase)/ Decrease in Trade receivables	(412.93)	1.87
(Increase)/ Decrease in current and non current assets	27.73	(255.02)
Increase/ (Decrease) in current and non current liabilities and provisions	(32.14)	29.29
Cash generated from operations	6,406.31	3,496.11
Direct taxes paid	(893.23)	(587.48)
Net cash generated from operating activities (A)	5,513.08	2,908.63
B. Cash flows from investing activities		
Add : Inflows from investing activities		
Sale/ Redemption of current investments	-	1,500.00
Inter corporate deposits recovered	-	385.27
Interest received from investing activities	739.63	627.72
Sale of fixed assets	2,297.44	500.00
	3,037.07	3,012.99
Less : Outflow for investing activities		
Inter corporate Deposit given	917.03	767.29
Purchase of fixed assets (including capital work in progress)	7.68	646.89
	924.71	1,414.18
Net cash generated from investing activities (B)	2,112.36	1,598.81

Cash Flow Statement for the year ended March 31, 2018

(₹ In Lakh)

	2017-18	2016-17
C. Cash flows from financing activities		
Add : Inflows from financing activities		
Proceeds from inter corporate borrowing	44,468.14	38,179.82
	44,468.14	38,179.82
Less : Outflows for financing activities		
Dividend paid (including dividend distribution tax)	5,203.13	-
Interest expenses paid	2,355.11	3,776.29
Repayment of inter corporate borrowing	44,513.68	18,581.17
Repayment of long term borrowings	-	20,290.00
	52,071.92	42,647.46
Net cash used in financing activities (C)	(7,603.78)	(4,467.64)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	21.66	39.80
Cash and cash equivalents as at beginning of the year	84.24	44.44
Cash and cash equivalents as at end of the year	105.90	84.24

Notes:

- Cash and cash equivalents represent cash and bank balances.
- Purchase of fixed assets includes movements of capital work in progress during the year.
- Effective April 1, 2017, the Company adopted the amendment to Ind AS 7 – Statement of Cash flows, which requires entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including changes arising from cashflows and non-cash items. This would require disclosure of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities. The adoption of this amendment did not have a material impact on the financial statements.
- Previous year figures have been regrouped/reclassified wherever applicable.

As per our report attached
SHARP & TANNAN
Chartered Accountants
Firm's registration no. 109982W
by the hand of

R. P. Acharya
Partner
Membership no. 039920

Place: Mumbai
Date: 02 May, 2018

For and on behalf of the Board of Directors of
L&T Financial Consultants Limited

Raju Dodti
Director
(DIN-06550896)

Charmi Gangar
Head Accounts(CFO)

Sunil Prabhune
Director
(DIN-07517824)

Kanjin Sheth
Company Secretary

Notes to the Financial Statements for the year ended March 31, 2018

1. Significant accounting policies

A. Basis of preparation of financial statements

These financial statements have been prepared in accordance with Indian Accounting Standard (Ind AS) notified under the Companies (Indian Accounting Standard) Rules, 2015 read with Section 133 of the Companies Act, 2013 with effect from 1st April 2016. Previous period numbers in the financial statements have been restated to Ind AS.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013.

The financial statements are presented in 'Indian Rupees' (INR), which is Company's functional and presentation currency and the same has been rounded off to the nearest lakhs.

B. Financial Instruments

(a) Financial Assets:

All financial assets are recognised initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are added to the fair value measured on initial recognition of financial assets.

Financial assets are subsequently measured either at amortised cost, fair value through other comprehensive income (FVTOCI) or fair value through profit or loss (FVTPL) based on assessment of its business model test and contractual cash flows characteristics.

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

The gains/ losses on sale of investments are recognised in the statement of profit and loss on the trade day. Profit or loss on sale of investments is determined on weighted average cost basis.

(b) Financial Liabilities:

Trade and other payables represent liabilities for goods and services provided to the Company prior to the end of financial year which are

unpaid. Trade and other payables are initially recognised at fair value, and subsequently carried at amortised cost.

C. Use of Estimates

The preparation of financial statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting year. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any change in such estimates is recognised prospectively.

D. Revenue Recognition

- Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- Income from services is recognized as per the terms of contracts on accrual basis.
- Interest income on deposits is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.
- Dividend is accounted when the right to its receipt is established.
- Rental income is recognised on accrual basis.

E. Property, plant and equipment and intangible assets

Property, plant and equipment are stated at cost of acquisition including any cost attributable for bringing the asset to its working condition, less accumulated depreciation.

Intangible fixed assets comprising of software licenses are stated at cost of acquisition including any cost attributable for bringing the asset to its working condition, less accumulated amortisation. Any expenses on such software licenses for support and maintenance payable annually are charged to the statement of Profit and Loss.

Property, plant and equipment not ready for the intended use on the date of the Balance Sheet are disclosed as "Capital Work in Progress".

Notes to the Financial Statements for the year ended March 31, 2018

F. Investment Properties

Property that is held for long term rental yields or for capital appreciation or both, and that is not occupied by the company, is classified as investment property. Investment property is measured initially at cost, including related transaction costs and where applicable borrowing costs. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of investment property is replaced, the carrying amount of the replaced part is derecognized.

Investment properties are depreciated using the straight line method over their estimated useful lives.

G. Income Taxes

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

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in financial statements. Deferred tax assets are recognised with regard to all deductible timing differences to the extent it is probable that taxable profit will be available against which deductible timing differences can be utilised. When the Company carries forward unused tax losses and unabsorbed depreciation, deferred tax assets are recognised only to the extent it is probable certainty backed by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realised. The carrying amounts of deferred tax assets are reviewed at each balance sheet date and reduced by the extent that it is no longer probable that sufficient taxable profit will be available to allow all or a part of the deferred tax asset to be utilised.

Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal Income Tax during the specified period. In the year in which the MAT credit becomes eligible

to be recognised as an asset in accordance with the Guidance Note issued by the ICAI, the said assets is created by way of a credit to the Statement of Profit and Loss.

H. Provisions and Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements. Contingent Assets are not recognised.

I. Cash and Cash Equivalents

Cash and Bank Balances that have insignificant risk of change in value including term deposits, which have original durations up to three months, are included in cash and cash equivalents in the Cash Flow Statement.

J. Trade Receivables:

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

K. Leases

Where the company is lessee

Operating lease:

Operating leases, where the lessor effectively retains substantially all the risks and benefits of ownership

Notes to the Financial Statements for the year ended March 31, 2018

of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term. Initial direct costs incurred specifically for operating leases are recognised as expenses in the year in which they are incurred.

Where the company is lessor

Finance Lease:

Leases in which the company transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognized as a receivable at an amount equal to the net investment in the lease. After initial recognition, the company apportions lease rentals between the principal repayment and interest income so as to achieve a constant periodic rate of return on the net investment outstanding in respect of the finance lease. The interest income is recognized in the Statement of Profit and Loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Statement of Profit and Loss.

Operating Lease:

Leases in which the company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the Statement of Profit and Loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the Statement of Profit and Loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Statement of Profit and Loss.

L. Depreciation and Amortisation

Depreciation/Amortization on fixed assets is calculated on a straight-line which reflect the management's estimate of the useful lives of respective fixed assets and are greater than or equal to the corresponding rate prescribed in Schedule II of the Companies Act, 2013.

- Fixed assets costing ₹ 5,000/- or less are fully depreciated in the year of installation.
- Depreciation is charged for the full month in the month of purchase/sale even used for part of the month.

M. Earnings per share

Basic and diluted earnings per share are computed in accordance with Ind AS 33 – Earnings per share.

Basic earnings per share is calculated by dividing the net profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

N. Retirement and other employee benefits

Short term employee benefits:

All employee benefits falling due wholly within twelve months of rendering the services are classified as short-term employee benefits. Benefits such as salaries, short term compensated absences etc. and estimated variable remuneration are recognized in the period in which the employee renders the related service.

Post employment benefits:

(a) Defined contribution plans:

The Company's provident fund and pension are defined contribution plans. The contribution paid/payable under the scheme is recognized during the period in which the employee renders the related services.

(b) Defined benefit plan

The Company's gratuity scheme is defined benefit plan. The employee gratuity obligation is determined based on actuarial valuation using Projected Unit Credit method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under defined benefit plans, is based on the market yield on government securities of a maturity period equivalent to the weighted average maturity profile of the related obligations at the balance sheet date.

Notes to the Financial Statements for the year ended March 31, 2018

Actuarial gains and losses are recognized in the period in which they incur directly in the other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Long Term Employee Benefits:

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the reporting date. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred.

The Company presents the entire leave as a current liability in the balance sheet, since it does not have an Unconditional right to defer its settlement for twelve months after the reporting date.

O. Impairment of Assets

Property, plant and equipment and intangible assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount, which is the higher of the asset's net selling price or its value in use.

P. Commitments

Commitments are future liabilities for contracted expenditure. Commitments are classified and disclosed as follows:-

- Estimated amount of contracts remaining to be executed on capital account are not provided for.
- Other non cancellable commitments, if any to the extent they are considered material and relevant in the opinion of the management.

Q. Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using effective interest rate method.

R. Borrowing Costs

Borrowing cost includes interest and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs that are attributable to the construction of a qualifying asset are capitalised as part of cost of such asset till such time the asset is ready for its intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred.

S. Cash flow Statements

Cash flows are reported using the indirect method whereby cash flows from operating, investing and financing activities of the Company are segregated and profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments.

T. Extraordinary and exceptional items

Income or expenses that arise from events or transactions that are clearly distinct from the ordinary activities of the Company are classified as extraordinary items. Specific disclosure of such events/transactions is made in the financial statements. Similarly, any external event beyond the control of the Company, significantly impacting income or expense, is also treated as extraordinary item and disclosed as such.

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the Company, is such that its disclosure improves an understanding of the performance of the Company. Such income or expense is classified as an exceptional item and accordingly disclosed in the notes to the financial statements.

Notes to the Financial Statements for the year ended March 31, 2018

(₹ In Lakh)

2

Particulars	Cost/Valuation					Depreciation			Book Value	
	Gross Block as on 01-April-2017	Additions	Deductions	As at 31 March 2018	Opening as on 01-April-2017	For the period	Deductions	As at 31 March 2018	As at 31 March 2018	As at 31-March-17 2018
Office equipments	567.39	-	-	567.39	163.94	112.31	-	276.25	291.14	403.45
Furniture and Fixtures	548.33	-	-	548.33	65.19	52.70	-	117.89	430.44	483.14
Computers	22.64	-	-	22.64	13.30	6.67	-	19.97	2.67	9.34
Electrical & Installation	2,711.11	-	-	2,711.11	300.50	257.56	-	558.06	2,153.05	2,410.61
Total	3,849.47	-	-	3,849.47	542.93	429.24	-	972.17	2,877.30	3,306.54

