

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF LIC MUTUAL FUND ASSET MANAGEMENT LIMITED (formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Report on the Audit of the Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS financial statements of **LIC Mutual Fund Asset Management Limited**. ("the Company"), (formerly known as **LIC Nomura Mutual Fund Asset Management Company Limited**), which comprise the Balance sheet as at March 31, 2019, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the Company as at March 31, 2019, its profit including other comprehensive income, its cash flows and the 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), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.



Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board Report, 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 such other information is materially inconsistent with the 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of 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 Indian 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 accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 skepticism 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern



- Evaluate the overall presentation, structure and content of the 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards 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 March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 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 B" to this report;



- (g) With respect to the other matters to be included in the Auditor's Report in accordance with 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, as amended 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 as at March 31, 2019 refer Note-26 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;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Mumbai

Date: 9/2/19



For M. P. Chitale & Co.
Chartered Accountants
Firm Reg. No. 101851W

V. Barje

Vidya Barje
Partner

M. No. 104994

UDIN No.: 19104994AAAAABJ2555

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT (Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) In respect of its Fixed Assets
 - (a) The Company has maintained proper records, showing full particulars including quantitative details and situation of Fixed Assets.
 - (b) Fixed assets have been Physical verified by management at reasonable intervals which according to our opinion, is reasonable having regard to the size of the company and the nature of its business and no material discrepancies were noted on such verification.
 - (c) According to the information and explanation given by the management and audit procedures performed, there are no immovable properties, included in the property, plant and equipment fixed assets of the company and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the company.
- (ii) The Company's business does not involve inventories and accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company and hence not commented upon.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly the provisions of clause 3(iii) (a) and (b) of the Order are not applicable to the Company and hence not commented upon.
- (iv) The Company has not given any loans to directors. It has also not given any loans or guarantee to any person or body corporate. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of investments made.
- (v) The Company has not accepted any deposits within the meaning of Section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules,2014 (as amended). Accordingly, the provisions of paragraph 3(v) of the Order are not applicable to the Company.
- (vi) To the best of our knowledge and as explained, Central Government has not prescribed maintenance of cost records under Section 148 (1) of the Companies Act, 2013.



- (vii) (a) According to information and explanations given to us and on the basis of our examination of the books of account, Undisputed statutory dues including Provident Fund, Income-tax, Goods and Service Tax, Cess and any other material statutory dues have generally been regularly deposited with the appropriate authorities.
- (b) According to the records of the Company, the dues outstanding of Income-Tax, Goods and Service Tax and Cess on account of any dispute are as follows:

Name of the statute	Nature of dues	Amount in Rupees	Period to which it relates	Forum where the dispute is pending
The Income Tax Act, 1961	Income Tax including interest as applicable	12,15,99,225	AY 2010-11	Income Tax Appellate Tribunal
The Income Tax Act, 1961	Income Tax including interest as applicable	1,15,97,196	AY 2012-13	Commissioner of Income Tax- Appeals

- (viii) In our opinion and according to the information and explanations given to us, the Company has not taken any loan either from banks, financial institutions or from the government and has not issued any debentures.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the year.
- (xi) The Company has appointed Whole Time Director and managerial remuneration paid to the Whole Time Director is within the limits prescribed in the provision of Section 197 read with Schedule V to the Act.



- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- (xiii) According to the information and explanations given by the management and audit procedures performed, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential offer of fully or partly convertible shares or debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Mumbai

Date: 9/7/19



For M. P. Chitale & Co.
Chartered Accountants
Firm Reg. No. 101851W

V. V. Barje

Vidya Barje

Partner

M. No. 104994

UDIN No.: 19104994AAAABJ2555

Annexure "B" to the Independent Auditor's Report of even date on the Financial Statements of LIC Mutual Fund Asset Management Limited (Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of LIC Mutual Fund Asset Management Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 with reference to these financial statements 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 as specified under section 143(10) of the Companies Act, 2013, to the extent 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 with reference to



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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls over financial reporting with reference to these financial statements.

Meaning of Internal Financial Controls Over Financial Reporting With Reference to these Financial Statements

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



Inherent Limitations of Internal Financial Controls Over Financial Reporting With Reference to these Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these financial statements, 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 with reference to these financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these financial statements 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, adequate internal financial controls over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2019, 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.

Mumbai

Date: 9/7/19



**For M. P. Chitale & Co.
Chartered Accountants
Firm Reg. No. 101851W**

V. V. Barje

Vidya Barje

Partner

M. No. 104994

UDIN No.: 19104994AAAABJ2555

LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

(₹ in '000)

Balance Sheet

Particulars	Note	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
ASSETS				
Financial Assets				
Cash & Cash Equivalents	3	10,133.65	1,675.33	8,896.68
Bank balance other than Cash and cash equivalents	4	510,000.00	450,000.00	-
Receivables				
Trade Receivables	5	98,468.54	50,674.06	48,860.18
Investments	6	430,489.93	397,612.00	802,599.21
Other financial assets	7	25,889.70	2,652.96	1,056.06
		<u>1,074,981.82</u>	<u>902,614.35</u>	<u>861,412.13</u>
Non-Financial Assets				
Current Tax Assets (net)	8	112,403.69	286,556.60	266,160.84
Property, Plant & Equipment	9	16,566.29	21,476.02	11,189.31
Other Intangible Assets	10	1,355.64	2,551.63	3,071.56
Other non financial assets	11	16,388.87	20,487.29	15,323.29
		<u>146,714.49</u>	<u>331,071.54</u>	<u>295,745.00</u>
Total Assets		<u>1,221,696.31</u>	<u>1,233,685.89</u>	<u>1,157,157.13</u>
LIABILITIES & EQUITY				
Financial liabilities				
Payables	12			
Trade Payables				
- Total outstanding dues of micro enterprises and small enterprises				
- Total outstanding dues of creditors other than micro enterprises and small enterprises		19,732.25	37,685.19	33,687.60
Other financial liabilities	13	-	-	5,500.00
		<u>19,732.25</u>	<u>37,685.19</u>	<u>39,187.60</u>
Non-Financial liabilities				
Provisions	14	11,636.02	22,131.09	23,615.98
Other non-financial liabilities	15	2,599.21	6,910.12	4,299.25
		<u>14,235.23</u>	<u>29,041.21</u>	<u>27,915.23</u>
Equity				
Equity Share Capital	16	110,000.00	110,000.00	110,000.00
Other Equity	17	1,077,728.83	1,056,959.49	980,054.30
		<u>1,187,728.83</u>	<u>1,166,959.49</u>	<u>1,090,054.30</u>
Total Liabilities and Equity		<u>1,221,696.31</u>	<u>1,233,685.89</u>	<u>1,157,157.13</u>

SIGNIFICANT ACCOUNTING POLICIES

2

The accompanying notes are an integral part of the financial statements
This is the Balance Sheet referred to in our report of even date

For M. P. Chitale & Co.
Chartered Accountants
Firm Registration No : 101851W

V. V. Barje

Vidya Barje
Partner
Membership No. 104994

For and on behalf of Board of Directors

Utkarsh *S.K. Mitra*

M R Kumar
Director
DIN: 03628755

S K Mitra
Director
DIN: 00029961

Pawan

Pawan Baheti
Chief Financial Officer

MK Arora

Mayank Arora
Company Secretary

Dinesh

Dinesh Pangtey
Whole Time Director &
Chief Executive Officer
DIN: 07517137

Place : Mumbai
Date : 9/2/19



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

(₹ in '000)

Statement of Profit and Loss

Particulars	Note	Year Ended March 31,	
		2019	2018
Revenue from operations			
Fees and commission income	18	429,526.12	550,956.94
Other income	19	117,259.29	49,092.46
Total revenue		546,785.41	600,049.40
EXPENSES			
Fees and commission expense	20	8,108.12	39,345.37
Employee benefits expense	21	236,991.56	231,248.88
Depreciation & amortisation expenses	22	9,452.71	8,662.83
Other expenses	23	259,237.50	283,604.09
Total Expenses		513,789.89	562,861.17
PROFIT BEFORE TAX		32,995.52	37,188.23
Tax expenses			
Current tax		7,747.52	-
Tax provision written back pertaining to prior year		-	(18,002.37)
MAT credit entitlement		(7,747.52)	-
Deferred tax		-	-
PROFIT FOR THE YEAR		32,995.52	55,190.60
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Re-measurement gain/(loss) on defined benefit plans		1,013.16	8,027.47
Income tax on above		-	-
- Total outstanding dues of micro enterprises and small enterprises		1,013.16	8,027.47
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		34,008.68	63,218.07
EARNINGS PER EQUITY SHARE			
Weighted average number of equity shares (Nos.)		11,000	11,000
Basic and Diluted EPS (Rs.)		3.09	5.75
Face Value per share (Rs.)		10,000	10,000

SIGNIFICANT ACCOUNTING POLICIES

2

The accompanying notes are an integral part of the financial statements
This is the Statement of Profit & Loss referred to in our report of even date

For M. P. Chitale & Co.
Chartered Accountants
Firm Registration No : 101851W

V.V. Barje
Vidya Barje
Partner
Membership No. 104994

For and on behalf of Board of Directors

M R Kumar
M R Kumar
Director
DIN: 03628755

S K Mitra
S K Mitra
Director
DIN: 00029961

Pawan Baheti
Pawan Baheti
Chief Financial Officer

Dinesh Pangtey
Dinesh Pangtey
Whole Time Director &
Chief Executive Officer
DIN: 07517137

MK Arora
Mayank Arora
Company Secretary

Place : Mumbai
Date : 9/1/19



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Cash Flow Statement

(₹ in '000)

Particulars	Year ended	
	Mar 31, 2019	Mar 31, 2018
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax (including Other Comprehensive Income)	34,008.68	45,215.70
Add/(Less) adjustments for:		
Depreciation and amortization expenses	9,452.71	8,662.83
Loss/(Profit) on sale of investments (net)	(37,626.30)	(44,810.66)
Loss/(Profit) on sale of fixed assets (net)	-	(243.54)
Interest on Bank deposits	(43,042.57)	(1,131.51)
Provision/(write back) for gratuity	(10,495.07)	(1,484.89)
Operating profit/(loss) before working capital changes	(47,702.55)	6,207.93
Change in assets and liabilities		
(Increase)/decrease in trade receivables	(47,794.49)	(1,813.88)
(Increase)/decrease in other financial and non-financial assets	4,871.14	(5,729.02)
Increase /(decrease) in trade payables, other financial and non-financial liabilities and provisions	(22,263.85)	7,400.72
Cash generated from operations	(112,889.75)	6,065.75
Direct taxes (paid)/Refund (Net)	174,152.91	(2,393.39)
NET CASH FROM OPERATING ACTIVITIES	61,263.16	3,672.36
CASH FLOW FROM INVESTING ACTIVITIES		
Payment towards capital expenditure	(3,346.99)	(18,926.76)
Proceed on sale of fixed assets	-	740.69
Interest Received	19,033.12	101.39
Maturity/ (Investment) made in bank deposits	(60,000.00)	(450,000.00)
Investment in mutual fund units	(1,025,200.00)	(795,000.00)
Disposal of mutual fund units	1,029,948.37	1,258,810.66
NET CASH GENERATED BY INVESTING ACTIVITIES	(39,565.50)	(4,274.02)
CASH FLOW FROM FINANCIAL ACTIVITIES		
Payment of dividend	(11,000.00)	(5,500.00)
Payment of dividend distribution tax	(2,239.34)	(1,119.69)
NET CASH USED IN FINANCING ACTIVITIES	(13,239.34)	(6,619.69)
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	8,458.32	(7,221.35)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	1,675.33	8,896.68
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	10,133.65	1,675.33

The accompanying notes are an integral part of the financial statements
This is the Cash flow statement referred to in our report of even date

