ANNUAL REPORT 2023-24

EDELWEISS
ASSET MANAGEMENT

Poised with Promise

Our Moment in Time

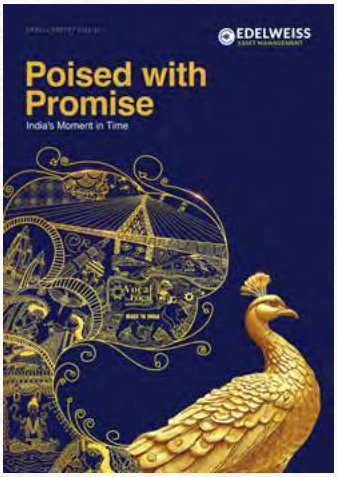


Poised with Promise

is not just a theme but a narrative thread that weaves through every facet of our Annual Report. It reflects India's ascent on the global stage and Edelweiss Mutual Funds' strategic milestones, highlighting our shared journey of growth, innovation, and resilience. This theme captures the balance between tradition and modernity, values and vision, showcasing a period of great promise and potential.

As you navigate through this report, you will see how Edelweiss Mutual Fund (MF) has built strong foundations while continuing to evolve as a future-ready asset management company.

This report is a testament to our collective achievements and a clear statement of our future goals. It is an invitation to join us as we reach new heights, driven by a shared vision of growth and prosperity.



On the Cover
"In the heart of tradition lies the seed of transformation."

In a year marked by transformative progress, "Poised with Promise: Our Moment in Time" encapsulates the essence of both India's vibrant journey and Edelweiss Mutual Funds' steadfast commitment to fostering growth and opportunity. This Annual Report serves as a testament to our shared pursuit of excellence, inspired by the rich cultural and economic tapestry of India.

At the heart of our theme lies the majestic golden peacock, a symbol of beauty, prosperity, and resilience in Indian heritage. Historically, India was revered as the "Sone Ki Chidiya" or the "Golden Bird," renowned for its immense wealth and cultural richness. Today, as we stand on the brink of a new era, we aim to evoke this legacy, portraying a nation once again on the rise, poised to reclaim its golden stature.

The peacock's plumage, adorned with a blend of traditional and modern symbols of growth and prosperity, reflects the multifaceted narrative of India's ascendancy. Each feather tells a story—of heritage and innovation, of challenges met with grace, and of a nation poised for a golden future. The intricate designs symbolize the harmony between tradition and transformation, showcasing how India and Edelweiss Mutual Funds are rising together on the global stage.



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OUR VISION STATEMENT

“Creating investment solutions that deliver enduring value for you.”

OUR VALUES



EMBRACING POTENTIAL

Customer First

We prioritize our stakeholders' needs and aspirations, ready to harness the promise of India's emerging opportunities.



RESPONSIBLE STEWARDSHIP

Respect Risk

We manage wealth with care and integrity, balancing the promise of growth with prudent risk management.



SINCERE ENGAGEMENT

Be Genuine

Our communication is clear and honest, reflecting the genuine spirit of India's vibrant growth.



INNOVATIVE DRIVE

Push Boundaries

Inspired by India's dynamic progress, we strive for innovation, pushing boundaries to deliver tailored solutions.



HARMONIOUS COLLABORATION

One Team

We value our people and their collective strength, moving forward together in harmony to seize India's moment.



DIGITAL MASTERY

Think Digital

We leverage cutting-edge technology to enhance your experience, navigating the digital landscape with expertise.



MF Business at a Glance

Gracefully Poised, Rooted in Promise

At Edelweiss MF, we draw inspiration from India's rich cultural tapestry to navigate the ever-evolving financial landscape. Like the majestic peacock, India's national bird, we strive to combine grace with resilience in our operations.

Our journey mirrors India's economic growth, which has seen the country become the world's fifth-largest economy with a GDP of USD 3.97 trillion in 2024. Just as India aims to become a USD 5 trillion economy by 2026-27, we at Edelweiss MF are poised for significant growth.

The Konark Wheel, with its spokes that represent the hours of a day, reminds us of the constant motion in the financial markets. This inspires our 24/7 commitment to embracing change and driving progress in the asset management industry.

The lotus, India's national flower, symbolizes our determination to thrive amidst challenges. As India's mutual fund industry assets under management grew by 35% in FY24, reaching INR 53.4 lakh crore, we too have shown resilience and growth.

At Edelweiss MF, we are gracefully poised and rooted in promise, ready to soar to new heights with you, mirroring India's ambitious trajectory in the global economy.

DID YOU KNOW?

The peacock's iridescent feathers don't actually contain any blue pigment. The vivid blue color we see is the result of an optical illusion called structural coloration.

Microscopic structures in the feathers reflect blue light while absorbing other colors, creating the appearance of blue. This natural phenomenon reminds us that in finance, as in nature, things aren't always as they first appear, and a deeper understanding often reveals surprising truths.

The visual elements incorporated in this section include:
Peacock's Plume: Symbolizes India's vibrant spirit and progress; **Konark Wheel:** Represents life's constant motion and the embrace of change; **Lotus:** Reflects purity and determination to thrive amidst challenges; **Birds and Plants:** Illustrate our commitment to growth and reaching new heights.

EDELWEISS MUTUAL FUND AT A GLANCE

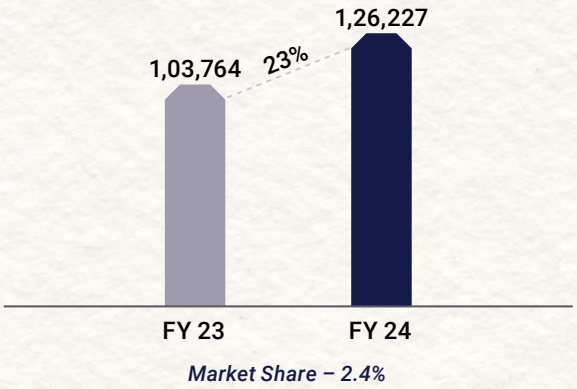
At Edelweiss MF, our mission is to drive value for stakeholders through a steadfast commitment to innovation, integrity, and customer-centricity. We are embracing technological advancements and strategic growth initiatives to navigate the evolving financial landscape effectively.

In FY24, Edelweiss MF demonstrated steady growth and a commitment to delivering enduring value. Our total Mutual Fund Assets under Management (AuM) grew by 23%, reaching INR 1,26,227 Cr. This growth extends across our portfolio, with a notable 61% increase in Equity & Hybrid assets compared to the previous year.

Our success is built on the trust of over 15.5 lakh customers who have chosen us to manage their investments. Despite a lean physical presence of 33 branches, our innovative digital solutions and robust network have enabled us to efficiently serve customers across 18,804 pin codes, demonstrating our ability to scale without extensive physical infrastructure.

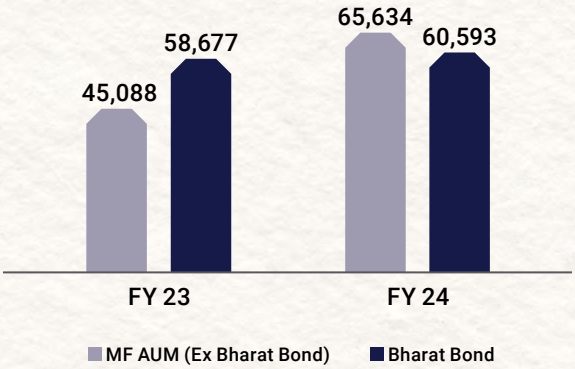
The continued growth of our Systematic Investment Plan (SIP) book, along with a significant increase in active mutual fund distributors, underscores the strength of our investor relationships and distribution network. This positions Edelweiss MF as a dynamic player in India's financial sector, ready to capitalize on the nation's growth story while providing tailored investment solutions to a diverse and expanding customer base.

MF AuM (INR Cr.)



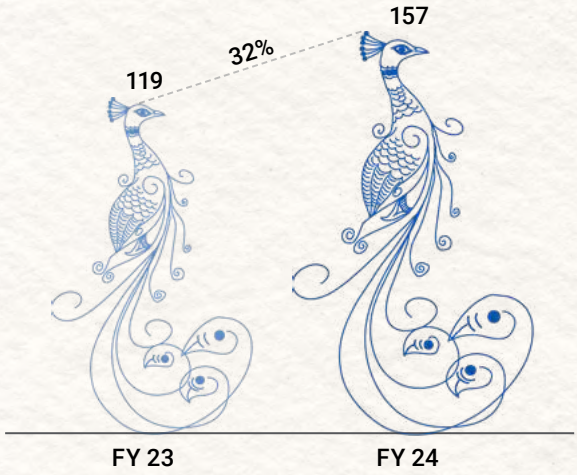
Market Share – 2.4%

Distribution of MF AuM (INR Cr.)

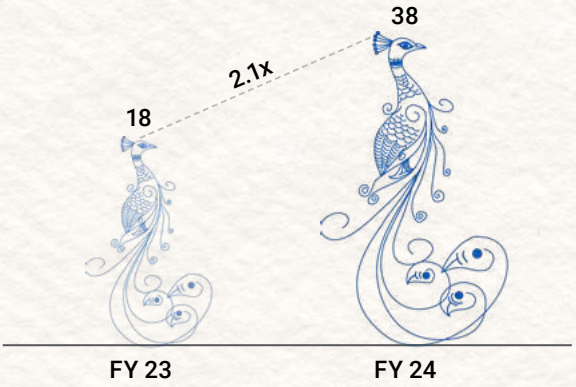


Additional AuM of ~INR 1,100 Cr. of Alternatives
AuM as on March 31, 2024 as per records of the RTA.
Industry data source: AMF India

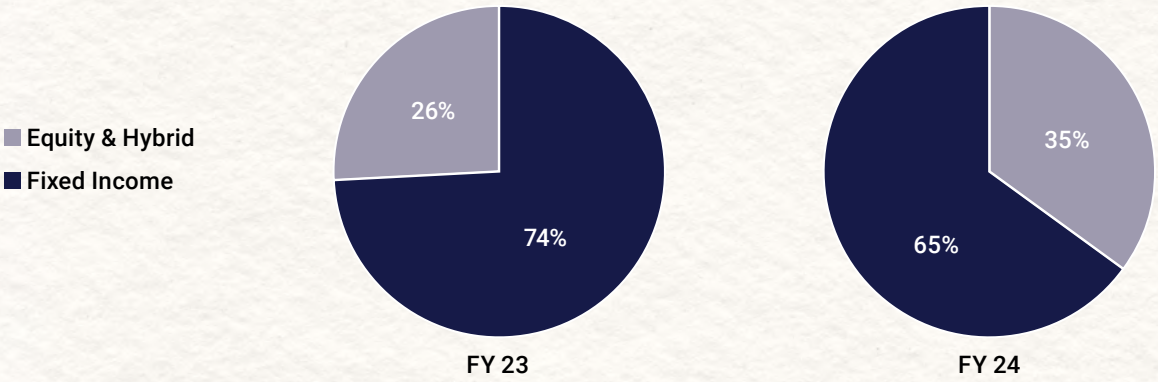
MF Revenue (INR Cr.)



Profit After Tax (INR Cr.)

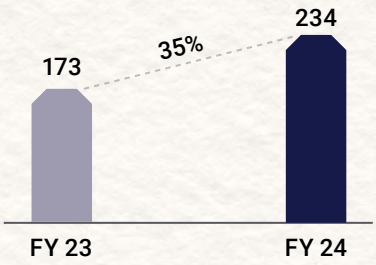


Asset Class Mix

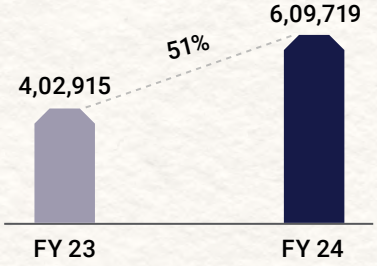


Equity & Hybrid includes – Equity, Arbitrage, Hybrid & International FOFs
Fixed Income includes Active Debt, Liquid, Target Maturity Index Funds and Bharat Bond ETF FoFs
ETFs – Exchange Traded Funds; FoFs – Fund of Funds Data source: Internal (Data presented in clockwise position)
Figures are in INR Cr., except otherwise mentioned; AuM: Asset Under Management; MF: Mutual Fund
Charts are not to scale

SIP Book (INR Cr.)



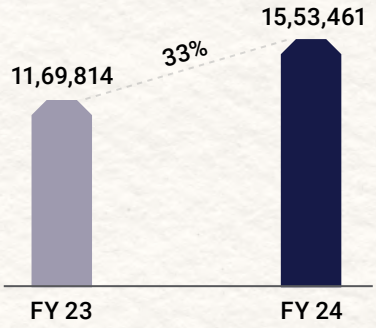
SIP Count



**SIP book refers to monthly SIP flows*

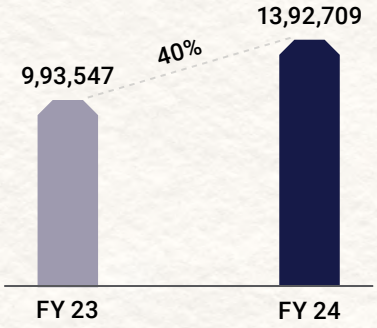
Data Source: Internal

Total Folios



Industry growth: 22%

Equity & Hybrid Folios



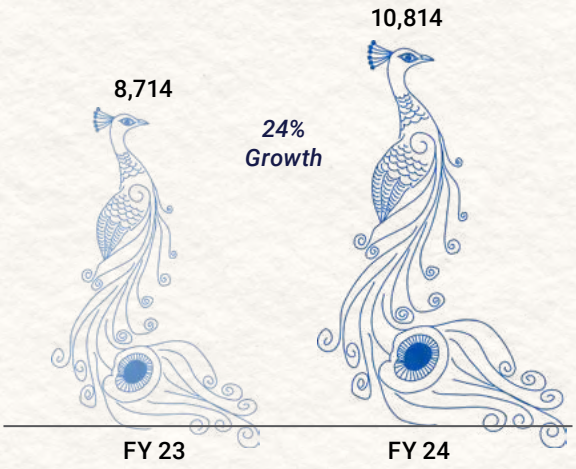
Industry growth: 22%

*Data source: Internal | *Folios as on March 31, 2024 as per records of the RTA; Industry data source: AMFI India*

Figures are in INR Cr., except otherwise mentioned; AUM: Asset Under Management; MF: Mutual Fund; RTA: Registrars & Transfer Agents

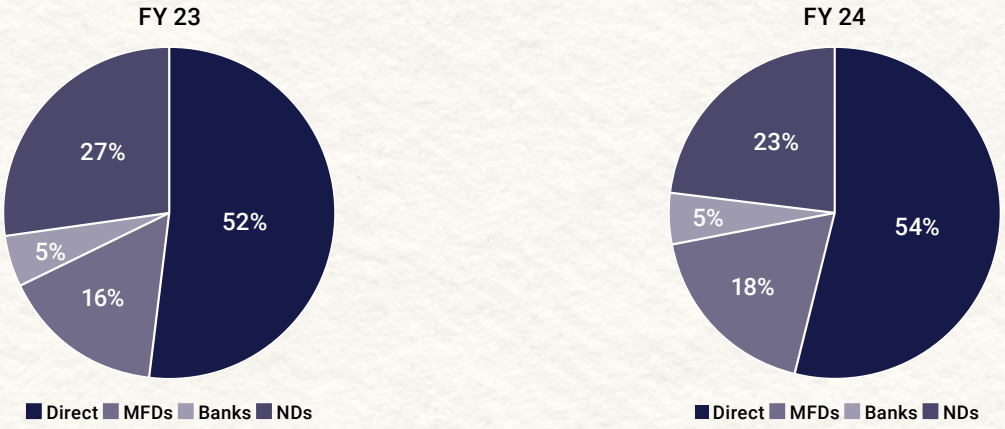
Charts are not to scale

Active Mutual Fund Distributors



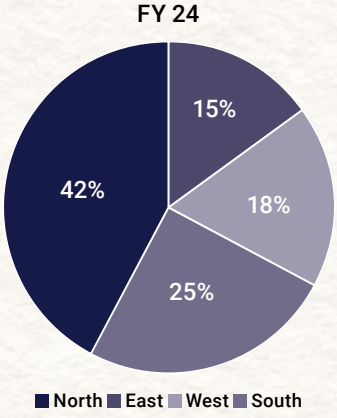
Data source: Internal

Segment-Wise Distribution of AuM



AuM: Assets under Management
Data source: Internal (Data presented in clockwise position)

Geographical Spread of Mutual Fund Distributors



Data source: Internal (Data presented in clockwise position)
AuM: Asset Under Management; MF: Mutual Fund
Charts are not to scale

BRANCH PRESENCE



MAP NOT TO SCALE

33

LOCATIONS IN 2024

The rise in active folios and mutual fund distributors further cements our position as a trusted partner in wealth creation.

As we stand ready to seize new opportunities, Edelweiss Mutual Fund remains committed to fostering innovation, and delivering exceptional value to our stakeholders.

27,000+

EMPANELLED DISTRIBUTORS

18,000+

PIN CODES SERVICED



Dear Friends,

I am delighted to present to you the Annual Report for Edelweiss Mutual Fund for the Financial Year 2023-2024. This is a year that makes us proud – one that has been a testament to our resilience amidst changing market conditions and one that has seen tremendous all-round growth. We have consistently spoken about the need to have strong foundations to deliver sustainable outcomes and we continue to make efforts in this direction, whether it is on innovative products, strengthening our teams, or improving our digital delivery and service levels. In an industry like mutual funds, where the consumer proposition is strong and product acceptance improves every year, growth is almost inevitable. Quality, however, is not. Our relentless focus has been to build a business on both these pillars.

> Despite global turbulence, the Indian Mutual Fund Industry continues to flourish, driven by digitisation, financialization and the continued investment in awareness through campaigns like *Mutual Funds Sahi Hai.*

The Mutual Fund Industry – A Golden Age

Despite global turbulence, the Indian Mutual Fund Industry continues to flourish, driven by digitisation, financialization and the continued investment in awareness through campaigns like *Mutual Funds Sahi Hai*. In the past year, the assets managed by the Indian Mutual Fund Industry have risen from INR 39.4 lakh crore in March 2023 to INR 53.4 lakh crore in March 2024, a 35% increase. This growth speaks volumes about the trust and confidence millions of investors place in mutual funds. Folios (customer accounts) have also risen from 14.6 crore to 17.8 crore within a year. This surge, with an average of 26.8 lakh new accounts added every month, has doubled last year's numbers, reflecting a strong wave of new investors entering the industry. **Monthly investments through Systematic Investment Plans (SIPs) – one of the industry's finest product features – have grown from INR 14,276 crore in March 2023 to INR 19,271 crore in March 2024.** The number of SIP accounts has hit a record 8.40 crore, a 32% rise from last year, showing how more and more people are embracing the habit of regular, disciplined investing. And yet, despite this growth, mutual fund penetration relative to GDP is still significantly lower than global averages (almost 1/5th). **We can safely say that while we have come a long way, for this industry, "*Picture Abhi Baaki hai*".**

Edelweiss Mutual Fund – Seizing India's Moment in Time

At Edelweiss, we have always believed in both, the promise of the long term and the volatility of the short term, both in business and in equity markets. The last financial year started with a surprise change in debt taxation in March, impacting a category where we had been market leaders and benefited from tremendous growth in target maturity funds including Bharat Bond. We firmly believe change is the only constant, and adaptability an important skill. As a team, we doubled-down our focus on the equity business and deepening our retail reach. **We concluded this financial year with a 61% growth in equity assets and doubled profitability,** also continuing to be one of the fastest-growing asset management companies among the top 15 players in the industry. Total assets (AuM) stood at INR 1,26,227 crore, witnessing a 23% year-on-year growth. We saw meaningful growth in retail folios, crossing the 15.5 lakh mark, representing a 33% increase, compared to the industry average of 22%.

The foundation of Edelweiss Mutual Fund is built on 4 important pillars, and I want to take some time to reflect on how those evolved over the last year.

The Investment Platform

Edelweiss MF prides itself on a unique investment platform that is the foundation of any money management business. **We are a process and principles first business, with three distinct investment capabilities—Fundamental Investing, Factor Investing, and Fixed Income—each supported by a team of seasoned professionals with over 230 years of collective expertise.** In line with our commitment to innovation and future-ready solutions, as well as our belief in specialization and focus, **Edelweiss MF today is one of the only MFs in the country with a dedicated senior team exclusively focused on Factor Investing, boasting a track record spanning more than 15 years**. We also recognize the importance of constantly investing in the investing function, and as financial performance scales, we continue to add to the fund management talent pool across teams, including the addition of a Senior Head of Research.

Product Innovation

Edelweiss Mutual Fund is building a reputation for investment product innovation with several first-to-industry products that anticipate investor needs and set new benchmarks. We continued to expand our product basket thoughtfully this year, and thoughtfully is an important word in a market where product launches are prolific. **At Edelweiss MF, each new launch has to solve a customer problem, have the promise of scale, and be something we can deliver on.** Among our recent launches, the Multi-Cap Fund stands out as a strategic addition, providing investors with diversified exposure across multiple market sectors to effectively capture India's growth potential. The

Technology Fund, on the other hand, providing exposure to both Indian and global technology sectors, offered focused investments in companies benefitting from technological innovation. Our pioneering Multi-Asset Allocation Fund introduces a unique low volatility strategy using multiple asset classes, protecting investors from market volatility while delivering consistent performance.

While launching new products, we continue to scale existing funds. The share of equity assets (*ex-Arbitrage*) in our total assets (*ex-Bharat Bond*) has grown to 53% as of March 2024. **Our Balanced Advantage Fund crossed INR 10,000 Crore in assets, marking a 20% growth Y-o-Y, while our Arbitrage Fund doubling its assets to surpass INR 8,600 Crore.** A focus on consistent performance while remaining true to label is what will define brand Edelweiss MF and help us scale consistently and sustainably.

Retail Distribution

At EAMC, we believe distributors are at the core of our business. We continue to expand our distributor network, with 27,000+ empanelled partners across the country. MFDs and platforms contribute a significant part of our distribution pie leading to sticky high quality and long term assets, and our partnership and market share with leading platforms is only growing. Additionally, **we continue to focus on bringing value to these relationships through comprehensive training programs via our dedicated platform for upskilling – Konnect Klassroom and resources such as the Mutual Fund Handbook** to empower our partners with the knowledge and tools necessary to deliver exceptional service and value.

Efficiency

We believe it is important to be fiscally responsible while driving growth and have managed to scale to this size, with significantly fewer branches and employees compared to peers. **With a basic foundation in place across the top 30 cities, we are also expanding our sales team coverage to the next leg of 30 cities over the next few years, further deepening our retail presence.** We continue to use efficient marketing and PR to drive some of the highest share of voice in the industry and have a social media first approach. This strategy has made us **the most followed AMC on Instagram and Twitter, significantly amplifying our brand presence and engagement. A stable and experienced team continues to be an asset with 35% of our overall employees and 79% of senior employees having a tenure of over five years, ensuring continuity and deep institutional knowledge.** We have also focused on the development of our existing talent, coaching our senior leadership and fund managers through comprehensive programs, and building the next generation of leaders via our Emerging Leadership program.

The Road Ahead

Each year as I write this report, we continue to have two things – delight about the foundation that the team is building and tremendous optimism for the way ahead. Much like compounding in investment, we believe the investment business itself benefits from tremendous compounding. Good track record, deep distribution, strong communication and consistent service take time to build, but once they do fall in place, the potential of the business is limitless. We see the climb becoming more interesting every year.

To all of you, thank you for your support, faith and partnership over the many years. We welcome any feedback you may have.

Warm regards,



Radhika Gupta

Managing Director & Chief Executive Officer,
Edelweiss Mutual Fund

> "Much like compounding in investment, we believe the investment business itself benefits from tremendous compounding."

Board of Directors



Mr. Venkatchalam Ramaswamy
Vice Chairman
Edelweiss Financial Services Ltd.



Ms. Radhika Gupta
Managing Director &
Chief Executive Officer



Mr. Manjit Singh
Independent Director



Mr. Suresh Gurumani
Independent Director



Mr. Karan Datta
Independent Director



Mr. Sandeep Bhandarkar
Independent Director

Board of Trustees



Mr. Kedar Desai
Independent Director



Mr. K. Ramaswamy
Independent Director



Mr. K. Venugopal
Independent Director



Mr. Bhavesh Vora
Independent Director



Mr. Nikhil Johari
Non-Executive Director

Management Team



Ms. Radhika Gupta
Managing Director & Chief Executive Officer & Co-Chair, FICCI Committee on Capital Markets



Mr. Abdulla Chaudhari
Head – Investor Services



Mr. Amit Malpani
Chief Financial Officer



Ms. Archita Bhutoria
Head – Risk



Mr. Deepak Jain
President & Head – Sales



Mr. George Jose
Head – Operations



Mr. Jehzeel Master
Head – Compliance



Ms. Manisha Dokania
Head – Brand



Mr. Manoj Chaudhary
Head – Human Resources



Mr. Niranjan Avasthi
Head - Product, Marketing & Digital



Mr. Ranjit Kumar
Head – Institutional Sales



Ms. Rashida Roopawalla
Chief Operating Officer



Mr. Suraj Prakash
Chief Technology Officer

Know THE People WHO Manage YOUR Money.