3 Investment Properties (₹ In Lakh)

Particulars	As at 31 March 2018	As at 31 March 2017
Gross Carrying Amount		
Opening gross carrying amount/ Deemed cost	36,552.60	38,470.77
Add: Additions	7.69	626.80
Less: Classified as Assets held for sale	(302.27)	(2,178.60)
Less: Sale during the year	-	(366.37)
Closing gross carrying amount	36,258.02	36,552.60
Accumulated Depreciation and Impairment		
Opening accumulated depreciation	299.83	123.92
Add: Depreciation and Impairment	293.70	323.62
Less: Classified as Assets held for sale	(10.33)	(124.40)
Less: Deduction due to sale	-	(23.31)
Closing accumulated depreciation	583.20	299.83
Net Carrying Amount	35,674.82	36,252.77

(i) Amount recognised in profit or loss for investment properties (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Rental Income	4,100.66	3,711.64
Other Charges Recovery	1,589.78	593.54
Less: Direct Operating Expenses from property that generated rental income	561.03	729.18
Profit from investment properties before depreciation	5,129.41	3,576.00
Less: Depreciation and impairment	293.70	323.62
Profit from investment properties	4,835.71	3,252.38

Notes to the Financial Statements for the year ended March 31, 2018

(ii) Contractual obligations

Refer to Note 34.7 for disclosure of contractual obligations to purchase, construct or develop investment property or for its repairs, maintenance or enhancements.

(iii) Leasing arrangements

Certain investment properties are leased to tenants under long term operating leases with rentals payable monthly.

Minimum lease payments receivable under non-cancellable operating leases of investment properties are:

Particulars	As at 31 March 2018	As at 31 March 2017
Within one year	3,962.20	2,265.88
Later than one year but not later than 5 years	17,931.44	2,583.33
Later than 5 years	-	-
	21,893.64	4,849.21

(iv) The fair values of investment properties ₹ 40,120 lacs as at March 31, 2018 (₹ 36,708 lacs as at March 31, 2017).

(₹ In Lakh)

4

Particulars	Cost/Valuation					Depreciation			Book Value	
	Gross Block as on 01-April-2017	Additions	Deductions	As at 31 March 2018	Opening as on 01-April-2017	For the period	Deductions	As at 31 March 2018	As at 31 March 2018	As at 31-March-17 2018
Computer Software	8.55	-	-	8.55	5.46	2.66	-	8.12	0.43	3.09
Total	8.55	-	-	8.55	5.46	2.66	-	8.12	0.43	3.09

5 Non Current Financial Assets- Investments

(₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Investments in Equity Instruments:		
Investments in Subsidiary Companies		
Mudit Cements Private Limited	426.10	426.10
(21,04,800 Equity Shares of ₹ 10 each fully paid)		
Total	426.10	426.10

Notes to the Financial Statements for the year ended March 31, 2018

Note: Aggregate amount of unquoted investments

426.10

426.10

6 Non Current Financial Assets- Loans

(₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Security Deposit		
Secured Considered Good:	21.74	19.88
Loans and advances to related parties		
Unsecured Considered Good:	-	39.80
Total	21.74	59.68

7 Deferred tax assets (net)

(₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Deferred tax assets		
On unabsorbed brought forward losses	2,501.75	2,730.59
Other items	19.02	14.59
Total	2,520.77	2,745.18
Deferred tax liabilities		
Difference between book and tax depreciation	1,495.22	1,198.80
Total	1,495.22	1,198.80
Total	1,025.55	1,546.38

8 Non Current Assets- Current Year Income Tax (net)

(₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Advance Tax Instalments current year	941.10	587.48
MAT Credit Entitlement	730.85	1,249.00
	1,671.95	1,836.48
Less: Provision for current year tax	730.85	-
Total	941.10	1,836.48

9 Other Non Current Assets

(₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Income Tax prior years:		
MAT Credit Entitlement	2,449.00	1,200.00

Notes to the Financial Statements for the year ended March 31, 2018

Income Tax balance net of provisions	695.64	156.03
Total	3,144.64	1,356.03

10 Current Financial Assets- Trade receivables (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Trade Receivable		
Secured, considered good	-	-
Unsecured, considered good	418.38	9.67
Doubtful	4.22	-
Less: Allowance for doubtful debts	(1.05)	-
Total	421.55	9.67
Trade Receivable from related parties out of the above	418.38	9.67

11 Current Financial Assets-Cash and cash equivalents (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Balances with banks		
in current accounts	105.90	84.24
Cash on Hand	-	-
Total	105.90	84.24

12 Current Financial Assets- Loans (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Loans and advances to related parties		
Secured Considered Good	-	-
Unsecured Considered Good	5,481.15	730.29
Less: Provision on Advances	(1,429.16)	(11.79)
Total	4,051.99	718.50

13 Other Financial Assets (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Current maturity of loans and advances to related parties	72.83	4,158.33
Less: Provision on Advances	(18.99)	(488.21)
	53.84	3,670.12
Total	53.84	3,670.12

14 Other current assets (₹ In Lakh)

Notes to the Financial Statements for the year ended March 31, 2018

	As at 31 March 2018	As at 31 March 2017
Others	24.72	52.45
Total	24.72	52.45

15 Assets classified as held for sale (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Land	38.81	81.61
Building	101.80	1,972.59
Less: Provision on asset held for sale	(23.63)	(50.44)
Total	116.98	2,003.76

Land and Building classified as held for sale was measured at lower of carrying amount and fair value less costs to sell at the time of the reclassification, resulting in write down of Rs. 23.63 lakhs as provision on assets held for sale.