For M. P. Chitale & Co.
Chartered Accountants
Firm Registration No : 101851W

V. V. Barje

Vidya Barje
Partner
Membership No. 104994

For and on behalf of Board of Directors

M R Kumar

M R Kumar
Director
DIN: 03628755

S K Mitra

S K Mitra
Director
DIN: 00029961

Pawan Baheti

Pawan Baheti
Chief Financial Officer

MK Arora
Mayank Arora
Company Secretary

Dinesh Pangtey

Dinesh Pangtey
Whole Time Director &
Chief Executive Officer
DIN: 07517137

Place : Mumbai

Date : 9/2/19



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Statement of changes in equity

a) Equity Share Capital

Particulars	Amount (₹ in '000)
Balance as at 01 April, 2017	110,000.00
Add / (Less): Changes in equity share capital during the year	-
Balance as at 31 March, 2018	110,000.00
Add / (Less): Changes in equity share capital during the year	-
Balance as at 31 March, 2019	110,000.00

b) Other equity

	Reserves & Surplus			Other Comprehensive Income	Total
	Securities Premium	General Reserve	Retained Earnings		
Balance as at 01 April, 2017	790,000.00	519,640.00	(329,585.70)	-	980,054.30
Profit for the year	-	-	55,190.60	-	55,190.60
Other comprehensive income (net of tax)	-	-	-	8,027.47	8,027.47
Total comprehensive income	-	-	55,190.60	8,027.47	63,218.07
Adjustment relating to lease rent escalation	-	-	(327.44)	-	(327.44)
Adjustment relating to securities deposit	-	-	1.77	-	1.77
Adjustment relating to investment	-	-	14,012.79	-	14,012.79
Balance as at 31 March, 2018	790,000.00	519,640.00	(260,707.98)	8,027.47	1,056,959.49
Profit for the year	-	-	32,995.52	-	32,995.52
Other comprehensive income (net of tax)	-	-	-	1,013.16	1,013.16
Total comprehensive income	-	-	32,995.52	1,013.16	34,008.68
Dividend on equity shares	-	-	(11,000.00)	-	(11,000.00)
Dividend distribution tax	-	-	(2,239.34)	-	(2,239.34)
Balance as at 31 March, 2019	790,000.00	519,640.00	(240,951.80)	9,040.63	1,077,728.83

For M. P. Chitale & Co.
Chartered Accountants

Firm Reg. No. 10185100

Vidya Barje
Partner

M.No. 104954



For and on behalf of Board of Directors

M R Kumar
Director
DIN: 03628755

Pawan Baheti
Chief Financial Officer

Mayank Arora
Company Secretary



S K Mitra
Director
DIN: 00029961

Dinesh Pangtey
Whole Time Director &
Chief Executive Officer
DIN: 07517137

Place : Mumbai

Date : 9/3/19

LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

1. Company Information and Basis of preparation of financial statements

1.1. Company Information

LIC Mutual Fund Asset Management Limited was incorporated on April 20, 1994 under The Companies Act, 1956. The registered and corporate office of the company is situated at 4th Floor, Industrial Assurance Building, Opp. Churchgate station, Mumbai – 400020.

The principal activity of the Company is to act as an Investment management advisor to LIC Mutual Fund ('the Fund'). The Company manages the investment portfolio and provides various administrative services to the Fund.

The Company also provides portfolio management services ('PMS') to clients under Securities and Exchange Board of India (portfolio managers) Regulations, 1993 (as amended).

The functional and presentation currency of the Company is Indian Rupees (INR) which is the currency of the primary economic environment in which the company operates.

1.2. Basis of preparation of financial statements

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as "Ind AS") as notified by Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rule, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and guidelines issued by the Securities and Exchange Board of India (SEBI).

Till March 31, 2018, the company used to prepare its financial statements as per Companies (Accounting Standards) Rules, 2014 (Previous GAAP) read with rule 7 and other relevant provisions of the Act. These are the first Ind AS financial statements of the company. The transition from previous GAAP to Ind AS has been accounted for in accordance with Ind AS 101 "First time adoption of Indian Accounting Standards", with April 1, 2017 being the transition date and balance for the comparative period have been restated accordingly. As per Ind AS 101, the company has presented a reconciliation of total equity as at April 1, 2017 and March 31, 2018 reconciliation of total comprehensive income for the year ended March 31, 2018. Please refer note 31 for detailed information on transition.

The financial statements have been prepared on a historical cost convention, except for certain items that have been measured at fair values at the end of each reporting period as required by the relevant Ind AS:

- (i) Certain Financial assets and liabilities measured at fair value.
- (ii) Defined benefits plan - Plan assets measured at fair value.

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



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current) is presented in Note 30.

2. Significant Accounting Policies

2.1. Use of estimates and critical accounting judgements

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates.

i) Property, plant and equipment and Intangible assets:

Management reviews the estimated useful lives and residual value of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are as per Schedule II of the Companies Act, 2013 or are based on company's historical experience with similar assets and considering anticipated technological changes, whichever is more appropriate.

ii) Contingencies:

Management has estimated the possible outflow of resources at the end of each annual reporting financial year in respect of contingencies / claims / litigations against the Company as it is not possible to predict the outcome of pending matters with accuracy.

iii) Defined benefit obligation:

The cost of post-employment benefit is determined using actuarial valuations. The actuarial valuation involves making assumptions about discount rates, future salary increases and mortality rates. Due to the long-term nature of these plans such estimates are subject to significant uncertainty. The assumptions are disclosed in note 21.

2.2. First time adoption - Mandatory exception, Optional Exemptions

Overall principle

The company has prepared the opening balance sheet as per Ind AS as at April 1, 2017 (the transition date) by recognizing all assets and liabilities whose recognition is required by Ind AS, not recognizing items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from previous GAAP to Ind AS as required under Ind AS, and applying Ind AS in measurement of recognized assets and liabilities. However, this principle is subject to certain exception and certain optional exemptions availed by the company are given below as per Ind AS 101.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

- i) Deemed Cost for Property, plant and equipment and intangible assets:

The Company has elected to continue with the carrying value of all the property, plant and equipment and intangible assets recognized as of April 1, 2017 (transition date) measured as per the previous GAAP and used that carrying value as its deemed cost as of the transition date.

- ii) Accounting estimates:

The company's estimate in accordance with Ind AS at the transition date are consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies). The same applies to comparative period presented.

2.3. Property, plant and equipment.

Property, Plant & Equipment are stated at cost of acquisition, including any cost attributable for bringing the asset to its working condition, less accumulated depreciation and accumulated impairment losses, if any. Gains or losses arising from derecognition of property, plant and equipment are measured as difference between the net disposal proceeds and the cost of the assets less accumulated depreciation upto the date of disposal and are recognised in the statement of profit and loss when asset is derecognised. Leasehold Improvements are shown at historical cost less accumulated depreciation.

Subsequent cost incurred on an item of property, plant and equipment is recognized in the carrying amount thereof when those costs meet the recognition criteria as mentioned above. Repairs and maintenance expenses are recognized in Profit and Loss account as and when incurred.

Depreciation - Depreciation on tangible assets is provided on the straight-line method over the useful life of assets estimated by the management. Depreciation for assets purchased/sold during the year is proportionately charged. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, commencing from the date the assets are available to the Company for its use.

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 for the fixed assets as follows:

Particulars	Estimated Useful Life
Furniture and fittings	10 years
Office equipments	5 years
Computers	3 years



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

Particulars	Estimated Useful Life
Vehicles ^(a)	5 years
Leasehold improvement	Over the period of lease or useful life, whichever is less
Computer software	3 years

^(a) based on management estimates, the useful life as given above represents the period over which the Management expects to use these assets. Hence the useful life for these assets is different from the useful life as prescribed under Schedule Part C of II of the Companies Act, 2013.

Depreciation and amortization methods, useful lives and residual values are reviewed periodically, including at each financial year end.

On transition to Ind AS, the company has elected to continue with the carrying value of all its property, plant and equipment recognized as at April 1, 2017 measured as per the previous GAAP and use that carrying value as the deemed cost of property, plant and equipment.

2.4. Intangible assets and amortization

Intangible assets comprising of system softwares, are stated at cost of acquisition, including any cost attributable for bringing the asset to its working condition, less accumulated depreciation and impairment, if any.

On transition to Ind AS, the company has elected to continue with the carrying value of all its intangible assets recognized as at April 1, 2017 measured as per the previous GAAP and use that carrying value as the deemed cost of intangible assets.

2.5. Revenue Recognition

Revenue (other than those items to which Ind AS 109 Financial Instruments are applicable) is measured at transaction price i.e. the amount of consideration to which the company expects to be entitled in exchange for transferring promised services to the customer, excluding amounts collected on behalf of third parties. The company consider the terms of the contract and its customary business practices to determine the transaction price. Where the consideration promised is variable, the Company excludes the estimates of variable consideration that are constrained. Ind AS 115 Revenue from contracts with customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers.

i) Revenue from Operations

Investment management fees are accounted on accrual basis in accordance with the Investment Management Agreement and are dependent on the net assets value as recorded by the schemes of LIC Mutual Fund.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

Portfolio management fees are recognised, on accrual basis, in accordance with the terms of agreement with respective clients.

Revenue from advisory services is accounted, on accrual basis, based on the terms of agreement with the clients.

ii) Other Income

The profit/(loss) on sale of investments are recognised in the Statement of Profit and Loss on the date of trade and determined using the First-In-First-Out (FIFO) basis for individual security.

Interest income is recognised using the time-proportion method, based on the rate implicit in the transaction.

Dividend is recognised when right to receive dividend is established.

2.6. Employee benefits

i) Defined contribution plan

Provident Fund - The company contributes to recognised provident fund scheme, which is defined contribution scheme. The company has no further obligation beyond making the contributions. The contributions are recognised on accrual basis and charged to Statement of Profit and Loss.

ii) Defined benefit plan

Gratuity - Gratuity for employees is covered by Gratuity Scheme with Life Insurance Corporation of India and the contribution thereof is paid/provided for. Provision for Gratuity is made on the basis of actuarial valuation on Projected Unit Credit Method as at the end of the year. Actuarial gain and losses are recognized in full in the other comprehensive income for the period in which they occur. Past service costs both vested and unvested is recognised as an expense at the earlier of (a) when the plan amendment or curtailment occurs; and (b) when the entity recognises related restructuring costs or termination benefits.

The retirement benefit obligations recognised in the Balance Sheet represents the present value of the defined benefit obligations reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in the future contributions to the scheme.

2.7. Provisions, Contingent Liabilities and Contingent Assets

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



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

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

Contingent assets are not recognised, but disclosed in the financial statements, if any. However, when the realization of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognized as an asset.

2.8. Income taxes

Income Tax expense comprises current tax expense and the net change in deferred tax assets or liabilities during the year. Current and deferred taxes are recognized in statement of profit and loss except when they relate to items that are recognized in the comprehensive income or directly in equity, in which case the current and deferred tax are also recognised in other comprehensive income or equity respectively.

Current Income Taxes

Advance taxes and provisions for current income taxes are presented in the Balance Sheet after offsetting advance tax paid and income tax provisions arising in the same tax jurisdiction and where the relevant tax paying units intends to settle the assets and liabilities on net basis.

Deferred Income Taxes

- i) Deferred Income tax is recognized using the Balance Sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of assets and liabilities in a transaction that is not a business combination and effects neither accounting nor taxable profit or loss at the time of transaction.
- ii) Deferred income tax asset is recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and carry forward of unused tax credits and unused tax losses can be utilised.
- iii) The carrying amount of deferred income taxes is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient profit will be available to allow all or part of deferred income tax asset to be utilised.
- iv) Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.
- v) Deferred tax assets or liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

- vi) Deferred tax assets include Minimum Alternate Tax (MAT) paid in accordance with tax laws in India which is likely to give future economic benefits in the form of availability of set-off against future income tax liability, accordingly MAT is recognised as deferred tax assets in the Balance Sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realized.

2.9. Financials Instruments

i) Date of recognition

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument.

ii) Initial measurement of financial instrument

Financial assets and 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 measured on initial recognition of financial asset or financial liability. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

iii) Classification of financial instruments

The company classifies all the financial assets based on business model for managing the assets and the assets contractual terms, measured at either:

a) Financial assets at amortized cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

b) Financial assets at fair value through other comprehensive income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

c) Financial assets at fair value through profit or loss (FVTPL)

Investments in mutual fund units are measured at fair value through profit or loss unless it is measured at amortised cost or fair value through other comprehensive income on initial recognition.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

iv) Impairment of financial assets

The company assesses on a forward-looking basis the expected credit loss associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

v) De-recognition of financial assets

A financial asset is de-recognised only when:

- a) The company has transferred the rights to receive cash flows from the financial asset or
- b) Retains the contractual rights to receive cash flows of the financial asset but assumed a contractual obligation to pay the cash flows to one or more recipients.

vi) Investment in mutual funds

The company subsequently measures all the mutual fund investments at FVTPL 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 FVOCI, hence classified at FVTPL.

