



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CHASE INVESTMENTS LIMITED

Report on the Standalone Ind AS Financial Statements

We have audited the accompanying Standalone Ind AS financial statements of **CHASE INVESTMENTS LIMITED** (hereinafter referred to as "the Company") comprising of the Standalone Balance Sheet as at 31st March, 2017, the Standalone Statement of Profit and Loss, the Standalone Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Ind AS financial statements"). These Standalone Ind AS financial statements have been prepared by the management of **CHASE INVESTMENTS LIMITED** as the company is required to present Ind AS standalone financial statements for its Group to its holding company. {Refer Note No. 1(2) the Standalone Ind AS financial statements}.

Management's Responsibility for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the preparation of these Standalone Ind AS financial statements that give a true and fair view of the standalone financial position, standalone financial performance and standalone cash flows of the company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act read with relevant rules issued there under. The Board of Directors of the company is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; the 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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the



audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the standalone financial position of the company, as at 31st March, 2017, and their standalone financial performance and their standalone cash flows for the year ended on that date.

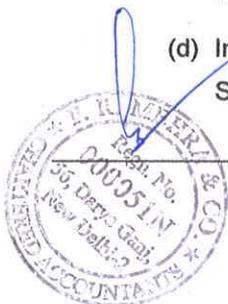
Other Matters

Without modifying our opinion, we draw attention to Note 1(2) of the standalone Ind AS financial statements, which describes the purpose of preparation of the standalone Ind AS financial statements i.e. to assist the holding company to prepared standalone Ind AS financial statements. As a result, these Ind AS standalone financial statements may not be suitable for another purpose. Our report is intended solely for company and its holding company and their auditors and should not be distributed to or used by other parties.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

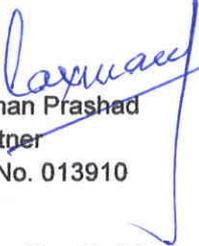
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid standalone Ind AS financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid standalone Ind AS financial statements have been kept so far as it appears from our examination of those books.
- (c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss, and the Standalone Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the standalone Ind AS financial statements.
- (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rules issued there under.



- (e) On the basis of the written representations received from the directors of the company as on 31st March, 2017 taken on record by the Board of Directors, none of the directors of the company is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our report in Annexure "A"; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There were no pending litigations which would impact the standalone financial position of the company.
 - ii. The company did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. the Company has provided requisite disclosures in its standalone Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note No.10 to the standalone Ind AS financial statements.

For and on behalf of
For P.R. Mehra & Co.
Chartered Accountants
(Regn. No. 000051N)




Laxman Prashad
Partner
M. No. 013910

Place: New Delhi
Date: 25.05.2017

Annexure – “A” to the Auditors’ Report

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

In conjunction with our audit of the standalone Ind AS financial statements of the Company as of and for the year ended 31 March 2017, we have audited the internal financial controls over financial reporting of CHASE INVESTMENTS LIMITED.

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the Company 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 (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) issued by ICAI and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) 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

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



Opinion

In our opinion, the Company has in all material respects an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For and on behalf of
For P.R. Mehra & Co.
Chartered Accountants
(Regn. No. 000051N)




Laxman Prashad
Partner
M. No. 013910

Place: New Delhi
Date: 25.05.2017

CHASE INVESTMENT LIMITED

BALANCE SHEET AS AT MARCH 31, 2017

All amounts in Rs. unless otherwise stated

Particulars	Note No.	As at 31.03.2017	As at 31.03.2016	As at 01.04.2015
ASSETS				
Non-current assets				
Financial Assets				
- Investments	2	814,377,698	731,295,686	462,657,116
- Other non-current assets	3	-	625	52,876
Total non-current assets		814,377,698	731,296,311	462,709,992
Current assets				
Financial Assets				
- Investments	2	18,326,927	16,824,826	16,060,974
- Cash and cash equivalents	4	3,363,736	6,298,230	241,943
Other current assets	5	-	41,065	-
Total current assets		21,690,663	23,164,121	16,302,917
Total assets		836,068,361	754,460,432	479,012,909
EQUITY AND LIABILITIES				
Equity				
Equity share capital	6	28,045,500	28,045,500	28,045,500
Other equity	7	676,875,051	602,838,105	390,969,424
Total equity		704,920,551	630,883,605	419,014,924
Liabilities				
Non current liabilities				
Deferred tax liability	8	130,993,852	123,540,252	59,724,871
Current liabilities				
Financial liabilities				
- Other	9	47,250	36,575	39,158
Short Term Provisions	10	106,708	-	230,023
Other current liabilities	11	-	-	3,933
Total current liabilities		153,958	36,575	273,114
Total liabilities		131,147,810	123,576,827	59,997,985
Total equity and liabilities		836,068,361	754,460,432	479,012,909

