



**BNP PARIBAS ASSET MANAGEMENT INDIA PRIVATE LIMITED**

**CIN: U65991MH2003PTC142972**

**Regd. Office: Crescenzo, 7th floor, G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400051.**

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**DIRECTORS' REPORT**

Dear Members,

Your Directors hereby submit the 18<sup>th</sup> Annual Report on the business and operations of your Company together with the Audited statement of Accounts for the Financial Year ended March 31, 2021 (FY 2021).

**1. FINANCIAL HIGHLIGHTS:**

(Amount in Rs.)

<b>Particulars</b>	<b>April 1, 2020 to March 31, 2021</b>	<b>April 1, 2019 to March 31, 2020</b>
Total Income	476,056,547	479,508,231
Total Expenses	526,410,921	564,654,261
<b>Profit/(Loss) before Tax</b>	<b>(50,354,374)</b>	<b>(85,146,030)</b>
Provision for Tax (including Current and Deferred Tax)	-	(1,695,424)
<b>Profit/(Loss) after Tax</b>	<b>(50,354,374)</b>	<b>(83,450,606)</b>

During the year under review, gross revenue stood at Rs. 476.06 million over the previous year of Rs. 479.51 million. The costs and expenses stood at Rs. 526.41 million over the previous year of Rs. 564.65 million. Consequently, the Pre-tax loss was Rs. 50.35 million as against Pre-tax loss of Rs. 85.15 million *during the previous financial year*.

**2. APPROPRIATIONS**

In view of the losses incurred by the Company for the year under consideration, no amount has been transferred to reserves.

**3. DIVIDEND:**

We do not recommend paying a dividend on equity shares of the Company for the financial year under consideration.

**4. STATE OF COMPANY'S AFFAIRS:**

Your Company is registered with Securities and Exchange Board of India (SEBI) to act as an Asset Manager to the Schemes of BNP Paribas Mutual Fund under the SEBI (Mutual Funds) Regulations, 1996. Further, your Company also provides services as a Portfolio Manager under SEBI (Portfolio Managers) Regulations, 2020. The operational highlights for the two lines of businesses i.e. Mutual Fund and Portfolio Management are as follows:

**OPERATIONAL HIGHLIGHTS:**

**Mutual Fund:**

BNP Paribas Mutual Fund ('the Fund') commenced its operations in August, 2004. As on March 31, 2021, the Fund managed 17 Schemes with Net Assets under Management (NAUM) of Rs. 74,412.29 million,



registering an increase of ~24.86%, from Rs. 59,595.75 million as on March 31, 2020. The Schemes are a mix of Equity, Debt and Hybrid.

### **Portfolio Management:**

Your Company has been providing Portfolio Management Services since September 26, 2006. As on March 31, 2021, the Net Assets under Management (NAUM) are Rs. 126 million as against Rs. 706.21 million as on March 31, 2020. The Portfolio Manager also provides Advisory Services to offshore clients. The NAUM of Advisory Services was Rs. 25,070 million as on March 31, 2021 as against Rs. 20,450 million as on March 31, 2020.

### **5. FUTURE OUTLOOK:**

In 2020, the pandemic loomed large in all aspects of our lives, while in 2021 our outlook is fringed with hope. Even as the world gears up for mass vaccination, signs of economic recovery are already on the horizon. Inevitably, one of the biggest changes observed is the resumption of mobility, which has in turn fuelled demand and contributed to the early signs of recovery. Due to the experiences of the previous year, fear has given way to caution. Governments, businesses and even people are cautiously creating a roadmap for the way forward. Businesses, especially, are looking to get back on track and proactively leverage the opportunities that have arisen in the aftermath of the pandemic. This, we believe, augurs well for 2021.

The year 2020 has seen paradigm shifts in the way we work, interact, communicate and consume not just in the Mutual Fund industry but across the board. We expect the emergence of new workspaces and new business models that could be a combination of Work from Home (WFH) and Work from Office (WFO). Depending on the imperatives of the sector, the most viable model will be adopted. Further, hybrid models of interaction and engagement are likely to be embraced across industries and processes. ‘Phygital’ interactions that lie at the crossroads of physical and digital are likely to be the way forward. This means that businesses will need to proactively leverage digital solutions and change swiftly with the changing times.

The Government’s intent has been to use expansionary fiscal policy to support growth, sidestepping concerns over debt sustainability and sovereign rating. The fiscal deficit is pegged at 6.8% of GDP in FY22 compared to a revised estimate of 9.5% for FY21. The focus has been on increasing capital expenditure, by both the Centre (+26% year-on-year) and states. It is clear that with healthy GST numbers, off late there is surely some consumption impulse and household savings of the last year are driving this. Now with the Govt. looking to spend; what is important is that domestic output of productivity compliments this huge money supply in the system. This is important for inflation as well as imports going forward.

As businesses gear up to put the year 2020 behind them, they continue to focus on the learnings from 2020. Few themes that emerge from these learnings include:

- Focused government push: India is well positioned to capitalise on the ongoing shifts in the global supply chain. However, this will require a focused approach by the government and the announcement of supportive schemes that can attract foreign capital.
- Reimagining the existing business processes and operating models: Businesses are likely to focus on reimagining and re-envisioning of the way they work and interact with both internal as well as external stakeholders. Agile policies and ways of working will be adopted to move towards structured recovery and sustainability.
- ESG coming to the fore: Indian corporates have become more conscious about ESG and investors are now increasingly looking for companies that are more socially and environmentally conscious. This is evident from the high number of ESG funds that have been launched in the past year, across the mutual fund industry.
- Low interest rates: The prevailing low interest rate regime is likely to augur well for business activity, boost investment in capex, and provide an impetus to the housing sector.



- Relative strength of leaders: We are likely to see market leaders outperform challengers, including those in the informal sector, due to their inherent strength and ability to tackle the challenges of the previous year.

### **Mutual Fund Industry Overview:**

The Average Assets managed by the Indian mutual fund industry have grown from Rs. 24.7 trillion in FY 2020 to Rs. 32.2 trillion in FY 2021. That represents a 30.4% growth in assets over the last one year. As on March 31, 2021, the equity schemes have the largest number of folios of approximately 657 lakh, which constitutes nearly 67.2% share of the total number of folios. This is followed by hybrid schemes with 94 lakh folios and debt schemes with 82 lakh folios. The remaining folios are in solution-oriented and other schemes. The proportionate share of equity-oriented schemes (includes equity and balanced schemes) is now 35.1% of the industry assets in FY 2021, up from 30.5% in FY 2020. The share of fixed income oriented schemes (debt, liquid, and money market) is 42.3% in FY 2021, down from 46.2% in FY 2020 of industry assets. Individual investors now hold a marginally higher share compared to FY 2020, i.e. 53.8% in FY 2021 compared with 52.2% in FY 2020. Institutional investors account for 46.2% of the assets, of which corporates are 96%. The rest are Indian and foreign institutions and banks.

### **Distribution Network:**

BNP Paribas Asset Management India Private Limited ('the AMC') has 9,584 empanelled distributors as on March 31, 2021 as against 9,090 as on March 31, 2020, a growth of 5% that can be attributed to the increase in engagement of the concept of virtual RM and digital way of business in the last year.

### **Investor Education Activity:**

During the FY 2021, your Company carried out various investor education programs, primarily through digital media, since physical programs were not feasible due to the pandemic. These were focused on helping existing and prospective investors break myths and barriers around mutual fund products and educate them about this investment vehicle.

### **New Initiatives:**

One of the key initiatives, as part of servicing the growing investor and distributor base in the year gone by, was enabling multiple digital channels of transacting to ensure the provision of a safe transaction environment to the stakeholders.

As a part of this initiative, following various feature enhancements were enabled for investors and distributors:

- **Investor(s) Digital Transactions & Servicing:** Enhancements to the transaction portal and mobile app enabling complete paperless transacting experience including opening of folios with Joint Holder(s).
- **Transactions through Email:** Keeping in mind the safety of the investors, a dedicated email based transaction facility was launched for the investors, wherein the investor can scan the application and email the same to the dedicated email ID.
- **Digital Enhancements for Distributors:** The distributor initiated transaction (DIT) feature was further enabled for non-individual distributors as well.
- **Distributor Targeted Advertising Program (Cobranding facility):**  
With the introduction of the Distributor Targeted Advertising Program (D-TAP) mobile app, IFAs and Distributors now have the ability to easily personalise / co-brand content related to BNPPMF products and Investor Education and Awareness with just a few clicks. The app also provides an abundance of content for reference and easy sharing with the distributors' clients.