Over the last few years, we have focused on strengthening our investment teams, for money is a business of trust. With a robust foundation and three distinct investment capabilities, we are well-positioned to navigate the complex landscape and unlock the wealth creation opportunities that lie ahead.

Our investment philosophy revolves around three key pillars:

We house 3 distinct investment capabilities

Fundamental Investing

Judgemental investing strategies using FAIR framework



Mr. Trideep Bhattachrya
CIO - Equities
Experience 24 yrs

Factor Investing

Factor-based quantitative investing strategies



Mr. Bhavesh Jain
Co - Head
Experience 15 yrs



Mr. Bharat Lahoti
Co - Head
Experience 18 yrs

Fixed Income

Quality driven investing strategies using CLEAR framework



Mr. Dhawal Dalal
CIO - Fixed Income
Experience 27 yrs

Centralized Research & Dealing Team

230+
YEARS OF COMBINED EXPERIENCE

We at Edelweiss MF are committed to being a catalyst in this transformative phase. We have strengthened our investment team, which now boasts a collective experience of more than 230 years, with a continued focus on investing in process and people. We have also refined our internal investment processes and communication strategies to better serve our customers and distribution partners.

INVESTMENT TEAM – FUNDAMENTAL INVESTING



Mr. Trideep Bhattacharya
Chief Investment Officer – Equity



Mr. Ashwani Kumar Agarwalla
Fund Manager



Mr. Sumanta Khan
Fund Manager

With our investment teams at the helm, we are well-positioned to navigate the dynamic financial landscape, aiming to create enduring value for our clients. Our focus remains on leveraging our expertise to capitalize on opportunities in the market. We are committed to growing alongside our clients' aspirations, continuously adapting to meet their evolving needs in the ever-changing investment environment.

INVESTMENT TEAM – FACTOR INVESTING



Mr. Bhavesh Jain
Co-Head – Factor Investing



Mr. Bharat Lahoti
Co-Head – Factor Investing



Mr. Prabhnoor Singh Duggal
Quant Analyst



Ms. Manasi Jalgaonkar
Manager

CENTRALIZED RESEARCH TEAM



Mr. Aniruddha Kekatpure
Head - Research



Mr. Ashish Sood
Research Analyst



Mr. Mehul Dalmia
Research Analyst

CENTRALIZED DEALING TEAM



Mr. Amit Vora
Head of Dealing & Fund Manager Overseas & Commodities



Mr. Bhavin Patadia
Co-Fund Manager-Arbitrage & Dealer



Mr. Aniruddh Shrikhande
Dealer

INVESTMENT TEAM – FIXED INCOME



Mr. Dhawal Dalal
Chief Investment Officer - Fixed Income



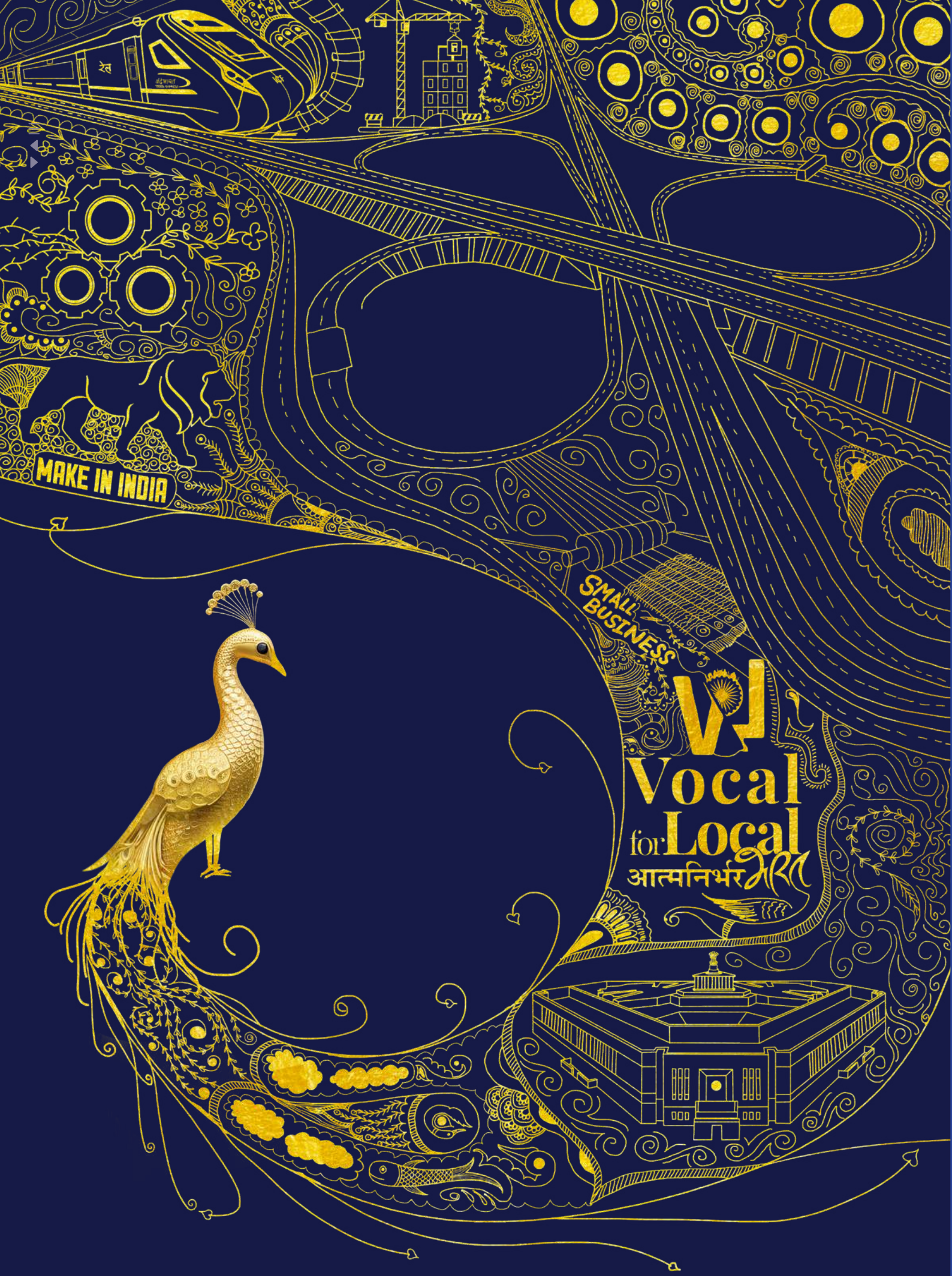
Ms. Pranavi Kulkarni
Fund Manager & Credit Analyst



Mr. Rahul Dedhia
Fund Manager



Mr. Hetul Raval
Dealer & Fund Manager


MAKE IN INDIA
SMALL BUSINESS
Vocal for Local
आत्मनिर्भर भारत

Our Solutions

Solving Problems, Igniting Possibilities

Just as the vibrant feathers of the peacock come together to create a stunning display, at Edelweiss MF, we weave together ingenuity, resourcefulness, and a commitment to tailored solutions. We draw inspiration from India's innovative spirit to craft financial solutions that unlock possibilities and fuel growth.

Our approach mirrors India's remarkable progress in infrastructure and technology. For instance, the Vande Bharat trains, now operational on 45 routes covering 26 states, symbolize the nation's leap in modern transportation. Similarly, our investment strategies aim to connect opportunities across diverse market segments.

The Samruddhi Mahamarg, stretching 701 km and reducing travel time between Mumbai and Nagpur by 50%, exemplifies India's infrastructural advancement. In parallel, our digital platforms are designed to significantly reduce the time and effort investors need to manage their portfolios effectively.

We embrace the ethos of 'Make in India' and 'Vocal for Local' in our operations. Just as these initiatives have boosted India's manufacturing sector, we prioritize local insights in our investment approaches while adhering to global best practices.

From innovative investment strategies to intuitive digital solutions, we at Edelweiss Mutual Fund constantly strive to solve problems and ignite possibilities for our investors, embodying the spirit of innovation and self-reliance that drives India forward.

DID YOU KNOW?

India's ancient Ayurvedic text, Sushruta Samhita, written around 600 BCE, describes over 300 surgical procedures and 120 surgical instruments. It even details a form of plastic surgery used to reconstruct noses, predating similar Western techniques by over 2000 years. This ancient wisdom showcases India's long history of innovation in problem-solving, a legacy that continues to inspire fields from medicine to finance.

The visual elements incorporated in this section include:
Vande Bharat Train: A Symbol of India's modern infrastructure and connectivity; **Samruddhi Highway:** Reflects India's engineering prowess and development; **Construction crane:** Indicates progress and growth; **Small Businesses:** Represents local entrepreneurship and innovation; **Make in India Logo:** Signifies India's self-reliance and manufacturing strength; **Vocal for Local Logo:** Emphasizes India's support for homegrown products; **The Indian Parliament:** Stands for governance and democracy; **Aatmanirbhar Bharat Logo:** Denotes self-reliant India initiative; **Handicraft Looms:** Highlights traditional craftsmanship and culture.

Solving Problems the **Edelweiss** Way

Our Solutions

At Edelweiss MF, our core philosophy revolves around providing simple, yet innovative solutions that genuinely address investors' needs. Our product philosophy is founded on four key principles:



Provide Simple Solutions
We aim to simplify the investment process for our clients.



Be Bold
We embrace bold and innovative approaches.



Set the Trend
We lead the industry by setting new standards.



Customer First
Our clients' needs and aspirations are at the forefront of our strategy.

Our solutions are categorized into the following:



EQUITY SOLUTIONS
- Domestic and International

23 SCHEMES



HYBRID SOLUTIONS

5 SCHEMES



FIXED INCOME SOLUTIONS

22 schemes



PRECIOUS METALS

3 schemes

How the Past Year Went:

At Edelweiss MF, we believe in launching the right products at the right time to cater to the diverse investment needs of our investors. While the previous year (FY23) was all about launching products, this year, the focus was on strengthening our core and scaling up our existing offerings. We capitalized on our existing offerings and responsibly launched new products, ensuring it was an opportune time for investors.

53
TOTAL NUMBER OF MUTUAL FUND SCHEMES MANAGED



Our Equity Solutions

Philosophy: Our equity solutions are designed to empower investors in achieving their long-term financial goals while navigating the complexities of the market. We believe in a philosophy that focuses on identifying fundamentally strong companies with robust growth potential, enabling investors to generate wealth over an extended horizon. Our research-driven approach, combined with the expertise of our seasoned investment professionals, allows us to construct diversified portfolios that span across market capitalizations and sectors. By emphasizing on quality, transparency, and long-term value creation, we strive to deliver superior risk-adjusted returns and align our strategies with our clients' unique financial aspirations and risk appetite.

Our philosophy while managing your money

Our **FAIR** investment framework helps in identifying robust and clean businesses available at acceptable prices without being biased toward either value or growth investing styles.

F

Forensics

Use forensic framework to check accounting quality, board governance standards and ownership background

A

Acceptable price

Emphasize reasonably priced businesses with earnings power over the medium term, rather than focusing on the short term

I

Investment Style Agnostic

Emphasize investing in strong businesses capable of delivering long-term returns, while remaining agnostic to value or growth investing styles.

R

Robustness

Pick well managed businesses having scalable opportunities and superior return on capital employed

Product Launches & Scalability:

This year, we focused on expanding our Equity basket by launching diverse products in the active space, while optimizing the scalability of our existing offerings.

Active Equity

1. **Edelweiss Multi-Cap Fund:**
   - Structured to invest in the best stories of India across sectors and market cap segments.
   - Targets proven leaders in the large-cap space with consistent high growth and robust balance sheets.
   - Allocates to emerging giants in the mid-cap space offering strong and quality businesses with enhanced liquidity.
   - Invests in rising champions in the small-cap space poised for exponential business growth.

Our most successful fundraise ever

2. **Edelweiss Technology Fund:**
   - Provides comprehensive exposure to both Indian and global technology sectors.
   - Invests in traditional as well as new-age technology companies.
   - Offers a holistic approach to harnessing the potential of technology-driven opportunities.

Passive Equity

In the Equity Passives category, we continued to expand our offerings and diversify our equity portfolio throughout FY23 and the current year. Our focus has been on providing simple, low-cost, and easy-to-track options for investors.

Notably, some of our Index Funds, including our Nifty Index Fund, are among the lowest-cost offerings in the industry

HIGHLIGHTS (as of March 2024):

~INR 1,600 Cr. ASSETS UNDER MANAGEMENT	**~104,000** CUSTOMER BASE
~INR 14 Cr. SIP BOOK	**3,100+** CONTRIBUTING DISTRIBUTORS

Our Hybrid Solutions

Philosophy: Our hybrid solutions are aimed at providing investors with the best of both worlds – the growth potential of equities and the stability of fixed income. We believe in a philosophy that seeks to optimize returns while mitigating risks, enabling investors to navigate the complexities of the market with ease. By dynamically managing the allocation between equity and debt instruments, we strive to create a balanced and resilient portfolio that caters to the diverse risk profiles and investment objectives of our clients. Our disciplined investment approach, rigorous risk management, and active portfolio management empower investors to achieve their financial goals while maintaining peace of mind in the face of market uncertainties.

- A one-stop solution for investors seeking growth with less downside.
- A unique range of hybrid solutions that aim to capture growth of rising markets & protect in falling markets.

Product Launch

Edelweiss Multi-Asset Allocation Fund

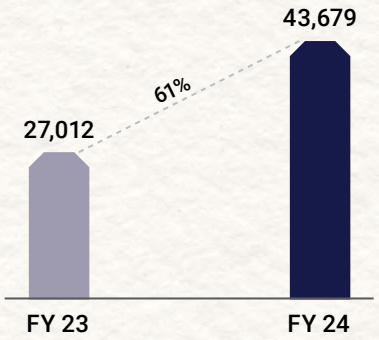
Industry 1st 100% hedged product

- Positioned as a compelling solution for investors seeking fixed income-like returns in a tax-efficient manner.
- 100% hedged equity and Gold & Silver exposure through arbitrage.
- Positioned between Equity Arbitrage Fund and Equity Savings Fund on risk-return matrix.

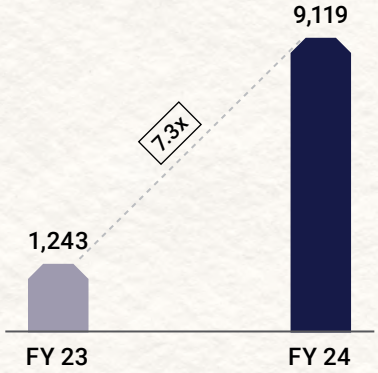
Our Progress through the Year:

In addition to diversifying our product portfolio, we continued to focus on performance of our existing offerings, resulting in a 61% growth in overall Assets under Management (AuM) for our Equity & Hybrid funds.

MF Equity & Hybrid AuM (INR Cr.)



Net Equity & Hybrid Flows (INR Cr.)



Equity & Hybrid includes Arbitrage;
Data Source: As per records of the RTA as on March 31, 2024
Charts are not to scale

HIGHLIGHTS

Mid Cap Fund completed **15** years of growth & crossed **~INR 5,000 Cr.** in AuM (**94%** growth Y-o-Y)

Arbitrage Fund witnessed **2x** growth in assets, crossing **~INR 8,600 Cr.** in AuM

Balanced Advantage Fund crossed **~INR 10,000 Cr.** in AuM (**20%** growth Y-o-Y)

Aggressive Hybrid Fund crossed **~INR 1,400 Cr.** in AuM (**2.8x** growth Y-o-Y)

Fixed Income Solutions

Philosophy: We strive to provide investors with regular income and stability across multiple periods through a **CLEAR** process and philosophy:

- **C** — Avoid **Credit** risk
- **L** — Ensure **Liquidity**
- **E** — **Ensure synergy** with Edelweiss principles
- **A** — **Actively** manage funds with care and in line with the investment mandate
- **R** — Maintain the perfect balance between **Risk** and **Reward**

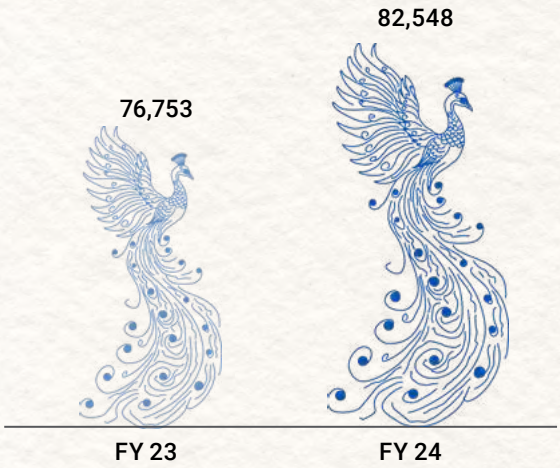
How the Past Year Went:

The past year brought significant changes to the fixed income space, primarily due to changes in debt taxation. As pioneers in the passives space, we have been at the forefront of innovation with offerings such as the Bharat Bond ETF and target maturity funds. These solutions have provided investors with unique opportunities to invest in high-quality debt instruments while maintaining a degree of liquidity and transparency.

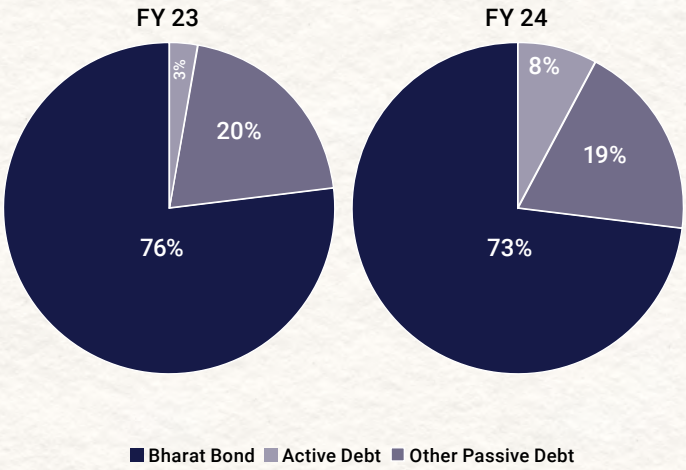
However, in light of the recent changes in debt taxation, we recognized the need to adapt our strategies to better serve our clients' evolving requirements. Consequently, we shifted our focus to expanding our short-term debt solutions, particularly our liquid fund. This proactive approach aimed to provide a strong and flexible investment option that caters to the growing demand for short-term stability and liquidity in the current market environment.

By leveraging our expertise in the passives space and combining it with a nimble response to regulatory changes, we have positioned ourselves to navigate the challenges and opportunities presented by the new taxation landscape. Our goal remains to deliver innovative and effective investment solutions that align with our clients' changing needs and help them achieve their financial objectives in a dynamic market.

Total Debt AuM (INR Cr.)



Debt AuM Distribution



Data source: As per records of the RTA as on March 31, 2024
Data presented in clockwise position
Charts are not to scale

HIGHLIGHTS

2.6x growth in our **Active Fixed Income AuM** driven by the **Liquid Fund**.

The Liquid Fund outperformed industry benchmarks:

AuM crossed **~INR 5,600 Cr.** with a market share of **1.3%**

3.4x growth in AuM compared to previous year.

Net inflows of **INR 3,696 Cr.** for FY24 as against industry outflows of **INR 42,575 Cr.** for the similar period.

Precious Metals

In line with our constant endeavour to create innovative solutions, last year we introduced India's 1st Gold & Silver ETF FoF, a balanced blend of both categories with the aim to provide a good hedge against inflation in the long run. Building on this success, this year we introduced Gold ETF and Silver ETF, an open-ended Exchange Traded Funds replicating /tracking domestic prices of Gold & Silver respectively. These products provide our investors with better liquidity, diversification, simplicity, and accessibility.



Risk and Governance

Safeguarding the Future, Upholding Integrity

At Edelweiss MF, we pride ourselves on our pioneering approach to risk management and governance. Our state-of-the-art cybersecurity measures reflect cutting-edge advancements in protecting investor interests. In an era where cyber attacks have increased by 46% year-on-year, our robust digital defenses stand as a testament to our commitment to security.

By adhering to evolving regulations and policies, we ensure a secure and transparent environment for your investments. For instance, our compliance with the Securities and Exchange Board of India (SEBI) circular on cyber security and cyber resilience framework demonstrates our proactive stance in safeguarding digital assets.

The hands guarding a stack of coins mirrors the Indian mindset of savings and wealth protection, a quality which we too embody through our robust risk management practices. With a dedicated risk management team that conducts over 500 risk assessments annually, we continuously monitor and mitigate potential threats to your investments.

At Edelweiss MF, we proactively adapt to new guidelines, safeguarding your investments with integrity and accountability. Our governance structure, overseen by a board including independent directors, ensures impartial decision-making and aligns with global best practices.

We believe that effective risk management and strong governance are essential to securing your financial future, embracing opportunities, and navigating challenges with unwavering dedication.

DID YOU KNOW?

India's ancient text, the Arthashastra, written around 300 BCE by Chanakya, contains detailed discussions on financial management, taxation, and economic policy. It includes sophisticated concepts of risk management and governance that are still relevant today. For instance, it outlines methods for detecting forty different types of embezzlement in the treasury, showcasing an advanced understanding of financial risk even in ancient times.

The visual elements incorporated in this section include:
Hands Guarding a Stack of Coins: Reflect savings and wealth protection; **Cybersecurity Symbols:** Highlight advanced protection of investor interests; **Regulatory Policy Documents:** Indicate commitment to adhering to evolving regulations; **Risk Management Charts:** Emphasize robust practices to safeguard investments; **Governance Structure Diagrams:** Represent integrity and accountability in governance.

Deploying Robust **Guardrails**

In FY24, Edelweiss MF has demonstrated a steadfast commitment to enhancing our risk management and governance practices, ensuring we are poised to navigate the complexities of India's evolving financial landscape.

OUR FOCUS AND APPROACH



Investment Practices



Governance Practices



Risk Function & Training

Philosophy

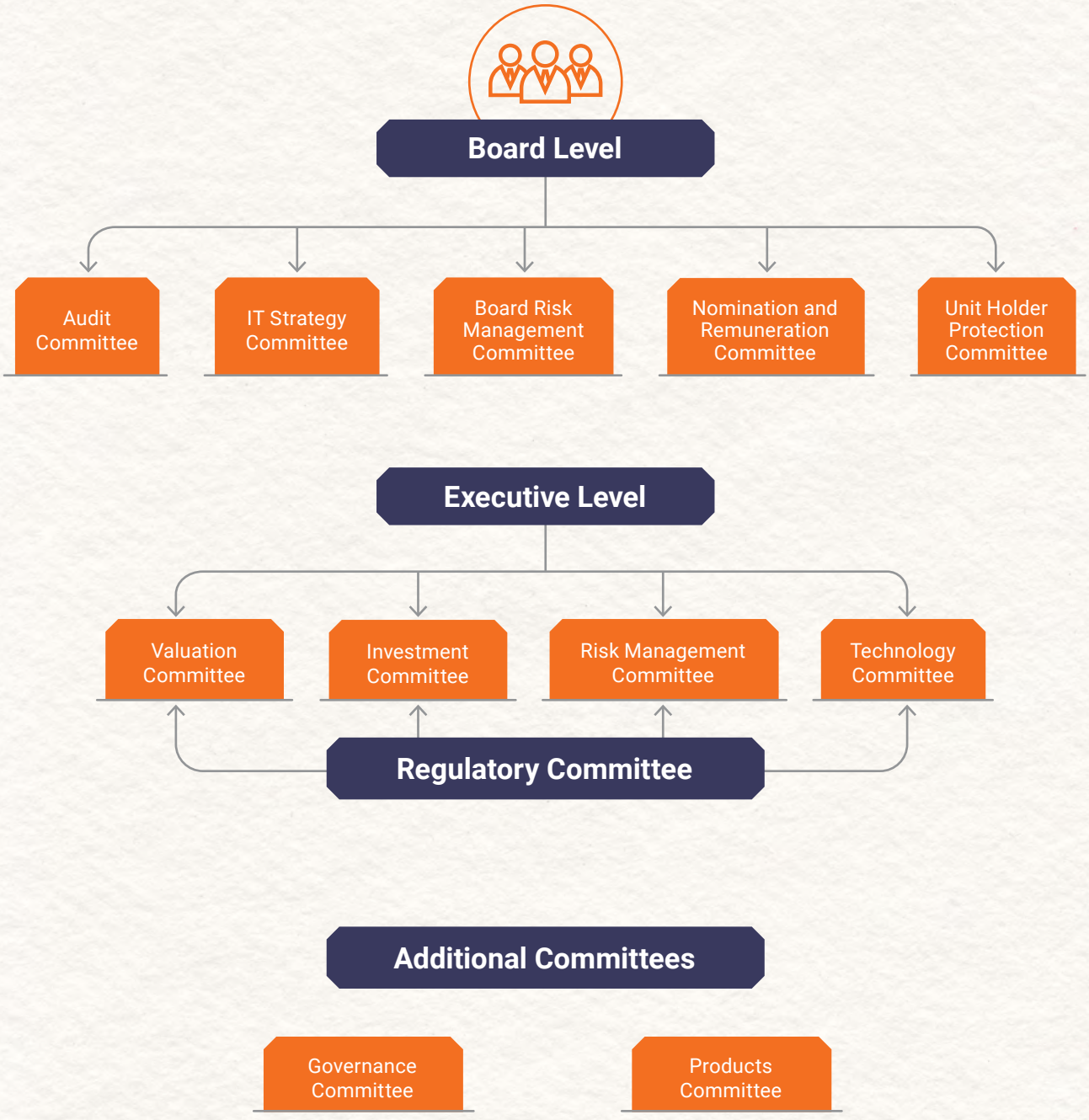
At Edelweiss Mutual Fund, our risk and governance philosophy is built on the principles of transparency, accountability, and proactive management. We aim to foster a culture of continuous improvement and vigilance, ensuring that our practices not only comply with regulatory requirements but also set new standards in the industry. This commitment underpins our promise to stakeholders, aligning with our strategic vision for a prosperous future.