Notes forming part of the Financial Statements 1-20

In terms of our report attached

For P.R.Mehra & Co.,

Chartered Accountants

(F.R.No. 000051N)

(LAXMAN PRASAD)

Partner

M.No.: 013910

Place: New Delhi

Dated: 25.05.2017



For and on behalf of the Board of Directors


Sunil Aggarwal
Director
DIN 00029286


Sanjay Kumar Gupta
Director
DIN 00027728

RS

CHASE INVESTMENT LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31,2017

All amounts in Rs. unless otherwise stated

Particulars	Note No.	As at 31.3.2017	As at 31.3.2016
INCOME			
Revenue from operations	12	2,446,458	1,649,896
Other income	13	49,830,953	1,096,547
TOTAL INCOME		52,277,411	2,746,443
EXPENSES			
Finance cost	14	43,089	-
Other expenses	15	247,309	597,132
TOTAL EXPENSES		290,398	597,132
Profit before tax and exceptional item		51,987,013	2,149,311
Exceptional items:			
Less: provision for diminution in share Provided/(written back)		-	720,000
Profit /(Loss) before tax		51,987,013	1,429,311
Tax expense:			
Current tax		182,830	84,000
Current tax expense relating to prior years		81,136	-
Deferred tax		585,643	519,944
Profit for the period		51,137,404	825,367
Other comprehensive income			
Items that will not to be reclassified to profit or loss			
(i) Gain/(Loss) on equity instruments through other comprehensive income		29,767,500	274,338,750
(ii) Income tax relating to items that are classified in comprehensive income.		(6,867,958)	(63,295,436)
Total other comprehensive income - (i+ii)		22,899,542	211,043,314
Total comprehensive income for the period		74,036,946	211,868,681
Earning per equity share- basic/diluted	20	182	3
(Face value of share - Rs. 10 each)			

Notes forming part of the Financial Statement

1-20

In terms of our report attached

For P.R.Mehra & Co.,

Chartered Accountants

(F.R.No. 000051N)

(LAXMAN PRASAD)

Partner

M.No.: 013910

Place: New Delhi

Dated: 25.05.2017

For and on behalf of the Board of Directors


Sunil Aggarwal
Director
DIN 00029286


Sanjay Kumar Gupta
Director
DIN 00027728

RS





CHASE INVESTMENTS LIMITED
Cash Flow Statement for the year ended March 31, 2017

(Amount in Rs.)

Particulars	For the year ended 31.03.2017	For the year ended 31.3.2016
A. Cash flow from operating activities		
Net profit/(loss) before tax and exceptional items	51,987,013	2,149,311
Adjustment:		
Fair value adjustment in non-current investment	(48067240)	(1340309)
Fair value adjustment in current investment	(1502101)	294645
Fair value adjustment in sales of investment	(450)	844853
Decrease / (Increase) loans and advances	625	52,251
Decrease / (Increase) in Investments	(5,246,823)	4,417,140
Decrease / (Increase) in other bank balances	2,866,375	(6,134,850)
Increase / (Decrease) in current liabilities	10,675	(6,516)
Cash generated from operations	<u>48,074</u>	<u>276,525</u>
Direct Tax paid	(116,193)	(355,088)
Net cash flow from operating activities (A)	<u>(68,119)</u>	<u>(78,563)</u>
B. Cash Flows from investing activities (B)	-	-
C. Cash Flows from financing activities (C)	-	-
Net increase / (decrease) in cash and cash equivalents (A + B + C)	<u>(68,119)</u>	<u>(78,563)</u>
Cash and cash equivalents at the beginning of the year	163,380	241,943
Cash and cash equivalents at the end of the year	95,261	163,380
Components of cash and cash equivalents:		
Cash and cheques on hand	3,009	3,009
With banks - in current account	92,252	160,371
	<u>95,261</u>	<u>163,380</u>