- **New Facilities:** Host of new facilities such as myTrigger Systematic Transfer Plan, Systematic Investment Plan Pause facility, etc. were launched to help stakeholders manager their portfolios through the volatility and uncertainty during the last year.
- **Webinars:** The Fund branded webinar series named ‘Market Masterclass’ was conducted to engage the Partner community in times of high market volatility. This allowed them to forge a dialogue with BNPPMF Investment Experts (fund management team) and gain knowledge about the prevailing market conditions and investing during volatile times.
- **Year Round Digital Content Creation and Marketing:**  
Throughout FY 2021, there was impetus on creation and distribution of Digital Content related to products, market, investor awareness and education as well as public interest. Video, Email and Chat based messages contributed to a large proportion of the content. The Fund’s social media properties were used extensively for distribution.

**Future Plans of the AMC**

In its onward journey, the AMC will continue to focus on harnessing the digital platforms/tools to communicate effectively to a wider investor and partner base and further enhance the investment and transaction experience for them:

**Expanding the scope of Investor and Partner Engagement:**

- Through the Mobile App initiative, your AMC will seek to add more elements like PDF & Video cobranding to widen the content network available to the Partner.
- More webinars will be conducted to leverage the power of technology and further engage the investor and distributor community on various topics ranging from the Fund products to investor education and awareness.

**Proposed Amalgamation:**

Bank of Baroda (‘BOB’) and BNP Paribas Asset Management Asia Ltd (‘BNP Asia’) have signed binding agreements on October 11, 2019 to merge their Asset Management and Trustee Companies in India. In this regard, National Company Law Tribunal, vide its order dated February 12, 2021 has approved the Composite Scheme of Amalgamation filed under sections 230-232 of the Companies Act, 2013. Thus, subject to other regulatory approvals, FY 2022 will witness the completion of the proposed merger of Baroda Asset Management India Limited, a wholly-owned subsidiary of Bank of Baroda into your Company, a wholly-owned subsidiary of BNP Paribas Asset Management Asia Limited. Your Company shall be the Surviving AMC and till the completion of the merger, both existing AMCs continue to operate as independent entities. The integration process will continue within the regulatory and legal framework.

**6. BOARD OF DIRECTORS AND AUDIT COMMITTEE MEETINGS:**

• **BOARD OF DIRECTORS:**

The Members are requested to note that there have been no changes to the composition of the Board of Directors of the Company (“the Board”) during the financial year under consideration.

As on date, the constitution of the Board is as follows:

<b>Name of Director</b>	<b>Designation</b>
Mr. Chandan Bhattacharya	Independent Director * & Chairman
Mr. Sanjay Sachdev	Independent Director *
Mr. Sharad Sharma	Managing Director & CEO
Mr. Rakesh Vengayil	Associate Director

\* Independent Directors according to the requirements of SEBI (Mutual Funds) Regulations, 1996.

- AUDIT COMMITTEE:**

The Audit Committee acts as a link between the statutory and internal auditors and the Board. Its purpose is to assist the Board in fulfilling its oversight responsibilities of monitoring financial reporting processes, reviewing the Company's established systems and processes for internal financial controls, governance and statutory activities.

Your Company is not required to constitute an Audit Committee pursuant to the provisions of Section 177 of the Companies Act, 2013. However, for obtaining operational efficiency and ensuring compliance with various applicable laws and regulations, your Board has constituted an Audit Committee.

As on date, the constitution of the Audit Committee is as follows:-

Name of Member	Designation
Mr. Chandan Bhattacharya	Independent Director * & Chairman
Mr. Sanjay Sachdev	Independent Director *
Mr. Sharad Sharma	Managing Director & CEO
Mr. Rakesh Vengayil	Associate Director

\* Independent Directors according to the requirements of SEBI (Mutual Funds) Regulations, 1996.

- BOARD AND AUDIT COMMITTEE MEETINGS:**

The Members are informed that the Board met 6 times during the FY 2021 i.e. on May 25, 2020, July 29, 2020, September 28, 2020, October 29, 2020, January 25, 2021 and February 12, 2021 and the Audit Committee met 4 times during the FY 2021 i.e. on May 25, 2020, July 29, 2020, October 29, 2020 and January 25, 2021.

Details of Board and Audit Committee meetings attended by the Directors during the financial year ended March 31, 2021 are as below:

Sr. No.	Name of the Director	Board meetings attended (out of 6 meetings held)	Audit Committee meetings attended (out of 4 meetings held)
1.	Mr. Chandan Bhattacharya	6	4
2.	Mr. Sanjay Sachdev	6	4
3.	Mr. Sharad Sharma	6	4
4.	Mr. Rakesh Vengayil	4	2

## 7. DIRECTORS' RESPONSIBILITY STATEMENT:

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the internal, statutory auditors and external consultant(s) and the reviews performed by Management and the relevant Board Committees, including the Audit Committee, the Board is of the opinion that the Company's internal financial controls were adequate and effective during FY 2021.

Accordingly, pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of its knowledge, confirms that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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 the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a 'going concern' basis; 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.

#### **8. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:**

There are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

#### **9. BOARD'S INDEPENDENCE:**

The Board of your Company has Independent Directors according to the requirement of SEBI (Mutual Funds) Regulations, 1996. Your Company is not required to appoint Independent Directors pursuant to Section 149(7) of the Companies Act, 2013.

#### **10. NOMINATION AND REMUNERATION COMMITTEE:**

Your Company is not required to constitute a Nomination and Remuneration Committee pursuant to the provisions of Section 178 of the Companies Act, 2013.

#### **11. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:**

In terms of Section 135 of Companies Act 2013, your Company has formed a Corporate Social Responsibility (CSR) Committee of Directors to decide the activities to be undertaken, expenditure to be incurred and to monitor the performance of the CSR activities undertaken by your Company. However, as there is no average net profit of the Company for three immediately preceding financial years, your Company is not required to spend towards CSR for the FY 2021. A brief outline on the CSR Policy of your Company and other details is annexed herewith as **Annexure A**.

#### **12. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:**

Your Company does not have any Subsidiary, Joint Venture or Associate Company.

#### **13. DEPOSITS:**

Your Company has neither accepted deposits from the public nor renewed any deposits during the financial year under consideration.

#### **14. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:**

The Internal Financial Controls with reference to financial statements, as designed and implemented by the Company, are adequate. During the financial year under review, no material or serious observation has been received from the Statutory Auditors of the Company for inefficiency or inadequacy of such controls.

#### **15. COMMENTS ON AUDITORS' REPORT:**

There are no qualifications, reservations or adverse remarks made by M/s. Kalyaniwalla & Mistry LLP, Statutory Auditors, in their report. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Board for the financial year under consideration.



**16. EXTRACT OF ANNUAL RETURN:**

The details, forming a part of the extract of the Annual Return as on March 31, 2021 in form MGT 9, are annexed herewith as **Annexure B**. Further, a copy of the Annual Return shall be placed on the Company's website at [www.bnpparibasmf.in](http://www.bnpparibasmf.in).

**17. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:**

Your Company has not provided any loans and guarantees or made any investments pursuant to Section 186 of the Companies Act, 2013.

**18. RELATED PARTY TRANSACTIONS:**

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company. Accordingly, the disclosure of Related Party Transactions as required pursuant to Section 134(3) (h) of the Companies Act, 2013 in Form AOC 2, prescribed in Rule 8(2) of the Companies (Accounts) Rules, 2014, is not applicable.

**19. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:**

As stated above in the Future Plans of the AMC, the FY 2022 will also witness the completion of the proposed amalgamation between Baroda Asset Management India Limited, a wholly-owned subsidiary of Bank of Baroda and BNP Paribas Asset Management India Private Limited, a wholly-owned subsidiary of BNP Paribas Asset Management Asia Limited, subject to regulatory approvals, with your Company being the Surviving AMC.

**20. AUDITORS:**

In accordance with Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, M/s. Kalyaniwalla & Mistry LLP, Chartered Accountants (Registration No. 104607W/W100166) have been appointed as the Statutory Auditors of the Company for a term of 5 years till the conclusion of the 21<sup>st</sup> (FY 2023-24) AGM on such terms and conditions and remuneration as may be decided by the Board.

