

**CENTRUM WEALTH  
MANAGEMENT LIMITED**

**ANNUAL ACCOUNTS  
2016-2017**

**A.T JAIN & CO.**

**CHARTERED ACCOUNTANTS**

**UNIT NO. 414, HUBTOWN SOLARIS,**

**4<sup>TH</sup> FLOOR, N.S. PHADAKE MARG,**

**NEAR EAST WEST FLYOVER,**

**ANDHERI (EAST), MUMBAI-400069.**



**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF CENTRUM WEALTH MANAGEMENT LIMITED**

**REPORT ON THE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of CENTRUM WEALTH MANAGEMENT LIMITED (the Company), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**MANAGEMENT'S RESPONSIBILITY FOR THE 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 3(2) of the Companies (Indian Accounting Standards) Rules, 2015. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

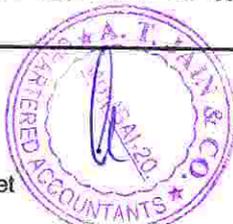
**AUDITORS' RESPONSIBILITY**

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

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

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

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





circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### **OPINION**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- (b) In the case of the Statement of Profit and Loss, of the loss of the Company for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows of the Company 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 of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with Accounting Standards specified under section 133 of the Act, read with rule 3(2) of the Companies (Indian Accounting Standards) Rules, 2015.
  - e. On the basis of the written representations received from the directors as on March 31, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, 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".
- 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 as amended by the Companies (Audit and Auditors) Amendment Rules, 2017, 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 as at the balance sheet date.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The Company has provided relevant disclosures in the financial statements as to holding as well as dealings in Specified Bank Notes during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016. Based on our audit procedures and relying on the management representation we report that the disclosures are in accordance with the books of accounts maintained by the company and as produced to us by the Management – Refer Note 24.

For A.T. Jain & Co.  
Chartered Accountants  
(Firm Registration No. 103886W)

Sushil T. Jain  
(Partner)  
Membership No.: 033809  
Place: Mumbai  
Date: 25<sup>th</sup> May, 2017





**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of CENTRUM WEALTH MANAGEMENT LIMITED**

We report that

1. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
b) As per the information and explanations given to us, Fixed Assets were physically verified during the period by the management as per its program. The frequency of verification is reasonable and no material discrepancies have been noticed on such verification.  
c) The company does not own any immovable property as on the date of balance sheet, hence the requirement of sub clause (c) of clause (i) of Paragraph 3 of the said order is not applicable to the Company.
2. The nature of business of the Company does not require it to have any inventory. Hence, the requirement of clause (ii) of paragraph 3 of the said Order is not applicable to the Company.
3. As per the information and explanations given to us and as per the documents examined by us, the company has granted loan to one party covered in the register maintained under Section 189 of the Act.
  - a) In our opinion, the rate of interest and other terms and conditions on which the loan had been granted to the party are not prima facie prejudicial to the interest of the Company.
  - b) No Schedule for repayment of Principal and payment of interest on loan has been stipulated, therefore we are unable to comment under sub clause (b) and (c) of clause (iii) of Paragraph 3 of the said Order.
4. In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to the loans given and investment made.
5. As per the information and explanations given to us the company has not accepted any deposits from the public during the period. Therefore the provisions of paragraph 3(v) of the Order are not applicable to the Company.
6. 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 Companies Act, 2013.





7. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues have been regularly deposited during the period by the Company with the appropriate authorities other than Professional Tax amounting to Rs. 2,78,180.

As explained to us, the Company did not have any dues on account of employees' state insurance. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues were in arrears as at 31 March 2017 for a period of more than six months from the date they became payable other than the abovementioned Professional Tax..

- b) According to the information and explanations given to us, there are no material dues of income tax, sales tax, service tax, duty of excise, value added tax which have not been deposited with the appropriate authorities on account of any dispute.
8. According to the information and explanation given to us and based on the documents and records examined by us, in our opinion the company has not defaulted in repayment of loans due to banks and financial institutions.
9. In our opinion and on the basis of information and explanations given to us, the moneys raised by Term Loans were applied for the purpose for which they were raised.
10. According to the information and explanations given to us, no fraud on or by the company was noticed or reported during the course of our audit.
11. According to the information and explanations given to us and based on the examination of the records of the Company, the Company has paid for managerial remuneration without getting the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

Designation	Whole time directors
Amount paid in excess of limits prescribed	Rs.26,97,319
Amounts due for recovery as at balance sheet date	Rs.57,79,970*
Steps taken by management for recovering the amount paid in excess.	The company has shown the amount as recoverable from the directors and is in process of recovering the same.

\* Out of which Rs. 30,82,651/- pertains to excess remuneration paid in FY 2015-16 due for recovery.





12. In our opinion and according to the explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. 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 fully or partly convertible debentures during the period.
15. According to the information and explanations 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. Accordingly, paragraph 3(xv) of the order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For A.T. Jain & Co.  
Chartered Accountants  
Firm Registration Nos. 103886W



Sushil T Jain  
(Partner)  
Membership No. 033809  
Place: Mumbai  
Date: 25<sup>th</sup> May, 2017



**Annexure B to the Independent Auditor's Report of even date on the Financial Statements of CENTRUM WEALTH MANAGEMENT LIMITED**

**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 CENTRUM WEALTH MANAGEMENT LIMITED ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

**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 (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 judgment, 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) pertains 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.

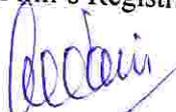
**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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 March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For A.T. Jain & Co.  
Chartered Accountants  
(Firm's Registration No.103886W)

  
Sushil T. Jain  
(Partner)  
Membership no. 033809  
Place: Mumbai  
Date: 25<sup>th</sup> May, 2017



## **CENTRUM WEALTH MANAGEMENT LIMITED**

### **Note 1: NATURE OF OPERATIONS**

Centrum Wealth Management Limited ('CWML' or 'the Company') is in the business of distribution of mutual fund and other financial products and intends to become a one stop solution for all retail customers. The Company is a subsidiary company of Centrum Retail Services Limited which holds 2,00,00,000 shares aggregating to 100% of share holding.

### **Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### **METHOD OF ACCOUNTING:**

The Financial Statements have been prepared on the basis of historical cost convention, in accordance with accounting standards issued by the Institute of Chartered Accountants of India, the relevant provisions of the Companies Act, 2013 and on the principles of a going concern. All expenses and incomes to the extent ascertainable with reasonable certainty are accounted for on accrual basis.