2.10. Earnings per share

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

Diluted earnings per share is computed by dividing the net profit or loss after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

2.11. Other financial liabilities

Financial liabilities are initially recognized at fair value (net of transaction costs incurred). Difference between the fair value and the transaction proceeds on initial recognition is recognized as an asset / liability based on underlying reason for the difference.

Subsequently all financial liabilities are measured at amortised cost.

2.12. Offsetting financial instruments

Financial assets and liabilities are offset, and the net amount is reported in the balance sheet where there is legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in normal course of business and in the event of default, insolvency or bankruptcy of the company or the counterparty.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)
Notes to Financial Statements for the year ended Mar 31, 2019

2.13. Standards issued but not yet effective

Ins AS 116 – On March 30, 2019, the Ministry of Corporate Affairs (MCA) notified Ind AS 116, Leases as part of the Companies (India Accounting Standards (Ind AS)) Amendment Rules, 2019. Ind AS 116 replaces existing standard on leases i.e. Ind AS 17, Leases with effect from accounting periods beginning on or after April 1, 2019. It requires lessees to recognize assets and liabilities for most cases. The amendment is applicable to the company from April 1, 2019. The company is currently assessing the potential impact of this amendment.

2.14. Leases

Leases of assets under which all the risks and benefits of ownership are effectively retained by the lessor are classified as operating leases. Operating lease payments are recognized on straight line basis over the lease term in the statement of profit and loss, unless the increase is on account of inflation.

2.15. Cash and cash equivalents

Cash and cash equivalents comprise of deposit with banks in current accounts.

2.16. Distribution and Scheme Overrun Expenses

i) New Fund Offer Expenses

Expenses relating to the new fund offer are charged to Statement of Profit and Loss in the year in which such expenses are incurred.

ii) Distribution Commission

Till October 21, 2018, commission or incentive expenses for distribution of schemes of mutual fund were recognized in the Statement of Profit and Loss in the year in which such expenses were incurred.

Withheld commission or incentive to the distributors is paid only when valid claims are made from when those amounts became due.

iii) Scheme Overrun Expenses

Till October 21, 2018 expenses of schemes of LIC Mutual Fund (Formerly known as LIC Nomura Mutual Fund) in excess of stipulated limits as per SEBI (Mutual Fund) Regulations, 1996 have been charged to Statement of Profit and Loss.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

3 Cash and cash equivalents

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Balances with banks			
In current accounts	10,133.65	1,675.33	8,896.68
	<u>10,133.65</u>	<u>1,675.33</u>	<u>8,896.68</u>

4 Bank balance other than cash and cash equivalents

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Fixed deposits	510,000.00	450,000.00	-
	<u>510,000.00</u>	<u>450,000.00</u>	<u>-</u>

5 Trade Receivables

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Unsecured, considered good	98,468.54	50,674.06	48,860.18
	<u>98,468.54</u>	<u>50,674.06</u>	<u>48,860.18</u>

Neither trade or other receivables are due from directors or other officers of the company 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.

6 Investments

Particulars	No. of Units			Amount (₹ in '000)		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2019	2018	2017	2019	2018	2017
Investments measured at FVTPL						
Units of LIC Mutual Fund (Face value of Rs. 10 each) - Quoted						
G Sec. Long Term Exchange Traded Fund	400,000.000	400,000.000	400,000.000	7,300.00	6,782.68	6,663.96
Exchange Traded Fund - Nifty 50 - Growth Plan	63,641.000	63,641.000	63,641.000	7,658.95	6,585.31	5,903.49
Exchange Traded Fund - Sensex - Growth Plan	19,123.000	19,123.000	19,123.000	7,704.67	6,484.78	5,755.90
Exchange Traded Fund - Nifty 100 - Growth Plan	65,774.000	65,774.000	65,774.000	7,995.65	7,034.88	6,282.48
Units of LIC Mutual Fund (Face value of Rs 10 each) - Unquoted						
Bond Fund - Direct Growth Plan	127,425.870	127,425.870	127,425.870	6,426.85	6,027.97	5,801.22
Banking & Financial Services Fund- Direct Growth Plan	400,944.113	400,944.113	400,944.113	4,636.40	4,321.18	4,485.12
Equity Hybrid Fund - Direct Growth Plan	19,906.093	19,906.093	19,906.093	2,126.92	1,955.69	1,877.73
Children's Fund - Direct Plan	33,994.411	33,994.411	33,994.411	613.61	588.05	596.36
Multicap Fund - Direct Growth Plan	123,307.907	123,307.907	123,307.907	5,973.08	5,517.87	5,348.25
Large Cap Fund - Direct Growth Plan	244,495.191	244,495.191	244,495.191	6,756.33	6,120.74	5,590.25
Gift Fund - Direct - Regular Growth Plan	131,986.687	131,986.687	131,986.687	5,546.96	5,045.24	4,904.22
Index Fund Sensex Plan -Direct Growth Option	34,694.470	34,694.470	34,694.470	2,562.11	2,177.70	1,955.64
Index Fund Nifty Plan -Direct Growth Option	42,450.858	42,450.858	42,450.858	2,798.34	2,422.62	2,197.35
Infrastructure Fund - Direct Growth Plan	412,752.398	412,752.398	412,752.398	6,299.43	6,225.54	5,484.41
Banking & PSU Debt Fund - Direct Growth Plan	273,179.260	273,179.260	273,179.260	6,720.18	6,151.59	5,778.83
Large & Midcap Fund - Direct Growth Plan	519,755.923	519,755.923	519,755.923	8,074.36	7,736.98	6,701.21
Debt Hybrid Fund - Direct Growth Plan	113,613.641	113,613.641	113,613.641	6,451.05	6,077.73	5,785.48
Savings Plus Fund-Direct - Growth Plan Option	228,006.494	228,006.494	228,006.494	6,809.16	6,297.08	5,871.37
Tax Plan - Direct Growth Plan	59,109.721	59,109.721	59,109.721	4,145.30	3,860.66	3,326.43
ULIS - Direct - Single Premium 10 Years	346,293.962	346,293.962	346,293.962	6,692.10	6,154.79	5,502.57
Arbitrage Fund - Direct Growth Plan	499,380.768	-	-	5,046.89	-	-
Short Term Debt Fund - Direct Growth Plan	496,386.308	-	-	5,065.72	-	-
Savings Plus Fund-Direct - Growth Plan Option	10,060,539.649	10,060,539.649	24,846,167.615	300,446.95	277,851.98	639,811.18
FMP Series-92-1100 Days-Direct Growth Plan Option	-	-	5,000,000.000	-	-	61,198.50
Units of LIC Mutual Fund (Face value of Rs 1,000 each) - Unquoted						
Liquid Fund - Direct Growth Plan	1,959.043	5,137.468	1,959.043	6,638.92	16,190.94	5,777.26
				<u>430,489.93</u>	<u>397,612.00</u>	<u>802,599.21</u>
Aggregate amount of quoted investments (Market value)				30,659.27	26,887.64	24,605.83
Aggregate amount of unquoted investments (Market value)				399,830.66	370,724.36	777,993.38
Aggregate amount of impairment in value of investments				-	-	-



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

7 Other financial assets

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Security deposits	1,552.03	1,296.40	729.61
Other deposits	316.45	326.44	326.45
Interest accrued but not due	24,021.22	1,030.12	-
	<u>25,889.70</u>	<u>2,652.96</u>	<u>1,056.06</u>

8 Current Tax (net)

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Advance income-tax (net of provision for tax)	112,403.69	286,556.60	266,160.84
	<u>112,403.69</u>	<u>286,556.60</u>	<u>266,160.84</u>



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

9 Property, Plant and Equipment

(₹ in '000)

Particulars	Leasehold improvements	Office equipments	Computer	Furniture & Fittings	Motor vehicles	Total
Reconciliation of carrying amount						
Gross Block						
Balance as at April 1, 2017	30,282.17	9,841.25	59,127.20	4,960.94	5,552.65	109,764.22
Additions	3,175.13	3,756.07	9,872.17	872.30	-	17,675.67
Disposals	(1,818.09)	(1,907.75)	(91.94)	(488.81)	(4,555.23)	(8,861.82)
Balance as at March 31, 2018	31,639.21	11,689.57	68,907.43	5,344.43	997.42	118,578.07
Balance as at April 1, 2018	31,639.21	11,689.57	68,907.43	5,344.43	997.42	118,578.07
Other Additions	276.56	2,231.25	-	446.68	-	2,954.49
Disposals	-	-	-	-	-	-
Balance as at March 31, 2019	31,915.77	13,920.82	68,907.43	5,791.11	997.42	121,532.56
Accumulated depreciation and impairment losses						
Balance as at April 1, 2017	27,563.07	6,707.16	55,409.02	3,767.84	5,127.81	98,574.91
Depreciation for the year	1,531.96	1,081.68	3,277.86	788.17	212.13	6,891.81
Impairment loss	-	-	-	-	-	-
Disposals	(1,610.69)	(1,834.23)	(91.94)	(448.95)	(4,378.86)	(8,364.67)
Balance as at March 31, 2018	27,484.34	5,954.61	58,594.94	4,107.06	961.08	97,102.05
Balance as at April 1, 2018	27,484.34	5,954.61	58,594.94	4,107.06	961.08	97,102.05
Depreciation for the year	563.63	1,794.38	4,941.58	528.29	36.34	7,864.22
Reversal of impairment loss	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Balance as at March 31, 2019	28,047.97	7,748.99	63,536.52	4,635.35	997.42	104,966.27
Carrying amounts (net)						
At April 1, 2017	2,719.10	3,134.09	3,718.18	1,193.10	424.84	11,189.31
At March 31, 2018	4,154.87	5,734.96	10,312.49	1,237.37	36.34	21,476.02
At March 31, 2019	3,867.80	6,171.83	5,370.91	1,155.76	-	16,566.29

10 Other Intangible Assets

(₹ in '000)

Particulars	Computer Software
Reconciliation of carrying amount	
Gross Block	
Balance as at April 1, 2017	89,860.25
Additions	1,251.10
Disposals	(37.00)
Balance as at March 31, 2018	91,074.35
Balance as at April 1, 2018	91,074.35
Other Additions	392.50
Disposals	-
Balance as at March 31, 2019	91,466.85
Accumulated depreciation and impairment losses	
Balance as at April 1, 2017	86,788.69
Depreciation for the year	1,771.03
Impairment loss	-
Disposals	(37.00)
Balance as at March 31, 2018	88,522.72
Balance as at April 1, 2018	88,522.72
Depreciation for the year	1,588.49
Reversal of impairment loss	-
Disposals	-
Balance as at March 31, 2019	90,111.21
Carrying amounts (net)	
At April 1, 2017	3,071.56
At March 31, 2018	2,551.63
At March 31, 2019	1,355.64



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

11 Other non financial assets

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Prepaid expenses	13,514.76	16,463.98	9,893.62
Capital advance	-	-	120.00
Advances recoverable	1,658.27	4,023.31	5,309.67
Statutory dues (Input tax credit)	1,215.84	-	-
	<u>16,388.87</u>	<u>20,487.29</u>	<u>15,323.29</u>

12 Trade payables

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Total outstanding dues of micro and small enterprises#	-	-	-
Total outstanding dues of other than micro and small enterprises*	19,732.25	37,685.19	33,687.60
	<u>19,732.25</u>	<u>37,685.19</u>	<u>33,687.60</u>

* No amounts due and outstanding to be credited to investor education and protection fund.

There are no dues to micro, small and medium enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006. The above information regarding micro and small 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.

