



**Independent Auditors' Report**

To The Members of

Indiabulls Asset Holding Company Limited

**Report on the Financial Statements**

We have audited the accompanying financial statements of Indiabulls Asset Holding Company Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion



on whether the company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2015, and its profit and its cash flows for the year ended on that date.

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

1) As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a 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 appears from our examination of those books.

c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.

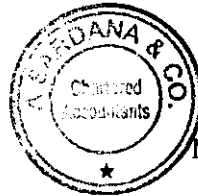
e) On the basis of written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.

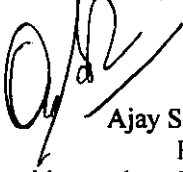
f) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to our best of our information and according to the explanations given to us:



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

For A Sardana & Co.  
Chartered Accountants  
Firm Registration number: 021890N



  
Ajay Sardana  
Partner  
Membership number: 089011  
New Delhi, April 24, 2015

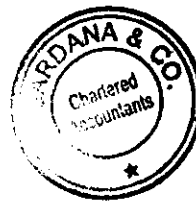
**Annexure referred to in the Auditor's Report of even date to the Members of Indiabulls Asset Holding Company Limited on the financial statements for the year ended March 31, 2015**

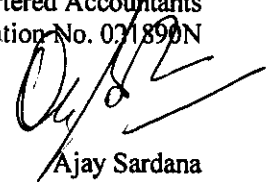
- (i) The Company does not have any fixed assets; accordingly, the provisions of clause 4(i) of the Order are not applicable to the Company.
- (ii) The Company does not have any inventories; accordingly, the provisions of clause 4(ii) of the Order are not applicable to the Company.
- (iii) As informed, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to the sale of services and we have not observed any continuing failure to correct major weaknesses in such internal control system. There were no transactions for the purchase of inventory and fixed assets and for the sale of goods during the year.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits within the meaning of directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder. No order has been passed by the Company Law Board of National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 for the products of the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Income-tax and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Provident Fund, Employees' State Insurance, Sales-tax, Wealth tax, Service tax, duty of Customs, duty of Excise, value added tax and cess. According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues were in arrears, as at March 31, 2015 for a period of more than six months from the date they became payable.  
  
(b) According to the information and explanations given to us and the records of the Company examined by us, as at March 31, 2015, there are no dues of income-tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.  
  
(c) According to the information and explanations given to us and the records of the Company examined by us, there were no amounts required to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.



- (viii) *The Company's accumulated losses at the end of the financial year are more than fifty per cent or more of its net worth. The Company has not incurred cash losses in current financial year. In the immediately preceding financial year, the Company has incurred cash losses.*
- (ix) The Company has no dues in respect of a financial institution, bank or a debenture holder.
- (x) According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions.
- (xi) The Company did not have any term loans during the year.
- (xii) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For A Sardana & Co.  
Chartered Accountants  
Firm Registration No. 071890N



  
Ajay Sardana  
Partner  
Membership No. 089011  
New Delhi, April 24, 2015

**Indiabulls Asset Holding Company Limited**  
**Balance sheet as at March 31, 2015**



Particulars	Note No.	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
<b>I. Equity and liabilities</b>			
<b>Shareholders funds</b>			
(a) Share capital	3	500,000	500,000
(b) Reserves and surplus	4	<u>(417,211)</u>	<u>(929,312)</u>
		<b>82,789</b>	<b>(429,312)</b>
<b>Current liabilities</b>			
(a) Short-term borrowings	5	-	450,000
(b) Other current liabilities	6	28,090	29,075
(c) Short-term provisions	7	<u>171,350</u>	<u>-</u>
		<b>199,440</b>	<b>479,075</b>
<b>Total</b>		<u><b>282,229</b></u>	<u><b>49,763</b></u>
<b>II. Assets</b>			
<b>Current assets</b>			
(a) Cash and bank balances	8	276,672	49,763
(b) Other Current Assets	9	5,557	-
		<u>282,229</u>	<u>49,763</u>
<b>Total</b>		<u><b>282,229</b></u>	<u><b>49,763</b></u>

Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statements

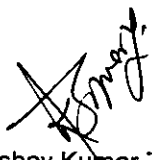
As per our report of even date

For A Sardana & Co.  
Chartered Accountants  
Firm Registration No.021890N

Ajay Sardana  
Partner  
Membership No. 089011  
New Delhi, April 24, 2015

For and on behalf of the Board of Directors of  
Indiabulls Asset Holding Company Limited