#### **USE OF ESTIMATES:**

The Presentation of Financial Statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that may affect the reported amount of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimated.

#### **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.

##### **i. Revenue from services**

Consultancy fees / referral fees and brokerage and commission incomes are accounted on accrual basis.

**ii. Interest income**

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

**PROPERTY, PLANT AND EQUIPMENT:**

Property, Plant and Equipment are stated at cost, less accumulated depreciation and impairment losses. Cost includes all expenditure necessary to bring the assets to its working conditions for its intended use.

**DEPRECIATION:**

Depreciation on Property, plant and equipment is provided on straight line method over the useful lives of assets as prescribed in Schedule II of the Companies Act, 2013 except for leasehold improvements. Leasehold improvements are amortized over a period of lease or useful life whichever is less.

<b>Particulars</b>	<b>Estimated useful life specified under Schedule II of the Companies Act 2013</b>
Computer Hardware	3 years
Air Conditioners and Office equipments	5 years
Furniture and Fixtures	10 years
Motor Car	8 years

**INTANGIBLE ASSETS**

**COMPUTER SOFTWARE**

The Company capitalizes software and related implementation cost where it is reasonably estimated that the software has an enduring useful life. The cost of computer software not ready to use before year end are disclosed under Intangible Assets under Development.

Software including operating system licenses are amortized over their estimated useful life of 10 years.

**BORROWING COST:**

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised as part of the cost of such assets. All other borrowing costs are charged to revenue.

**PROVISION FOR RETIREMENT BENEFITS:**

- i. The Company's employee's benefits primarily cover provident fund and gratuity.
- ii. Provident fund is a defined contribution scheme and the company has no further obligation beyond the contributions made to the fund. Contributions are charged to the profit and loss account in the year in which they accrue.
- iii. Gratuity Liability is a defined benefit obligation and is recorded based on actuarial valuation on projected unit credit method made at the end of the year. The Company makes contribution to a scheme administered by the Life Insurance Corporation of India ('LIC') to discharge the gratuity liability to employees. The gratuity liability and the net periodic gratuity cost is actuarially determined after considering discount rates, expected long term return on planned assets and increase in compensation levels. All actuarial gains / losses are immediately charged to the profit and loss account. Further in accordance with provisions of AS 15 (Revised), the Company has obtained the gratuity valuation certificate from the appointed actuary as on March 31, 2017.
- iv. Liability for leave encashment is accounted on the basis of Actuarial Valuation as on the date of balance sheet.
- v. The Company has adopted Accounting Standard (AS)-15 (Revised), 'Employee benefits' issued by the institute of Chartered Accountants of India.

**PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:**

A Provision is recognized when the Company has a present obligation as a result of past events and it is probable that an out flow 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 estimate of amount required to settle the obligation at the balance sheet date and adjusted to reflect the current best estimates. Contingent assets are not recognized.

**TAXATION:**

Provision for current income tax is made in accordance with the Income Tax Act, 1961. Deferred Tax Liabilities and Assets are recognized at substantively enacted tax rates, subject to the consideration of prudence, on timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

**EARNINGS PER SHARE:**

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

**IMPAIRMENT:**

Impairment loss is recognized wherever the carrying amount of an asset is in excess of its recoverable amount and the same is recognized as an expense in the statement of Profit and Loss and carrying amount of the asset is reduced to its recoverable value.

**CENTRUM WEALTH MANAGEMENT LIMITED  
BALANCE SHEET AS AT 31st MARCH, 2017**

Particulars	Note No.	As at 31st March, 2017 Rupees	As at 31st March 2016 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	20,00,00,000	20,00,00,000
Reserves and surplus	4	(18,39,03,805)	(15,80,48,210)
<b>Non-current liabilities</b>			
Long-term borrowings	5	27,83,268	-
Other Long term liabilities	6	23,43,822	17,25,018
Long-term provisions	7	88,52,183	1,95,27,727
<b>Current liabilities</b>			
Short-term borrowings	8	40,10,49,170	38,30,56,270
Trade payables	9	3,93,27,803	7,94,24,507
Other current liabilities	10	13,76,56,921	5,95,45,164
Short-term provisions	11	1,30,11,443	9,68,252
<b>TOTAL</b>		<b>62,11,20,804</b>	<b>58,61,98,728</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets			
Intangible assets	12	1,88,11,456	1,27,12,047
Intangible assets under development		4,57,34,859	4,59,46,585
		12,17,450	-
Non-current investments			
Deferred tax asset (net)	13	2,05,12,500	83,87,500
Long-term loans and advances	29	14,59,68,709	14,59,68,709
	14	9,16,43,127	8,40,52,338
<b>Current assets</b>			
Trade receivables	15	24,65,98,586	27,49,27,333
Cash and cash equivalents	16	3,20,82,353	27,45,723
Short-term loans and advances	17	1,73,36,775	1,08,41,605
Other current assets	18	12,14,988	6,16,888
<b>TOTAL</b>		<b>62,11,20,804</b>	<b>58,61,98,728</b>
Significant Accounting Policies The accompanying Notes 1-39 form an integral part of the financial statements	2		

As per our attached report of even date

**For A.T.Jain & Co.**  
Chartered Accountants  
Firm Reg. No.:103886W

*Sushil T. Jain*

**Sushil T. Jain**  
Partner  
Membership No. 033809  
Place: Mumbai  
Dated: 25th May 2017



**For and on behalf of the Board of Directors**  
Centrum Wealth Management Limited

*Deepa Poncha*  
**Deepa Poncha**  
Non Executive Chairman  
DIN 01916512

*Arpita Vinay*  
**Arpita Vinay**  
Whole Time Director  
DIN 06940663

*Narayan Krishnan*  
**Narayan Krishnan**  
CFO

*Archana Goyal*  
**Archana Goyal**  
Company Secretary

**CENTRUM WEALTH MANAGEMENT LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2017**

Particulars	Note No.	Year ended 31st March, 2017 Rupees	Period ended 31st March 2016 Rupees
<b>Income</b>			
Revenue from operations	19	58,60,23,914	39,03,13,630
Other income	20	1,39,58,956	8,40,871
<b>Total Revenue</b>		<b>59,99,82,870</b>	<b>39,11,54,501</b>
<b>Expenses</b>			
Employee benefits expenses	21	41,27,25,170	24,36,00,514
Finance costs	22	5,80,63,480	3,33,22,804
Depreciation and amortization expenses	12	79,47,466	25,84,567
Other expenses	23	14,77,84,956	10,44,15,071
<b>Total Expenses</b>		<b>62,65,21,072</b>	<b>38,39,22,955</b>
<b>Profit / (Loss) before tax</b>		(2,65,38,202)	72,31,545
<b>Tax expense:</b>			
Current Tax		-	2,24,49,456
Less: MAT Credit Entitlement		(6,82,607)	(2,24,49,456)
Deferred Tax Reversed	29	-	(23,46,303)
<b>Profit / (Loss) for the year/ period</b>		<b>(2,58,55,595)</b>	<b>48,85,242</b>
<b>Earnings per share (of Rs. 10/- each):</b>			
Basic	33	(1.29)	0.33
Significant Accounting Policies	2		
The accompanying Notes 1-39 form an integral part of the Financial Statements			