As per our Report of even date attached
For P.R.Mehra & Co.,
Chartered Accountants
(F.R.No. 000051N)

For and on behalf of the Board of Directors

(LAXMAN PRASAD)
Partner
M.No.: 013910

Place: New Delhi
Dated: 25.05.2017



Sanjay Kumar Gupta
Director
DIN 00027728

PS

Sunil Aggarwal
Director
DIN 00029286

CHASE INVESTMENT LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2017
(All amounts are in INR unless otherwise stated)

(a) Equity share capital
Particular

	Amount
Balance at April 1, 2015	28,045,500
Changes in equity share capital during the year	-
Balance at March 31, 2016	28,045,500
Changes in equity share capital during the year	-
Balance at March 31, 2017	28,045,500

(b) Other equity

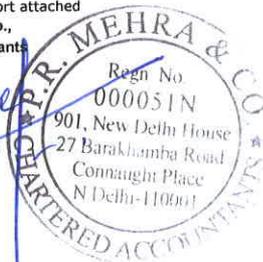
Particular	General reserves	Capital redemption reserve	Amalgamation Reserve	Statutory Reserve	Retained earnings	Total
Balance at April 01, 2015	116,600	12,600	15,905,090	1,564,691	45,683,437	63,282,418
Profit for the year	-	-	-	-	2,621,480	2,621,480
Increase/Decrease in the fair value of current Investment	-	-	-	-	3,234,517	3,234,517
Increase/Decrease in the fair value of Non current Investment	-	-	-	-	127,157,005	127,157,005
Other comprehensive income for the year	-	-	-	-	254,398,875	254,398,875
Transfer to Statutory reserve from retained earnings	-	-	-	524,296	(524,296)	-
Deferred tax Liability on fair value of Investment	-	-	-	-	(59,724,871)	(59,724,871)
Balance at March 31, 2015	116,600	12,600	15,905,090	2,088,987	372,846,147	390,969,424
Profit for the year	-	-	-	-	825,367	825,367
Other Comprehensive income for the year, net of Income tax	-	-	-	-	211,043,314	211,043,314
Balance at March 31, 2016	116,600	12,600	15,905,090	2,088,987	584,714,828	602,838,105
Transfer to Statutory reserve from retained earnings	-	-	-	1,232,410	(1,232,410)	-
Profit for the year	-	-	-	-	51,137,404	51,137,404
Other Comprehensive income for the year, net of Income tax	-	-	-	-	22,899,542	22,899,542
Balance at March 31, 2017	116,600	12,600	15,905,090	3,321,397	657,519,364	676,875,051

Notes forming part of the financial statements

In terms of our report attached
For P.R.Mehra & Co.,
Chartered Accountants
(F.R.No. 000051N)

Laxman Prasad
(LAXMAN PRASAD)
Partner
M.No.: 013910

Place: New Delhi
Dated: 25.05.2017



For and on behalf of the Board of Directors

Sunil Aggarwal
Sunil Aggarwal
Director
DIN 00029286

Sanjay Kumar Gupta
Sanjay Kumar Gupta
Director
DIN 00027728

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CHASE INVESTMENT LIMITED

Note-1: Notes to Standalone Financial Statements for the period ended 31 March 2017

1. Corporate information

Chase Investment Limited ('the Company') was incorporated in India on January 28, 1984. The Company is fully owned by Indian Shareholders.

The addresses of its registered office is 49, Community Centre, New Friends Colony, New Delhi-110025

2. Statement of compliance

The holding company i.e GODFREY PHILIPS INDIA LIMITED , a listed company, is required to adopt IND AS with effect from financial year 2016-17. However, the company being a non-banking financial company, is required to adopt IND As with effect from financial year 2018-19 as per the road map for applicability of Indian Accounting Standards (IND AS) to the companies. Accordingly, even though the company has prepared standalone financial statements as per previous Indian GAAP under the Companies Act 2013, these standalone financial statements have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 in view of applicability of Ind AS on the ultimate holding company.

3. Basis of preparation and presentation

a. Basis of preparation and presentation

The financial statements are presented in Rs.

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

b. Use of Estimates

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the Management of the Company to make estimates and assumptions that affect the reported balance of assets and liabilities, revenues and expenses and disclosures relating to contingent liabilities.

The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results may differ from these estimates. Any revision to the accounting estimates or difference between the estimates and the actual results are recognised in the periods in which the results are known/materialise or the estimates are revised.

