

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Aditya Birla Money Limited

We have audited the accompanying consolidated financial statements of Aditya Birla Money Limited including its subsidiary Aditya Birla Commodities Broking Limited ("Aditya Birla Money Limited"), which comprise the consolidated Balance Sheet as at March 31, 2014, and the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Company in accordance with accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and presentation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the consolidated Balance Sheet, of the state of affairs of the Company as at March 31, 2014;

S.R. BATLIBOI & Co. LLP

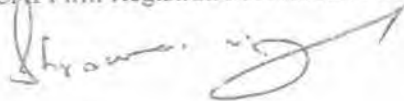
Chartered Accountants

- (b) in the case of the consolidated Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in the case of the consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Note 21 to the financial statements with regard to the recoverability of assets in the nature of trade receivables, advances, other assets etc. aggregating to Rs. 149,009,590 grouped under advances recoverable in cash or kind. These assets are subject matter of claim under a share purchase agreement entered into between the Company's ultimate parent company and its Erstwhile Promoters, which is currently under arbitration. The Company's ultimate parent company has committed to transfer any funds received on settlement of the claim to the Company. Based on legal opinion received in the previous year, management is of the opinion that the claims made are tenable and expect a favourable outcome in this matter. Pending the final disposition of the matter no adjustments have been made to the financial statements in respect of these assets.

For **S.R. Batliboi & CO. LLP**
Chartered Accountants
ICAI Firm Registration Number: 301003E



per **Shrawan Jalan**
Partner
Membership Number: 102102
Place of Signature: Mumbai
Date: April 29, 2014

Aditya Birla Money Limited
 Consolidated Balance Sheet as at March 31, 2014
 (All amounts are in Indian Rupees, unless otherwise stated)

	Note No.	As at March 31, 2014	As at March 31, 2013
EQUITY AND LIABILITIES			
(A) Shareholders' Funds			
Share Capital	3	55,400,000	55,400,000
Equity Preference		100,000,000	80,000,000
Reserves and Surplus	4	185,879,866	223,258,842
	Sub-Total (A)	341,279,866	358,658,842
(B) Non-Current Liabilities			
Other Long-term Liabilities	5A	6,617,507	6,404,309
Long-term Provisions	6A	2,220,436	2,910,497
	Sub-Total (B)	8,837,943	9,314,806
(C) Current Liabilities			
Short-term Borrowings	7	98,723,887	544,356,123
Trade Payables	8	64,690,312	69,015,201
Other Current Liabilities	5B	1,589,250,047	1,004,186,052
Short-term Provisions	6B	13,379,965	13,943,843
	Sub-Total (C)	1,766,044,211	1,631,501,219
	TOTAL (A)+(B)+(C)	2,116,162,020	1,999,474,867
ASSETS			
(D) Non-Current Assets			
Fixed Assets			
Tangible Assets	9A	170,092,549	220,439,047
Intangible Assets	9B	41,652,792	60,357,181
Intangible Assets under Development		-	2,145,000
		211,745,341	282,941,228
Non-Current Investments	10	66,000	66,000
Long-term Loans and Advances	11A	74,370,223	82,138,920
	Sub-Total (D)	286,181,564	365,146,148
(E) Current Assets			
Trade Receivables	13	885,508,231	518,236,232
Cash and Bank Balances	14	488,488,362	878,712,690
Short-term Loans and Advances	11B	357,128,581	179,272,464
Other Current Assets	12	98,855,282	58,107,333
	Sub-Total (E)	1,829,980,456	1,634,328,719
	TOTAL (D)+(E)	2,116,162,020	1,999,474,867

2

Summary of Significant Accounting Policies

The accompanying Notes are an integral part of the Financial Statements

As per our report of even date

For S.R. BATLIBOI & CO. LLP
 Chartered Accountants
 ICAI Firm Registration Number: 301003E

per Shrawan Jalan
 Partner
 Membership No.: 102102
 Date: April 29, 2014
 Place: Mumbai



For and on behalf of the Board of Directors

Sudhakar Ramasubramanian
 Managing Director

Manoj Kumar Gandhi
 Chief Finance and Operations Officer

Director

S Balaji
 Company Secretary

Aditya Birla Money Limited

Consolidated Statement of Profit and Loss for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	Note No.	Year Ended March 31, 2014	Year Ended March 31, 2013
Revenue			
Revenue from Operations	15	751,757,769	840,792,331
Other Income	16	61,338,897	97,581,352
Total Revenue		813,096,666	938,373,683
Expenses			
Employee Benefits Expenses	17	376,137,470	406,561,230
Finance Cost	18	24,210,654	47,053,000
Depreciation and Amortisation Expenses	19	64,619,340	81,128,752
Business Partners Payout		212,356,282	249,287,168
Other Expenses	20	253,151,895	307,468,124
Total Expenses		930,475,641	1,091,498,274
Profit/(Loss) Before Tax		(117,378,975)	(153,124,591)
Tax Expenses		-	-
Profit/(Loss) for the Year		(117,378,975)	(153,124,591)
Earnings / (Loss) per share (Basic and Diluted) (Face Value of Re. 1/- each)	27	(2.12)	(2.76)

2

Significant Accounting Policies

The accompanying Notes are an integral part of the Financial Statements

As per our report of even date

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E

per Shrawan Jalan
Partner

Membership No.: 102102

Date: April 29, 2014

Place: Mumbai



For and on behalf of the Board of Directors

Sudhakar Ramasubramanian
Sudhakar Ramasubramanian
Managing Director

S Balaji
Director

Manoj Kumar Gandhi
Manoj Kumar Gandhi
Chief Finance and Operations Officer

S Balaji
S Balaji
Company Secretary

Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the year ended March 31, 2014

(All amounts are in Indian Rupees unless otherwise stated)

1) Principles of consolidation

- i) The Consolidated Financial Statements ('CFS') relate to Aditya Birla Money Limited ('the Company') and its 100% (Previous year 100%) wholly owned subsidiary Aditya Birla Commodities Broking Limited ('ABCBL'). Aditya Birla Commodities Broking Limited is incorporated in India.
- ii) The financial statements of the subsidiary have been drawn for the same reporting period as that of the Company i.e. year ended March 31, 2014.
- iii) The financial statements of the Company and its subsidiary have been combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses and after eliminating intra-group balances, intra-group transactions and unrealized profits/losses.
- iv) There is no excess / shortage of cost to the Company of its investment in the subsidiary over its proportionate share in the equity as at the date of the investment. Accordingly no goodwill / capital reserve is recognized in the CFS.
- v) The CFS have been prepared using uniform accounting policies, except as stated otherwise, for like transactions and are presented to the extent possible, in the same manner as the Company's separate financial statements.