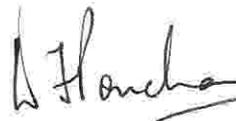
As per our attached report of even date

**For A.T.Jain & Co.**  
**Chartered Accountants**  
**Firm Reg. No.:103886W**




**Sushil T. Jain**  
**Partner**  
**Membership No. 033809**  
 Place: Mumbai  
 Dated: 25th May 2017

**For and on behalf of the Board of Directors**  
**Centrum Wealth Management Limited**



**Deepa Poncha**  
**Non Executive Chairman**  
**DIN 01916512**



**Arpita Vinay**  
**Whole Time Director**  
**DIN 06940663**



**Narayan Krishnan**  
**CFO**



**Archana Goyal**  
**Company Secretary**

CENTRUM WEALTH MANAGEMENT LIMITED				
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2017				
	Particulars		Year ended 31st March, 2017 Rupees	Period ended 31st March 2016 Rupees
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
	Profit before Taxation		(2,65,38,202)	72,31,545
	Adjustments for :-			
	Interest expense		5,80,63,480	3,33,22,804
	Depreciation		79,47,466	25,84,567
	Interest Income		(39,12,730)	(2,76,395)
	Operating Profit before Working Capital changes		3,55,60,014	4,28,62,521
	(Increase) / Decrease in			
	Trade Receivable		2,83,28,747	(8,12,73,427)
	Loans & Advances		1,95,36,627	(94,32,864)
	Other Current Assets		(5,98,100)	4,43,31,314
	Increase / (Decrease) in			
	Current Liabilities		6,63,66,206	3,79,25,320
	Long Term Provisions/ Short Term Provisions		19,86,451	61,50,044
	Cash generated from Operations		15,11,79,945	4,05,62,907
	Taxes Paid (including Tax deducted at source)		(3,21,33,462)	(6,81,38,002)
	Net Cash generated in Operating Activities	( A )	11,90,46,483	(2,75,75,095)
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
	Purchase of Fixed Assets		(1,50,52,601)	(2,70,19,986)
	Increase in Non Current Investments		(1,21,25,000)	(83,87,500)
	Interest Received		31,06,213	-
	Net Cash used in Investing Activities	( B )	(2,40,71,388)	(3,54,07,486)
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
	Unsecured Loans Repaid		(2,23,49,339)	6,99,15,688
	Interest paid		(4,32,89,126)	(60,90,688)
	Net Cash used from Financing Activities	( C )	(6,56,38,465)	6,38,25,000
	Net Increase / (decrease) in Cash and Cash Equivalents	( A+B+C )	2,93,36,629	8,42,419
	<b>Opening cash and cash equivalents</b>		27,45,723	19,03,304
	Cash in Hand		2,91,046	1,69,653
	Bank Balance		24,54,677	17,33,651
	<b>Closing cash and cash equivalents</b>		3,20,82,353	27,45,723
	Cash in Hand		3,68,017	2,91,046
	Bank Balance		3,17,14,336	24,54,677

For A.T.Jain & Co.  
Chartered Accountants  
Firm Reg. No.:103886W




Sushil T. Jain  
Partner  
Membership No. 033809  
Place: Mumbai  
Dated: 25th May 2017

For and on behalf of the Board of Directors  
Centrum Wealth Management Limited



Deepa Poncha  
Non Executive Chairman  
DIN 01916512



Arpita Vinay  
Whole Time Director  
DIN 06940663



Narayan Krishnan  
CFO



Archana Goyal  
Company Secretary

Particulars	As at 31st March, 2017 Rupees	As at 31st March 2016 Rupees
<b>5 Long Term Borrowings</b>		
<b>Secured</b>		
Kotak Mahindra Prime Ltd - Car loan	27,83,268	-
<b>Total</b>	<b>27,83,268</b>	<b>-</b>
<b>6 Other Long-term liabilities</b>		
Provision for rent equalisation	23,43,822	17,25,018
<b>Total</b>	<b>23,43,822</b>	<b>17,25,018</b>
<b>7 Long-term provisions</b>		
Provision for Gratuity	17,42,846	1,22,01,078
Provision for Leave encashment	71,09,337	73,26,649
<b>Total</b>	<b>88,52,183</b>	<b>1,95,27,727</b>
<b>8 Short-term borrowings</b>		
<b>Unsecured</b>		
Loan from companies	40,10,49,170	38,30,56,270
<b>Total</b>	<b>40,10,49,170</b>	<b>38,30,56,270</b>
<b>9 Trade payables</b>		
Due to Group Companies	2,48,14,206	5,51,65,541
Others	1,45,13,597	2,42,58,966
<b>(Refer Note 32 for details of due to Micro and Small enterprises and Note 30 for Related Parties)</b>		
<b>Total</b>	<b>3,93,27,803</b>	<b>7,94,24,507</b>
<b>10 Other current liabilities</b>		
Current Maturities of long term debt	6,07,033	-
Service Tax Payable	1,17,27,153	75,51,425
Salary & other Benefits	6,19,38,535	18,73,412
Statutory Payments Payable	1,44,89,923	1,66,94,417
Interest Accrued but not due	6,82,188	21,71,135
Interest Accrued and due	4,59,99,468	2,97,62,927
Others	1,00,000	-
Advance Received from Debtors	21,12,621	14,91,848
<b>Total</b>	<b>13,76,56,921</b>	<b>5,95,45,164</b>
<b>11 Short-term provisions</b>		
Provision for Gratuity( Refer Note 35)	1,23,32,480	2,24,671
Provision for Leave Encashment	6,78,963	7,43,581
<b>Total</b>	<b>1,30,11,443</b>	<b>9,68,252</b>
<b>14 Long-term loans and advances</b>		
Security Deposit (Unsecured, considered good)	1,76,03,550	1,59,14,336
MAT Credit Entitlement	2,31,32,063	2,24,49,456
Income Tax (net of provision for tax)	5,09,07,514	4,56,88,546
<b>Total</b>	<b>9,16,43,127</b>	<b>8,40,52,338</b>
<b>15 Trade Receivables</b>		
Unsecured, Considered Good	-	-
Debt Outstanding for period Exceeding Six months	9,21,15,458	1,66,93,478
Others	15,44,83,129	25,82,33,855
<b>Due from Related Parties ( Refer Note 30)</b>		
<b>Total</b>	<b>24,65,98,586</b>	<b>27,49,27,333</b>
<b>16 Cash and Cash Equivalents</b>		
Balances with banks		
On Current Accounts	3,17,14,337	24,54,676
Cash on Hand	3,68,017	2,91,047
<b>Total</b>	<b>3,20,82,353</b>	<b>27,45,723</b>



