

QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
DIRECTORS' REPORT

To
The Members,
Quantum Asset Management Company Private Limited

The Directors have pleasure in presenting the Eleventh Annual Report of your Company together with the Audited Statements of Accounts for the financial year ended March 31, 2016.

• **Statement Of Affairs Of The Company**

I. Company Performance / Principal Activities

The Company is the Investment Manager for various schemes of Quantum Mutual Fund (Fund) which received SEBI approval on December 2, 2005.

As on the date of this report, the Company is the Investment Manager for the following Nine Schemes of the Fund:

Sr. No.	Scheme Name	Inception Date
1.	Quantum Long Term Equity Fund	March 13,2006
2.	Quantum Liquid Fund	April 07,2006
3.	Quantum Gold Fund	February 22,2008
4.	Quantum Index Fund	July 10,2008
5.	Quantum Tax Saving Fund	December 23, 2008
6.	Quantum Equity Fund of Funds	July 20, 2009
7.	Quantum Gold Savings Fund	May 19, 2011
8.	Quantum Multi Asset Fund	July 11,2012
9.	Quantum Dynamic Bond Fund	May 19, 2015

Rendering of Research / Advisory Services

In addition to the Investment Management Services, the Company provided Research Services on Equities and Fixed Income during the year ended March 31, 2016 on commercial basis to Quantum Advisors Private Limited and QIEF Management LLC, Mauritius in terms of the approvals received from Securities and Exchange Board of India.

The Company also provided Research / Advisory Service on Multi Asset Allocation to QIEF Management LLC effective from March 22, 2016 in terms of the approval received from Securities and Exchange Board of India.

It has been confirmed that the Research/Advisory Services provided by the Company, are not in conflict with the activities of the Fund.

II. Financial Results

The Company earned a profit before tax of Rs. 3,92,83,081/- (Rupees three crores ninety two lacs eighty three thousand and eighty one only) during the financial ended March 2016 as compared to a profit of Rs. 2,68,91,483/- (Rupees two crores sixty eight lacs ninety one thousand four hundred and eighty three only) in the previous 9 months ended March 2015 (Financial year 2014-2015)

The Directors would like to place on record the firm commitment of the employees of the Company for helping the Company achieve many milestones in a very difficult global environment for financial service companies.

Particulars	Financial Year ended March 31, 2016 (Rs.)	9 Months period Ending March 31, 2015 (Financial Year) (Rs.)
Profit before Tax	3,92,83,081	2,68,91,483
Provision for Tax:		
Current Tax Expense	80,00,000	68,50,000
Mat Credit	(46,00,000)	
Deferred Tax (Credit) / charge	20,99,613	(28,396)
Profit after Tax	3,37,83,468	2,00,69,879
Balance brought forward from previous year	11,96,58,850	11,15,52,885
Interim Equity Dividend (Rs 1.20 per share)	-	-
Interim Equity Dividend Distribution Tax	-	-
Proposed Final Equity Dividend (Rs 0.70 per share)	-	77,00,000
Tax on proposed Final Equity Dividend	-	15,39,547
Depreciation on transition to Schedule II of the Companies Act, 2013 on tangible fixed assets with nil remaining useful life (Net of deferred tax)	-	267,401
Proposed Dividend on preference shares	-	3,75,000
Tax on Proposed Preference dividend	-	74,978
Transfer to General reserve	-	20,06,988
Balance carried to Balance Sheet	15,34,42,318	11,96,58,850

III. Review Of Operations Of The Schemes Of The Fund

Assets Under Management & No. of Investors:

Name of the Scheme	AUM as on March 31, 2016 (Rs In Cr.)	AUM as on March 31, 2015 (Rs In Cr.)	No of Folios as on March 31, 2016	No of Folios as on March 31, 2015
Quantum Long Term Equity Fund	473.15	417.36	23,168	22,691
Quantum Liquid Fund	61.28	68.87	2,177	2,364
Quantum Gold Fund (ETF)	62.16	58.06	11,959	13,601
Quantum Index Fund (ETF)	3.55	3.32	386	382
Quantum Tax Saving Fund	39.72	33.34	5,871	5,260
Quantum Equity Fund of Funds	8.23	4.97	1066	674
Quantum Gold Savings Fund	11.39	10.17	2,107	2,273
Quantum Multi Asset Fund	7.07	6.74	494	547
Quantum Dynamic Bond Fund	31.08	---	741	---
Total	697.63	602.83	47,969	47,792

IV Performance Of The Schemes Of The Fund

(a) Quantum Long Term Equity Fund – An Open-ended Equity Scheme

The resources of the Quantum Long Term Equity Fund have been invested in line with the investment objective of the Scheme.

Performance of the Quantum Long Term Equity Fund v/s Benchmark – S&P BSE 30 TRI v/s Additional Benchmark – S&P BSE Sensex as on March 31, 2016

	March 31, 2015 to March 31, 2016	March 31, 2014 to March 31, 2015	March 28, 2013 to March 31, 2014	Since Inception*	
	Absolute Returns (%)	Absolute Returns (%)	Absolute Returns (%)	CAGR Returns (%)	Current value of standard investment of Rs 10,000/- (INR)
Quantum Long Term Equity Fund - (Growth Option)	0.08	27.76	23.79	14.33	38,460
Scheme Benchmark - (S&P BSE 30 TRI)	-7.91	26.81	20.73	10.43	27,134
Additional Benchmark - (S&P BSE Sensex)	-9.36	24.89	18.85	8.84	23,457

Past performance may or may not be sustained in the future.

*Date of Inception - March 13, 2006

(b) Quantum Liquid Fund – An Open-ended Liquid Scheme

The resources of the Quantum Liquid Fund have been invested in line with the investment objective of the Scheme.

Performance of the Quantum Liquid Fund v/s Benchmark – CRISIL Liquid Fund Index v/s Additional Benchmark – Crisil 1 year T-bill Index as on March 31, 2016

	Quantum Liquid Fund - (Growth Option) (%)	Scheme Benchmark -(Crisil Liquid Fund Index) (%)	Additional Benchmark - (Crisil 1 year T-Bill Index) (%)
7 days #	12.70	13.65	7.11
15 days #	9.61	10.95	6.91
30 days #	8.46	9.85	7.50
March 31, 2015 to March 31, 2016##	7.63	8.06	7.69
March 31, 2014 to March 31, 2015##	8.64	8.98	8.74
March 28, 2013 to March 31, 2014 ##	9.14	9.54	5.84
Since Inception*			
CAGR Returns	7.78	7.54	6.25
Current value of standard investment of Rs 10,000/-(INR)	21,144	20,671	18,320

Past performance may or may not be sustained in the future.

*Date of Inception - April 07, 2006

Simple Annualized Yield, ## Absolute Returns.

(c) Quantum Gold Fund – An Open-ended Exchange Traded Fund

The resources of the Quantum Gold Fund have been invested in line with the investment objective of the Scheme.

Performance of the Quantum Gold Fund v/s Benchmark – Domestic Price of Physical Gold as on March 31, 2016

	March 31, 2015 to March 31, 2016	March 31, 2014 to March 31, 2015	March 28, 2013 to March 31, 2014	Since Inception*	
	Absolute Returns (%)	Absolute Returns (%)	Absolute Returns (%)	CAGR Returns (%)	Current value of standard investment of Rs 10,000/- (INR)
Quantum Gold Fund - (Growth Option)	9.84	-6.27	-7.86	10.56	22,580
Scheme Benchmark - (Domestic price of Physical Gold)	11.12	-5.32	-6.96	11.27	23,788

Past performance may or may not be sustained in the future.

*Date of Inception - February 22, 2008

(d) Quantum Index Fund – An Open-ended Exchange Traded Fund

The resources of the Quantum Index Fund have been invested in line with the investment objective of the Scheme.

Performance of the Quantum Index Fund v/s Benchmark –CNX Nifty -Total Return Index v/s Additional Benchmark – S&P BSE Sensex as on March 31, 2016

	March 31, 2015 to March 31, 2016	March 31, 2014 to March 31, 2015	March 28, 2013 to March 31, 2014	Since Inception*	
	Absolute Returns (%)	Absolute Returns (%)	Absolute Returns (%)	CAGR Returns (%)	Current value of standard investment of Rs 10,000/- (INR)
Quantum Index Fund - (Growth Option)	-7.96	28.04	19.16	9.70	20,461
Scheme Benchmark - (Nifty 50 Total Return Index)	-7.82	28.17	19.47	9.60	20,321
Additional Benchmark - (S&P BSE Sensex)	-9.36	24.89	18.85	8.05	18,197

Past performance may or may not be sustained in the future.

*Date of Inception - July 10, 2008

(e) Quantum Tax Saving Fund – An Open-ended Equity Linked Savings Scheme

The resources of the Quantum Tax Saving Fund have been invested in line with the investment objective of the Scheme.

Performance of the Quantum Tax Saving Fund v/s Benchmark – S&P BSE 30 TRI v/s Additional Benchmark - S&P BSE Sensex as on March 31, 2016

	March 31, 2015 to March 31, 2016	March 31, 2014 to March 31, 2015	March 28, 2013 to March 31, 2014	Since Inception*	
	Absolute Returns (%)	Absolute Returns (%)	Absolute Returns (%)	CAGR Returns (%)	Current value of standard investment of Rs 10,000/- (INR)
Quantum Tax Saving Fund - (Growth Option)	-0.24	28.48	23.41	20.13	37,990
Scheme Benchmark - (S&P BSE 30 TRI)	-7.91	26.81	20.73	15.82	29,107
Additional Benchmark - (S&P BSE Sensex)	-9.36	24.89	18.85	14.13	26,161

Past performance may or may not be sustained in the future.

*Date of Inception - December 23, 2008

(f) Quantum Equity Fund of Funds – An Open-ended Equity Fund of Funds Scheme

The resources of the Quantum Equity Fund of Funds have been invested in line with the investment objective of the Scheme.

Performance of the Quantum Equity Fund of Funds v/s Benchmark – S&P BSE 200 Index v/s Additional Benchmark – S&P BSE Sensex as on March 31, 2016

	March 31, 2015 to March 31, 2016	March 31, 2014 to March 31, 2015	March 28, 2013 to March 31, 2014	Since Inception*	
	Absolute Returns (%)	Absolute Returns (%)	Absolute Returns (%)	CAGR Returns (%)	Current value of standard investment of Rs 10,000/- (INR)
Quantum Equity Fund of Funds - (Growth Option)	-3.39	46.27	20.96	13.93	23,977
Scheme Benchmark - (S&P BSE 200 Index)	-7.86	31.93	17.19	8.83	17,632
Additional Benchmark - (S&P BSE Sensex)	-9.36	24.89	18.85	7.93	16,682

Past performance may or may not be sustained in the future.

*Date of Inception - July 20, 2009

(g) Quantum Gold Savings Fund – An Open ended Fund of Fund Scheme

The resources of the Quantum Gold Savings Fund have been invested in line with the investment objective.

Performance of the Quantum Gold Savings Fund v/s Benchmark – Domestic Price of Gold as on March 31, 2016

	March 31, 2015 to March 31, 2016	March 31, 2014 to March 31, 2015	March 28, 2013 to March 31, 2014	Since Inception*	
	Absolute Returns (%)	Absolute Returns (%)	Absolute Returns (%)	CAGR Returns (%)	Current value of standard investment of Rs 10,000/- (INR)
Quantum Gold Savings Fund - (Growth Option)	5.75	-10.05	-4.80	3.72	11,948
Scheme Benchmark - (Domestic price of Gold)	11.12	-5.32	-6.96	6.11	13,354

Past performance may or may not be sustained in the future.