2) Statement of Significant Accounting Policies

a) Basis of preparation

The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under Companies Accounting Standards Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956 read with General Circular 15/2013 dated 13 September 2013, issued by the ministry of corporate affairs, in respect of Section 133 of the Companies Act, 2013. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. However, as these financial statements are not statutory financial statements, full compliance with the above Act are not required and so they may not reflect all the disclosure requirements of the Act. The financial statements have been prepared under the historical cost convention and on an accrual basis.

b) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainties about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.



(All amounts are in Indian Rupees unless otherwise stated)

c) Fixed assets, Intangible assets and capital Work-In-Progress

Fixed assets are stated at cost, less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any cost attributable to bringing the asset to its working condition for its intended use.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing tangible assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Capital work-in-progress comprises the cost of fixed assets that are not yet ready for their intended use at the balance sheet date.

Intangible assets are recorded at the consideration paid for acquisition. The computer software costs are capitalized and recognized as intangible assets in terms of Accounting Standard 26 - Intangible Assets based on materiality, accounting prudence and significant economic benefit expected there from to flow over a period longer than one year. Capitalized costs include direct costs of implementation and expenses directly attributable to the development of the software. All other expenses on existing intangible assets, including day-to-day maintenance expenditure are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

d) Depreciation

Depreciation is provided using the straight line method at the rates prescribed under schedule XIV of the Companies Act, 1956, which is management's estimate of the useful lives of the assets except as follows:

Nature of asset	Rate of depreciation followed
Batteries (included under Office Equipment)	25% (rates are higher than Schedule XIV)
Furniture and fixtures (fitted to premises)	Rate based on the lease period, taking into account the secondary lease period

The company has entered into lease/license agreements in respect of immovable properties with different parties with average lease period of 4 years to 5 years.

Computer software cost capitalized is amortized over the estimated useful life of 6 years on straight line basis.

Additions to tangible assets are depreciated from the date of addition and deletions are depreciated upto the date of sale, on pro-rata basis.

Fixed assets individually costing Rs.5,000 or less are fully depreciated in the year of purchase.



(All amounts are in Indian Rupees unless otherwise stated)

e) Impairment

- i) The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal / external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.
- ii) After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

f) Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of profit and loss on a straight-line basis over the lease term.

g) Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

h) Revenues

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Brokerage Income and transaction charges are recognized on the trade date of the transaction upon confirmation of the transactions by the exchanges.

Income from depository services, referral fee and interest and finance charges are recognised on the basis of agreements entered into with clients and when the right to receive the income is established.

Other interest incomes are recognized on a time proportion basis taking into account the amount outstanding and the applicable rate of interest. The same is included under the head 'other income' in the statement of profit and loss.

Dividend income is recognized when the company's right to receive dividend is established by the reporting date.



(All amounts are in Indian Rupees unless otherwise stated)

i) Employee Benefits

- i. Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.
- ii. Gratuity liability under the Payment of Gratuity Act which is a defined benefit scheme is accrued and provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.
- iii. Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation at the year end. The actuarial valuation is done as per projected unit credit method. The Company presents the entire leave as a current liability in the balance sheet, since it does not have unconditional right to defer its settlement for 12 months after the reporting date.
- iv. Actuarial gains/losses are immediately taken to Statement of profit and loss and are not deferred.

j) Income Tax

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.



(All amounts are in Indian Rupees unless otherwise stated)

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

k) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split, if any.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

l) Contingent Liability and Provisions

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

A provision is recognized when an enterprise has a present obligation as a result of past event and 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 management 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 management estimates.

m) Segment Reporting

The Company is principally engaged in the business of Broking and related activities. The operations are entirely in India. There is only one business segment and one geographical segment and hence segment information is not required to be disclosed as per explanation to para 38 of AS 17.



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the year ended March 31, 2014

(All amounts are in Indian Rupees unless otherwise stated)

n) Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

o) Sharing of costs

The Company shares certain costs / service charges with other companies in the Group. These costs have been allocated on a reasonable and consistent basis between the Companies as mutually agreed to.



	As at March 31, 2014	As at March 31, 2013
NOTE: 3		
SHARE CAPITAL		
Authorised:		
150,000,000 (Previous year 150,000,000) Equity Shares of Re.1/-each	150,000,000	150,000,000
1,000,000 (Previous Year 1,000,000) 8% Redeemable Non convertible non cumulative Preference Shares of Rs. 100/- each	100,000,000	100,000,000
	<u>250,000,000</u>	<u>250,000,000</u>
Issued, Subscribed and paid-up		
EQUITY SHARE CAPITAL		
55,400,000 (Previous Year - 55,400,000) Equity Shares of Re.1/-each Fully paid	55,400,000	55,400,000
	<u>55,400,000</u>	<u>55,400,000</u>
PREFERENCE SHARE CAPITAL		
1,000,000 (Previous Year 800,000) 8% Redeemable Non convertible Non cumulative Preference Shares of Rs 100/- each fully paid	100,000,000	80,000,000
	<u>100,000,000</u>	<u>80,000,000</u>

1A Reconciliation of the number of equity shares outstanding at the beginning and at the end of the period

Sl. No	Description	As at 31-Mar-14		As at 31-Mar-13	
		Number of Shares	Amount	Number of Shares	Amount
1	At the beginning of the period	55,400,000	55,400,000	55,400,000	55,400,000
2	Issued during the period	-	-	-	-
3	Outstanding at the end of the period	55,400,000	55,400,000	55,400,000	55,400,000

1B Reconciliation of the number of Preference shares outstanding at the beginning and at the end of the period

Sl. No	Description	As at 31-Mar-14		As at 31-Mar-13	
		Number of Shares	Amount	Number of Shares	Amount
1	At the beginning of the period	800,000	80,000,000	800,000	80,000,000
2	Issued during the period	200,000	20,000,000	-	-
3	Outstanding at the end of the period	1,000,000	100,000,000	800,000	80,000,000

2 Term/right attached to equity shares

The Company has only one class of equity shares having a par value of Re.1/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of the equity shares held by the shareholders.

3 Term/right attached to Preference Shares

Preference share carry non cumulative dividend of 8% per annum. The company declares and pays dividends in Indian rupees. In the year ended 31st March, 2011, the Company had allotted 800,000 8% Redeemable Non Convertible Non Cumulative Preference Shares of Rs.100/- each, fully paid up at a premium of Rs.150/- per share to Aditya Birla Financial Services Private Limited, the Holding Company. These Preference Shares are redeemable at the end of 5 years from the date of issue at a price of Rs.320/- per share.

In the year ended 31st March, 2014, the Company had allotted 200,000 8% Redeemable Non Convertible Non Cumulative Preference Shares of Rs.100/- each, fully paid up at a premium of Rs.400/- per share to Aditya Birla Financial Services Private Limited, the holding Company. These Preference Shares are redeemable at the end of 5 years from the date of issue at a price of Rs.725/- per share.