4. Significant accounting policies

a. Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Dividend income from shares/ mutual funds is recognised for when the right to receive it is established.

Income from services

Revenue from service contracts priced on a time basis is recognised when services are rendered and related costs are incurred.

Other income

Other income comprises of fair value gain on investments and interest income.

Income from investments and interest income is accounted for on accrual basis.

b. Taxation

Current tax

Provision for current tax for the period is based on taxable income computed in accordance with the provisions of the Income-tax Act, 1961.

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

Deferred tax

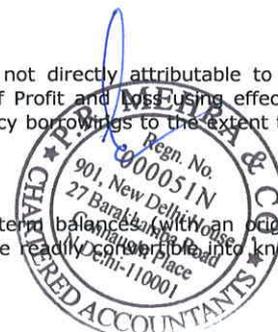
Deferred tax resulting from " temporary differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted as on balance sheet date. the deferred tax asset is recognised and carried forward only to the extent that there is reasonable accertainty that the asset will be realised in future. Deferred tax that relates to items that are recognised in other comprehensive income is recognised in other comprehensive income.

c. Finance Costs

Finance costs comprise interest expense on loans and borrowings. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in the Statement of Profit and Loss using effective interest rate (EIR). Borrowing cost may include exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

d. Cash and cash equivalents

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



e. Earnings per share (EPS)

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year.

f. Provisions

General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When the provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of time value is material).

g. Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, (in the case of financial assets not recorded at fair value through profit or loss) transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Company commits to purchase or sell the asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in three categories:

Financial assets at amortised cost:

A financial asset is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

Financial assets at Fair Value Through Other Comprehensive Income (FVTOCI):

A financial asset is classified as at the FVTOCI if both of the following criteria are met unless the asset is designated at fair value through profit or loss under fair value option.

- (a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial asset, and

- (b) The asset's contractual cash flows represent SPPI.

Financial assets at Fair Value Through Profit or Loss (FVTPL):

FVTPL is a residual category for financial assets. Any asset, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

Equity investments:

All equity investments, except investments in subsidiaries and associates and non current investment in unquoted equity shares of KK MODI INVESTMENT & FINANCIAL SERVICES PVT. LIMITED, in scope of Ind AS 109 are measured at fair value, with all changes recognized in the Statement of profit and loss. The investments in shares of subsidiaries and associates valued at cost. Non current investments in equity shares of KK MODI INVESTMENT & FINANCIAL SERVICES PVT. LIMITED are measured at fair value, with all changes recognized in the other comprehensive income.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- ▶ The rights to receive cash flows from the asset have expired, or
- ▶ The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

Financial liabilities at fair value through profit or loss:



CHASE INVESTMENT LIMITED
All amounts in Rs. unless otherwise stated
Investment

2

Name of the Company/Entity	As at 31.3.2017		As at 31.3.2016		As at 31.3.2015	
	Quantity 31.03.2017	Amount	Quantity 31.03.2016	Amount	Quantity 31.03.2016	Amount
(a) Non-current Investments						
A Equity Shares - Unquoted						
Narang Industries Limited	40000	400000	40000	400000	40000	400000
Less: Provision for diminution in value of investment		400000		400000		400000
Friendly Realty Projects Limited	5100	12176608	5100	12176608	5100	12176608
K K Modi Investment and Financial Services Private Limited	91875	562183125	91875	532415625	91875	258076875
Modicare Limited	720000	1800000	720000	1800000	720000	1800000
Less: Provision for diminution in value of investment		1800000		1800000		1800000
Unique Space Developers limited	3580	5306000	3580	5306000	3580	5306000
Circassia Pacific Investment Limited	100000	1000000	100000	1000000	100000	1000000
B Preference Share						
K K Modi Investment and Financial Services Private Limited	7128000	8579097	7128000	7542868	7128000	6629606
Unique Space Developers limited	75000	7500000	75000	7500000	75000	7500000
C Mutual Funds						
Reliance Equity Opportunity Fund - Growth	20000	1596894	20000	1328232	20000	1509860
Reliance Top 200 Fund - Retail Plan - Growth	97800	2696734	97800	2170876	97800	2391384
D Equity, Preference Shares & Debentures - Quoted						
Adani Port & Special Economic Zone Limited	-	-	240	58320	240	73968
Ashoka Buildcon Limited	6060	1193820	-	-	-	-
Andhra Bank	12379	717383.05	12379	654849	12379	977941
Ashok Leyland Ltd.	16000	1268250	15000	1646250	15000	1099500
Axis Bank	5000	2454000	5000	2226750	5000	2801000
Bank of Baroda	5000	864750	5000	751000	5000	817500
Bank of India	1000	139250	1000	98000	1000	195850
Bharat Earth Movers Ltd.	-	-	166	171686	166	182102
Bharat Electronics Limited	8000	1254000	-	-	-	-
Central Bank of India Ltd.	598	63179	598	44461	598	63746
Chennai Petroleum Corporation Ltd.	-	-	400	80080	400	27340
Cipla Ltd.	1000	592950	1000	515800	1000	712450
Coal India Limited	154	45068	154	44598	154	55887
Corporation Bank	18435	970602.75	18435	730026	18435	969681
Castrol India Limited	2400	1037760	-	-	-	-
Dabur India Limited	6000	1664100	6000	1497900	6000	1593300
Deccan Chronicle Holdings Limited	2000	4140	2000	4140	2000	5160
Emami Ltd.	2700	2873745	2700	2472120	2700	2703240
Emami Infrastructure	-	-	300	10350	300	11655
Fortis Healthcare Ltd.	51176	9247503	51176	9132357	51176	8423570
Glaxo Smithkline Consumer Healthcare Ltd.	320	1649936	320	1919600	320	2018000
GMR Infrastructure Limited	-	-	10000	118300	10000	166000
Golden Tobacco Limited	100	7490	100	3720	100	3655
H D F C Bank Ltd	73200	105594660	75000	79950000	75000	76702500
H T Media Limited.	1000	83300	1000	76950	1000	124450
Hindustan Unilever Ltd.	290	264408	290	250662	290	253330
Interglobe Aviation Limited	1050	1103970	-	-	-	-
ICIICI Bank Ltd	11695	3237761	11695	2736630	11695	3689773
ICRA Ltd.	1000	4114800	1000	3876000	1000	4009200
Idea Cellular Limited	1637	140536	1637	176632	1637	301208
Indian Bank Ltd.	2096	583212	2096	220814	2096	363551
IDBI BANK LIMITED	3500	262850	3500	248325	3500	248500
Infosys Technologies Ltd	2000	2044500	2000	2424000	1000	2218350
IDFC BANK LIMITED	1500	88950	1500	73500	0	-
IDFC LIMITED	1500	81750	1500	61275	1500	250425
ITC Limited	13500	3784050	9000	3004200	9000	2932650
IIFL Holding Limited	-	-	-	-	-	-
J.K.Cement Limited	2000	1869900	2000	1337400	2000	1332200
KEC International Limited	6225	1298535	-	-	-	-
Kotak Mahindra Bank Ltd	4000	3488800	4000	2724200	2000	2626500
Lanco Infratech Limited	50000	165000	100000	504000	100000	545000
Mahanagar Telephone Nigam Limited	-	-	1000	17950	1000	18200
Mothersun Sumi Systems Limited	4045	1604336	-	-	-	-
Maruti Suzuki India Ltd.	950	5714915	950	3519750	950	3512483
Nestle India Ltd	93	621300	93	520856	93	646104
NTPC Ltd. - Equity Shares	6544	1086304	6544	843522	6544	960987
NTPC Ltd. - 12.50% Non-convertible Debentures (25Mar25)	6544	81800	6544	81800	6544	-
Oil India Limited	-	-	525	164850	525	238849
Omaxe Limited	-	-	263	38214	263	35518
Oriental Bank of Commerce	1000	140850	1000	93750	1000	204600
Parsvnath Developers Ltd.	-	-	1122	21318	1122	20813
Power Finance Corporation Limited.	1994	290925	997	167945	997	272231
Power Grid Corporation of India Limited	17068	3367516	17068	2382693	17068	2479128
Punjab and Sind Bank	-	-	50	1748	50	2283
Punjab Communications Ltd.	-	-	2399	99559	2399	122109
Punjab National Bank	6880	1031312	6880	587896	6880	993472
Persistent System Limited	825	491453	-	-	-	-
Piramal Enterprises Limited	432	822118	-	-	-	-
Reliance Capital Ltd	75	46133	75	28140	75	31841
Reliance Communication Ltd.	2010	76983	2010	102008	2010	119093
Reliance Industries Ltd.	5176	6836978	5176	5362077	5176	4275376
Reliance Infrastructure Ltd	1113	632907	1113	606808	1113	482819
Reliance Power Limited	-	-	306	15392	306	17290
RBL Bank Limited	4600	2274930	-	-	-	-
Sii Cable Network Limited	-	-	250	8813	250	9300
SKF India Limited	-	-	1000	1273000	1000	1410050
SRF Limited	3200	5206880	3200	4091360	3200	3174400
State Bank of India	10000	2934000	10000	1943500	10000	2670500
State Bank of Travancore	14050	8562938	14050	5395200	14050	6158818
Steel Authority of India Limited	6000	367800	6000	261600	6000	404400
Suzlon Energy Ltd.	-	-	975	13835	975	26666
Talbro Automotive Component Ltd.	-	-	1034	94404	1034	145742
Tata Chemicals Ltd.	1500	898125	1500	559200	1500	665325
Tata Consultancy Services Limited	3850	9362430	3850	9504688	3850	9832710
The Indian Hotels company Ltd.	3500	444150	3500	348950	3500	409150
Tata Motors Limited	5000	2329250	5000	1900750	5000	2751000
The Tata Power Company Limited	10000	903500	10000	640000	10000	771000
Technocraft Industries India Limited	-	-	2350	485275	2350	515825
The Shipping corporation of India	-	-	719	47418	719	33398
The Karur Vysys Bank Limited	9775	1094800	-	-	-	-
Union Bank of India	913	142337	913	122022	913	142885
V2 Retail Limited	-	-	25	1211	25	809
VST Industries Ltd	100	286850	100	161100	100	157140
Yes Bank Limited	598	924957	-	-	-	-



