

Annual Report FY 2018-2019

PPFAS Trustee Company Private Limited  
(Trustee to PPFAS Mutual Fund)



Annual Report FY 2018-2019

Board of Directors

Mr. P. A. Balasubramanian	Chairman and Director
Mr. Rajan Mehta	Independent Director
Mr. Dhaval Desai	Independent Director
Mr. Suneel Gautam	Director

Statutory Auditors

CVK & Associates Chartered Accountants
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Bankers

HDFC Bank Ltd.
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Registered Office:

81/82, 8th Floor, Sakhar Bhavan, Ramanth Goenka

Marg, 230, Nariman Point, Mumbai- 400 021

**PPFAS Trustee Company Private Limited**

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

**CIN:** U65100MH2011PTC221203

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

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**NOTICE**

NOTICE is hereby given that the Eighth Annual General Meeting of the members of the PPFAS Trustee Company Private Limited will be held on Monday, 23rd September, 2019 at 2.00 p.m. at 81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg, 230 Nariman Point, Mumbai 400 021 to transact the following businesses:

**Ordinary Business:**

**1. ADOPTION OF ACCOUNTS:**

To receive, consider and adopt the Audited Financial Statements of the Company for Financial year ended 31st March, 2019 together with the Report of Board of Directors' and Auditor's thereon.

For and on behalf of the Board of Directors of

**PPFAS Trustee Company Private Limited**

Sd/-

P A Balasubramanian

Director

(DIN:03152643)

Place: Mumbai.

Date: 26<sup>th</sup> June, 2019

**Registered office:**

81/82, 8th Floor, Sakhar Bhavan, Ramnath Goenka Marg,

230 Nariman Point, Mumbai- 400021.

Sd/-

Suneel Gautam

Director

(DIN:00227484)

## Notes:

1. **Proxy** : A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE ON A POLL, INSTEAD OF HIMSELF/ HERSELF AND SUCH PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY. A PROXY/ PROXIES SO APPOINTED SHALL NOT HAVE ANY RIGHT TO SPEAK AT THE MEETING.

A person can act as proxy on behalf of members not exceeding fifty (50) and holding in aggregate not more than ten percent of the total share capital of the Company carrying Voting Rights. A member holding more than ten percent of the total share capital of the Company carrying Voting Rights may appoint a single person as proxy for his entire shareholding and such person cannot act as a proxy for any other person or shareholder. If a person is appointed as proxy for more than fifty Members, then such proxy should choose any fifty Members out of total such members who have given him proxy and confirm the same to company before commencement of specified period for inspection.

2. **Time for Depositing Proxy:** Proxies in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the time of commencement of the Meeting. A Proxy Form (viz. Form MGT-11) is attached with this Annual Report. Proxies submitted on behalf of the Companies, Societies, Body Corporates, Institutions etc., must be supported by an appropriate resolution/authority, as applicable.
3. **Ratification of Appointment of Auditors:** At the 6th Annual General Meeting of the Company, held on 23rd August, 2017, the members approved appointment of M/s. CVK & Associates, Chartered Accountants (having Firm's Registration Number: 101745W) as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that Annual General Meeting till the conclusion of the 11th Annual General Meeting to be held in the year 2022, subject to ratification of their appointment by members at every Annual General Meeting. Vide notification dated 7th May, 2018, the Ministry of Corporate Affairs has done away with the requirement of seeking ratification of members for appointment of auditors at every Annual General Meeting. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at the 8th Annual General Meeting.
4. **Corporate Members:** Corporate Members intending to send their authorised representatives to attend the Annual General Meeting pursuant to Section 113 of the Companies Act, 2013, are requested to send to the Company a certified copy of the relevant Board Resolution together with their respective specimen signature(s) duly attested and authorizing their representative(s) to attend and vote on their behalf at the Meeting.
5. **Attendance Slip:** Members/ proxies /authorised representatives should bring the duly filled Attendance Slip enclosed herewith to attend the meeting. Members are also requested to bring their copies of the Annual Report, as the same shall not be distributed at the Meeting.
6. **Voting:** In case of Joint Holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. **Inspection of Records:** The Register of Directors and their shareholding, maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts and Arrangements, in which the Directors are interested, maintained under Section 189 of the Companies Act, 2013 shall be available for inspection by the Members at the Annual General Meeting (AGM).

Further all the relevant documents referred to in the accompanying Notice and Explanatory Statement (including the Articles) are open for inspection at the Registered Office of the Company on all working days between 11.00 a.m. and 3.00 p.m upto the date of the Annual General Meeting.

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

Members may also note that the Notice of the 8th Annual General Meeting and the Company's Annual Report 2018-19 will be available on the Company's website, [www.amc.ppfas.com](http://www.amc.ppfas.com).

9. **Queries from members:** Members desiring any information as regards the accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready at the meeting.

**PPFAS Trustee Company Private Limited**

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

**CIN:** U65100MH2011PTC221203

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

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**DIRECTORS' REPORT**

**Dear Member(s),**

We are pleased to present our Eighth Annual Report on the business operations of the Company and the Audited Financial Statements for the year ended 31<sup>st</sup> March, 2019.