**21. PARTICULARS OF EMPLOYEES:**

Details of top ten Employees in terms of remuneration and Employees drawing remuneration not less than Rs. 1,02,00,000 throughout the Financial Year or for part thereof drawing remuneration not less than Rs. 8,50,000 per month or drawing remuneration in excess of that drawn by the Managing Director/Whole Time Director/Manager and holds 2% of equity shares himself/herself and/or with his/her spouse and dependent children, shall be available at the Company's registered office for inspection by the Members.

**22. PREVENTION OF SEXUAL HARRASMENT OF WOMEN AT WORKPLACE:**

In accordance with the requirement of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, your Company has adopted a policy on prohibition of sexual harassment at workplace. An Internal Complaints Committee (ICC) has been setup to redress complaints received regarding sexual harassment. The ICC members are trained and made aware of their roles and responsibilities. Regular staff awareness sessions are conducted to generate awareness about the policy, reporting mechanism and prevention of Sexual harassment at workplace. There were no cases filed of any sexual harassment by any



employee (permanent, temporary, contractual or trainees) including visitors or other non-employee during the financial year under review.

### **23. MAINTENANCE OF COST RECORDS:**

The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013 for the business activities carried out by your Company and accordingly, the requirement is not applicable for your Company.

### **24. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

#### **A) Conservation of Energy:**

- i. the steps taken or impact on conservation of energy~:
- ii. the steps taken by the company for utilising alternate sources of energy~:
- iii. the capital investment on energy conservation equipment~:

~In view of the nature of business activities of your Company, the operations of your Company do not consume high levels of energy. Adequate measures have been taken to conserve energy wherever feasible. As energy costs form a very small part of the total costs, the impact on cost is not material.

#### **B) Technology Absorption:**

- i. the efforts made towards technology absorption: Your Company is committed to providing value added services and a number of digital initiatives have been launched during the financial year.
- ii. the benefits derived like product improvement, cost reduction, product development or import substitution: These digital initiatives have been led by various innovative products designed for various stakeholders (distributors, investors and sales team) and have helped your Company in increasing its digital footprint with minimal costs around technology infrastructure and human resources.
- iii. in case of imported technology (imported during the last three years reckoned from the beginning of the financial year): Nil
  - (a) the details of technology imported;
  - (b) the year of import;
  - (c) whether the technology been fully absorbed;
  - (d) if not fully absorbed, areas where absorption has not taken place and the reasons thereof; and
- iv. the expenditure incurred on Research and Development: Nil.

#### **C) Foreign Exchange Earnings and Outgo:**

The details of Foreign Exchange earned in terms of actual inflows during the FY 2021 was Rs. 74.45 million as against Rs. 74.71 million in the previous year and the Foreign Exchange outgo in terms of actual outflows during the FY 2021 was Rs. 33.15 million as against Rs. 13.06 million in the previous year.

### **25. RISK MANAGEMENT POLICY AND INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

Your Company has in place a mechanism to identify, assess, monitor and mitigate various risks. Major risks identified by the business are systematically addressed through mitigating actions on a continuing basis. These are discussed at the meetings of the Audit Committee and the Board of Directors of the Company.

Your Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence, the Internal Auditors report to the Audit Committee of the Board.





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

**26. ACKNOWLEDGEMENT:**

The Board would like to place on record their gratitude for all the guidance and co-operation received from the Central and State Governments, Securities and Exchange Board of India (SEBI), Association of Mutual Funds in India (AMFI), Reserve Bank of India (RBI), Financial Intelligence Unit (FIU) and other valuable Regulators.

The Board would like to take this opportunity to express their appreciation towards the Company's Bankers, Custodians, Stock Exchanges, Registrar & Transfer Agents, Brokers, Distributors & Agents and other valuable associates. Further, they would like to recognize and place on record their appreciation for the contribution, dedication & commitment made by each and every employee.

We look forward to the same support & commitment from all our Stakeholders as we continue our journey towards Secured, Sustainable & Profitable Growth.

**27. CAUTIONARY NOTE:**

The statements forming a part of the Directors' Report may contain certain forward-looking remarks within the meaning of applicable securities laws and regulations. Many factors could cause the actual results, performances or achievements of the Company to be materially different from any future outlook, performances, or achievements that may be expressed or implied by such forward looking statements.

For and on behalf of the Board of Directors  
**BNP Paribas Asset Management India Private Limited**

Sd/-

Sd/-

**Place: Mumbai**  
**Date: April 29, 2021**

**Mr. Chandan Bhattacharya**  
**Chairman**  
(DIN: 01341570)

**Mr. Sharad Sharma**  
**Managing Director & CEO**  
(DIN: 01586742)

**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES**

As prescribed under section 135 of the Companies Act, 2013 and  
 Companies (Corporate Social Responsibility) Rules, 2014

**1. Brief outline on CSR Policy of the Company:**

Your Company is a part of the BNP Paribas Group. For BNP Paribas Group, implementing its CSR policy means financing the real economy, while striving to protect the environment and fighting against exclusion. Accordingly, CSR activities of your Company shall be aligned with the Group's policy, which will be in line with the activities listed in schedule VII of Section 135 of the Companies Act, 2013. Your Company through its CSR activities intends to support programmes/projects and activities from among the areas of Education, Gender equality and Women's Empowerment, Art & Culture, Environment, Healthcare and Rural Development.

The CSR policy also defines the roles and responsibilities of the members of the CSR Committee and its composition. The Committee is responsible for the preparation and implementation of the CSR Policy, review and approval of budgets, developing a monitoring framework for implementation and the preparation of the Annual CSR Report.

**2. The Composition of the CSR Committee:**

Sr. No.	Name	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Sharad Sharma, Managing Director & CEO (Chairman)	Managing Director & CEO	1	1
2	Chandan Bhattacharya	Independent Director	1	1
3	Rakesh Vengayil	Associate Director	1	1

**3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company:** These details can be accessed on the Company's website at <https://www.bnpparibasmf.in/>

**4. The details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report):** Not applicable.

**5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:**

Sr. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
Nil			

**6. Average net profit of the company as per section 135(5):** Nil.

**7. (a) Two percent of average net profit of the company as per section 135(5):** Not Applicable, as there is no average net profit of the Company for three immediately preceding financial years.

**(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years:** Nil

**(c) Amount required to be set off for the financial year, if any:** Nil

**(d) Total CSR obligation for the financial year (7a+7b-7c):** Nil

**8. (a) CSR amount spent or unspent for the financial year:**



Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
Not Applicable					

**(b) Details of CSR amount spent against ongoing projects for the financial year:**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	
Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the project		Project duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency
				State	District						
Not Applicable											

**(c) Details of CSR amount spent against other than ongoing projects for the financial year:**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	
Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the project		Amount spent for the project (in Rs.)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency
				State	District			
Not Applicable								

**(d) Amount spent in Administrative Overheads:** Not Applicable.

**(e) Amount spent on Impact Assessment, if applicable:** Not Applicable.

**(f) Total amount spent for the Financial Year (8b+8c+8d+8e):** Not Applicable.

**(g) Excess amount for set off, if any:** Not Applicable.

Sr. No.	Particulars	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	Not Applicable, as there is no average net profit of the Company for three immediately preceding financial years.
(ii)	Total amount spent for the Financial Year	Not Applicable.
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Not Applicable.
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Not Applicable.
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Not Applicable.

**9. (a) Details of Unspent CSR amount for the preceding three financial years:**

Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs)	Date of transfer	
Not Applicable							

**(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sr. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project Duration	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing
Not Applicable								



10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: Nil.
- (a) Date of creation or acquisition of the capital asset(s): Not Applicable.
- (b) Amount of CSR spent for creation or acquisition of capital asset: Not Applicable.
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: Not Applicable.
- (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): Not Applicable.
11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not applicable.