  
Akshay Kumar Tiwari  
Director  
DIN : 00366348  
New Delhi, April 24, 2015

  
Kunal Dhankhar  
Director  
DIN : 06456061

**Indiabulls Asset Holding Company Limited**  
**Statement of Profit and Loss for year ended March 31, 2015**


Particulars	Note No.	For the year ended March 31, 2015 Amount (Rs.)	For the year ended March 31, 2014 Amount (Rs.)
I. Other income			
Total revenue	10	813,422	-
		813,422	-
II. Expenses:			
Financial costs	11	14,516	36,833
Other expenses	12	35,455	47,265
Total expenses		49,971	84,098
III. Profit/(Loss) before exceptional and extraordinary items and tax (I - II)		763,451	(84,098)
IV. Exceptional Items		-	-
V. Profit/(Loss) before extraordinary items and tax (III-IV)		763,451	(84,098)
VI. Extraordinary Items		-	-
VII. Profit/(Loss) before tax (V-VI)		763,451	(84,098)
VIII. Tax expense:			
Current tax		251,350	-
		251,350	-
IX. Profit/(Loss) for the year from continuing operations (VII-VIII)		512,101	(84,098)
X. Profit/(Loss) from discontinuing operations		-	-
XI. Tax expense of discontinuing operations		-	-
XII. Profit/(Loss) from discontinuing operations (X - XI)		-	-
XIII. Profit/(Loss) for the year (IX + XII)		512,101	(84,098)
XIV. Earning per equity share:	20		
(1) Basic		10.24	(1.68)
(2) Diluted		10.24	(1.68)
(3) Nominal value per equity share		10.00	10.00

Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statements


As per our report of even date

For A Sardana & Co.  
Chartered Accountants  
Firm Registration No.021890N

  
Ajay Sardana  
Partner  
Membership No. 089011  
New Delhi, April 24, 2015



For and on behalf of the Board of Directors of  
Indiabulls Asset Holding Company Limited

  
Akshay Kumar Tiwari  
Director  
DIN : 00366348  
New Delhi, April 24, 2015

  
Kunal Dhankhar  
Director  
DIN : 06456061

**Indiabulls Asset Holding Company Limited**  
**Cash Flow Statement for the year ended March 31, 2015**

	For the year ended March 31, 2015 Amount (Rs.)	For the year ended March 31, 2014 Amount (Rs.)
<b>A Cash flow from operating activities :</b>		
Net Profit/ (Loss) before Tax	763,451	(84,098)
Adjustments for:		
Interest income from deposits	(5,557)	-
Interest on loan	14,516	36,833
<b>Operating profit/(loss) before working capital changes</b>	<b>772,410</b>	<b>(47,265)</b>
Changes in working capital:		
Other current liabilities	(985)	(28,932)
<b>Cash generated from / (used in) operating activities</b>	<b>771,425</b>	<b>(76,197)</b>
Direct taxes paid	80,000	-
<b>Net cash generated from/ (used in) operating activities</b>	<b>691,425</b>	<b>(76,197)</b>
<b>B Cash flow from investing activities</b>		
Interest received	-	-
<b>Net cash generated from/ (used in) investing activities</b>	<b>-</b>	<b>-</b>
<b>C Cash flow from financing activities</b>		
Loan taken from/ (repaid to) fellow subsidiary Company (net)	(450,000)	140,000
Interest paid on loan	(14,516)	(36,833)
<b>Net cash generated from (used in) financing activities</b>	<b>(464,516)</b>	<b>103,167</b>
<b>D Net increase in cash and cash equivalents ( A+B+C)</b>	<b>226,909</b>	<b>26,970</b>
<b>E Cash and cash equivalents at the beginning of the year</b>	<b>49,763</b>	<b>22,793</b>
<b>F Cash and cash equivalents at the close of the year ( D + E )</b>	<b>276,672</b>	<b>49,763</b>


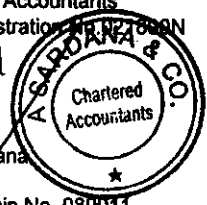
**Note :**

- Figures for the previous year have been regrouped wherever considered necessary.
- The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in Accounting Standard (AS)-3 'Cash Flow Statements' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.
- Reconciliation of cash and bank balances with cash and cash equivalents as at the close of the year :