Strong Framework

A Well-defined Governance Framework

Our Governance Framework is designed to provide a comprehensive structure for managing risk and ensuring robust governance. This framework is supported by a Board and various committees comprising of experts and specialists in the investments and operations space. Their diverse experience is pivotal in covering all necessary aspects of risk and governance.

Governance Structure



Strengthening Operational Excellence and Governance

Successful Implementation of the Order Management System - Mfund Plus with inclusion of new regulatory requirements pertaining to fund liquidity, passive funds monitoring and incorporation of internal limits.

Internal Limits and Guidelines: Strengthened internal limits and guidelines for all our funds to ensure that all investor promises are fulfilled, adhering to both regulatory & internal fund management approach.

Daily Risk Monitoring: Introduced in-house daily risk monitoring for each fund, ensuring strict adherence to predefined limits.

Investment Process Improvements: Implemented key investment process improvements suggested by a third-party consultant, aligning with best industry practices.

Trade Execution Monitoring: Regular monitoring of trading activities to prevent front running and market abuse. All outliers are rationalized and documented.

Gift & Entertainment and Whistleblower Policy: Formalized by the Governance committee and built a system for declaration on gifts received, to ensure non bias in business and transparency.

Automation of risk and monitoring processes: Enhanced accuracy of our risk practices by automating various risk dashboards, daily cash level movements, price monitoring, etc., reducing manual errors with improved turnaround time.

Key Initiatives

Mystery Shopping: As pioneers in this practice, we expanded the scope this year to cover major branches. This initiative has improved customer interactions and branch operations and provided a comfort to stakeholders

- **Training:** Our on-ground sales and Investor Service teams undergo comprehensive training sessions focusing on effective customer communication, appropriate investor conversations, avoid mis-selling and adhere to regulatory boundaries.
- **Improvements Achieved:** This initiative helped improve how investors are treated, assisted customers in locating branches, and identified branches that need relocation. It also ensured communications were within regulatory parameters, preventing the misguiding of investors and ensuring investments align with investors' risk appetites.

Risk perspective in digital processes: Insights from the risk team on digital processes and platforms to understand and address gaps and deviations which need to be fulfilled as part of process improvements and mitigating risk by overseeing and regulating features being introduced to the website.

Portfolio Attribution & Stress Testing: As per the new regulatory requirement, a detailed stress testing analysis is conducted to manage high volatility and low liquidity risks. Portfolio analytics has also been part of monitoring key contributors and detractors.

Monthly Interactions: Regular monthly interactions between Fund Management, Functional heads and Risk & Compliance teams to discuss critical areas of risk.

Declarations from employees on other business activities to maintain transparency and integrity and adherence to the code of conduct.

TRAINING AND STRENGTHENING OF THE RISK FUNCTION

Hiring New Talent: Brought in new talent to strengthen the risk function.

Training to prevent mis-selling: Continued training of investor services and sales team to prevent mis-selling.

Implementation of **Industry Best Practices** for continuous improvement.

Annual Risk Training: Conducted across the organization, including branches, to educate employees on risk parameters relevant to their functions.

Industry Interactions: Regular interactions with industry fraternities and participation in the AMFI risk committee to seek guidance and adopt best practices.

Investments Team Training: Provided comprehensive training to the investment teams, focusing on processes, policies, system improvements, involved risks and additional checks.


UPI

Digital & Platform

A Truly Promising Future

In the heart of India's health and technology revolution, institutions like AIIMS and NIMHANS stand as beacons of excellence. India's healthcare market is projected to reach USD 320 billion by 2028, with medical tourism alone expected to generate USD 9 billion in revenue by 2026.

At Edelweiss MF, we draw inspiration from this blend of expertise and precision, ensuring our financial solutions mirror the same high standards.

The ISRO lander, a symbol of India's space exploration achievements, reflects our ambition in asset management. India's space economy is projected to reach USD 13 billion by 2025, showcasing the nation's technological prowess. Like ISRO's comprehensive view from space, our digital platforms provide a panoramic perspective of the financial landscape.

The pillars of India's digital empowerment—Digital India, Aadhaar, and the UPI platform—are redefining inclusivity and efficiency. India's digital economy is expected to reach USD 1 trillion by 2025. The Aadhaar system covers over 99% of India's adult population, while UPI transactions crossed 131 billion in volume and INR 200 trillion in value in FY 24.

At Edelweiss MF, we integrate these transformative elements into our digital services, offering a seamless and secure investing experience. These innovations empower you, our investor, with agile control over your financial future, aligning with India's rapidly evolving digital landscape.

DID YOU KNOW?

India's Unified Payments Interface (UPI) has revolutionized digital transactions. In FY 2022-23, UPI processed over 83 billion transactions worth INR 139 trillion (approximately USD 1.7 trillion). This volume is more than 3 times the number of card transactions globally, showcasing India's remarkable leap in digital finance adoption.

The visual elements incorporated in this section include:
AIIMS and NIMHANS: Represent India's excellence in healthcare and medical tourism; **ISRO Lander:** Symbolizes India's achievements in space exploration and ambition; **Digital India:** Represents the country's digital transformation and inclusivity; **Aadhaar:** Highlights India's drive towards efficiency and digital empowerment; **UPI Platform:** Emphasizes the nation's commitment to seamless and secure financial transactions.

Embracing Stability and Innovation

In FY24, Edelweiss MF continued to prioritize digital and platform enhancements. Building on the previous year's revamp and upgradation efforts, we focused on three key areas: improving system stability, enhancing market responsiveness, and expediting issue resolution for both external customers and internal stakeholders.

We invested significantly in upgrading our customer and partner interfaces, introducing a suite of innovative features that have markedly improved the overall customer experience. Concurrently, we strengthened our backend systems to support these enhancements.

Our technology team conducted extensive research and leveraged cutting-edge solutions to maintain our competitive edge in the industry. Throughout this process, we maintained a strong emphasis on data privacy and security for all stakeholders and company information.

Key Initiatives in enhancing customer & Partner experience:



Stability: Ensured zero downtimes for our investor and partner web portals



Quick to Market: We anticipate our customers' need and maintain a rolling three-month plan with 99.99% adherence, ensuring timely and effective solutions tailored to their requirements.



MF Handbook for Partners – a comprehensive guide crafted to equip our partners with crucial mutual fund related information



During the year, we expanded media partner outreach and conducted webinars for our distributors to educate them on key regulatory updates, enhancing customer experience.



Turnaround Time (TATs): With over a 40% increase in transaction volume year-on-year, we ensured the resolution of issues, bugs, and queries within 24 hours across all our platforms.

Building Our Technological Strength

Customer & Partner Interfaces

Aligned with the latest industry trends and investor expectations, we implemented cutting-edge enhancements to our technology properties. These additions reflect our commitment to providing user-friendly technology that caters to the evolving needs of our stakeholders.

HIGHLIGHTS:

20+ Digital functionalities added, including:

Add to Cart
Invest in multiple schemes with a single click.

WhatsApp + Web Chatbot
Efficiently resolve FAQs.

Homepage Revamp: Enhanced UI/UX with multiple quick links.

Lumpsum Payments: Complete transactions using existing E-mandates.

Renew SIP: Enables users to renew expired/ inactive SIPs with ease.

Modify SIP: Options for investors and distributors to modify existing SIPs.

Transaction Status: Enables users to track all their transactions seamlessly and in real-time.

Special Requests: Implementation of various functionalities upon special request from customers/partners, such as PAN-based transaction facility for existing HUF investors and simplified management of family folios under one account.

Our commitment to enhancing the digital experience has yielded remarkable results across all customer touchpoints: Through our continuous efforts to streamline processes, optimize user interfaces, and deliver seamless interactions, we have achieved a significant increase in customer satisfaction levels on our website with reduced reporting issues despite increased scalability,

By prioritizing customer-centricity and leveraging cutting-edge technology, we have successfully created a robust digital ecosystem that empowers our customers and ensures their evolving needs are met with utmost efficiency and excellence.

Productivity & Platform

This year, we invested in strengthening our backend properties to be future-ready. This was achieved through system upgrades and the automation of repetitive, time-consuming, and mundane tasks.

HIGHLIGHTS:

45+ Enterprise Automations

- **Mfund Plus –** Upgraded Order Management System (OMS) to handle a broader range of asset classes and increased trade volumes.
  - Ability to process range of asset classes including passives & commodities.
  - Inclusion of new regulatory requirements - liquidity for Debt Funds, passives.
  - Ability to process 3x volume of trades.
  - Advanced tech stack and security

- **eVault –** Comprehensive organizational health view with 80+ dashboards for data-driven decision-making.
  - 80+ dashboards to aid management insights.
  - Daily business reporting including CRM analytics, sales dashboards, etc.
  - Data driven decision making – new customer & partner acquisition, demographics, segmentation.

- **Oracle Fusion –** Upgraded to the latest version with automated, simplified accounting and enhanced security.
  - Upgradation to the latest version with automated & simplified accounting
  - Seamless & Independent integration with internal systems, migration from Server to Cloud-based platform
  - Enhanced security with Single-sign-on (SSO)

Future Plans:

- Predictive analytics for the investment team
- Centralized MIS application for reporting
- Robotic process automation across various platform functions

Customer & Partner Centric

- Edelweissmf website
- Investor Transaction Portal
- Mobile App – Einvest
- Partner Portal – Galaxy
- Add to Cart
- WhatsApp + Web Chatbot
- Personalized Notifications
- Renew SIP
- Modify SIP
- Compare Funds
- Quick Links
- SOA without login

Onboarding Partners for Strengthening Back-End Operations

- Oracle Fusion
- Mfund Plus
- eVault – PowerBi
- Darwin Box
- Zoho CRM

Engagement & Support Channels

- Call back services
- Agent Helpdesk
- Customer Journey Mapping

Foundation Tools

- Investor Data Platform
- Personalization tools
- Digital Marketing Support

Research & Upskilling



A dedicated team focusing on research and architect solutions to dipstick check on the latest technologies, Proof of Concept (POCs) with vendors, leveraging AI and ML for predictive analytics, and automating general processes.

HIGHLIGHTS:

Regular internal analysis on latest technology, how to adapt it, adoption of various low codes and automation tools resulting in reduction in time to market.

- **Implemented innovative techniques including shared memory resulting in making our website as one of the fastest loading customer websites in the industry.**
- Continuous training on new technologies and retraining & certifications on existing ones.
- Seminars and sessions attended by various tech leads and key developers on the latest technologies in the industry.
- Consistency in research and training has helped in develop a strategic vision, resulting in the non-occurrence of long-lasting issues and the ability to forecast future needs better.
- Zero attrition rate within the team with increased team engagement.

Security & Infra



Protection of our clients' data, data privacy, company assets, and information security remained a top priority during the year.

HIGHLIGHTS:

2,300+ threats resolved with zero impact

- Cybersecurity & Cyber resilience being the top priority.
- Onboarding of several defense mechanisms - due to this, external threats have not been able to penetrate our defenses.
- Classroom training on cybersecurity for senior management.
- Continuous monitoring of our technology properties to avoid any gaps, breaches, or failures.
- Phishing simulation to enhance cybersecurity culture.
- Bi-annual cyber-security and system audits with zero observations.
- Planned downtimes pertaining to system upgradation.

Our relentless pursuit of technological excellence and robust infrastructure has resulted in a transformative impact on our digital platforms:

Through strategic investments in advanced systems, proactive monitoring, and continuous optimization, we have achieved a significant improvement in our uptimes, and ensured an exceptional increase in system and application availability.

By prioritizing the stability, reliability, and performance of our digital assets, we have created a seamless and uninterrupted user experience, empowering our customers to access our services with unwavering confidence and convenience.


Ear
wing
JOB

Our People

Weaving Diversity into Strength

India's workforce is experiencing significant growth and diversification, with skill-building initiatives and increasing employment opportunities empowering more women and young professionals. This trend is mirrored in Edelweiss MF's commitment to nurturing diverse talents. As India's working-age population is projected to reach 1 billion by 2030, presenting an unprecedented demographic dividend, Edelweiss MF is positioning itself to harness this potential. The participation of women in India's workforce has shown promising growth, increasing from 23% in 2019 to 37% in 2024, a trend reflected in our own workforce diversity initiatives. At Edelweiss MF, we're dedicated to creating an inclusive and thriving environment where everyone can excel, embracing new professions and increasing representation of women in our workforce, thus aligning our organizational growth with India's economic progress.

As our people build the economy with their unique perspectives and talents, we embrace the spirit of unity amidst diversity. The number of skilled Indian professionals is projected to reach 245 million by 2024, showcasing the country's growing talent pool. At Edelweiss MF, we believe that weaving these diverse strengths into our organizational fabric creates a resilient and dynamic team.

This enables us to navigate the ever-changing financial landscape with agility and grace, supporting India's journey toward economic excellence. We are poised to adapt to new work paradigms and harness the power of diverse talent.



DID YOU KNOW?

India is home to over 22 official languages and more than 19,500 mother tongues, making it one of the most linguistically diverse countries in the world. This linguistic diversity is reflected in India's workforce, where employees often seamlessly switch between multiple languages, enhancing communication and cultural understanding in the professional sphere.

The visual elements incorporated in this section include:
kill-Building Initiatives: Represent the nation's focus on enhancing capabilities; **Women in Workforce:** Symbolize increasing gender diversity and empowerment; **Young Professionals (Gen Z):** Reflect the infusion of fresh perspectives and energy; **New Professions:** Highlight the evolving landscape of career opportunities; **Unity in Diversity:** Emphasizes the strength derived from varied backgrounds and experiences.

At Edelweiss MF, we firmly believe that our employees are the driving force behind our success and the key to delivering exceptional service to our clients. We recognize that our people are our most valuable asset in navigating our journey of growth and opportunity.

We are committed to growing and tapping into the vast potential of our diverse workforce, creating a work environment that empowers our employees to thrive both personally and professionally. Our team's passion, dedication, and expertise are the foundation upon which we build our success story.

As we continue to expand our presence, we remain dedicated to fostering a culture of diversity, inclusion, and continuous learning. By investing in the growth and development of our employees, we strengthen our organization and drive innovation, delivering value to our clients. Our people are the catalysts of change, driving our continued success.

320+
EMPLOYEE STRENGTH

40%
WOMEN HIRES OUT OF TOTAL HIRINGS

32%
GENDER DIVERSITY

77%
EMPLOYEE ENGAGEMENT SCORE

STABLE LEADERSHIP TEAM

79% OF SENIOR MANAGEMENT WITH 5+ YEAR TENURE

35% OF EMPLOYEES WITH 5+ YEAR TENURE

Growth

80+ hirings across **25+** locations

Over the past year, we have strategically expanded our team across a growing number of locations throughout India, including Tier II and Tier III cities. This expansion has allowed us to tap into the best talent available in these regions while strengthening our deep retail network to better serve our customers and reinforce our market presence.

At Edelweiss Mutual Fund, we are dedicated to providing our employees with meaningful work and opportunities to enhance their skills and knowledge. We foster a diverse and inclusive learning culture where individuals can share and learn from each other.

Development

Our commitment to employee development is reflected in various programs and initiatives:

1. **Emerging Leadership Program:**
   - 18-month program grooming the next generation of leaders
   - Focuses on four key competencies: Managing Self, Managing People, Managing Performance, and Managing Business
   - Activities include case study-based modules, regular training sessions, Leadership Café sessions with top management, and action learning projects

2. **Senior Leadership Coaching:**
   - Participation in the Women CXO Program conducted by Harappa, emphasizing our commitment to continuous professional development and leadership excellence.
   - Training sessions for fund managers on public speaking and communication
   - Leadership Presence coaching for senior leadership

3. **Continued Training and Development:**
   - Udemy courses for our Technology team
   - Athithi Devo Bhava program for our investor services team
   - Mandatory compliance and risk training on:
     - POSH
     - Risk management
     - Anti-money laundering
     - Prohibition of insider trading
     - Fire safety
   - Cybersecurity training for senior leadership team

4. **Structured Onboarding Process:**
   - 'New to Blue' program for smooth transition of new joinees

In FY24, we achieved an impressive **4,800+** development man-hours

Focused Engagement

Engaging our talent through unique and thoughtful initiatives is a priority at Edelweiss Mutual Fund. Our engagement framework focuses on four main pillars: Fun, Family, Fitness, and Fame.

1. **Mental Health:** We promote mental health awareness through various engaging activities on Mental Health Day, fostering a supportive and fun environment.

2. **Wellness Wednesdays:** Weekly wellness tips are shared with employees, focusing on all aspects of wellness - physical, mental, social, emotional, and spiritual.

3. **Dehurdle Your Life:** A dedicated session organized for employees to help them blend the various compartments of life - work, family, health, and aspirations.

4. **Manthan:** A special event curated for Women's Day, inviting mothers, mothers-in-law, sisters, sisters-in-law, or friends to the office to share their stories and participate in a financial awareness session.

5. **Writing Her Story:** A forum where women leaders from various spheres of life are invited to share their stories and inspire our women employees.

In FY24, we achieved an impressive 3,000+ engagement man-hours, reflecting our commitment to creating a vibrant and engaging work environment.











Rewards and Recognition

Recognizing and rewarding our employees' hard work and dedication is integral to our culture at Edelweiss MF. Our Annual Reward and Recognition program celebrates employees who exemplify our organizational and Goodman values, with a thorough assessment process by a jury of members. Instant appreciation through AMC diary emailers also plays a key role in acknowledging employees' invaluable contributions in serving our customers and other stakeholders. These initiatives ensure that our employees feel valued and appreciated for their efforts, fostering a positive and motivating work environment.

As we move forward, we remain committed to investing in our people, nurturing their growth, and creating an environment where they can thrive and excel. Our employees are the heart and soul of Edelweiss MF, and together, we will continue to deliver exceptional value to our clients and stakeholders.












A B C

CSR

Progress with Purpose

At the heart of India's burgeoning narrative, endeavors in social upliftment and environmental consciousness stand as testaments to the country's forward momentum. India's CSR spending reached INR 24,865 crore in FY 2021, with education and healthcare being the primary focus areas.

Edelweiss AMC is attuned to this rhythm of progress, integrating social awareness and sustainable livelihoods into our corporate ethos. Our initiatives, reflected in the peacock's noble stance, champion programs that foster sustainable livelihoods, akin to nurturing saplings that grow into mighty trees, providing shelter and sustenance to communities.

In this era of innovation, Edelweiss AMC commits to fostering a landscape where every initiative contributes to the grand mosaic of social progress. India aims to achieve 50% of its energy requirements from renewable sources by 2030, aligning with global sustainability goals.

Our programs, much like solar panels harnessing the sun's rays, aim to direct the potential within communities towards self-reliance and enlightened empowerment.

With each step towards enhancing social consciousness, we envision a future that promises not just a greener economy but a brighter, more equitable society.

DID YOU KNOW?

India is home to the world's first fully solar-powered airport. Cochin International Airport in Kerala became entirely solar-powered in 2015, generating over 60 million units of electricity annually from its 45-acre solar plant. This initiative not only makes the airport carbon-neutral but also contributes excess energy to the state's power grid, demonstrating India's innovative approach to combining infrastructure development with sustainable practices.

The visual elements incorporated in this section include:
Social Upliftment Initiatives: Represent efforts towards community development and empowerment; **Environmental Consciousness:** Reflects commitment to sustainability and ecological balance; **Sustainable Livelihoods:** Symbolize the creation of enduring and self-reliant communities; **Energy Conservation Projects:** Highlight initiatives aimed at reducing environmental impact; **Educational Upliftment Programs:** Emphasize the focus on enhancing educational opportunities and outcomes.

Empowering Our **Communities**



Philosophy

At Edelweiss AMC, our commitment to Corporate Social Responsibility (CSR) is deeply rooted in our core values and business ethos. We believe that true success is measured not just by our financial performance but by the positive impact we create in the communities we serve. Our CSR initiatives are designed to support underprivileged sections of society, promote education, and contribute to the overall well-being of our community. We are dedicated to making a tangible difference through meaningful and sustainable projects that align with our mission to foster a better and more inclusive world.

One of the core beliefs of Edelweiss AMC is that; economic performance, environmental and social stewardships are the key factors for holistic business growth. As a responsible corporate citizen, the Company continued its efforts towards sustainable development of the society and environment and laid down the guidelines and mechanism for undertaking socially useful programs for welfare & sustainable development of the community at large, more specifically the deprived, underprivileged, and differently abled sections of the society.

Key Initiatives

Food and Nutrition Support

Recognizing the importance of food security, we initiated several drives aimed at providing nutritional support to the underprivileged. During our Food Distribution Drive, in collaboration with the Robin Hood Army, we distributed more than 150 snack boxes to underprivileged members of society, ensuring they had access to nutritious food.

Our *'Dil se Diwali'* campaign further strengthened our commitment to fighting hunger. We collected and distributed 110 kg of wheat, 72 kg of moong, 30 kg of chole, 20 kg of toor, 70 kg of rice – A total of ~300 Kgs of grains, and 100 packets of biscuits to needy families through the Robin Hood Army. Additionally, our employees participated in a "Housie for a Cause" event, raising a huge amount which was used to purchase milk, chocolates, dry fruits, and other essential ration items for the Vatsalya Trust in Mumbai. This initiative provided essential nutrition to those in need during the festive season.





Education and Child Welfare

Education is a cornerstone of our CSR strategy. As part of our 'Dil se Diwali' initiative, we distributed more than 100 drawing kits to children in urban poor areas through the Robin Hood Army. This effort aimed to encourage creativity and provide educational resources to children who might otherwise lack such opportunities.

In addition to educational support, our employees showed their support by purchasing items from a Diya and Mugs stall set up by the Aseema Foundation. The proceeds from these sales went towards supporting the education of underprivileged children, further amplifying our impact on child welfare.



Community Engagement and Support

We also focused on engaging directly with the community through hands-on activities. During an NGO visit, 20 of our employees participated in a Diya Workshop at NADE, spending quality time with disabled members. This visit included an introductory session about NADE, a diya painting workshop, and the distribution of gifts in the form of ration. This experience was enriching for both the employees and the members of NADE, fostering a sense of community and mutual respect.



Our CSR initiatives this year have been diverse and impactful, covering various aspects of social welfare. We remain committed to expanding these efforts in the coming years, driven by our belief in creating a positive social footprint.


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मेरा खाता भाग्य विधाता
धन

Statutory Report and Financial Statements

Heritage of Trust, Horizon of Honesty

At Edelweiss AMC, we are inspired by India's rich financial heritage, where ancient cowrie shells and cherished gullaks symbolize centuries of thrift and prudent management. These enduring symbols reflect our commitment to blending traditional wisdom with modern practices of transparency and ethical accountability.

Just as the Bombay Stock Exchange, Asia's oldest stock exchange established in 1875, stands as a pillar of financial strength, we uphold rigorous standards of discipline and compliance. India's capital markets have shown remarkable growth, with the market capitalization of BSE-listed companies reaching INR 455 trillion in 2024, ensuring our investors' trust and confidence.

Our commitment to transparency is evident in our comprehensive statutory reports and financial statements, providing clear and timely disclosures. This empowers our investors to make informed decisions aligned with their financial goals.

At Edelweiss AMC, we believe that trust is the cornerstone of success in finance. Rooted in India's rich fiscal heritage and driven by a commitment to integrity, we navigate the dynamic landscape of asset management with a steadfast focus on our investors' welfare. India's financial inclusion efforts have led to 80% of adults having bank accounts as of 2021, up from just 35% in 2011, reflecting the nation's progress in financial empowerment.

DID YOU KNOW?