For **BNP Paribas Asset Management India Private Limited**

Sd/-

**Mr. Sharad Sharma**  
**Chairman of CSR Committee**  
(DIN: 01586742)

Sd/-

**Mr. Chandan Bhattacharya**  
**Director**  
(DIN: 01341570)



**FORM NO. MGT-9**  
**EXTRACT OF ANNUAL RETURN**  
as on the financial year ended on March 31, 2021

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

**I. REGISTRATION DETAILS OF COMPANY:**

1.	<b>CIN</b>	U65991MH2003PTC142972
2.	<b>Registration Date</b>	November 04, 2003
3.	<b>Name of the Company</b>	BNP Paribas Asset Management India Private Limited
4.	<b>Category/Sub-Category of the Company</b>	Company Limited by Shares
5.	<b>Address of the Registered office and contact details</b>	Crescenzo, 7th floor, Plot no. C 38/39, G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400051 Email id: heena.khemka@bnpparibasmf.in Contact No : 022-61964203
6.	<b>Whether listed Company (Yes/No)</b>	No
7.	<b>Name, Address and Contact details of Registrar and Transfer Agent, if any</b>	<b>Link Intime India Pvt Limited</b> C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai – 400 083 Tel No: +91 22 49186270; Fax: +91 22 49186060 E-mail-id: rnt.helpdesk@linkintime.co.in; Website: www.linkintime.co.in

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:**

Sr. No.	Name and Description of main products / services	NIC Code of the Product/Service	% to total turnover of the Company
1	Fund Management activities as per NIC code 2008	6630	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:**

Sr. No.	Name & Address of the Company	CIN /GLN	Holding/ Subsidiary / Associate	% of shares held (of Rs. 10 each)	Applicable Section
1	BNP Paribas Asset Management Asia Limited. 17/F, Lincoln House, Taikoo Place, 979 King's Road, Quarry Bay, Hong Kong.	330989	Holding Company	100% *	2(46)

\* Mr. Sharad Sharma and Ms. Jyothi Krishnan are holding 10 shares each as nominees of BNP Paribas Asset Management Asia Limited u/s 89 of the Companies Act, 2013.





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

**a. Category-wise Share Holding:**

Category of Shareholders	No. of shares held at the beginning of the year (April 01, 2020)			No. of shares held at the end of the year (March 31, 2021)			% Change During the Year (B-A)
	Demat	Physical	% of Total Shares (A)	Demat	Physical	% of Total Shares (B)	
<b>A. Promoters</b>							
<b>(1) Indian</b>							
- Individual/HUF *	--	20	~	--	20	~	--
Sub-total (A)(1)	--	20	~	--	20	~	--
<b>(2) Foreign</b>							
- Bodies Corporate	10,77,32,254	--	100%	10,77,32,254	--	100%	--
Sub-total (A)(2)	10,77,32,254	--	100%	10,77,32,254	--	100%	--
<b>Total shareholding of Promoter [(A)=(A)(1)+(A)(2)]</b>	<b>10,77,32,254</b>	<b>20</b>	<b>100%</b>	<b>10,77,32,254</b>	<b>20</b>	<b>100%</b>	<b>--</b>
<b>B. Public Shareholding</b>							
<b>(1) Institutions</b>							
a) Mutual Funds	--	--	--	--	--	--	--
b) Banks / FI	--	--	--	--	--	--	--
c) Central Govt	--	--	--	--	--	--	--
d) State Govt(s)	--	--	--	--	--	--	--
e) Venture Capital Funds	--	--	--	--	--	--	--
f) Insurance Companies	--	--	--	--	--	--	--
g) FIIs	--	--	--	--	--	--	--
h) Foreign Venture Capital Funds	--	--	--	--	--	--	--
i) Others (specify)	--	--	--	--	--	--	--
Sub-total (B)(1):	--	--	--	--	--	--	--
<b>(2) Non-Institutions</b>							
a) Bodies Corp.	--	--	--	--	--	--	--
i) Indian	--	--	--	--	--	--	--
ii) Overseas	--	--	--	--	--	--	--
b) Individuals	--	--	--	--	--	--	--
i) Individual shareholders holding nominal share capital upto Rs. 1 lac	--	--	--	--	--	--	--
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lac	--	--	--	--	--	--	--
c) Others (specify)	--	--	--	--	--	--	--
Sub-total(B)(2):	--	--	--	--	--	--	--
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	--	--	--	--	--	--	--
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	--	--	--	--	--	--	--
<b>Grand Total (A+B+C)</b>	<b>10,77,32,254</b>	<b>20</b>	<b>100%</b>	<b>10,77,32,254</b>	<b>20</b>	<b>100%</b>	<b>0.00</b>

~less than 0.01%

**b. Shareholding of Promoters:**

Sr. No.	Shareholders Name	Shareholding at the beginning of the year (April 01, 2020)			Shareholding at the end of the year (March 31, 2021)			% change in shareholding during the year
		No. of shares (of Rs.10 each)	%of total shares of the Company	%of Shares Pledged /encumbered to total shares	No. of shares (of Rs.10 each)	%of total shares of the Company	%of Shares Pledged /encumbered to total shares	
1	BNP Paribas Asset Management Asia Limited	10,77,32,254	100% *	--	10,77,32,254	100% *	--	0.00

\* Mr. Sharad Sharma and Ms. Jyothi Krishnan are holding 10 shares each as nominees of BNP Paribas Asset Management Asia Limited w/s 89 of the Companies Act, 2013



- c. **Change in Promoters' Shareholding:** There are no changes in the Promoter's shareholding during the FY 2021.
- d. **Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):** Not Applicable
- e. **Shareholding of Directors and Key Managerial Personnel:** None of the Directors hold shares in the Company. However, Mr. Sharad Sharma (residing at India) holds 10 shares as nominee of BNP Paribas Asset Management Asia Limited u/s 89 of the Companies Act, 2013. Your Company is not required to appoint Key Managerial Personnel in terms of section 203 of Companies Act, 2013 read with rules issued thereunder.
- V. **INDEBTEDNESS:** Your Company had no indebtedness with respect to Secured or Unsecured Loans or Deposits during the year under review.

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

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

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount (in Rs.)
		Mr. Sharad Sharma	
1	Gross salary (in Rs.) (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	24,268,069	24,268,069
2	Stock Option	--	--
3	Sweat Equity	--	--
4	Commission - as % of profit - Others, specify	--	--
5	Others, please specify [Contribution to Provident Fund (in Rs.)]	8,41,800	8,41,800
	Total (A) (in Rs.)	25,109,869	25,109,869
	Ceiling as per the Act	Not applicable	

**b. Remuneration to other Directors:**

Particulars of Remuneration	Name of Directors			Total Amount (in Rs.)
	Mr. Chandan Bhattacharya * (Chairman)	Mr. Sanjay Sachdev *	Mr. Rakesh Vengayil ^	
Fee for attending Board, Audit Committee and/or CSR Committee meetings (in Rs.)	850,000	800,000	Nil	16,50,000
Commission	--	--	--	--
Others, please specify	--	--	--	--
<b>Total (in Rs.)</b>	<b>850,000</b>	<b>800,000</b>	<b>Nil</b>	<b>16,50,000</b>

Note: \* Independent Directors ^ Non-Executive Non-Independent Director

**c. Remuneration to Key Managerial Personnel other than MD / Manager / WTD:**

Your Company is not required to appoint Key Managerial Personnel in terms of section 203 of Companies Act, 2013 read with rules issued thereunder.

**VII. Penalty or punishment imposed on the Company, its Directors or Officers and details of compounding of offences and appeals made against such penalty or punishment:**

There were no penalties / punishment / compounding of offences for breach of any section of Companies Act against your Company or its Directors or other officers in default, if any, during the year under review.



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)
<b>A. Company</b>					
Penalty			NIL		
Punishment					
Compounding					
<b>B. Directors</b>					
Penalty			NIL		
Punishment					
Compounding					
<b>C. Other Officers in Default</b>					
Penalty			NIL		
Punishment					
Compounding					

**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF BNP PARIBAS ASSET MANAGEMENT INDIA PRIVATE LIMITED**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the financial statements of BNP Paribas Asset Management India Private Limited (“the Company”), which comprise the balance sheet as at March 31, 2021, the statement of profit and loss, the statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as “financial statements”).

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 Companies Act, 2013 the (“Act”) in the manner so required and give a true and fair view in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2006, as amended (“Accounting Standards”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, loss and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

We draw your attention to note 34 to the financial statements, which explains the uncertainties and the management’s assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact is highly dependent upon circumstances as they evolve.

Our opinion and our Report on Other Legal and Regulatory Requirements are not modified in respect of this matter.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information in Director's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other information as specified above, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance. We have nothing to report in this regard.

### **Management's Responsibilities for the Financial Statements**

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

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.

In preparing the financial statements, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place with respect to its financial statements and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion.

Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The balance sheet, 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 specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in “Annexure B”.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the provision of section 197(16) is not applicable to the Company.
- h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 30 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.