<b>Cash and cash equivalents</b>		
Cash on Hand	5,967	6,082
Balances with scheduled banks		
In current accounts	70,705	43,681
<b>Other bank balances</b>		
In deposit accounts having original maturity less than three months upto one year	200,000	-
<b>Cash and bank balances</b>	<b>276,672</b>	<b>49,763</b>


The accompanying notes are an integral part of the financial statements

As per our report of even date

For A Sardana & Co.  
Chartered Accountants  
Firm Registration No. 1127000N  
  
  
Ajay Sardana  
Partner  
Membership No. 089011  
New Delhi, April 24, 2015

For and on behalf of the Board of Directors of  
Indiabulls Asset Holding Company Limited

  
Akshay Kumar Tiwari  
Director  
DIN : 00366348  
New Delhi, April 24, 2015

  
Kunal Dhankhar  
Director  
DIN : 06456061



**Indiabulls Asset Holding Company Limited**  
**Notes to financial statements for the year ended March 31, 2015**

**Note - 1**

**Corporate information:**

Indiabulls Asset Holding Company Limited ("the Company") was incorporated as a wholly owned subsidiary of Indiabulls Financial Services Limited on June 14, 2007 and is yet to commence its business activities.

**Note - 2**

**Summary of significant accounting policies:**

**i) Basis of accounting:**

The financial statements are prepared under the historical cost convention on an accrual basis in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and Accounting Standards (AS) under Section 133 of the Companies Act, 2013 ("the Act") read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

**ii) Use of estimates:**

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made by management that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known / materialized.

**iii) Cash and cash equivalents:**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**iv) Cash flow statement:**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**v) Revenue recognition:**

- Income and expenditure are recognized on accrual basis, as incurred.
- Income from service charges is recognized on an accrual basis as the related services are rendered.

**vi) Taxes on income:**

Current tax is determined as the tax payable in respect of taxable income for the year in accordance with relevant tax regulations.

Deferred tax resulting from timing differences between book and tax profits is accounted for at the current rate of tax or substantively enacted tax rates at the balance sheet date, as applicable, to the extent that the timing differences are expected to crystallize.

Deferred Tax Assets are recognized where realization is reasonably certain whereas in case of carried forward losses or unabsorbed depreciation, deferred tax assets are recognized only if there is a virtual certainty of realization supported by convincing evidence. Deferred Tax Assets are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

**vii) Borrowing costs:**

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

**viii) Preliminary expenses:**

Preliminary expenses are adjusted against securities premium account (net of tax) to the extent available, and the balance, if any, is charged off to the Statement of Profit and Loss, as incurred.

**ix) Provisions, contingent liabilities and contingent assets:**

Provisions are recognised only when there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made.

Contingent liability is disclosed for

(1) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or

(2) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made. Contingent Assets are not recognized in the financial statements since this may result in the recognition of income that may never be realized.



**Indiabulls Asset Holding Company Limited**  
**Notes to financial statements for the year ended March 31, 2015**

**x) Deferred employee stock compensation cost:**

Deferred employee stock compensation cost for stock options are recognised on the basis of generally accepted accounting principles and are measured by the difference between the estimated value of the company's shares on stock options grant date and the exercise price to be paid by the option holders. The compensation expense is amortised over the vesting period of the options. The fair value of options for disclosure purpose is measured on the basis of a valuation performed in respect of stock options granted.

**xi) Earnings per share**

Basic earnings per share are computed using the weighted average number of equity shares outstanding during the year. Diluted earnings per share are computed using the weighted average number of equity and dilutive potential equity shares outstanding during the year.

**xii) Segment reporting:**

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive management in deciding how to allocate resources and in assessing performance.