The concept of micro-savings, now a global phenomenon, has roots in ancient Indian practices. The 'chit fund' system, dating back to the 12th century, allowed groups of people to pool their savings and provide loans to members in need. This traditional system inspired the modern-day Self-Help Group (SHG) movement in India, which now includes over 12 million SHGs, empowering millions of women and promoting financial inclusion in rural areas.

The visual elements incorporated in this section include:
Ancient Cowrie Shells and Gullaks: Represent India's historical practices of thrift and savings; **Bombay Stock Exchange:** Symbolizes financial strength and stability; **Statutory Reports and Financial Statements:** Highlight our commitment to transparency and accountability; **Financial Heritage and Ethical Accountability:** Reflect our blend of traditional wisdom with modern practices; **Standards of Discipline and Compliance:** Emphasize our rigorous adherence to financial regulations; **Educational Upliftment Programs:** Emphasize the focus on enhancing educational opportunities and outcomes.

Board's Report



Board's Report *(Continued)*

To the Members of **Edelweiss Asset Management Limited**

The Directors hereby present their 17th Annual Report on the business, operation, and state of affairs of the Company together with the Audited Financial Statements for the Financial Year ended March 31, 2024.

Financial Highlights

The summary of the financial performance of the Company for the financial year ended on March 31, 2024, is given below:

(Rs. in Million)

Particulars	2023-24	2022-23
Total Income	**2,545.21**	**2,166.92**
Total Expenditure	2,169.01	1,989.04
Profit before tax	**376.20**	**177.88**
Provision for tax (including Deferred Tax and fringe benefit tax, if any)	0.00	0.00
(Loss)/Profit for the year	376.20	177.88
Other Comprehensive Income	2.53	(1.21)
Total Comprehensive Income	378.73	176.67
Reserves and surplus		
Opening Balance	1,266.90	1,085.21
Additions during the year	386.42	181.69
Profit available for appropriation	1,653.32	1,266.90
Appropriations		
Surplus carried to Balance Sheet	1,653.32	1,266.90

Dividend

For FY 2023-24, the Board of Directors has recommended a dividend of Rs. 2.50/- per share i.e. 25% on the Ordinary Shares of the Company. If declared at the ensuing Annual General Meeting ('AGM'), the total dividend outgo during FY 2024-25 would amount to Rs.18,33,58,232.50/-.

Amount Carried to Reserves

No amount is proposed to be transferred to the reserves.

Information on the state of affairs of the Company

a. Edelweiss Mutual Fund:

The Company continued to act as Asset Management Company to Edelweiss Mutual Fund ("the Fund").

As on March 31, 2024, the consolidated assets under management of the Fund were Rs. 1,26,226.80 crores. During the year under review, the investor base of the Fund increased from 11,69,814 folios to 15,53,461 folios.

During the year, the AMC had launched the following Schemes:

a) Edelweiss Multi Asset Allocation Fund, an open-ended scheme investing in Equity, Debt, Commodities and in units of REITs & InvITs, raised Rs. 111.78 Crores during its new fund offer period;

b) Edelweiss Multi Cap Fund, an open-ended equity scheme investing across large cap, mid cap, small cap stocks, raised Rs. 974.88 Crores during its new fund offer period;

c) Edelweiss Gold ETF, an open ended exchange traded fund replicating / tracking domestic prices of Gold, raised Rs. 5.28 Crores during its new fund offer period;

d) Edelweiss Silver ETF, an open ended exchange traded fund replicating / tracking domestic prices of Silver, raised Rs. 5.25 Crores during its new fund offer period;

e) Edelweiss Technology Fund, an open-ended equity scheme investing in technology & technology-related companies, raised Rs. 420.02 Crores during its new fund offer period.

b. Alternative Investment Funds ("AIF"):

During the year, the Company continued to act as Investment Manager for the following Schemes of AIF:

Name of AIF	Edelweiss Alpha Fund	Edelweiss Multi Strategy Investment Trust	Edelweiss Alternative Investment Opportunities Trust	Edelweiss Alternative Equity Trust
SEBI Registration No.	IN/AIF3/13- 14/0047	IN/AIF3/12- 13/0004	IN/AIF2/17- 18/0502	IN/AIF2/21-22/1021
Date of SEBI Registration	August 14, 2012	April 17, 2013	November 15, 2017	March 24, 2022
Category of AIF	Category III	Category III	Category II	Category II
Schemes of AIF	Edelweiss Alpha Fund Scheme-1	1. Edelweiss Alternative Equity Scheme 2. Edelweiss Catalyst Opportunities Scheme 3. Edelweiss Consumer Trends Fund	1. Edelweiss Crossover Opportunities Fund 2. Edelweiss Crossover Opportunities Fund – II	Edelweiss Discovery Fund – Series I

As on March 31, 2024, the total AUM under all the AIF Schemes stands approximately at Rs. 1078.46 Crores.

c. Portfolio Management Services ("PMS"):

During the year, the Company continued to act as Portfolio Manager for the various strategies and as on March 31, 2024, the total AUM under all the Strategies of PMS stands approximately at Rs. 86.11 Crores.

d. Industry Performance:

Mutual Fund:

Assets managed by the Indian mutual fund industry has increased from Rs. 39.4 trillion in March 2023 to Rs. 53.4 trillion in March 2024 up by 35.50%.

The number of folios rose to 17.79 crore in March 2024 from 14.57 crore in March 2023, registering a gain of 3.22 crore during the last financial year. It is heartening to note that the increase in folios in FY24 was more than double of that in FY23.

Individual investors held Rs. 33.60 trillion in mutual funds as of March 2024, an increase of 42.86% over March 2023. Investments of individual investors in equity schemes increased by 53% through March 2024. Individual assets are primarily distributor driven. 54% of the assets of Individual investors are from T30 cities, brought in by distributors. Direct investments amount to 25% of individual assets, divided as 6% from B30 and 19% from T30.

In debt oriented schemes, most of the assets are held by institutional investors e.g., Corporates/Bank/FIs. In debt oriented schemes with <1Y duration, more than 80% of the AuM is held by non-individual investors. Equity oriented schemes present a contrarian trend where more than 90% of the A & M is held by HNI (high-net worth individual) and retail investors. In case of hybrid funds, the same ratio is about 83%.

Monthly SIP inflows have grown from 14,276 crore in March 2023 to 19,271 crores in March 2024, doubling in less than three years. SIP share of equity AuM marginally rose to 27%, up 1% on Y-o-Y basis. Net to gross SIP ratio went up to 47% indicating lower SIP redemptions and lower discontinuance.

Alternate and PMS Business:

Alternative Investment Funds formally came into existence when SEBI (Alternative Investment Funds) Regulations were notified in 2012. Category-III AIFs had risen to prominence in the initial years, but they have been lagging recently as investor sentiment has diverted to Category-II AIFs. The reason behind such shift is due to the attractive opportunity available to Category-II AIF investors to invest in the private markets vis-à-vis public markets in case of Category-III AIFs where alternative avenues like Mutual Fund and PMS platforms are available to the clients. There is also the long-standing demand from market participants of granting pass-through tax status to Category III AIFs the absence of which is causing a hindrance to its growth.

SEBI has done a commendable job for all these years in governing the Alternatives landscape in India. The Regulator is continuously seeking feedback from industry participants and working to broad base access, improve the standards of disclosure, create new investment avenues, and bring global best practices.

We strongly believe that flexibility in portfolio construction, shorting and the use of leverage can lead to highly attractive risk-adjusted returns. Also increasing investment in private equity space by Category II AIF will be a very interesting client proposition. With such structural tailwinds in place, the future for Alternatives looks extremely bright.

Portfolio Management Services ("PMS"), unlike AIFs, have existed in India since 1993 and has close to Rs. 29.79 trillion assets under management as of February 29, 2024. SEBI has introduced a slew of new measures to regulate Portfolio Management services including but not limited to increasing the minimum investment amount, doing away with upfront or set up fees, bringing direct plans for PMS investors like that in mutual funds and standardizing performance reporting methodology. In the PMS front, SEBI has recently issued new guidelines for performance benchmarking & reporting for portfolio managers. While discretionary PMS continues to remain the stalwart of the Indian Alternatives industry, AIFs have emerged as the fastest growing segment.

SHARE CAPITAL

As on March 31, 2024, the paid-up share capital of the Company stands at Rs. 73,34,32,930 divided into 7,33,43,293 Equity Shares of Rs. 10 each.

During the year, the Company remained the wholly owned subsidiary of Edelweiss Financial Services Limited ("EFSL").

PARTICULARS OF INVESTMENTS MADE, LOANS AND GUARANTEES GIVEN OR SECURITIES PROVIDED

Particulars of loans given, investments made and guarantees given or securities provided if any, are provided in the Financial Statements.

RELATED PARTY TRANSACTIONS

During the financial year under review, all the Related Party Transactions entered into by the Company were on arm's length basis and in the ordinary course of business. All the Related Party Transactions as required under Ind AS - 24 are reported in the Notes to the Financial Statements. Particulars of contracts or arrangements with related parties are provided in Form AOC-2 in **Annexure –I.**

DIRECTORS AND KEY MANAGERIAL PERSONNEL

i) Independent Directors

In terms of Section 149 of the Companies Act, 2013, Mr. Manjit Singh, Mr. Suresh Gurumani, Mr. Karan Datta and Mr. Sandeep Bhandarkar are the Independent Directors of the Company.

Independent Directors of the Company have given a declaration that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 ("the Act").

The Board is of the opinion that the Independent Directors of the Company hold high standards of integrity and possess requisite expertise and experience (including the proficiency) required to fulfill their duties as Independent Directors.

In terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended from time to time, Independent Directors of the Company have confirmed that they have registered themselves with the databank maintained by The Indian Institute of Corporate Affairs, Manesar ('IICA'). The Independent Directors (as applicable) are also in process of completing/ have completed the online proficiency self-assessment test conducted by the IICA which is required to be completed within a period of 2 (two) years from the date of inclusion of their names in the data bank, unless they meet the criteria specified for exemption.

ii) Retirement by Rotation of the Directors:

Ms. Radhika Gupta (DIN: 02657595) retires by rotation at the forthcoming Annual General Meeting and, being eligible, offers herself for re-appointment.

iii) Resignation of Directors:

During the Financial Year 2023-24, none of the Directors of the Company resigned from the Office.

iv) Key Managerial Personnel

Mr. Amit Malpani continued to act as Chief Financial Officer of the Company during the year.

Mr. Vivek Gupta continued to act as Company secretary of the Company during the year

BOARD OF DIRECTORS AND NUMBER OF BOARD MEETINGS HELD

The Board of Directors of the Company comprises of the following:-

Sr. No.	Name of the Director	Designation
1.	**Mr. Venkatchalam Ramaswamy**	Non-executive Director
2.	**Ms. Radhika Gupta**	Managing Director and CEO
3.	**Mr. Manjit Singh**	Independent Director
4.	**Mr. Suresh Gurumani**	Independent Director
5.	**Mr. Karan Datta**	Independent Director
6.	**Mr. Sandeep Bhandarkar**	Independent Director

During the year under review, the Board met 5 (Five times on May 10, 2023, July 24, 2023, November 1, 2023, January 25, 2024 and February 29, 2024).

AUDIT COMMITTEE*

The Audit Committee comprises of the following Directors:

- **Mr. Suresh Gurumani,** Chairman
- **Mr. Manjit Singh,** Member
- **Mr. Venkatchalam Ramaswamy,** Member

The terms of reference of the Audit Committee include the matters specified in Section 177 of the Act.

During the year under review, the Committee met 5 (five) times on May 9, 2023, July 24, 2023, November 1, 2023, January 25, 2024 and February 29, 2024.

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee comprises of the following Directors:

- **Mr. Suresh Gurumani,** Chairman
- **Mr. Manjit Singh,** Member
- **Mr. Venkatchalam Ramaswamy,** Member

The terms of reference of the Nomination and Remuneration Committee include the matters specified in Section 178 of the Act.

During the year under review, the Committee met thrice on May 10, 2023, July 24, 2023 and March 8, 2024.

BOARD RISK MANAGEMENT COMMITTEE

The Board Risk Management Committee comprises of the following persons

- **Mr. Suresh Gurumani,** Chairman
- **Mr. Manjit Singh,** Member
- **Mr. Karan Datta,** Member
- **Mr. Venkatchalam Ramaswamy,** Member
- **Ms. Radhika Gupta,** Member
- **Ms. Archita Bhutoria,** Member

The terms of reference of the Board Risk Management Committee include the matters specified under SEBI (Mutual Funds) Regulations 1996 and Circulars issued by SEBI from time to time.

During the year under review, Committee met 4 (four) times on May 9, 2023, July 24, 2023, November 1, 2023 and January 25, 2024.

REMUNERATION POLICY

The Company has framed Remuneration Policy pursuant to provisions of Section 178 of the Act. The Policy is provided in Annexure II of this Report and is also available on the website of the Company at www.edelweissmf.com

CORPORATE SOCIAL RESPONSIBILITY

The Company has adopted a Corporate Social Responsibility Policy (CSR Policy) which indicates the activities to be undertaken by the Company as specified in Schedule VII to the Act.

Annual Report on Corporate Social Responsibility (CSR) activities for the Financial Year 2023-24 is provided in **Annexure IV** of this Report

EVALUATION OF THE PERFORMANCE OF THE BOARD

A Board Evaluation Policy ("the Policy") for evaluating the performance of the Board, the Chairman, the Executive Directors, the Independent Directors, the Non-Executive Directors and its Committees has been adopted by the Company.

The Policy, inter alia, provides the criteria for performance evaluation such as Board effectiveness, quality of discussion, contribution at the meetings, business acumen, strategic thinking, time commitment, relationship with the stakeholders, corporate governance practices, contribution of the Committees to the Board in discharging its functions, etc.

A separate meeting of the Independent Directors was held during the year under review. Based on the Policy and the Parameters adopted by the Company, the Independent Directors evaluated the performance in line with the requirements of the Act.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to the Financial Statements.

AUDITORS AND AUDITOR'S REPORT

At the 16th AGM held on July 27, 2023, M/s Nangia & Co. LLP, Chartered Accountants (Firm Registration Number 002391C/N500069) were appointed as the Statutory Auditors of the Company for a term of five (5) consecutive years upto the 21st AGM by the Members.

There are no qualifications, reservations or adverse remarks made by the Auditors in their audit report for the Financial Year ended March 31, 2024. Further, there were no frauds reported by the Auditors under Section 143 of the Act during the Financial Year ended March 31, 2024.

SECRETARIAL AUDIT

The Board had appointed M/s MMJB & Associates LLP, Practicing Company Secretaries, as the Secretarial Auditor of the Company, to conduct the secretarial audit for the Financial Year 2023-24. The Secretarial Auditor's Report is annexed as **Annexure – III** to this Report.

There are no qualifications, reservations or adverse remarks made by the Secretarial Auditors in their audit report for the Financial Year 2023-24.

PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

The Company has framed a Policy on Prevention of Sexual Harassment of Women at Workplace. During the year under review, no cases were reported under the Policy. The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

WHISTLE BLOWER POLICY / VIGIL MECHANISM

Edelweiss Asset Management Limited ('Edelweiss AMC') is committed to adhering to the highest standards of ethical, moral and legal conduct of business operations. Edelweiss AMC believes in the conduct of its affairs in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behavior.

To create enduring value for all its stakeholders and in accordance with the provisions of the Companies Act, 2013, the Edelweiss AMC has formulated a Whistleblower Policy/Vigil Mechanism ('the Policy') in addition to the existing Employee Code of Conduct that governs the actions of its employees.

There were no complaints received under the policy during the financial year 2023-24

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

A. Conservation of Energy:

a) the steps taken or impact on conservation of energy- The operations of the Company are not energy-intensive. However, adequate measures have been initiated for conservation of energy.

b) the steps taken by the company for utilizing alternate sources of energy- Though the operations of the Company are not energy-intensive, the Company shall explore alternative sources of energy, as and when the necessity arises.

c) the capital investment on energy conservation equipment- Nil.

Board's Report *(Continued)*

B. Technology Absorption:

a) the efforts made towards technology absorption- The minimum technology required for the business has been absorbed;

b) the benefits derived like product improvement, cost reduction, product development or import substitution- Not Applicable

c) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- Not Applicable

- the details of technology imported;
- the year of import;
- whether the technology has been fully absorbed;
- if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

d) the expenditure incurred on Research and Development- Not Applicable

C. Foreign Exchange Earnings and Outgo:

Foreign exchange earnings: Rs. 1.33 Million (Previous year – Rs. 1.41 Million)

Foreign exchange outgo: Rs. 7.70 Million (Previous year –Rs. 2.15 Million)

OTHER DISCLOSURES

- No disclosure is required in respect of the details relating to the deposits covered under Chapter V of the Companies Act, 2013 as there were no transactions on this matter during the year ended March 31, 2024.
- The Company has not accepted any funds from the Director(s) of the Company during the financial year under review.
- There were no significant material orders passed by Regulators or Courts or Tribunal which would impact the status of the Company as a going concern and its future operations.
- There are no significant material changes and commitments affecting the financial position of the Company that occurred between the end of financial year and the date of this Report.
- Disclosure pertaining to maintenance of cost records as specified under the Act is not applicable to the Company.
- There has been no change in the nature of business of the Company.
- There was no revision in the financial statements of the Company.
- There was no application made or proceeding pending against the Company under the Insolvency and Bankruptcy Code, 2016. There was no instance of onetime settlement with any Bank/Financial Institution in respect of loan taken by the Company.

ANNUAL RETURN

Pursuant to provisions of Section 92 (3) read with Section 134(3)(a) of the Act and the Rule 12 (1) of the Companies (Management and Administration) Rules, 2014, the Annual Return and Schedule V compliance as on March 31, 2023 is available on the website of the Company at www.edelweissmf.com.

RISK MANAGEMENT

Board Risk Management Committee of the Company has framed and implemented a Risk Management Policy.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to provisions of Section 134 of the Companies Act, 2013("the Act"), your Directors confirm that:

i. in the preparation of the annual accounts, the applicable accounting standards have been followed;

ii. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2024 and of the Profit of the Company for the financial year ended on that date;

iii. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv. the annual accounts have been prepared on a going concern basis; and

v. proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

COMPLIANCES OF APPLICABLE SECRETARIAL STANDARDS

During the year under review, the Company has complied with the applicable secretarial standards issued by Institute of Company secretaries of India on Meeting of Board of Directors and General Meetings.

ACKNOWLEDGEMENTS

Your Directors acknowledge the valuable assistance, support and guidance provided by the Securities and Exchange Board of India, Reserve Bank of India, Association of Mutual Funds in India, other Regulatory authorities, Company's Bankers, the Custodian, the Registrar, Distributors and the Trustee Company and most importantly, the Investors for their patronage and support.

Your Directors also wish to place on record their sincere appreciation of all the employees for their dedication and commitment to render high quality of service and look forward to their continued contribution.

For and on behalf of the Board of Directors of

Edelweiss Asset Management Limited

Venkatchalam Ramaswamy	**Radhika Gupta**
Non-executive Director	*CEO & Managing Director*
DIN - 00008509	DIN - 02657595

Mumbai, 3 May 2024

Annexure – I

Form AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms' length transactions under third proviso thereto:

(Currency: Indian rupees)

I. Details of contracts or arrangements or transactions not at arm's length basis: Not Applicable

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangement or transactions	Date of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
	-	-	-	-	-	-	-	-

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

(Rs. in Million)

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date of approval by the Board	Amount paid as advances, if any
1	Edelweiss Financial Services Limited (Holding Company)	Cost reimbursements paid	1 Year	0.17	-	-
2	Edelweiss Rural and Corporate Services Limited (Fellow Subsidiary)	Cost reimbursements paid	1 Year	6.52	-	-
3	Ecap Equities Limited (formerly known as Edel Land Limited)	Cost reimbursements paid to	1 Year	0.94	-	-

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

(Rs. in Million)

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date of approval by the Board	Amount paid as advances, if any
4	Edelweiss Securities and Investments Private Limited (Fellow Subsidiary)	Cost reimbursements paid	1 Year	22.17	-	-
5	ECL Finance Limited (Fellow Subsidiary)	Cost reimbursements paid	1 Year	53.16	-	-
6	Edelweiss Alternative Asset Advisors Pte. Limited (Fellow Subsidiary)	Advisory fees received	1 Year	0.21	-	-
7	Edelgive Foundation (Fellow Subsidiary)	CSR funds	1 Year	2.90	-	-
8	Mr. Suresh Gurumani	Directors Sitting Fees	1 Year	0.34	-	-
9	Mr. Manjit Singh	Directors Sitting Fees	1 Year	0.34	-	-
10	Mr. Karan Datta	Directors Sitting Fees	1 Year	0.16	-	-
11	Mr. Sandeep Bhandarkar	Directors Sitting Fees	1 Year	0.10	-	-
12	Key Managerial Personnel	Remuneration paid to	1 Year	63.39	-	-
13	ECL Finance Limited (Fellow Subsidiary)	Trades payable	1 Year	0.60	-	-
14	Edelweiss Securities And Investments Private Limited – Magnolia (Fellow Subsidiary)	Trades payable	1 Year	5.52	-	-
15	Ecap Equities Limited (formerly known as Edel Land Limited)	Trades payable	1 Year	0.02	-	-

Board's Report *(Continued)*

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

(Rs. in Million)

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date of approval by the Board	Amount paid as advances, if any
16	Edelweiss Alternative Asset Advisors Limited	Trades payable	1 Year	0.25	-	-
17	Edelweiss Rural and Corporate Services Limited	Trades payable	1 Year	0.62	-	-
18	Edelweiss Financial Services Limited	Advances recoverable in cash or in kind or for value to be received	1 Year	0.38	-	-
19	ECL Finance Limited (Fellow Subsidiary)	Security deposit paid	1 Year	18.59	-	-
20	Edelweiss Financial Services Limited (Holding Company)	Other payables - ESOP	1 Year	2.49	-	-

Note: figures less than Rs. 5,000 are shown as zero

For and on behalf of the Board of Directors of

Edelweiss Asset Management Limited

Venkatchalam Ramaswamy
Non-executive Director
DIN - 00008509

Radhika Gupta
CEO & Managing Director
DIN - 02657595

Mumbai, 3 May 2024

Annexure II

Remuneration Policy

Objective

The Companies Act, 2013 ('the Act') and the Rules framed there under requires a Company to frame policy for determining the remuneration payable to the Directors, Key Managerial Personnel (KMPs) and other employees.

The objective of the Remuneration Policy ('the Policy') of the Company is to provide a framework for the remuneration of the Independent Directors, Non-executive Directors, Managing Director/Executive Directors, KMPs, and other Senior level employees of the Company.

The objective of this Policy is to ensure that:

i. the level and composition of remuneration is reasonable and sufficient to attract, retain talent required to run the company successfully;

ii. relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and

iii. remuneration to the Directors, KMPs and senior management comprises a balance fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

Remuneration of the Independent Directors & Non- Executive Directors

- The Independent Directors & Non-Executive Directors are eligible for sitting fees for attending the meetings of the Board and the Committees thereof.
- The Independent Directors & Non-Executive Directors are also eligible for commission, subject to limits prescribed under the Act and the Rules framed there under.
- The Independent Directors are not eligible for employees' stock options.
- The Non-Executive Directors shall be eligible for employees' stock options under various Employee Benefit Schemes / Plans of the Holding Company from time to time.

Remuneration of the Managing Director & Executive Directors

- The remuneration of the Managing Director/Executive Directors is recommended by the Nomination and Remuneration Committee ('NRC') to the Board. Based on the recommendations of the NRC, the Board determines and approves the remuneration of the Managing Director/Executive Directors, subject to necessary approvals, if any.
- The remuneration paid to the Managing Director/Executive Directors is within the limits prescribed under the Act and approved by the Shareholders of the Company. The remuneration structure includes fixed salary, perquisites, bonus, other benefits and allowances and contribution to Funds, etc.
- The Executive Directors shall be eligible for employees' stock options under various Employee Benefit Schemes / Plans of the Holding Company from time to time.

Remuneration of the KMP (other than Executive Directors) and Senior level employees

- The key components of the remuneration package of the KMP (other than Executive Directors) and Senior level employees shall comprise of fixed salary, perquisites, annual bonus, other benefits and allowances and contribution to Funds, etc.
- They shall be eligible for employees' stock options under various Employee Benefit Schemes / Plans of the Holding Company from time to time.

Policy Review

- The Policy may be amended as may be necessary.
- The NRC shall implement the Policy, and may issue such guidelines, procedures, etc as it may deem fit.