13 Other financial liabilities

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Provision for dividend	-	-	5,500.00
	<u>-</u>	<u>-</u>	<u>5,500.00</u>

14 Provisions

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Provision for gratuity	8,519.45	19,014.52	20,499.41
Provision for contingencies	3,116.57	3,116.57	3,116.57
	<u>11,636.02</u>	<u>22,131.09</u>	<u>23,615.98</u>

15 Other non-financial liabilities

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Statutory dues	2,599.21	6,910.12	4,299.25
	<u>2,599.21</u>	<u>6,910.12</u>	<u>4,299.25</u>



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

16 Share capital

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Authorised:			
25,000 equity shares of ₹10,000 each	250,000.00	250,000.00	250,000.00
Issued, subscribed and paid up:			
11,000 equity shares of ₹10,000 each, fully paid up	110,000.00	110,000.00	110,000.00
	<u>110,000.00</u>	<u>110,000.00</u>	<u>110,000.00</u>

- a) The reconciliation of the number of shares outstanding and the amount of share capital as at the beginning and at the end of the reporting period are as follows:

Particulars	No. of shares			Amount (₹ in '000)		
	As at March 31,		As at April 1,	As at March 31,		As at April 1,
	2019	2018	2017	2019	2018	2017
Opening number of shares outstanding	11,000	11,000	11,000	110,000.00	110,000.00	110,000.00
Add : Shares issued during the year	-	-	-	-	-	-
Closing number of shares outstanding	<u>11,000</u>	<u>11,000</u>	<u>11,000</u>	<u>110,000.00</u>	<u>110,000.00</u>	<u>110,000.00</u>

- b) Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10,000 per share. Each holder of equity shares is entitled to one vote per share. The dividend, if any is proposed by the Board of Directors and is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of 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) Details of shareholders holding more than 5% shares are as follows:

Name of the shareholder	As at March 31,		As at March 31,		As at April 1,	
	2019		2018		2017	
	No. of shares	% held	No. of shares	% held	No. of shares	% held
Equity shares of ₹ 10,000 each fully paid:						
LIC of India and its nominees (Associate)	4,950	45.00%	4,950	45.00%	4,950	45.00%
LIC Housing Finance Limited (Associate)	4,323	39.30%	4,323	39.30%	4,323	39.30%
GIC Housing Finance Limited	1,287	11.70%	1,287	11.70%	1,287	11.70%

- d) Aggregate number of shares issued for consideration other than cash during the period of five years immediately preceding the reporting date

As at March 31,		As at April 1,
2019	2018	2017
-	-	-

- e) Aggregate number of shares allotted as bonus shares during the period of five years immediately preceding the reporting date

-

- f) Aggregate number of shares bought back during the period of five years immediately preceding the reporting date

-

17 Other Equity

Particulars	(₹ in '000)		
	As on March 31,		As at April 1,
	2019	2018	2017
Securities premium account	790,000.00	790,000.00	790,000.00
General reserve:			
Balance as at the beginning of the year	519,640.00	519,640.00	519,640.00
Add: transferred from surplus	-	-	-
Balance as at the end of the year	<u>519,640.00</u>	<u>519,640.00</u>	<u>519,640.00</u>
Surplus/(Deficit) in the Statement of Profit and Loss:			
Balance as at the beginning of the year	(252,680.51)	(329,585.70)	(363,862.48)
Add: Profit for the year	34,008.68	63,218.07	10,103.83
Less: Dividend	(11,000.00)	-	(5,500.00)
Less: Income tax on dividend	(2,239.34)	-	(1,119.69)
Add / (Less) : Lease rent escalation	-	(327.44)	4,809.94
Add: Securities deposit adjustment	-	1.77	-
Add: Unrealised gain on investments	-	14,012.79	25,982.70
Balance as at the end of the year	<u>(231,911.17)</u>	<u>(252,680.51)</u>	<u>(329,585.70)</u>
	<u>1,077,728.83</u>	<u>1,056,959.49</u>	<u>980,054.30</u>



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

18 Fees and commission income

Particulars	Year Ended March 31,	
	2019	2018
Management fees from mutual fund (Gross)	494,711.82	634,181.62
Less: Service tax / GST	75,464.51	94,056.78
Management fees from mutual fund (Net)	419,247.31	540,124.84
Portfolio management fees (Gross)	12,128.99	12,739.50
Less: Service tax / GST	1,850.18	1,907.40
Portfolio management fees (Net)	10,278.81	10,832.10
	429,526.12	550,956.94

19 Other income

Particulars	Year Ended March 31,	
	2019	2018
Profit on sale of mutual fund units	4,731.43	44,810.66
Net gain on fair value changes	32,894.87	-
Profit on sale of fixed assets	-	243.54
Interest income		
Bank deposits	43,042.57	1,131.51
Security deposit	52.22	-
Interest on income tax refund	36,225.98	2,856.89
Other non-operating income	312.22	49.86
	117,259.29	49,092.46

20 Fees and commission expense

Particulars	Year Ended March 31,	
	2019	2018
Brokerage	7,877.88	39,021.02
PMS brokerage	230.24	324.35
	8,108.12	39,345.37

21 Employees benefit expense

Particulars	Year Ended March 31,	
	2019	2018
Salaries, allowances and bonus	214,356.88	205,390.81
Staff welfare expenses	4,876.10	5,064.31
Contribution to provident and other funds	12,760.59	12,771.53
Leave encashment	49.99	88.35
Gratuity	4,948.00	7,933.88
	236,991.56	231,248.88

As per Ind AS 19 'Employee Benefits', the disclosure of Employee benefits as defined in the Standard are given below

a) Defined Contribution Plan:

The Company has recognized the following amount in the statement of profit and loss towards contribution to defined contribution plan which are included under contribution to provident and others funds:

Company contribution to provident and pension fund	Year Ended March 31,	
	2019	2018
Provident fund	12,396.50	12,549.07
Pension fund	364.09	222.46
	12,760.59	12,771.53

b) Defined Benefit Plan:

The company has the following defined benefit plan

Particulars	Remarks
Gratuity	Funded

Asset information

Gratuity is administered through a trust fund set up with Life Insurance Corporation of India.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

Particulars	As at March 31,	
	2019	2018
(₹ in '000)		
i) Reconciliation of change in present value of the defined benefit obligation		
Balance at the beginning of the year	19,460.78	23,447.20
Interest cost	1,355.23	1,395.53
Current service cost	3,324.13	4,628.63
Past service cost (vested benefits)	-	1,649.74
Benefit paid	(3,628.98)	(3,622.18)
Actuarial (gain) / loss on obligation	(1,335.87)	(8,038.14)
Balance at the end of the year	<u>19,175.29</u>	<u>19,460.78</u>
Current	91.41	410.43
Non current	19083.88	19050.35
ii) Reconciliation of change in fair value of the plan assets fund		
Opening fair value of plan assets	446.26	2,947.79
Adjustment to opening fair value of plan assets	-	(244.08)
Return on plan assets excluding interest income	(322.71)	(10.67)
Interest income	422.48	98.74
Contribution by employer	13,738.79	1,276.66
Contribution by employee	-	-
Benefit paid	(3,628.98)	(3,622.18)
Fair value of plan assets at end	<u>10,655.84</u>	<u>446.26</u>
iii) Past service cost recognised		
Past service cost (non vested benefits)	-	-
Past service cost (vested benefits)	-	1,649.74
Recognised past service cost (vested benefits)	-	1,649.74
iv) Amount to be recognized in the balance sheet		
Present value of obligations at end of the year	19,175.29	19,460.78
Fair value of plan assets at the end of the year	10,655.84	446.26
Net liability recognised in the balance sheet	<u>8,519.45</u>	<u>19,014.52</u>
v) Expenses recognised in the statement of profit and loss account		
Current service cost	3,324.13	4,628.63
Interest cost	932.75	1,296.78
Past service cost (vested benefits)	-	1,649.74
Settlement effect	-	-
Unrecognised past service cost - non vested benefit	-	-
Expenses to be recognised in the statement of profit and loss account	<u>4,256.88</u>	<u>7,575.15</u>
vi) Expenses recognised in Other Comprehensive Income (OCI)		
Actuarial (Gain)/Loss recognised for the period	(1,335.87)	(8,038.14)
Asset limit effect	-	-
Return on Plan Assets excluding net interest	322.71	10.67
Unrecognised actuarial (gain) / loss from previous period	-	-
Total actuarial (gain)/loss recognised in OCI	<u>(1,013.16)</u>	<u>(8,027.47)</u>
vii) Actuarial Assumption Per Annum		
Discount rate	7.66%	7.68%
Salary escalation	5.00%	5.00%
Retirement age	58 Years	58 Years
Attrition rate:		
Past service 0 to 5 years	10.00%	32.00%
viii) Sensitivity analysis		
Discount rate + 1%	19,777.03	16,843.94
Discount rate - 1%	22,020.39	22,602.76
Salary escalation increase rate +1 %	21,965.37	22,599.64
Salary escalation increase rate - 1 %	16,717.77	16,769.76
ix) Expected payout		
Expected outgo		
Year 1	91.41	388.69
Year 2	274.71	97.08
Year 3	245.78	290.18
Year 4	145.35	218.48
Year 5	175.58	153.63
Year 6-10	7,436.74	6,385.96

In respect of employees deputed from Life Insurance Corporation of India ("LIC"), gratuity expense is recorded as per terms agreed with LIC. Short term compensated absences are measured at the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the reporting date.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

22 Depreciation & amortization expense

Particulars	(₹ in '000)	
	Year Ended March 31,	
	2019	2018
Depreciation of tangible assets	7,864.22	6,891.80
Amortisation of intangible assets	1,588.49	1,771.03
	<u>9,452.71</u>	<u>8,662.83</u>

23 Other expenses

Particulars	(₹ in '000)	
	Year Ended March 31,	
	2019	2018
Rent, rates and taxes and electricity	30,700.43	29,795.07
Repair and maintenance	1,189.75	1,072.60
Communication cost	20,058.03	14,483.95
Printing & stationery	8,324.07	8,131.10
Advertising and Publicity	45,966.01	41,504.84
Director's fees, allowances and expenses	1,207.00	1,039.29
Auditor's fees and expenses		
- Statutory audit fees	550.00	550.00
- Other services	50.00	50.00
- Out of Pocket	5.36	-
Legal and Professional fees	14,889.61	21,725.61
Insurance	2,402.86	1,366.33
RTA expenses	37,677.80	65,612.66
Computer and software expenses	34,438.24	34,226.47
Fund accounting charges	6,412.02	20,832.58
Outsourced staff cost	30,699.46	21,917.34
Travelling & conveyance	12,072.51	10,222.54
Scheme related expenses (refer note (a) below)	604.54	1,541.59
Service tax expenses	1,395.09	138.57
Other operating expenses	10,594.72	9,393.55
	<u>259,237.50</u>	<u>283,604.09</u>

(a) Scheme related expenses

Till October 21, 2018, expenses incurred for/on behalf of the schemes of mutual fund, in excess of the internal limits of the schemes and cannot be charged to the scheme are charged to the statement of profit and loss.

24 Leases

Obligation on long term, non-cancellable operating leases

The lease rentals charges during the period and the obligation on long term, non-cancellable operating leases payable as per the rentals stated in the respective agreements are as follows:

Particulars	(₹ in '000)	
	As at Mar 31	
	2019	2018
Lease rentals recognized during the year	22,051.56	21,082.15
	<u>22,051.56</u>	<u>21,082.15</u>
Lease obligation payable:		
Within one year of the Balance sheet date	14,690.06	13,251.43
Due in a period between one year and five year	34,305.20	31,467.84
Due after five years	12,328.28	8,815.24
	<u>61,323.54</u>	<u>53,534.51</u>



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

25 Related party disclosures

i) Related parties during the year:

Particulars	Relationship
Life Insurance Corporation of India (LIC)	Associate
LIC Housing Finance Limited*	Associate
Raj Kumar, Chief Executive Officer (Upto April 26,2019)	Key Management Personnel (KMP)
Pawan Baheti, Chief Financial Officer	Key Management Personnel (KMP)
Mayank Arora, Company Secretary	Key Management Personnel (KMP)

* No transactions during the year

ii) The related party transaction are as under :

Particulars	As at March 31,	
	2019	2018
(₹ in '000)		
Life Insurance Corporation of India (LIC)		
Transactions:		
Rent, rates and taxes & electricity	25,916.51	26,103.13
Other operating expenses	109.37	436.92
Contribution to provident and other funds	463.45	235.12
Gratuity	599.48	165.12
Insurance	13,738.79	1,228.95
Receivables and deposits:	-	-
Advances recoverable in cash or kind	698.61	855.22
Key Management Personnel (KMP)		
Transactions:		
Remuneration [#]	9,299.02	9,250.52

[#] The above figures do not include liability towards gratuity and leave encashment as separate figure for KMP are not available. Perquisites have been valued in accordance with the provisions contained in the Income Tax Rules,1962.