**FINANCIAL RESULTS AND OVERVIEW OF OPERATIONS**

**The Financial Results of the Company for the year ended 31st March 2019 is as under:**

<b>Particulars</b>	<b>For the year ended March 31, 2019 (Rs. In Lakhs)</b>	<b>For the year ended March 31, 2018 (Rs. In Lakhs)</b>
Operating Income	8.47	8.78
Other Income	0.17	0.73
Total Income	8.64	9.51
Profit/ (Loss) before depreciation and tax	6.15	7.60
Depreciation	Nil	Nil
Profit / (Loss) before tax	6.15	7.60
Current Tax	1.60	2.00
Deferred Tax Income	Nil	Nil
Excess Tax Provision for Previous year	(0.02)	Nil
Provisions for taxation	1.58	2.00
Profit/ (Loss) after tax	4.57	5.60
Share Capital	5.00	5.00
Reserves and Surplus	17.31	12.74

The Operating income of the Company (trusteeship fees) was Rs. 8.47 Lakhs in 2018-19 as compared to Rs. 8.78 Lakhs in the year 2017-18. The Company reported a Profit After Tax of Rs. 4.57 Lakhs for the year ended March 31, 2019 as against Rs. 5.60 Lakhs in the previous year.

## **Dividend**

Board of Directors of the company do not recommend any dividend. This will help company to build its reserves to desirable level.

## **Reserves**

Board proposes to carry forward Rs. 4.57 lakhs to Profit and Loss Account.

## **Deposits**

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

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

## **State of the Company's Affairs & Industry Outlook**

### **Mutual Fund Activity:**

The Company is functioning as a Trustee to scheme(s) launched by PPFAS Mutual Fund. Company generates its operating income from trusteeship fees which it charges on Asset Under Management of the scheme(s) of PPFAS Mutual Fund. Statement of Additional Information (SAI) of PPFAS Mutual Fund states that, trusteeship fees of 0.01% (subject to maximum of Rs. 10 lakhs) can be charged as annual trusteeship fees. AUM of the schemes of PPFAS Mutual Fund has increased from Rs. 989.76 crores as on March 31, 2018 to Rs. 1,961.50 crores as on March 31, 2019. Investment in the schemes through Systematic Investment Plan (SIP) registration is also growing at a gradual pace and it's a good sign as it provides stable and predictable inflow of funds. This increase in AUM is due to incremental inflows into the schemes and capital appreciation of the existing portfolio.

During the financial year, the Fund launched its second scheme after completion of 5 years of its operations in the Mutual Fund Industry. The new scheme launched in May 2018 was Parag Parikh Liquid Fund (An open-ended Liquid Scheme) to cater the needs of the investors and to facilitate the STP into the existing Equity Scheme. Also, in the month of July 2019 the Mutual Fund also launched Parag Parikh Tax Saver Fund (PPTSF) to enable investors to save on tax while earning equity linked returns.

Number of investors have increased from 19,033 in FY 2017-18 to 80,289 in FY 2018-19. Stability and wider acceptability for the schemes of PPFAS Mutual Fund helps company to earn its operating income (i.e. trusteeship fees). Operations of the Company is in compliance with the applicable statutes. The Company has implemented required risk control procedures. Board members are of the view that functioning of the Company is satisfactory and Company is in good financial health.

Details of performance of the schemes of PPFAS Mutual Fund can be obtained from the website of PPFAS Mutual Fund, [www.amc.ppfas.com](http://www.amc.ppfas.com).

### **Environment in the capital markets**

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

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

Both the approaches in the Equity and in Debt markets have helped us stand out in the market place and clients and distribution partners have appreciated this.

### **Network expansion**

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

### **Expense Ratio Reduction**

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

### **Technology infrastructure**

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

### **Human Resource**

Company has not recruited any employees. PPFAS Asset Management Private Limited (investment manager to PPFAS Mutual Fund) has extended required administrative support to the Company.

### **Investor relations**

Investors of PPFAS Mutual Fund are serviced by its investment manager, PPFAS Asset Management Private Limited (PPFAS AMC). Apart from maintaining a dedicated in-house investor relations department, PPFAS AMC has outsourced the investor queries/services to CAMS Call centre which addresses all investor queries.

In- house investor relations department of PPFAS AMC is supported by CAMS service centres. PPFAS Mutual Fund has appointed CAMS as its Registrar and Transfer agent.

### **Finances**

The Company has invested the funds received in the form of Fixed Deposits Receipts with scheduled banks. Details of investments made by the company are provided in the Notes to Accounts of the Audited Financials of the Company and the same form part of this report. Expenses incurred during the year were primarily in the nature of operational and administrative expenses. Post launch of our liquid Scheme, the Company has been investing in the in-house Liquid Mutual Fund Scheme.

### **Future Outlook**

During financial year 2018-19 we witnessed decent growth in Assets Under Management (AUM) for schemes of PPFAS Mutual Fund (i.e. AUM grew from Rs. 989.76 crores to Rs. 1961.5 crores).

Going forward, our focus is to guide PPFAS AMC (investment manager) to build its distribution channel which will serve investors of PPFAS Mutual Fund coming from direct as well as distributor channel and ensure operations of PPFAS Mutual Fund and PPFAS AMC are in compliance with applicable SEBI regulations.

### **Change in the nature of business, if any**

PPFAS Trustee Company Private Limited has been incorporated to act as trustees to PPFAS Mutual Fund and supervise and monitor the management of the schemes of PPFAS Mutual Fund. The Company earns trusteeship fees for performing its duties as trustees which is primary source of income for the Company. There is no change in the nature of business of the Company for the financial year 2018-19.