For and on behalf of the Board of Directors of
Edelweiss Asset Management Limited

Mumbai, 3 May 2024

Venkatchalam Ramaswamy	**Radhika Gupta**
Non-executive Director	*CEO & Managing Director*
DIN - 00008509	DIN - 02657595

Annexure – III

FORM NO. MR.3

Secretarial Audit Report

For the Financial Year Ended March 31, 2024

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Edelweiss Asset Management Limited
Edelweiss House, off C.S.T Road,
Kalina, Mumbai - 400098

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Edelweiss Asset Management Limited** (hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Auditor's Responsibility:

Our responsibility is to express an opinion on the compliance of the applicable laws and maintenance of records based on audit. We have conducted the audit in accordance with the applicable Auditing Standards issued by The Institute of Company Secretaries of India. The Auditing Standards requires that the Auditor shall comply with statutory and regulatory requirements and plan and perform the audit to obtain reasonable assurance about compliance with applicable laws and maintenance of records.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering from April 01, 2023 to March 31, 2024 (hereinafter called the 'Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent and in the manner reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2024 according to the provision of:

(i) The Companies Act, 2013 ('the Act') and the rules made there under;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowings; **(Not Applicable to the Company during the Audit Period)**

Board's Report *(Continued)*

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **(Not Applicable to the Company during the Audit Period)**

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 to the extent applicable to the Company;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not Applicable to the Company during the Audit Period)**

(d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **(Not Applicable to the Company during the Audit Period)**

(e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **(Not Applicable to the Company during the Audit Period)**

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **(Not Applicable to the Company during the Audit Period)** and

(h) The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018. **(Not Applicable to the Company during the Audit Period)**

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments made thereunder; **(Not Applicable to the Company during the Audit Period)**

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines and Standards etc. made there under.

We further report that, having regard to the compliance system prevailing in the Company and on the examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has generally complied with the following laws applicable specifically to the Company:

- The Securities and Exchange Board of India (Mutual Funds) Regulations, 1996;
- The Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012; and
- The Securities and Exchange Board of India (Portfolio Managers) Regulations, 2020;

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Director, Non-Executive Directors, and Independent Directors. The changes in the composition of the Board of Directors that took place during the audit period were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations, and guidelines.

For **MMJB & Associates LLP**
Company Secretaries

Deepti Kulkarni
Designated Partner

ACS: 34733

CP: 22502

PR: 2826/2022

UDIN: A034733F000303045

Mumbai, 3 May 2024

This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report

'Annexure A'

To,
The Members,
Edelweiss Asset Management Limited
Edelweiss House, off C.S.T Road,
Kalina, Mumbai - 400098

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **MMJB & Associates LLP**
Company Secretaries

Deepti Kulkarni
Designated Partner

ACS: 34733

CP: 22502

PR: 2826/2022

UDIN: A034733F000303045

Mumbai, 3 May 2024

Annexure IV

Edelweiss Asset Management Limited

Annual Report on Corporate Social Responsibility (CSR) activities for the Financial Year 2023-24

Sr. No	Particulars	Details
1	Brief outline on CSR Policy of the Company	One of the core believes of Edelweiss Asset Management Limited ("Company") is that economic performance, environmental and social stewardships are the key factors for a holistic business growth. As a responsible corporate citizen, the Company has decided to continue its efforts for a sustainable development of the Society and environment with an aim to make our planet a better place for future generations.
		The Board of Directors has adopted a policy on Corporate Social Responsibility (EAML CSR Policy). The policy encompasses the Company's philosophy delineating its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially useful programs for welfare & sustainable development of the community at large, more specifically the deprived, underprivileged and differently abled sections of the society.
		The CSR Policy captures the enhanced thrust areas for the company to focus on and has been aligned to the prevailing legal frameworks. Also, the Policy captures the criteria for monitoring of ongoing CSR activities of the Company.
2	Composition of CSR Committee	The Company was exempted from the requirement of constituting a CSR Committee under Section 135 (9) of the Act as it had a CSR obligation of less than Rs. 50 lakhs during the Financial Year 2023-24.
3	Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the board are disclosed on the website of the company	Statutory - Disclosure Documents | Edelweiss Mutual Fund (edelweissmf.com)
4	Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable	Not Applicable
5	Average net profit of the company as per sub-section (5) of section 135 (a)	Rs. 142.9 Million
	Two percent of average net profit of the company as per sub- section (5) of section 135 (b)	Rs. 2.86 Million
	Surplus arising out of the CSR Projects or programmes or activities of the previous financial years (c)	Nil
	Amount required to be set-off for the financial year, if any (d)	Nil
	Total CSR obligation for the financial year [(b)+(c)-(d)].	Rs. 2.86 Million

Sr. No	Particulars	Details
6	Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project) (a)	Rs. 2.9 Million
	Amount spent in Administrative overheads (b)	Nil
	Amount spent on Impact Assessment, if applicable (c)	Not Applicable
	Total amount spent for the Financial Year [(a)+(b)+(c)].	Rs. 2.9 Million
7	Total Amount Spent for the Financial Year. (in Rs.)	Rs. 2.9 Million
8	Amount Unspent (in Rs.)	Nil
9	Excess amount for set-off, if any	Nil
10	Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years	Not Applicable
11	Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year	No
12	Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135	Not Applicable

For and on behalf of the Board of Directors of

Edelweiss Asset Management Limited

Venkatchalam Ramaswamy
Non-executive Director
DIN - 00008509

Radhika Gupta
CEO & Managing Director
DIN - 02657595

Mumbai, 3 May 2024

Management Discussion and Analysis



Management Discussion and Analysis *(Continued)*

Financial Review

- Our Company's Profit After Tax (PAT) has increased by ~111% over FY22-23 and stood at Rs. 376.20 million in FY 23-24.
- The Total Revenue for FY 23-24 increased by ~17% and closed at Rs. 2,545.21 million
- The Operating Profit (Profit Before Tax less other income) increased by ~114% to Rs. 367.53 million in FY 23-24.
- PAT as a percentage of Annual Average AUM stood at 0.03%.
- The Company's Networth increased by ~19% to Rs. 2,386.75 million in FY 23-24

Financial Performance With Respect To Our Operations

The Company's financial statements has been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

The Company's financial statements have been prepared on a historical cost basis, except for certain financial instruments such as financial asset measured at fair value through other comprehensive income (FVOCI) instruments, derivative financial instruments, and other financial assets held for trading, which have been measured at fair value. The Company's financial statements are presented in Indian Rupees (INR).

The following table sets forth selected financial information from our Statement of Profit and Loss for FY 23 24 and FY 22 23.

Rs. (in million)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023	% change
Revenue from Operations	2,536.54	2,160.28	17.42%
Other Income	8.67	6.64	30.57%
Total Income	**2,545.21**	**2,166.92**	**17.46%**
Finance Cost	23.88	14.51	64.58%
Employee benefits expense	979.16	731.05	33.94%
Depreciation, amortisation and impairment	69.38	52.81	31.38%
Other expenses	1,096.59	1,190.67	-7.90%
Total Expenses	**2,169.01**	**1,989.04**	**9.05%**
Profit before Tax	**376.20**	**177.88**	**111.49%**
Tax Expenses	-	-	
Profit after Tax	**376.20**	**177.88**	**111.49%**

Revenue from Operations

Revenue from operations comprises of investment management fees from the Mutual Fund, Alternative Investment Funds, portfolio management services, and fair valuation gain/loss. This increased by 17.42% from Rs. 2,160.28 million in FY 22-23 to Rs. 2,536.54 million in FY 23-24, due to increase in the Annual Average AUM of Mutual Fund and fair valuation gains.

Other Income

Other income increased by 30.57% from Rs. 6.64 million in FY 22-23 to Rs. 8.67 million in FY 23-24.

Finance Costs

Finance Costs is on account of adoption of IND AS 116, where the future lease payments are discounted to its present value and are un-wound subsequently, resulting in finance cost.

Employee Benefits Expenses

Our employee benefits expenses increased by 33.94% from Rs. 731.05 million in FY 22-23 to Rs. 979.16 million in FY 23-24, in particular, due to Bonus and Long term Incentive Plan (LTIP) provision in FY 23-24.

Depreciation, Amortization and Impairment

Our Depreciation, Amortization and Impairment increased by 31.38% from Rs. 52.81 million in FY 22-23 to Rs. 69.38 million in FY 23-24, primarily due to higher depreciation on leased assets in FY 23-24.

Other Expenses

Our other expenses decreased marginally by 7.90% from Rs. 1,190.67 million in FY 22-23 to Rs. 1,096.59 Crore in FY 23-24, primarily due to decrease in Commission and Brokerage expenses which was compensated off to an extent by increase in Advertisement and Business Promotion expenses, Mutual Fund and Technology related expenses.

Profit Before Tax

Our Profit Before Tax has increased by 111.49% to Rs. 376.20 million in FY 23-24 from Rs. 177.88 million in FY 22-23.

Tax Expenses

No provision for tax is considered considering the brought forward tax losses.

Profit After Tax

As a result of the factors outlined above, Our Profit After Tax has increased by 111.49% to Rs. 376.20 million in FY 23-24 from Rs. 177.88 million in FY 22-23.

Statement of Assets and Liabilities

The following table sets forth our selected financial information from our Balance Sheet as at March 31, 2024 and March 31, 2023

Rs. (in million)

Particulars	As at March 31, 2024	As at March 31, 2023
Assets		
Financial Assets	2,249.59	1,601.13
Non Financial Assets	1,028.20	1290.28
Total Assets	**3,277.79**	**2,891.41**
Liabilities and Equity		
Financial Liabilities	857.06	853.23
Non Financial Liabilities	33.98	37.85
Total Liabilities	**891.04**	**891.08**
Total Equity	**2,386.75**	**2,000.33**
Total Liabilities and Equity	**3,277.79**	**2,891.41**

Financial Assets

Investments

Investments of the Company grew from 1,419.69 million in FY 22-23 to Rs. 1,778.74 million in FY 23-24. All the investments are carried at fair value through Profit and Loss.

Non Financial Assets

Non-Financial Assets have decreased from Rs. 1,290.28 million in FY 22-23 to Rs. 1,028.20 million in FY 23-24 mainly due to tax assets & prepaid assets as on reporting date.

Financial Liabilities

Financial Liabilities have marginally increased from Rs. 853.23 million in FY 22-23 to Rs. 857.06 million in FY 23-24. This increase is primarily due to increase in provision for employee benefits and compensating decrease in trade payable as on reporting date.

Management Discussion and Analysis *(Continued)*

Total Equity

Total Equity has increased due to higher retained earnings. Retained earnings represents the surplus profits.

Key Financial Ratios

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023	% change
Annual Average AUM (Rs. in millions)	11,66,440.00	9,10,520.00	26
Profit After Tax as a % of Annual Average AUM	0.03	0.02	64
Current Ratio (times)	1.67	1.88	-11
Operating Profit Margin (%)	14.44	7.93	82
Net Profit Margin (%)	14.78	8.21	80

Note: Inventory Turnover Ratio is not applicable to the Company. Further, Interest Coverage Ratio and Debt Equity Ratio have not been presented as the Company is debt free as of March 31, 2024. The finance costs appearing in the Statement of Profit and Loss is a result of accounting treatment under Ind AS 116 – Leases and accordingly, there is no obligation on the Company to service any interest cost.

Return On Networth (Computed On Average Networth)

Rs. (in million)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023	% change
Networth at the Beginning of the Year	2,000.33	1,818.64	9.99
Networth at the End of the Year	2,386.75	2,000.33	19.32
Average Networth	2,193.54	1,909.49	14.88
Profit after Tax	376.2	177.88	111.49
Return on Average Networth (%)	17.15	9.32	84.02

Internal control systems and their adequacy

The Company has instituted adequate internal control systems commensurate with the nature of its business and the size of its operations. This provides a high degree of assurance regarding the effectiveness and efficiency of operations, the adequacy of safeguards for assets, the reliability of financial controls and compliance with applicable laws and regulations. The Audit Committee and Risk Management Committee are responsible for overseeing the risk management framework, reviewing the key risks and mitigation strategies, and ensuring the effectiveness of risk management policies and procedures. The Management is also responsible for ensuring that the risk management framework is effectively implemented within all areas of their respective functions.

The Company has appointed Aneja & Associates to oversee and carry out an internal audit of its activities. It carries out internal control reviews and provides an independent report to the Audit Committee on the adequacy and effectiveness of the risk management and internal controls of the organisation. All significant audit observations and follow-up actions thereon are periodically reported to the Audit Committee and closely monitored for effective implementation.

Nangia & Co LLP, the statutory auditors of the Company has audited the financial statements included in this annual report and has issued as a part of Auditor's Report, an attestation report on our internal financial controls with reference to the financial statements (as defined in section 143 of Companies Act, 2013). Based on its evaluation, our audit committee has concluded that, as of March 31, 2024, our internal financial controls were adequate and operating effectively.



Financial Statements

Independent Auditor's Report

To the Members of Edelweiss Asset Management Limited

INDEPENDENT AUDITOR'S REPORT

To the Members of **Edelweiss Asset Management Limited**

Report on the Audit of Ind AS Financial Statements

Opinion

We have audited the Ind AS Financial Statements of Edelweiss Asset Management Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2024, and the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and notes to the Financial Statements, including a summary of material 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 Ind AS Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, of the state of affairs of the Company as at 31 March 2024, and its profit including Other Comprehensive Income, its Cash Flows and its Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 Companies Act, 2013 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 audit opinion on the Ind AS Financial Statements.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the Board's Report ("other information"), but does not include the Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance including Other Comprehensive Income, Cash Flows and Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended. 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 implementation and maintenance of 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

Management's Responsibility for the Ind AS Financial Statements (Continued)

the preparation and presentation of the Ind AS Financial Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS Financial Statements.

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

- Identify and assess the risks of material misstatement of the Ind AS 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 Ind AS 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 Ind AS Financial Statements, including the disclosures and whether the Ind AS 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.

Independent Auditor's Report *(Continued)*

To the Members of Edelweiss Asset Management Limited

Other Matters:

The comparative financial information of the Company for year ended March 31, 2023, were audited by another auditor who expressed an unmodified opinion on those financial statements on May 10, 2023. Accordingly, we do not express any opinion, as the case may be, on the figures reported in the financial statements for the year ended March 31, 2023.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

   (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

   (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, and the Statement of Cash Flow and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

   (d) In our opinion, the aforesaid Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules,2015, as amended;

   (e) On the basis of the written representations received from the directors as on 31 March 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 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 with reference to these Ind AS Financial Statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2";

   (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

   (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

      i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 29 (iii) to the financial statements;

      ii. The Company did not have any long- term contracts including derivative contracts for which there were any material foreseeable losses – Refer Note 42 to the financial statements;

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

Report on Other Legal and Regulatory Requirements (Continued)

iv. (a) The Management has represented that, to the best of it's knowledge and belief, as disclosed in the note 47.9(A) to the financial statements, during the year no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the note 47.9(B) to the financial statements, during the year no funds have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

v. The Company has not declared or paid any dividend during the year.

vi. Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all transactions recorded in the software. Further, during the course of our audit we didn't come across any instance of audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on the preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership Number:601788
UDIN: 24601788BKFMPN6314
Mumbai, May 03, 2024

Independent Auditor's Report *(Continued)*

To the Members of Edelweiss Asset Management Limited

Annexure 1 referred to in paragraph 1 under the heading 'Report on other legal and regulatory requirement's of our report of even date

Re: Edelweiss Asset Management Limited ("the Company")

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and the situation of Property, Plant and Equipment.

(a) (B) The Company has maintained proper records showing full particulars of Intangibles Assets.

(b) The Company has a regular programme of physical verification of its property, plant and equipment and are verified by the management according to a phased programme designed to cover all the items over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) There is no immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), held by the Company and accordingly, the requirement to report on clause 3(i)(c) of the Order is not applicable to the Company.

(d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year ended 31 March 2024.

(e) According to information and explanations given to us, there are no proceedings initiated or are pending against the Company for holdin g any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.

(b) The Company has not been sanctioned working capital limits in excess of five crores rupees in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.

(iii) (a) During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company.

(b) During the year the terms and conditions of Investment made are not prejudicial to the Company's interest.

(c) The Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.

(d) The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.

(e) There were no loans or advances in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.

(f) According to information and explanations given to us, the Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to Promoters, related parties as defined in clause 2(76) of Companies Act, 2013. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

(iv) The Company has not advanced loans to directors / to a Company in which the director is interested to which provisions of section 185 of the Companies Act 2013 apply and hence not commented upon. Further, according to the information and explanations given to us, provisions of sections 186 of the Companies Act, 2013 in respect of investments have been complied with by the Company.

(v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

(vii) (a) According to the information and explanations given to us, the Company have generally been regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employee's state insurance, income-tax and other statutory dues applicable to it though there has been slight delay in few cases. The provisions relating to duty of customs, sales-tax, duty of excise and value added tax are currently not applicable to Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to information and explanations given to us, the dues of goods and services tax, income-tax, sales-tax, duty of custom, duty of excise, value added tax, cess, and other statutory dues have not been deposited on account of any dispute, are as follows:

Name of the statue	Nature of dues	Amount (Rs. In lakhs)	Amount paid under protest (Rs. In lakhs)	Period to which the amount relates	Forum where the dispute is pending
Central Goods and Service Tax Act, 2017	Summon under section 70	285.00	285.00	Financial year 2017-18, 2018-19,	DGGI

(viii) According to the information and explanations given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Hence, the provision stated in clause 3(viii) of the Order is not applicable to the Company.

(ix) (a) According to the information and explanations given to us, the Company has not have any outstanding loans or other borrowings or payment of interest thereon due to any financial institutions, banks and debenture holders. The Company has not taken any loans or borrowings from the Government. Accordingly, the requirement to report on clause ix (a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared a wilful defaulter by any bank or financial institution or government or any government authority.

(c) According to the information and explanations given to us and the audit procedures performed by us, the Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.

(d) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company. Accordingly, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.

(e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.

Independent Auditor's Report *(Continued)*

To the Members of Edelweiss Asset Management Limited

(f) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on Clause 3(ix)(f) of the Order is not applicable to the Company.

(x) (a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

(xi) (a) According to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by a secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistleblower complaints received by the company during the year.

(xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clauses 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.

(xiii) According to the information and explanations are given to us, transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

(xiv) (a) According to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.

(xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence the requirement to report on clause 3(xv) of the Order is not applicable to the Company.

(xvi) (a) According to the Information and explanations given to us and audit procedures performed by us, the Company is not required to register under section 45-IA of the Reserve Bank of India Act, 1934 is not applicable to the Company. Accordingly, the requirement to report on clause 3 (xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The Company is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) The Group has one Core Investment Company as part of the Group.

(xvii) According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has not incurred cash losses in the current year and in the immediately preceding financial year respectively.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the financial ratios disclosed in Note 47.8 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) (a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in Note 22.2 to the financial statements.

(b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act. This matter has been disclosed in Note 22.2 to the standalone financial statements.

(xxi) The Company does not prepare consolidated financial statements, hence the requirement to report on clause 3(xxi) of the Order is not applicable to the Company.

For **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership Number:601788
UDIN: 24601788BKFMPN6314
Mumbai, May 03, 2024

Independent Auditor's Report *(Continued)*

To the Members of Edelweiss Asset Management Limited

"ANNEXURE 2" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE IND AS FINANCIAL STATEMENTS OF EDELWEISS ASSET 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")

To

The Member of

Edelweiss Asset Management Limited

We have audited the internal financial controls over financial reporting of Edelweiss Asset Management Limited ("the Company") as of 31 March 2024 in conjunction with our audit of the Ind AS 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 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.

Auditor's 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 judgement, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS 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 Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2024 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 **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership Number:601788
UDIN: 24601788BKFMPN6314

Mumbai, May 03, 2024

Balance Sheet

(Currency: Indian rupees in millions)

	Note	As at March 31, 2024	As at March 31, 2023
ASSETS			
Financial assets			
(a) Cash and cash equivalents	2	**84.85**	32.68
(b) Trade receivables	3	**143.00**	120.84
(c) Investments	4	**1,778.74**	1,419.69
(d) Other financial assets	5	**29.79**	27.92
(e) Assets held for sale	6	**213.21**	-
		2,249.59	1,601.13
Non-financial assets			
(a) Current tax assets (net)	7	**38.86**	74.57
(b) Deferred tax assets (net)	8	**-**	-
(c) Property, Plant and Equipment	9	**21.68**	12.24
(d) Capital work-in-progress	9.1 (A)	**-**	5.46
(e) Intangible assets under development	9.1 (B)	**0.64**	7.21
(f) Right to use assets	9	**193.12**	197.56
(g) Other Intangible assets	9	**659.33**	655.97
(h) Other non- financial assets	10	**114.57**	337.27
		1,028.20	1,290.28
TOTAL ASSETS		**3,277.79**	2,891.41
LIABILITIES			
Financial liabilities			
(a) Payables			
(I) Trade payables			
(i) total outstanding dues of micro enterprises and small enterprises		**-**	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	11	**186.58**	249.99
(b) Lease liabilities	35	**217.88**	215.09
(c) Other financial liabilities	12	**452.60**	388.15
		857.06	853.23
Non-financial liabilities			
(a) Provisions	13	**15.28**	12.79
(b) Other non-financial liabilities	14	**18.70**	25.06
		33.98	**37.85**
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	15	**733.43**	733.43
(b) Other equity	16	**1,653.32**	1,266.90
		2,386.75	2,000.33
TOTAL LIABILITIES AND EQUITY		**3,277.79**	**2,891.41**
The accompanying notes are an integral part of these financial statements	1 - 48		
This is the Balance Sheet referred to in our report of even date			

For **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, May 03, 2024

For and on behalf of the Board of Directors

Venkatchalam Ramaswamy
Director
DIN - 00008509

Suresh Gurumani
Director
DIN - 00636844

Radhika Gupta
Managing Director and CEO
DIN - 02657595

Amit Malpani
Chief Financial Officer

Vivek Gupta
Company Secretary

Mumbai, May 03, 2024

Statement of Profit and Loss

(Currency: Indian rupees in millions)

	Note	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue from operations			
Fee income	17	**1,833.78**	1,668.48
Net gain on fair value changes	18	**702.76**	491.80
Total Revenue from operations		**2,536.54**	**2,160.28**
Other income	19	**8.67**	6.64
Total Revenue		**2,545.21**	**2,166.92**
Expenses			
Finance costs	20	**23.88**	14.51
Employee benefits expense	21	**979.16**	731.05
Depreciation, amortisation and impairment	9	**69.38**	52.81
Other expenses	22	**1,096.59**	1,190.67
Total expenses		**2,169.01**	**1,989.04**
Profit before tax		**376.20**	177.88
Tax expenses:			
Current tax		**-**	-
Profit after tax		**376.20**	**177.88**
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Remeasurement gain / (loss) on defined benefit plans (OCI)		**2.53**	(1.21)
Other Comprehensive Income		**2.53**	(1.21)
Total Comprehensive Income		**378.73**	**176.67**
Earnings per equity share (Face value of INR 10 each):			
(1) Basic	23	**5.13**	2.43
(2) Diluted		**5.13**	2.43
The accompanying notes are an integral part of these financial statements	1 - 48		
This is the Statement of Profit & Loss referred to in our report of even date			

For **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, May 03, 2024

For and on behalf of the Board of Directors

Venkatchalam Ramaswamy
Director
DIN - 00008509

Suresh Gurumani
Director
DIN - 00636844

Radhika Gupta
Managing Director and CEO
DIN - 02657595

Amit Malpani
Chief Financial Officer
Mumbai, May 03, 2024

Vivek Gupta
Company Secretary

Statement of changes in Equity

(Currency: Indian rupees in millions)

Equity share capital		
Balance at the beginning of the reporting period (April 01 2023)	**Changes in equity share capital**	**Balance at the end of the reporting period (March 31, 2024)**
733.43	-	**733.43**
Balance at the beginning of the reporting period (April 01, 2022)	Changes in equity share capital	Balance at the end of the reporting period (March 31, 2023)
733.43	-	733.43

Other Equity					
	Reserves and Surplus				
	Capital Reserve	**Securities Premium Account**	**ESOP reserve**	**Retained earnings**	**Total**
Balance at March 31, 2022 (Ind AS)	**117.47**	**1,010.32**	**10.34**	**(52.92)**	**1,085.21**
Profit or loss	-	-	-	177.88	177.88
Ind AS adjustments on account of SAR	-	-	-	5.02	5.02
Other comprehensive income	-	-	-	(1.21)	(1.21)
Total Comprehensive Income for the year	**-**	**-**	**-**	**181.69**	**181.69**
Issue of equity instruments	**-**	**-**	**-**	**-**	**-**
Balance at March 31, 2023 (Ind AS)	**117.47**	**1,010.32**	**10.34**	**128.77**	**1,266.90**
Profit or loss	**-**	**-**	**-**	**376.20**	**376.20**
Ind AS adjustments on account of SAR	-	-	-	7.69	7.69
Other comprehensive income	-	-	-	2.53	2.53
Total Comprehensive Income for the year	-	-	-	386.42	386.42
Issue of equity instruments	**-**	**-**	**-**	**-**	**-**
Balance at March 31, 2024 (Ind AS)	**117.47**	**1,010.32**	**10.34**	**515.19**	**1,653.32**
The accompanying notes are an integral part of these financial statements (1-48)					
As per our report of even dated attached					

For **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, May 03, 2024

For and on behalf of the Board of Directors

Venkatchalam Ramaswamy
Director
DIN - 00008509

Suresh Gurumani
Director
DIN - 00636844

Radhika Gupta
Managing Director and CEO
DIN - 02657595

Amit Malpani
Chief Financial Officer

Vivek Gupta
Company Secretary

Mumbai, May 03, 2024

Cash Flow Statement

(Currency: Indian rupees in millions)

		For the year ended March 31, 2024	For the year ended March 31, 2023
A	**Cash flow from operating activities**		
	Profit before tax	**376.20**	177.88
	Adjustments for		
	Depreciation, amortisation and impairment on investment property	**69.38**	52.81
	Realised fair value (gain) on financial instruments	**(268.58)**	(468.74)
	Unrealised fair value (gain) on financial instruments	**(434.19)**	(23.06)
	(Profit) on sale of property, plant and equipment (net)	**(0.02)**	(0.17)
	(Profit) on Termination of Lease- INDAS 116 and Lease waiver	**(1.90)**	(3.63)
	Gratuity and compensated expenses	**7.97**	8.06
	Finance costs	**23.30**	14.40
	Operating cash flow before working capital changes	**(227.84)**	(242.45)
	Adjustments for		
	(Increase)/Decrease in trade receivables	**(22.16)**	28.92
	Decrease / (increase) in Other financial/non financial assets	**220.83**	(182.68)
	(Decrease) / Increase in trade payables	**(63.40)**	143.65
	Increase in liabilities and provisions	**62.82**	84.65
	Cash generated from / (used in) operations	**(29.75)**	(167.91)
	Taxes refund received / (paid) (net of refunds)	35.70	(22.52)
	Net cash generated from / (used in) operating activities - A	**5.95**	(190.43)
B	**Cash flow from investing activities**		
	Purchase of property, plant and equipment and intangibles	**(25.66)**	(17.67)
	Proceeds from sale of property, plant and equipment	**7.28**	0.28
	Purchase of investments	**(2,462.47)**	(2,710.12)
	Sale / redemption of investments	**2,592.98**	(16.75)
	ROU Asset/Lease Liabilities	**(42.61)**	2,950.90
	Net cash generated from investing activities - B	**69.52**	206.64
C	**Cash flow from financing activities**		
	Finance Cost Paid (Including Interest on Leases - Indas 116)	**(23.30)**	(14.40)
	Net cash (used in) / generated from financing activities - C	**(23.30)**	(14.40)
	Net increase / (decrease) in cash and cash equivalents (A+B+C)	**52.17**	**1.81**
	Cash and cash equivalents as at the beginning of the year	**32.68**	30.87
	Cash and cash equivalents as at the end of the period	**84.85**	32.68

Cash Flow Statement *(Continued)*

(Currency: Indian rupees in millions)

Notes:

1 Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 prescribed under the Companies Act (Indian Accounting Standard) Rules, 2015 under the Companies Act, 2013.