*Date of Inception - May 19, 2011

(h) Quantum Multi Asset Fund – An Open ended Fund of Fund Scheme

The resources of the Quantum Multi Asset Fund have been invested in line with the investment objective.

Performance of the Quantum Multi Asset Fund v/s Benchmark – CRISIL Composite Bond Fund Index (40%) + S&P BSE Sensex Total Return Index (40%) + Domestic price of Gold (20%) as on March 31, 2016

	March 31, 2015 to March 31, 2016	March 31, 2014 to March 31, 2015	March 28, 2013 to March 31, 2014	Since Inception*	
	Absolute Returns (%)	Absolute Returns (%)	Absolute Returns (%)	CAGR Returns (%)	Current value of standard investment of Rs 10,000/- (INR)
Quantum Multi Asset Fund (Growth Option)	3.58	13.61	12.63	9.52	14,031
Scheme Benchmark - [CRISIL Composite Bond Fund Index (40%) + S&P BSE Sensex Total Return Index (40%) + Domestic price of Gold (20%)]	0.70	16.86	8.88	8.68	13,637

Past performance may or may not be sustained in the future.

*Date of Inception - July 11, 2012

(i) Quantum Dynamic Bond Fund – An Open ended Debt Scheme with Defined Credit Exposure and Dynamic Maturity Profile

The resources of the Quantum Dynamic Bond Fund have been invested in line with the investment objective.

Performance of the Quantum Dynamic Bond Fund v/s Benchmark – CRISIL Composite Bond Fund Index as on March 31, 2016

	Since Inception*
	Absolute Returns (%)
Quantum Dynamic Bond Fund (Growth Option)	8.35
Scheme Benchmark – Crisil Composite Bond Index	7.82

Past performance may or may not be sustained in the future.

*Date of Inception – May 19, 2015

Direct Marketing

The Fund continues with its unique style of marketing its products. The Fund has always believed in the philosophy of wanting investors to buy Quantum Schemes rather than have the Schemes sold to them. All marketing efforts have been focused towards educating investors about the importance of saving and investing in the right mutual fund Scheme at the right time.

In the financial year 2015-2016, the Fund continued to increase its focus on Investor Information by propagating the “Quantum Direct” (or QD), a free tri-weekly E-Guide, which is sent to investors. The Quantum Direct busts myths about the mutual fund industry and highlights the Quantum philosophy of investing.

The fund house will continue to increase the reader base for its newsletters like the Quantum Direct and the Golden Truth (Quantum Gold Fund Manager’s commentary on gold) through the internet and also support the same through offline activations.

In this digital age it is critical to have a robust website that is not only compatible with the gamut of devices that are available today, but also the data on that website has to be presented in an easily readable and accessible format. The new version of our website – www.QuantumAMC.com achieves just that. It is just as easily readable on the mobile as well as on the laptop or Personal Computer and showcases our funds and other critical information in an easy to read and retrieve manner.

This is our first step towards enhancing our digital presence. The Fund will continue to enhancing various online module and microsites and present them in multiple languages, in this coming financial year.

The presence on social media has been scaled up and a Digital agency has been hired to manage our LinkedIn presence with the option to include other social media vehicles like Facebook and Twitter as well. The idea is to increase the number of followers for our social media channels and thereby the visits to our website.

The Company continues to encourage socially beneficial projects like Natural Street for Performing Arts (NSPA) (Street music), HelpYourNGO (donations) and National Centre for the Performing Arts (teaching music to children in underprivileged schools). The Company has started sending newsletters promoting these initiatives to its database twice a week.

The Fund also continued with the “Path to Profit” meets, taking the Quantum message to metro cities like Mumbai, Bangalore, Delhi etc. Path to Profit has also spread investor awareness to B15 locations like Karad, Satara, Kanpur, Trichy etc. A total of 50 Path to Profit events were conducted in the last financial year.

In order to increase Investor awareness the Fund had tied up with institutions like the prestigious BSE Investor Protection Fund (BSE IPF) and the Central Depository Services Limited (CDSL) in the past to educate people on how simple investing really is and will continue exploring such tie-ups in the coming year too. Going forward, efforts will be continued in spreading this message through such investor education initiatives.

• **Material Change**

The Board of Director of the Company in its meeting held on October 7, 2015 took note of the proposed change in the shareholding of Quantum Advisors Private Limited (QAS) – (the Sponsor and Holding Company), pursuant to the change in the shareholder from Menlo Oak Venture Investments to HWIC Asia Fund (Class Q) (HWIC) and subscription by HWIC to new shares of QAS , collectively aggregating to 49.20% equity stake in the QAS. The Board has provided its consent to implement the change in the indirect control of the Company subject to approval of the Trustee and SEBI in terms of SEBI (Mutual Funds) Regulations, 1996. QAS proposes to infuse further capital into the Company on completion of acquisition of 49.20% equity stake by HWIC in QAS to meet Networth requirements of the Company in accordance with SEBI (Mutual Funds) Regulations, 1996.

• **Extract Of Annual Return**

In accordance with Section 134 (3)(a) of the Companies act, 2013, an extract of the Annual Return in the prescribed format pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014 has been annexed as **Annexure A** to the Directors’ Report.

• **Number Of Board Meetings**

Eight Board Meetings were held during the financial year ended March 31, 2016, on – April 23, 2015, May 20, 2015, June 19, 2015, August 25, 2015, October 7, 2015, October 19, 2015, November 23, 2015 and March 19, 2016.

Directors	Number of Board Meetings Attended
Mr. Ajit Dayal	6*
Mr. C. Srinivasan	8
Mr. Kamal Pande	7
Mr. S. R. Balasubramanian	7
Mr. I. V. Subramaniam	6

- Present for a part of the meeting held on March 19, 2016.

• **Loans, Guarantees Or Investments**

Particulars of loans given, investments made, guarantees given and securities provided which are covered u/s 186 of the Companies Act, 2013 form part of the notes to the financial statements provided in this annual report.

• **Related Party Transactions**

The particulars of contracts or arrangements with related parties in terms of Section 188 (1) of the Companies Act, 2013 for the financial year in the prescribed format - AOC 2, has been annexed as **Annexure B** to the Directors' Report.

• **The Conservation Of Energy, Technology Absorption, Foreign Exchange Earnings And Outgo;**

As your Company is a service-providing establishment, Your Directors have nothing to report on the provisions of Part A & B of Rule 8 (3) of the Companies (Accounts) Rules, 2014, read along with the section 134 (3) (m) of Companies Act, 2013.

Foreign Exchange Earnings And Outgo

The details of Foreign Exchange Earnings and Outgo are as follows:

Particulars	Current Year (Rs.) 2015-16	Previous Year (Rs.) 2014-15
Foreign Exchange Earned	309,27,967	795,29,667
Foreign Exchange Used	2,77,565	1,63,902

• Internal Financial Controls

The Company has in place adequate internal financial controls with reference to the Financial Statements. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

• Prevention of Sexual Harassment at Workplace

Your Company has a policy and Internal Complaint Committee in accordance with The Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('Act') and Rules made thereunder. In the Internal Complaint Committee one of the members is Representative of Majlis – NGO which is working in the field of women's rights for the past 20 years.

During the financial year, the company has not received any complaint with respect to the sexual harassment.

• Particulars Of Employees

In accordance with the provisions of rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the statement giving the required information of the employees covered by this section of the Act is annexed as **Annexure C** to the Directors' Report.

• Risk Management

The Company is the Investment Manager to Quantum Mutual Fund has a Risk Management Committee and a dedicated Risk Department at the sponsor level who supports the Company's Risk Management Committee to identify, measure, monitor and manage risks across the Firm in accordance with the regulatory requirements and group level Organizational Risk management Policies and procedures.

Key Risk Management Practices:

Risk Assessment:

The objective of risk assessment is to gain a sound understanding of the risks associated with the business and the processes followed across various departments within the business groups and with a view to determine the safeguards in the form of controls which should be put in place to reduce the level of risk. The steps to Risk Assessment are:

- Step 1: Risk Identification
- Step 2: Analysis of Vulnerabilities and control measures
- Step 3: Monitoring of Risk Control Measures

Risk Reporting & Disclosures

Risks in the nature of critical and high priority are discussed in the Risk Management Committee meeting on a Monthly basis and reported to Board of Directors of the Company.

Other Operational Risks forming part of the Board approved scope of the Risk Management Committee are discussed in a monthly meeting of the committee. The Minutes of the monthly committee meeting are placed before the Board of the Company for their review and noting purpose.

• Annual Report on CSR Activities

The Annual report on CSR initiatives undertaken by the Company during the financial year as prescribed under the Companies (Social Responsibility Policy) Rules, 2014 is annexed as **Annexure D** to the Directors' Report.

• Auditors & Auditor's Report

At the Ninth Annual General Meeting of the Company held on October 17, 2014, M/s. Deloitte Haskins & Sells, Chartered Accountants, Baroda (Deloitte, Baroda) has been appointed as the Statutory Auditor of the company to hold office till the conclusion of Fourteenth Annual General Meeting. In terms of first proviso to section 139 of the Companies Act, 2013, the appointment of statutory auditor shall be placed for ratification at every Annual General Meeting of the Company. Accordingly, the appointment of Deloitte, Baroda, as the statutory auditor of the company is placed for ratification by shareholder. In this regard, the Company has also received certificate from Deloitte, Baroda to the effect that if their appointment is ratified, it would in accordance with the provisions of section 141 of the Companies Act, 2013.

The Report given by the Auditors on the financial statements of the Company is part of the Annual Report.

There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report.

• **Directors Responsibility Statement**

Your Directors Confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

• **Acknowledgement**

The Company is committed to meet the Net Worth requirement of Rs. 50 Crores within the timelines as prescribed in the SEBI Regulations without compromising the interest of the investors and continuing to innovate and follow the principals of remaining low cost and offering complete transparency to investors.

Your Directors wish to thank the investors and acknowledge the valuable assistance, support and guidance provided by Securities and Exchange Board of India and Association of Mutual Funds of India. Your Directors also appreciate the services and support provided by all concerned including Registrar & Transfer Agents, Custodians and Banks.

The Directors also express their gratitude to Quantum Advisors Private Limited and Quantum Trustee Company Private Limited for their support.