**CENTRUM WEALTH MANAGEMENT LIMITED**

Notes forming part of the financial statements

Particulars	(Amount in Rs.)											
	Gross Block					Accumulated Depreciation					Net Block	
	Balance as at 1 Apr 2016	Additions / Capitalisations	Disposal/ Transfer	Balance as at 31st March 2017	Balance as at 1 Apr 2016	Depreciation charge for the period	On disposals	Balance as at 31st March 2017	Balance as at 31st Mar 2017	Balance as at 31st Mar 2016		
<b>Tangible Assets</b>												
Computer	71,39,597	33,58,221	-	1,04,97,818	42,53,269	15,76,921	-	58,30,190	46,67,628	28,86,328		
Electrical Installation	4,01,164	-	-	4,01,164	79,345	41,661	-	1,21,007	2,80,157	3,21,819		
Furniture & fixtures	67,55,078	8,68,130	-	76,23,208	20,56,780	7,70,952	-	28,27,731	47,95,477	46,98,298		
Office Equipment	14,86,769	8,35,148	-	23,21,917	6,89,489	3,31,818	-	10,21,308	13,00,609	7,97,280		
Telephone System	97,740	-	-	97,740	83,253	14,487	-	97,740	-	14,487		
Leasehold Improvements	45,05,527	6,49,259	-	51,54,786	5,11,693	4,79,058	-	9,90,751	41,64,035	39,93,834		
Motor Car	-	37,20,466	-	37,20,466	-	1,16,916	-	1,16,916	36,03,550	-		
<b>Total</b>	<b>2,03,85,875</b>	<b>94,31,224</b>	<b>-</b>	<b>2,98,17,099</b>	<b>76,73,828</b>	<b>33,31,814</b>	<b>-</b>	<b>1,10,05,643</b>	<b>1,88,11,456</b>	<b>1,27,12,047</b>		
<b>Intangible Assets</b>												
Computer Software	4,77,07,011	44,03,927	-	5,21,10,938	17,60,426	46,15,653	-	63,76,079	4,57,34,859	4,59,46,585		
<b>Total</b>	<b>4,77,07,011</b>	<b>44,03,927</b>	<b>-</b>	<b>5,21,10,938</b>	<b>17,60,426</b>	<b>46,15,653</b>	<b>-</b>	<b>63,76,079</b>	<b>4,57,34,859</b>	<b>4,59,46,585</b>		
<b>Intangible assets under Development</b>												
	-	12,17,450	-	12,17,450	-	-	-	-	12,17,450	1,82,11,833		
<b>Total</b>	<b>-</b>	<b>12,17,450</b>	<b>-</b>	<b>12,17,450</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,17,450</b>	<b>1,82,11,833</b>		
<b>Grand Total</b>	<b>6,80,92,886</b>	<b>1,50,52,601</b>	<b>-</b>	<b>8,31,45,487</b>	<b>94,34,253</b>	<b>79,47,466</b>	<b>-</b>	<b>1,73,81,721</b>	<b>6,57,63,766</b>	<b>7,68,70,465</b>		
<b>Previous Period</b>	<b>4,10,72,900</b>	<b>6,89,37,516</b>	<b>4,19,17,530</b>	<b>6,80,92,886</b>	<b>68,49,686</b>	<b>25,84,567</b>	<b>-</b>	<b>94,34,255</b>	<b>5,86,58,631</b>	<b>3,42,23,213</b>		



**CENTRUM WEALTH MANAGEMENT LIMITED**

**Note :1.3 Non-Current Investments - (At cost)**

**(a) Investment in Equity Instruments**

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	In Rupees	
			As At 31st March, 2017	As At 31st March 2016			As At 31st March, 2017	As At 31st March 2016
1	Centrum Investment Advisors Ltd	Subsidiary	5,00,000	5,00,000	Unquoted	Fully paid	50,00,000	50,00,000
2	Acorn Fund Consultants Pvt Ltd	Joint Venture	7,55,000	5,000	Unquoted	Fully paid	75,50,000	50,000
<b>Total</b>							<b>1,25,50,000</b>	<b>50,50,000</b>

Particulars	As At	As At
	31-03-2017	31-03-2016
Aggregate Value of Quoted Investments and market value	-	
Aggregate Value of Unquoted Investments	1,25,50,000	50,50,000

**(b) Investment in LLP**

Name of Limited Liability Partnership Firm	In Rupees	
	As At 31-03-2017	As At 31-03-2016
Indian Property Advisors LLP	79,62,500	33,37,500
	<b>79,62,500</b>	<b>33,37,500</b>
<b>Total Value of Non - Current Investment</b>	<b>2,05,12,500</b>	<b>83,87,500</b>