## **Details of Directors or Key Managerial Personnel who were appointed or have resigned during the year**

There is no change in the composition of Board of Directors for the financial year 2018-2019. The Board of Directors comprises of Mr. P. A. Balasubramanian, Mr. Rajan Mehta, Mr. Dhaval Desai and Mr. Suneel Gautam.

### **Statement on declaration given by Independent Directors**

The Board has received statements from all the Independent Directors declaring that they are satisfying all conditions mentioned under sub-section (6) of Section 149 of the Companies Act, 2013.

### **Company's policy on Directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178**

PPFAS Trustee Company Private Limited has formulated a policy for appointment and remuneration of directors of the Company as per applicable provisions. The salient features of the policy is stated below: -

#### **i. Policy on Appointment of Directors**

The Company is functioning as a Trustee to the scheme(s) of PPFAS Mutual Fund. A candidate is considered for appointment as Director who fulfills conditions stated in SEBI regulations for appointment as Director of a Trustee Company. In Broader terms, the Company follows below mentioned guiding rules for appointment of Director (including Independent Directors).

#### **ii. Educational and Professional background:**

- (a) Persons possessing knowledge in the field of finance, accountancy, law, capital markets, financial services with significant achievements in their profession or business;
- (b) Candidate must comply with applicable SEBI regulation for appointment as a Director of the Company;
- (c) The Independent Directors must possess the qualifications as stated in Section 149 and Schedule IV of the Companies Act, 2013.

#### **iii. Positive attributes of Director:**

- (a) The Directors is required to devote sufficient time and attention to the Company's business;
- (b) The Director is required to work towards enhancing the brand and image of the Company in the industry;
- (c) The Director is required to foster good working relations with the senior management of the Company;
- (d) The Director is required to fulfill their fiduciary responsibilities towards the Company, employees, shareholders and unit-holders of PPFAS Mutual Fund with integrity and authority.
- (e) The Director is required to protect the legitimate interests of the Company, employees, shareholders and unit-holders of PPFAS Mutual Fund.

#### **iv. Policy Relating to Remuneration of Directors**

- (a) Non-Executive Directors are paid sitting fees only.

## **The Names of Companies which have become or ceased to be its Subsidiaries, Joint Ventures or Associate Companies during the year**

During the year under review, The Company does not have any subsidiary or associate company and hence comments and information as required under Section 129 of the Companies Act, 2013 is not applicable and not required.

**Details of Significant and Material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's Operations in Future**

None.

**Internal Control System, its Adequacy and Compliance.**

The Company is functioning as a Trustee to PPFAS Mutual Fund. For PPFAS Mutual Fund, Custody, Fund Accountant and RTA are critical functions. The Company has appointed DBS Bank Limited as the Custodian and Sundaram BNP Paribas Fund Services Limited as the Fund Accountant for scheme(s) of PPFAS Mutual Fund. CAMS is the RTA for scheme(s) of PPFAS Mutual Fund.

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

The Company has adopted applicable accounting policies of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. These are in accordance with Generally Accepted Accounting Principles in India. Changes in policies, are effected in consultation with the Auditors.

In addition to these checks all critical activities of PPFAS Mutual Fund operations are subject to Internal Audit Process by Independent Auditors.

The company has laid down Internal Financial Controls that includes, risk-based framework to ensure orderly conduct of business activities, safeguarding of assets and correctness of records and financial information.

The Company makes use of computer software system to maintain its accounting records. The system is configured to ensure that all transactions are integrated seamlessly with the underlying books of account. The Management periodically reviews the financial performance of the Company.

**Material Changes and Commitments, if any, affecting the Financial Position of the Company which have occurred between the end of the financial year of the Company to which the Financial Statements relate and the date of the report**

None.

**Annual evaluation of the performance of the Board**

The Company has designed performance evaluation policy, which sets out process for the evaluation of the Board and its members.

**Board Meetings**

The meetings of the Board of Directors are held at the Company's Registered office in Mumbai. 7 Board meetings and 1 Committee Meeting was held during the financial year under review, in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the minute's book maintained for the purpose. Meetings of Board of Directors includes meeting of Independent Directors held in terms of applicable provisions of the Companies Act, 2013.

The details of the Board meetings are given below:

<b>Date</b>	<b>Board Strength</b>	<b>No. of Directors Present</b>
23/04/2018	4	4
25/06/2018	4	3
18/09/2018	4	3
26/10/2018	4	4

18/12/2018	4	3
25/02/2019	4	4
25/02/2019	4	4

The details of the Committee meeting are as given below:

Date	Board Strength	No. of Directors Present
25/02/2019	3	3

### **Directors' Responsibility Statement**

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

- a. that in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March, 2019 the applicable accounting standards have been followed;
- b. that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review;
- c. that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. that the Directors have prepared the annual accounts for the financial year ended 31<sup>st</sup> March, 2019 on a 'going concern' basis.
- e. that the directors have devised proper systems to ensure compliance with the provisions of applicable laws and that such systems are adequate and operating effectively.

### **Related Party Transactions**

Since there are no Related Party Transactions (RPTs) entered into by the Company, Form AOC -2 is not applicable.

### **Particulars of employees**

The statement of particulars of employees pursuant to Rule 5 (2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable as the Company has no employees.

### **Matters required to be reported upon as per the Section 134 (3) (m) of the Companies Act, 2013**

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

#### **a) Conservation of Energy**

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

b) Technology absorption, adoption and innovation

Company adopts technology and its usage is in accordance with its line of operations.

c) Foreign exchange earnings and outgo

Foreign exchange outgo during the year was Nil.