16 Equity share capital (₹ In Lakh)

	As at 31 March 2018		As at 31 March 2017	
	Number	₹ lakh	Number	₹ lakh
Authorised				
Equity shares of ₹ 10 each	25,000,000	2,500.00	25,000,000	2,500.00
Issued, Subscribed & Paid up shares				
Equity shares of ₹ 10 each	18,750,000	1,875.00	18,750,000	1,875.00
Total Issued, Subscribed & Paid up shares capital	18,750,000	1,875.00	18,750,000	1,875.00

(I) Reconciliation of the shares and amount outstanding at the beginning and at the end of the reporting year	As at 31 March 2018		As at 31 March 2017	
	Number	₹ lakh	Number	₹ lakh
Shares outstanding at the beginning of the year	18,750,000	1,875.00	18,750,000	1,875.00
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	18,750,000	1,875.00	18,750,000	1,875.00

(II) Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10 per share. Members of the Company holding equity shares capital therein have a right to vote, on every resolution placed before the Company and right to receive dividend. The voting rights on a poll is in proportion to the share of the paid up equity capital of the Company held by the shareholders. The Company declares dividends in Indian rupees. The final dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing Annual General Meeting.

(III) Equity shares in the Company held by the holding company	As at 31 March 2018	As at 31 March 2017
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Notes to the Financial Statements for the year ended March 31, 2018

	Number	₹ lakh	Number	₹ lakh
Equity Shares of ₹ 10 each fully paid held by L&T Finance Holdings Limited (Holding company) directly or through its beneficially nominees.	18,750,000	1,875.00	18,750,000	1,875.00

(IV) Details of shareholders holding more than 5% shares in the Company	As at 31 March 2018		As at 31 March 2017	
	Number	% Holding	Number	% Holding
Equity Shares of ₹ 10 each fully paid held by L&T Finance Holdings Limited (Holding company) directly or through its beneficially nominees.	18,750,000	100%	18,750,000	100%

(V) There is no shares allotted for consideration other than cash during 5 years immediately preceeding 31 March, 2018.

(VI) There are no shares allotted as fully paid up by way of bonus shares during 5 years immediately preceding 31 March, 2018.

(VII) There are no shares bought back during 5 years immediately preceding 31 March, 2018.

17 Other Equity

(₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
(I) Debenture Redemption Reserve		
As per last Balance sheet	-	3,368.37
Add : Transferred from surplus in the Statement of Profit and Loss	-	-
Less: Transferred to General Reserve	-	(3,368.37)
Closing balance	-	-
(II) Other Reserve (arising on the grant of ESOPs)		
As per last Balance sheet	0.47	0.47
Add : Transferred from surplus in the Statement of Profit and Loss	12.50	-
Closing Balance	12.97	0.47
(III) General Reserve		
As per last Balance sheet	3,368.37	-
Add: Transferred from Debenture Redemption Reserve	-	3,368.37
Closing balance	3,368.37	3,368.37
(III) Surplus in the Statement of Profit and Loss		
As per last Balance sheet	5,402.72	3,736.76
Add : Profit for the year	1,968.79	1,667.01
Add : Other comprehensive income	(0.12)	(1.05)
Less: Transferred to Debenture Redemption Reserve	-	-

Notes to the Financial Statements for the year ended March 31, 2018

Less: Profit available for appropriation	-	-
Less: Interim Dividend Paid	5,203.13	-
Less: Dividend Distribution Tax on Interim Dividend	1,059.23	-

Closing balance **1,109.03** **5,402.72**

Total reserves and surplus **4,490.37** **8,771.56**

18 Other financial liabilities (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Security deposit	1,385.62	1,275.62
Total	1,385.62	1,275.62

19 Non-current Provisions (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
For employee benefit		
Gratuity	22.15	18.77
Total	22.15	18.77

20 Other Non Current Liabilities (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Other Non Current Liabilities	20.62	140.13
Total	20.62	140.13

21 Current Financial Liabilities - Borrowings (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Unsecured		
Inter corporate borrowings	39,455.70	38,643.17
Total	39,455.70	38,643.17

22 Trade Payables (₹ In Lakh)

	As at 31 March 2018	As at 31 March 2017
Trade Payables		
Micro, Small and Medium Enterprises	-	-
Other than Micro and Small Enterprises	40.11	40.16
Total	40.11	40.16

23 Current Financial Liabilities -Other financial liabilities (₹ In Lakh)

Notes to the Financial Statements for the year ended March 31, 2018

	As at 31 March 2018	As at 31 March 2017
Accrued expenses	154.47	273.97
Payable to related parties	0.24	8.51
Advance money received	11.50	24.48
Other Liabilities	119.51	119.52
Total	285.72	426.48
24 Other Current Liabilities	(₹ In Lakh)	
	As at 31 March 2018	As at 31 March 2017
Statutory dues	234.87	121.39
Dividend Distribution Tax payable	1,059.23	-
Total	1,294.10	121.39
25 Current Provision	(₹ In Lakh)	
	As at 31 March 2018	As at 31 March 2017
Provision for employee benefit		
Gratuity	1.24	0.26
Leave encashment	16.03	13.27
Total	17.27	13.53
26 Revenue from operations	(₹ In Lakh)	
	Year ended 31 March 18	Year ended 31 March 17
Lease rental income	4100.66	3,711.64
Other charges recovery	1589.78	593.54
Arranger Fees (Net)	2561.04	837.00
Total	8,251.48	5,142.18
27 Other Income	(₹ In Lakh)	
	Year ended 31 March 18	Year ended 31 March 17
Interest on investments	-	1.18
Profit on sale of current investments	-	16.39
Interest income on inter corporate deposit/ FD	448.15	626.54
Profit on sale of Fixed Assets	91.93	156.94
Other Income	1.19	5.07
Total	541.27	806.12
28 Employee benefits expense	(₹ In Lakh)	
	Year ended 31 March 18	Year ended 31 March 17