**For Kalyaniwalla & Mistry LLP**  
Chartered Accountants  
Registration No: 104607W / W100166

Sd/-

**Jamshed K. Udwadia**  
**Partner**

Membership No: 124658  
UDIN No. 21124658AAAACS1887  
Mumbai, April 29, 2021.

## **Annexure A to the Independent Auditor's Report**

Referred to in Para 1 'Report on Other Legal and Regulatory Requirements' of our Report to the members of the Company on the financial statements for the year ended March 31, 2021:

### **Statement on Matters Specified in paragraphs 3 and 4 of the Companies (Auditors Report) Order, 2016 (the Order)**

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The fixed assets have been physically verified during the year in accordance with the regular programme of verification which, in our opinion, provides for physical verification of all fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (c) The Company does not have any immovable properties of freehold or leasehold land and building and hence the provisions of clause (i) (c) of the Order are not applicable.
2. The Company does not have any inventory and hence the provisions of clause (ii) of the Order are not applicable.
3. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, and limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a) and (b) of the Order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us the Company has not granted any loans, made investments or provided any guarantees and hence the provisions of clause (iv) of the Order are not applicable to the Company.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits as per the directives issued by the Reserve Bank of India under the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Accordingly, the provisions of clause (v) of the Order are not applicable to the Company.
6. In our opinion, having regard to the nature of the Company's business and activities, the provisions of clause (vi) of the Order are not applicable to Company.
7. According to the information and explanations given to us and the records examined by us,
  - (a) The Company has been generally regular in depositing undisputed statutory dues, including provident fund, income tax, goods and service tax, cess and other material statutory dues applicable to it to the appropriate authorities.

According to the information and explanations given to us, no disputed amounts payable in respect of provident fund, profession tax, income tax, goods and service tax, cess and other material statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us, there are no dues of income tax, goods and service tax which have not been deposited with the appropriate authorities on account of any dispute except for the following: -

Name of Statute	Nature of Dues	Demand (in Rs.)	Amount paid under protest (in Rs.)	Year to which amount relates	Forum where dispute is pending
Income Tax Act 1961	Income Tax	9,14,510	-	A.Y. 2010-11	Deputy Commissioner of Income tax
Income Tax Act 1961	Income Tax	1,17,62,624	-	A.Y. 2017-18	Deputy Commissioner of Income tax
Finance Act, 1994 (as amended)	Service Tax	5,11,47,723	-	A.Y. 2008-09 to A.Y. 2012-13	Commissioner of Service tax

8. The Company has not taken any loans or borrowings from financial institutions, banks and government or has issued any debenture during the year. Hence, the provisions of clause (viii) of the Order are not applicable to the Company.
9. According to the information and explanations given to us and based on our examination of records of the Company, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, the provisions of clause (ix) of the Order are not applicable to the Company.
10. Based upon the audit procedures performed by us, to the best of our knowledge and belief and according to the information and explanations given to us by the Management, no fraud by the Company or fraud on the Company by its officers or employee has been noticed or reported during the year.
11. In our opinion and according to the information and explanation given to us, the provisions of Section 197 read with Schedule V to the Companies Act are not applicable to the Company.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, provisions of clause (xii) of the Order are not applicable to the Company.
13. In our opinion and according to the information and explanations given to us the Company has entered into transactions with related parties in compliance with the provisions of section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as the applicable accounting standards.
14. According to the information and explanations given to us and based on the documents and records produced before us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions of clause (xiv) of the Order are not applicable.

15. According to the information and explanations given to us and based on the documents and records produced before us, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, the provisions of clause (xv) of the Order are not applicable to the Company.
16. According to the information and explanations given to us, the Company is not required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause (xvi) of the Order are not applicable to the Company.

**For Kalyaniwalla & Mistry LLP**  
Chartered Accountants  
Registration No: 104607W / W100166

Sd/-  
**Jamshed K. Udadia**  
**Partner**  
Membership No: 124658  
UDIN No. 21124658AAAACS1887  
Mumbai, April 29, 2021.



## **Annexure B to the Independent Auditor's Report**

The Annexure referred to in Para 2(f) under 'Report on Other Legal and Regulatory Requirements' of our Independent Auditors' Report to the members of the Company on the financial statements for the year ended March 31, 2021:

### **Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to the financial statements of BNP Paribas Asset Management India Private Limited ("the Company") as of March 31, 2021 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 financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of Internal Financial Controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these financial statements were 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 with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to these financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of these 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 with reference to these financial statements.

### **Meaning of Internal Financial Controls with reference to financial statements**

A Company's internal financial control with reference to these financial statements 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 with reference to financial statements 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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 with reference to financial statements**

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

### **Opinion**

In our opinion, 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 with reference to these financial statements and such internal financial controls were operating effectively as at March 31, 2021, based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

### **For Kalyaniwalla & Mistry LLP**

Chartered Accountants

Registration No: 104607W / W100166

Sd/-

**Jamshed K. Udawadia**

**Partner**

Membership No: 124658

UDIN No. 21124658AAAACS1887

Mumbai, April 29, 2021.

## Balance Sheet as at March 31, 2021

Particulars	Notes	As at March 31, 2021	As at March 31, 2020
		₹	₹
<b>Equity and liabilities</b>			
<b>Shareholders' funds</b>			
(a) Share capital	3	1,077,322,740	1,077,322,740
(b) Reserves and surplus	4	(184,392,041)	(134,037,667)
		892,930,699	943,285,073
<b>Non-current liabilities</b>			
(a) Other long-term liabilities	5	3,217,121	777,844
(b) Long-term provisions	6	12,561,603	13,059,144
		15,778,724	13,836,988
<b>Current liabilities</b>			
(a) Trade payables	7	-	-
i) Total outstanding dues of micro enterprises and small enterprises		-	-
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		43,423,110	37,471,398
(b) Other current liabilities	5	57,470,055	50,271,008
(c) Short-term provisions	6	27,724,478	37,301,638
		128,617,643	125,044,044
<b>TOTAL</b>		<b>1,037,327,066</b>	<b>1,082,166,105</b>
<b>Assets</b>			
<b>Non-current assets</b>			
(a) Property Plant and Equipment			
i) Tangible assets	8	12,418,541	10,302,072
ii) Intangible assets	9	1,180,099	2,455,208
(b) Intangible assets under development		837,137	797,072
(c) Non-current investments	10	85,626,967	85,626,967
(d) Long-term loans and advances	11	129,045,084	224,595,960
		229,107,828	323,777,279
<b>Current assets</b>			
(a) Current investments	12	701,135,160	618,800,000
(b) Trade receivables	13	55,869,233	63,015,206
(c) Cash and bank balances	14	1,390,251	1,517,004
(d) Short-term loans and advances	11	49,824,594	75,056,616
		808,219,238	758,388,826
<b>TOTAL</b>		<b>1,037,327,066</b>	<b>1,082,166,105</b>
See significant accounting policies and accompanying notes which form an integral part of the financial statements			

In terms of our report attached.

**For Kalyaniwalla & Mistry LLP**  
Chartered Accountants  
Firm's Registration No: 104607W/W100166

**For and on behalf of the Board of Directors of**  
**BNP Paribas Asset Management India Private Limited**

Sd/-

**Jamshed K. Udawadia**  
Partner  
Membership No. 124658  
Mumbai, 29 April, 2021

Sd/-

**Chandan Bhattacharya**  
Chairman  
DIN: 01341570

Sd/-

**Sharad Sharma**  
Managing Director & CEO  
DIN: 01586742

Sd/-

**Vivek Kudal**  
Chief Operating Officer

Sd/-

**Heena Khemka**  
Company Secretary

**BNP Paribas Asset Management India Private Limited**

**CIN: U65991MH2003PTC142972**

**Statement of Profit and Loss for the year ended March 31, 2021**

Particulars	Notes	Current Year	Previous Year
		₹	₹
<b>I Income</b>			
Revenue from operations	15	417,395,451	435,350,131
Other income	16	58,661,096	44,158,100
<b>Total Income (I)</b>		<b>476,056,547</b>	<b>479,508,231</b>
<b>II Expenses</b>			
Employee benefits expense	17	266,916,588	283,336,989
Finance costs	18	42,431	50,600
Depreciation and amortisation expense	8,9	6,639,084	6,106,397
Other expenses	19	252,812,818	275,160,275
<b>Total Expenses (II)</b>		<b>526,410,921</b>	<b>564,654,261</b>
<b>III Loss before Tax (I - II)</b>		<b>(50,354,374)</b>	<b>(85,146,030)</b>
<b>IV Tax expense</b>			
Tax relating to prior years		-	(1,695,424)
<b>Total tax expense</b>		<b>-</b>	<b>(1,695,424)</b>
<b>V Loss for the year from continuing operations (III - IV)</b>		<b>(50,354,374)</b>	<b>(83,450,606)</b>
<b>Earnings per share (nominal value of ₹ 10 per share)</b>			
Basic and Diluted (₹)	26	(0.47)	(0.77)
See significant accounting policies and accompanying notes which form an integral part of the financial statements			

In terms of our report attached.