26 Contingent liabilities and commitments (to the extent not provided for)

Particulars	As at March 31,	
	2019	2018
(₹ in '000)		
Contingent liabilities		
Claims against the Company, not acknowledged as debts	133,196.42	133,196.42
Commitments		
Estimated amount of unexecuted capital contracts (net of advance and deposit)	-	-

The Company is contesting the demands and the management, including its tax advisors, believe that its position will likely be upheld in the appellate process. No tax expense has been accrued in the financial statements for the tax demands raised. The management believes that the ultimate outcome of this proceeding will not have a material adverse effect on the Company's financial position and results of operation.

(a) It is not practicable for the Company to estimate the timings of cash outflows, if any, in respect of the above pending resolution of the respective proceedings.

(b) The Company does not expect any demands in respect of the above contingent liabilities due to refunds outstanding for the past assessment years.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

27 Fair Value measurements

(₹ in '000)

Particulars	March 31, 2019		March 31, 2018		April 1, 2017	
	FVTPL	Amortised cost	FVTPL	Amortised cost	FVTPL	Amortised cost
Financial Assets						
Cash & cash equivalents	-	10,133.65	-	1,675.33	-	8,896.68
Bank balance other than cash and cash equivalents	-	510,000.00	-	450,000.00	-	-
Trade receivables	-	98,468.54	-	50,674.06	-	48,860.18
Investments	72,890.35	357,599.58	39,995.48	357,616.52	25,982.70	776,616.51
Other financial assets	-	25,889.70	-	2,652.96	-	1,056.06
	72,890.35	1,002,091.47	39,995.48	862,618.87	25,982.70	835,429.43
	-	-	-	-	-	-
Financial liabilities						
Trade payables	-	19,732.25	-	37,685.19	-	33,687.60
Other financial liabilities	-	-	-	-	-	5,500.00
	-	19,732.25	-	37,685.19	-	39,187.60

I. Fair value hierarchy

The fair values of the financial assets and liabilities are included at the amount 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.

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

Level 1 : Level 1 hierarchy includes financial instruments measured using quoted prices. For example: listed equity instruments that have quoted market price.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, units of mutual fund) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3.

II. Valuation techniques used to determine fair value

Significant valuation techniques used to value financial instruments include:

The fair values for investment in mutual fund are based on the Net Asset Value ("NAV") declared by respective schemes and fair value of security deposits are based on discounted cash flows using a discount rate.

The carrying amounts of cash and cash equivalent, Bank balances other than cash and cash equivalents, trade receivables, unquoted mutual fund units, other financial assets, trade payables, other financial liabilities are considered to be approximately equal to the fair value.

III. Valuation Process

The finance department performs the calculations of financial assets and liabilities required for financial reporting purposes. This team reports directly to the Chief Financial Officer (CFO). Discussions of valuation processes and results are held between the CFO and the finance team at least once in a month.

Quoted mutual fund investment have been categorised into level 1 (recurring fair value measurement) and unquoted mutual fund investments are categorised into level 2 of fair value hierarchy.

IV. Fair value of financial instrument measured at amortised cost

Fair value of Financial asset and liabilities are equal to their carrying amount.

Note :

During the periods mentioned above, there have been no transfer amongst the levels of hierarchy.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

28 Financial risk management

The Company is exposed primarily to credit, liquidity and price risk which may adversely impact the fair value of its financial instrument. The Company has a risk management policy which covers risk associated with the financial assets and liabilities. The risk management policy is approved by Board of Directors. The focus of the risk management is to assess the unpredictability of the financial environment and to mitigate potential adverse effect on the financial performance of the Company.

The Company's principal financial liabilities comprises of trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include investments, cash and cash equivalents, bank balance other than cash and cash equivalents that are derived directly from its operations and investments.

A. Credit Risk

The Company is exposed to credit risk from its operating activities (primarily for trade receivables). To manage credit risk, the Company follows a policy of providing 0-90 days credit to the customers basis the nature of customers. The credit limit policy is established considering the current economic trends of the industry in which the company is operating.

However, the trade receivables are monitored on a periodic basis for assessing any significant risk of non-recoverability of dues and provision is created accordingly.

Bank balances are held with only high rated banks.

Age of receivables that are pass due:

Particulars	(₹ in '000)		
	As at March 31,		As at April 1,
	2019	2018	2017
Upto 3 months	98,468.54	50,674.06	48,860.18
3-6 months	-	-	-
6-12 months	-	-	-
More than 12 months	-	-	-
Total	98,468.54	50,674.06	48,860.18
Provisions for expected credit loss	-	-	-

B. Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. For the Company, liquidity risk arises from obligations on account of financial liabilities viz. Trade payables, other financial liabilities.

Liquidity risk management

The Company's management is responsible for liquidity and funding as well as settlement management. In addition, process and policies related to such risks are overseen by management. Management monitors the company's net liquidity position through rolling forecasts on the basis of expected cash flows:

i) Maturities of non-derivative financial instruments

As at March 31, 2019

Particulars	(₹ in '000)			
	Upto 1 year	Between 1 and 5 years	Beyond 5 years	Total
Financial Liabilities				
Trade payable	19,732.25	-	-	19,732.25
Other financial liabilities	-	-	-	-
Total	19,732.25	-	-	19,732.25

As at March 31, 2018

Particulars	(₹ in '000)			
	Upto 1 year	Between 1 and 5 years	Beyond 5 years	Total
Financial Liabilities				
Trade payable	37,685.19	-	-	37,685.19
Other financial liabilities	-	-	-	-
Total	37,685.19	-	-	37,685.19



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

As at March 31, 2017

(₹ in '000)

Particulars	Upto 1 year	Between 1 and 5 years	Beyond 5 years	Total
Financial Liabilities				
Trade payable	33,687.60	-	-	33,687.60
Other financial liabilities	5,500.00	-	-	5,500.00
Total	39,187.60	-	-	39,187.60

C. Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises of foreign currency risk, interest rate risk and price risk.

i) Foreign currency risk

The company does not have exposure in foreign currency, hence it is not subjected to foreign currency risk

ii) Interest rate risk

Interest rate risk arises from the sensitivity of the financial liabilities to changes in market rate of interest. The company carries the financial liabilities at amortised cost, hence are not subject to interest rate risk since the carrying amount and future cash flows will not fluctuate because of change in market interest rate.

iii) Price risk

The company is exposed to price risk from its investment in mutual funds, classified in the balance sheet at fair value through profit and loss.

The investments held by the company are ancillary to the investment management business objective.

Sensitivity to price risk

The following table summarises the impact of sensitivity of NAVs with all other variables held constant. The below impact on the companies profit before tax is based on changes in the NAVs of mutual funds at balance sheet date.

(₹ in '000)

Sensitivity to price risk	As at March 31,		As at April 1,
	2019	2018	2017
Impact on profit before tax for 5% increase in NAV	21,524.50	19,880.60	40,129.96
Impact on profit before tax for 5% decrease in NAV	(21,524.50)	(19,880.60)	(40,129.96)



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

29 Revenue from contracts with customers

a. Disaggregation of revenue

Set out below is the disaggregation of revenue from contracts with customers and reconciliation to profit and loss account:

(₹ in '000)

Particulars	Type of Service	
	Investment management fees	Portfolio management fees
Total Revenue from contracts with customers	419,247.31	10,278.81
Geographical Markets		
India	419,247.31	10,278.81
Outside India	-	-
Total Revenue from contracts with customers	419,247.31	10,278.81
Timing of revenue recognition		
Services transferred at a point in time	-	-
Services transferred over time	419,247.31	10,278.81
Total Revenue from contracts with customers	419,247.31	10,278.81

b. Contract balances

Trade receivable are non-interest bearing balances having credit period of 0-90 days.

(₹ in '000)

Balance	As at March 31,	
	2019	2018
Trade receivable		
Investment management fees	94,800.93	45,842.60
Portfolio managements fees	3,667.61	4,831.46

c. Contract liabilities

There are no contract liabilities.

d. Contract cost

There are no contract cost.

e. Performance obligations

The performance obligation of the company is to provide investment asset management and portfolio management services. The performance obligation of Company is satisfied at a point in time and payment is due within 0-90 days.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

30 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.

Particulars	As at March 31, 2019			As at March 31, 2018			As at April 1, 2017		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Assets									
Financial assets									
Cash and cash equivalents	10,133.65	-	10,133.65	1,675.33	-	1,675.33	8,896.68	-	8,896.68
Bank balance other than cash and cash equivalents	510,000.00	-	510,000.00	300,000.00	150,000.00	450,000.00	-	-	-
Trade receivables	98,468.54	-	98,468.54	50,674.06	-	50,674.06	48,860.18	-	48,860.18
Investments	300,446.95	130,042.98	430,489.93	287,868.92	109,743.08	397,612.00	701,009.68	101,589.53	802,599.21
Other financial assets	24,021.22	1,868.48	25,889.70	1,030.12	1,622.84	2,652.96	-	1,056.06	1,056.06
Non-Financial assets									
Current tax assets (net)	-	112,403.69	112,403.69	-	286,556.60	286,556.60	-	266,160.84	266,160.84
Property, plant and equipment	-	16,566.29	16,566.29	21,476.02	21,476.02	21,476.02	-	11,189.31	11,189.31
Intangible assets	-	1,355.64	1,355.64	-	2,551.63	2,551.63	-	3,071.56	3,071.56
Other non - financial assets	7,227.23	9,161.64	16,388.87	15,457.93	5,029.36	20,487.29	13,266.72	2,056.57	15,323.29
Total Assets	950,297.59	271,398.72	1,221,696.31	656,706.36	576,979.53	1,233,685.89	772,033.26	385,123.87	1,157,157.13
Liabilities									
Financial Liabilities									
Trade payable	19,732.25	-	19,732.25	37,685.19	-	37,685.19	33,687.60	-	33,687.60
Other financial liabilities	-	-	-	-	-	-	5,500.00	-	5,500.00
Non Financial Liabilities									
Provisions	91.41	11,544.61	11,636.02	410.43	21,720.66	22,131.09	10,113.53	13,502.45	23,615.98
Other non financial liabilities	2,599.21	-	2,599.21	6,910.12	-	6,910.12	4,299.25	-	4,299.25
Total Liabilities	22,422.87	11,544.61	33,967.48	45,005.74	21,720.66	66,726.40	53,600.38	13,502.45	67,102.83

(₹ in '000)



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

31 First time adoption of Ind AS

A . First Ind AS financial statements

These are the company's first financial statements prepared in accordance with Ind AS applicable as at March 31, 2019.

The accounting policies set out in note 2 have been applied in preparing the financial statements for the year ended March 31, 2019, the comparative information presented in these financial statements for the year ended March 31, 2018 and in the preparation of opening Ind AS balance sheet as at April 1, 2017 (the date of transition). In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP)

An explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows is as follows:

Derecognition of financial assets and financial liabilities

The company has applied the derecognition requirements of financial assets and financial liabilities prospectively for transactions occurring on or after April 1, 2017 (transition date).

Accounting estimates

The company's estimates in accordance with Ind AS at the transition date are consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies). The same applies to the comparative period presented.