4 Shares held by Holding Company

41,550,000 (Previous Year : 41,550,000) equity shares of Re.1/- each fully paid and 1,000,000 (Previous Year : 800,000) 8% Redeemable Non Convertible Non Cumulative preference shares Rs.100/-each fully paid are held by Aditya Birla Financial Services Private Limited, the Holding Company.

5 Shares in the Company held by each shareholder holding more than 5 percent shares and the number of shares held are as under:-

Sl. No.	Name of Share Holder	As at 31-Mar-14		As at 31-Mar-13	
		Number of Shares held	% of total paid-up equity share capital	Number of Shares held	% of total paid-up equity share capital
1	Aditya Birla Financial Services Private Limited	41,550,000	75.00	41,550,000	75.00
2	PCR Investments Limited	3,385,320	6.11	3,385,320	6.11

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

i) Preference Share Capital

Sl. No.	Name of Share Holder	As at 31-Mar-14		As at 31-Mar-13	
		Number of Shares held	% of total paid-up preference share capital	Number of Shares held	% of total paid-up preference share capital
1	Aditya Birla Financial Services Private Limited	1,000,000	100	800,000	100



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 4		
RESERVES AND SURPLUS		
1) Capital Reserves	11,538,863	11,538,863
2) Securities Premium Account		
Balance as per last audited Financial Statement	120,000,000	120,000,000
Addition:		
Security premium on preference share issued during the year	<u>80,000,000</u>	<u>-</u>
	<u>200,000,000</u>	<u>120,000,000</u>
3) General Reserve	261,376,777	261,376,777
4) Surplus/(Deficit) in the Statement of Profit and Loss		
Balance as per last audited Financial Statement	(169,656,798)	(16,532,207)
Addition:		
Profit/(Loss) of the year	<u>(117,378,975)</u>	<u>(153,124,591)</u>
	<u>(287,035,773)</u>	<u>(169,656,798)</u>
	<u>185,879,866</u>	<u>223,258,842</u>



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 5A		
OTHER LONG-TERM LIABILITIES		
Rent Equalization Liability	6,617,507	6,404,309
	<u>6,617,507</u>	<u>6,404,309</u>
NOTE: 5B		
OTHER CURRENT LIABILITIES		
Interest Accrued but not due on Borrowings	-	999,304
Income Received in Advance	288,294	533,357
Investors' Education and Protection Fund to be credited as and when due		
Unpaid Dividend	670,077	594,141
Unpaid Matured Deposits and Interest Accrued thereon	185,182	185,182
Other Payables		
Payable to customers	1,066,317,846	783,117,196
Payable to exchanges	453,428,854	103,233,585
Book Overdraft	12,169,865	66,383,756
Statutory Dues	14,024,900	14,026,263
Deposits	40,436,710	34,754,379
Rent Equalization Liability	752,814	358,889
Others (due to Related Parties)	975,505	-
	<u>1,589,250,047</u>	<u>1,004,186,052</u>



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 6A		
LONG-TERM PROVISIONS		
Provisions for Employee Benefits:		
Gratuity (Unfunded)	2,220,436	2,910,497
	<u>2,220,436</u>	<u>2,910,497</u>
NOTE: 6B		
SHORT-TERM PROVISIONS		
Provisions for Employee Benefits:		
Leave Encashment	7,783,741	7,487,824
Gratuity (Unfunded)	43,391	51,695
Others (Deferred Compensation)	1,800,000	2,651,491
Taxation (Net of Advance Tax Rs.61,647,167 (Previous Year Rs.61,647,167))	3,752,833	3,752,833
	<u>13,379,965</u>	<u>13,943,843</u>



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 7		
SHORT-TERM BORROWINGS		
SECURED		
Loan Repayable on Demand	-	53,500,000
Banks #	-	53,500,000
UNSECURED		
Loan Repayable on Demand	98,723,887	490,856,123
Commercial Papers * ^	98,723,887	490,856,123
	<u>98,723,887</u>	<u>544,356,123</u>
	<u>494,832,259</u>	<u>500,000,000</u>

* Maximum balance outstanding during the year

The bank borrowing is secured against pledge of fixed deposits. The borrowing carries an interest Nil (Previous year : 10.60% per annum)

^ Repayable in 60 to 90 days from the date of draw down. The interest on this loan ranges from 9.8% to 10.50%



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 8		
TRADE PAYABLES		
Salaries, wages, bonus and other employee benefits payable	27,168,100	18,344,959
Trade Payables (Others)	37,522,212	50,670,242
	<u>64,690,312</u>	<u>69,015,201</u>

There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31st March, 2014. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.



Aditya Birla Money Limited
Notes to the Consolidated Financial statements for year ended March 31, 2014

Note 9A - Tangible Assets

	Freehold Land*	V SAT Equipments	Furniture & Fixtures	Office Equipment	Computers	Vehicles	TOTAL
Gross Block							
As at 1st April 2012	1,500,000	95,729,009	115,914,516	77,654,325	215,233,489	2,245,810	508,277,149
Additions	-	-	1,333,086	819,373	3,837,507	-	5,989,965
Deletions	-	-	17,742,079	4,169,025	5,437,546	-	27,348,650
As at 31st March 2013	1,500,000	95,729,009	99,505,523	74,304,672	213,633,450	2,245,810	486,919,464
Cost							
At 1 April 2013	1,500,000	95,729,009	99,505,523	74,304,672	213,633,450	2,245,810	486,918,465
Additions	-	-	1,012,346	770,308	416,668	-	2,199,322
Deletions	-	-	21,005,166	5,489,742	2,346,413	1,030,413	29,871,734
As at 31st March 2014	1,500,000	95,729,009	79,512,703	69,585,238	211,703,706	1,215,397	459,246,053
Accumulated Depreciation							
As at 1 April 2012	-	38,269,519	44,992,268	25,592,828	125,326,749	435,292	234,616,656
For the year	-	4,280,360	10,139,615	5,528,390	27,771,630	213,352	47,933,347
Deletions	-	-	9,345,927	1,927,976	4,796,784	-	16,070,586
As at 31 March 2013	-	42,549,879	45,786,056	29,193,243	148,301,595	648,644	266,479,417
Depreciation							
At 1 April 2013	-	42,549,879	45,786,056	29,193,243	148,301,595	648,644	266,479,417
For the year	-	4,172,448	7,790,084	5,130,242	23,952,386	123,670	41,168,781
Deletions	-	-	12,377,702	3,534,884	2,243,005	339,113	18,494,694
As at 31st March 2014	-	46,722,327	41,198,438	30,788,601	170,010,976	433,161	289,153,504
Net block as at 31st March 2013	1,500,000	53,179,130	53,719,467	45,111,429	65,331,855	1,597,166	220,439,047
Net block as at 31st March 2014	1,500,000	49,006,682	38,314,265	38,796,637	41,692,730	782,236	170,092,549

* Registration of land in favour of the Company is subject to resolution of disputes.