Zee Entertainment Enterprises Ltd	1094	585892	1094	420096	1094	373874
Zee Entertainment Enterprises Ltd - 6% Pref. Share (05Mar22)	2297	21707	22974	20677	22974	16082
Zee News Limited	226	7978	226	4215	226	4000
Zee Learn Limited	-	-	137	4213	137	5014
E Portfolio Management Scheme						
Kalpataru Power Transmission	-	-	-	-	472	103580
Yes Bank	-	-	-	-	158	128888
Bharat Electronics	-	-	-	-	103	345102
Hindustan Petroleum Corporation Ltd.	-	-	-	-	463	300857
Dish TV India	-	-	-	-	3410	279450
Federal Bank Ltd.	-	-	-	-	1921	253668
HCL Technologies	-	-	-	-	215	210786
Hinduja Global Solutions	-	-	-	-	225	127395
ICICI Bank Limited	-	-	-	-	790	249245
IRB Infrastructure Developers Ltd.	-	-	-	-	999	243956
Lupin Lab	-	-	-	-	177	355487
Maruti Udyog	-	-	-	-	75	277301
State Bank of Mysore	-	-	-	-	324	152118
Multi Commodity Exchange of India	-	-	-	-	135	151531
Texmaco Rail and Engineering	-	-	-	-	866	129380
Development Credit Bank	-	-	-	-	2257	250414
Orient Cement Ltd.	-	-	-	-	1733	308561
Sai Rayalaseema Paper Mills Limited	15895	-	15895	-	15895	-
Indo Count Industries	-	-	-	-	323	121836
Ramakrishna Forgings	-	-	-	-	538	230291
HBL Technologies	-	-	-	-	4517	230819
KPIT Cummins	-	-	-	-	1246	234871
Kakinada Fertilizers Limited	-	-	7521	52781	7521	52781
		814377698		731,295,686		462657116
(b) Current Investment						
Reliance Liquidity Fund - Daily Dividend Re Inv	-	-	-	-	576	576457
Birla Sunlife Saving Fund - Growth	45649	14066620	45649	12913693	45649	11884945
Birla Sunlife Saving Fund - Retail -Growth	13378	4260307	13378	3911133	13378	3599572
		18326927		16824826		16060974