Deemed cost for Property, plant and equipment and Intangible assets

The company has elected to continue with the carrying value of all of its Property, plant and equipment and intangible assets recognised as of April 1, 2017 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

B. First time adoption reconciliation

Reconciliation of equity from previous GAAP to Ind AS

(₹ in '000)			
Particulars	Note	As at March 31, 2018	As at April 1, 2017
Equity as per previous GAAP		1,109,240.39	1,059,261.66
GAAP adjustments :			
Impact on account of financial asset measured at FVTPL	(i)	39,995.49	25,982.70
Impact of lease rent escalation	(ii)	4,482.50	4,809.94
Impact of security deposit	(iii)	1.77	-
Impact on account of dividend		13,239.34	-
Total – GAAP adjustments		57,719.10	30,792.64
Equity as per Ind AS		1,166,959.49	1,090,054.30

Reconciliation of total comprehensive income from previous GAAP to Ind AS

(₹ in '000)		
Particulars	Note	Year ended March 31, 2018
Net Profit/ (loss) for the period as per previous GAAP		63,218.07
GAAP adjustments		
Impact of recognizing accrual (gains)/ losses on defined benefit obligations in OCI	(iv)	8,027.47
Total – GAAP adjustments		8,027.47
Net profit / (loss) after tax as per Ind As		55,190.60
Impact of recognizing actuarial gains / (losses) on defined benefit obligations in OCI	(iv)	8,027.47
Total comprehensive income / (loss) after tax as per Ind AS		63,218.07



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

All the adjustments on account of Ind AS are non cash in nature. Hence, there is no material impact on the Statement of Cash flows.

Explanations to reconciliations

i) Impact on account of financial assets measured at FVTPL

Previous GAAP

Investment in mutual funds are classified as current and non current investments. Current Investments are accounted at lower of cost or fair value and non current investment are carried at cost.

Ind AS

Investment in mutual funds are financial assets. For the purposes of Ind AS 109, mutual funds investments are accounted at fair value through profit and loss at each reporting date.

Consequent to the change, impact of Rs 25,982,695 and Rs 14,012,786 on equity was made on the transition date and as at March 31, 2018 respectively.

ii) Lease rent

Previous GAAP

Under Previous GAAP, the Company was spreading the lease expenses equally over the entire period of the lease.

Ind AS

The company is not amortising the lease rent over the lease period.

iii) Impact of financial assets measured at amortised cost

Previous GAAP

The interest free deposits given to lessor / vendor are recorded at their gross transaction value.

Ind AS

Deposit given are financial assets and are initially recognised at fair value.

The difference between the fair value and transaction value of the deposits has been recognized as prepaid rent and amortised over deposit period.

Subsequently, the deposits will be measured at amortised cost resulting into recognition of rent expenses and accrual of finance income in the statement of profit and loss.

Consequent to the change, the impact of Rs. Nil and Rs. 1767 on equity was made on the transition date and as at March 31, 2018 respectively.

iv) Impact of recognizing actuarial gains/ (losses) on defined benefit obligations in other comprehensive income

Previous GAAP

Actuarial gain / (loss) on defined benefit obligations is recognized in statement of profit and loss.

Ind AS

Actuarial gain / (loss) on defined benefit obligations is recognized in other comprehensive income (OCI).

Consequently, actuarial gain of Rs. 8,027,469 has been reclassified to OCI during the year March 31, 2018.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

32 Income tax

Tax components of income tax expense

(₹ in '000)

Particulars	Year ended March 31,	
	2019	2018
Current tax expense	7,747.52	-
Adjustments for current tax of prior period	-	(18,002.37)
MAT credit entitlement	(7,747.52)	-
Total tax expense	-	(18,002.37)

Reconciliation of total tax charge

(₹ in '000)

Particulars	Year ended March 31,	
	2019	2018
Profit before tax (including OCI)	34,008.68	45,215.70
Tax rate	27.82%	33.06%
Tax as per above rate	9,461.22	14,948.31
Effect of:		
Non deductible expenses	(91.69)	749.64
Income not subject to tax	(9,161.17)	(4,741.82)
Provisions for expenses write back	(2,919.73)	(599.16)
Brought forward unabsorbed depreciation	-	(10,356.97)
Current income tax of prior year	-	(18,002.37)
Current year loss as per income tax provisions	2,711.37	-
Tax charge for current year recorded in Profit & Loss Account	-	(18,002.37)

Deferred tax asset / (liability)

(₹ in '000)

Particulars	As at March 31,	
	2019	2018
Deferred tax assets attributable to		
Financial assets measured at FVTPL	9,151.35	-
Property, Plant & Equipment	4,763.92	5,222.77
Deferred tax assets	13,915.27	5,222.77
Deferred tax liability attributable to		
Provision for gratuity	2,370.12	6,286.21
Deferred tax asset / (liability)	11,545.15	(1,063.44)
Less: Brought forward unabsorbed depreciation	-	1,063.44
Total Deferred tax asset / (liability)	11,545.15	-

Movement in deferred tax asset / (liability)

(₹ in '000)

Particulars	Opening	Movement for the period 2018-19		Closing
		Recognised in profit or loss	Recognised in OCI	
Property, Plant & Equipment	5,222.77	(458.85)	-	4,763.92
Provision for gratuity	(6,286.21)	3,634.23	281.86	(2,370.12)
Financial assets measured at FVTPL	-	9,151.35	-	9,151.35
Total Deferred tax asset / (liability)	(1,063.44)	12,326.73	281.86	11,545.15

(₹ in '000)

Particulars	Opening	Movement for the period 2017-18		Closing
		Recognised in profit or loss	Recognised in OCI	
Property, Plant & Equipment	5,257.52	(34.75)	-	5,222.77
Provision for gratuity	(6,777.11)	(2,162.98)	2,653.88	(6,286.21)
Total Deferred tax asset / (liability)	(1,519.59)	(2,197.73)	2,653.88	(1,063.44)

Deferred tax assets have not been recognised since there is no virtual certainty that future economic benefits will flow for recovery of deferred tax asset.



LIC Mutual Fund Asset Management Limited
(Formerly known as LIC Nomura Mutual Fund Asset Management Company Limited)

Notes to Financial Statements for the year ended Mar 31, 2019

33 Capital Management

A. Risk management

The company's objectives when managing capital are to

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders and
- maintain an optimal capital structure to reduce the cost of capital.

B. The capital composition is as follows:

(₹ in '000)

Particulars	As at March 31,		As at April 1,
	2019	2018	2017
Total debt	-	-	-
Total equity	1,187,728.83	1,166,959.49	1,090,054.30

C. Net debt reconciliation

The company has not borrowed funds.

34 Proposed dividend

The Board of Directors propose dividend at the rate of 5% for the FY 2018-19.

35 Segment reporting

Company is operating under single business segment i.e. investment management, portfolio management and advisory services. 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.

For M. P. Chitale & Co.
Chartered Accountants
Firm Registration No : 101851W

V.V. Barje
Vidya Barje
Partner
M.No. 104994



Place : Mumbai

Date : 9/2/19

For and on behalf of Board of Directors

M R Kumar

M R Kumar
Director
DIN: 03628755

Pawan Baheti

Pawan Baheti
Chief Financial Officer

Mk Arora

Mayank Arora
Company Secretary

S K Mitra

S K Mitra
Director
DIN: 00029961

Dinesh Pangtey

Dinesh Pangtey
Whole Time Director &
Chief Executive Officer
DIN: 07517137





Directors' Report

To,
The Members,

Your Directors take pleasure in presenting their 25th Annual Report, on the business and operations of LIC Mutual Fund Asset Management Limited together with audited financial statements for the financial year ended March 31, 2019.

1. Financial Performance:

The financial statements of the Company for the year ended 31st March 2019 have been prepared under the historical cost convention, in accordance with Indian Accounting Standards and the provisions of the Companies Act, 2013. The financial highlights of the Company for the year ended 31st March 2019 are as follows:

Particulars	(Amount in Rs. crore)	
	Year ended	
	Mar-19	Mar-18
Revenue from Operation	42.95	55.09
Other income	11.72	4.92
Total Revenue	54.67	60.01
Less: Total Expenditure	51.27	55.49
Profit / (Loss) before exceptional item, prior period item and tax	3.40	4.52
Add: Exceptional item	-	-
Less: Prior period item	-	-
Profit / (Loss) before tax	3.40	4.52
Less: Tax Expenses	0.77	-
Add Tax provision write back pertaining to prior year	-	1.80
Add: MAT credit entitlement	0.77	-
Profit / (Loss) After Tax	3.40	6.32
Add: Surplus/ (Deficit) brought forward	(25.27)	(32.95)
Add / (Less) impact of Ind AS	-	1.36
Less : Dividend for FY 2017-18	(1.32)	-
Balance carried forward	(23.19)	(25.27)

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000

Fax : +91 22 2283 5606

Web : www.licmf.com

CIN : U67190MH1994PLC077858



Our Company had reported total revenue from operations of Rs 42.95 Cr for the current financial year against Rs.55.09 Cr earned in previous year. The revenue from operation includes Investment Management fees of Rs. 41.92 Cr and Portfolio Management Fees of Rs 1.03 Cr. Other income including investment income amounted to Rs 11.72Cr (previous year Rs. 4.92 Cr).

The Company had incurred total expense of Rs 51.27 Cr in current year compared to Rs. 55.49 Cr in the previous year. The profit / (loss) after tax for the current year is Rs 3.40 cr vis-à-vis Rs 6.32 Cr in the previous year.

2. Operational Highlights

Your Company acts as the asset manager to LIC Mutual Fund. The Year on Year (YoY) growth in terms of AAUM category for schemes of LIC Mutual Fund is tabled below:

Fund Category	Rs. in Crores		
	Financial Year 2018-19 (AAUM)	Financial Year 2017-18 (AAUM)	Growth (Rs.)
Equity	3014.47	2712.50	11.13
Debt	14357.83	19209.00	-25.25
Total AAUM	17372.30	21921.50	-20.75

The total number of investors as at the end of the year stood at 349630 as against 332415 at the end of the last financial year.

3. Portfolio Management:

Your Company has been rendering portfolio management services ('PMS') since 2006. As on year end, the total AUM of the portfolio management business stood at Rs. 1461.92 Cr. as on 31st March 2019 as against Rs. 1343.38 Cr. as on 31st March 2018.

4. Dividend:

Keeping in mind the overall performance and the outlook for our company, our Directors are pleased to recommend the dividend of Rs. 500/- Per share i.e. 5% on each Equity Share having face value of Rs. 10,000/- out of the current years profit, the total outgo for the current year amounts to Rs. 55,00,000/- plus Dividend Distribution Tax. In the last financial year 2017-2018

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com
CIN : U67190MH1994PLC077858



the company has declared the dividend of Rs. 1000/- Per share i.e. 10% on each Equity Share having face value of Rs. 10,000/-.

5. Capital Infusion and Capital Reserves:

There was no capital infusion during the financial year 2018-2019. During the year ended March 31, 2019 the Company made a profit of Rs 3.40 cr. (PAT). The Company does not propose to transfer any amount to Capital Reserves.

6. Material changes and commitments, if any, affecting the financial position of the company:

Except as disclosed elsewhere in this report, no material changes and commitments which could affect the Company's financial position, have occurred between the end of the financial year of the Company and date of this report.

7. Details of Significant and Material Orders Passed by The Regulators:

During the year 2018-19, no penalties or strictures and material orders which have a significant impact have been imposed or passed by the regulators or courts or tribunals or any statutory authority on any matter during the year which have an impact on the going concern status and company's operations in future.

8. Internal Financial Controls:

The Company has an internal control system, commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence, the Internal Auditors report to the Audit Committee of the Board.

The internal control system monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies. Based on the report of Internal Auditor, process owners undertake corrective action in their respective areas and thereby strengthen the controls, significant audit observations, if any and corrective actions thereon are presented to the Audit Committee of the board.

9. Report on Performance of Subsidiaries, Associates and Joint Venture Companies:

The Company does not have any subsidiary and joint venture nor made any investment in the associate company.

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com

CIN : U67190MH1994PLC077858



10. Deposits:

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act 2013 (“the Act”) read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the requirement for furnishing of details relating to deposits covered under Chapter V of the Act or the details of deposits which are not in compliance with the Chapter V of the Act is not applicable.

11. Auditors of the Company - Statutory:

In accordance with the applicable provision of law, the Company has appointed statutory auditors, who periodically submit their reports, which are placed before the Audit committee for discussion, review and implementation of their recommendations.