Note 9B - Intangible Assets

	Gross Block	Accumulated Amortization	Net block as at 31st March 2013	Net block as at 31st March 2014
As at 1st April 2012	224,013,296	133,813,810	60,357,181	60,357,181
Additions	3,758,510	33,195,405	23,450,559	23,450,559
Deletions	496,126	90,715	-	-
As at 31st March 2013	224,275,680	166,918,500	60,357,181	60,357,181
Cost				
At 1 April 2013	227,275,680	133,813,810	60,357,181	60,357,181
Additions	4,746,170	33,195,405	23,450,559	23,450,559
Deletions	-	90,715	-	-
As at 31st March 2014	232,021,850	166,918,500	60,357,181	60,357,181
Accumulated Amortization				
As at 1 April 2012	133,813,810	133,813,810	60,357,181	60,357,181
For the year	33,195,405	33,195,405	23,450,559	23,450,559
Deletions	90,715	90,715	-	-
As at 31 March 2013	166,918,500	166,918,500	60,357,181	60,357,181
Net block as at 31st March 2013	60,357,181	60,357,181	60,357,181	60,357,181
Net block as at 31st March 2014	60,357,181	60,357,181	60,357,181	60,357,181



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 10		
INVESTMENTS : NON-CURRENT		
Unquoted		
Non Trade Investments (Unquoted, as valued at cost less provision)		
Investments in Equity Shares		
6,600 (Previous year 6,600) Equity Share of Rs.10/-each fully paid in Apollo Sindhoori Hotels Limited.	184,523	184,523
Less: Provision for diminution in value of investment	<u>118,523</u>	<u>118,523</u>
	<u>66,000</u>	<u>66,000</u>
Note :		
1. Aggregate amount of unquoted investments	66,000	66,000
2. Aggregate amount of diminution in value of investment	118,523	118,523



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	As at March 31, 2014	As at March 31, 2013
NOTE: 11A		
LONG-TERM LOANS AND ADVANCES		
(Unsecured, Considered Good, except otherwise stated)		
Security Deposits	37,894,762	36,121,936
Margins with Exchange	15,700,000	27,980,066
Other Loans and Advances		
Advance Tax (Net of Provision Rs.6,640,873/- (Previous year : Rs.6,640,873/-))	20,436,833	17,616,436
Prepaid Expenses	338,628	420,482
	<u>74,370,223</u>	<u>82,138,920</u>
NOTE: 11B		
SHORT-TERM LOANS AND ADVANCES		
(Unsecured, Considered Good, except otherwise stated)		
Advances recoverable in cash or in kind or for value to be received (Refer Note 21)		
Advances recoverable in cash or Kind		
Considered Good	120,412,124	126,601,866
Considered Doubtful	51,229,457	45,079,457
	<u>171,641,581</u>	<u>171,681,323</u>
Less: Provision for Doubtful	(51,229,457)	(45,079,457)
	<u>120,412,124</u>	<u>126,601,866</u>
Security Deposits	1,130,790	2,523,830
Gratuity Receivable	4,971,397	4,435,705
Other Loans and Advances		
Loans & Advances to Related Party #	2,278,724	422,947
Margins with Exchange	201,253,001	20,798,781
Balances with Govt. Authorities	7,039,813	8,522,396
Advances to Suppliers	6,038,512	871,931
Prepaid Expenses	11,907,102	12,941,174
Advances to Employees	2,097,118	2,153,834
	<u>357,128,581</u>	<u>179,272,464</u>

Also, refer note 30



Aditya Birla Money Limited**Notes to the Consolidated Financial statements for the Year ended March 31, 2014**

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 12		
OTHER CURRENT ASSETS		
(Unsecured, Considered Good, except otherwise stated)		
Accrued Income (from operations)	8,591,552	3,223,348
Interest Accrued on Deposits with Exchanges	-	198,515
Interest Accrued on Fixed Deposits	16,177,481	45,273,098
Receivable from Exchange	66,408,742	-
Insurance Claim Receivables *	7,677,507	9,412,372
Considered Doubtful	1,232,419	969,419
	<u>8,909,926</u>	<u>10,381,791</u>
Less: Provision for Doubtful	<u>(1,232,419)</u>	<u>(969,419)</u>
	7,677,507	9,412,372
	<u><u>98,855,282</u></u>	<u><u>58,107,333</u></u>

* Claims receivable on account of insurance are accounted for to the extent the Company is reasonably certain of their ultimate collection



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>As at March 31, 2014</u>	<u>As at March 31, 2013</u>
NOTE: 13		
TRADE RECEIVABLES[^]		
OutStanding for a period exceeding 6 months from the date they are due for payment		
Secured, Considered Good	53,830,458	65,456,646
Unsecured, Considered Doubtful	21,927,292	27,312,851
Less: Provision for doubtful	<u>(21,927,292)</u>	<u>(27,312,851)</u>
	53,830,458	65,456,646
Others		
Secured, Considered Good	772,114,311	414,718,649
Unsecured, Considered Good	59,563,462	38,060,937
Unsecured, Considered Doubtful	1,848,929	-
Less: Provision for doubtful	<u>(1,848,929)</u>	<u>-</u>
	831,677,773	452,779,586
	<u>885,508,231</u>	<u>518,236,232</u>

[^]Trade receivables include pass through amounts representing dues from clients towards transactions not fully settled as at the reporting date.

NOTE: 14

CASH AND BANK BALANCES

Cash and Cash Equivalents

Balances with Banks

Current Accounts	132,923,848	57,769,551
Unpaid Dividend	670,077	594,141
Unclaimed Matured Deposits	185,182	185,182
	16,607	20,608
Cash on Hand	<u>(A) 133,795,714</u>	<u>58,569,482</u>

Other Bank Balances

Deposit Accounts (with original maturity more than three months)*

	354,692,648	820,143,208
	<u>(B) 354,692,648</u>	<u>820,143,208</u>
	<u>(A) + (B) 488,488,362</u>	<u>878,712,690</u>

* Fixed deposits have been placed under lien towards bank guarantees Rs.152,831,648 (Previous year : Rs.182,963,021) as margin with exchanges Rs.201,861,000 (Previous year :245,361,000) and loans Nil (Previous year Rs.391,819,186).