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**Indiabulls Asset Holding Company Limited**  
Notes forming part of financial statements as at March 31, 2015

**Note - 3**

**Share capital:**

	As at March 31, 2015		As at March 31, 2014	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
<b>Authorised:</b>				
Equity Shares of face value of Rs. 10 each	5,000,000	50,000,000	5,000,000	50,000,000
<b>Issued, subscribed and paid up:</b>				
Equity Shares of face value of Rs. 10 each fully paid	50,000	500,000	50,000	500,000
<b>As per Balance Sheet</b>		<u>500,000</u>		<u>500,000</u>

**a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year:**

Equity Shares	As at March 31, 2015		As at March 31, 2014	
	No. of Shares	Amount (Rs.)	No. of Shares	Amount (Rs.)
Shares outstanding at beginning of the reporting year	50,000	500,000	50,000	500,000
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
<b>Shares outstanding at end of the reporting year</b>	<u>50,000</u>	<u>500,000</u>	<u>50,000</u>	<u>500,000</u>

**b. Terms/ rights attached to equity shares:**

The Company has only class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.

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.

**c. Detail of Shareholders holding 5% or more shares**

Name of shareholders	March 31, 2015		March 31, 2014	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares of face value of Rs. 10 each fully paid up				
The entire share capital is held by Indiabulls Housing Finance Limited ("the holding Company") and its nominees	50,000	100%	50,000	100%

As per records of the Company, including its register of members/shareholders, and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**d) Employee Stock Option Schemes: (Refer Note 22).**

	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
<b>Deficit in the Statement of Profit and Loss</b>		
Opening balance	(929,312)	(845,214)
Add : Profit/(Loss) during the year	512,101	(84,098)
<b>As Per Balance Sheet</b>	<u>(417,211)</u>	<u>(929,312)</u>

**Note - 4**

**Reserves and surplus:**

**Deficit in the Statement of Profit and Loss**

Opening balance	(929,312)	(845,214)
Add : Profit/(Loss) during the year	512,101	(84,098)
<b>As Per Balance Sheet</b>	<u>(417,211)</u>	<u>(929,312)</u>



**Indiabulls Asset Holding Company Limited**  
Notes forming part of financial statements as at March 31, 2015

	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
<b>Note - 5</b>		
<b>Short-term borrowings:</b>		
Unsecured		
Loan taken from fellow subsidiary Company (Refer notes: a,b & c below)	-	450,000
<b>As per Balance Sheet</b>	-	450,000

(a) The Company, at its option, has repaid such amount of the loan before the expiration of the term as it may deem fit.

(b) During the year ended March 31, 2015, interest was payable at the rate of 9.50% (Previous year 9.50%) per annum on the amount outstanding at the end of each day, as agreed upon by both the parties.

(c) There is no default as at March 31, 2015 in the repayment of the aforesaid loan or interest.

	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
<b>Note - 6</b>		
<b>Other current liabilities:</b>		
Statutory liabilities	-	985
Expenses payables	28,090	28,090
<b>As per Balance Sheet</b>	28,090	29,075

	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
<b>Note - 7</b>		
<b>Short-term provisions:</b>		
Provision for tax	171,350	-
[Net of tax deducted at source Rs.80,000 (Previous year Rs.Nil)]		
<b>As per Balance Sheet</b>	171,350	-

	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
<b>Note - 8</b>		
<b>Cash and bank balances:</b>		
Cash and cash equivalents		
(a) Cash on hand	5,967	6,082
(b) Balances with scheduled banks		
In current accounts	70,705	43,681
	76,672	49,763
<b>Other bank balances</b>		
In deposit accounts having original maturity less than three months upto one year	200,000	-
	200,000	-
<b>As per Balance Sheet</b>	276,672	49,763



**Indiabulls Asset Holding Company Limited**  
**Notes forming part of financial statements as at March 31, 2015**

	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
<b>Note - 9</b>		
<b>Other current assets:</b>		
Interest accrued on fixed deposit	5,557	-
<b>As per Balance Sheet</b>	<b>5,557</b>	<b>-</b>
	<b>For the year ended March 31, 2015 Amount (Rs.)</b>	<b>For the year ended March 31, 2014 Amount (Rs.)</b>
<b>Note - 10</b>		
<b>Other income:</b>		
Service charges	800,000	-
Interest income from deposit	5,557	-
Miscellaneous income	7,865	-
<b>As per Statement of Profit and Loss</b>	<b>813,422</b>	<b>-</b>
	<b>For the year ended March 31, 2015 Amount (Rs.)</b>	<b>For the year ended March 31, 2014 Amount (Rs.)</b>
<b>Note - 11</b>		
<b>Financial costs:</b>		
Interest on loan	14,516	36,833
<b>As per Statement of Profit and Loss</b>	<b>14,516</b>	<b>36,833</b>
	<b>For the year ended March 31, 2015 Amount (Rs.)</b>	<b>For the year ended March 31, 2014 Amount (Rs.)</b>
<b>Note - 12</b>		
<b>Other expenses:</b>		
Statutory fees	7,365	6,815
Auditor's remuneration	28,090	28,090
Miscellaneous expenses	-	12,360
<b>As per Statement of Profit and Loss</b>	<b>35,455</b>	<b>47,265</b>