Particulars	As at 31st March, 2017 Rupees	As at 31st March 2016 Rupees
<b>17 Short-term loans and advances</b>		
Loans and advances to related parties (Refer Note 30)	1,62,19,784	96,28,671
Others	11,16,991	12,12,934
<b>Total</b>	<b>1,73,36,775</b>	<b>1,08,41,605</b>
<b>18 Other Current Assets</b>		
Prepaid Expenses	4,89,123	3,68,132
Interest Receivable	7,25,865	2,48,756
<b>Total</b>	<b>12,14,988</b>	<b>6,16,888</b>
<b>19 Revenue from operations</b>		
Brokerage & Commission*	55,13,17,416	37,95,56,509
Business Support Service Fees*	3,47,06,498	1,07,57,121
<b>*Related Parties: ( Refer Note 30)</b>		
<b>Total</b>	<b>58,60,23,914</b>	<b>39,03,13,630</b>
<b>20 Other income</b>		
Miscellaneous Income	1,00,46,226	5,64,476
Interest Income	39,12,730	2,76,395
<b>Total</b>	<b>1,39,58,956</b>	<b>8,40,871</b>
<b>21 Employee benefits Expenses</b>		
Employees Remuneration & Benefits*	38,93,36,942	22,53,85,810
Contribution to Provident and Others Funds	2,13,42,280	1,71,09,310
Staff welfare expenses (*Rs.1,62,43,097/- includes as Director Remuneration Previous Year Rs. *Rs.99,67,664/-) Refer Note No. 34	20,45,948	11,05,394
<b>Total</b>	<b>41,27,25,170</b>	<b>24,36,00,514</b>
<b>22 Finance Costs</b>		
Interest Others*	5,74,67,037	3,22,43,270
Interest on delayed Statutory Dues	5,62,343	10,74,874
Bank Charges	34,100	4,660
<b>*(Related Parties, Refer note 30)</b>		
<b>Total</b>	<b>5,80,63,480</b>	<b>3,33,22,804</b>
<b>23 Other Expenses</b>		
Audit Fees (Refer Note No. 36)	1,00,000	1,15,000
Business Promotion Expenses	1,36,83,153	72,30,492
Commission and Brokerage*	2,18,22,194	1,88,65,851
Communication and Internet Expenses	30,66,154	23,14,037
Computer Expenses	7,36,990	2,49,529
Electricity Expenses	44,58,767	35,02,508
Legal & Professional Fees	87,18,441	1,01,58,424
Miscellaneous Expenses	9,88,209	5,14,474
Franking Charges	14,42,723	12,28,467
Filing Fees	1,03,287	1,47,839
Postage & Courier Expense	13,16,479	10,30,655
Donation	4,00,870	88,000
Conference Expenses	98,861	6,14,654
Membership & Subscription	2,64,000	81,264
Office Expenses*	4,14,85,519	1,77,31,423
Printing & Stationery	14,75,107	10,02,275
Rent Rates & Taxes*	2,84,60,142	2,46,40,803
Repairs & Maintenance	5,21,698	4,63,789
Travelling & Conveyance*	1,79,26,024	1,44,35,587
Bad Debts	7,16,338	-
<b>* Related Parties transactions (refer note 30)</b>		
<b>Total</b>	<b>14,77,84,956</b>	<b>10,44,15,071</b>



## GENERAL NOTES ON ACCOUNTS:

### 24 Details of Specified Bank Notes (SBN) held and transacted during the period 08<sup>th</sup> November 2016 to 30<sup>th</sup> December 2016.

	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	20,36,500	5,15,175	25,51,675
(+) Permitted receipts	-	1,08,127	1,08,127
(-) Permitted payments	-	8,88,916	8,88,916
(-) Amount deposited in Banks	20,36,500	-	20,36,500
(+) Withdrawn from Banks	-	6,49,866	6,49,866
Closing cash in hand as on 30.12.2016	-	3,84,252	3,84,252

**Explanation:** For the purposes of this clause, the term ‘Specified Bank Notes’ shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.”

### 25 Operating Lease

The Company has entered into leasing arrangements for corporate and branch offices premises. The lease rentals of Rs. 2,80,06,974/- have been included under the head Rent under Note 23 of Statement of Profit and Loss.

Future minimum lease payments	As at March 31, 2017	As at March 31, 2016
Payment not later than one year	2,90,77,425	2,75,22,009
Payment later than one year but not later than five	10,53,66,831	11,32,02,828
Payment later than 5 years	89,78,400	2,51,83,560



**26 Contingent Liabilities and Commitments:**

Estimated amount of software development expenses pending to be executed and not provided for:

Particulars	As at 31 <sup>st</sup> March 2017	As at 31 <sup>st</sup> March 2016
Contracts for development of Computer Software	16,82,238	25,45,238
<b>Total</b>	<b>16,82,238</b>	<b>25,45,238</b>

27 Credit and Debit Balance of the parties are subject to confirmation/reconciliation if any.

28 The Current assets, Loans & Advances (including capital advances) have a value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the balance sheet. Current assets, Loans & Advances (including capital advances) are subject to Confirmation and Reconciliation. Other known liabilities are adequate and not in excess of what are required..

**29 Deferred Tax Liability / (Assets):**

In accordance with Accounting Standard 22 on Accounting for Taxes on Income, the Company has made adjustments in its accounts.

Particulars	Rupees	Rupees
<b>Deferred Tax Liability / (Assets) on Account of:</b>	<b>As at 31.03.2017</b>	<b>As at 31.03.2016</b>
Unabsorbed Business Losses	(14,36,83,184)	(14,36,83,184)
Difference between book and Tax depreciation	48,06,289	48,06,289
Provision for Gratuity	(42,99,433)	(42,99,433)
Provision for Leave Encashment	(27,92,380)	(27,92,380)
<b>Deferred Tax Asset created on 31.03.2017 / 31.03.2016</b>	<b>(14,59,68,709)</b>	<b>(14,59,68,709)</b>



## List of Related Parties:

Nature of Relationship	Name of Party
Holding Company	Centrum Retail Services Limited
Ultimate Holding Co Company	Centrum Capital Limited
Key Managerial Personnel	Mr. Ganabhyam.S
Key Managerial Personnel	Ms. Apita Vinay
Subsidiary	Centrum Investments Advisors Limited
Fellow Subsidiary	Centrum Broking Limited
Fellow Subsidiary	Centrum Direct Limited
Fellow Subsidiary	Centrum Infrastructure Advisory Limited
Fellow Subsidiary	Centrum Defence Systems Limited
Fellow Subsidiary	Centrum Financial Services Limited
Fellow Subsidiary	Club7 Holidays Ltd upto 31/08/2015
Joint venture	Acorn Fund Consultants Private Limited (wef from 1st April, 2016)

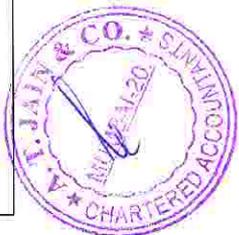
## 30 Related Party Transactions (Contd.)

(ii) Transactions carried out with the related parties in (i) above.