**On behalf of the Board of Directors
for Quantum Asset Management Company Private Limited**

**Sd/-
Ajit Dayal
DIN : 00252993
Chairman**

Place : Mumbai
Date : June 17, 2016

Annexure A

The Extract Of Annual Return For The Financial Year 2015-16: Form MGT - 9

I. Registration And Other Details

- (i) CIN: U65990MH2005PTC156152
(ii) Registration Date: September 19, 2005
(iii) Name of the Company: Quantum Asset Management Company Pvt. Ltd.
(iv) Category / Sub-Category of the Company : Private Company / Limited by Shares
(v) Address of the registered office and contact details: 505, 5th floor, Regent Chambers, Nariman Point, Mumbai – 400021
Ph: 61447800
(vi) Whether listed company Yes / No: No
(vii) Name, Address and Contact details : NA
of Registrar and Transfer Agent, if any

II. Principal Business Activities Of The Company

Sr. No.	All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1.	Asset Management Service	Management of Mutual Funds	66301	25
2.	Research/ Advisory Service	-	-	55

III. Particulars Of Holding, Subsidiary And Associate Companies

Sr. No	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	Quantum Advisors Private Limited	U65990MH1990PTC055279	Holding	100.00	2(46)

IV. Share Holding Pattern (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian	1,09,99,990	10	1,10,00,000	100	1,09,99,990	10	1,10,00,000	100	-
a) Individual/HUF									
b) Central Govt									
c) State Govt (s)									
d) Bodies Corp.									
e) Banks / FI									
f) Any Other....									
Sub-total (A1):-	1,09,99,990	10	1,10,00,000	100	1,09,99,990	10	1,10,00,000	100	-
(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs - Individuals									
b) Other – Individuals									
c) Bodies Corp.									
d) Banks / FI									
e) Any Other....									
Sub-total (A2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)=(A1)+(A2)	1,09,99,990	10	1,10,00,000	100	1,09,99,990	10	1,10,00,000	100	-
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt (s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.									
i) Indian									

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
ii) Overseas b) Individuals i) Individual shareholders holding nominal share capital upto Rs. 1 lakh ii) Individual share holders holding nominal share capital in excess of Rs 1 lakh c) Others (specify)									
Sub-total (B2):-	-	-	-	-	-	-	-	-	-
Total Public Share holding (B)=(B1)+(B2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs									
Total (C)	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	1,09,99,990	10	1,10,00,000	100	1,09,99,990	10	1,10,00,000	100	0.00 -

(ii) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Quantum Advisors Private Limit	Equity Shares : 1,09,99,990	99.99	-	Equity Shares : 1,09,99,990	99.99	-	-
2	Mr. Anil Harish – Nominee of Quantum Advisors Private Limited	Equity Shares : 10	0.01	-	Equity Shares : 10	0.01	-	-
	Total	1,10,00,000	100	-	1,10,00,000	100	-	-

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	1,10,00,000	100	1,10,00,000	100
2.	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	Nil	Nil	Nil	Nil
3.	At the End of the year	1,10,00,000	100	1,10,00,000	100

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	-	-	-	-
2.	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
3.	At the End of the year (or on the date of separation, if separated during the year)	-	-	-	-

(v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	-	-	-	-
2.	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
3.	At the End of the year	-	-	-	-

V. INDEBTEDNESS

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

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

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Jimmy A Patel	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	77,83,340	77,83,340
2.	Stock Option	Nil	Nil
3.	Sweat Equity	Nil	Nil
4.	Commission - as % of profit - others, specify...	Nil	Nil
5.	Others, please specify	Nil	Nil
	Total (A)	77,83,340	77,83,340
	Ceiling as per the Act	NA	NA

B. Remuneration to other directors

Sr. No.	Particulars of Remuneration	Name of Director			Total Amount
		Mr. C. Srinivasan	Mr. Kamal Pande	Mr. S. R. Balasubramanian	
1.	Independent Directors* (a) Fee for attending board / committee meetings (b) Commission (c) Others, please specify Total (1)	4,60,000	4,00,000	4,20,000	12,80,000
2.	Other Non-Executive Directors (a) Fee for attending board / committee meetings (b) Commission (c) Others, please specify Total (2)	-	-	-	-
	Total (B) = (1+2)	4,60,000	4,00,000	4,20,000	12,80,000
	Total Managerial Remuneration (A + B)	4,60,000	4,00,000	4,20,000	12,80,000
	Overall Ceiling as per the Act	NA	NA	NA	NA

*The Directors are Independent Directors as per the SEBI (Mutual Funds) Regulations, 1996

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD: The Company does not have any Key Managerial Personnel

Sr. No.	Particulars of Remuneration	Name of Director	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	Commission - as % of profit - others, specify...	-	-
5.	Others, please specify	-	-
	Total	-	-

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

On behalf of the Board of Directors

for **Quantum Asset Management Company Private Limited**

**Sd/-
Ajit Dayal
DIN : 00252993
Chairman**

Place : Mumbai
Date : June 17, 2016

Annexure B

PARTICULARS OF CONTRACTS / ARRANGEMENT MADE WITH ELATED PARTIES

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

There are no contracts or arrangements or transactions entered into during the year ended March 31, 2016, which were not at arm's length basis.

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

The details of material contracts or arrangements or transactions at arm's length basis for the year ended March 31, 2016, are as follows:

Sr. No.	Name of the related party	Nature of Relationship	Salient terms of the Contract	Date of approval / noting* of Board	Amount (Rs.)	Advance Paid, if any,	Date of the Special Resolution	Duration of Contract
1	Quantum Advisors Private Limited (QAPL)	Associate Company due to Common Directorship	To provide research inputs on equities and other asset classes in India – Gold, Fixed Income, Silver, Metals, Crude Oil, Currency, Real Estate & other commodities.	23.4.2015	25% of the fixed fees earned by QAPL as Investment Management Fees from its all India Focused Equity Clients, provided however that the fees shall not exceed a sum of Rs. 12,00,00,000 (Rupees Twelve Crores only) per annum.	-	-	1.4.2015 - Ongoing

Sr. No.	Name of the related party	Nature of Relationship	Salient terms of the Contract	Date of approval / noting* of Board	Amount (Rs.)	Advance Paid, if any,	Date of the Special Resolution	Duration of Contract
2	QIEF Management LLC (QIEF)	Associate Company due to Common Directorship	To provide research inputs or research services on equities - BSE Listed Companies and NSE Listed Companies	23.4.2015	25% of the fixed fees earned by QIEF as Investment Management Fees from its all India Focused Equity Clients.	-	-	1.4.2015 - Ongoing
3	Quantum Advisors Private Limited (QAPL)	Associate Company due to Common Directorship	Rent Sharing Agreement to share the rent, electricity and security deposit to be shared proportionately on the basis on basis of area occupied.	19.6.2015	50% of Rent, Electricity and Security Deposit based on the area occupied	50% of the Security Deposit	-	5 years with option to terminate by 30 days notice by either parties
4	HelpYourNGO. Com India Private Limited (HYNGO)	Associate Company due to Common Directorship	To receive CSR Advisory and consultancy service on the deployment of the CSR Fund and help in identification of projects.	23.11.2015	-#	-	-	25.11.2015 - Ongoing
5	Quantum Advisors Private Limited (QAPL)	Associate Company due to Common Directorship	QAPL shall provide Support Services to the AMC in the functions as defined in the Annexure A to the Agreement	19.3.2016	The fees charged by QAPL to QAMC shall be a sum calculated on the basis of time spent by QAPL employees in accordance with the time sheets prepared as defined in	-	-	18.01.2016- Ongoing

Sr. No.	Name of the related party	Nature of Relationship	Salient terms of the Contract	Date of approval / noting* of Board	Amount (Rs.)	Advance Paid, if any,	Date of the Special Resolution	Duration of Contract
					detail in the Agreement.			
6	QIEF Management LLC (QIEF)	Associate Company due to Common Directorship	To provide research / advisory services in multi-asset allocation.	19.3.2016	Monthly fee of 25% of the fixed fees earned by QIEF as Investment Management Fees form its Multi Asset Product Clients.	-	-	March 21, 2016 - Ongoing

*Approval of the Board of Directors of the Company is not required if the transaction is entered by the company if the transaction is in ordinary course of business and on arm's length basis as per the Companies Act, 2013. The Board has noted the above transactions in the respective board meetings.

The Board of Directors has approved the Consultancy Fees of 5% of the funds deployed as CSR and the same was later on waived off.

On behalf of the Board of Directors

for **Quantum Asset Management Company Private Limited**

Sd/-

Ajit Dayal

DIN : 00252993

Chairman

Place: Mumbai

Date : June 17, 2016

Annexure C

STATEMENT OF PARTICULARS OF EMPLOYEES

INFORMATION REQUIRED AS PER RULE 5 (2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 AND FORMING PART OF DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED MARCH 31, 2016

(A) PERSONS EMPLOYEED THROUGHOUT THE FINANCIAL YEAR WHO WERE IN RECEIPT OF REMUNERATION WHICH, IN THE AGGREGATE, WAS NOT LESS THAN RS. 6,000,000 /- PER ANNUM OR RS. 500,000/- PER MONTH

Sr. No.	Name of employee	Designation	Remuneration	Nature of Employment (Contractual or otherwise)	Qualification	Age	Experience	Date of commencement of employment	Particulars of last employment		Percentage of Equity shares held by the Employee	Relative of any Director or Manager
			(In Rs.)			(Years)	(Years)		Name of employer	Position Held		
1	Jimmy Aspi Patel	Chief Executive Officer	77,83,340	Contractual	FCA, LL.B	48	24	May 3, 2010	Edelweiss Asset Management Ltd.	Chief Executive Officer	-	-
2	Atul Kumar	Head – Equity Funds	62,13,027	Contractual	B.Com., PGDBM	39	17	October 4, 2005	Sahara Asset Management Company Pvt. Ltd.	Equity Analyst	-	-

On behalf of the Board of Directors

for **Quantum Asset Management Company Private Limited**

Sd/-

Ajit Dayal

DIN: 00252993

Chairman

Place: Mumbai

Date : June 17, 2016

Annexure D

Annual Report on Corporate Social Responsibility [Pursuant to Companies (Corporate Social Responsibility Policy) Rules, 2014]

I. A brief outline of the Company's CSR Policy:

Quantum Asset Management Company Private Limited ("Company") intends to make a positive difference to society and contribute its share towards the betterment of society. The Company also believes in the trusteeship concept, which entails transcending business interests and working towards making a meaningful difference to the society. In this regard, the Company has made this policy which encompasses the Company's philosophy for delineating its responsibility as a Corporate Citizen. This policy lays down guidelines and the mechanism for undertaking socially useful programmes for the welfare & sustainable development of the community at large and is titled the "Corporate Social Responsibility (CSR) Policy"; which is based as per the Companies Act, 2013 and rules made there under.

In terms of section 135 and Schedule VII of the Companies Act, 2013, the Board of Directors of the Company has constituted a CSR Committee comprising of Independent Directors on March 18, 2014. The CSR Committee has developed a CSR Policy as per the provisions of Companies Act, 2013 and uploaded on the website of the Company and is available at <http://www.quantumamc.com/downloads/pdfs/CSRP.pdf>

II. Overview of projects & programmes undertaken:

(a) Aga Khan Planning and Building Services, India (AKPBS,I):

AKPBS,I was established with the objectives to promote and facilitate the work of rehabilitation and settlement of members of the under privileged, low income groups and to empower them in the creation of safe, secure and healthy habitats via sustainable built environment initiatives.

AKPBS,I proposed to implement an integrated water supply and environmental sanitation intervention in the Mokhada taluka, Maharashtra. Total households of this village are 200 with the population of 550 people. AKPBS,I proposed to further develop the said village and leverage its linkage and partnership with the community.

The Company had sponsored the project called "Rural Health Improvement Project" to construct 60 toilet units, refurbishment of 81 existing units and conversion 40 units of single pit to double pit with improved sanitation facilities in the village Shivli, Mokhada Taluka, District Palghar, Maharashtra. It is a project for expansion of Rural Health Improvement Program conducted by AKPBS,I.

(b) National Centre for the Performing Arts (NCPA):

During the financial year 2014-2015, the Company had undertaken the project to provide Music Training in schools to create awareness and sensitivity to Indian Traditional Music amongst school children from underprivileged background through National Center for the Performing Arts. The training has been provided in the Balak Vrinda Education Society, Citi Academy For Special Education and Colaba Municipal School, Mumbai and executed an agreement to spend Rs. 10,86,000/- in a span of 2 years.

The unspent amount for the year 2014-2015 of Rs. 5,43,000/- which was spend during the financial year 2015-16.