2 Purchase of tangible and intangible assets includes movements of Capital Work-in-Progress and capital expenditure during the year.

3 Cash receipts and payments for transaction with group companies in which the turnover is quick, the amounts are large, and the maturities are short are presented on net basis in accordance with Ind AS-7 Statement of Cash Flows.

This is the Cash Flow Statement referred to in our report of even date

For **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, May 03, 2024

For and on behalf of the Board of Directors

Venkatchalam Ramaswamy
Director
DIN - 00008509

Suresh Gurumani
Director
DIN - 00636844

Radhika Gupta
Managing Director and CEO
DIN - 02657595

Amit Malpani
Chief Financial Officer

Vivek Gupta
Company Secretary

Mumbai, May 03, 2024

1. Material accounting policies

1.1 Background

Edelweiss Asset Management Limited ('the Company') was incorporated on August 23, 2007, as a private limited company. With effect from January 18, 2008, the Company converted itself into a public limited company.

The Company is a subsidiary of Edelweiss Financial Services Limited and is incorporated as an asset management company. The Company is registered with the Securities and Exchange Board of India ('SEBI') to act as an investment manager to the Edelweiss Mutual Fund ('the fund') and Alternative Investment funds ('AIF'). It is also registered with SEBI as a portfolio manager

1.2 Basis of preparation of financial statements

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act. The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements.

The Company's financial statements have been prepared on a historical cost basis, except for certain financial instruments such as

a. Certain financial assets and liabilities (including derivatives instruments).

b. Defined benefit plans – plan assets and

c. Equity Settled share-based payments.

The Company's financial statements are presented in Indian Rupees (INR)

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1.3 Presentation of financial statements

The Company presents its balance sheet in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013. An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non–current) is presented in Note 36.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis in all of the following circumstances:

- The normal course of business
- The event of default
- The event of insolvency or bankruptcy of the company and or its counterparties

1.4 Use of estimates

The preparation of the financial statements requires management to make certain estimates and assumptions that affect the reported amount of assets, liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported revenue and expense during the reporting period. Actual results could differ from the estimates.

Notes to the Financial Statements *(Continued)*

1.5 Revenue recognition

Revenue is measured at fair value of the consideration received or receivable. Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

i. identification of contract(s) with customers;

ii. Identification of the separate performance obligations in the contract;

iii. Determination of transaction price;

iv. Allocation of transaction price to the separate performance obligations; and

v. Recognition of revenue when (or as) each performance obligation is satisfied

The Company recognises revenue from the following sources:

a. Investment Management Fees (net of tax)

Investment Management fees on Mutual fund and Alternative investment funds are recognised on an accrual basis in accordance with Investment Management Agreement and SEBI Regulations based on average assets under management (AUM) of Edelweiss Mutual Fund schemes and Alternative investment funds.

b. Advisory Fees (net of tax)

Advisory fees are recognised on an accrual basis in accordance with agreement entered into with respective investment managers / advisors.

c. Portfolio Management Fees (net of tax)

Portfolio Management fees are recognised on an accrual basis in accordance with Portfolio Management Agreement entered with respective clients.

d. Interest income

Interest income is recognized using the effective interest rate.

e. Profit/loss on sale of investments is recognised on trade date basis.

1.6 Financial Instruments

Date of recognition

Financial assets and financial liabilities are initially recognised on the trade date, i.e., the date that the Company becomes a party to the contractual provisions of the instrument. This includes regular way trades; purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place.

Initial measurement of financial instruments

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.6 Financial Instruments (Continued)

Classification of financial instruments

The Company classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

- Amortised cost
- Fair value through other comprehensive income [FVOCI)
- Fair value through profit or loss [FVTPL]

The Company measures debt financial assets that meet the following conditions at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Sale that occur for below reason are considered as consistent with business model whose objective is to hold financial assets in order to collect contractual cash flows

- if those sales are infrequent (even if significant in value) or insignificant in value both individually and in aggregate (even if frequent).
- If such sales are made close to maturity of financial asset and proceeds from sale approximate the collection of the remaining contractual cashflow
- Selling a financial asset because of significant increase in credit risk

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the financial asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. By default, all other financial assets are subsequently measured at FVTPL.

Amortized cost and Effective interest rate (EIR)

The effective interest rate is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period.

For financial instruments other than purchased or originated credit-impaired financial assets, the effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses, through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition. For purchased or originated credit impaired financial assets, a credit-adjusted effective interest rate is calculated by discounting the estimated future cash flows, including expected credit losses, to the amortised cost of the debt instrument on initial recognition.

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. On the other hand, the gross carrying amount of a financial asset is the amortised cost of a financial asset before adjusting for any loss allowance.

1.6 Financial Instruments (Continued)

Financial assets held for trading

The Company classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there evidence of a recent pattern of short-term profit is taking. Held-for-trading assets and liabilities are recorded and measured in the balance sheet at fair value.

Financial assets at fair value through profit or loss

Financial assets in this category are those that are not held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value under Ind AS 109.

Investment in equity instruments

The Company subsequently measures all equity investments (other than subsidiaries) at fair value through profit or loss, unless the management has elected to classify irrevocably some of its strategic equity investments to be measured at FVOCI, when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments: Presentation and are not held for trading. Such classification is determined on an instrument-by-instrument basis. Investments in subsidiaries are carried at amortised cost.

Investment in mutual funds

The Company subsequently measures all mutual fund investments at fair value through profit or loss as these financial assets do not pass the contractual cash flow test as required by Ind AS- 109- Financial Instruments, for being designated at amortised cost or FVTOCI, hence classified at FVTPL.

Financial liabilities

All financial liabilities are measured at amortised cost except loan commitments, financial guarantees, and derivative financial liabilities.

Debt securities and other borrowed funds

After initial measurement, debt issued and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the EIR.

Financial liabilities and equity instruments

Financial instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

Reclassification of financial assets and liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line.

Derecognition of financial assets and financial liabilities

A transfer only qualifies for derecognition if either:

- The Company has transferred substantially all the risks and rewards of the asset; or
- The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

1.6 Financial Instruments (Continued)

The Company considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or loss.

Impairment of financial assets

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables and is adjusted for forward-looking estimates.

Business model assessment

Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed.

Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

Determination of fair value

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability, the principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the

Notes to the Financial Statements *(Continued)*

1.6 Financial Instruments (Continued)

circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments –Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.
- Level 2 financial instruments–Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.
- Level 3 financial instruments –Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Company periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

  Therefore, the Company applies various techniques to estimate the credit risk associated with its financial instruments measured at fair value, which include a portfolio-based approach that estimates the expected net exposure per counterparty over the full lifetime of the individual assets, in order to reflect the credit risk of the individual counterparties for non-collateralised financial instruments.

  The Company evaluates the levelling at each reporting period on an instrument-by-instrument basis and reclassifies instruments when necessary based on the facts at the end of the reporting period.

1.7 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all potential equity shares.

1.8 Foreign currency transactions

The financial statements are presented in Indian Rupees which is also functional currency of the Company. Transactions in currencies other than Indian Rupees (i.e. foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in profit or loss in the period in which they arise.

1.9 Retirement and other employee benefit

Provident fund and national pension scheme

The Company contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognised in the statement of profit and loss.

Gratuity

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted. The present value of the obligation under such benefit plan is determined based on independent actuarial valuation using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an Insurance company approved by Insurance Regulatory and Development Authority (IRDA).

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurements are not reclassified to profit or loss in subsequent periods.

Compensated Absences

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge in the statement of profit and loss and corresponding liability on such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

1.10 Share-based payment arrangements

Equity-settled share-based payments to employees and others providing similar services that are granted by Edelweiss Financial Services Limited are measured by reference to the fair value of the equity instruments at the grant date. These includes Stock Appreciation Rights (SARs) where the right to receive the difference between the SAR price and the market price of equity shares of the ultimate parent Company on the date of exercise, either by way of cash or issuance of equity shares of the ultimate parent Company, is at the discretion of the ultimate parent Company. These are classified as equity settled share based transaction.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the 'ESOP reserve'. In cases where the share options granted vest in instalments over the vesting period, the Company treats each instalment as a separate grant, because each instalment has a different vesting period, and hence the fair value of each instalment differs.

1.11 Property, plant and equipment and right of use assets

Property plant and equipment is stated at cost excluding the costs of day–to–day servicing, less accumulated depreciation and accumulated impairment in value. Changes in the expected useful life are accounted for by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates.

1.11 Property, plant and equipment and right of use assets (Continued)

Subsequent costs incurred on an item of property, plant and equipment is recognised in the carrying amount thereof when those costs meet the recognition criteria as mentioned above. Repairs and maintenance are recognised in profit or loss as incurred.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective fixed assets which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the fixed assets are as follows:

Estimated useful lives of the assets are as follows:

Nature of assets	Estimated Useful Life
Furniture and fittings	10 years
Vehicles	8 years
Office equipments	5 years
Computers - Servers and networks	6 years
Computers - End user devices, such as desktops, laptops, etc.	3 years

Right-of-use assets are presented together with property and equipment in the statement of financial position – refer to the accounting policy 1.14. Right-of-use assets are depreciated on a straight-line basis over the lease term.

Intangible assets

Intangible assets are stated at the cost of acquisition net of recoverable taxes, accumulated amortization, and impairment losses, if any. Such costs include purchase price, borrowing cost, and any cost directly attributable to bringing the asset to its working condition for the intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and cost can be measured reliably.

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

Impairment of assets

Goodwill and intangible assets that have an indefinite useful life are not subject to amortization and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or Groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as

1.11 Property, plant and equipment and right of use assets (Continued)

an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

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1.12 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less.

1.13 Provisions and other contingent liabilities

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Where the probability of outflow is considered to be remote, or probable, but a reliable estimate cannot be made, a contingent liability is disclosed. Given the subjectivity and uncertainty of determining the probability and amount of losses, the Company takes into account a number of factors including legal advice, the stage of the matter and historical evidence from similar incidents.

1.14 Lease

As described in Note 34, the Company has applied Ind AS 116 using the modified retrospective approach.

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right of use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

1.14 Lease (Continued)

Short term lease

The Company has elected not to recognise right of use asset and lease liabilities for short term leases of property that has lease term of 12 months or less. The Company recognises lease payment associated with these leases as an expense on a straight line basis over lease term.

1.15 Income tax

The tax expense for the period comprises of current tax and deferred income tax. Tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognized in the Other Comprehensive Income or in Equity. In which case, the tax is also recognized in Other Comprehensive Income or Equity.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognised with respect to carryforward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised.

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- tax planning opportunities are available that will create taxable profit in appropriate periods.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

1.16 New fund offer expenses of mutual fund, PMS and AIF schemes

Expenses relating to new fund offer of mutual fund and PMS schemes are charged in the statement of profit and loss in the year in which such expenses are incurred. For AIF schemes such expenses are initially borne by the Company and recovered from scheme after the launch of the scheme. Distribution cost is recognised over the lock in period for investment in the schemes.

1.17 Fund expenses

Expenses incurred on behalf of schemes of Bharat Bond ETF – April 2023, Bharat Bond ETF – April 2025, Bharat Bond ETF – April 2030, Bharat Bond ETF – April 2031, Bharat Bond ETF – April 2032, Bharat Bond ETF – April 2033, (Collectively referred as "Bharat Bond Funds") are recognised in the statement of profit and loss under Mutual Fund expenses in accordance with the agreement entered with Department of Investment and Public Asset Management, Ministry of Finance, Government of India (DIPAM).

1.18 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amount of revenues, expenses, assets and liabilities, and the accompanying disclosures, as well as the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

- Actuarial assumptions used in calculation of defined benefit plans
- Assumptions used on discounted cash flows, growth rate and discount rate to justify the value of management rights reported under intangible assets.
- Assumptions used in estimating the useful lives of tangible assets reported under property, plant and equipment

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1.19 Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest million as per the requirements of Schedule III, unless otherwise stated.

1.20 Standards issued but not yet effective

There are no new standard or amendment issued but not effective.

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Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

		As at March 31, 2024	As at March 31, 2023
2	**Cash and cash equivalents**		
	Cash on hand	**-**	-
	Balances with banks		
	- in current accounts	**84.85**	32.68
		84.85	32.68

3	**Trade receivables**		
	Receivables considered good and credit impaired - Unsecured	**143.23**	121.22
	Less : Allowance for expected credit losses	**0.23**	0.38
		143.00	120.84

3.1	**Reconciliation of impairment allowance on trade receivables:**	
	Particulars	**Amount**
	Impairment allowance as on 1 April 2022	0.20
	Add/ (less): asset originated or acquired (net)	0.18
	Impairment allowance as on 31 March 2023	0.38
	Add/ (less): asset originated or acquired (net)	(0.15)
	Impairment allowance as on 31 March 2024	0.23

3.2	**Trade receivables Ageing Schedule**						
	As at March 31, 2024	**Outstanding for following periods from due date of payment**					**Total**
	Particulars	**Less than 6 months**	**6 months - 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	
	i) Undisputed Trade receivables – considered good -Unsecured	143.23	-	-	-	-	143.23
	Gross receivables (A)	**143.23**	**-**	**-**	**-**	**-**	**143.23**
	i) Undisputed Trade receivables – considered good -Unsecured	0.23	-	-	-	-	0.23
	ECL - Simplified approach (B)	**0.23**	**-**	**-**	**-**	**-**	**0.23**
	Total receivables net of provision = (A)-(B)	**143.00**	**-**	**-**	**-**	**-**	**143.00**

(Currency: Indian rupees in millions)

3.2 Trade receivables Ageing Schedule (Continued)

As at March 31, 2023		Outstanding for following periods from due date of payment					Total
Particulars		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
i)	Undisputed Trade receivables – considered good -Unsecured	120.92	0.07	0.23	-	-	121.22
Gross receivables (A)		**120.92**	**0.07**	**0.23**	**-**	**-**	121.22
i)	Undisputed Trade receivables – considered good -Unsecured	0.13	0.02	0.23	-	-	0.38
ECL - Simplified approach (B)		**0.13**	**0.02**	**0.23**	**-**	**-**	0.38
Total receivables net of provision = (A)-(B)		**120.79**	**0.05**	**-**	**-**	**-**	120.84

No trade or other receivable are due from directors or other officers of the Group either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

Trade receivables are non-interest bearing and are generally on terms of 0 to 90 days.

There are no disputed , unbilled or not due receivables, hence the same is not disclosed in the ageing schedule.

4. Investments

As at March 31, 2024

Particulars		At fair value through P&L	At amortised cost	Total
(i)	**Equity**	**36.39**	**-**	**36.39**
(ii)	**Investments in units of fund (unquoted)**	**439.30**		**439.30**
(iii)	**Mutual Fund**	**1,303.05**	**-**	**1,303.05**
TOTAL - Gross (A)		**1,778.74**	**-**	**1,778.74**
(i)	**Investments outside India**	**-**	**-**	**-**
(ii)	**Investment in India**	**1,778.74**	**-**	**1,778.74**
Total (B)		**1,778.74**	**-**	**1,778.74**
Less: Allowance for impairment (C)		**-**	**-**	**-**
Total Net (A-C)		**1,778.74**	**-**	**1,778.74**

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

4. Investments (Continued)

As at March 31, 2023

	Particulars	At fair value through P&L	At amortised cost	Total
(i)	Equity	34.16	-	34.16
(ii)	Investments in units of fund (unquoted)	382.14		382.14
(iii)	Mutual Fund	1,003.39	-	1,003.39
TOTAL - Gross (A)		1,419.69	-	1,419.69
(i)	Investments outside India	-	-	-
(ii)	Investment in India	1,419.69	-	1,419.69
	Total (B)	1,419.69	-	1,419.69
	Less: Allowance for impairment (C)	-	-	-
	Total Net (A-C)	1,419.69	-	1,419.69

	Particulars	As at March 31, 2024	As at March 31, 2023
5	**Other financial assets**		
	Security Deposits	**29.41**	19.52
	Advances recoverable in cash or in kind or for value to be received	**0.38**	8.40
		29.79	**27.92**
6	**Assets held for sale**		
	Investment Management Rights		
	- Edelweiss Discovery Fund -Series I	**213.21**	-
		213.21	-
7	**Current tax assets (net)**		
	Advance income taxes	**38.86**	74.57
		38.86	74.57

(Currency: Indian rupees in millions)

	Particulars	As at March 31, 2024	As at March 31, 2023
8	**Deferred tax assets (net)**		
a.	**Deferred tax assets**		
	Investments and other financial instruments		
	Provision for diminution in value of current investments	**-**	-
	Fair valuation of investments - unrealised gain	**58.88**	5.80
	Employee benefit obligations		
	Disallowances under section 43B of the Income Tax Act, 1961	**0.28**	0.31
	Unused tax losses		
	Accumulated losses	**65.65**	116.32
	Others	**2.31**	**3.61**
		127.12	126.04
b.	**Deferred tax liabilities**		
	Property, plant and equipment and intangibles		
	Difference between book and tax depreciation (including intangibles)	**127.12**	126.04
	Employee benefit obligations		
	Disallowances under section 43B of the Income Tax Act, 1961	**-**	-
		127.12	126.04
	Total (a-b)	**-**	-
	Note:		
	Due to absence of reasonable certainty of future taxable income, the Company has not recognised Deferred Tax on temporary differences as the company has previous years brought forward losses.		

(Currency: Indian rupees in millions)

9 Fixed assets

Description of Assets	Gross Block				Depreciation				Net Block
	As at April 1, 2023	Additions during the year	Deductions during the year	As at March 31, 2024	As at April 1, 2023	Charge for the year	Deductions during the year	As at March 31, 2024	As at March 31, 2024
Property, plant and equipments									
Leasehold improvements	13.78	12.45	-	**26.23**	7.50	4.56	-	**12.06**	**14.17**
Furniture and Fittings	3.25	0.12	-	**3.37**	1.98	0.33	-	**2.31**	**1.06**
Motor vehicles	-	-	-	**-**	-	-	-	**-**	**-**
Office equipments	8.41	3.09	-	**11.50**	5.45	2.04	-	**7.49**	**4.01**
Computers	18.45	2.34	1.74	**19.05**	16.72	1.58	1.69	**16.61**	**2.44**
Total : A	**43.89**	**18.00**	**1.74**	**60.15**	**31.65**	**8.51**	**1.69**	**38.47**	**21.68**
Intangible assets									
Computer software	36.48	12.50	-	**48.98**	29.55	9.14	-	**38.69**	**10.29**
Asset Management Rights - Mutual funds and Alternative Investment funds	709.04	-	-	**709.04**	60.00	-	-	**60.00**	**649.04**
Total : B	**745.52**	**12.50**	**-**	**758.02**	**89.55**	**9.14**	**-**	**98.69**	**659.33**
Right to use lease assets	287.62	58.73	11.44	**334.91**	90.06	51.73	-	**141.79**	**193.12**
Total : C	**287.62**	**58.73**	**11.44**	**334.91**	**90.06**	**51.73**	**-**	**141.79**	**193.12**
Grand Total [A+B+C]	**1,077.03**	**89.23**	**13.18**	**1,153.08**	**211.26**	**69.38**	**1.69**	**278.95**	**874.13**

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

9 Fixed assets

Description of Assets	Gross Block				Depreciation				Net Block
	As at April 1, 2022	Additions during the year	Deductions during the year	As at March 31, 2023	As at April 1, 2022	Charge for the year	Deductions during the year	As at March 31, 2023	As at March 31, 2023
Property, plant and equipments									
Leasehold improvements	9.63	4.15	-	**13.78**	5.39	2.11	-	**7.50**	**6.28**
Furniture and Fittings	3.20	0.05	-	**3.25**	1.54	0.44	-	**1.98**	**1.27**
Motor vehicles	0.57	-	0.57	**-**	0.51	0.01	0.52	**-**	**-**
Office equipments	5.83	2.58	-	**8.41**	4.42	1.03	-	**5.45**	**2.96**
Computers	19.25	0.75	1.55	**18.45**	16.97	1.25	1.50	**16.72**	**1.73**
Total : A	**38.48**	**7.53**	**2.12**	**43.89**	**28.83**	**4.84**	**2.02**	**31.65**	**12.24**
Intangible assets									
Computer software	36.48	-	-	**36.48**	22.57	6.98	-	**29.55**	**6.93**
Asset Management Rights - Mutual funds and Alternative Investment funds (Refer note below)	709.04	-	-	**709.04**	50.00	10.00	-	**60.00**	**649.04**
Total : B	**745.52**	**-**	**-**	**745.52**	**72.57**	**16.98**	**-**	**89.55**	**655.97**
Right to use lease assets	104.36	203.36	20.10	**287.62**	59.07	30.99	-	**90.06**	**197.56**
Total : C	**104.36**	**203.36**	**20.10**	**287.62**	**59.07**	**30.99**	**-**	**90.06**	**197.56**
	888.36	**210.89**	**22.22**	**1,077.03**	**160.47**	**52.81**	**2.02**	**211.26**	**865.77**

Note:-

Management has carried out impairment analysis of Asset Management Rights of Mutual funds and Alternative Investment Funds through independent Chartered Accountant Firm. Based on report of such firm and in the view of management there is impairment of INR 10.00 on the above rights as on March 31, 2023.

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

9.1 (A) Capital work-in-progress

Description of Assets	Gross Block			
	As at April 01, 2023	Additions	Capitalization	As at March 31, 2024
Capital WIP - Software	5.46	-	5.46	-
Total	**5.46**	**-**	**5.46**	**-**

Description of Assets	Gross Block			
	As at April 01, 2022	Additions	Capitalization	As at March 31, 2023
Capital WIP - Software	-	5.46	-	5.46
Total	-	5.46	-	5.46

9.1 (B) Capital work-in-progress under development aging schedule

As at March 31, 2024

Intangible assets under development	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	0.64	-	-	-	0.64
Projects temporarily suspended	-	-	-	-	-
Total	**0.64**	**-**	**-**	**-**	**0.64**

As at March 31, 2023

Intangible assets under development	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	7.21	-	-	-	7.21
Projects temporarily suspended	-	-	-	-	-
Total	**7.21**	**-**	**-**	**-**	**7.21**

(Currency: Indian rupees in millions)

		As at March 31, 2024	As at March 31, 2023
10	**Other non-financial assets**		
	(Unsecured Considered good, unless stated otherwise)		
	GST Input credit	**22.53**	43.13
	Prepaid expenses	**76.83**	286.75
	Vendor Advances	**14.71**	6.53
	Others	**0.50**	0.86
		114.57	337.27

11 Trade Payables

As at March 31, 2024		**Outstanding for following periods from due date of payment**			**Total**
Particulars		**Less than 1 year**	**1-3 years**	**More than 3 years**	
(i)	Undisputed Trade Payable - MSME	-	- -	-	-
(ii)	Undisputed Trade Payable - Others	186.58	- -	-	186.58
Total		**186.58**	**-**	**-**	**186.58**

As at March 31, 2023		**Outstanding for following periods from due date of payment**			**Total**
Particulars		**Less than 1 year**	**1-3 years**	**More than 3 years**	
(i)	Undisputed Trade Payable - MSME	-	-	-	-
(ii)	Undisputed Trade Payable - Others	249.99	-	-	249.99
Total		**249.99**	**-**	**-**	**249.99**

Note:-

There is INR Nil (Previous year: INR Nil) dues payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. No interest has been paid / is payable by the Company during the year to "Suppliers" registered under this act. The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said act.