**For Kalyaniwalla & Mistry LLP**  
**Chartered Accountants**  
**Firm's Registration No: 104607W/W100166**

**For and on behalf of the Board of Directors of**  
**BNP Paribas Asset Management India Private Limited**

Sd/-

**Jamshed K. Udawadia**  
*Partner*  
*Membership No. 124658*  
 Mumbai, 29 April, 2021

Sd/-

**Chandan Bhattacharya**  
*Chairman*  
*DIN: 01341570*

Sd/-

**Sharad Sharma**  
*Managing Director & CEO*  
*DIN: 01586742*

Sd/-

**Vivek Kudal**  
*Chief Operating Officer*

Sd/-

**Heena Khemka**  
*Company Secretary*

**BNP Paribas Asset Management India Private Limited**

**CIN: U65991MH2003PTC142972**

**Cash Flow Statement for the year ended March 31, 2021**

Particulars	Current Year	Previous Year
	₹	₹
<b>A. Cash Flows From Operating Activities:</b>		
<b>Loss before tax</b>	(50,354,374)	(85,146,030)
<b>Adjustments for:</b>		
Depreciation and Amortisation	6,639,084	6,106,397
Finance Cost	42,431	50,600
Interest on bank deposit	(8,406)	(7,829)
Profit on sale on investments	(43,135,160)	(39,642,309)
Profit on sale of fixed assets (net)	(22,000)	(251,996)
Unrealised Foreign Exchange (gain) / loss	(925)	(54,198)
<b>Operating loss before working capital changes</b>	<b>(86,839,350)</b>	<b>(118,945,365)</b>
<b>Changes in working capital :</b>		
Adjustments for (increase) / decrease in operating assets:		
Trade Receivables	7,146,897	8,626,845
Long-term loans and advances	(28,522,362)	7,840,254
Short-term loans and advances	25,232,022	44,477,681
Adjustments for increase / (decrease) in operating liabilities:		
Trade Payables	5,951,712	(9,254,466)
Other long-term liabilities	2,439,277	(130,744)
Other current liabilities	7,199,046	(9,770,656)
Long-term provisions	(497,541)	1,827,058
Short-term provisions	(12,244,166)	(6,125,785)
<b>Cash (used in) from Operations</b>	<b>(80,134,465)</b>	<b>(81,455,178)</b>
Taxes (net of refund)	126,740,243	(23,338,427)
<b>Net cash from / (used in) Operating Activities (A)</b>	<b>46,605,778</b>	<b>(104,793,605)</b>
<b>B. Cash flows from Investing Activities:</b>		
Capital expenditure on fixed assets, including capital advances	(7,520,509)	(1,055,495)
Proceeds from sale of fixed assets	22,000	294,839
Purchase of current investments	(1,345,034,250)	(1,090,886,000)
Proceeds from sale of current investments	1,305,834,253	1,201,728,303
Purchase of long term investments	-	(5,000,000)
Interest received	8,406	7,829
<b>Net cash from / (used in) Investing Activities (B)</b>	<b>(46,690,100)</b>	<b>105,089,477</b>
<b>C. Cash flows from Financing Activities:</b>		
Repayment of share capital	-	-
Finance Costs	(42,431)	(50,600)
<b>Net cash (used in) Financing Activities (C)</b>	<b>(42,431)</b>	<b>(50,600)</b>
<b>Net Increase in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>(126,753)</b>	<b>245,271</b>
<b>Cash and cash equivalents at the beginning of the year (see note 14)</b>	<b>1,517,004</b>	<b>1,271,733</b>
<b>Cash and cash equivalents at the end of the year (see note 14)</b>	<b>1,390,251</b>	<b>1,517,004</b>

Particulars	Current Year	Previous Year
	₹	₹
Cash and cash equivalents at the end of the year *	<b>1,390,251</b>	<b>1,517,004</b>
* Comprises:		
Cash on hand	297,447	307,160
Balances with banks In current accounts	1,092,804	1,209,844

In terms of our report attached.

**For Kalyaniwalla & Mistry LLP**  
Chartered Accountants  
Firm's Registration No: 104607W/W100166

**For and on behalf of the Board of Directors of**  
**BNP Paribas Asset Management India Private Limited**

Sd/-

**Jamshed K. Udawadia**  
Partner  
Membership No. 124658  
Mumbai, 29 April, 2021

Sd/-

**Chandan Bhattacharya**  
Chairman  
DIN: 01341570

Sd/-

**Sharad Sharma**  
Managing Director & CEO  
DIN: 01586742

Sd/-

**Vivek Kudal**  
Chief Operating Officer

Sd/-

**Heena Khemka**  
Company Secretary

## **BNP Paribas Asset Management India Private Limited**

**CIN: U65991MH2003PTC142972**

**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

### **1 Corporate information**

BNP Paribas Asset Management India Private Limited ('the Company/'BNPP AMC') is registered under the Companies Act, 1956 with effect from October 18, 2010. Earlier, the Company was known as Fortis Investment Management (India) Private Limited from September 19, 2008 to October 17, 2010. Prior to that it was known as ABN AMRO Asset Management (India) Limited and had obtained the registration under the Companies Act, 1956 on November 4, 2003. The main objects of the Company are to carry on the business of asset management and portfolio management services. The Company is a wholly owned subsidiary of BNP Paribas Asset Management Asia Limited, Hong Kong (formerly known as BNP Paribas Investment Partners Asia Limited).

Subsequent to the global acquisition of Fortis Group by BNP Paribas in 2009 and on receiving the no objection letter from SEBI to be the sponsor of the Company, the Asset Management Company became a part of the BNP Paribas Group. Earlier due to a global restructuring in April 2008, ABN AMRO Asset Management group became a part of Fortis Investments group. At that time, ABN AMRO Asset Management (India) Limited was changed to a private limited company on June 20, 2008 and in due course to Fortis Investment Management (India) Private Limited.

The primary activity of the Company is to act as an investment manager to BNP Paribas Mutual Fund. The Company manages the investment portfolio and provides various administrative services to the Fund.

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

### **2 Significant accounting policies**

#### **a Basis of preparation**

The financial statements of the Company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"). The financial statements have been prepared on the 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 the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialised. Any revision to accounting estimates is recognised prospectively in current and future periods.

#### **c Cash and Cash equivalents (for purposes of Cash Flow statement)**

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

#### **d Cash Flow Statement**

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

#### **e Property Plant and Equipment and Depreciation**

Tangible assets are carried at cost of acquisition less accumulated depreciation and impairment. Cost includes freight, duties, taxes and incidental expenses related to the acquisition and installation of the assets.

Intangible assets comprising of computer software are stated at cost of acquisition, including any cost attributable for bringing the asset to its working condition, less accumulated amortisation. Any technology support cost or annual maintenance cost for such software is charged annually to the Statement of Profit and Loss.

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

Depreciation is provided on the straight-line method as per the useful life mentioned in the table below. The life of the assets has been assessed taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support.



**BNP Paribas Asset Management India Private Limited****CIN: U65991MH2003PTC142972****Notes forming part of the financial statements as at and for the year ended March 31, 2021**

Class of asset	Estimated useful life as assessed by	Estimated useful life specified under Schedule II of
	Company	the Companies Act, 2013
	Yrs	Yrs
Computers	5	3
Furniture and fixtures	5	10
Office equipment	5	5
Software	3	NIL
Copyrights	8	NIL
Leasehold improvements	Over the primary period of lease or economic useful life, whichever is lower	

The Company provides pro-rata depreciation from the date the asset is ready to be put to use and for any asset sold, until the date of sale. Property Plant and Equipment individually costing ₹ 5,000 or less are fully depreciated in the year of purchase / acquisition.