Notes to the Financial Statements for the year ended March 31, 2018

Salaries		397.28		320.06
Leave encashment		3.91		8.29
<u>Contribution to and provision for:</u>				
Provident fund	14.12		12.01	
Gratuity	5.52	19.64	4.86	16.87
ESOP charges		12.51		-
Staff welfare		5.85		15.32
Total		439.19		360.54

29 Finance costs

(₹ In Lakh)

	Year ended 31 March 18	Year ended 31 March 17
Interest on debentures	-	2,041.02
Interest on Inter corporate deposits	3,213.17	1,922.32
Interest on Security Deposit	110.00	103.91
Interest cost Ind AS 19 - Gratuity	1.42	1.50
Interest Cost Ind AS 19 - Leave encashment	0.98	-
Others	4.17	8.06
Total	3,329.74	4,076.81

30 Other expenses

(₹ In Lakh)

	Year ended 31 March 18	Year ended 31 March 17
Professional and legal fees	62.58	39.00
Travelling and conveyance	52.97	41.90
Printing and stationery	0.28	0.33
Electricity charges	211.44	214.99
Insurance	3.35	0.78
Telephone and communication	2.17	10.98
Advertising and publicity	0.94	0.06
Payment to Auditor		
Auditor	1.50	1.50
For taxation matters	0.75	0.50
For limited review fees	1.50	1.55
For other services (including reimbursement of expenses)	0.48	2.12
Rates & taxes	157.37	171.88
Repairs & maintenance	349.59	514.19
Listing and Custodian fees	-	0.33
Brand license fees	30.00	-
Miscellaneous expenses	11.29	20.77

Notes to the Financial Statements for the year ended March 31, 2018

32.1 Disclosure pursuant to Indian Accounting Standard (Ind AS) 19 "Employee Benefits" 1,020.88

Total		886.21	1,020.88
i. Defined contribution plans: The Company makes provident fund contribution to defined contribution plans for qualifying employees. Under the schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. An amount of Rs. 14.12 lakhs, (previous year Rs. 12.01 lakhs) towards contribution to provident fund is recognised as an expense and included in employee benefit expenses in the statement of profit and loss. The contributions payable to these plans by the Company are at the rates specified in the rules of the schemes.			
Provision on loans and advances		948.15	500.00
Provision for Bad and doubtful debts		(26.81)	50.44
Provision for Company's share of the gratuity under employee benefit schemes to its employees.		1.05	-
Total		922.39	(₹ 150.44)

Sr Particulars No.		Gratuity plan	
		As at 31.03.2018	As at 31.03.2017
A) Present value of defined benefit obligation			
– Wholly funded		-	-
– Wholly unfunded		23.39	19.03
		23.39	19.03
Less: Fair value of plan assets		-	-
Amount to be recognised as liability or (asset)		23.39	19.03
B) Amounts reflected in the Balance Sheet			
Liabilities		23.39	19.03
Assets		-	-
Net liability/(asset)		23.39	19.03

b) The amounts recognised in Statement of Profit and Loss are as follows: (₹ In Lakh)

Sr Particulars No.		Gratuity plan	
		FY 2017-18	FY 2016-17
1	Current service cost	5.52	4.86
2	Interest cost	1.42	1.50
3	Expected (Return) on Plan Assets	-	-
4	Interest income on plan assets	-	-
5	Actuarial losses/(gains)	-	-
6	Actuarial losses/(gains)- diff between actual return on plan assets and interest income	-	-
7	Actuarial losses/ (gains)-others	0.12	1.05
8	Past service cost	-	-
9	Effect of any curtailment or settlement	-	-
10	Actuarial gain/(loss) not recognised in books	-	-
11	Adjustment for earlier years	-	-
12	Effect of the limit in para 64(b)	-	-
13	Business Combination	-	-
14	Translation adjustments	-	-
15	Amount capitalized out of the above	-	-
Total		7.06	7.41

Notes to the Financial Statements for the year ended March 31, 2018

- c) The changes in the present value of defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:

(₹ In Lakh)

Particulars	Gratuity plan	
	As at 31.03.2018	As at 31.03.2017
Opening balance of the present value of defined benefit obligation	19.03	18.77
Add: Current service cost	5.52	4.86
Add: Interest cost	1.42	1.50
Add: Contribution by plan participants		
i) Employer	-	-
ii) Employee	-	-
iii) Transfer-in/(out)	-	-
Add/(less): Actuarial losses/(gains)	0.12	1.05
Less: Benefits paid	(2.76)	(9.10)
Add: Past service cost	-	-
Add: Liabilities assumed on transfer of employees	0.06	1.95
Add: Business combination/acquisition	-	-
Add: Adjustment for earlier years	-	-
Add/(less): Translation adjustments	-	-
Closing balance of the present value of defined benefit obligation	23.39	19.03

- d) Principal actuarial assumptions at the Balance Sheet date (expressed as weighted averages):

Gratuity Plan	As at 31.03.2018	As at 31.03.2017
Discount rate (p.a.)	7.65%	7.50%
Salary Growth rate (p.a.)	9.00%	8.00%

The discount rate as on 31st March 2018 is based on the prevailing market yields of Indian government securities as at 31 March 2018 for the estimated term of the obligations. The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

A one percentage point change in actuarial assumptions would have the following effects on the defined benefit obligation of gratuity plan:

(₹ In Lakh)

Particulars	Effect of 1% increase		Effect of 1% decrease	
	2017-18	2016-17	2017-18	2016-17
Impact of change in salary growth rate	2.34	3.14	2.06	2.88
Impact of change in discount rate	(2.07)	(2.88)	(2.40)	(3.17)

- e) The average duration of the defined benefit plan obligations at the end of the reporting period is as follows:

Particulars	As at 31.03.2018	As at 31.03.2017
Gratuity plan	9.51 years	16.08 years

Notes to the Financial Statements for the year ended March 31, 2018

32.2. Borrowing cost :

Borrowing costs capitalized during the year is Nil. (previous year : Nil).