III. The Composition of the CSR Committee:

1. Mr. Kamal Pande – Independent - Director
2. Mr. C. Srinivasan – Independent Director
3. Mr. S. R. Balasubramanian – Independent Director

IV. Average net profit of the Company for last 3 financial years

Rs. 4,75,64,258/-

V. Prescribed CSR Amount to be spent

Rs. 9,51,285/-

VI. Details of CSR amount spent during the financial year

Particulars	Amount to be Spent	Amount spent in the year 2015-2016	Amount spent in the year 2014-2015	Amount unspent for the year 2015-2016	Amount unspent for the year 2014-2015 and spent in 2015-2016
AKBPS,I	Rs. 9,51,285/-	Rs. 2,00,000/-		Rs. 7,51,285/-	
NCPA	Rs. 10,86,000/-	Rs. 5,43,000/-	Rs. 5,43,000/-		Rs. 5,43,000/-

(d) Manner in which the amount spent during the financial year is detailed below:

Sr. No.	CSR Project or activities identified	Sector in which the project is covered	Projects or Programs (1) Local area or other (2) Specify the state and district where projects and programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto the reporting period	Amount Spent: Direct or through implementing Agency*
1	Rural Health Improvement Project	Rural Development	Shivali Village, Mokhada Taluka, District Palghar, Maharashtra	9,51,285 for the year 2015-16	2,00,000 for the year 2015-16	2,00,000	Aga Khan Planning and Building Service India
2	Music Training to schools to create awareness and sensitivity to Indian Traditional Music amongst school children from underprivileged background.	Promotion and development of traditional arts	Mumbai - Maharashtra	Unspent amount of Rs. 5,43,000 for the year 2014-2015	Rs. 5,43,000 for the year 2014-15	5,43,000	National Centre for the Performing Arts

* Aga Khan Planning and Building Service, India is established with the objectives to promote and facilitate the work of rehabilitation and settlement of members of the under privileged, low income groups and to empower them in the creation of safe, secure and healthy habitats via sustainable built environment initiatives.

National Centre for the Performing Arts (NCPA) is a society registered under the Bombay Public Trusts Act, 1950. It is India's premier cultural institution established in 1966. The first multi-venue, multi-purpose cultural centre to be built in South Asia, it has been committed since its inception to preserving and promoting the country's rich and vibrant heritage of Indian and international music, dance, theatre, film, literature and photography as well as presenting new and innovative work in the field of the performing arts.

VII. Amount Unspent

The Company has executed an agreement with Aga Khan Planning and Building Service, India to for the project "Rural Health Improvement Project" to construct 60 toilet units, refurbishment of 81 existing units and conversion 40 units of single pit to double pit with improved sanitation facilities in the village Shivli, Mokhada Taluka, District Palghar, Maharashtra and to spend Rs. 9,51,285/- in the span of 2 years wherein Rs. 2,00,000 has been spend during the financial year 2015-16 and Rs. 7,51,285/- will be spend during the financial year 2016-17 to effective and prudent use of CSR amount allocate. The remaining amount of Rs. 7,51,285 which is unspent during the year 2015-16 will be spend during the financial year 2016-17. Your Directors are of the opinion that for effective utilization and monitoring of CSR amount it is better to spend amount in the span of two years' time instead of one year and therefore such amount is pending to spend for the financial year 2015-16 and will be spent during the financial year 2016-17.

VIII. CSR Committee Responsibility Statement

We hereby affirm that the CSR Policy as approved by the Board, has been implemented and the CSR Committee monitors the implementation CSR projects and activities in compliance with the CSR objectives and policy of the Company

On behalf of the Board of Directors

for **Quantum Asset Management Company Private Limited**

**Sd/-
Ajit Dayal
DIN : 00252993
Chairman**

**Sd/-
S. R. Balasubramanian
DIN : 03200547
Director**

Place: Mumbai
Date : June 17, 2016

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED Report on the Financial Statements

We have audited the accompanying financial statements of **QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act, as applicable.

This responsibility also includes 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; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting 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 thereunder and the Order under section 143 (11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements,



whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act, as applicable.
 - e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 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 separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - 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 Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 22(i) to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



**Deloitte
Haskins & Sells**

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 117364W)



Abhijit A. Damle
(Partner)
(Membership No. 102912)

Place: Mumbai
Date: 17 June, 2016

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

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

We have audited the internal financial controls over financial reporting of QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

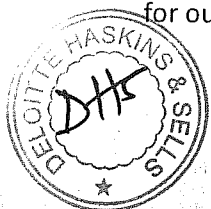
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the 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, to the best of our information and according to the explanations given to us, 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 March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 117364W)



Abhijit A. Damle
(Partner)
(Membership No. 102912)

Place: Mumbai
Date: 17 June, 2016

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i)(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (c) The Company does not have any fixed assets held as immovable properties as freehold or leasehold land and building and hence reporting under clause (i)(c) of the CARO 2016 is not applicable.
- (ii) The Company does not have any inventory and hence reporting under clause (ii) of the CARO 2016 is not applicable.
- (iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of making investments. The company has not granted any loans and provided guarantees and securities.
- (v) According to the information and explanations given to us, the Company has not accepted any deposits during the year and hence reporting under clause (v) of the CARO is not applicable.
- (vi) Having regard to the nature of the Company's business / activities, reporting under clause (vi) of CARO 2016 is not applicable.
- (vii) According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Service Tax, cess and other material statutory dues applicable to it to the appropriate authorities. Sales Tax, Customs Duty, Excise Duty, Value Added Tax is not applicable to the company.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Service Tax, cess and other material statutory dues in arrears as at March 31, 2016 for a period of more than six months from the date they became payable. Sales Tax, Customs Duty, Excise Duty, Value Added Tax is not applicable to the company.



- (c) Details of dues of Income-tax, which have not been deposited as on March 31, 2016 on account of disputes are given below. Sales Tax, Customs Duty, Excise Duty, and Value Added Tax is not applicable to the company. There were no dues of service tax as on 31st March 2016 on account of disputes.

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which the Amount Relates	Amount unpaid (Rs.)
Income Tax Act, 1961	Income Tax	Commissioner of income tax (Appeal)	A.Y. 2012-13	78,68,210

- (viii) The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause (viii) of CARO 2016 is not applicable to the Company.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (ix) of the CARO 2016 Order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The Company is a private company and hence the provisions of section 197 of the Companies Act, 2013 do not apply to the Company.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding, subsidiary or associate company or persons



connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

- (xvi) The Company is not required to be registered under section 45-I of the Reserve Bank of India Act, 1934.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 117364W)



Abhijit A. Damle
(Partner)
(Membership No. 102912)

Place: Mumbai
Date: 17 June, 2016

QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
BALANCE SHEET AS AT 31st MARCH, 2016

Particulars		Note No.	As at 31st March, 2016	As at 31st March, 2015
			Rs.	Rs.
I	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share Capital	3	160,000,000	160,000,000
	(b) Reserves and surplus	4	159,295,206	125,511,738
			319,295,206	285,511,738
2	Non-current liabilities			
	(a) Other Long term Liabilities	5	1,121,242	1,154,225
	(b) Long-term provisions	6	2,278,559	518,030
			3,399,801	1,672,255
3	Current liabilities			
	(a) Trade payables	7		
	(i) Total outstanding dues of Micro & small enterprises		12,540	-
	(ii) Total Outstanding dues of creditors other than Micro & small enterprises		20,782,546	17,647,726
	(b) Other current liabilities	8	20,795,086	17,647,726
	(c) Short-term provisions	9	3,985,714	2,362,052
			5,012,633	14,300,967
			29,793,433	34,310,745
	TOTAL		352,488,440	321,494,738
II	ASSETS			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	10A	2,056,005	1,733,128
	(ii) Intangible assets	10B	2,102,173	1,766,513
	(b) Non Current investments	11	24,430,137	19,430,138
	(c) Deferred tax	25	3,773,494	5,873,108
	(d) Long-term loans and advances	12	31,793,350	13,397,528
			64,155,159	42,200,415
2	Current assets			
	(a) Current investments	13	125,379,493	105,569,674
	(b) Trade receivables	14	9,185,913	18,858,003
	(c) Cash and cash equivalents	15	139,286,174	143,930,207
	(d) Short-term loans and advances	16	7,434,873	5,201,719
	(e) Other current assets	17	7,046,828	5,734,720
			288,333,281	279,294,323
	TOTAL		352,488,440	321,494,738
See accompanying notes forming part of the financial statements.		1-38		

In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants

For and on behalf of the Board of Directors



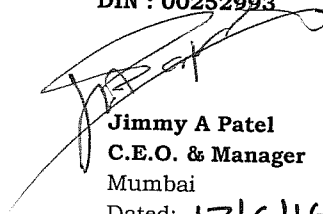
Abhijit A. Damle
PARTNER
Mumbai
Dated: 17/6/16



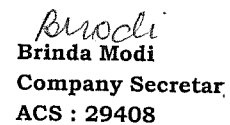
Ajit Dayal
DIRECTOR
DIN : 00252993

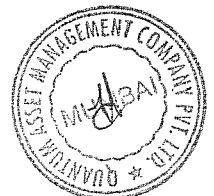


I V Subramaniam
DIRECTOR
DIN : 00253917



Jimmy A Patel
C.E.O. & Manager
Mumbai
Dated: 17/6/16


Brinda Modi
Company Secretary
ACS : 29408



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2016

Particulars	Note No.	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
		Rs	Rs
I Revenue from operations	18	191,635,583	137,439,486
II Other income	19	46,662,817	18,383,736
III Total revenue (I + II)		238,298,400	155,823,222
IV Expenses:			
a) Employee benefits expense	20	102,613,356	67,677,340
b) Depreciation and amortization expense	10C	3,538,355	2,392,230
c) Other expenses	21	92,863,608	58,862,169
Total expenses		199,015,319	128,931,739
V Profit before tax (III-IV)		39,283,081	26,891,483
VI Tax expense:			
(a) Current tax expense for the year /period		8,000,000	6,850,000
(b) MAT Credit		(4,600,000)	-
(c) Deferred tax (credit)		2,099,613	(28,396)
Net tax expenses		5,499,613	6,821,604
VII Profit for the year as per Schedule III		33,783,468	20,069,879
VIII Earnings per equity share: (of face value Rs. 10/- each)			
Basic / Diluted	27	3.02	1.78
See accompanying notes forming part of the financial statements.	1-38		

In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants

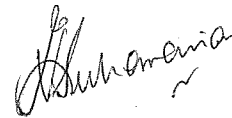
For and on behalf of the Board of Directors



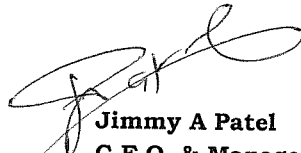
Abhijit A. Damle
PARTNER
Mumbai
Dated: 17/6/16



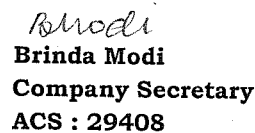
Ajit Dayal
DIRECTOR
DIN : 00252993



I V Subramaniam
DIRECTOR
DIN : 00253917




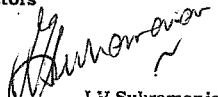
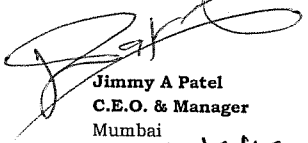
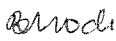
Jimmy A Patel
C.E.O. & Manager
Mumbai
Dated: 17/6/16



Brinda Modi
Company Secretary
ACS : 29408



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
Statement of Cash Flow for the Year ended 31st MARCH, 2016