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	<u>Year Ended March 31, 2014</u>	<u>Year Ended March 31, 2013</u>
NOTE: 15		
REVENUE FROM OPERATIONS		
A. Income from services		
Brokerage income	627,324,044	691,298,422
Income from transaction charges	4,991,295	8,699,224
Account opening charges	2,873,047	4,853,701
Income from depository services	39,978,425	44,907,277
	<u>675,166,811</u>	<u>749,758,624</u>
B. Other operating income		
V-sat rent	1,754,919	1,988,242
Interest and finance charges	74,836,039	89,045,465
	<u>76,590,958</u>	<u>91,033,707</u>
	<u>751,757,769</u>	<u>840,792,331</u>
NOTE: 16		
OTHER INCOME		
Interest Income	41,218,583	80,931,663
Interest on bank deposits	179,352	2,732,138
Other interest income		
Dividends Income on Investments	19,800	16,500
Long-term	10,812,644	10,871,369
Net Gain on Sale of Investments	3,536,630	-
Provision for Doubtful Debts written back	5,571,888	3,029,682
Miscellaneous Income (Net)	<u>61,338,897</u>	<u>97,581,352</u>
NOTE: 17		
EMPLOYEE BENEFITS EXPENSE		
Salaries and Wages	351,549,189	375,884,351
Contribution to Provident & Other Funds (Refer Note 29)	16,909,898	22,213,465
Staff Welfare Expenses	7,678,383	8,463,414
	<u>376,137,470</u>	<u>406,561,230</u>
NOTE: 18		
FINANCE COST		
Interest Expenses	24,197,440	47,001,947
Other Borrowing Costs	13,214	51,053
	<u>24,210,654</u>	<u>47,053,000</u>
NOTE: 19		
DEPRECIATION AND AMORTISATION EXPENSES		
Depreciation of Tangible Assets	41,168,781	47,933,347
Amortisation of Intangible Assets	23,450,559	33,195,405
	<u>64,619,340</u>	<u>81,128,752</u>



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the Year ended March 31, 2014

(All amounts are in Indian Rupees, unless otherwise stated)

	Year Ended March 31, 2014	Year Ended March 31, 2013
NOTE: 20		
OTHER EXPENSES		
Rent (Refer Note 28)	52,623,656	55,786,258
Repairs and Maintenance of:		
Buildings	1,350,939	809,918
Plant and Machinery	19,304	435,487
Others	22,626,644	27,320,835
Insurance	12,212,765	13,932,649
Rates and Taxes	6,568,917	4,748,670
Bandwidth Charges	17,562,226	30,871,955
Advertisement	2,207,954	3,844,165
Legal and Profession Expenses	16,751,226	21,224,549
Provision for Doubtful Debts	-	156,366
Provision for Doubtful Deposits and Advances	6,413,000	8,176,764
Printing and Stationery	5,410,649	7,461,799
Travelling and Conveyance	18,248,205	23,316,137
Communication Expenses	15,819,104	20,356,317
Loss on Sale/Discard of Fixed Assets (Net)	7,574,460	11,140,513
Bank Charges	1,777,619	2,451,907
Auditors' Remuneration*	2,120,183	2,292,938
Directors' Fees	450,000	390,000
Postage Expenses	2,770,879	3,727,568
Electricity Charges	12,174,177	15,037,670
Information Technology & Software Expenses	40,683,268	47,154,257
Miscellaneous Expenses	7,786,720	6,831,402
	<u>253,151,895</u>	<u>307,468,124</u>
* Auditors' Remuneration includes payments to auditors as under:		
As auditor:		
Audit fee	1,100,000	1,100,000
Limited Reviews	800,000	800,000
Tax audit fee	100,000	100,000
Certification fees	39,329	30,525
Reimbursement of expenses	80,854	262,413
	<u>2,120,183</u>	<u>2,292,938</u>



(All amounts are in Indian Rupees unless otherwise stated)

21) Assets forming part of claims made by the Ultimate Parent Company

Pursuant to a Share Purchase agreement ('SPA') between Aditya Birla Nuvo Limited ('ABNL' or 'the Purchaser') and Mr Prataph C Reddy and others ("Erstwhile Promoters") dated August 28, 2008, ABNL had agreed to acquire 31 million equity shares in Aditya Birla Money Limited ("the Company"). The transaction was completed on March 6, 2009.

As per the SPA, the Erstwhile Promoters had agreed to indemnify and hold harmless the Purchaser to the extent of any Losses, resulting from or consequent upon or relating to such breach of representations or warranties, covenants or agreement including but not limited to the recoveries of receivables and other assets in the books of the Company, contingencies on tax and related matters etc.

Subsequent to the completion of the above transaction, the Purchaser noted several breaches of representations and warranties including but not limited to non-recovery of debtors, irrecoverable advances, missing fixed assets etc. Accordingly, ABNL based on its internal assessment of the recoverability of receivables, fixed assets, other assets and matters relating to tax and other contingencies arrived at an amount of Rs 167,112,196 as Losses incurred on account of breach of representation warranties in the SPA. Further, ABNL vide its letter dated March 5, 2011 made a separate claim of Rs 5,169,379 for amounts becoming due and payable on accounts of various cases initiated by the customers of the Company. ABNL invoked the arbitration mechanism and filed their Statement of Claim on February 26, 2011 with the Arbitration Tribunal.

Pending the final outcome of the arbitration proceedings, the Company has identified all such receivables, assets etc which are have not been recovered and other items which are the subject matter of the claim to the extent they are in the books of accounts of the Company as at March 31, 2014 aggregating Rs 149,009,581 (previous year: Rs 149,009,581) and disclosed the same in Short Term Loans & Advances in Note No 11B of the Balance Sheet, as these amounts would be paid directly to the Company by the Erstwhile Promoters at the direction of ABNL as and when the settlement happens.

Both parties completed filing of documents. On 04 July 2012, a hearing was held and Professional Accounting firm were asked to act as auditors by the Arbitrators with a mandate to submit a report on whether from an accounting perspective, including the accounting treatment that has been given to the items set out in the Statement of Claim, the amounts as claimed are correct as per accounting practice.

The arbitral tribunal then directed the Claimants and Respondents to file their objections if any to the audit report submitted by Professional Accounting firm and had also directed the Respondent to file their list of witnesses (if any) by the end of April 2013. The Respondents filed their objections to the audit report and ABNL had also filed its reply to the said objections.

Arguments in rebuttal by the Claimant was completed on 25 October 2013 and written submissions were filed by 29 October 2013. The tribunal has reserved the award.

Based on legal opinion received and internal assessment, ABNL is confident of recovering the entire dues through the arbitration process and passing the benefit thereof to the Company against which these loss assets can be set-off in the future. Accordingly, the Company is of strong view that these amounts are recoverable.