Nature of transaction	Ultimate Holding Co. Company		Holding Co.		Subsidiary		Fellow Subsidiary		Joint Venture		Key Management Personnel		Total	Total
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16		
<b>Inter-Corporate Deposits Given</b>														
Acorn Fund Consultants Private Limited									1,09,00,000				1,09,00,000	
<b>Total</b>									1,09,00,000				1,09,00,000	
<b>Inter-Corporate Deposits Received Back</b>														
Acorn Fund Consultants Private Limited									68,00,020				68,00,020	
<b>Total</b>									68,00,020				68,00,020	
<b>Inter-Corporate Deposits Taken</b>														
Centrum Capital Limited	17,29,00,000	35,91,00,000											17,29,00,000	35,91,00,000
Centrum Financial Services Limited							3,31,63,898						3,31,63,898	
Centrum Investment Advisors Limited			29,00,000	50,03,420									29,00,000	50,03,420
<b>Total</b>	17,29,00,000	35,91,00,000	29,00,000	50,03,420			3,31,63,898						20,89,63,898	36,41,03,420
<b>Inter-Corporate Deposits repaid</b>														
Centrum Capital Limited	14,35,56,583	28,56,20,000											14,35,56,583	28,56,20,000
Centrum Financial Services Limited							3,31,63,898						3,31,63,898	
Centrum Investment Advisors Limited			50,515	10,59,547									50,515	10,59,547
<b>Total</b>	14,35,56,583	28,56,20,000	50,515	10,59,547			3,31,63,898						17,67,70,996	28,66,79,547
<b>Commission &amp; Brokerage Expenses</b>														
Centrum Capital Limited	15,87,152							46,690					15,87,152	
Centrum Direct Limited								46,690					15,87,152	46,690
<b>Total</b>	15,87,152							46,690					15,87,152	46,690
<b>Travelling Expenses</b>														
Club 7 Holidays Limited								4,15,601					4,15,601	
<b>Total</b>								4,15,601					4,15,601	
<b>Professional Fees Expenses</b>														
Centrum Retail Services Limited			2,85,17,568	84,16,669									2,85,17,568	84,16,669
<b>Total</b>			2,85,17,568	84,16,669									2,85,17,568	84,16,669
<b>Purchase of Foreign currency &amp; Travel Insurance</b>														
Centrum Direct Limited							13,61,893	3,50,512					13,61,893	3,50,512
<b>Total</b>							13,61,893	3,50,512					13,61,893	3,50,512



Nature of transaction	Ultimate Holding Co. Company		Holding Co.		Subsidiary		Fellow Subsidiary		Joint Venture		Key Management Personnel		Total	
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
<b>Brokerage, Commission &amp; Other Income</b>														
Centrum Capital Limited	1,41,32,991	1,39,15,655	-	-	-	-	-	-	-	-	-	-	1,41,32,991	1,39,15,655
Centrum Financial Services Limited	-	-	-	-	-	1,24,60,000	-	-	-	-	-	-	-	1,24,60,000
Centrum Infrastructure Advisory Limited	-	-	-	-	-	1,50,000	-	-	-	-	-	-	-	1,50,000
Centrum Booking Limited	-	-	-	-	-	15,19,19,767	-	5,69,84,180	-	-	-	-	15,19,19,767	5,69,84,180
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	41,00,000	-	-	-	-	-	41,00,000	-
Centrum Investment Advisors Limited	-	-	-	-	9,51,924	-	-	-	-	-	-	-	9,51,924	-
<b>Total</b>	<b>1,41,32,991</b>	<b>1,39,15,655</b>	-	-	<b>9,51,924</b>	<b>6,95,94,180</b>	-	<b>41,00,000</b>	-	<b>17,11,04,682</b>	-	-	<b>8,35,09,835</b>	-
<b>Interest Income</b>														
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	8,06,517	-	-	-	-	8,06,517	-
<b>Total</b>	-	-	-	-	-	-	-	<b>8,06,517</b>	-	-	-	-	<b>8,06,517</b>	-
<b>Reimbursement of Exp Received</b>														
Centrum Defence Systems Limited	-	-	-	-	-	1,02,400	-	-	-	-	-	-	-	1,02,400
<b>Total</b>	-	-	-	-	-	<b>1,02,400</b>	-	-	-	-	-	-	-	<b>1,02,400</b>
<b>Rent Expenses</b>														
Centrum Capital Ltd	1,71,75,129	1,12,60,578	-	-	-	-	-	-	-	-	-	-	1,71,75,129	1,12,60,578
Centrum Direct Limited	-	-	-	-	-	61,542	-	82,056	-	-	-	-	82,056	61,542
<b>Total</b>	<b>1,71,75,129</b>	<b>1,12,60,578</b>	-	-	-	<b>61,542</b>	-	<b>82,056</b>	-	-	-	-	<b>1,72,37,185</b>	<b>1,13,22,120</b>
<b>Interest Expenses</b>														
Centrum Capital Ltd	4,43,87,614	2,18,10,153	-	-	-	-	-	-	-	-	-	-	4,43,87,614	2,18,10,153
Centrum Investment Advisors Limited	-	-	-	-	7,96,111	2,77,205	-	-	-	-	-	-	7,96,111	2,77,205
Centrum Direct Limited	-	-	-	-	-	5,14,808	-	2,91,680	-	-	-	-	2,91,680	5,14,808
Centrum Financial Services Limited	-	-	-	-	-	24,04,472	-	24,04,472	-	-	-	-	24,04,472	5,14,808
<b>Total</b>	<b>4,43,87,614</b>	<b>2,18,10,153</b>	-	-	<b>7,96,111</b>	<b>2,77,205</b>	-	<b>26,96,152</b>	-	-	-	-	<b>4,78,79,877</b>	<b>2,26,02,166</b>
<b>Reimbursement of Expenses</b>														
Centrum Direct Limited	-	-	-	-	-	-	-	22,957	-	-	-	-	22,957	13,982
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-	-	<b>22,957</b>	-	-	-	-	<b>22,957</b>	<b>13,982</b>
<b>Investment made during the year</b>														
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	75,00,000	-	-	-	75,00,000	-
<b>Total</b>	-	-	-	-	-	-	-	-	<b>75,00,000</b>	-	-	-	<b>75,00,000</b>	-