Particulars	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	39,283,081	26,891,483
Adjustments for:		
Depreciation and amortisation expense	3,538,355	2,392,230
(Profit) on sale of fixed assets	(47,240)	(32,458)
Interest income	(11,451,304)	(8,758,463)
Profit on sale of current investments	(31,261,647)	(9,018,179)
Provision for Gratuity	944,451	821,245
Bonus Provision written back	(3,198,044)	-
Unrealised exchange (Gain)	-	(44,746)
Operating (loss)/profit before working capital changes	(2,192,348)	12,251,113
Changes in working capital		
Increase / (decrease) in current liabilities	9,153,352	(652,465)
Decrease in trade receivables	9,672,090	13,267,605
(Increase) in loans & advances & other current assets	(2,684,728)	(683,437)
Cash generated from operations	13,948,366	24,182,816
Net income tax paid	(19,377,026)	(14,253,375)
Net cash (used in) / generated from operating activities (A)	(5,428,660)	9,929,441
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on fixed assets, including capital advances	(6,192,373)	(1,789,911)
Proceeds from sale of fixed assets	75,500	48,000
Interest Income	10,139,197	3,904,097
Purchase of Current Investments	(159,839,879)	(57,000,000)
Purchase of Long-term investments	(5,000,000)	(18,930,137)
Proceeds from sale of Current Investments	171,291,706	116,520,942
Bank Balance not considered as cash & cash equivalents		
- Placed	(134,900,000)	(110,000,000)
- Matured	135,000,000	65,000,000
Net cash generated from / (used in) investing activities (B)	10,574,151	(2,247,010)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Preference Dividend	(375,000)	(500,000)
Dividend tax on Preference Dividend	(74,978)	(99,971)
Final Equity Dividend	(7,700,000)	-
Dividend Tax on Final Equity Dividend	(1,539,547)	-
Net cash (used in) financing activities (C)	(9,689,525)	(599,971)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(4,544,033)	7,082,461
D. CASH AND CASH EQUIVALENTS		
As at the commencement of the Year /period		
Cash and cash equivalents (As defined in AS3 cash flow statemetns)	8,930,207	1,847,746
As at the end of the Year /period		
Cash and cash equivalents (As defined in AS3 cash flow statemetns)	4,386,174	8,930,207
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(4,544,033)	7,082,461
Notes :-	Figures relating to the previous Period have been recast wherever necessary to conform to the figures of the current year.	
In terms of our report attached	For and on behalf of the Board of Directors	
For Deloitte Haskins & Sells Chartered Accountants	 Ajit Dayal DIRECTOR DIN : 00252993	 I V Subramaniam DIRECTOR DIN : 00253917
Abhijit A. Damle PARTNER Mumbai Dated: 17/6/16	 Jimmy A Patel C.E.O. & Manager Mumbai Dated: 17/6/16	 Brinda Modi Company Secreta ACS : 29408



1. Corporate Information

Quantum Asset Management Co. Pvt. Ltd. was incorporated on 19th September, 2005 as a Private Limited Company under the Companies Act, 1956.

The Company's principal activity is to act as an Asset Management Company for Quantum Mutual Fund (the "Fund"). The Company received approval on 5th December 2005 from Securities and Exchange Board of India (SEBI) in the form of Regulation 2 (12) of the SEBI (Mutual Funds) Regulations, 1996. The Company manages investment portfolios of the scheme(s) launched by the Fund and provides various administrative services to the Fund as laid down in the Investment Management Agreement dated 7th October, 2005. As on 31st March, 2016 the Fund had 9 schemes and during the Year ended 31st March, 2016 one new scheme was launched. The Company also carries out research activity and earns fee based income there from.

2. Significant Accounting Policies

a) Basis of Accounting:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"). The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b) Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

c) Fixed Assets

Fixed Assets are stated at cost of acquisition. They are stated at historical cost less accumulated depreciation.

d) Depreciation:

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the WDV method as per the useful life prescribed in Schedule II to the Companies Act, 2013, as under:

Furniture and Fixtures	10 years
Vehicles	8 years
Office Equipment	5 years
Computers	3 years

Leasehold improvements are amortised over the duration of the lease.

e) Intangible Assets:

Computer Software, treated as intangible asset, is stated at cost less accumulated amortisations. It is amortised at 60% on written down. The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.

f) Investments:

Investments as classified as long-term or current based on the intention of the management at the time of purchase. Long-term Investments are carried at carrying cost less any diminution in value, which is other than temporary, determined separately for each individual investment.

Current Investments are valued at the lower of Cost or Net Realizable Value. The comparison of Cost and Net Realizable Value is done separately in respect of each individual investment.

Purchase and Sale of investments are recorded on trade date. Profit or loss on sale of Investments is determined on FIFO method



g) Revenue Recognition:

Revenue (income) is recognised when no significant uncertainty as to determination and realisation exists. Income from Asset Management / Research activity is recognized in accordance with the contract entered into with the clients.

h) Foreign Currency Transactions:

Transactions in foreign currency are recorded at the original rates of exchange in force at the time the transactions are effected. At the year end monetary items denominated in foreign currency are reported using the closing rate of exchange. Exchange differences arising thereon and on realization / payment of foreign exchange are accounted in the relevant year as income / expense.

The premium or discount arising at the inception of forward exchange contract is amortized as expense or income over the life of respective contracts. Exchange difference on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates changes. Any profit or loss arising on cancellation or renewal of foreign exchange contracts are recognized as income or expense for the year / period.

i) Employee Benefits:

i) Provident Fund:

Provident Fund is a defined contribution Scheme and contribution made to the Government provident fund as required under the statute / rules is charged to the Statement of Profit and Loss when due.

ii) Gratuity:

Gratuity contribution is made to the Gratuity Fund of Life Insurance Corporation of India. Gratuity expenses are recorded on the basis of actuarial valuation, using projected unit credit method carried out as at the valuation date by an independent actuary. Actuarial gains / losses are immediately taken to the Statement of Profit and Loss and are not deferred.

iii) Employee Stock Option Scheme:

In respect of stock options granted pursuant to the Company's Stock Option Schemes, the Fair Value of the option is spread over the vesting period as Employee Compensation Expense.

iv) Compensated Absences:

Compensated absences are short term employee benefits. They are recognized as expenses at the current salary rates, in the Statement of Profit and Loss of the year in which the related services are rendered.

j) Taxes on Income:

Current tax represents the amount of income tax payable/recoverable in respect of the taxable income/loss for the reporting period using applicable tax rates and tax laws. Deferred tax represents the effect of timing difference between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods. Deferred Tax is accounted using tax rates and laws that are enacted or substantively enacted. Deferred tax asset is recognized and carried forward only to the extent there is a reasonable certainty that the asset will be realized in future.

k) Other Income:

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

l) Leased Assets:

Operating leases: Rentals are expensed with reference to lease terms and other considerations on a straight line basis over the lease term.

m) Provision, Contingent Liabilities & Contingent Assets:

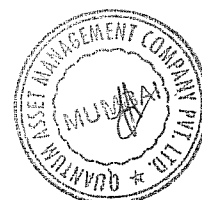
Provision involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

n) Cash flows:

Based on the guiding principles given in the accounting standard on "Cash Flow Statement" (AS-3) issued by the Institute of Chartered Accountants of India, the cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

o) Segment Reporting

Based on the guiding principles given in the Accounting Standard on 'Segment Reporting' (AS-17) issued by the Institute of Chartered Accountants of India, the primary segment of the Company is business segment which comprises of Asset Management and Research services.



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements as at 31st March, 2016

Note 3) Share Capital	As at 31st March, 2016		As at 31st March, 2015	
	Number	Rs	Number	Rs
Authorised				
1 % Cumulative Redeemable preference shares of Rs 100 each	1,100,000	110,000,000	1,100,000	110,000,000
Equity Shares of Rs.10 each with voting rights	11,000,000	110,000,000	11,000,000	110,000,000
Total		220,000,000		220,000,000
Issued				
1 % Cumulative Redeemable preference shares of Rs 100 each	500,000	50,000,000	500,000	50,000,000
Equity Shares of Rs.10 each with voting rights	11,000,000	110,000,000	11,000,000	110,000,000
Total		160,000,000		160,000,000
Subscribed & Paid up				
1 % Cumulative Redeemable preference shares of Rs 100 each	500,000	50,000,000	500,000	50,000,000
Equity Shares of Rs.10 each with voting rights	11,000,000	110,000,000	11,000,000	110,000,000
Total		160,000,000		160,000,000

Note 3 (a). Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year;

Equity shares with voting rights	As at 31st March, 2016		As at 31st March, 2015	
	Number	Rs	Number	Rs
Shares outstanding at the beginning and end of the year	11,000,000	110,000,000	11,000,000	110,000,000

Preference Shares	As at 31st March, 2016		As at 31st March, 2015	
	Number	Rs	Number	Rs
Shares outstanding at the beginning and end of the year	500,000	50,000,000	500,000	50,000,000

Note 3 (b). The Rights, Preferences and restrictions attached to each class of shares including restrictions on the distribution of dividends and the repayment of capital;

(i) Equity shareholders are entitled to one vote per share and to residual assets after payment of all liabilities in the event of liquidation of the company.

(ii) 1% Cumulative Redeemable Preference shares are redeemable at the option of the Company but on or before 14th Dec, 2025 provided the shares are fully paid up.

The Company paid 1% dividend to preference share holders for the nine months period ended 31st March 2015.

Note 3 (c). Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:

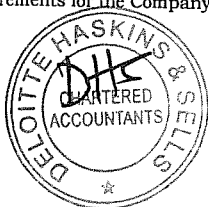
All the above Equity shares (Previous period 11,000,000) are held by Quantum Advisors Private Limited, the Holding company & its nominee.

All the above Preference shares (Previous period 500,000) are held by Quantum Advisors Private Limited, the Holding Company.

Note 3 (d) Details of shares held by each shareholder holding more than 5% shares:

Name of shareholder	As at 31st March, 2016		As at 31st March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Quantum Advisors Pvt Ltd				
1% Preference shares of Rs. 100 each	500,000	100%	500,000	100%
Equity Shares of Rs. 10 each fully paid	11,000,000	100%	11,000,000	100%
Total	11,500,000		11,500,000	

Note 3 (e). The Board of Directors of the Company vide resolution dated 7th October 2015 approved proposed change in the indirect Controlling Interest in the holding Company. Approval of Board of Directors of the Holding Company and Quantum Trustee Company was sought. The proposed change is for meeting the SEBI net worth requirements for the Company to carry on with the Mutual Fund business.