**Indiabulls Asset Holding Company Limited**  
**Notes to financial statements for the year ended March 31, 2015**

**Note - 13**

(a) As per the best estimate of the management, no provision is required to be made as per Accounting Standard 29 (AS 29) – Provisions, Contingent Liabilities and Contingent Assets as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

(b) In the opinion of the Board of Directors, all current assets, loans and advances appearing in the balance sheet as at March 31, 2015 have a value on realization in the ordinary course of the Company's business at least equal to the amount at which they are stated in the balance sheet and no provision is required to be made against the recoverability of these balances.

**Note - 14**

The company has not entered into any derivative instruments during the year. The Company does not have any foreign currency exposures as at March 31, 2015 (Previous year Rs. Nil).

**Note - 15**

**Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:**

Particulars	As at March 31, 2015 Amount (Rs.)	As at March 31, 2014 Amount (Rs.)
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
(iv) The amount of interest due and payable for the year	Nil	Nil
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	Nil	Nil

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

**Note - 16**

**Segment Reporting:**

Considering the nature of Company's business and operations and based on the information available with the management, there are no reportable segments (business and/or geographical) in accordance with the requirements of Accounting Standard (AS) – 17 on Segment Reporting as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended. Hence, no further disclosures are required in respect of reportable segments, under AS 17, other than those already provided in the financial statements.

**Note - 17**

(a) There are no contingent liabilities to be reported as at March 31, 2015 (Previous year Rs. Nil).

(b) There are no capital and other commitments to be reported as at March 31, 2015 (Previous year Rs. Nil).

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**Indiabulls Asset Holding Company Limited**  
**Notes to financial statements for the year ended March 31, 2015**

**Note - 18**

Disclosures in respect of AS - 18 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended:

**(a) Details of related parties:**

Description of relationship	Names of related parties
Holding Company	Indiabulls Housing Finance Limited
Fellow Subsidiary Companies (including step-down subsidiaries)	Indiabulls Insurance Advisors Limited
	Indiabulls Capital Services Limited
	Nilgiri Financial Consultants Limited (Subsidiary of Indiabulls Insurance Advisors Limited)
	Ibills Sales Limited
	Indiabulls Collection Agency Limited
	Indiabulls Commercial Credit Limited (formerly known as Indiabulls Infrastructure Credit Limited)
	Indiabulls Finance Company Private Limited
	Indiabulls Advisory Services Limited
	Indiabulls Life Insurance Company Limited
	Indiabulls Trustee Company Limited
	Indiabulls Asset Management Company Limited
	Indiabulls Holdings Limited
	Indiabulls Venture Capital Management Company Limited (Subsidiary of Indiabulls Holdings Limited)
	Indiabulls Venture Capital Trustee Company Limited (Subsidiary of Indiabulls Holdings Limited)
	Indiabulls Asset Reconstruction Company Limited (Subsidiary of Indiabulls Advisory Services Limited)
Key Management Personnel	Mr. Akshay Kumar Tiwari, Director Mr. Youdhvir Singh Malhan, Director Mr. Kunal Dhankhar, Director

**(b) Significant Transactions with Related Parties:**

Nature of Transaction	Amount (Rs.)	
	Fellow Subsidiary Company	Total
<b>Finance</b>		
Loan taken	480,000	480,000
(Maximum Balance Outstanding during the year)	450,000	450,000
Loan taken (repaid during the year)	480,000	480,000
	-	-
<b>Expenses</b>		
Interest Expenses	14,516	14,516
	36,833	36,833

*(Previous year's figures are stated in italics)*

**(c) Statement of Material Transactions:**

Particulars	Amount (Rs.)	
	For the year ended March 31, 2015	For the year ended March 31, 2014
Loan taken		
(Maximum balance outstanding during the year)		
-Indiabulls Collection Agency Limited	480,000	450,000
Loan taken (repaid during the year)		
-Indiabulls Collection Agency Limited	480,000	-
Interest expenses on loan		
-Indiabulls Collection Agency Limited	14,516	36,833