12. Statutory Auditors

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. M.P. Chitale & Co., Chartered Accountants, the Statutory Auditors of the Company have been appointed for a term of 5 years in the Annual General Meeting held on 21st September 2015. The Company has received a confirmation from the said Auditors that they are not disqualified to act as the Auditors and are eligible to hold the office as Auditors of the Company. Accordingly, M/s. M.P. Chitale & Co. shall continue to act as Auditors of the Company for the financial year 2019-20.

13. Observations of Statutory Auditors on Accounts for the year ended 31st March 2019:

The observations / qualifications / disclaimers made by the Statutory Auditors in their report for the financial year ended 31st March 2019 read with the explanatory notes therein are self-explanatory and therefore, do not call for any further explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

14. Extract of the annual return:

The details forming part of extract of the annual return in form MGT 9 forms part of the Board’s report (**Annexure A**)

15. Particulars Regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com
CIN : U67190MH1994PLC077858



Conservation of Energy & Technology Absorption

Since the Company does not own any manufacturing facility, the disclosure under this head is not applicable. Further, other requirement of the Company (Accounts) Rules, 2014 in respect of conservation of energy, technology absorption, foreign exchange earnings and outgo etc. are also not applicable.

Foreign Exchange Earnings and Outgo

Foreign Exchange Earnings and Outgo for the financial year ended March 31, 2019 is Nil

16. Risk Management:

The Audit Committee of the Board of Directors ensures seamless functioning of the Company and the Mutual Fund activity. The Asset Management Company has constituted various committees to which specific functions have been delegated including Risk Management. The Management of the Asset Management Committee and the Risk Management Committee ensures implementation of various Risk Management practices in the Company and with respect to Mutual Fund operations. The Board of Directors has also appointed a reputed a Chartered Accountants firm as the Internal Auditors for Mutual Fund operations. The Internal Auditor also reviews the adequacy of Risk Management systems and report the same in their Internal Audit Report. During the year, (Four) 4 meetings of the Risk Management Committee were held.

17. Corporate Social Responsibility (CSR):

The disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 is not applicable since the Company doesn't fulfill the criteria as specified under provisions of Section 135 of the Companies Act, 2013.

18. Annual evaluation of Directors, Committee and Board:

The Board has carried out an annual performance evaluation of its own performance, and of the directors individually, as well as the evaluation of Audit Committee, Nomination and Remuneration Committee, Board of Directors.

The Board adopted a formal evaluation mechanism for evaluating its performance and as well as that of its Committees and individual Directors, the exercise was carried out by feedback survey from each director covering Board functioning such as composition of Board and its Committees, experience and competencies, governance issues etc. Separate Exercise was

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com
CIN : U67190MH1994PLC077858



carried out to evaluate the performance of individual Directors who were evaluated on parameters such as attendance, contribution at the meeting etc.

19. Directors:

Changes in Directors and Key Managerial Personnel

The details about changes in the Board of Directors have been given in the table below:

Name	Designation	Date of Appointment	Date of Cessation
Mr. Sivasankar Gopakumar	Nominee Director	23/12/2016	03/08/2018
Ms. Neera Saxena	Nominee Director	06/09/2018	-
Mr. Vijay Kumar Sharma	Nominee Director	26/09/2016	31/12/2018
Mr. Hemant Bhargava	Nominee Director	10/01/2019	-

Retirement by rotation

In accordance with the provisions of Section 152 (6) of the Companies Act, 2013, Ms. Neera Saxena (DIN: 08189646) retires by rotation at the ensuing Annual General Meeting and being eligible, offer herself for re-appointment. Your Directors recommend her approval

Declaration by Independent Directors

The Company has received necessary declaration from each independent Director of the Company under Section 149 (7) of the Companies Act, 2013 that the Independent Directors of the Company meet with the criteria of their Independence laid down in Section 149 (6).

20. Board & Audit Committee:

Board Meeting:

During the year under review, (Four) 4 meetings of the board of Directors of the Company were held in accordance with the provisions of the Companies Act, 2013 and rules made thereunder. The details of the same are as mentioned under: -

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com
CIN : U67190MH1994PLC077858

Sr. No.	Date of meeting	Names of Directors as on the date of meeting	Directors Present	Leave of Absence
1	23/04/2018	Mr. V.K. Sharma Mr. S.K. Mitra Mr. Satish K.Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. S. Gopakumar Mr. Raj Kumar Mr. Vinay Sah	Mr. V.K. Sharma Mr. S.K. Mitra Mr. Satish K.Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. Raj Kumar	Mr. S. Gopakumar Mr. Vinay Sah
2	26/07/2018	Mr. V.K. Sharma Mr. S.K. Mitra Mr. Satish K.Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. S. Gopakumar Mr. Raj Kumar Mr. Vinay Sah	Mr. S.K. Mitra Mr. Satish K. Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. Raj Kumar Mr. Vinay Sah	Mr. V.K. Sharma Mr. S. Gopakumar
3	25/10/2018	Mr. V.K. Sharma Mr. Satish K.Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. Raj Kumar Mr. S.K. Mitra Ms. Neera Saxena Mr. Vinay Sah	Mr. V.K. Sharma Mr. Satish K.Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. Raj Kumar Mr. S.K. Mitra Ms. Neera Saxena Mr. Vinay Sah	-

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000

Fax : +91 22 2283 5606

Web : www.licmf.com

CIN : U67190MH1994PLC077858



4	05/02/2019	Mr. Satish K.Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. Raj Kumar Ms. Neera Saxena Mr. S. K. Mitra Mr. Vinay Sah Mr. Hemant Bhargava	Mr. Satish K.Kamat Mr. Sanjay Muthal Mr. K.K. Bang Mr. Vijay Sharma Mr. Raj Kumar Ms. Neera Saxena	Mr. S. K. Mitra Mr. Vinay Sah Mr. Hemant Bhargava
---	------------	--	---	---

Audit Committee:

The Audit Committee was constituted pursuant to the provisions of Section 177 of the Companies Act, 2013. The composition of the Audit Committee is in conformity with the provisions of the said section. The Audit Committee comprises of:

1. Mr. Subrata Kumar Mitra, Independent Director- Chairman
2. Mr. Kailash Kumar Bang Independent Director
3. Mr. Satisk K Kamat Independent Director

During the year, (Four) 4 meetings of Audit committee were held.

21. Related Party Transaction:

All related party transaction that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There is no materially significant related party transaction made by the Company with Shareholders, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with interest of the Company at large. (**Annexure B** – Form AOC 2).

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com
CIN : U67190MH1994PLC077858



22. Particulars of loans, guarantees or investments under Section 186:

No loans, guarantees or investments under Section 186 were made to the Board.

23. Nomination and Remuneration Committee:

The Nomination and Remuneration Committee of Directors as constituted by the Board of Directors of the Company in accordance with the requirements of Section 178 of the Act.

The composition of the committee is as under:

1. Mr. Subrata Kumar Mitra, Chairman
2. Mr. Satish K Kamat, Independent Director
3. Mr. Sanjay Muthal, Independent Director

During the year, (Two) 2 meetings of Nomination and Remuneration committee were held.

The Board has in accordance with the provisions of sub-section (3) of Section 178 of the Companies Act, 2013, formulated the policy setting out the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration for Directors, Key Managerial Personnel and other employees. The detailed policy as approved by the Board is as per the **Annexure C** herewith.

24. Executive Committee:

The Executive Committee was constituted by the Board of Directors of the Company.

The composition of the committee as on 31st March 2019 is as under:

1. Mr. Raj Kumar, Whole Time Director & CEO
2. Mr. Satish K Kamat, Independent Director
3. Mr. Vinay Sah, Director

During the year, (Four) 4 meetings of Executive committee were held.

25. Managerial Remuneration:

Pursuant to Clause 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is as per the **Annexure D** annexed herewith.

R

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com

CIN : U67190MH1994PLC077858



26. Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013:

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. All employees (permanent, contractual, temporary, trainees) are covered under this Policy.

The following is a summary of sexual harassment complaints received and disposed off during the year 2018-2019:

- a) Number of complaints of sexual harassment received during the year –: 1
- b) Number of complaints disposed off during the year –: 1

27. Directors' Responsibility Statement:

As per the requirement of Sub Section (5) of Section 134 of the Companies Act, 2013 the Directors confirm that-

- (a) In the preparation of the annual accounts, for the financial year ended March 31, 2019 the applicable accounting standards had been followed and that there are no material departures;
- (b) The Directors had 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, 2019 and of the profit and loss of the Company for the year under review;
- (c) The Directors had taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) The Directors had prepared the annual accounts on a going concern basis;
- (e) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com
CIN : U67190MH1994PLC077858



28. Corporate Governance:

During the financial year 2018-19, the Company has paid remuneration to Mr. Raj Kumar of Rs. 24,58,695/-. The Company has also paid perquisites worth Rs. 3,83,630/- Apart from this, the remuneration package does not contain any benefits, bonuses, stock options, pension, fixed component, performance linked incentives, etc. The Company has not executed Service Agreement with the Whole Time Director. There is neither any notice period on both the sides nor severance fees chargeable.

29. Other Disclosures

a) Disclosure Under Section 43(A)(ii) Of the Companies Act, 2013:

The Company has not issued any shares with differential rights and hence no information as per provisions of Section 43(a)(ii) of the Act read with Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

b) Disclosure Under Section 54(1)(d) of the Companies Act, 2013:

The Company has not issued any sweat equity shares during the year under review and hence no information as per provisions of Section 54(1)(d) of the Act read with Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

c) Disclosure Under Section 62(1)(b) of the Companies Act, 2013:

The Company has not issued any equity shares under Employees Stock Option Scheme during the year under review and hence no information as per provisions of Section 62(1)(b) of the Act read with Rule 12(9) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

d) Disclosure Under Section 67(3) of the Companies Act, 2013:

Not Applicable

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com
CIN : U67190MH1994PLC077858



30. Acknowledgements:

Your Directors also place on record their appreciation of the tireless efforts of Team LIC Mutual Fund, a dedicated and loyal band of people who have displayed unswerving commitment to their work in these challenging times and helped the Company to achieve the good results.

For and on behalf of Board of Directors

Mr. M R Kumar
(DIN: 03628755)
Director

Mr. Dinesh Pangtey
(DIN: 07517137)
Whole time Director

Place: Mumbai

Date: 09/07/2019

LIC Mutual Fund Asset Management Ltd.

Investment Managers to LIC Mutual Fund

Industrial Assurance Building, 4th Floor,
Opp. Churchgate Station, Mumbai-400 020.