Foreign exchange earnings during the year was Nil.

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

There is no qualification in the audit report.

**Particulars of Loans, Advances & Guarantees given or Investment made or Securities Provided:**

Particulars of investments made by Company during the Financial year 2018-19 are stated in Note no. 7 to Audited Financial Statements of Company as annexed to this Annual Report. The Company has neither given any guarantee nor provided any Security or granted any loans or advances during the reporting period.

**Policy on prevention of sexual harassment of women at workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company has a policy in place for the prevention of sexual harassment of women at workplace. However, there are no employees on its pay roll.

**Risk Management**

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

**Corporate Social Responsibility (CSR)**

In accordance with Section 135 of the Companies Act, 2013; CSR is applicable if the Company is having net worth of Rupees Five Hundred crore or more, or Turnover of Rupees One Thousand crore or more or a Net Profit of Rupees Five crore or more during three preceding Financial years. None of these conditions as stated in Section 135 of the Companies Act, 2013 are met by the Company and accordingly CSR provisions do not apply to the Company.

**Extract of Annual Return**

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

**Statutory Auditors:**

M/s. CVK & Associates, Chartered Accountants (Firm Registration No. 101745W) were appointed, in the Annual General Meeting held on 23rd August, 2017, for a term of consecutive five years from the conclusion of 6th Annual General Meeting till the Conclusion of 11th Annual General Meeting (subject to ratification by the members at every subsequent Annual General Meeting).

However, vide notification dated 7th May, 2018, the Ministry of Corporate Affairs has done away with the requirement of seeking ratification of members for appointment of auditors at every Annual General Meeting. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at the 8th Annual General Meeting.

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

**Transfer to IEPF**

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

**Compliance of Secretarial Standards:**

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

**Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act,**

Company Does not fall within the ambit of the above Section.

**Acknowledgement:**

The Directors wish to place on record their sincere appreciation to all employees of PPFAS Asset Management Private Limited (which acts as the Investment Manager to PPFAS Mutual Fund) for their dedication and focused attitude.

The Directors also acknowledge the splendid response by the investors for the schemes of PPFAS Mutual Fund and look forward for their continued support.

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

**PPFAS Trustee Company Private Limited**

Sd/-

P A Balasubramanian

Director

(DIN:03152643)

Place: Mumbai.

Date: 26th June, 2019

Sd/-

Suneel Gautam

Director

(DIN:00227484)

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

as on the financial year ended on 31<sup>st</sup> March, 2019

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

**I. REGISTRATION AND OTHER DETAILS:**

i) CIN: - U65100MH2011PTC221203

ii) Registration Date: - 24<sup>th</sup> August, 2011

iii) Name of the Company: - PPFAS Trustee Company Private Limited

iv) Category / Sub-Category of the Company: - Company limited by shares / Indian Non-Government Company

v) Address of the Registered office and contact details: - 81/82, 8<sup>th</sup> Floor, Sakhar Bhavan, 230, Ramnath Goenka Marg, Nariman Point, Mumbai - 400021.

Tel No: - (022) 6140 6555; Fax No: - (022) 6140 6590

vi) Whether listed company: No

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

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

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

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Trustee to PPFAS Mutual Fund	9971	100.00%

**III. Particulars of Holding, Subsidiary and Associate Companies -**

Sr. No	Name and Address Of The Company	CIN/GLN	Holding/ Subsidiary/Associate	% of shares held	Applicable Section
1	Parag Parikh Financial Advisory Services Private Limited  81/82, 8 <sup>th</sup> Floor, Sakhar Bhavan, 230, Ramnath Goenka Marg, Nariman Point, Mumbai - 400021.	U67190MH1992PTC068970	Holding	100	Section 2(46)







Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Total Public Shareholding (B)=(B)(1)+(B)(2)	-	-	-	-	-	-	-	-	-
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Grand Total (A+B+C)</b>	<b>0</b>	<b>50,000</b>	<b>50,000</b>	<b>100</b>	<b>0</b>	<b>50,000</b>	<b>50,000</b>	<b>0</b>	<b>0</b>

\*Note: Rajeev Thakkar, Khushboo Joshi, Geeta Parikh, Neil Parikh, Sahil Parikh and Sitanshi Parikh hold 1 Equity share each in the capacity as Nominee of Parag Parikh Financial Advisory Services Private Limited. This is to ensure compliance with provisions of minimum number of members.

**(ii) Shareholding of Promoters**

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in shareholding 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	Parag Parikh Financial Advisory Services Private Limited (including 6 Registered Owners* (Nominees) of Parag Parikh Financial Advisory Services Private Limited (Promoter)'	50,000	100	Nil	50,000	100	Nil	Nil
	Total	50,000	100	Nil	50,000	100	Nil	Nil

\*Note: Rajeev Thakkar, Khushboo Joshi, Geeta Parikh, Neil Parikh, Sahil Parikh and Sitanshi Parikh hold 1 Equity share each in the capacity as Nominee of Parag Parikh Financial Advisory Services Private Limited. This is to ensure compliance with provisions of minimum number of members.

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

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	50,000	100	50,000	100
	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):	Nil	Nil	Nil	Nil
	At the End of the year	50,000	100	50,000	100

There is no change in Promoter's Shareholding for the F.Y. 2018-2019.

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):** Not Applicable (Parag Parikh Financial Advisory Services Pvt. Ltd. holds 100% shareholding in the company, details of the nominee are provided in the table above).