CHASE INVESTMENT LIMITED

All amounts in Rs. unless otherwise stated

	As at 31.3.2017	As at 31.3.2016	As at 31.3.2015
3 Other Non current Assets (unsecured considered good unless otherwise stated)			
Other Loans & Advances:			
Balance with portfolio Mangement Scheme	-	625	52,876
	-	625	52,876
4 Cash and cash equivalents			
Balances with Banks in current accounts	92,252	160,371	238,935
Cash on hand	3,009	3,009	3,008
Other bank balances			
Fixed deposit with original Maturity of more than 12 month	1,322,014	6,099,762	-
Fixed deposit with original Maturity of more than 3 months but Less than 12 month	1,946,461	35,088	-
	3,363,736	6,298,230	241,943
For the purpose of the statement of Cash flow, Cash and cash equivalents comprise of the following:			
-Cash on hand	3,009	3,009	3,008
-Balances with Banks in current account	92,252	160,371	238,935
	95,261	163,380	241,943
5 Other current assets			
Tax recoverable (Net of Provision of tax)	-	41065	-
	-	41065	-



CHASE INVESTMENT LIMITED

All amounts in Rs. unless otherwise stated

	As at 31.3.2017 Rs.	As at 31.3.2016 Rs.	As at 01.4.2015 Rs.
6 Equity Share capital			
Authorised			
588500 Equity Shares of Rs. 100 each	58,850,000	58,850,000	58,850,000
11500 (12% Preference Shares of Rs. 100 each)	<u>1,150,000</u>	1,150,000	1,150,000
	<u>60,000,000</u>	<u>60,000,000</u>	<u>60,000,000</u>
Issued, subscribed and fully paid up			
201210 Equity shares of Rs. 100 each	20121000	20121000	20121000
158490 Equity shares of Rs 100 each paid up Rs 50	<u>7924500</u>	7924500	<u>7,924,500</u>
	<u>28045500</u>	<u>28045500</u>	<u>28045500</u>

(i) Shares held by each shareholder holding more than 5%

Name of the shareholder	No. of shares	% held as at March 31, 2017	No. of shares	% held as at March 31, 2016	No. of shares	% held as at April 01, 2015
Godfrey Phillips India Ltd.*	359700	100.00	359700	100.00	359700	100.00

* Holding Company



CHASE INVESTMENT LIMITED

All amounts in Rs. unless otherwise stated

	As at 31.3.2017 Rs.	As at 31.3.2016 Rs.	As at 01.4.2015 Rs.
7 Other equity			
General Reserve	116,600	116,600	116,600
Capital Redemption Reserve	12,600	12,600	12,600
Amalgamation Reserve	15,905,090	15,905,090	15,905,090
Statutory Reserve	3,321,397	2,088,987	2,088,987
Retained Earning	657,519,364	584,714,828	372,846,147
	676,875,051	602,838,105	390,969,424
General Reserve	116,600	116,600	116,600
	116,600	116,600	116,600
Capital Redemption Reserve	12,600	12,600	12,600
	12,600	12,600	12,600
Amalgamation Reserve	15,905,090	15,905,090	15,905,090
	15,905,090	15,905,090	15,905,090
Statutory Reserve			
Opening balance	2,088,987	2,088,987	1,564,691
Add : During the year	1,232,410	-	524,296
	3,321,397	2,088,987	2,088,987
Retained Earning			
Opening balance	584,714,828	372,846,147	45,683,437
Add:-Increase/(decrease) in the fair value of Current investment			3,234,517
Add:-Increase/(decrease) in the fair value of Non Current investment			127,157,005
Add:- Other Comprehensive Income for the year ended 31/03/2015			254,398,875
Less: Transfer to Statutory Reserve	(1,232,410)	-	(524,296)
Less: Deferred tax liability on fair value of investments			(59,724,871)
Add : Net profit/ (loss) for the current year	74,036,946	211,868,681	2,621,480
	657,519,364	584,714,828	372,846,147
8 Deferred Tax Liability			
Fair value of Current investment	1,402,069	1,055,504	746,268
Fair value of Preference Shares - KKMIFS	733,481	494,403	283,695
Fair value of investment held in unquoted equity shares - KKMIFS	128,858,302	121,990,345	58,694,908
	130,993,852	123,540,252	59,724,871
9 Other current financial liabilities			
Audit fees payable	47,250	36,575	35,392
Sundry Creditor			3,766
	47,250	36,575	39,158
10 Short Term provisions			
Provision for Income Tax (Net of tax)	106,708		230,023
	106,708	-	230,023
11 Other current liabilities			
Tds payable	-	-	3,933
	-	-	3,933