**f Impairment of assets**

The carrying amounts of assets at each Balance Sheet date are reviewed for impairment. If any indication of impairment based on internal / external factors exists, the recoverable amount of such assets is estimated and impairment is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and its value in use which is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

**g Revenue recognition****i. Investment management fees**

Investment management fees are recognised net-of indirect tax on an accrual basis as a percentage of the average daily net assets of the schemes of the Fund (excluding inter-scheme investments and investments made by the Company in the schemes of the Fund), such that it does not exceed the rates prescribed by the Securities and Exchange Board of India ('SEBI') (Mutual Fund) Regulations, 1996 (the 'Regulations') and any further amendments or offer document of the respective schemes.

**ii. Portfolio management fees**

Portfolio management fees are recognised net-of indirect tax on an accrual basis in accordance with the respective terms of contract between the Company and Portfolio Management Scheme ('PMS') clients.

**iii. Advisory fees**

Advisory fees are recognised on an accrual basis in accordance with the respective terms of the agreement/arrangements with the counter parties.

**iv. Other income**

Purchases and sales of investments are recorded on the trade dates. The profit / loss on sale of investments are recognised in the Statement of Profit and Loss on the trade date.

**h Scheme related expenses**

Upto October 22, 2018, annual recurring expenses and losses relating to schemes of the Fund which are in excess of internal expense limits are borne by the Company. The internal expense limits are within the overall expense limits prescribed by the Regulations or offer document of the respective schemes.

## **BNP Paribas Asset Management India Private Limited**

**CIN: U65991MH2003PTC142972**

### **Notes forming part of the financial statements as at and for the year ended March 31, 2021**

#### **i Brokerage expenses**

Brokerage on fixed maturity plans (FMPs) if any is amortised over the term of the respective FMP. Brokerage on Long Term Equity Fund (erstwhile Tax Advantage Plan - ELSS) is amortised over the three year mandatory lock in period.

All advance brokerages except Systematic Investment Plan ('SIP') advance brokerage paid on all open ended schemes are amortised over their exit load / claw back period, if applicable. SIP advance brokerage paid on all open ended schemes are amortised over 36 months. The unamortised portion of the brokerage is carried forward as prepaid expense.

Upfront Brokerage paid on Portfolio Management Schemes (PMS) is amortised over the exit load period of the PMS scheme. All other brokerage payments are charged to the Statement of Profit and Loss when incurred

W.e.f. October 22, 2018 – All brokerage & scheme related expenses are being booked in scheme books and scheme expenses include trail brokerage

#### **j Investments**

Investments are classified into long-term investments and current investments.

Investments which are intended to be held for more than one year are classified as long-term investments. Long-term investments are made by the Company as per the requirements of Para 28(5) of Chapter V of SEBI (MF) Regulations, 1996 and amendments thereof.

Investments which are intended to be held for less than or equal to one year are classified as current investments.

The Company follows trade date method of accounting for recording of purchase and sale of investments. All investments are initially recorded at cost. The cost of an investment includes purchase price, directly attributable acquisition charges and reduced by recovery of costs, if any. On disposal of an investment, the difference between its carrying amount and the net disposal proceeds is charged or credited to the Statement of Profit and Loss.

Long-term investments are accounted at cost and any decline in carrying value other than temporary in nature is provided for. Current investments are valued at cost and market value whichever is lower. In case of investments in units of mutual funds, the net asset value of units has been considered as market value.

#### **k Employee benefits**

##### **Defined contribution plan**

The Company's contribution to recognised provident fund is considered as defined contribution plan and amounts (maintained and managed by the Office of the Regional Provident Fund Commissioner) paid/payable during the year is recognised in the Statement of Profit and Loss.

##### **Defined benefit plans**

###### **i. Gratuity**

The Company's net obligation in respect of the gratuity benefit is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value.

The present value of the obligation under such benefit plan is determined based on actuarial valuation done at the year end, using the Projected Unit Credit Method which recognises each period of service that give rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at present values of estimated future cash flows. The discount rates used for determining the present value are based on the market yields on Government Securities as at the Balance Sheet date.

Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

###### **ii. Compensated Absences**

The employees of the Company are entitled to compensated absences as per the policy of the Company. Compensated absences are recognised as a liability at present value of the defined benefit obligation at the balance sheet date. The Company's liability towards compensated absences is determined on the basis of an independent actuarial valuation based on the projected unit credit method carried out as at the balance sheet date. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognised immediately in the Statement of Profit and Loss as income or expense.

###### **iii. Deferred Bonus Award**

The company accounts for its defined benefit obligations for non-funded deferred bonus benefits on the basis of valuation provided by the regional team at each balance sheet date.

## **BNP Paribas Asset Management India Private Limited**

**CIN: U65991MH2003PTC142972**

### **Notes forming part of the financial statements as at and for the year ended March 31, 2021**

#### **l Leases**

Leases of assets under which all the risks and benefits of ownership are effectively retained by the lessor are classified as operating leases. Amount due under the operating leases are charged to the Statement of Profit and Loss, on a straight - line basis over the lease term in accordance with Accounting Standard 19 on 'Leases' as specified under Section 133 of the Companies Act, 2013, read with Companies (Accounting Standards) Rules, 2006. Initial direct costs incurred specifically for operating leases are recognised as expense in the year in which they are incurred.

In respect of finance lease, substantially all the risks and benefits of ownership of the leased assets are transferred to the lessee over the lease term. The fair value of the asset acquired on finance lease is recognised as an asset and a liability at the inception of the lease. The lease payments are apportioned between finance charges and the reduction from the outstanding liability. Depreciation is charged on the assets acquired under finance lease.

#### **m Earnings per share**

Basic earnings per share is computed by dividing the net profit / (loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit / (loss) after tax as adjusted for expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

#### **n Taxes on income**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income - tax Act, 1961.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the Balance Sheet date. Deferred tax assets other than unabsorbed depreciation and carry forward of losses and items relating to capital losses are recognised only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses and items relating to capital losses are recognised only if there is virtual certainty supported by convincing evidence that the same can be realised against future taxable profits. At each Balance Sheet date the Company re-assesses unrecognised deferred tax assets. It recognises the unrecognised deferred tax assets to the extent that it has become reasonably certain, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

#### **o Foreign currency transactions**

- i. Transactions in foreign currencies are recorded at the rate of exchange in force at the time of occurrence of the transactions.
- ii. Exchange differences arising on settlement of revenue transactions are recognised in the Statement of Profit and Loss.
- iii. Foreign currency monetary items outstanding at the Balance Sheet date are translated at the exchange rate prevailing at the Balance Sheet date and the resultant difference is recognised as income or expense in the Statement of Profit and Loss.
- iv. Non-monetary items outstanding at the Balance Sheet date are reported using exchange rates at the date of the transactions.

#### **p Provisions and contingencies**

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

#### **q Operating Cycle**

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

**BNP Paribas Asset Management India Private Limited**

**CIN: U65991MH2003PTC142972**

**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

**r GST Input Credit**

GST input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.

## 3 Share capital

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number	₹	Number	₹
<b>(a) Authorised shares</b> Equity shares of ₹ 10/- each	215,000,000	2,150,000,000	215,000,000	2,150,000,000
<b>(b) Issued, subscribed &amp; fully paid up shares</b> Equity Shares of ₹ 10/- each	107,732,274	1,077,322,740	107,732,274	1,077,322,740
[All the above shares are held by BNP Paribas Asset Management Asia Limited, the holding company and its nominees. (The ultimate holding company is BNP Paribas Asset Management Holding)]				
<b>Total</b>	<b>107,732,274</b>	<b>1,077,322,740</b>	<b>107,732,274</b>	<b>1,077,322,740</b>

## a Terms/rights attached to equity shares

- The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.
- In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

## b Details of shareholder holding more than 5 % shares in the Company

Name of shareholder	As at March 31, 2021		As at March 31, 2020	
	Number	% of Holding	Number	% of Holding
BNP Paribas Asset Management Asia Limited and its nominees	107,732,274	100%	107,732,274	100%
	<b>107,732,274</b>	<b>100%</b>	<b>107,732,274</b>	<b>100%</b>

## 4 Reserves and surplus

Particulars	As at March 31, 2021	As at March 31, 2020
	₹	₹
Deficit in the Statement of Profit and Loss		
<b>As per Last Financial Statement</b>	(134,037,667)	(50,587,061)
Loss for the year	(50,354,374)	(83,450,606)
	<b>(184,392,041)</b>	<b>(134,037,667)</b>