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	NA	NA	NA	NA
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc):	No Change in Shareholding Pattern for the F.Y. 2018-19			
	At the End of the year ( or on the date of separation, if separated during the year)	NA	NA	NA	NA

**(v) Shareholding of Directors and Key Managerial Personnel:**

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

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>	Nil	Nil	Nil	Nil
i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	Nil	Nil	Nil	Nil
<b>Change in Indebtedness during the financial year</b>				
i) Addition ii) Reduction	Nil	Nil	Nil	Nil
<b>Net Change</b>	Nil	Nil	Nil	Nil

<b>Indebtedness at the end of the financial year</b>	Nil	Nil	Nil	Nil
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	Nil	Nil	Nil	Nil

## VI. Remuneration of Directors and Key Managerial Personnel

*A. Remuneration to Managing Director, Whole-time Directors and/or Manager: The Company does not have Managing Director, Whole-time Directors or Manager*

Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		----	----	----	----
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option				
3	Sweat Equity				
4	Commission - as % of profit - others, specify...				
5	Others, please specify				

	Total (A)				
	Ceiling as per the Act	The Company does not have Managing Director, Whole-time Director or Manager.			

**B. Remuneration to other directors:**

Sr. No.	Particulars of Remuneration	Name of Director				Total Amount
		P. A Balasubramanian	Rajan Mehta	Suneel Gautam	Dhaval Desai	
	<ul style="list-style-type: none"> <li>• Independent Directors</li> <li>• Fee for attending board / committee meetings</li> <li>• Commission</li> <li>• Others, please specify</li> </ul>	60,000	60,000	NA	40,000	1,60,000
		Nil	Nil	NA	Nil	Nil
	<b>Total (1)</b>	60,000	60,000	NA	40,000	1,60,000
	<b>Other Non-Executive Directors</b> <ul style="list-style-type: none"> <li>• Fee for attending board / committee meetings</li> <li>• Commission</li> <li>• Others, please specify</li> </ul>			50,000		50,000
	<b>Total (2)</b>	Nil	Nil	50,000	Nil	50,000
	<b>Total (B)=(1+2)</b>	60,000	60,000	50,000	40,000	2,10,000
	<b>Total Managerial Remuneration</b>	60,000	60,000	50,000	40,000	2,10,000
	<b>Overall Ceiling as per the Act</b>	Directors of the company are paid only sitting fees.				

**C. Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD: The Company does not have key employee in the capacity as CEO, Company Secretary and CFO.**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
		CEO	Company Secretary	CFO
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-
5	Others, please specify	-	-	-
	Total (A)	-	-	-
	Ceiling as per the Act	The Company does not have key employee in the capacity as CEO, Company Secretary and CFO.		

**VII. Penalties / Punishment/ Compounding of offences:**

<b>Type</b>	<b>Section of the Companies Act</b>	<b>Brief Description</b>	<b>Details of Penalty / Punishment/ Compounding fees imposed</b>	<b>Authority [RD / NCLT/ COURT]</b>	<b>Appeal made, if any (give Details)</b>
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil
<b>C. Other officers in default</b>					
Penalty	Nil	Nil	Nil	Nil	Nil
Punishment	Nil	Nil	Nil	Nil	Nil
Compounding	Nil	Nil	Nil	Nil	Nil

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

**PPFAS Trustee Company Private Limited.**

Sd/-

P A Balasubramanian

Director

(DIN:03152643)

Place: Mumbai.

Date: 26th June, 2019

Sd/-

Suneel Gautam

Director

(DIN:00227484)

## **INDEPENDENT AUDITOR'S REPORT**

To the Members of PPFAS Trustee Company Private Limited

### **Report on the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of PPFAS Trustee Company Private Limited (“the Company”), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2019, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (“Act”) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31<sup>st</sup> March, 2019, its Profit and its cash flows for the year ended on that date.

#### **Basis for opinion**

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



our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

### **Responsibility of Management for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable,

matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

1. The matters specified in paragraphs 3 and 4 of 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, have not been commented upon, as they are not applicable.

2. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) On the basis of the written representations received from the directors as on 31st, March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st, March 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) The matters specified in Section 143(3)(i) have not been commented upon, as they are not applicable.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and

Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. the Company does not have any pending litigations which would impact its financial position
- ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses).
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company).