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

		As at March 31, 2024	As at March 31, 2023
12	**Other financial liabilities**		
	Others		
	Accrued salaries and benefits	**452.38**	320.28
	Others	**0.22**	67.87
		452.60	**388.15**
13	**Provisions**		
	Provision for employee benefits		
	Gratuity	**5.66**	4.28
	Compensated leave absences	**9.62**	8.51
		15.28	**12.79**
14	**Other non-financial liabilities**		
	Others		
	Others	**-**	0.05
	Statutory dues	**18.70**	25.01
		18.70	**25.06**

(Currency: Indian rupees in millions)

			As at March 31, 2024		As at March 31, 2023
15	**Equity share capital**				
	Authorised :				
	113,250,000 (Previous year: 113,250,000) equity shares of Rs. 10 each		1,132.50		1,132.50
			1,132.50		**1,132.50**
	Issued, Subscribed and Paid up:	**No. of shares**	**Amount**	No. of shares	Amount
	7,33,43,293 (Previous year: 7,33,43,293) equity shares of Rs. 10 each, fully paid-up	**7,33,43,293**	**733.43**	7,33,43,293	733.43
			733.43		733.43

a.	**Movement in share capital :**				
		March 31, 2024		**March 31, 2023**	
		No. of shares	**Amount**	No. of shares	Amount
	Outstanding at the beginning of the year	**7,33,43,293**	**733.43**	7,33,43,293	733.43
	Shares issued during the year	**-**	**-**	-	-
	Outstanding at the end of the year	**7,33,43,293**	**733.43**	7,,33,43,293	733.43
b.	**Terms/rights attached to equity shares :**				
	The Company has only one class of equity shares having a par value of Re 10/-. Each h older of equity shares is entitled to one vote per share held. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.				
	Shares held by holding/ultimate holding company and/or their subsidiaries/associates				
		March 31, 2024		**March 31, 2023**	
	Holding company				
	Edelweiss Financial Services Limited, the holding company and its nominees	**6,63,75,680**	**90.50%**	6,63,75,680	90.50%
	Edel Finance Company Limited	**69,67,613**	**9.50%**	69,67,613	9.50%
		7,33,43,293	**100.00%**	7,33,43,293	100.00%

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

c.	Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company				
		March 31, 2024		March 31, 2023	
	Edelweiss Financial Services Limited, the holding company and its nominees	**6,63,75,680**	**90.50%**	6,63,75,680	90.50%
	Edel Finance Company Limited	**69,67,613**	**9.50%**	69,67,613	9.50%
		7,33,43,293	**100.00%**	7,33,43,293	100.00%

d.	Details of shares held by promoters in the Company				
		March 31, 2024		March 31, 2023	
	Promotor name	**No. of shares**	**%of total shares**	No. of Shares	%of total shares
	Ultimate Holding / Holding company				
	Edelweiss Financial Services Limited, the holding company and its nominees	**6,63,75,680**	**90.50%**	6,63,75,680	90.50%
	Edel Finance Company Limited	**69,67,613**	**9.50%**	69,67,613	9.50%

		As at March 31, 2024	As at March 31, 2023
16	**Reserves and surplus**		
	Capital Reserve - Opening balance	**117.47**	117.47
	Add : Additions during the year	**-**	-
		117.47	117.47
	Securities Premium Account	**1,010.32**	1,010.32
	Add : Additions during on issue of Equity Shares	**-**	-
		1,010.32	1,010.32
	Deemed capital contribution - ESOP	**10.34**	10.34
	Add : Additions during the year	**-**	-
		10.34	10.34
	Retained earnings - Opening balance (P&L)	**128.77**	(52.92)
	Add: Profit for the year	**376.20**	177.88
	Adjustment on account of Reversal of SAR	**7.69**	5.02
	Add: Other comprehensive income for the year	**2.53**	(1.21)
	Retained earnings - Closing balance (P&L)	**515.19**	128.77
		1,653.32	**1,266.90**

(Currency: Indian rupees in millions)

		For the year ended March 31, 2024	For the year ended March 31, 2023
17	**Fee income**		
	Management and other Fee		
	- Mutual Fund Management fees	**1,565.91**	1,189.94
	- AIF, PMS and other advisory Fees	**267.87**	478.54
		1,833.78	1,668.48
	Below is the disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:		
	Particulars	**2023-24**	2022-23
	Service transferred at a point in time	**-**	-
	Service transferred over time	**1,833.78**	1,668.48
	Total revenue from contract with customers	**1,833.78**	1,668.48
18	**Net gain on fair value changes**		
	Net gain/ (loss) on financial instruments at fair value through profit or loss		
	Investments		
	Profit on sale of Current Investment	**268.57**	468.74
	Fair value gain - P&L - mutual funds, AIF Funds and Equity	**434.19**	23.06
	Total Net gain/(loss) on fair value changes	**702.76**	491.80
	Fair value changes:		
	Realised	**268.57**	468.74
	Unrealised	**434.19**	23.06
	Total Net gain/loss on fair value changes	**702.76**	491.80
19	**Other income**		
	(Loss) / profit on sale of fixed assets (net)	**0.02**	0.17
	Others		
	Miscellaneous income	**8.65**	6.47
		8.67	6.64

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

20		For the year ended March 31, 2024			For the year ended March 31, 2023		
	Finance costs	**On Financial liabilities measured at fair value through profit or loss**	**On Financial liabilities measured at Amortised Cost**	**Total**	**On Financial liabilities measured at fair value through profit or loss**	**On Financial liabilities measured at Amortised Cost**	**Total**
	Other interest expense	**-**	**23.88**	**23.88**	-	14.51	14.51
	Total	**-**	**23.88**	**23.88**	-	14.51	14.51

		For the year ended March 31, 2024	For the year ended March 31, 2023
21	**Employee benefit expenses**		
	Salaries and wages		
	Salaries and wages	**476.75**	422.31
	Salaries and wages - Bonus	**341.13**	219.42
	Salaries and wages - Long term incentive plan	**85.38**	37.72
	Contribution to provident and other funds (refer note 26)	**35.87**	32.38
	Expense on Employee Stock Appreciation Rights (SAR) and Employee Stock Option Scheme (ESOP)	**2.09**	0.47
	Staff welfare expenses	**37.94**	18.75
		979.16	**731.05**

(Currency: Indian rupees in millions)

		For the year ended March 31, 2024	For the year ended March 31, 2023
22	**Other expenses**		
	Advertisement and business promotion	**78.05**	56.19
	Auditors' remuneration (refer note below)	**2.17**	2.58
	Bad- debts and advances written off	**0.09**	-
	Commission and brokerage	**525.26**	724.66
	Communication	**5.85**	8.00
	Directors' sitting fees	**0.94**	0.66
	Corporate Social Responsibility (CSR) Expenses (Refer note 22.2)	**2.90**	1.80
	Insurance	**2.50**	2.08
	Legal and professional fees	**26.52**	90.66
	Printing and stationery	**8.21**	10.48
	Allowances / (Recoveries) on receivables	**(0.15)**	0.18
	Rates and taxes	**6.47**	0.84
	Rent (refer note 34)	**1.23**	15.34
	Repairs and maintenance	**8.67**	2.24
	Electricity charges	**4.40**	2.83
	Mutual Fund - New Fund Offer Expenses	**32.27**	28.36
	Computer expenses	**52.32**	48.61
	Clearing & custodian charges	**0.46**	1.20
	Membership and subscription	**46.25**	40.83
	Mutual Fund Expenses	**161.24**	68.78
	Office expenses	**6.16**	4.43
	Postage and courier	**5.36**	4.39
	Goods & Service tax expenses	**13.33**	0.88
	Travelling and conveyance	**41.83**	23.99
	Computer Software	**45.77**	36.06
	Outside Services Cost	**15.18**	13.83
	Miscellaneous expenses	**3.31**	0.77
		1,096.59	1,190.67
22.1	**Auditors' remuneration:**		
	As Auditors	**2.08**	2.50
	Towards reimbursement of expenses	**0.09**	0.08
		2.17	2.58

		For the year ended March 31, 2024	For the year ended March 31, 2023
22.2	**Corporate Social Responsibility (CSR)**		
	Gross amount required to be spent by the Company as per the provisions of section 135 of Companies Act, 2013	**2.86**	1.76
	Amount spent (paid in cash)		
	i) Construction / acquisition of any assets	**-**	-
	ii) On purpose other than (I) above *	**2.90**	1.80
	Amount unspent (yet to be paid in cash)		
	i) Construction / acquisition of any assets	**-**	-
	ii) On purpose other than (i) above	**-**	-
	Amount paid to EdelGive Foundation	**2.90**	1.80

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

23 Earnings per Share

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

Diluted EPS is calculated by dividing the net profit attributable to equity holders (after adjusting for interest on the convertible preference shares and interest on the convertible bond, in each case, net of tax) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2024
Net Profit from continued operation attributable to equity holders	**376.20**	177.88
Net Profit from continued operation attributable to ordinary equity holders adjusted for the effect of dilution	**376.20**	177.88
Weighted average number of ordinary shares for basic earnings per share	**73,343,293**	73,343,293
Earnings per share		
Basic earnings per share	**5.13**	2.43
Diluted earnings per share	**5.13**	2.43

(Currency: Indian rupees in millions)

24.	**Disclosure as required by Indian Accounting Standard 24 - Related Party Disclosure**	
i.	**List of related parties and relationship:**	
	Name of related parties by whom control is exercised : Holding Company	Edelweiss Financial Services Limited
		Edel Finance Company Limited
	Fellow Subsidiaries (with whom transactions have taken place)	ECap Equities Limited (formerly known as Edel Land Limited)
		Edelweiss Rural and Corporate Services Limited
		Edelweiss Retail Finance Limited
		ECL Finance Limited
		Edelweiss Alternative Asset Advisors Limited
		Edelweiss Asset Reconstruction Company Limited
		Edelweiss Trusteeship Company Limited
		Edelweiss Investment Advisors Limited
		Edelweiss Alternative Asset Advisors Pte. Limited
		Edelweiss Capital Services Limited
		Edelweiss Securities And Investments Private Limited
		EdelGive Foundation
	Non-Executive Directors	Venkatchalam Ramaswamy
	Independent Directors	Suresh Gurumani
		Manjit Singh
		Karan Datta
		Sandeep Bhandarkar
	Key Management Personnel	Radhika Gupta (Managing Director and Chief Executive Officer)
		Amit Malpani (Chief Financial Officer)
		Vivek Gupta (Company Secretary)

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

i.	**Transactions with related parties :**			
Sr. No.	**Nature of Transaction**	**Related Party Name**	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
1	Cost reimbursements paid to	Edelweiss Financial Services Limited	**0.17**	0.14
		Edelweiss Rural and Corporate Services Limited	**6.52**	19.30
		Edelweiss Retail Finance Limited	**-**	0.01
		ECap Equities Limited (formerly known as Edel Land Limited)	**0.94**	0.55
		Edelweiss Capital Services Limited	**-**	0.11
		Edelweiss Securities And Investments Private Limited	**22.17**	20.26
		ECL Finance Limited	**53.16**	17.24
2	Advisory fees received from	Edelweiss Alternative Asset Advisors Pte. Limited	**0.21**	1.33
3	CSR Paid to	EdelGive Foundation	**2.90**	1.80
4	Security Deposit paid to	ECL Finance Limited	**7.44**	11.15
5	Directors sitting fees	Suresh Gurumani	**0.34**	0.24
		Manjit Singh	**0.34**	0.28
		Karan Datta	**0.16**	0.12
		Sandeep Bhandarkar	**0.10**	0.02
6	Remuneration paid to (Refer Note 2 below)	Key Management Personnel	**63.39**	56.11
ii.	**Balances with related parties :**			
Sr. No.	**Nature of Transaction**	**Related Party Name**	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
7	Trade payables to	Edelweiss Financial Services Limited	**-**	0.02
		ECL Finance Limited	**0.60**	0.64
		Edelweiss Securities And Investments Private Limited	**5.52**	4.85
		ECap Equities Limited (formerly known as Edel Land Limited)	**0.02**	0.04
		Edelweiss Alternative Asset Advisors Limited	**0.25**	-
		Edelweiss Rural and Corporate Services Limited	**0.62**	-

(Currency: Indian rupees in millions)

ii.	**Balances with related parties:** (Continued)			
Sr. No.	**Nature of Transaction**	**Related Party Name**	**For the year ended March 31, 2024**	**For the year ended March 31, 2023**
8	Advances recoverable in cash or in kind or for value to be received	Edelweiss Rural and Corporate Services Limited	**-**	8.33
		Edelweiss Trusteeship Company Limited	**-**	0.12
		Edelweiss Financial Services Limited	**0.38**	-
9	Trade receivables	Edelweiss Alternative Asset Advisors Pte. Limited	**-**	0.29
10	Security Deposit	ECL Finance Limited	**18.59**	11.15
11	Other payables - ESOP	Edelweiss Financial Services Limited	**0.13**	2.49

Note:

1. As part of fund based activities, intergroup company loans and advances activities undertaken are generally in the nature of revolving demand loans. Such loans and advances, voluminous in nature, are carried on at arm's length and in the ordinary course of business. Pursuant to Ind AS 24 – Related Party Disclosures, maximum amount of loans given and repaid are disclosed above as in the view of the management it provides meaningful reflection of such related party transactions on the financial statements. Interest income and expenses on such loans and advances are disclosed on the basis of full amounts of such loans and advances given and repaid.
2. Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity, leave encashment and deferred bonus which are provided for group of employees on an overall basis. These are included on cash basis. The variable compensation included herein is on cash basis.

25.	**Segment reporting**
	The primary business of the Company is to act as an investment manager to Edelweiss Mutual Fund. Accordingly, there is no separate reportable segment and hence, no disclosure is made under **Indian Accounting Standard 108 – Operating Segment Reporting**. Further, segmentation based on geography has not been presented as the Company operates only in India.
26	**Disclosure pursuant to Indian Accounting Standard 19 - Employee Benefits**
	A) **Defined contribution plan (Provident fund and National Pension Scheme and Employees State Insurance Corporation):**
	Amount of **Rs. 28.99** (Previous year: Rs. 25.54) is recognised as an expense and included in "Employee benefit expense" – note 21 in the statement of profit and loss.
	B) **Defined benefit plan (gratuity):**
	The following tables summarize the components of the net benefit expenses recognized in the statement of profit and loss, the funded status and amounts recognized in the balance sheet for the gratuity benefit plan.

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

26 Disclosure pursuant to Indian Accounting Standard 19 - Employee Benefits (Continued)

Statement of profit and loss

Expenses recognized in the statement of profit and loss account:

	March 2024	March 2023
Current service cost	**6.51**	6.95
Interest cost	**0.35**	(0.12)
Expected return on plan asset	**-**	-
Past service cost	**-**	-
Actuarial (gain) or loss recognized in the year	**(2.53)**	1.21
Employer expense	**4.34**	8.04

Balance sheet

Reconciliation of Defined Benefit Obligation (DBO):

	March 2024	March 2023
Present value of DBO at the beginning of the year	**42.66**	34.89
Acquisition/ (Divesture)	**-**	-
Transfer in / (out)	**(0.25)**	0.12
Interest cost	**3.01**	2.07
Current service cost	**6.51**	6.95
Benefits paid	**(4.51)**	(1.64)
Past service cost		
Actuarial (gain)/loss on obligation	**0.52**	0.27
Present value of DBO at the end of the year	**47.95**	42.66

Reconciliation of fair value of plan assets:

Particulars	March 2024	March 2023
Fair value of plan assets at the beginning of the year	**38.39**	37.14
Expected return on plan asset	**3.05**	(0.94)
Contributions	**2.71**	1.64
Benefits paid	**(4.52)**	(1.64)
Interest Income	**2.66**	2.19
Fair value of plan assets at the end of the year	**42.30**	38.39

Net (liability) / asset recognised in the balance sheet:

Particulars	March 2024	March 2023
Present value of defined benefit obligation	**47.95**	42.66
Fair value of plan assets at the end of the year	**42.30**	38.39
Amount recognized in balance sheet - asset/(liability)	**5.66**	4.28

(Currency: Indian rupees in millions)

26 Disclosure pursuant to Indian Accounting Standard 19 - Employee Benefits (Continued)

Experience adjustments:

Particulars	March 2024	March 2023
On plan liabilities: (gain)/ loss	**0.26**	3.21
On plan assets: gain/ (loss)	**-**	-
Estimated contribution for next year	**6.5**	Nil

Principal actuarial assumptions at the balance sheet date:

Particulars	March 2024	March 2023
Discount rate	**7.00%**	7.10%
Salary escalation	**7%**	7%
Employee attrition rate	**16%**	16%
Excepted return on plan assets	**7.10%**	5.90%
Mortality rate	**IALM 2012-14 (Ult.)**	IALM 2012-14 (Ult.)

Sensitivity analysis:

DBO increases / (decreases) by	March 2024	March 2023
Increase of 1% in Salary Growth Rate	**2.49**	2.24
Decrease of 1% in Salary Growth Rate	**(2.29)**	(2.15)
Increase of 1% in Discount Rate	**(2.27)**	(2.13)
Decrease of 1% in Discount Rate	**2.51**	2.26
Increase of 1% in Withdrawal Rate	**(0.15)**	0.01
Decrease of 1% in Withdrawal Rate	**0.15**	(0.02)
Mortality (Increase in expected lifetime by 1 year)	**-**	-
Mortality (Increase in expected lifetime by 3 years)	**-**	0.00

Percentage Break-down of Total Plan Assets:

Particulars	March 2024	March 2023
Insurer Managed Funds (Unit-linked)	**99.90%**	99.90%
Cash and Bank	**0.10%**	0.10%

27. Employee Stock Option Plans (ESOPs) / Stock Appreciation Rights (SARs)

The Holding Company (Edelweiss Financial Services Limited ("EFSL")) has Employee Stock Option Plans and Stock Appreciation Rights Plans in force. Based on such ESOP/SAR schemes, the parent entity has granted an ESOP/SAR option to acquire equity shares of EFSL that would vest in a graded manner to the company's employees. Based on group policy/arrangement, EFSL has charged the fair value of such stock options, Company has accepted the such cross charge and recognised the same under the employee cost.

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

28. Foreign currency transactions

The Company has foreign currency exposure as on the date of balance sheet as below:

Particulars	March 2024	March 2023
Trade Receivable	-	0.29

The Company has undertaken the following transactions in foreign currency:

Income generated in foreign currency (on an accrual basis)	March 2024	March 2023
Advisory Income	**0.21**	1.33

Expenditure incurred in foreign currency (on an accrual basis)	March 2024	March 2023
Membership & Subscription Charges	**7.23**	7.70

29. Contingent liabilities, commitments, and litigations

i. Contingent liabilities

There is Nil (Previous year Nil) contingent liabilities as on the date of balance sheet.

ii. Commitments

The Company has capital commitments of Nil (Previous year: Rs. Nil) as at the balance sheet date.

iii. Litigations

The Company does not have any pending litigations as on the date of balance sheet.

(Previous Year: The Company has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of the Income Tax Act 1961 read with Rule 8D of the Income Tax Rules, 1962. The company has filed appeals and is defending its position. Based on the favorable outcome in Appellate proceedings in the past and as advised by the tax advisors, the company is reasonably certain about sustaining its position in the pending cases, hence the possibility of an outflow of resources embodying economic benefits on this ground is remote)

30. Cost sharing

Edelweiss Financial Services Limited, being the holding company along with fellow subsidiaries incurs expenditures like Group Mediclaim, insurance, rent, electricity charges, etc. which is for the common benefit of itself and its certain subsidiaries, fellow subsidiaries including the Company. This cost so expended is reimbursed by the Company based on the number of employees, time spent by employees of other companies, actual identifications, etc. Accordingly, and as identified by the management, the expenditure heads in note 22 include reimbursements paid and are net of reimbursements received based on the management's best estimate.

(Currency: Indian rupees in millions)

31. Risk Management framework:-

a) Governance framework

The primary objective of the company's risk and financial management framework is to protect the company's shareholders from events that hinder the sustainable achievement of financial performance objectives, including failing to exploit opportunities. Key management recognises the critical importance of having efficient and effective risk management systems in place.

b) Approach to capital management

Company objectives when managing capital, are to (a) maximise shareholder value and provide benefits to other stakeholders and (b) maintain an optimal capital structure to reduce the cost of capital.

For the purposes of the Company's capital management, capital includes issued capital, share premium, and all other equity reserves attributable to the equity holders.

Company monitors capital using the debt-equity ratio, which is total debt divided by total equity.

Particulars	As at March 31, 2024	As at March 31, 2023
Total Debt	**-**	-
Equity	**2,386.75**	2,000.33
Net Debt to Equity	**-**	-

32. Provident Fund

The Supreme Court has recently, delivered its ruling on the composition of basic wages for the purposes of deduction and contribution to the Employees Provident and Pension funds. The company, in the interest of its employees, awaits clarity on the complexities revolving around the application of the said order, the ambiguity reflected by the divergent views of legal experts and the response/direction from the authorities, including on representations made by an industry association in this regard.

33. Credit risk

Credit risk arises when a customer or counterparty does not meet its obligations under a customer contract or financial instrument, leading to a financial loss. The Company is exposed to credit risk from its operating activities primarily trade receivables. Company has no significant concentration of credit risk with any counterparty.

The Company's management policy is to closely monitor creditworthiness of counterparties by reviewing their credit ratings, financial statements and press release on regular basis.

The Company's financial assets subject to the expected credit loss model within Ind AS 109 are only short-term trade and other receivables. All trade receivables are expected to be received in three months or less. Company applies the expected credit loss model for recognising impairment loss. Expected credit loss allowance in respect of receivables is computed based on a provision matrix which takes into account historical credit loss experience.

Company is exposed to credit risk on mutual fund investments, however this investment are not subjected to Ind AS 109 impairment requirements as they are measured at FVTPL. The carrying value of these investments, under Ind AS 109 represents the Company's maximum exposure to credit risk on financial instruments not subject to the Ind AS 109 impairment requirements on the respective reporting dates.

Reconciliation of impairment allowance on trade receivables:

Impairment allowance measured as per simplified approach	INR
Impairment allowance as on 31 March 2023	0.38
Addition/ (Reduction) during the year	(0.15)
Impairment allowance as on 31 March 2024	0.23

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

33. Credit risk (Continued)

Trade Receivables Aging and Expected Credit loss (ECL):

Year ended	Days past due	1-90 days	91-180 days	181-270 days	270- 360 days	more than 360 days	Total
March 31, 2024	ECL rate	0.16%	-	-	-	-	0.16%
	Gross	143.23	-	-	-	-	143.23
	ECL	(0.23)	-	-	-	-	(0.23)
	Net	**143.00**	**-**	**-**	**-**	**-**	**143.00**
March 31, 2023	ECL rate	0.10%	10.00%	25.00%	33.33%	100.00%	0.31%
	Gross	120.87	0.05	0.04	0.03	0.23	121.22
	ECL	(0.12)	(0.01)	(0.01)	(0.01)	(0.23)	(0.38)
	Net	**120.75**	**0.04**	**0.03**	**0.02**	**-**	**120.84**

Liquidity Risk:

Liquidity risk is defined as the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Exposure to liquidity risk arises because of the possibility that the Company could be required to pay its trade payables earlier than expected. The Company is exposed to cash redemptions of units on a regular basis. Units are redeemable at the holder's option based on the Fund's NAV per share at the time of redemption, calculated in accordance with the Fund's constitution.

The company's policy is to satisfy redemption requests by the following means (in decreasing order of priority):

- Searching for new investors
- Withdrawal of cash deposits
- Disposal of highly liquid assets (i.e., short-term, low-risk debt investments)
- Either disposal of other assets or increase of leverage

Refer Note 35 on maturity analysis of assets and liabilities.

Market risks

Risk which can affect the Company's income or the value of its holdings of financial instruments due to adverse movements in market prices of instrument due to price risk. The objective of the Company's market risk management is to manage and control market risk exposures within acceptable parameters.