32.3. Segment reporting :

The Company has a single reportable segment which has similar risk and return for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographical segment i.e. domestic.

32.4. Related party disclosures: Ind AS - 24

(a) List of related party and relationships:

Ultimate Holding Company

- Larsen & Toubro Limited

Holding Company

- L&T Finance Holdings Limited

Subsidiary Company

- Mudit Cement Private Limited

Fellow Subsidiary Company

- L&T Finance Limited (Erstwhile Family Credit Limited)
- L&T Infrastructure Finance Company Limited
- L&T Housing Finance Limited
- L&T Investment Management Limited
- L&T Capital Markets Limited
- L&T Infra Debt Fund Limited
- L&T General Insurance Company Limited (upto September 8, 2016)

Key Managerial Personnel

- Mr. Suresh Darak- Manager

(b) Related Party Transaction:

(Exclusive of service tax / GST)

Sr. No.	Nature of Transactions	2017-18 ₹ in lakh	2016-17 ₹ in lakh
1	Inter Corporate Borrowings taken from		
	- L&T Finance Holdings Limited	39,268.14	38,179.82
	- L&T Infrastructure Finance Company Limited	5,200.00	-
2	NCD repaid:		
	- L&T Finance Holdings Limited	-	500.00
3	Inter Corporate Deposit given to		
	- Mudit Cement Private Limited	5,343.69	767.29
4	Inter Corporate Borrowings repaid		
	- L&T Finance Holdings Limited	44,513.69	18,871.17
5	Inter Corporate Deposit repaid by		
	- Mudit Cement Private Limited	4,426.66	385.27

Notes to the Financial Statements for the year ended March 31, 2018

(b) Related Party Transaction:

(Exclusive of service tax / GST)

Sr. No.	Nature of Transactions	2017-18 ₹ in lakh	2016-17 ₹ in lakh
6	Interest Expended on NCD		
-	L&T Finance Holdings Limited	-	50.86
7	Interest expended on Inter Corporate Borrowings		
-	L&T Finance Holdings Limited	3,211.92	1,922.32
-	L&T Infrastructure Finance Company Limited	1.25	-
8	Lease Rental Income		
-	L&T Finance Limited (Erstwhile Family Credit Limited)	1,638.75	1,514.62
-	L&T Infrastructure Finance Company Limited	1,038.51	982.62
-	L&T Housing Finance Limited	211.70	214.87
-	L&T Investment Management Limited	760.54	744.31
-	L&T Capital Markets Limited	151.61	22.12
-	L&T Infra Debt Fund Limited	83.52	4.82
-	L&T Finance Holdings Limited	96.53	63.54
-	Larsen & Toubro Limited	-	12.05
9	Interest Income on ICD given to		
-	Mudit Cement Private Limited	448.15	414.66
10	Professional Fees paid to		
-	Larsen & Toubro Limited	1.73	2.10
11	ESOP charges debited by		
-	L&T Finance Holdings Limited	12.51	-
12	Construction charges debited by		
-	Larsen & Toubro Limited	-	532.38
13	Security Deposit repaid to		
-	L&T Finance Limited (Erstwhile Family Credit Limited)	-	22.69
-	L&T General Insurance Company Limited	-	21.90
-	L&T Housing Finance Limited	-	9.72
-	Larsen & Toubro Limited	-	6.56
14	Expenses recovered from		
-	L&T Investment Management Limited	315.27	117.85
-	L&T Finance Limited (Erstwhile Family Credit Limited)	669.79	255.36
-	L&T General Insurance Company Limited	-	11.74
-	L&T Housing Finance Limited	103.21	47.65
-	L&T Infrastructure Finance Company Limited	410.74	120.82
-	L&T Capital Markets Limited	59.72	6.23
-	L&T Finance Holdings Limited	40.55	11.76
-	L&T Infra Debt Fund Limited	31.48	-
15	Interim Dividend to Holding Company		
-	L&T Finance Holdings Limited	5,203.13	-

Notes to the Financial Statements for the year ended March 31, 2018

(c) Amount due to/from related party:-

(₹ In Lakh)

Sr. No.	Nature of Transactions	As at March 31, 2018	As at March 31, 2017
1	Account payable to		
-	Larsen & Toubro Limited	1.80	3.46
-	L&T Finance Limited (Erstwhile Family Credit Limited)	0.40	-
2	Outstanding balance of ICB		
-	L&T Finance Holdings Limited	32,934.28	38,179.82
-	L&T Infrastructure Finance Company Limited	5,200.00	-
3	Interest accrued but not due ICB		
-	L&T Finance Holdings Limited	1,320.30	463.36
-	L&T Infrastructure Finance Company Limited	1.13	-
4	Outstanding balance of ICD		
-	Mudit Cement Private Limited	5,414.69	4,497.66
5	Interest accrued but not due on ICD		
-	Mudit Cement Private Limited	139.28	430.76
6	Outstanding Security Deposit taken from		
-	L&T Infrastructure Finance Company Limited	721.18	721.18
-	L&T Finance Limited (erstwhile Family Credit Limited)	381.43	381.43
-	L&T Investment Management Limited	352.64	352.64
-	L&T Finance Holdings Limited	30.63	30.63
-	L&T Housing Finance Limited	2.51	2.51
-	L&T Capital Markets Limited	6.60	6.60
-	L&T Infra Debt Fund Limited	2.41	2.41
7	Receivable from		
-	Larsen & Toubro Limited	4.72	-
-	L&T Housing Finance Limited	7.47	-
-	L&T Investment Management Limited	7.10	-
-	L&T Infrastructure Finance Company Limited	1.07	-
-	L&T Capital Markets Limited	1.78	0.39
-	L&T General Insurance Company Limited	4.22	4.22
-	L&T Finance Limited (erstwhile Family Credit Limited)	11.74	-
8	Equity Investment		
-	Mudit Cement Private Limited	426.10	426.10