**For CVK & Associates**

*Chartered Accountants*

*Firm Regn No.: 101745W*

Sd/-

**CA K. P. Chaudhari**

*Partner*

*Membership No: 031661*

Place: Mumbai

Date: 26th June, 2019

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

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

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

conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

**For CVK & Associates**

*Chartered Accountants*

*Firm Regn No.: 101745W*

Sd/-

**CA K. P. Chaudhari**

*Partner*

*Membership No: 031661*

Place: Mumbai

Date: 26th June, 2019

<b>PPFAS TRUSTEE COMPANY PRIVATE LIMITED</b>			
<b>Balance Sheet as at 31st March, 2019</b>			
<b>Particulars</b>	<b>Note No</b>	<b>As at 31st March, 2019 Rs.</b>	<b>As at 31st March, 2018 Rs.</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds:</b>			
Share Capital	3	500,000	500,000
Reserves And Surplus	4	1,731,066	1,274,019
	<b>a</b>	<b>2,231,066</b>	<b>1,774,019</b>
<b>Current Liabilities:</b>			
Other Current Liabilities	5	110,062	125,344
Short Term Provisions	6	30,000	77,986
	<b>b</b>	<b>140,062</b>	<b>203,330</b>
<b>Total Equity and Liabilities</b>	<b>a+b</b>	<b>2,371,128</b>	<b>1,977,349</b>
<b>ASSETS</b>			
<b>Non Current Assets:</b>			
Non-Current Investments	7	1,385,735	-
Long Term Loans And Advances	8	60,101	-
	<b>c</b>	<b>1,445,836</b>	<b>-</b>
<b>Current Assets:</b>			
Cash & Cash Equivalents	9	4,038	1,955,459
Short-Term Loans & Advances	10	6,000	8,000
Other Current Assets	11	915,254	13,890
	<b>d</b>	<b>925,292</b>	<b>1,977,349</b>
<b>Total Assets</b>	<b>c+d</b>	<b>2,371,128</b>	<b>1,977,349</b>
Summary of significant accounting policies		2	
The accompanying notes are an integral part of financials statements			
As per Our Audit Report of even date			
<b>For CVK &amp; Associates</b>		<b>For and on behalf of the Board of Directors of</b>	
<i>Chartered Accountants</i>		<b>PPFAS Trustee Company Private Limited</b>	
<i>Firm Registration No:101745W</i>			
Sd/-	Sd/-	Sd/-	
<b>K P Chaudhari</b>	<b>P A Balasubramanian</b>	<b>Suneel Gautam</b>	
<i>Partner</i>	<i>Director</i>	<i>Director</i>	
<i>Membership No:031661</i>	<i>DIN: 03152643</i>	<i>DIN: 00227484</i>	
Place:Mumbai			
Date : 26th June, 2019			

**PPFAS TRUSTEE COMPANY PRIVATE LIMITED**

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

Particulars	Note No	For the year ended 31st March, 2019	For the year ended 31st March, 2018
<b>REVENUE</b>			
Revenue from operations	12	847,458	878,023
Other Income	13	16,522	72,947
<b>Total Revenue</b>		<b>863,980</b>	<b>950,970</b>
<b>EXPENSES</b>			
Other expenses	14	249,035	191,314
<b>Total Expenses</b>		<b>249,035</b>	<b>191,314</b>
<b>Profit Before Tax</b>		<b>614,945</b>	<b>759,656</b>
<b>Tax Expense</b>			
Current Tax		159,645	200,000
Short / (Excess) Tax Provision for Previous year		(1,747)	-
<b>Total Tax Expenses</b>		<b>157,898</b>	<b>200,000</b>
<b>Profit / (Loss) for the Period</b>		<b>457,047</b>	<b>559,656</b>
Earning Per Equity Share			
Basic		9.14	11.19
Diluted		9.14	11.19

Summary of significant accounting policies

2

The accompanying notes are an integral part of financials statements

As per Our Audit Report of even date

**For CVK & Associates**

*Chartered Accountants*

*Firm Registration No:101745W*

Sd/-

**K P Chaudhari**

*Partner*

*Membership No:031661*

**For and on behalf of the Board of Directors of  
PPFAS Trustee Company Private Limited**

Sd/-

**P A Balasubramanian**

*Director*

*DIN: 03152643*

Sd/-

**Suneel Gautam**

*Director*

*DIN: 00227484*

Place:Mumbai

Date : 26th June, 2019



PPFAS TRUSTEE COMPANY PRIVATE LIMITED				
Cash Flow Statement for the year ended 31st March, 2019				
Particulars	For the year ended 31st March, 2019		For the year ended 31st March, 2018	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>a. Cash flow from Operating Activities</b>				
Profit Before tax expenses		614,945		759,656
Adjustments :				
<b>Add : Non Operating Expenses/Items</b>	-		-	
<b>Less : Non - Operating Income/Items</b>				
Interest on Fixed Deposit	(4,787)		(72,947)	
Short Term Capital Gain on Mutual Fund	(9,562)			
Other Income	(2,173)	(16,522)	-	(72,947)
<b>Operating Profit before Working Capital Changes</b>		598,423		686,709
Adjustment for Movement in working capital				
Increase/(Decrease) in Other Current Liabilities	(15,282)		123,744	
Increase/(Decrease) in Short Term Provisions	(47,986)		-	
(Increase)/Decrease in Long Term Loans & Advances	1,747		4,150	
(Increase)/Decrease in Short-Term Loans & Advances	2,000		2,000	
(Increase)/Decrease in Other Current Assets	(901,364)	(960,885)	(2,877)	127,017
Cash Generated from operations		(362,462)		813,726
Less : Taxes Paid		(219,746)		(142,013)
<b>Net Cash from operating activities</b>		<b>(582,208)</b>		<b>671,713</b>
<b>b. Cash flow from Investing Activities</b>				
Investment in Mutual Fund	(1,385,735)		-	
Interest on Fixed Deposit	4,787		72,947	
Short Term Capital Gain on Mutual Fund	9,562		-	
Other Income	2,173		-	
<b>Net Cash from investing activities</b>		<b>(1,369,213)</b>		<b>72,947</b>
<b>c. Cash Flow from Financing Activities</b>				
		<b>NIL</b>		<b>NIL</b>
<b>Net increase/decrease in cash &amp; cash equivalents (a+b+c)</b>		<b>(1,951,421)</b>		<b>744,660</b>
<b>Add: Cash &amp; Cash Equivalents at the start of the year</b>				
Cash in Hand	328		328	
Bank Accounts	980,131		610,471	
Fixed Deposits with maturity less than 12 months	975,000	1,955,459	600,000	1,210,799
<b>Less: Cash &amp; Cash Equivalents at the end of the year</b>				
Cash in Hand	328		328	
Bank Accounts	3,710		980,131	
Fixed Deposits with maturity less than 12 months	-	4,038	975,000	1,955,459