Nature of transaction	Ultimate Holding Co. Company		Holding Co.		Subsidiary		Fellow Subsidiary		Joint Venture		Key Management Personnel		Total	Total
	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16		
<b>Managerial Remuneration</b>														
Mr. Ganeshwam.S	-	-	-	-	-	-	-	-	-	-	1,05,40,416	79,05,312	1,05,40,416	79,05,312
Mr. Arpit Vinay	-	-	-	-	-	-	-	-	-	-	84,00,000	51,45,003	84,00,000	51,45,003
<b>Total</b>	-	-	-	-	-	-	-	-	-	-	<b>1,89,40,416</b>	<b>1,30,50,315</b>	<b>1,89,40,416</b>	<b>1,30,50,315</b>
<b>Remuneration Recoverable</b>														
Mr. Ganeshwam.S	-	-	-	-	-	-	-	-	-	-	18,04,306	26,89,648	18,04,306	26,89,648
Mr. Arpit Vinay	-	-	-	-	-	-	-	-	-	-	9,93,013	3,93,003	9,93,013	3,93,003
<b>Total</b>	-	-	-	-	-	-	-	-	-	-	<b>26,97,319</b>	<b>30,82,651</b>	<b>26,97,319</b>	<b>30,82,651</b>
<b>Amount Receivable as at March 31, 2017</b>														
<b>Sundry Debtors</b>														
Centrium Capital Ltd	29,20,496	1,52,28,310	-	-	-	-	-	-	-	-	-	-	29,20,496	1,52,28,310
Centrium Financial Services Limited/ Centrium Infrastructure Advisory Limited	-	-	-	-	1,30,20,700	-	-	-	-	-	-	-	-	1,30,20,700
Centrium Broking Limited	-	-	-	-	1,56,750	1,56,750	-	-	-	-	-	-	1,56,750	1,56,750
Acorn Fund Consultants Private Limited/ Centrium Investment Advisors Limited	-	-	-	-	20,13,112	5,95,48,467	-	-	48,39,680	-	-	-	20,13,112	5,95,48,467
<b>Total</b>	<b>29,20,496</b>	<b>1,52,28,310</b>	-	-	<b>21,69,862</b>	<b>7,27,25,917</b>	-	-	<b>48,39,680</b>	-	-	-	<b>1,09,44,659</b>	<b>8,79,54,227</b>
<b>Interest Receivable</b>														
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	7,25,865	-	-	-	7,25,865	-
<b>Total</b>	-	-	-	-	-	-	-	-	<b>7,25,865</b>	-	-	-	<b>7,25,865</b>	-
<b>Loan/Advances receivable</b>														
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	1,07,00,000	-	-	-	1,07,00,000	-
<b>Total</b>	-	-	-	-	-	-	-	-	<b>1,07,00,000</b>	-	-	-	<b>1,07,00,000</b>	-
<b>Remuneration Recoverable as at March 31, 2017</b>														
Mr. Ganeshwam.S	-	-	-	-	-	-	-	-	-	-	44,93,954	26,89,648	44,93,954	26,89,648
Mr. Arpit Vinay	-	-	-	-	-	-	-	-	-	-	12,86,016	3,93,003	12,86,016	3,93,003
<b>Total</b>	-	-	-	-	-	-	-	-	-	-	<b>57,79,970</b>	<b>30,82,651</b>	<b>57,79,970</b>	<b>30,82,651</b>
<b>Amount Payable as at March 31, 2017</b>														
<b>Rent Payable</b>														
Centrium Capital Ltd	1,59,33,885	4,01,22,409	-	-	-	-	-	-	-	-	-	-	1,59,33,885	4,01,22,409
Centrium Direct Limited	-	-	-	-	-	-	-	-	-	-	86,158	-	86,158	-
<b>Total</b>	<b>1,59,33,885</b>	<b>4,01,22,409</b>	-	-	-	-	-	-	-	-	<b>86,158</b>	-	<b>1,60,20,043</b>	<b>4,01,22,409</b>
<b>Interest Payable</b>														
Centrium Capital Ltd	3,99,48,852	2,59,43,417	-	-	-	-	-	-	-	-	-	-	3,99,48,852	2,59,43,417
Centrium Direct Limited	-	-	-	-	-	-	-	-	-	-	2,62,512	6,20,909	2,62,512	6,20,909
Centrium Investment Advisors Limited	-	-	-	-	7,16,500	2,49,485	-	-	-	-	-	-	7,16,500	2,49,485
<b>Total</b>	<b>3,99,48,852</b>	<b>2,59,43,417</b>	-	-	<b>7,16,500</b>	<b>2,49,485</b>	-	-	<b>2,62,512</b>	<b>6,20,909</b>	-	-	<b>4,09,27,864</b>	<b>2,68,13,811</b>
<b>Professional / Consultancy Fees Payable/ Others (Sundry Creditors)</b>														
Centrium Capital Ltd	24,99,431	8,75,790	-	-	-	-	-	-	-	-	-	-	24,99,431	8,75,790
Centrium Retail Services Limited	-	-	60,06,277	87,62,830	-	-	-	-	-	-	-	-	60,06,277	87,62,830
Centrium Direct Limited	-	-	-	-	-	-	-	-	-	-	25,942	-	25,942	-
<b>Total</b>	<b>24,99,431</b>	<b>8,75,790</b>	<b>60,06,277</b>	<b>87,62,830</b>	-	-	-	-	-	-	<b>25,942</b>	-	<b>85,31,650</b>	<b>96,38,620</b>
<b>Loan/Advances payable</b>														
Centrium Capital Ltd	32,41,66,996	29,48,23,579	-	-	-	-	-	-	-	-	-	-	32,41,66,996	29,48,23,579
Centrium Direct Limited	-	-	-	-	54,04,512	-	-	-	-	-	-	-	-	54,04,512
Centrium Investment Advisors Limited	-	-	67,93,358	39,43,873	-	-	-	-	-	-	-	-	67,93,358	39,43,873
<b>Total</b>	<b>32,41,66,996</b>	<b>29,48,23,579</b>	<b>67,93,358</b>	<b>39,43,873</b>	-	-	-	-	-	-	-	-	<b>33,09,60,354</b>	<b>30,47,71,964</b>
<b>Investment in Equity Shares as at March 31, 2017</b>														
Centrium Investment Advisors Limited	-	-	50,00,000	50,00,000	-	-	-	-	-	-	-	-	50,00,000	50,00,000
Acorn Fund Consultants Private Limited	-	-	-	-	-	-	-	-	75,50,000	-	-	-	75,50,000	-
<b>Total</b>	-	-	<b>50,00,000</b>	<b>50,00,000</b>	-	-	-	-	<b>75,50,000</b>	-	-	-	<b>1,25,50,000</b>	<b>50,00,000</b>



### 31 Employee Benefits

The following table summarizes the components of net benefit expense recognized in the Profit and Loss account and funded status and amount recognized in the balance sheet for gratuity.