CHASE INVESTMENT LIMITED

All amounts in Rs. unless otherwise stated

	Year ended 31.3.2017	Year ended 31.3.2016
12 Revenue from operations		
Profit on sale of PMS	55443	-
Profit on Sale of Investment	783213	-
Dividend Income	1,607,802	1,649,896
Total revenue from operations	2,446,458	1,649,896
13 Other income		
Interest on Fixed deposit	261,613	50,883
Net gain on fair value adjustment of:		
- Long-term investments fair valued through profit and loss	48,067,239	-
- Current investments fair valued through profit and loss	1,502,101	1,340,309
Less:		
Net loss on fair value adjustment of:		
- Long-term investments fair valued through profit and loss	-	(294,645)
	49,830,953	1096547
14 Finance Cost		
Interest on income tax	43,089	-
	43,089	-
15 Other Expenses		
Audit fee	51,750	40,075
Bank charges	346	229
Demat Charges	5,413	-
Expenses/fee payable to portfolio manager	98,944	126,845
Filling fees & subscription	33,563	10,209
Loss on Sale of Investment/PMS	41,389	389,079
Legal & professional charges	15,903	28,985
Misc. Expenses	1	1,710
Total	247,309	597,132



16. During the year under review, the main source of income of the Company was from investment and allied activities and no other activity was pursued. Thus being a Single unit company, segment reporting is not applicable.

17. Related party disclosure is as under:

(a). Names of related parties and nature of related party relationships:

Holding Company

- Godfrey Phillips India Limited

Subsidiary Companies:

- Unique Space Developers Limited

Fellow Subsidiary Company:

- International Tobacco Company Limited
- Flavours & More Inc
- Godfrey Phillips Middle East DMCC

Fellow subsidiary Company and Associate Company:

- Friendly Reality Projects Limited

Subsidiary of subsidiary company (Unique Space Developers Limited)

- Gopal Krishna Infrastructure & Real Estate Limited

Associate of the Holding Company

- Success Principles India Limited
- KKM Management Centre Private Limited
- IPM India Wholesale Trading Private Limited

Subsidiary of Associate Company (Friendly Reality Projects Limited)

- Rajputana Infrastructure Corporate Limited

Key Management Personnel:

- Mr. Sanjay Kumar Gupta, Director
- Mr. Sunil Agarwal, Director
- Mr. Shailender Singh Rana (Additional Director)

(b) Enterprises over which key management personnel and their relatives are able to exercise significant influence: **None**

(c) Disclosure of transactions between the company and related parties during the year : None

(d) Status of balances standing as at the year-end.



Nature of transaction	2016-2017	2015-2016
	Rs.	Rs.
a) Unique Space Developers Limited (subsidiaries):		
-Investment in Share capital:		
- Equity	53,06,000	53,06,000
- Preference	75,00,000	75,00,000
b) Friendly Reality Projects Limited (Associate):		
- Investment in Share capital - Equity	12,176,608	12,176,608

18. Details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016.

	SBNs (Rs)	Other denomination notes (Rs)	Total (Rs)
Closing cash in hand as on 08.11.2016	-	3009.00	3009.00
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposit in Banks	-	-	-
Closing Cash in hand as on 30.12.2016	-	3009.00	3009.00

19. The company has not recognized deferred tax asset(DTA) on business loss and capital loss in view of uncertainty of sufficient future taxable income with which DTA can be realized as per

20. Earnings per share

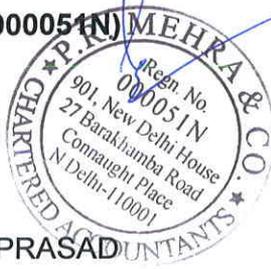
Particulars	FY 2016-17	FY 2015-16
(a) Net profit as per Statement of profit and loss	5,11,37,404	8,25,367
(b) Weighted Average No. of equity share	280,455	280,455
(c) Basic and diluted earnings per share	182	3
(d) Face value per share	100	100

As per our Report of even date attached

For P.R.Mehra & Co.,

Chartered Accountants

(F.R.No. 000051N)



For and on behalf of the Board of Directors

LAXMAN PRASAD

Partner

M.No.: 013910

SANAJY KUMAR GUPTA

Director

DIN 00027728

SUNIL AGGARWAL

Director

DIN 00029286

Place: New Delhi

Dated: 25-05-2017

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