As per Our Audit Report of even date

**For CVK & Associates**

Chartered Accountants

Firm Registration No:101745W

Sd/-

**K P Chaudhari**

Partner

Membership No:031661

**For and on behalf of the Board of Directors of  
PPFAS Trustee Company Private Limited**

Sd/-

**P A Balasubramanian**

Director

DIN: 03152643

Sd/-

**Suneel Gautam**

Director

DIN: 00227484

Place: Mumbai

Date : 26th June, 2019

## **PPFAS TRUSTEE COMPANY PRIVATE LIMITED**

### **NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2019**

#### **NOTE 1: CORPORATE INFORMATION**

PPFAS Trustee Company Private Limited is incorporated on 24<sup>th</sup> August, 2011. The Company is subsidiary of Parag Parikh Financial Advisory Services Private Limited. The Company's Registered and corporate office is located in Mumbai. The Company is incorporated to function as trustee to PPFAS Mutual Fund and Trusteeship fees is its primary source of Income. The fees received are calculated based on Asset under Management for Mutual Fund.

#### **NOTE 2: SIGNIFICANT ACCOUNTING POLICIES**

##### **a. Basis of Preparation**

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

##### **b. Use of Estimates**

The preparation of financial statements, in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates

are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**c. Current/ Non-current Classification**

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

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

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

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

**d. Investments**

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

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

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

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

**e. Revenue Recognition**

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

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

Interest is recognised on Time Proportion basis.

**f. Taxes on Income**

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

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

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

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

**g. Provision**

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

**h. Contingent Liabilities**

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

**i. Earnings per share**

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

<b>NOTE 3: SHARE CAPITAL</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
<b>AUTHORISED</b> 50,000 Equity Shares of Rs.10 each		500,000		500,000	
<b>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL</b> 50,000 Equity Shares of Rs.10 each		500,000		500,000	
		<b>500,000</b>		<b>500,000</b>	
<b>a. Reconciliation of Shares outstanding as at the beginning and at the end of the reporting period.</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
		<b>Number</b>	<b>(Rs)</b>	<b>Number</b>	<b>(Rs)</b>
At the beginning of the Period		50,000	500,000	50,000	500,000
Issued during the period		Nil	Nil	Nil	Nil
<b>Outstanding at the end of the period</b>		<b>50,000</b>	<b>500,000</b>	<b>50,000</b>	<b>500,000</b>
<b>b. Details of Shareholders holding more than 5 % of Ordinary Shares</b>					
<b>Name of the Shareholders</b>	<b>Number</b>	<b>% of Holding</b>	<b>Number</b>	<b>% of Holding</b>	
Parag Parikh Financial Advisory Services Private Limited	50,000	100	50,000	100	
<b>NOTE 4: RESERVES &amp; SURPLUS</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
<b>Surplus/(deficit) in the statement of Profit and Loss</b>					
At the Beginning of the Accounting Period		1,274,019		714,363	
Additions During the Year		457,047		559,656	
At the End of the Accounting Period		<b>1,731,066</b>		<b>1,274,019</b>	
<b>NOTE 5: OTHER CURRENT LIABILITIES</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
GST Payable		110,062		125,344	
		<b>110,062</b>		<b>125,344</b>	
<b>NOTE 6: SHORT TERM PROVISIONS</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
Provision for Taxation (Net of Advance Tax)		-		57,986	
Provision for Auditor's Remuneration		30,000		20,000	
		<b>30,000</b>		<b>77,986</b>	
<b>NOTE 7: NON CURRENT INVESTMENTS</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
Aditya Birla Sunlife Cash Manager (Growth option)		10,000		-	
Parag Parikh Liquid Fund		1,375,735		-	
		<b>1,385,735</b>		<b>-</b>	
<b>NOTE 8: LONG TERM LOANS AND ADVANCES</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
Advance Tax & TDS (Net of Provision of Taxation)		60,101		-	
		<b>60,101</b>		<b>-</b>	
<b>NOTE 9: CASH &amp; CASH EQUIVALENTS</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
On Current Accounts		3,710		980,131	
Cash in hand and as Imprest		328		328	
Fixed Deposits with maturity less than 12 months		-		975,000	
		<b>4,038</b>		<b>1,955,459</b>	
<b>NOTE 10: SHORT TERM LOANS &amp; ADVANCES</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
Prepaid Expense		6,000		8,000	
		<b>6,000</b>		<b>8,000</b>	
<b>NOTE 11: OTHER CURRENT ASSETS</b>					
		<b>As at 31st March, 2019</b>		<b>As at 31st March, 2018</b>	
Interest accrued on Fixed Deposits		-		13,890	
Trustee Fees Receivable		915,254		-	
		<b>915,254</b>		<b>13,890</b>	