(All amounts are in Indian Rupees unless otherwise stated)

22) Stamp duty

Hitherto, the Company had been collecting and remitting stamp duties with respect to states wherein the manner of payment of the same has been prescribed by the respective state governments. From July 2011, the Company had started collecting stamp duty on contract notes for all states, including the states wherein the manner of payment has not yet been notified. The Company is evaluating various options of remitting the same, including remitting those amounts in the State of Tamil Nadu, as all the contract notes are executed at Tamil Nadu. Pending, the final determination of the manner of remittance, amount of Rs 4,960,872/- (Previous Year: Rs. 4,431,712) collected till March 31, 2014 has been disclosed under statutory dues in other current liabilities.

23) Capital and other commitments

- Estimated amount of contracts remaining to be executed on capital account, net of advances and not provided for is Nil (Previous year - Rs. 2,709,050).
- For commitments relating to lease arrangements, please refer note 28.

24) Contingent Liabilities

Particulars	March 31, 2014	March 31, 2013
Disputed tax and other statutory liabilities not provided for:		
(a) Income tax & interest tax - for various assessment years in respect of which Company has gone on appeal. Based on judicial pronouncements, the claim of the Company is likely to be accepted by the judicial authorities.	45,653,877	45,158,745
(b) Service tax - for various assessment years in respect of which the Company has gone on appeal. Based on judicial pronouncements, the claim of the Company is likely to be accepted by the judicial authorities.	7,989,907	7,989,907
(c) Provident fund - for the period from March 2009 to May 2011 for non inclusion of certain components like allowances etc. while computing and remitting the employer and employees' contribution to provident fund. Based on judicial pronouncements, the claim of the Company is likely to be accepted by the judicial authorities.	14,036,578	14,036,578
(d) Karnataka Stamp duty for the period from 2003-2008. Based on judicial pronouncements, the claim of the Company is likely to be accepted by the judicial authorities	9,060,000	9,060,000
(e) VAT - for various assessment years in respect of which Company has gone on appeal. Based on judicial pronouncements, the claim of the Company is likely to be accepted by the judicial authorities.	1,061,025	1,061,025



Aditya Birla Money Limited**Notes to the Consolidated Financial statements for the year ended March 31, 2014***(All amounts are in Indian Rupees unless otherwise stated)*

Contingent Liability not provided for on account of:		
(a) Disputed claim of SEBI towards turnover fees contested by the Company at Ho'nble Supreme Court. The Company has been advised by its legal counsel that it is possible, but not probable, the action will succeed and accordingly no provision for any liability has been made in these financial statements.	27,656,667	27,656,667
(b) Claims against the Company not acknowledged as debts*	39,838,038	40,257,917

* Represents claims made on the Company by various customers alleging unauthorized trades, loss of profits etc. The Company has been advised by its legal counsel that it is possible, but not probable, the action will succeed and accordingly no provision for any liability has been made in these financial statements.

25) Managerial Remuneration

During an earlier year the Company had made an application to the Central Government under Section 309 (5B) of the Companies Act, 1956 for seeking waiver of excess managerial remuneration amounting to Rs 3,094,634 (Previous year: Rs 3,094,634) (excluding statutory contribution to provident fund, gratuity and leave encashment which are exempted under Schedule VI) paid to Mr. P.B. Subramanian, the erstwhile whole time director ('Erstwhile Director') of the Company for the period from April 1, 2008 to March 6, 2009.

During the previous year, the Company has received an order from the Central Government (CG) whereby the CG has rejected excess remuneration of Rs.1,534,634 (Previous year: Rs.1,534,634) and directed the Company to collect the same from the Erstwhile Director.

The Company has commenced the process of recovery from the Erstwhile Director. Pending the recovery of the same, it has been shown as advances recoverable by the Company in the Balance Sheet. The Company is evaluating various alternative options including seeking a condonation / compounding if these amounts are not recoverable from the Erstwhile Director.

26) Foreign currency transactions

The Company did not enter into any foreign currency transactions in the current year and previous year.



Aditya Birla Money Limited**Notes to the Consolidated Financial statements for the year ended March 31, 2014***(All amounts are in Indian Rupees unless otherwise stated)***27) Earnings Per Share**

Particulars		March 31, 2014	March 31, 2013
Net profit/ (loss) as per Statement of profit and loss	A	(117,378,975)	(153,124,591)
Weighted average number of equity shares			
- Basic and diluted	B	55,400,000	55,400,000
Earnings / (Loss) per share			
- Basic and diluted	A/B	(2.12)	(2.76)
Nominal value of equity share (in Rs.)		Re 1/-	Re 1/-

28) Lease disclosures**Operating leases for premises:**

Lease rentals in respect of premises taken on operating lease during the year ended March 31, 2014 amounts to Rs. 47,580,720 (Previous Year Rs. 50,807,780).

Future obligations towards lease rentals under non-cancellable lease agreements as on March 31, 2014 amounts to Rs.245,888,965 (Previous Year Rs. 221,967,326). Details of Lease Rentals payable within one year and thereafter are as under:

Particulars	March 31, 2014	March 31, 2013
Within one year	43,942,934	49,930,301
Later than one year and not later than five years	163,288,588	136,586,339
Later than five years	38,657,443	35,450,686

The company has entered into lease / license agreements in respect of immovable properties with different parties. Some of the agreements contain escalation clause related to lease rentals / license fees from 5% to 15% p.a.



Aditya Birla Money Limited**Notes to the Consolidated Financial statements for the year ended March 31, 2014***(All amounts are in Indian Rupees unless otherwise stated)***Operating leases for computers:**

The company has entered into commercial leases on computer desktops. These leases have an average life of three years with renewal option included in the contracts.

Lease rentals in respect of computers taken on operating lease during the year ended March 31, 2014 amounts to Rs.4,559,985 (Previous Year Rs. 4,559,985).

Future obligations towards lease rentals under non-cancellable lease agreements as on March 31, 2014 amounts to Rs.2,112,280 (Previous Year – Rs 6,672,265). Details of Lease Rentals payable within one year and thereafter are as under:

Particulars	March 31, 2014	March 31, 2013
Within one year	2,112,280	4,559,985
Later than one year and not later than five years	-	2,112,280
Later than five years	-	-

29) Employment Benefit disclosures

The amounts charged to the statement of profit and loss during the year for Provident fund contribution aggregates to Rs.14,829,414 (Previous year – Rs. 17,044,101) and employees' state insurance contribution aggregates to Rs. 1,497,563 (Previous year – Rs. 3,016,832).

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded for the Company. The scheme is unfunded for ABCBL.

The following table summarises the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for gratuity plan of ABML.