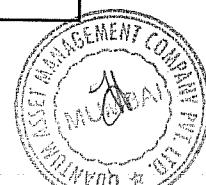
QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements as at 31st March, 2016

Note 4) Reserves & Surplus	As at 31st March, 2016	As at 31st March, 2015
	Rs.	Rs.
General Reserve		
Opening Balance	5,852,888	3,845,900
Add :- Transfer from Surplus in Statement of Profit & Loss	-	2,006,988
Closing Balance	5,852,888	5,852,888
Surplus in Statement of Profit & Loss		
Opening balance	119,658,850	111,552,885
(+) Net Profit for the year	33,783,468	20,069,879
(-) Final Equity Dividend Rs. Per share (Previous period Rs. 0.7)	-	7,700,000
(-) Final Equity Dividend Distribution Tax	-	1,539,547
(-) Proposed Dividend on preference shares (Refer note 3(b))	-	375,000
(-) Tax on Proposed Preference dividend	-	74,978
(-) Depreciation on transition to Schedule II of the Companies Act, 2013 on tangible fixed assets with nil remaining useful life (Net of deferred tax) (Refer Note 10)	-	267,401
(-) Transfer to General reserve	-	2,006,988
Closing Balance	153,442,318	119,658,850
Total	159,295,206	125,511,738

Note 5) Other Long Term Liabilities	As at 31st March, 2016	As at 31st March, 2015
	Rs.	Rs.
a) Lease Rental equilisation	1,121,242	1,026,725
b) Others	-	127,500
Security deposits received from related parties (Refer Note no 38b)		
Total	1,121,242	1,154,225

Note 6) Long-Term Provisions	As at 31st March, 2016	As at 31st March, 2015
	Rs.	Rs.
Provision for employee benefits		
Gratuity	2,278,559	518,030
Total	2,278,559	518,030



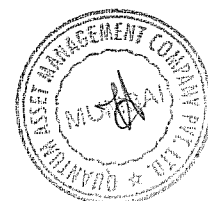
QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements as at 31st March, 2016

Note 7) Trade payables	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
Trade Payables (other than acceptances) (Refer note 30)	20,795,086	17,647,726
Total	20,795,086	17,647,726

Note 8) Other Current Liabilities	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
Statutory Remittances (PF, PT, TDS, Service tax etc)	3,166,099	726,359
Gratuity Payable	819,615	1,635,693
Total	3,985,714	2,362,052

Note 9) Short Term Provisions	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
(a) Provision for employee benefits		
Compensated absences	3,220,831	2,819,640
(b) Others		
Provision for taxation {(Net of Advance tax of Rs.30,965,418/-) (as at 31st March, 2015 Rs. 30,965,418/-)}	1,791,802	1,791,802
Proposed Preference Dividend	-	375,000
Tax on proposed dividend	-	74,978
Final Equity Dividend	-	7,700,000
Tax on Equity Dividend	-	1,539,547
Total	5,012,633	14,300,967

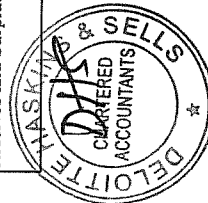


Note 10) Fixed Assets	Gross Block			Accumulated Depreciation			Net Block			
	Balance as at 1st April, 2015	Additions for the year ended 31st March, 2016	Deletions/Other adjustment for the year ended 31st March, 2016	Balance as at 31st March, 2016	Balance as at 1st April, 2015	Transition adjustment recorded against Surplus balance in Statement of Profit and Loss	Depreciation charged during the Year	On disposals / Other adjustment	Balance as at 31st March, 2016	Balance as at 31st March, 2015
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs
A Tangible Assets										
Lease Hold Improvements (Previous year)	5,966,344 (5,966,344)	-	-	5,966,344 (5,966,344)	5,966,344 (5,966,344)	-	-	-	5,966,344 (5,966,344)	-
Furniture and Fixtures (Previous year)	508,350 (503,850)	131,600 (4,500)	122,326	517,624 (508,350)	373,143 (306,553)	-	56,247 (66,590)	95,624	333,766 (373,143)	183,858 (197,297)
Vehicles (Previous year)	841,308 (1,089,519)	-	(248,211)	841,308 (841,308)	838,611 (1,064,638)	-	(12,724)	(238,751)	838,611 (838,611)	2,697 (24,881)
Office equipment (Previous year)	2,381,224 (2,315,904)	307,640 (115,173)	(49,853)	2,688,864 (2,381,224)	1,956,381 (1,111,923)	(209,009)	251,891 (679,218)	(43,769)	2,208,272 (1,956,381)	424,843 (1,203,981)
Others (Computers) (Previous year)	8,423,929 (7,545,985)	1,522,396 (877,944)	778,900	9,167,425 (8,423,929)	7,253,548 (6,544,176)	(190,455)	1,302,361 (518,917)	777,342	7,778,567 (7,253,548)	1,388,858 (1,170,381)
Total (A)	18,121,155	1,961,636	901,226	19,181,565	16,388,027	-	1,610,499	872,966	17,125,560	1,733,128
Previous Year (A)	(17,421,602)	(997,617)	(298,064)	(18,121,155)	(14,993,634)	(399,464)	(1,277,449)	(282,520)	(16,388,027)	(1,733,128)
B Intangible Assets										
Software (Previous year)	10,408,169 (9,615,875)	2,263,516 (792,294)	-	12,671,685 (10,408,169)	8,641,656 (7,526,875)	-	1,927,856 (1,114,781)	-	10,569,512 (8,641,656)	2,102,173 (1,766,513)
Total (B)	10,408,169	2,263,516	-	12,671,685	8,641,656	-	1,927,856	-	10,569,512	1,766,513
Previous Year (B)	(9,615,875)	(792,294)	-	(10,408,169)	(7,526,875)	-	(1,114,781)	-	(8,641,656)	(2,089,000)

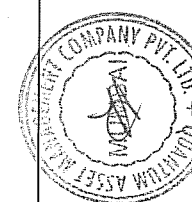
C Depreciation and Amortisation expenses

Particulars	For the year ended 31st March, 2016	For the 9 months ended 31st March, 2015
	Rs	Rs
Depreciation and amortisation for the year on tangible assets	1,610,499	1,277,449
Depreciation and amortisation for the year on intangible assets	1,927,856	1,114,781
Depreciation and amortisation relating to continuing operations	3,538,355	2,392,230

Effective from July 1, 2014 the Company had charged depreciation based on the remaining useful life of the assets as per the requirements of Schedule II of the Companies Act, 2013 ("the Act"). Consequent to this, depreciation charge for the nine month period ended on 31/03/2015 was higher by Rs. 571,441/- . Pursuant to the transition provisions prescribed in Note 7(b) of Schedule II to the Companies Act, 2013, the Company had fully depreciated the carrying value of assets, net of residual value, where the remaining useful life of the asset was determined to be nil as on July 1, 2014, and had adjusted an amount of Rs. 267,401/- (Net of Deferred Tax of Rs. 132,063/-) against opening Surplus balance in the Statement of Profit and Loss under Reserves and Surplus in respect of assets wherein the remaining useful life of the assets was Nil.



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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements

Note 11 Non-current investments

Sr. No	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Amount (Rs.)	
			As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
(1)	(2)	(3)	(4)	(4)	(8)	(8)
(i)	Investment in Mutual Fund (Refer Note 33)					
(ia)	Investments in Mutual Funds - quoted					
	Quantum Gold Fund - ETF	Associate	4,050	4,050	5,017,667	5,017,667
	Quantum Index Fund - ETF	Associate	345	345	302,470	302,471
	Sub Total				5,320,137	5,320,138
(ib)	Investments in Mutual Funds - unquoted					
	Quantum Liquid Fund - Growth	Associate	255,972	255,972	5,000,000	5,000,000
	Quantum Equity Fund of Fund - Growth	Associate	12,258	12,258	310,000	310,000
	Quantum Gold Savings Fund - Growth	Associate	97,107	97,107	1,100,000	1,100,000
	Quantum Long Term Equity Fund - Growth	Associate	130,685	130,685	5,000,000	5,000,000
	Quantum Multi Asset Fund - Growth	Associate	22,140	22,140	300,000	300,000
	Quantum Tax Saving Fund - Growth	Associate	50,013	50,013	1,900,000	1,900,000
	Quantum Dynamic Bond Fund-Growth	Associate	500,000	-	5,000,000	-
	Sub Total				18,610,000	13,610,000
(ii)	Investment in Equity Instruments					
	Equity Shares of MF Utilities India Private Limited of the face value of Re.1/- each fully paid up	Others	500,000	500,000	500,000	500,000
	Grand Total				24,430,137	19,430,138
	Aggregate amount of quoted investments in Mutual Funds				5,320,137	5,320,138
	Aggregate market value of quoted investments in Mutual Funds				5,705,231	5,189,319
	Aggregate amount of unquoted investments in Mutual Funds				18,610,000	13,610,000
	Aggregate repurchase value of unquoted investments in Mutual Funds				19,520,684	13,656,804

Details of Investments made covered u/s 186(4) of the Companies Act, 2013

Sr. No.	Scheme Name	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
1	Equity Mutual Funds Schemes	-	7,512,471
2	Liquid Mutual Funds Schemes	-	5,000,000
3	Gold Schemes	-	6,117,667
4	Multi Asset Fund Schemes	-	300,000
5	Bond Fund	5,000,000	-
	Total	5,000,000	18,930,138



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements as at 31st March, 2016

Note 12) Long term loans and advances (Unsecured, considered good)	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
a. Capital Advances	1,967,221	500,424
b. Security Deposits		
Other Deposits	263,400	511,402
c. Deposits to related parties		
Rent Deposit given to a private company having common Director. Quantum Advisors Pvt. Ltd. (Net) (Refer note 38)	6,746,346	5,546,346
d. Other loans and advances		
Advance payment of Income tax (Net of provision Rs. 34,447,000/- Previous year Rs.26,447,000/-) MAT Credit Entitlement	18,216,383 4,600,000	6,839,356 -
Total	31,793,350	13,397,528

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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
Notes forming part of the financial statements as at 31st March, 2016

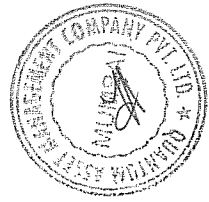
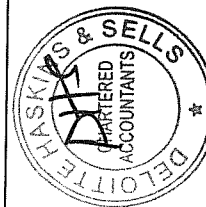
Note 13) Current Investments (Unquoted)

Sr. No.	Mutual Fund	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Units		Face Value Rs.	Amount (Rs)	
			As at 31st March 2016 (4)	As at 31st March 2015 (4)		As at 31st March 2016 (7)	As at 31st March 2015 (7)
(1)	(2)	(3)	(4)	(4)	(6)	(7)	(7)
Investments in Mutual Funds							
1	Quantum Liquid Fund-Growth Plan	Associate - MF	729,476	2,615,587	10	15,000,000	33,848,506
2	Quantum Gold Savings Fund	Associate - MF	257,622	230,076	10	2,800,000	2,500,000
3	Quantum Multi Asset Fund	Associate - MF	888,230	888,230	10	11,228,121	11,228,121
4	HDFC Cash Management Fund Savings Direct Plan -Growth Plan	Others - MF		1,258,090	10	-	36,144,816
4	HDFC Cash Management Fund Savings Direct Plan -Growth Plan	Others - MF	9,701		1000	30,140,737	-
5	Templeton India Treasury Management Fund - Growth Plan	Others - MF		4,264	1000	-	10,000,000
7	DSP Blackrock Money Manager Fund - Growth Plan	Others - MF		9,034	1000	-	11,848,231
8	Quantum Dynamic Bond Fund-Growth	Associate - MF	6,578,337		10	66,210,635	-
	Total					125,379,493	105,569,674
Aggregate amount of unquoted investments						125,379,493	105,569,674
Aggregate market value of unquoted investments (Repurchase price)						132,934,955	134,178,510

Details of investments made covered u/s 186(4) of the Companies Act, 2013

Sr.No.	Scheme Name	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
1	Liquid Mutual Funds Schemes	88,700,000	5,700,000
2	Bond Funds	70,839,878	-
3	Gold Scheme	300,000	-
Total		159,839,878	5,700,000

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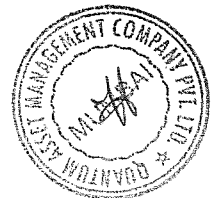


QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements as at 31st March, 2016

Note 14) Trade receivables (Unsecured, considered good)	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
Outstanding for a period exceeding Six months from the date they were due for payment	-	-
Other Trade receivables	9,185,913	18,858,003
Total	9,185,913	18,858,003

Note 15) Cash and cash equivalents	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
A) Cash and cash equivalents (as per AS3 Cash Flow Statements)		
(i) Cash on Hand	63,740	-
(ii) Balances with Banks in current account	4,322,434	8,930,207
Total Cash & Cash Equivalents (A)	4,386,174	8,930,207
B) Other bank balances		
(i) In other deposit accounts - Original maturity more than 3 months	-	15,000,000
(ii) In earmarked accounts - balance held as security towards line of credit for Quantum Mutual Fund Schemes	134,900,000	120,000,000
Total Other Bank Balances (B)	134,900,000	135,000,000
	139,286,174	143,930,207