Notes to the Financial Statements for the year ended March 31, 2018

32.5. Earnings Per Share: Ind AS 33

Particulars	2017-18	2016-17
Basic & Diluted		
Profit / (Loss) after tax as per statement of profit and loss (₹ lakh) (i)	1,968.79	1,667.01
Weighted average number of equity shares outstanding (ii)	1,87,50,000	1,87,50,000
Basic & Diluted EPS (₹) iii (i/ii)	10.50	8.89

32.6 Disclosure pursuant to Ind AS 12 "Income Taxes"

The major components of tax expense for the year ended March 31, 2018 and March 31, 2017

(₹ In Lakh)

Sr no.	Particulars	2017-18	2016-17
(a)	<u>i) Profit and Loss section</u>		
	Current Income tax :		
	Current income tax charge	730.85	-
	Deferred Tax:		
	Relating to origination and reversal of temporary difference	1,093.79	536.11
	MAT credit recognised	(730.85)	(1,249.00)
	Effect of previously recognised tax losses and tax offsets used during the current year to reduce deferred tax expense	(572.96)	(1,770.68)
	Income tax expense / (income) reported in the statement of profit or loss	520.83	(2,483.57)

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for the year ended March 31, 2018 and March 31, 2017

Sr No	Particulars	2017-18	2016-17
1	Profit before tax	2,489.62	(816.56)
2	Applicable Corporate tax rate as per Income tax Act, 1961	29.12%	30.90%
3	PBT*Tax tax rate of 29.12%	724.98	(252.32)
4 (a)	<u>Items of expense not deductible for tax purposes:</u>		
	Effect of reversal of previously recognised tax losses and tax offsets during the current year to reduce deferred tax expense	(572.96)	(1,770.68)
	Tax Effect of losses on which no deferred tax benefit is recognised	-	625.20
	Difference in Book and Income tax depreciation	365.46	536.39
	Bought forward losses used against current year income	644.47	-
	Other items	89.69	(373.17)
	MAT Credit	(730.85)	(1,249.00)
5	Effective tax Rate	20.92%	304.15%

Notes to the Financial Statements for the year ended March 31, 2018

Items for which no deferred tax asset is recognised in the balance sheet

(₹ In Lakh)

Sr No.	Particulars	As at 31.03.2018			As at 31.03.2017		
		Base Amount	Deferred Tax	Year of loss/ MAT credit	Base Amount	Deferred Tax	Year of loss/ MAT credit
	Tax losses (revenue in nature) (business loss on which no tax asset is created)						
	<u>Year of expiry:</u>						
	AY 25-26	-	-		2,023.31	625.20	AY 17-18
	Total	-	-		2,023.31	625.20	

Components of Deferred Tax Assets and Liabilities recognised in the Balance Sheet and Statement of Profit & Loss

(₹ In Lakh)

Sr No.	Particulars	Balance Sheet		Statement of Profit & Loss	
		31.03.18	31.03.17	2017-18	2016-17
(a)	Fair valuation gain on investments (FVTPL)	-	-	-	-
(b)	Current tax (under MAT)	730.85	-	730.85	-
(c)	Difference in Book and Income tax depreciation	1,495.22	1,198.80	296.42	536.38
(d)	Carried forward business loss	(2,501.75)	(2,730.59)	228.84	(1,770.68)
(e)	MAT credit receivable	(3,179.85)	(2,449.00)	(730.85)	(1,249.00)
(f)	Other items	(19.02)	(14.59)	(4.43)	(0.27)
	Deferred tax expense/ (income)			520.83	(2,483.57)
	Net deferred tax (assets) / liabilities	(3,474.55)	(3,995.38)		

Reconciliation of deferred tax (assets) / liabilities

(₹ In Lakh)

Sr No.	Particulars	2017-18	2016-17
(a)	Opening Balance of Deferred tax (assets)/ liabilities on April 1	(3,995.38)	(1,511.81)
(b)	Tax (income) / expense during the period recognised in statement of Profit and Loss in Profit & Loss section	520.83	(2,483.57)
(c)	Tax (income) / expense during the period recognised in statement of Profit and Loss under OCI section	-	-
	Closing balance of Deferred tax (assets)/ liabilities as on 31st March	(3,474.55)	(3,995.38)

Notes to the Financial Statements for the year ended March 31, 2018

32.7 Details of Useful life, restrictions and hypothecation of Property Plant and Equipment, Investment property, and Intangible Assets

(₹ In Lakh)

Sr No.	Particulars	As at 31.03.2018			As at 31.03.2017		
		Restriction on title-Yes	Restriction on title-No	Pledged/ Hypothecated	Restriction on title-Yes	Restriction on title-No	Pledged/ Hypothecated
1	Office Equipments	-	567.39	-	-	567.39	-
2	Computers	-	22.64	-	-	22.64	-
3	Furniture and Fixtures	-	548.33	-	-	548.33	-
4	Electrical & Installation	-	2,711.11	-	-	2,711.11	-
5	Computer Software	-	8.55	-	-	8.55	-
6	Investment Property	-	36,258.02	-	-	36,552.60	-