Amounts recognized in the Balance sheet in respect of gratuity

	March 31, 2014	March 31, 2013
Present value of defined benefit obligation	12,763,006	12,471,889
Fair value of plan assets	17,734,403	16,907,594
Liability/(Asset) recognized in the balance sheet	(4,971,397)	(4,435,705)

Amounts recognized in the statement of profit and loss in respect of gratuity

	March 31, 2014	March 31, 2013
Current service cost	2,699,416	3,059,526
Interest cost on benefit obligation	1,028,931	862,803
Expected return on plan assets	(1,214,160)	(1,108,634)
Net actuarial (gain) / loss recognized in the year	(1,931,266)	(661,163)
Past service costs – vested benefits	-	-
Net gratuity cost	582,921	2,152,532



Aditya Birla Money Limited**Notes to the Consolidated Financial statements for the year ended March 31, 2014***(All amounts are in Indian Rupees unless otherwise stated)***Actual return on plan assets:**

	March 31, 2014	March 31, 2013
Expected return on plan assets	1,214,160	1,108,634
Actuarial gains / (Losses) on plan assets	(387,351)	641,682
Actual return on plan assets	826,809	1,750,316

Reconciliation of present value of the obligation and the fair value of plan assets:

	March 31, 2014	March 31, 2013
Opening defined benefit obligation	12,471,889	10,150,627
Interest cost	1,028,931	862,803
Current service cost	2,699,416	3,059,526
Actuarial (gains)/ losses on obligation	(2,318,617)	(19,481)
Benefits paid	(1,118,613)	(1,581,586)
Closing defined benefit obligation	12,763,006	12,471,889

Change in fair value of plan assets

	March 31, 2014	March 31, 2013
Opening fair value of plan assets	16,907,594	15,157,278
Expected return	1,214,160	1,108,634
Actuarial (gains)/ losses on	(387,351)	641,682
Contributions by employer	1,118,613	1,581,586
Benefits paid	(1,118,613)	(1,581,586)
Closing fair value of plan assets	17,734,403	16,907,594

Details of plan assets

The plan assets represent Company's proportionate share in the Aditya Birla Nuvo Gratuity Fund managed by the ultimate parent company for the employees of the Company. The details of plan assets are as under:

	March 31, 2014	March 31, 2013
Government of India securities	21%	22%
Corporate Bonds	1%	1%
Insurer managed funds	58%	58%
Deposit Scheme	3%	4%
Others	17%	15%
	100%	100%

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.



Aditya Birla Money Limited**Notes to the Consolidated Financial statements for the year ended March 31, 2014***(All amounts are in Indian Rupees unless otherwise stated)***Experience adjustments**

	March 31, 2014	March 31, 2013
Experience adjustments (loss) / gain	387,351	641,862

	March 31, 2012	March 31, 2011	March 31, 2010
Experience adjustments (loss) / gain	2,584,420	3,041,066	(2,081,274)

The Company does not expect to contribute additional amount to the fund in the next year.

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

	March 31, 2014	March 31, 2013
Discount rate	8.25%	8.25%
Expected rate of return on assets	8.25%	8.25%

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The following tables summarise the components of net benefit expense recognised in the statement of profit and loss and amounts recognised in the balance sheet for the gratuity plan of the ABCBL which is unfunded.

Amounts recognized in the Balance sheet in respect of gratuity

	March 31, 2014	March 31, 2013
Present value of defined benefit obligation	2,263,827	2,962,192
Fair value of plan assets	-	-
Liability/(Asset) recognized in the balance sheet	2,263,827	2,962,192

Amounts recognized in the statement of profit and loss in respect of gratuity

	March 31, 2014	March 31, 2013
Current service cost	357,517	625,334
Interest cost on benefit obligation	244,381	219,963
Expected return on plan assets	NIL	NIL
Net actuarial (gain) / loss recognized in the year	(775,371)	(209,668)
Past service costs - vested benefits	-	-
Net gratuity cost	(173,473)	635,629

Reconciliation of present value of the obligation

Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the year ended March 31, 2014

(All amounts are in Indian Rupees unless otherwise stated)

	March 31, 2014	March 31, 2013
Opening defined benefit obligation	2,962,192	2,587,798
Interest cost	244,381	219,963
Current service cost	357,517	625,334
Actuarial (gains)/ losses on obligation	(775,371)	(209,668)
Benefits paid	(524,892)	(261,235)
Closing defined benefit obligation	2,263,827	2,962,192

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

	March 31, 2014
Discount rate	8.25%
Expected rate of return on assets	8.25%

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

30) Related party transactions

List of related parties

Ultimate holding Company	Aditya Birla Nuvo Limited
Holding Company	Aditya Birla Financial Services Private Limited
Subsidiary Company	Aditya Birla Commodity Broking Limited

Related parties with whom transactions have taken place during the year	
Fellow Subsidiaries	Aditya Birla Finance Limited
	Aditya Birla Money Mart Limited
	Aditya Birla Financial Shared Services Limited
	Birla Sun Life Insurance Company Limited
	Aditya Birla Customer Services Pvt Limited



Aditya Birla Money Limited
Notes to the Consolidated Financial statements for the year ended March 31, 2014

(All amounts are in Indian Rupees unless otherwise stated)

Sr. No.	Particulars	Closing Balance as on March 31, 2014	Transactions 2013 - 2014	Closing Balance as on March 31, 2013	Transactions 2012 - 2013
I	Aditya Birla Financial Services P Ltd				
1	Issue of Preference Share	-	100,000,000	-	-
II	Aditya Birla Finance Ltd				
1	Recovery of Cost - Rent expenses	-	101,125	-	446,221
2	Sale of Assets	-	738,930	-	-
3	Inter corporate loan repaid	-	-	-	200,000,000
4	Interest on Inter corporate loan payable (Paid)	-	-	-	1,687,671
5	Syndication fee payable (Paid)	-	-	-	14,647
6	Outstanding Balances				
	- Receivables	18,202	-	422,197	-
III	Aditya Birla Money Mart Ltd				
1	Expenses – Commission / Management Fees	-	63,787,072	-	75,094,928
2	Recovery of Cost - Rent, Electricity, Staff welfare and other expenses	-	14,947,934	-	12,940,582
3	Reimbursement of Cost - Rent, Electricity, Staff welfare and other expenses	-	3,475,299	-	-
4	Inter corporate loan given	-	10,000,000	-	-
5	Inter corporate loan receipt	-	10,000,000	-	-
6	Interest on Inter corporate loan receivable	-	374,932	-	-
7	Outstanding Balances				
	- Receivables from ABMM (by ABML)	2,092,555	-	-	-
	- Payables to ABMM (by ABML)	-	-	(7,597,477)	-
	- Payables to ABMM (by ABCBL)	(975,505)	-	(1,667,146)	-



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the year ended March 31, 2014

(All amounts are in Indian Rupees unless otherwise stated)