Board : +91 22 6601 6000
Fax : +91 22 2283 5606

Web : www.licmf.com

CIN : U67190MH1994PLC077858

ANNEXURE A

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31st March 2019

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

I. REGISTRATION AND OTHER DETAILS:

CIN	:	U67190MH1994PLC077858
Registration Date	:	20/04/1994
Name of the Company	:	LIC Mutual Fund Asset Management Limited
Category / Sub-Category of the Company	:	Company limited by Shares / Non -Government company
Address of the Registered office and contact details	:	Indl Assurance Bldg, 4th Floor, Opp. Churchgate Station, Mumbai City, MH - 400020
Whether listed company	:	No
Name, Address and Contact details of Registrar and Transfer Agent, if any:	:	M/s. Karvy Fintech Private Limited. Address: "Karvy Selenium", Tower B, Plot number 31 & 32, Financial District, Nanakramguda, Serilingampally, Gachibowli, Hyderabad - 500032 Contact No: 040-67162222/33211000

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Fund Management Activities- Management of Mutual Fund	6630	97.61 %

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Sr. No.	Name and address of the Company	CIN / GLN	Holding/ subsidiary/associate	% of shares held	Applicable section
1	Life Insurance Corporation of India Address: J B Marg, Mumbai-400020	NA	Associate Company	45%	2(6)
2	LIC Housing Finance Limited Address: Bombay Life Building, 2 nd floor, 45/47, Veer Nariman Road, Mumbai-400001	L65922MH198 9PLC052257	Associate Company	39.3%	2(6)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):

i. CATEGORY-WISE SHARE HOLDING:

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total	Demat	Physical	Total	% of Total	

				Shares				Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	-	-	-	-	-	-	-	-	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	9266	7	9273	84.3%	9270	3	9273	84.3%	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub-total(A)(1):	9266	7	9273	84.3%	9270	3	9273	84.3%	-
(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
Sub-total (A)(2):	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1) +(A)(2)	9266	7	9273	84.3%	9270	3	9273	84.3%	-
B Public Shareholding	-	-	-	-	-	-	-	-	-
(1) Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	440	-	440	4%	440	-	440	4%	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-

h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):	440	-	440	4%	440	-	440	4%	-
(2) Non-Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	1287	-	1287	11.7%	1287	-	1287	11.7%	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(2):	1287	-	1287	11.7%	1287	-	1287	11.7%	-
Total Public Shareholding (B)=(B)(1) + (B)(2)	-	-	-	-	-	-	-	-	-
	1727	-	1727	15.7%	1727	-	1727	15.7%	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	10993	7	11000	100%	10997	3	11000	100%	

ii. SHAREHOLDING OF PROMOTERS:

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Share -holding at the end of the Year			% change in shareholding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1.	LIC of India	4950	45%	-	4950	45%	-	-
2.	LIC Housing Finance Ltd	4323	39.3%	-	4323	39.3%	-	-
	Total	9273	84.3%	-	9273	84.3%	-	-

iii. CHANGE IN PROMOTERS' SHAREHOLDING (PLEASE SPECIFY, IF THERE IS NO CHANGE):

No change in promoter shareholding

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	At the beginning of the year	-	-	-	-
	Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/ sweat equity etc)	-	-	-	-
	At the End of the year	-	-	-	-

iv. **SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS AND HOLDERS OF GDRS AND-ADRS):**

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	GIC Housing Finance Ltd.				
	At the beginning of the year	1,287	11.70%	1,287	11.70%
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year)	1,287	11.70%	1,287	11.70%

2.	Corporation Bank				
	At the beginning of the year	440	4.00%	440	4.00%
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	-	-	-	-
	At the End of the year (or on the date of separation, if separated during the year)	440	4.00%	440	4.00%

v. SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	For each of the Directors and KMP				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	-	-	-	-
	At the End of the year	-	-	-	-

V. INDEBTEDNESS:

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year	-	-	-	-

Addition	-	-	-	-
Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year	-	-	-	-
Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. REMUNERATION TO MANAGING DIRECTOR, WHOLE-TIME DIRECTORS AND/OR MANAGER:

Sl. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager				Total Amount
		Mr. Raj Kumar, Whole Time Director and CEO	-	-	-	
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	2458695/-		-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	383630/-		-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-

4	Commission	-	-	-	-	-
	- as % of profit	-	-	-	-	-
	- others, specify	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
	Total (A)	2842325/-				-
	Ceiling as per the Act	As per Schedule V	-	-	-	-

B. REMUNERATION TO OTHER DIRECTORS:

Sl. No.	Particulars of Remuneration	Name of Directors					Total Amount
		Mr. Subrata K Mitra	Mr. Kailash K Bang	Mr. Satish Kamat	Mr. Sanjay Muthal	Mr. Vijay Sharma	
	1. Independent Directors	-	-	-	-	-	-
	Fee for attending board / committee meetings	200000/-	160000/-	260000/-	140000/-	80000/-	840000/-
	Commission	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-
	Total (1)	200000/-	160000/-	260000/-	140000/-	80000/-	840000/-
	2. Other Non-Executive Directors	-	-	-	-	-	-
	Fee for attending board /	-	-	-	-	-	-

	committee meetings						
	Commission	-	-	-	-	-	-
	Others, please specify	-	-	-	-	-	-
	Total (2)	-	-	-	-	-	-
	Total (B)= (1+2)	200000/-	160000/-	260000/-	140000/-	80000/-	840000/-
	Total Managerial Remuneration	-	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-	-

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD:

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		
		Mr. Mayank Arora, Company Secretary & Compliance Officer	Mr. Pawan Baheti, Chief Financial Officer	Total
1	Gross salary	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	3552719/-	3534000/-	7086719/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0.00	0.00	0.00
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	0.00	0.00	0.00
2	Stock Option	0.00	0.00	0.00

3	Sweat Equity	0.00	0.00	0.00
4	Commission	0.00	0.00	0.00
	- as % of profit	0.00	0.00	0.00
	- others, specify	0.00	0.00	0.00
5	Others, please Specify	0.00	0.00	0.00
	Total	3552719/-	3534000/-	7086719/-

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

NOT APPLICABLE

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD /NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board



Mr. M R Kumar
(DIN: 03628755)
Director



Mr. Dinesh Pangtey
(DIN: 07517137)
Whole time Director

Place: Mumbai

Date: 09/07/2019



Annexure B

FORM NO. 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 transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.	NIL
a) Name(s) of the related party & nature of relationship	NIL
b) Nature of contracts/arrangements/transaction	NIL
c) Duration of the contracts/arrangements/transaction	NIL
d) Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e) Justification for entering into such contracts or arrangements or transactions	NIL
f) Date of approval by the Board	NIL
g) Amount paid as advances, if any	NIL
h) Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

2. Details of contracts or arrangements or transactions at Arm's length basis.	
a) Name(s) of the related party & nature of relationship	Life Insurance Corporation of India is an Associate company in term of section 2(6) of the Companies Act, 2013
b) Nature of contracts/arrangements/transaction	Leasing of property, other business expenses and availing of other services in the normal course of business and at arm's length basis
c) Duration of the contracts/arrangements/transaction	Regular and normal course of business and at arm length basis
d) Salient terms of the contracts or arrangements or transaction including the value, if any	In 2018-19, the company has incurred expenses amounting to Rs.40827593
e) Date of approval by the Board	23-Apr-18
f) Amount paid as advances, if any	NIL

W

Annexure C

NOMINATION & REMUNERATION COMMITTEE POLICY DOCUMENT

Background & Constitution

Pursuant to Section 178 of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014; since the Company has a paid up capital of more than Rs. 10 crores; the Nomination and Remuneration Committee (NRC) has been constituted at the Board Meeting dated June 21, 2014 with the following members:-

1. Mr. S K Mitra
2. Mr. Satish K Kamat
3. Mr. Sanjay Muthal

Overall objectives of the NRC Committee

The Nomination and Remuneration Committee and this Policy shall be in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Clause 49 under the Listing Agreement. The Key Objectives of the Committee would be:

- To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to the formulation of criteria for evaluation of Independent Director and the Board.
- To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
- To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.
- To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
- To develop a succession plan for the Board and to regularly review the plan.
- To assist the Board in fulfilling its responsibilities.
- To implement and monitor policies and processes regarding principles of corporate governance.

APPLICABILITY

- Directors (Executive and Non Executive)
- Key Managerial Personnel
- Senior Management Personnel

W

DEFINITIONS

- The 'Act' means the Companies Act, 2013 and Rules framed thereunder, as amended from time to time.
- Board means Board of Directors of the AMC.
- Directors mean Directors of the Company.
- Key Managerial Personnel (KMP) means :
 - Chief Executive Officer
 - Whole-time director
 - Chief Financial Officer
 - Company Secretary
 - Such other officer as may be prescribed.
- Senior Management means Senior Management means personnel of the company who are members of its core management team excluding the Board of Directors including Functional Heads.

Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

Policy for appointment, evaluation, removal and retirement of Director, KMP and Senior Management

Appointment criteria and qualifications

- The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board for his / her appointment.
- A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.

Term / Tenure

Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time.

No re-appointment shall be made earlier than one year before the expiry of term.

Independent Director:

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

- No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

Ap

- At the time of appointment of Independent Director, it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

Evaluation

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly)

Removal

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, rules and regulations thereunder, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

Retirement

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

FREQUENCY OF MEETINGS

The meeting of the Committee shall be held at such regular intervals as may be required

MINUTES OF COMMITTEE MEETING

Proceedings of all meetings must be minuted and signed by the Chairman of the Committee at the subsequent meeting. Minutes of the Committee meetings will be tabled at the subsequent Board and Committee meeting.

The secretary of this committee will be the Company Secretary of the Company.

4

Annexure D

Details pursuant to Clause 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

	<u>Names</u>	<u>Mr. Nityanand Prabhu</u>	<u>Mr. Saravana Kumar</u>	<u>Mr. Rajesh Patwardhan</u>	<u>Ms. Shefali Suri</u>	<u>Mr. Prashant Jitendra Thakkar</u>	<u>Mr. Marzban Irani</u>	<u>Mr. Milind Kshirsagar</u>	<u>Mr. Sachin Relekar</u>	<u>Mr. Rahul Singh</u>	<u>Mr. Mayank Arora</u>
a.	Designation of the employee	Chief Operations Officer	Chief Investment Officer #	Chief Marketing Officer	Chief Human Resource Officer	Chief Technology Officer & Head - Strategy	Fund Manager-Fixed Income	Regional Head-West	Chief Investment Officer (Equity)	Fund Manager-Debt	Compliance Officer & Company Secretary
b.	Remuneration received	8543600/-	7818298.18/-	7280000/-	6017088/-	6017088/-	5313000/-	5107333/-	5010864/-	4535810/-	3552719/-
c.	Nature of employment whether contractual or otherwise	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent	Permanent
d.	Other terms & conditions	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'	As mentioned in 'appointment letter'
e.	Nature of duties of the employee.	Presently, Chief Operating Officer at LIC Mutual Fund Asset Management Ltd	Chief Investment Officer at LIC Mutual Fund Asset Management Ltd # Not associated with the Company w.e.f 5 th March 2019	Chief Marketing Officer at LIC Mutual Fund Asset Management Ltd.	Chief Human Resource Officer at LIC Mutual Fund Asset Management Ltd.	Presently, Chief Technology Officer and Head - Strategy at LIC Mutual Fund Asset Management Ltd.	Fund Manager (Fixed Income) at LIC Mutual Fund Asset Management Ltd	Presently, Regional Head - West at LIC Mutual Fund Asset Management Ltd.	Presently Chief Investment Officer (Equity) and Fund Manager (Equity) at LIC Mutual Fund Asset Management Ltd	Presently, Fund Manager (Fixed Income) at LIC Mutual Fund Asset Management Ltd	Presently, Compliance Officer & Company Secretary at LIC Mutual Fund Asset Management Ltd.
f.	Qualifications & experience of the employee	B. Com. LLB	MBA (PGDM)-IIM, B.E, CAIIB	BSc (Microbiology), master's in marketing management	MBA HR	Diploma in Computer Engg.	B.Com., PGDBM (Finance)	B.Com., MMS, ICWA (Level 1)	BE, MMS-Finance	B.Sc., PGPM (IIM)	M.com, CS
g.	Date of commencement of employment	6-Apr-15	28-Apr-15	11-Feb-16	1-Jun-12	16-Jul-12	4-Aug-16	4-Aug-16	3-Dec-12	27-Aug-15	16-Oct-14
h.	The age of the	49	53	52	45	42	44	51	45	37	38

MP

	employee											
i.	The last employment held by such employee before joining the company	COO & Acting CEO at ING Investment Mgt Ltd (2007 to 2015)	Head of Investment-PMS at Trust Investment Advisors Pvt Ltd (From October 1, 2013 to April 27, 2015)	Vice President (Head for Banks & ND) – Deutsche Asset Management India Pvt. Ltd. (From 2004 to 2016)	Mirae Asset Management Company, Human Resource Management – 2008-2010	Mirae Asset Management Company, IT	DSP Blackrock Investment Managers as Vice President Fixed Income	JP Morgan Asset Management India Pvt. Ltd., Head - Institutional Sales	TATA Asset Management Ltd., Equity Analyst	BOI AXA Investment Managers, Fund Management, Fixed Income Asset Management	Sahara Asset Management Co. Pvt. Ltd., CS	
j.	The percentage of equity shares held by the employee in the company within the meaning of sub-clause (iii) of clause (a) of sub-section 2(A) of Section 217 of the Companies Act	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
k.	Whether the employee is a relative of any director or manager of the company and if so, the name of such director.	No	No	No	No	No	No	No	No	No	No	No