<b>NOTE 12: REVENUE FROM OPERATIONS</b>		
	<b>For the year ended 31st March, 2019</b>	<b>For the year ended 31st March 2018</b>
Trustee Fees	847,458	878,023
	<b>847,458</b>	<b>878,023</b>
<b>NOTE 13: OTHER INCOME</b>		
	<b>For the year ended 31st March, 2019</b>	<b>For the year ended 31st March 2018</b>
Interest on Fixed Deposit	4,787	72,947
Short Term Capital Gain on Mutual Fund	9,562	-
Dividend	2,173	-
	<b>16,522</b>	<b>72,947</b>
<b>NOTE 14: OTHER EXPENSES</b>		
	<b>March, 2019</b>	<b>March 2018</b>
Director's Fees (Sitting Fees)	210,000	160,000
Auditors Remuneration	30,000	20,000
Professional Charges	6,000	6,000
Professional Tax - Company	2,000	2,000
Miscellaneous Expenses	800	2,893
Bank Charges	235	389
Interest on Taxes	-	32
	<b>249,035</b>	<b>191,314</b>

**NOTE 15: SUPPLEMENTARY INFORMATION****a. Particulars of Directors' Remuneration**

<b>Director's Name</b>	<b>Amount in Rs.</b>	<b>Head of Expenses</b>
P. A. Balasubramanian	60,000/-	Sitting Fees
Rajan Mehta	60,000/-	Sitting Fees
Dhaval Desai	40,000/-	Sitting Fees
Suneel Gautam	50,000/-	Sitting Fees

**b. Particulars of Auditors Remuneration**

<b>Particulars</b>	<b>F.Y.2018-19</b>	<b>F.Y.2017-18</b>
As Statutory Auditors	30,000/-	20,000/-
For other Services	-	-
<b>TOTAL</b>	<b>30,000/-</b>	<b>20,000/-</b>

**c. Value of Imports**

<b>Particulars</b>	<b>F.Y.2018-19</b>	<b>F.Y.2017-18</b>
Value of Imports	NIL	NIL

**d. Expenditure in Foreign Exchange**

<b>Particulars</b>	<b>F.Y.2018-19</b>	<b>F.Y.2017-18</b>
Professional Charges	NIL	NIL
Travelling Charges	NIL	NIL

**e. Foreign Exchange Earnings**

<b>Particulars</b>	<b>F.Y.2018-19</b>	<b>F.Y.2017-18</b>
Earnings in Foreign Exchange	NIL	NIL



**NOTE 16: EARNINGS PER SHARE**

<b>Particulars</b>	<b>F.Y.2018-19</b>	<b>F.Y.2017-18</b>
Profit attributable to equity shareholders	Rs. 4,57,047/-	Rs. 5,59,656/-
Weighted Average number of Equity Share Outstanding during the year	50,000	50,000
Basic & Diluted EPS	Rs. 9.14	Rs. 11.19
Nominal value per share	Rs. 10/-	Rs. 10/-

**NOTE 17: MAJOR COMPONENTS OF DEFERRED TAX ASSETS**

NIL

**NOTE 18:**

The amount payable to the Small Scale Undertaking is NIL.

**NOTE 19: PREVIOUS YEAR FIGURES**

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

**Signatures to notes 1 to 19**

As per Our Audit Report of even date

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

**For & on behalf of the Board of Directors of PPFAS Trustee Company Private Limited**

Sd/-  
**K P Chaudhari**  
*Partner*  
*Membership No: 031661*

Sd/-  
**P A Balasubramanian**  
*Director*  
*DIN : 03152643*

Sd/-  
**Suneel Gautam**  
*Director*  
*DIN : 00227484*

Place: Mumbai  
Date: 26<sup>th</sup> June, 2019

**PROXY FORM**

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

CIN: U65100MH2011PTC221203  
Name of the company: PPFAS Trustee Company Private Limited  
Registered office: 81/82, 8<sup>th</sup> Floor, Sakhar Bhavan, 230, Ramnath Goenka Marg, Nariman Point, Mumbai - 400021.

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

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

1. Name: ..... Address: .....  
.....

E-mail Id: .....

Signature :....., or failing him

2. Name: ..... Address: .....  
.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 8<sup>th</sup> Annual General Meeting of the company, to be held on, 23<sup>rd</sup> September, 2019 at 2 p.m. at 81/82, 8<sup>th</sup> Floor, Sakhar Bhavan, 230, Ramnath Goenka Marg, Nariman Point, Mumbai - 400021. and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolution No.	Resolutions
Ordinary Business	
1	Adoption of Financial Statements for the year ended 31st March, 2019

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

Signature of shareholder

Please affix  
Re.1 Revenue  
Stamp

Signature of Proxy holder(s)

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

## ATTENDANCE SLIP

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

CIN : U65100MH2011PTC221203

Name of the company : PPFAS Trustee Company Private Limited

Regd. & Corp. office : 81/82, 8<sup>th</sup> Floor, Sakhar Bhavan, 230, Ramnath Goenka Marg, Nariman Point, Mumbai - 400021.

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

I hereby record my presence at the 8<sup>th</sup> Annual General Meeting of the Company at 81/82, 8<sup>th</sup> Floor, Sakhar Bhavan, 230, Ramnath Goenka Marg, Nariman Point, Mumbai - 400021 on 23rd September, 2019 at 2:00 p.m.

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Signature of the Member(s)/Proxy

Notes:

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

## Road map to AGM Venue

**Venue:** Registered Office of the Company. 81/82, 8<sup>th</sup> Floor, Sakhar Bhavan, 230, Ramnath Goenka Marg, Nariman Point, Mumbai – 400021. Telephone: 022 6140 6555.

**Distance from Churchgate Railway Station:** around 1.2 Km.

**Distance from Chhatrapati Shivaji Terminus:** around 2.8 Km.