Actuarial Assumptions	For the year ended	For the period ended
	31-Mar-17	31-Mar-16
Discount rate Current Year	7.52%	8.07%
Expected rate of return on assets	7.52%	0.00%
Salary escalation	6.00%	6.00%
Attrition Rate Current Year	2.00%	2.00%

Reconciliation of opening and closing balances of defined benefit obligation	For the year ended	For the period ended
	31-Mar-17	31-Mar-16
Opening defined benefit obligation	1,24,25,749	90,43,508
Interest cost	10,02,758	5,62,958
Current service cost	38,62,163	22,50,188
Past service cost (non vested benefit)	Nil	Nil
Past service cost (vested benefit)	Nil	Nil
Liability transfer in	Nil	Nil
Liability transfer out	Nil	Nil
Benefit paid	Nil	Nil
Actuarial (gain)/loss on obligation	(3,99,783)	5,69,095
Defined benefit obligation at the end of the year	1,68,90,887	1,24,25,749

Changes in the fair value of plan assets are as follows	For the year ended	For the period ended
	31-Mar-17	31-Mar-16
Opening fair value of plan assets	Nil	Nil
Expected Return on Plan Assets	Nil	Nil
Contributions by employer	28,41,795	Nil
Transfer from other Company	Nil	Nil
Transfer to other Company	Nil	Nil
Benefit paid	Nil	Nil
Actuarial gain/(loss) on Plan Assets	(26,234)	Nil
Fair value of plan assets at the end of the year	28,15,561	Nil
Total Actuarial Gain / (Loss) to be recognized	(26,234)	Nil

Actual Return on Plan Assets	For the year ended	For the period ended
	31-Mar-17	31-Mar-16
Expected Return on Plan Assets	Nil	Nil
Actuarial gain/(loss) on Plan Assets	(26,234)	Nil
Actual Return on Plan Assets	(26,234)	Nil

Amount recognized in the Balance Sheet	For the year ended	For the period ended
	31-Mar-17	31-Mar-16
Defined benefit obligation at the end of the year	(1,68,90,887)	1,24,25,749
Fair Value of Plan Assets at the end of the year	28,15,561	Nil
Amount recognized in the Balance Sheet	(1,40,75,326)	1,24,25,749

Expenses recognised in the income statement	For the year ended	For the period ended
	31-Mar-17	31-Mar-16
Current service cost	38,62,163	22,50,188
Interest cost	10,02,758	5,62,958
Expected return on plan assets	Nil	Nil
Past Service Cost (non vested Benefit) Recognised	Nil	Nil
Past Service Cost (vested Benefit) Recognised	Nil	Nil
Amount not recognised as asset	Nil	Nil
Actuarial gain or loss	(3,73,549)	5,69,095
Expenses recognised in P & L	44,91,372	33,82,241

Balance Sheet Reconciliation	As at	As at
	31-Mar-17	31-Mar-16
For the year ended March 31, 2017	1,40,75,326	1,24,25,749
Opening net liability	1,24,25,749	90,43,508
Expenses as above	44,91,372	33,82,241
Employers contribution	(28,41,795)	Nil
Amount recognised in Balance Sheet	1,40,75,326	1,24,25,749



32 The Company does not owe a sum exceeding Rupees One Lakh to any Micro, Small Scale Industry and Medium Enterprises undertakings at the end of the financial year which is outstanding for more than 30 days on the basis of information available with the Company.

**33 Earnings per share:**

Particulars		Current Year (Rupees)	Previous Period (Rupees)
i)	Profit after Taxes attributable to equity shareholders	(2,58,55,595)	48,85,242
ii)	Number of equity shares of Rs.10 each issued and outstanding at the end of the year	2,00,00,000	2,00,00,000
	Weighted average number of shares outstanding at the end of the year	2,00,00,000	1,50,13,699
iii)	Basic earnings per share	(1.29)	0.33

34 The remuneration paid during the financial year 2016-17 to Mr. S. Ganashyam Whole Time Director and Ms. Arpita Vinay whole time directors exceeds the overall ceiling prescribed under Schedule V read with sec 197 of Companies Act, 2013 by Rs. 26,97,319/-, the Company in compliance with Sec 197 has shown the excess amount paid as recoverable from the Director and the amount paid is held in trust by the concerned whole time directors. The company had paid excess managerial remuneration amounting to Rs. 3,082,651/- during the financial period 2015-16, the same is shown as recoverable from the directors as at 31<sup>st</sup> March, 2017. However, the company is in the process of recovering excess managerial remuneration from the Whole Time Directors pursuant to the direction of the Central Government.

The company has filed an application with the Central Government for payment of remuneration for the financial year 2016-17 to Mr S. Ganashyam and Ms. Arpita Vinay being the Whole time



directors of the company in excess of the overall ceiling prescribed under Schedule V read with sec 197 of Companies Act, 2013. The same is pending for approval before the Central Government.

35. The short-term provision for Gratuity amounting to Rs. 1,23,32,480/- represents the amount to be contributed by the company to the LIC fund.

36. **Auditors Remuneration:**

Particulars	For the Year ended 31st March, 2017	For the Period ended 31 <sup>st</sup> March, 2016
Audit Fees	100,000	100,000
<b>Total</b>	<b>100,000</b>	<b>100,000</b>

37. **Expenditure in Foreign Currency:**

Particulars	For the Year ended 31st March, 2017	For the Period ended 31st March, 2016
Travelling	3,32,561	350,512
<b>Total</b>	<b>3,32,561</b>	<b>350,512</b>

38. Previous year figures are re-grouped/re-arranged wherever necessary.

39. Since the previous period figures are for Nine months whereas the current year figures are for Twelve months they are not comparable to that extent.

**As per our attached report of even date**

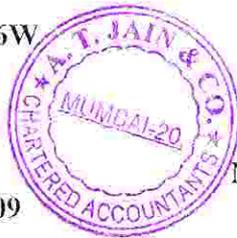
For A.T. Jain & Co.  
Chartered Accountants  
Firm Registration No. 103886W

Sushil T. Jain  
Partner

Membership Number: 033809

Place: Mumbai

Date: 25th May 2017



For and on behalf of the Board of  
Centrum Wealth Management Limited.

Deepa Poncha  
Non Executive Chairman  
DIN 01916512

Arpita Vinay  
Whole Time Director  
DIN 06940663

Narayan Krishnan  
CFO

Archana Goyal  
Company Secretary