**(d) Outstanding at year ended March 31, 2015:**

Nature of Transaction	Amount (Rs.)	
	Fellow Subsidiary Company	Total
Loan taken		
-Indiabulls Collection Agency Limited	450,000	450,000

*(Previous year's figures are stated in italics)*

In accordance with AS 18, disclosures in respect of transactions with identified related parties are given only for such period during which such relationships existed. Related Party relationships are given above are as identified by the Company and relied upon by the Auditors.



**Indiabulls Asset Holding Company Limited**  
**Notes to financial statements for the year ended March 31, 2015**

**Note - 19**

There are no borrowing costs to be capitalised as at March 31, 2015 (Previous year Rs. Nil).

**Note - 20**

**Earnings per share:**

Basic earnings per share is computed by dividing the net profit/(loss) attributable to equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share are computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value.

Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. The number of equity shares and potential diluted equity shares are adjusted for stock split and bonus shares as appropriate.

Particulars	Year Ended March 31, 2015	Year Ended March 31, 2014
Net Profit/(Loss) available for Equity Shareholders (Rs.)	512,101	(84,098)
Weighted average number of equity shares used for computing Basic and Diluted earnings per share	50,000	50,000
Nominal Value of equity Shares – (Rs. Per Share)	10.00	10.00
Earnings Per Share – Basic & Diluted (Rs. Per Share)	10.24	(1.68)

**Note - 21**

In respect of amounts as mentioned under Section 205C of the Companies Act, 1956, there were no dues required to be credited to the Investor Education and Protection Fund as on March 31, 2015 (Previous year Rs. Nil).

**Note - 22**

**Employees Stock Options Schemes of Indiabulls Housing Finance Limited ("the Holding Company" or "IHFL"):**

**(a) Stock option schemes of the erstwhile Holding Company including schemes in lieu of stock options schemes of erstwhile fellow subsidiary Indiabulls Credit Services Limited transferred under the Court approved Scheme of Arrangement**

ERSTWHILE ICSL PLANS	New PLANS*
1. IBFSL – ICSL Employees Stock Option Plan 2006	IHFL- IBFSL Employees Stock Option Plan 2006
2. IBFSL - ICSL Employees Stock Option Plan II – 2006	IHFL - IBFSL Employees Stock Option Plan II – 2006
3. Employees Stock Option Plan 2008	IHFL - IBFSL Employees Stock Option Plan – 2008

\*The name of the schemes has been revised by the approval of the Shareholders of the Holding Company in the 8th Annual General Meeting held on July 1, 2013.

**(b) Indiabulls Housing Finance Limited Employees Stock Option Scheme-2013**

The members of IHFL at their Meeting dated March 6, 2013 approved the IHFL ESOS - 2013 scheme consisting of 39,000,000 stock options representing 39,000,000 fully paid up Equity Shares of Rs. 2 each of IHFL to be issued in one or more tranches to its eligible employees or to eligible employees of its subsidiaries / step down subsidiaries . The Compensation Committee constituted by the Board of Directors of IHFL has, at its meeting held on October 11, 2014, granted, 10,500,000 Stock Options representing an equal number of equity shares of face value of Rs. 2 each at an exercise price of Rs. 394.75, being the then latest available closing market price on the National Stock Exchange of India Ltd. as on October 10, 2014 following the intrinsic method of accounting as is prescribed in the Guidance Note issued by the Institute of Chartered Accountants of India on Accounting for Employees Share Based Payments ("the Guidelines"). As the options have been granted at intrinsic value, there is no employee stock compensation expense on account of the same. These options vest with effect from the first vesting date i.e. October 11, 2015, whereby the options vest on each vesting date as per the vesting schedule provided in the Scheme.