Sr. No.	Particulars	Closing Balance as on March 31, 2014	Transactions 2013 - 2014	Closing Balance as on March 31, 2013	Transactions 2012 - 2013
IV	Aditya Birla Financial Shared Services Ltd				
1	Reimbursement of Cost - Manpower, Electricity, Staff welfare and other expenses		11,353,190	-	10,098,688
2	Outstanding Balances - Payables	(3,305,760)	-	(1,478,348)	-
V	Birla Sunlife Insurance Co Ltd				
1	Brokerage Income	-	10,891,642	-	10,627,419
2	Reimbursement of Cost	-	-	-	11,819
3	Outstanding Balances - Payables	-	-	(10,637)	-
VI	Aditya Birla Insurance Brokers Ltd				
1	Recovery of Cost - Rent expenses	-	488,766	-	-
2	Outstanding Balances - Receivables	92,124	-	-	-
VII	Aditya Birla Customer Services P Ltd				
1	Recovery of Cost - IT Support expenses	-	842,700	-	-
2	Outstanding Balances - Receivables	75,843	-	-	-



Aditya Birla Money Limited

Notes to the Consolidated Financial statements for the year ended March 31, 2014

(All amounts are in Indian Rupees unless otherwise stated)

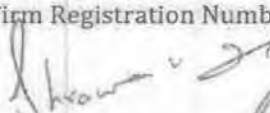
31) Additional information pursuant to provisions of paragraphs 5(ii)(a), 5(ii)(b) and paragraphs 5(viii) (a) and 5(viii) (c) Part II of the Revised Schedule VI to the Companies Act, 1956 has not been provided as these are not relevant having regard to the nature of the business of the Company.

32) Previous year figures

Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

**As per our report of even date
For S. R. BATLIBOI & CO LLP.**

Chartered Accountants
ICAI Firm Registration Number: 301003E



per **Shravan Jalan**
Partner
Membership No.: 102102

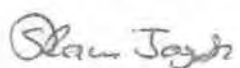



Place: Mumbai
Date: April 29, 2014




For and on behalf of the Board of Directors


Sudhakar Ramasubramanian
Managing Director


Ram Jayar
Director


Manoj Kumar Gandhi
Chief Finance and Operations
Officer


S Balaji
Company Secretary

Aditya Birla Money Limited
Cash Flow Statement as at 31st Mar 2014
(All amounts are in Indian rupees, unless otherwise stated)

	March 31, 2014 Rs	March 31, 2013 Rs
Cash flow from operating activities		
Profit / (Loss) before tax	(117,378,975)	(153,124,591)
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/ amortization	64,619,340	81,128,752
Loss/ (profit) on sale of fixed assets	7,574,460	10,648,880
Provision for doubtful debts made/(written back)	(3,536,630)	156,366
Provision for doubtful deposits and advances	6,413,000	8,176,764
Net (gain)/ loss on sale of current investments	(10,812,644)	(10,871,369)
Interest expense	24,197,440	47,053,000
Interest (income)	(41,397,935)	(83,663,801)
Dividend (income)	(19,800)	(16,500)
Operating profit before working capital changes	(70,341,744)	(100,512,499)
Movements in working capital :		
Increase/ (decrease) in trade payables	(3,339,536)	(40,211,292)
Increase / (decrease) in long-term provisions	(690,061)	368,693
Increase / (decrease) in short-term provisions	(563,878)	147,898
Increase/ (decrease) in other current liabilities	559,228,226	(214,034,243)
Increase/ (decrease) in other long-term liabilities	213,198	(610,041)
Decrease / (increase) in trade receivables	(363,735,369)	178,590,556
Decrease / (increase) in Other Bank Current Account Balance	(60,699,188)	49,417,042
Decrease / (increase) in long-term loans and advances	7,768,697	20,810,678
Decrease / (increase) in short-term loans and advances	(157,503,714)	109,806,544
Decrease / (increase) in other current assets	(70,305,081)	(13,156,958)
Cash generated from / (used in) operations	(159,968,450)	(9,383,622)
Direct taxes paid (net of refunds)		
	(159,968,450)	(9,383,622)
Cash flow before exceptional items		
Exceptional item		
Net cash from/ (used in) operating activities (A)	(159,968,450)	(9,383,622)
Cash flows from investing activities		
Purchase of fixed assets, including CWIP and capital advances	(4,800,492)	(10,653,974)
Proceeds from sale of fixed assets	3,149,896	1,034,593
Purchase of Mutual Fund	(28,126,450,000)	(17,143,704,557)
Proceeds from Sale of Mutual Fund	28,137,262,644	17,154,575,926
Investments in bank deposits (having original maturity of more than three months) and lien deposits	(1,015,346,440)	(456,767,704)
Maturity of bank deposits (having original maturity of more than three months) and lien deposits	1,480,797,000	258,360,238
Interest received	70,692,067	83,663,801
Dividends received	19,800	16,500
Net cash flow from/ (used in) investing activities (B)	545,324,475	(113,475,177)



Aditya Birla Money Limited
Cash Flow Statement as at 31st Mar 2014
(All amounts are in Indian rupees, unless otherwise stated)

	March 31, 2014 Rs	March 31, 2013 Rs
Cash flows from financing activities		
Proceeds from Short-term borrowings	474,000,000	803,050,000
Repayment of Short-term borrowings	(527,500,000)	(849,550,000)
Proceeds from Issue of Preference share capital	100,000,000	-
Repayment of Inter Corporate deposits	-	(200,000,000)
Proceeds from Issue of Commercial Paper	750,000,000	1,944,994,418
Repayment of Commercial Paper	(1,150,000,000)	(1,657,836,580)
Interest paid	(17,328,980)	(47,053,000)
Net cash flow from/ (used in) in financing activities (C)	(370,828,980)	(6,395,162)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	14,527,045	(129,253,960)
Cash and cash equivalents at the beginning of the year	4,329,030	133,582,989
Cash and cash equivalents at the year ended	18,856,074	4,329,030
Components of cash and cash equivalents		
Cash on hand	16,607	20,608
With banks		
- Current account	17,984,208	3,529,099
- unpaid dividend accounts*	670,077	594,141
- unpaid matured deposits*	185,182	185,182
Total cash and cash equivalents (Note 14)	18,856,074	4,329,030

* The company can utilize these balances only toward settlement of the respective unpaid dividend and unpaid matured deposits.


As per our attached Report of even date

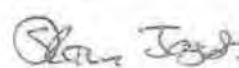
For S.R. BATLIBOI & CO.
Firm Registration Number: 301003E
Chartered Accountants


per Shrawan Jalan
Partner
Membership No.: 102102
Date: April 29, 2014
Place: Mumbai

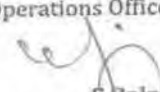


For and on behalf of Board of Directors


Sudhakar Ramasubramanian
Managing Director


Director


Manoj Gandhi
Chief Finance and Operations Officer


S. Balaji
Company Secretary