34 Lease

Right-of-use assets

Particulars	Amount	
As at	**April 01, 2023**	**April 01, 2022**
Opening Balance	**197.56**	45.29
Addition	**58.73**	203.36
Deletion	**(11.44)**	(20.10)
Depreciation expense	**(51.73)**	(30.99)
Closing Balance	**193.12**	197.56

(Currency: Indian rupees in millions)

34 **Lease** (Continued)

Lease liability

Particulars	**Amount**	
As at	**April 01, 2023**	**April 01, 2022**
Opening Balance	**215.09**	52.21
Addition (net)	**45.32**	179.55
Accretion of interest	**23.30**	14.40
Payments	**(65.83)**	(31.07)
Closing Balance	**217.88**	215.09

Particulars	**Year ended March 31, 2024**	**Year ended March 31, 2024**
Depreciation expense	**51.73**	30.99
Interest expense on lease liabilities	**23.30**	14.40
Expense relating to short-term lease (included in other expenses)	**1.23**	15.34
Total amount recognised in statement of profit and loss	**76.26**	60.73

The Company has entered into commercial leases for buidlings. Some of the leases contain extensions and termination options such options have been considered while lease term only.

35. **Maturity analysis of assets and liabilities**

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

	March 31, 2024			**March 31, 2023**		
Particulars	**Within 12 months**	**After 12 months**	**Total**	**Within 12 months**	**After 12 months**	**Total**
Financial assets						
Cash and cash equivalents	84.85	-	84.85	32.68	-	32.68
Trade receivables	143.00	-	143.00	120.55	-	120.55
Trade receivables - related party	-	-	-	0.29	-	0.29
Investments	671.61	1,107.13	1,778.74	500.60	919.09	1,419.69
Other financial assets	0.38	29.41	29.79	8.40	19.52	27.92
Assets held for sale	213.21	-	213.21	-	-	-
Total (A)	**1,113.05**	**1,136.54**	**2,249.59**	662.52	938.61	1,601.13
Non-financial assets						
Current tax assets (net)	-	38.86	38.86	-	74.57	74.57
Property, plant and equipment	-	21.68	21.68	-	12.24	12.24
Capital work-in-progress	-	-	-	-	5.46	5.46
Intangible assets under development	-	0.64	0.64	-	7.21	7.21
Right to use assets	-	193.12	193.12	-	197.56	197.56
Other intangible assets	-	659.33	659.33	-	655.97	655.97
Other non-financial assets	15.21	99.36	114.57	6.53	330.74	337.27
Total (B)	**15.21**	**1,012.99**	**1,028.20**	6.53	1,283.75	1,290.28
Total assets	**1128.26**	**2,149.53**	**3,277.79**	669.05	2,222.36	2,891.41

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

35. Maturity analysis of assets and liabilities (Continued)

Particulars	March 31, 2024			March 31, 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Financial liabilities						
Trade payables	173.71	-	173.71	88.69	-	88.69
Trade payables - related party	12.87	-	12.87	161.30	-	161.30
Lease liabilities	-	217.88	217.88	-	215.09	215.09
Other financial liabilities	261.75	190.85	452.60	264.28	123.87	388.15
Total (A)	**448.33**	**408.73**	**857.06**	514.27	338.96	853.23
Non-financial liabilities						
Provisions	15.28	-	15.28	12.79	-	12.79
Other non-financial liabilities	18.70	-	18.70	25.01	0.05	25.06
Total (B)	**33.98**	**-**	**33.98**	37.80	0.05	37.85
Total liabilities	**482.31**	**408.73**	**891.04**	552.07	339.01	891.08
Net Assets / (Liabilities)	**645.95**	**1,740.80**	**2,386.75**	116.98	1,883.35	2,000.33

36. Change in liabilities arising from financing activities:-

Particulars	April 01, 2023	Cash flows	Changes in fair values	Exchange differences	Others	March 31, 2024
Borrowings other than debt securities	-	-	-	-	-	-
Other financial liabilities	388.15	64.45	-	-	-	452.60
Total liabilities from financing activities	**388.15**	**64.45**	**-**	**-**	**-**	**452.60**

Particulars	April 01, 2022	Cash flows	Changes in fair values	Exchange differences	Others	March 31, 2023
Borrowings other than debt securities	-	-	-	-	-	-
Other financial liabilities	307.91	80.24	-	-	-	388.15
Total liabilities from financing activities	307.91	80.24	-	-	-	388.15

(Currency: Indian rupees in millions)

37 Fair Values of Financial Instruments

Key Inputs for Fair Valuation technique:

1 Mutual Funds : Based on Net Asset Value of the Scheme

2 Unquoted Equity investment : Fair Valuation

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy

	March 31, 2024			
Particulars	**Level 1**	**Level 2**	**Level 3**	**Total**
Investments				
Mutual fund units	1,303.05	-	-	**1,303.05**
Investments in units of fund	-	439.30	-	**439.30**
Equity instruments	-	36.39	-	**36.39**
Total investments measured at fair value	**1,303.05**	**475.69**	**-**	**1,778.74**
Total financial assets measured at fair value on a recurring basis	**1,303.05**	**475.69**	**-**	**1,778.74**

	March 31, 2023			
Particulars	**Level 1**	**Level 2**	**Level 3**	**Total**
Investments				
Mutual fund units	1,003.39	-	-	1,003.39
Investments in units of fund	-	382.14	-	382.14
Equity instruments	-	34.16	-	34.16
Total investments measured at fair value	1,003.39	416.30	-	1,419.69
Total financial assets measured at fair value on a recurring basis	1,003.39	416.30	-	1,419.69

Carrying amounts of cash and cash equivalents, trade receivables, loans and trade and other payables as on March 31, 2024 and March 31, 2023 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of other financials assets, other financial liabilities and borrowings subsequently measured at amortised cost is not significant in each of the years presented.

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

38. Total market risk exposure

Particulars	March 31, 2024			March 31, 2023		
	Carrying amount	Traded risk	Non-traded risk	Carrying amount	Traded risk	Non-traded risk
Assets						
Cash and cash equivalent and other bank balances	84.85	-	84.85	32.68	-	32.68
Financial assets at FVTPL	1,778.74	1,778.74	-	1,419.69	1,419.69	-
Trade receivables	143.00	-	143.00	120.55		120.55
Trade receivables - related party	-	-	-	0.29	-	0.29
Other Financial Assets	29.79	-	29.79	27.92	-	27.92
Assets held for sale	213.21		213.21			
Total	**2,249.59**	**1,778.74**	**470.85**	**1,601.13**	**1,419.69**	**181.44**
Liability						
Trade payables	173.71	-	173.71	88.69	-	88.69
Trade payables - related party	12.87	-	12.87	161.30	-	161.30
Lease liabilities	217.88	-	217.88	215.09	-	215.09
Other liabilities	452.60	-	452.60	388.15	-	388.15
Total	**857.06**	**-**	**857.06**	**853.23**	**-**	**853.23**

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

39 Contractual Maturity Analysis

The table below summarises the maturity profile of the undiscounted cash flows of the company's financial liabilities, financial assets, derivatives and financial commitments as at March 31, 2024 and March 31, 2023.

The tables have been drawn up based on the undiscounted cash flows i.e. the tables include both interest and principal cashflows. The contractual maturiy with respect to financial liabilities is based on the earliest date on which the company can be required to pay. To the extent that interest flows are at floating rate, the undiscounted amount is derived based on the interest rates in force at the balance sheet date. Further, with regards to amounts payable in currencies other than Indian Rupees, the amounts are determined based on the spot exchange rates at the balance sheet date. The analysis with respect to financial assets is based on expected maturities. All derivatives which are entered into for trading purposes are shown in the earliest time band. With respect to other derivatives, the remaining contractual maturity information has been given based on undiscounted cash flows.

A. Analysis of non-derivative financial liabilities by remaining contractual maturities

The table below summarises the maturity profile of the undiscounted cash flows of the Group's non-derivative financial liabilities as at 31st March..

As at March 31, 2024	Upto 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	More than 3 years	Total
Trade payables	173.71	-	-	-	-	173.71
Trade payables - Related party	12.87	-	-	-	-	12.87
Lease liabilities	-	-	-	217.88	-	217.88
Other financial liabilities	452.60	-	-	-	-	452.60
Total undiscounted non-derivative financial liabilities	**639.18**	**-**	**-**	**217.88**	**-**	**857.06**

As at March 31, 2023	Upto 3 months	3 months to 6 months	6 months to 1 year	1 year to 3 years	More than 3 years	Total
Trade payables	88.69	-	-	-	-	88.69
Trade payables - Related party	161.30	-	-	-	-	161.30
Lease liabilities	-	-	-	215.09	-	215.09
Other financial liabilities	388.15	-	-	-	-	388.15
Total undiscounted non-derivative financial liabilities	**638.14**	**-**	**-**	**215.09**	**-**	**853.23**

39 Contractual Maturity Analysis (Continued)

The table below summarises the maturity profile of the undiscounted cash flows of the Group's non-derivative financial assets as at 31st March.

B. Analysis of non-derivative financial assets by remaining contractual maturities

As at March 31, 2024	**Upto 3 months**	**3 months to 6 months**	**6 months to 1 year**	**1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	84.85	-	-	-	-	84.85
Trade receivables	143.00	-	-	-	-	143.00
Trade receivables - Related party	-	-	-	-	-	-
Investments at fair value through profit or loss	671.61	-	-	-	1,107.13	1,778.74
Other financial assets	-	-	-	29.79	-	29.79
Assets held for sale	213.21	-	-	-	-	213.21
Total	**1,112.67**	**-**	**-**	**29.79**	**1,107.13**	**2,249.59**
As at March 31, 2023	**Upto 3 months**	**3 months to 6 months**	**6 months to 1 year**	**1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	32.68	-	-	-	-	32.68
Trade receivables	120.55	-	-	-	-	120.55
Trade receivables - Related party	0.29	-	-	-	-	0.29
Investments at fair value through profit or loss	500.60	-	-	-	919.09	1,419.69
Other financial assets	**-**	**-**	**-**	**27.92**	**-**	**27.92**
Total	**654.12**	**-**	**-**	**27.92**	**919.09**	**1601.13**

(Currency: Indian rupees in millions)

40 Sensitivity Analysis

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

	2023-24					
Currency	**Increase in currency rate (%)**	**Effect on profit before tax**	**Effect on Equity**	**Decrease in currency rate (%)**	**Effect on profit before tax**	**Effect on Equity**
USD	5	-	-	5	-	-

	2022-23					
Currency	**Increase in currency rate (%)**	**Effect on profit before tax**	**Effect on Equity**	**Decrease in currency rate (%)**	**Effect on profit before tax**	**Effect on Equity**
USD	5	0.01	0.01	5	(0.01)	(0.01)

Equity price risk

Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of individual investment in equity share prices.

	2023-24					
Impact on	**Increase in equity price (%)**	**Effect on profit before tax**	**Effect on Equity**	**Decrease in equity price (%)**	**Effect on profit before tax**	**Effect on Equity**
Others (Investment in Equity shares)	5	1.82	1.82	5	(1.82)	(1.82)

	2022-23					
Impact on	**Increase in equity price (%)**	**Effect on profit before tax**	**Effect on Equity**	**Decrease in equity price (%)**	**Effect on profit before tax**	**Effect on Equity**
Others (Investment in Equity shares)	5	1.71	1.71	5	(1.71)	(1.71)

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

40 Sensitivity Analysis (Continued)

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of market prices other than equity and index prices.

	2023-24					
Impact on	**Increase in price (%)**	**Effect on profit before tax**	**Effect on Equity**	**Decrease in price (%)**	**Effect on profit before tax**	**Effect on Equity**
Others (Invt. in units of fund)	5	21.97	21.97	5	(21.97)	(21.97)
Others (Invt. in Mutual funds)	5	65.15	65.15	5	(65.15)	(65.15)
	2022-23					
Impact on	**Increase in price (%)**	**Effect on profit before tax**	**Effect on Equity**	**Decrease in price (%)**	**Effect on profit before tax**	**Effect on Equity**
Others (Invt. in units of fund)	5	19.11	19.11	5	(19.11)	(19.11)
Others (Invt. in Mutual funds)	5	50.17	50.17	5	(50.17)	(50.17)

41 Income Tax

The components of income tax expense for the years ended 31 March 2024 and 2023 are:

Particulars	**2023-24**	**2022-23**
Current tax	-	-
Write-down of deferred tax asset (other than on unused tax losses and unused tax credits)	-	-
Total tax charge	-	-
Current tax	-	-
MAT credit reversal	-	-

Reconciliation of total tax charge

Particulars	**2023-24**	**2022-23**
Accounting profit before tax as per financial statements	**376.20**	177.88
Tax rate (in percentage)	**25.17%**	25.17%
Income tax expense calculated based on this tax rate	**94.69**	44.77
Effect of income not subject to tax:		
Others	**(94.69)**	(44.77)
Write-down of available tax credits which are not considered recoverable (for example, Minimum Alternate Tax credit)	-	-
Tax charge for the year recorded in P&L	-	-

*Due to the set off brought forward losses company has not recognised any tax charge during the year.

Income tax *(Continued)*

(Currency: Indian rupees in millions)

41 **The following table shows deferred tax recorded in the balance sheet and changes recorded in the Income tax expense:**

	Movement for the period (2023-24)				
	Opening deferred tax asset / (liability) as per Ind AS	**Recognised in profit or loss**	**Recognised in other comprehensive income**	**Total movement**	**Closing deferred tax asset / (liability) as per Ind AS**
Deferred taxes in relation to:					
Property, Plant and Equipment	(126.04)	(1.08)	-	(1.08)	(127.12)
Other investments (equity instruments)	5.80	53.08	-	53.08	58.88
Unused tax losses (including but not limited to business losses, unabsorbed depreciation)	116.32	(50.67)	-	(50.67)	65.65
Others	3.92	(1.33)	-	(1.33)	2.59
Total	**-**	**-**	**-**	**-**	**-**

	Movement for the period (2022-23)				
	Opening deferred tax asset / (liability) as per Ind AS	**Recognised in profit or loss**	**Recognised in other comprehensive income**	**Total movement**	**Closing deferred tax asset / (liability) as per Ind AS**
Deferred taxes in relation to:					
Property, Plant and Equipment	(117.56)	(8.48)	-	(8.48)	(126.04)
Other investments (equity instruments)	7.33	(1.53)	-	(1.53)	5.80
Unused tax losses (including but not limited to business losses, unabsorbed depreciation)	109.09	7.23	-	7.23	116.32
Others	1.14	2.78	-	2.78	3.92
Total	-	-	-	-	-

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

42	The Company does not have any long term contract including derivative contract for which there were any material foreseeable losses.
43.	**Subsequent Event**
	The Company has evaluated all events that occur after the balance sheet date through the date when the financial statements were issued to determine if they must be reported. The Management of the Company determined that there were no reportable subsequent events to be disclosed.
44.	For all the amounts below Rs. 5000/- in the schedules and notes of financial statements, the amounts are appearing zero on account of presentation of financial statements in Indian Rupees in millions.
45.	The Code on Social Security 2020, relating to employee benefits during employment and post-employment, has been notified in the Official Gazette on 29th Sep 2020, which could impact the contributions made by the company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified, and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in period of notification of the relevant provisions
46.	The Company has complied with the Rule 3 of Companies (Accounts) Rules, 2014 amended on August 5,2022 relating to maintenance of electronic books of account and other relevant books and papers. The Company's books of accounts and relevant books and papers are accessible in India at all times and backup of accounts and other relevant books and papers are maintained in electronic mode within India and kept in servers physically located in India on daily basis.
47.	**Other Additional Information**
47.1	**Title deeds of Immovable Properties not held in name of the Company**
	The Company do not have any immovable properties where title deeds are not held in the name of the company..
47.2	**Loans and Advances**
	There are no loans or advances in the nature of loans which are granted to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are:
	(a) repayable on demand or
	(b) without specifying any terms or period of repayment
47.3	**Details of Benami Property held**
	The Company do not have any benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
47.4	**Security of current assets against borrowings**
	The Company has no borrowings from banks or financial institutions on the basis of security of current assets.

(Currency: Indian rupees in millions)

47. Other Additional Information (Continued)

47.5 Wilful Defaulter

The Company is not declared as wilful defaulter by any bank or financial Institution or other lender.

47.6 Relationship with Struck off Companies

Below are the transactions with the companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956.

Name of struck off Company	Nature of transactions with struck-off Company	Amount of Transaction		Balance outstanding
		2023-24	2022-23	
Arihant Capital Markets Ltd.	Payables	-	0.00	Nil
SPA Capital Services Ltd	Payables	-	0.07	Nil

47.7 Registration of charges or satisfaction of charges with Registrar of Companies (ROC)

The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

47.8 Ratios

	Particulars	Year ended March 31, 2024	Year ended March 31, 2023	% of Deviation	Reason
1	Capital to risk-weighted assets ratio (CRAR)	**NA**	NA	NA	
2	Tier I CRAR	**NA**	NA	NA	
3	Tier II CRAR	**NA**	NA	NA	
4	Liquidity coverage ratio	**NA**	NA	NA	
5	Current ratio(a)	**2.34**	1.21	93%	Increase due to increase in Current Assets compared to previous year
6	Return on equity ratio(b)	**0.51**	0.24	111%	Increase due to increase in Net profit compared to previous year
7	Net profit ratio(c)	**0.15**	0.08	80%	

(a) Current ratio = current assets / current liabilities

(b) Return on equity ratio = Net Earnings / Shareholders' Equity

(c) Net profit ratio = Net Profit / Total revenue

Notes to the Financial Statements *(Continued)*

(Currency: Indian rupees in millions)

47.9		**Utilisation of Borrowed funds and share premium:**
	A	During the year, the company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
	(i)	directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
	(ii)	provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
	B	During the year, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
	(i)	directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party(Ultimate Beneficiaries) or
	(ii)	provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
47.10		**Undisclosed Income**
		The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
47.11		**Details of Crypto Currency or Virtual Currency**
		The company has not traded or invested in Crypto currency or Virtual currency during the current financial year and any of the previous financial years.
48.		**Prior period comparatives**
		Previous year figures have been reclassified to conform to this year's classification.

As per our report of even date attached

For **Nangia & Co. LLP**
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, May 03, 2024

For and on behalf of the Board of Directors

Venkatchalam Ramaswamy
Director
DIN - 00008509

Suresh Gurumani
Director
DIN - 00636844

Radhika Gupta
Managing Director and CEO
DIN - 02657595

Amit Malpani
Chief Financial Officer

Vivek Gupta
Company Secretary

Mumbai, May 03, 2024

Edelweiss Aggressive Hybrid Fund is suitable for investors who are seeking*:

- To create wealth and income in the long term
- Investment in equity and equity-related securities and fixed income instruments

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Very High risk

Edelweiss Arbitrage Fund is suitable for investors who are seeking*:

- To generate income by predominantly investing in arbitrage opportunities
- Investments predominantly in arbitrage opportunities in the cash and derivative segments of the equity markets and the arbitrage opportunities available within the derivative segment and by investing the balance in debt and money market instruments

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Low risk

Edelweiss Balanced Advantage Fund is suitable for investors who are seeking*:

- To create wealth over long term and prevent capital erosion in medium term
- Investment predominantly in equity and equity related securities including through arbitrage opportunities with balance exposure to debt and money market securities

* Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Very High risk

Edelweiss Bharat Bond ETF APRIL 2025 is suitable for investors who are seeking*:

- Income over the Target Maturity period
- An open ended Target Maturity Exchange Traded Bond Fund that seeks to track the returns provided by Nifty BHARAT Bond Index - April 2025.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Low to Moderate risk

Edelweiss Bharat Bond ETF APRIL 2030 is suitable for investors who are seeking*:

- Income over the Target Maturity period
- An open ended Target Maturity Exchange Traded Bond Fund that seeks to track the returns provided by Nifty BHARAT Bond Index - April 2030.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Edelweiss Bharat Bond ETF APRIL 2031 is suitable for investors who are seeking*:

- Income over the Target Maturity period
- An open ended Target Maturity Exchange Traded Bond Fund that seeks to track the returns provided by Nifty BHARAT Bond Index - April 2031.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Edelweiss Bharat Bond ETF APRIL 2033 is suitable for investors who are seeking*:

- Income over the Target Maturity period
- An open ended Target Maturity Exchange Traded Bond Fund that seeks to track the returns provided by Nifty BHARAT Bond Index - April 2033.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Edelweiss CRISIL IBX 50:50 Gilt Plus SDL Apr 2037 Index Fund is suitable for investors who are seeking*:

- Income over long term.
- Investment in India Government Bonds State Development Loans (SDLs) that seek to track CRISIL IBX 50:50 Gilt Plus SDL Index - April 2037, subject to tracking errors

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Edelweiss CRISIL IBX 50:50 Gilt Plus SDL June 2027 Index Fund is suitable for investors who are seeking*:

- Income over long term.
- Investments in Indian Government Bonds and State Development Loans (SDLs) that seeks to track CRISIL IBX 50:50 Gilt Plus SDL Index – June 2027, subject to tracking errors

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Edelweiss CRISIL IBX 50:50 Gilt Plus SDL Sep 2028 Index Fund is suitable for investors who are seeking*:

- Income over long term.
- Investments in Indian Government Bonds and State Development Loans (SDLs) that seeks to track CRISIL IBX 50:50 Gilt Plus SDL Index – Sep 2028, subject to tracking errors

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Edelweiss CRISIL IBX 50:50 Gilt Plus SDL Short Duration Index Fund is suitable for investors who are seeking*:

- Income over long term.
- An open-ended debt Index Fund that seeks to track the returns provided by CRISIL IBX 50:50. Gilt Plus SDL Short Duration Index, subject to tracking errors.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Edelweiss Gold ETF is suitable for investors who are seeking*:

- Long term capital appreciation
- Investment in gold in order to generate returns similar to the performance of the gold, subject to tracking errors.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at High risk

Edelweiss Liquid Fund is suitable for investors who are seeking*:

- Income Over Short Term
- Investments in money market and debt securities

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Low to Moderate risk

Edelweiss Mid Cap Fund is suitable for investors who are seeking*:

- Long-term capital growth
- Investments predominantly in equity and equity related securities of mid cap companies

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

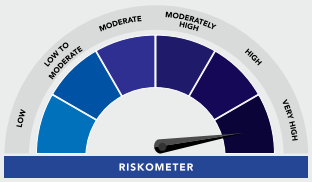


Investors understand that their principal will be at Very High risk

Edelweiss Multi Asset Allocation Fund is suitable for investors who are seeking*:

- Income generation from fixed income instruments
- Capital appreciation from Equity and equity related instruments, Commodities and in units of REITs & InvITs.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Very High risk

Edelweiss Multi Cap Fund is suitable for investors who are seeking*:

- Long term capital appreciation
- Investment in equity and equity related instruments across large, mid and small cap stocks

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Very High risk

Edelweiss NIFTY PSU Bond Plus SDL Apr - 2026 50:50 Index Fund is suitable for investors who are seeking*:

- Income over long term.
- An open ended Target Maturity Index Fund that seeks to track the Nifty PSU Bond Plus SDL Apr 2026 50:50 Index.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

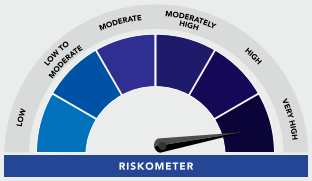


Investors understand that their principal will be at Moderate risk

Edelweiss Technology Fund is suitable for investors who are seeking*:

- Long term capital appreciation
- Investment in equity and equity related instruments of technology and technology related companies.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Very High risk

Edelweiss Silver ETF is suitable for investors who are seeking*:

- Long term capital appreciation
- Returns that are in line with the performance of Silver over the long term, subject to tracking errors.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Very High risk

Edelweiss Bharat Bond ETF APRIL 2032 is suitable for investors who are seeking*:

- Income over the Target Maturity period
- An open ended Target Maturity Exchange Traded Bond Fund that seeks to track the returns provided by Nifty BHARAT Bond Index - April 2032.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them

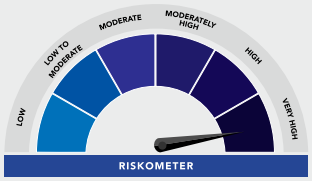


Investors understand that their principal will be at Moderate risk

Edelweiss Gold and Silver ETF FoF is suitable for investors who are seeking*:

- Long term capital appreciation
- To invest in an open-ended fund of funds scheme investing in units of Gold ETFs and Silver ETFs.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Very High risk

Edelweiss NIFTY PSU Bond Plus SDL Apr - 2027 50:50 Index Fund is suitable for investors who are seeking*:

- Income over long term.
- An open ended Target Maturity Index Fund that seeks to track the Nifty PSU Bond Plus SDL Apr 2027 50:50 Index.

*Investors should consult their financial advisers if in doubt about whether the product is suitable for them



Investors understand that their principal will be at Moderate risk

Notes





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Corporate Identification Number
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