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**Note - 22**  
**Employees Stock Options Schemes of Indiabulls Housing Finance Limited ("the Holding Company" "IHFL"); (Continued)**

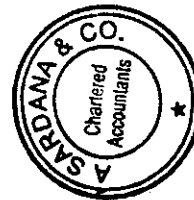
The other applicable disclosures in respect of the Stock Option Schemes of the Holding Company are as under:-

Particulars	IHFL-IBFSL Employees Stock Option Plan II - 2006	IHFL-IBFSL Employees Stock Option Plan II - 2006 - Regrant	IHFL-IBFSL Employees Stock Option - 2008	IHFL ESOS - 2013	IHFL-IBFSL Employees Stock Option - 2008 - Regrant	IHFL-IBFSL Employees Stock Option - 2008 - Regrant	IHFL-IBFSL Employees Stock Option - 2008 - Regrant	IHFL-IBFSL Employees Stock Option - 2008 - Regrant	IHFL-IBFSL Employees Stock Option - 2008 - Regrant
Total Options under the Scheme	1,440,000	720,000	7,500,000	39,000,000	N.A.	N.A.	N.A.	N.A.	N.A.
Options issued	1,440,000	720,000	7,500,000	10,500,000	N.A.	N.A.	N.A.	N.A.	N.A.
Vesting Period and Percentage	Four years, 25% each year	Four years, 25% each year	Ten years, 15% First year, 10% for next eight years and 5% in last year	Five years, 20% each year	N.A.	N.A.	N.A.	N.A.	N.A.
Vesting Date	1st April	1st November	8th December	11th October	31st December	16th July	27th August	11th January	27th August
Revised Vesting Period & Percentage	Eight years, 12% each year for 7 years and 16% during the 8th year	Nine years, 11% each year for 8 years and 12% during the 9th year	N.A.	N.A.	Ten years, 10% for every year	Ten years, 10% for every year	Ten years, 10% for every year	Ten years, 10% for every year	Ten years, 10% for every year
Exercise Price (Rs.)	41.67	100.00	95.95	394.75	125.90	158.50	95.95	153.65	100.00
Exerciseable Period	4 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date
Outstanding at the beginning of the year (Nos.)	205,668	99,951	2,324,002	10,500,000	58,050	143,550	276,500	148,500	153,300
Regrant Addition	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
Options vested during the year (Nos.)	60,534	25,581	420,310	-	6,840	20,440	39,500	1,500	21,900
Expired during the year (Nos.)	57,294	29,145	471,874	-	20,610	20,100	39,500	5,300	21,900
Cancelled during the year	-	-	-	-	-	-	-	-	-
Lapsed during the year	43,848	7,680	256,040	32,000	-	-	-	132,500	-
Re-granted during the year	-	-	-	-	N.A.	N.A.	N.A.	N.A.	N.A.
Outstanding at the end of the year (Nos.)	104,526	63,126	1,596,088	10,468,000	37,440	123,450	237,000	10,700	131,400
Exerciseable at the end of the year (Nos.)	1,080	15,153	129,584	-	3,240	810	39,500	1,700	21,900
Remaining contractual Life (Weighted Months)	55	67	81	90	90	93	83	93	83

N.A. - Not Applicable

Indiabulls Financial Services Limited ("IBFSL") and its erstwhile subsidiary, Indiabulls Credit Services Limited ("ICSL") had announced the above ESOS/ESOP schemes for its employees and the employees of other group companies wherein each option represents one Equity Share of the Holding Company. The Company had adopted the ESOS/ESOP scheme in respect of its employees. A Compensation Committee constituted by the Board of Directors of the Holding Company administers each of the above plans.

There is no impact on the Company's net profit and earnings per share in respect of the above schemes had the compensation cost for the stock options granted been determined based on the fair value approach.



**Indiabulls Asset Holding Company Limited**  
**Notes to financial statements for the year ended March 31, 2015**

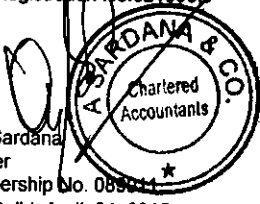
**Note - 23**

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosures.

As per our report of even date

For A Sardana & Co.  
Chartered Accountants  
Firm Registration No.021890N

Ajay Sardana  
Partner  
Membership No. 089041  
New Delhi, April 24, 2015



For and on behalf of the Board of Directors of  
Indiabulls Asset Holding Company Limited

Akshay Kumar Tiwari  
Director  
DIN : 00366348  
New Delhi, April 24, 2015

Kunal Dhankhar  
Director  
DIN : 06456061

Handwritten signature of Akshay Kumar Tiwari.

Handwritten signature of Kunal Dhankhar.