32.8 Disclosure pursuant to Ind AS 107 "Financial Instruments"

Fair value measurement

(₹ In Lakh)

Financial instruments by category	31.03.2018			31.03.2017		
	FVTPL	FVOCI	Amortised cost	FVTPL	FVOCI	Amortised cost
Financial assets						
Trade receivables (incl. related party)	-	-	421.55	-	-	9.67
Cash and cash equivalents	-	-	105.90	-	-	84.24
Investments	-	-	426.10	-	-	426.10
Loans to related parties	-	-	4,105.83	-	-	4,428.42
Others	-	-	21.74	-	-	19.88
Total financial assets	-	-	5,081.12	-	-	4,968.31
Financial liabilities						
Short Term Borrowings	-	-	39,455.70	-	-	38,643.17
Security Deposit	-	-	1,385.62	-	-	1,275.62
Trade payable	-	-	40.11	-	-	40.16
Other Financial Liabilities	-	-	285.72	-	-	426.48
Total financial liabilities	-	-	41,167.15	-	-	40,385.43

Items of Income, expense, gains or losses

(₹ In Lakh)

Particulars	FY 2017-18	FY 2016-17
<u>Net gain/ (losses) on financial assets and financial liabilities</u>		
Gain / (loss) on fair valuation or sale of investment in mutual funds/ equity	-	16.39
Provision on financial assets	922.39	550.44
<u>Interest Revenue</u>		
Financial assets that are measured at amortised cost	448.15	626.54
<u>Interest Expenses</u>		
Financial liabilities that are not measured at fair value through P&L	-	4,075.31

Notes to the Financial Statements for the year ended March 31, 2018

Maturity profile of financial liabilities (Amount at undiscounted value)

(₹ In Lakh)

Financial instruments by category	31.03.2018			31.03.2017		
	Less than 12 months	More than 12 months	Total	Less than 12 months	More than 12 months	Total
Non current financial liability	-	1,385.62	1,385.62	-	1,275.62	1,275.62
Short Term Borrowings	42,927.31	-	42,927.31	42,464.98	-	42,464.98
Accrued expenses	154.47	-	154.47	273.48	-	273.48
Payable to related parties	0.24	-	0.24	8.51	-	8.51
Advance money received	11.50	-	11.50	24.48	-	24.48
Trade payable	40.11	-	40.11	40.16	-	40.16
Other Liabilities	119.51	-	119.51	120.01	-	120.01

(i) Fair value hierarchy

This section explains the estimates and judgements made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in financial statements. To provide an indication about the reliability of the inputs used in determining the fair value, the Company has classified its financial instruments into three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

(₹ In Lakh)

Financial assets and liabilities measured at fair value- recurring fair value measurements	Level 1	Level 2	Level 3	Total	Remarks
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Financial assets

Financial assets at Amortised Cost:

Loans and advances to related parties

At 31.03.2018	-	4,105.83	-	4,105.83	Carrying cost approximates FV
At 31.03.2017	-	4,428.42	-	4,428.42	Carrying cost approximates FV

Financial Liabilities

Inter corporate borrowings

At 31.03.2018	-	39,455.70	-	39,455.70	Carrying cost approximates FV
At 31.03.2017	-	38,643.17	-	38,643.17	Carrying cost approximates FV

Level 1 hierarchy- It includes financial instruments measured using quoted prices in active markets for identical assets or liabilities.. This includes mutual funds which are valued using the closing NAV.

Level 2 hierarchy- It includes financial instruments measured using valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 hierarchy- It includes financial instruments measured using valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Notes to the Financial Statements for the year ended March 31, 2018

There are no transfers between levels 1 and levels 2 and levels 3 during the year.

(ii) Fair value of financial assets and liabilities measured at amortised cost

The carrying amounts of trade receivables, trade payables, other current liabilities and cash and cash equivalents are considered to be the same as their fair values, due to short-term nature.

(iii) Interest rate risk (₹ In Lakh)

Particulars	31.03.18	31.03.17
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Interest Rate Risk:

Borrowings at fixed interest rates	39,455.70	38,643.17
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(iv) Carrying amount of collateral given (₹ In Lakh)

Particulars	31.03.18	31.03.17
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Investment Property	-	34,940.00
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32.9. Provision for tax has been made in these financial statements in view of book profit under section 115 JB of Income Tax Act, 1961 for the previous year.

32.10. Contingent Liabilities and commitment : Ind AS 37

- There are no contingent liabilities as on 31 March, 2018 (31 March, 2017: ₹ Nil).
- The Company has outstanding capital commitments amounting of ₹ Nil.
(31 March, 2017: ₹ Nil).

32.11. The Company has no amounts due to suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 as at 31 March, 2018. This information is given in respect of such vendors as could be identified as 'Micro'/'Medium'/'Small Enterprises' on the basis of information available with the Company.

32.12. Previous year figures have been regrouped / reclassified wherever necessary.

As per our report attached

SHARP & TANNAN

Chartered Accountants

Firm's registration no. 109982W

by the hand of

R. P. Acharya

Partner

Membership no. 039920

Place: Mumbai

Date: 02 May, 2018

For and on behalf of the Board of Directors of L&T Financial Consultants Limited

Raju Dodti

Director

(DIN-06550896)

Charmi Gangar

Head Accounts(CFO)

Sunil Prabhune

Director

(DIN-07517824)

Kanjin Sheth

Company Secretary