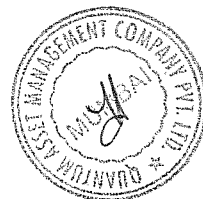


QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements as at 31st March, 2016

Note 16) Short-term loans and advances (Unsecured, considered good)	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
a. Security Deposits	143,000	120,000
b. Other loans and advances		
i) Employee Advance	1,231,971	899,460
ii) Prepaid Expenses	2,941,120	2,566,358
iii) Balances with Government Authorities		
Input credit of Service tax	1,847,837	1,070,727
iv) QGF Vat Deposit	631,835	150,010
v) Other Advances	639,109	395,164
	7,434,873	5,201,719

Note 17) Other current assets	As at 31st March, 2016	As at 31st March, 2015
	Rs	Rs
Accruals - Interest accrued on deposits	5,384,097	5,734,720
Others (Accrued Income)	1,662,731	-
	7,046,828	5,734,720



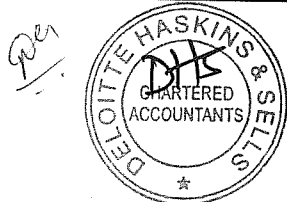
QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

Note 18) Revenue From Operations	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
Sale of services		
a) Asset Management Fees	59,960,931	35,882,406
b) Research fees	131,674,652	101,557,080
Total	191,635,583	137,439,486

Note 19) Other Income	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
Profit on sale of current investments	31,261,647	9,018,179
Profit from Sale of Fixed Assets	47,240	32,458
<u>Interest On</u>		
-Bank Deposits	11,411,833	8,742,578
- Other Interest	39,471	15,885
Bonus Provision Written back	3,198,044	-
Miscellaneous income	11,166	15,606
Net gain on foreign currency transactions and translation	693,416	559,030
Total	46,662,817	18,383,736

Note 20) Employee Benefits Expense	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
(a) Salaries, Bonus and Incentives	96,208,308	65,322,300
(b) Contribution to Provident fund (Refer Note 28)	2,386,164	1,244,154
(c) Gratuity contribution including provision (Refer Note 28)	1,912,201	821,245
(d) ESOP Compensation Expenses (Refer Note 36)	160,007	-
(e) Staff welfare expenses	1,946,676	289,641
Total	102,613,356	67,677,340



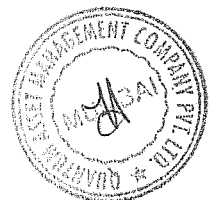
QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

Note 21) Other expenses	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs.	Rs.
Research Fees	100,000	66,915
Mutual Fund Expenses (include SEBI Charges, Insurance premium, custody fees) (Net)	18,740,757	8,693,464
Trustee Fees	2,000,000	1,500,000
Website Development Exp	3,565,833	-
Membership And Subscription	2,627,731	1,740,466
Expenditure on CSR (refer note 34)	951,285	1,086,000
Electricity Charges	2,410,838	1,418,301
Lease Rent-Office Premises (Net)	13,225,111	8,566,499
Repairs & Maintenance	1,700,250	1,293,059
Insurance expense	1,236,454	878,332
Stamps & Fees	427,383	434,396
Telephone & Mobile Expenses	1,166,668	768,822
Internet expense	543,000	283,694
Travelling Expenses	2,025,652	787,606
Printing & Stationery	778,528	335,482
Marketing & Business Promotion Exp	22,195,589	16,709,351
Professional Fees	5,765,139	4,257,644
QAPL Shared services (refer note 38)	8,022,057	5,391,527
Payments to auditors (net of service tax input credit, where applicable) {Refer Note 1 below}	1,521,650	1,682,457
Directors Sitting Fees	1,280,000	920,000
Miscellaneous Expenses	2,579,683	2,048,154
Total	92,863,608	58,862,169

Note 1) Payments to Statutory auditor	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
a. For Audit (PY Includes Rs. 25,000/- for year ended 30th June 2014)	600,000	625,000
b. for taxation matters (PY Includes Rs. 25,000/- for year ended 30th June 2014) *	875,000	750,000
c. for other services	40,000	300,000
d. for reimbursement of expenses	6,650	7,457
Total	1,521,650	1,682,457

* amounts include Rs. 726,000 (Previous period Rs. 550,000) in respect of payments made to a firm having common partners.



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

Note 22) Contingent liabilities and commitments (to the extent not provided for)	As at 31st March, 2016	As at 31st March, 2015
i) Contingent liabilities		
a. Demand from Income Tax authority disputed in appeals (A.Y. 2012-13) (Refer Note below)	7,868,210	7,868,210
ii) Preference Dividend (Excluding Dividend distribution tax)	500,000	-
iii) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for	2,491,880	500,424

Note : A Demand notice for payment of Rs 7,868,210/- was issued u/s 156 of the Income-tax Act, 1961 along with an order dated 27 February 2015 passed under section 143(3) of the Income-tax Act, 1961 after disallowance u/s 14A of Rs 589,182 and non-granting of MAT credit of Rs. 5,793,520/-. The Assessment Order is being contested and an appeal has been filed before the Commissioner of Income-tax (Appeals) on 1 April 2015 which is, as yet, pending adjudication. The Company is hopeful of a successful outcome.

Note 23) Earning in Foreign Exchange	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
Research Fees	30,927,967	79,529,667
Total	30,927,967	79,529,667

Note 24) Expenditure in Foreign currency	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
Travelling	220,303	78,337
Professional fees	36,088	-
Marketing Expenses	7,824	-
Repairs & Maintenance	13,350	-
Subscription	-	85,565
Total	277,565	163,902

Note 25) Components of deferred tax asset / (liability)	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
Tax effect of items constituting deferred tax assets		
Difference in written down value of fixed assets as per companies Act, 2013 & Income Tax Act, 1961.	1,781,191	2,003,481
Disallowances under Income Tax Act, 1961. u/s 43B	1,992,303	3,869,627
Net deferred tax Assets	3,773,494	5,873,108



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

Note 26) Details of leasing arrangements

(a) As Lessee:

(i) The Company has taken certain premises on a Non-cancellable operating lease basis.

(ii) Future minimum lease rentals payable as at 31st March, 2016, for the non cancellable lease period, are,

Particulars	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
Not later than 1 year		127,500
Later than 1 year and not later than 5 years	-	-
Later than 5 years	-	-
- Future minimum sub-lease rentals receivable as at 31st March, 2015	-	63,750
Company wise sublease rentals receivables		
Quantum Advisors Pvt. Ltd.	-	63,750

b) Lease payments recognised in the statement of profit and loss (net of sub-lease rent recovered Rs. 63,750/- (Previous Period 191,250)) for the period are Rs. 13,225,111/- (Previous Period Rs.8,566,499/-).

Note 27) Earnings per share

Earnings per share is calculated by dividing the profit attributable to the equity shareholder by the weighted average number of equity shares outstanding during the year.

(a) Net profit attributable to Equity Shareholder's (Numerator)		
Profit after tax	33,783,468	20,069,879
Less: Preference Dividend	601,790	449,978
Profit attributable to equity shareholders	33,181,678	19,619,901
(b) Weighted average number of equity shares outstanding during the period (Denominator)	11,000,000	11,000,000
(c) Profit attributable to equity shareholders	33,181,678	19,619,901
(d) Earnings per share (Rs.)	3.02	1.78
(e) Nominal Value of Shares	Rs. 10/-	Rs. 10/-

Note: There is no dilution to basic EPS as there are no outstanding diluted potential equity shares



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

Note 28) Employee Benefits

Defined Contribution Plans: Provident Fund amount of Rs. 2,386,164/- (Previous Period Rs. 1,244,154/-) is recognized as an expense and included in "contribution to Provident and other fund" in Note 20 supra.

Gratuity Liability at the year end is determined based on the Actuarial Valuation. Summary of Actuarial assumptions & Financial Assumptions at the valuation date is as follows:

I. Reconciliation of Opening and Closing balances of Defined Benefit Obligation	For the Year ended 31st March, 2016	For the 9 months ended 31st March, 2015
Liability at the beginning of the year /Period	6,631,138	5,531,833
Interest cost	515,239	363,210
Current Service cost	1,202,617	1,096,512
Benefits Paid	-	(54,848)
Actuarial (gain)/loss on Obligations	616,105	(305,569)
Liability at year end of the year/Period	8,965,099	6,631,138

II. Reconciliation of Opening and Closing balances of Fair Value of Plan Assets	For the Year ended 31st March, 2016	For the 9 months ended 31st March, 2015
Fair value of plan assets as at the beginning of the year/Period	4,477,415	4,199,355
Adjustment to opening balance		(20,654)
Expected Returns on Plan Assets	446,516	280,467
Contributions	967,750	0
Benefits Paid		(54,848)
Actuarial Gain / (Loss) on Plan Assets	(24,756)	73,095
Fair value of plan assets as at the end of the year/Period	5,866,925	4,477,415

III. Actual Return on Plan Assets	For the Year ended 31st March, 2016	For the 9 months ended 31st March, 2015
Expected Return on Plan Assets	446,516	280,467
Actuarial Gain / (Loss) on Plan Assets	(24,756)	73,095
Actual Return on Plan Assets	421,760	353,562

IV. Amount recognized in the Balance Sheet	For the Year ended 31st March, 2016	For the 9 months ended 31st March, 2015
Liability at the end of the year/Period	8,965,099	6,631,138
Fair value of Plan Assets at the end of the year/Period	(5,866,925)	(4,477,415)
Amount recognized in the Balance Sheet	3,098,174	2,153,723

V. Expense recognized in the Statement of Profit and Loss	For the Year ended 31st March, 2016	For the 9 months ended 31st March, 2015
Current Service Cost	1,202,617	1,096,512
Interest Cost	515,239	363,210
Expected Return on Plan Assets	(446,516)	(280,467)
Actuarial (Gain) / Loss	640,861	(378,664)
Adjustment to opening balance	-	20,654
Expense recognized in the statement of Profit and Loss	1,912,201	821,245

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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

VI. Investment Details	For the Year ended	For the 9 months ended
	31st March, 2016	31st March, 2015
Insurer Managed Funds	5,866,925	4,477,415
Total	5,866,925	4,477,415

VII. Experience Adjustment	For the Year ended	For the 9 months ended	For the year ended	For the year ended	For the year ended
	31st March, 2016	31st March, 2015	30th June, 2014	30th June, 2013	30th June, 2012
Experience (Gain)/Loss on obligation due to change in Assumption	438,385	317,981	-	-	-
Experience (Gain) / Loss Adjustment on plan liabilities	177,720	(623,550)	(60,736)	(173,133)	359,562
Experience Gain / (Loss) Adjustment on plan Assets	(24,756)	73,095	(62,191)	35,724	(37,200)

The composition of the investment details is not made available by the insurance company.

VIII. Actuarial assumptions used	For the Year ended	For the 9 months ended
	31st March, 2016	31st March, 2015
Mortality Table	IALM(2006-08)Ult.	IALM(2006-08)Ult.
Discount rate	7.75%	7.77%
Rate of Return on Plan assets	7.75%	9%
Employee Attrition Rate(Past Service (PS))	PS: 0 to 40 : 8%	PS: 0 to 40 : 5%
Salary escalation rate	7%	7%
Estimate of amount of contribution in the immediate next year	755,852	755,852

Note 29) Details on derivative instruments and unhedged foreign currency exposures

The company does not hold any derivative contract as at 31st March 2016. The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below :

Amount receivable in foreign currency on account of the following :

	Current Year		Previous Year	
	INR (Rs)	US \$	INR (Rs)	US \$
Export of Services	3,560,318	53,673	13,963,318	223,089

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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

Note 30) A sum of Rs. 12,540/- is payable to Micro and small enterprises as at 31st March, 2016 (Previous Period NIL). There are no Micro, Small and Medium enterprises, to whom the Company owes dues, which are outstanding for more than 45 days during the year and also as at 31st March, 2016. This information takes into account only those suppliers who have responded to the enquiries made by the Company for this purpose. This has been relied upon by the auditors. Further, the information required to be disclosed pursuant to provisions of MSMED 2006 are not applicable to the Company.

Note 31) Mutual Fund Scheme Expenses

a) Recurring Expenses

Expenses of the schemes of Quantum Mutual fund in excess of the stipulated rates are required to be borne by the company, in accordance with the requirements of SEBI (Mutual Fund) Regulations, 1996 or the Scheme Information Document of the respective Schemes, and such expenses are charged to the statement of profit and loss.

b) New Fund Offer Expenses

Expenses relating to new fund offer of Quantum Mutual Fund are charged to Statement of Profit and Loss in the year in which they are incurred.

Note 32) Pursuant to SEBI Circular no. CIR/IMD/DF/21/2012 dated September 13, 2012, the company being AMC of Quantum Mutual Fund (QMF) is required to set aside at least 2 basis points on daily net assets of Schemes of QMF for investor education and awareness initiatives. Accordingly, the company worked out the amount to be set aside and utilized the amount based on net assets of Quantum Mutual Fund Schemes for investor education and awareness initiatives. The amount so set aside/utilised is out of the Management Fees received by the company and is within the overall Total Expense Ratio (TER) charged in the various schemes of Quantum MF.

As at the period year NIL (PY Rs.59,472) amount remained unutilized by the Company. Hence a notional average interest amount of NIL (PY Rs. 2,510/-) is calculated based on the average rate of returns during the year on the company's investments.

Note 33) As per the SEBI notification dated 6th May, 2014 the sponsor or asset management company of schemes existing as on date of notification of the SEBI(Mutual Funds)(Amendment) Regulations, 2014 shall invest not less than one percent of the assets under management of the scheme as on date of notification of these regulations or fifty lakh rupees, whichever is less, in the growth option of the scheme and such investment shall not be redeemed unless the scheme is wound up. The Company has invested the requisite amount for its new scheme Quantum Dynamic Bond Fund launched during the the year ending 31st March 2016. Similarly the company had invested the requisite amount for its existing schemes during the previous period.



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

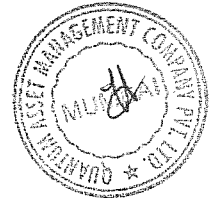
Note 34) Expenditure related to Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof was Rs. 951,285/- (Previous period Rs. 1,086,000/-)

Nature of CSR Expense	Amount Committed	
	For the Year ended 31st March, 2016	For the 9 months ended 31st March, 2015
Health Care	951,285	-
Promotion and development of traditional arts	-	1,086,000
Total	951,285	1,086,000

Note 35). Previous period figures have been regrouped / reclassified wherever necessary to correspond with the current years classification / disclosure.

As per the provisions of the Companies Act, 2013, it was mandatory on the part of every Company to have its financial year as April 1st to March 31st. Accordingly, financial year of the Company was changed for a period of 9 (nine) months beginning from July 1, 2014 and ending on March 31, 2015. Due to this, figures for the previous period are not comparable.

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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements

Note 36) A trust in the name of "Quantum Advisors ESOP Trust" created on November 29, 2005 is administering the ESOP for the benefit of the company's employees. Mr. Ajit Dayal had initially transferred 651,429 equity shares to the trust for allocation to eligible employees as decided by the ESOP & Compensation committee of Quantum Advisors Pvt. Ltd. from time to time.

ESOP Plan X :- Exercise period commenced from the vesting date i.e 1st October 2015 ended on 5th October 2015.

During the year, the committee of the Board of Quantum Advisors Pvt. Ltd (Holding Company) approved the Employees Stock Options X for the grant of 11,350 stock options to the employees of the Company and employees of Quantum Advisors Pvt. Ltd. (the holding company). Exercise period commenced from the vesting date i.e. 1st October 2015 and ended on 5th October 2015. The Value of each option as on the date of grant of ESOP Plan X has been determined at Rs.28.83/- per share by the management based on a valuation by an independent appraiser. As per the terms of ESOP the exercise price in case of ESOP Plan X is Rs.365/-. Hence the the ESOP compensation cost is recognised at Rs.160,007/- by the Company during the year in accordance with the "Guidance note on accounting for employees share-based payments" issued by the Institute of Chartered Accountants of India.

ESOP Plan X	
Details of movement of options	For the year ended 31st March, 2016
Particulars	Nos.
Options outstanding at the beginning of the year	-
Options granted during the year	5,550
Options exercised during the year	5,550
Options outstanding at the end of the year	-



QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED

Notes forming part of the financial statements for the year ended 31st March, 2016

Note 37) Segment Reporting

Business Segment is identified as Primary Business. As the company is mainly involved in Asset Management Services, there are no separate Reportable Segments. The Company has identified Geographical segment as the secondary segment and following is the relevant disclosure as per Accounting Standard 17 on "Segment Reporting" notified under Companies (Accounting Standards) Rules, 2006:

Particulars	For the year ended 31st March, 2016	For the 9 Months ended 31st March, 2015
	Rs	Rs
Segment Revenue		
Outside India	30,927,967	79,529,667
Within India	207,370,433	76,293,555
Total	238,298,400	155,823,222
Segment Assets		
Outside India	3,560,318	13,963,318
Within India	348,928,122	307,531,420
Total	352,488,440	321,494,738
Segment Capital Expenditure		
Outside India	-	-
Within India	4,225,152	1,789,911
Total	4,225,152	1,789,911

Note 38 (a) Names of Related Parties and their relationship

Name of the Company	Relationship
Parties where control exists	
Quantum Advisors Pvt Ltd	Holding Company
Quantum Trustee Company Pvt Ltd	Fellow Subsidiary
Other Related Parties	
QIEF Management LLC	Associate
Quantum Information Services Pvt Ltd	Associate
Quantum Mutual Fund	Associate
Equitymaster Agora Research Pvt Ltd	Associate
HelpYourNGO.com India Private Limited	Associate
Jimmy Patel (C.E.O)	Key Managerial Personnel

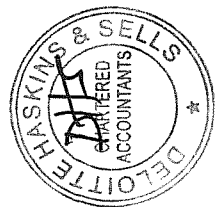
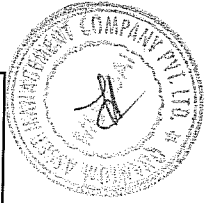


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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
Notes forming part of the financial statements

(b) Detailed of related party transactions and balances outstanding as at 31 March 2016

Sr. No.	Nature of Transactions	Holding		Fellow Subsidiary		Associates		Key Managerial Personnel	
		31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
12	Balance amount outstanding - Quantum Index fund Quantum Mutual Fund					302,471	302,471		
13	Balance amount outstanding - Quantum Long Term Equity fund Growth Quantum Mutual Fund					5,000,000	5,000,000		
14	Balance amount outstanding - Quantum Tax Saving Fund Growth Quantum Mutual Fund					1,900,000	1,900,000		
15	Security Deposit repaid Quantum Advisors Pvt Ltd	127,500							
16	Further Security Deposit Paid Quantum Advisors Pvt Ltd	1,200,000							
17	Preference Dividend Paid Quantum Advisors Pvt Ltd	375,000	500,000						
18	Equity Dividend Paid Quantum Advisors Pvt Ltd	7,700,000	-						
19	Research Fees (Income) Quantum Advisors Pvt Ltd	100,746,685	22,027,413						
20	Asset Management fees (Income) Quantum Mutual Fund					30,927,967	79,529,667		
21	Recovery of Expenses (Rent & Electricity and Others) Quantum Advisors Pvt Ltd	84,075	278,840			59,960,931	35,882,406		
22	Reimbursement of Expenses (rent, electricity and others) Quantum Advisors Pvt Ltd	14,838,350	9,271,234						
23	Support service (Expenses) Quantum Advisors Pvt Ltd	8,022,057	5,391,527						
24	Marketing Expenses Quantum Advisors Pvt Ltd	2,906,994	3,494,141			3,377,466	2,635,251		
25	Quantum Information Services Pvt Ltd Equitymaster Agora Research Pvt Ltd Sponsorship Expenses HelpYourNGO.com India Private Limited Equitymaster Agora Research Pvt Ltd					7,500,000	5,625,000		
						245,000	-		



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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
Notes forming part of the financial statements

(b) Detailed of related party transactions and balances outstanding as at 31 March 2016

Sr. No.	Nature of Transactions	Holding		Fellow Subsidiary		Associates		Key Managerial Personnel	
		31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
26	Mutual Fund Expenses Quantum Mutual Fund					20,740,757	10,193,464		
27	Research Fees (Expense) Quantum Information Services Pvt Ltd					100,000	66,915		
28	Trustee Fees Quantum Trustee Co. Ltd			2,000,000	1,500,000				
29	Website development charges Quantum Information Services Pvt Ltd					-	200,000		
30	Recovery of Expenses Quantum Mutual Fund					820,826	3,477,276		
31	ESOP Compensation exp Quantum Advisors Pvt Ltd								
32	Purchase of Units of Quantum Gold Fund- Growth Plan	160,007							
33	Purchase of Units of Quantum Gold Saving Fund- Growth Plan					300,000	1,100,000		
34	Purchase of Units of Quantum Index Fund Quantum Mutual Fund							5,017,667	
35	Purchase of Units - Quantum Liquid Fund- Growth Plan							302,471	
36	Purchase of Units - Quantum Fund of fund Quantum Mutual Fund					15,000,000	5,000,000		
37	Purchase of Units - Quantum Long Term Equity Fund Growth						310,000		
38	Purchase of Units - Quantum Multi Asset Fund Growth							5,000,000	
39	Purchase of Units - Quantum Tax Saving Fund Growth							300,000	
	Quantum Mutual Fund								1,900,000



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QUANTUM ASSET MANAGEMENT COMPANY PRIVATE LIMITED
Notes forming part of the financial statements

(b) Detailed of related party transactions and balances outstanding as at 31 March 2016

Sr. No.	Nature of Transactions	Holding		Fellow Subsidiary		Associates		Key Managerial Personnel	
		31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
40	Purchase of Units - Quantum Dynamic Bond Fund Growth Quantum Mutual Fund					75,839,879	-		
41	Sale of Units - Quantum Liquid Fund Growth Quantum Mutual Fund					33,848,506	13,064,038		
42	Sale of Units - Quantum Multi Asset Fund Growth Quantum Mutual Fund					-	42,271,879		
43	Sale of Units - Quantum Dynamic Bond Fund Growth Quantum Mutual Fund					4,629,244	-		
44	Remuneration Jimmy Patel							7,783,340	5,401,552

In terms of our report attached
For Deloitte Haskins & Sells
Chartered Accountants

Abhijit A. Damle

Abhijit A. Damle
PARTNER
Mumbai

Dated: 17/6/16



For and on behalf of the Board of Directors

Ajit Dayal

Ajit Dayal
Director
DIN : 00252993

I.V. Subramaniam

I.V. Subramaniam
Director
DIN : 00253917

Jimmy Patel

Jimmy Patel
C. E.O & Manager
Mumbai :

Dated : 17/6/16

Brinda Modi

Brinda Modi
Company Secretary
ACS : 29408