**5 Other liabilities**

Particulars	As at March 31, 2021		As at March 31, 2020	
	Non-current portion	Current maturities	Non-current portion	Current maturities
	₹	₹	₹	₹
Lease Equalisation	3,217,121	151,701	777,844	79,877
Statutory Remittances	-	40,415,403	-	34,926,360
Employees benefit payable	-	16,902,951	-	15,264,771
<b>Total</b>	<b>3,217,121</b>	<b>57,470,055</b>	<b>777,844</b>	<b>50,271,008</b>

**6 Provisions**

Particulars	As at March 31, 2021		As at March 31, 2020	
	Non-current portion	Current maturities	Non-current portion	Current maturities
	₹	₹	₹	₹
Provision for Fringe Benefit Tax [Net of Advance Tax of ₹ 1,374,081 (Previous year ₹ 1,374,081)]	-	919	-	919
Provision for Tax [Net of Advance Tax of ₹ 31,296,713 (Previous year ₹ 18,049,975)]	-	26,308,842	-	23,641,836
Provision for employee benefits (Refer Note 24)				
- Gratuity	12,279,620	1,414,717	12,033,968	1,778,807
- Leave Encashment	281,983	-	150,810	-
Deferred Bonus	-	-	874,366	11,880,076
<b>Total</b>	<b>12,561,603</b>	<b>27,724,478</b>	<b>13,059,144</b>	<b>37,301,638</b>

**7 Trade payables**

Particulars	As at March 31, 2021	As at March 31, 2020
	₹	₹
Payable to Vendors (Refer Note 20)	11,846,823	333,835
Provision for Expenses	31,576,287	37,137,563
<b>Total</b>	<b>43,423,110</b>	<b>37,471,398</b>

No amount is payable to "Suppliers" under Micro, Small and Medium Enterprises Development Act, 2006.

No interest has been paid / payable by the Company during the year to the "Suppliers" covered under the Micro, Small and Medium Enterprises Development Act, 2006. The above information has been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors



BNP Paribas Asset Management India Private Limited

CIN: U65991MH2003PTC142972

Notes forming part of the financial statements as at and for the year ended March 31, 2021

Property Plant and Equipment

Particulars	Gross Block (At Cost)				Depreciation and Amortisation				Net Block	
	Balance as at April 1, 2020	Additions	Disposals	Balance as at March 31, 2021	Balance as at April 1, 2020	Charge for the year	On disposals	Balance as at March 31, 2021	Balance as at March 31, 2021	Balance as at March 31, 2020
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>8 Tangible assets</b>										
Leasehold improvements (Previous Year)	13,668,699 (14,514,558)	- -	1,329,611 (845,859)	12,339,088 (13,668,699)	12,179,992 (11,780,388)	1,172,990 (1,245,463)	1,329,611 (845,859)	12,023,372 (12,179,992)	315,716 (1,488,707)	1,488,707
Office equipments (Previous Year)	12,307,323 (12,392,489)	6,063,568 (152,337)	73,125 (237,503)	18,297,766 (12,307,323)	10,499,464 (9,808,231)	1,624,866 (889,962)	73,125 (198,729)	12,051,205 (10,499,464)	6,246,561 (1,807,859)	1,807,859
Computer hardware (Previous Year)	39,578,599 (41,295,918)	1,416,875 (903,158)	- (2,620,477)	40,995,474 (39,578,599)	32,875,193 (33,262,461)	2,473,860 (2,229,140)	- (2,616,408)	35,349,053 (32,875,193)	5,646,421 (6,703,406)	6,703,406
Furniture and fixtures (Previous Year)	5,823,422 (6,008,764)	- -	- (185,342)	5,823,422 (5,823,422)	5,521,320 (5,612,850)	92,259 (93,812)	- (185,342)	5,613,579 (5,521,320)	209,843 (302,102)	302,102
<b>Total (A)</b>	<b>71,378,043</b>	<b>7,480,444</b>	<b>1,402,736</b>	<b>77,455,751</b>	<b>61,075,971</b>	<b>5,363,975</b>	<b>1,402,736</b>	<b>65,037,210</b>	<b>12,418,541</b>	<b>10,302,072</b>
Previous year	(74,211,729)	(1,055,495)	(3,889,181)	(71,378,043)	(56,834,239)	(3,770,285)	(140,593)	(60,463,931)	(13,747,798)	
<b>9 Intangible assets (other than internally generated)</b>										
Computer software (Previous Year)	17,668,616 (17,668,616)	- -	- -	17,668,616 (17,668,616)	15,349,527 (13,726,975)	1,249,712 (1,622,552)	- -	16,599,239 (15,349,527)	1,069,377 (2,319,089)	2,319,089
Copyrights (Previous Year)	203,312 (203,312)	- -	- -	203,312 (203,312)	67,193 (41,727)	25,397 (25,466)	- -	92,590 (67,193)	110,722 (136,119)	136,119
<b>Total (B)</b>	<b>17,871,928</b>	<b>-</b>	<b>-</b>	<b>17,871,928</b>	<b>15,416,720</b>	<b>1,275,109</b>	<b>-</b>	<b>16,691,829</b>	<b>1,180,099</b>	<b>2,455,208</b>
Previous year	(17,871,928)	-	-	(17,871,928)	(13,768,702)	(1,648,018)	-	(15,416,720)	(2,455,208)	
<b>Total (A) + (B)</b>	<b>89,249,971</b>	<b>7,480,444</b>	<b>1,402,736</b>	<b>95,327,679</b>	<b>76,492,691</b>	<b>6,639,084</b>	<b>1,402,736</b>	<b>81,729,039</b>	<b>13,598,640</b>	<b>12,757,280</b>
Previous year	(92,083,657)	(1,055,495)	(3,889,182)	(89,249,971)	(70,602,941)	(5,418,303)	(140,593)	(75,880,651)	(12,757,280)	

**BNP Paribas Asset Management India Private Limited**

**CIN: U65991MH2003PTC142972**

**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

**10 Non-current investments**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
<b>Investment in Mutual Funds (Unquoted)</b>		
2,340.319 (Previous Year 2,340.319) units of BNP Paribas Liquid Fund Direct Growth F.V. of ₹ 1,000 each	5,000,000	5,000,000
332,367.253 (Previous Year 332,367.253) units of BNP Paribas Corporate Bond Fund Direct Plan Growth Option F.V. of ₹ 10 each	5,000,000	5,000,000
140,173.816 (Previous Year 140,173.816) units of BNP Paribas Multi Cap Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
71,828.760 (Previous Year 71,828.760) units of BNP Paribas Large Cap Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
206,149.013 (Previous Year 206,149.013) units of BNP Paribas Flexi Debt Fund Direct Plan Growth Option F.V. of ₹ 10 each	5,000,000	5,000,000
166,588.925 (Previous Year 166,588.925) units of BNP Paribas Long Term Equity (ELSS) Fund Direct Plan Growth F.V. of ₹ 10 each	5,000,000	5,000,000
445,434.298 (Previous Year 445,434.298) units of BNP Paribas Medium Term Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
206,868.018 (Previous Year 206,868.018) units of BNP Paribas Mid Cap Fund Direct Plan Growth Option F.V. of ₹ 10 each	5,000,000	5,000,000
235,628.988 (Previous Year 235,628.988) units of BNP Paribas Low Duration Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
220,190.038 (Previous Year 220,190.038) units of BNP Paribas Conservative Hybrid Fund Direct Growth F.V. of ₹ 10 each	4,889,987	4,889,987
312,320.416 (Previous Year 312,320.416) units of BNP Paribas Short Term Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
499,500.500 (Previous Year 499,500.500) units of BNP Paribas Arbitrage Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
498,907.393 (Previous Year 498,907.393) units of BNP Paribas Substantial Equity Hybrid Fund Growth F.V. of ₹ 10 each	5,000,000	5,000,000
498,653.635 (Previous Year 498,653.635) units of BNP Paribas Focused 25 Equity Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
498,653.635 (Previous Year 498,653.635) units of BNP Paribas India Consumption Fund Direct Growth F.V. of ₹ 10 each	5,000,000	5,000,000
476,174.242 (Previous Year 476,174.242) units of BNP Paribas Dynamic Equity Fund Direct Growth F.V. of ₹ 10 each	4,776,980	4,776,980
4,996.444 (Previous Year 4,996.444) units of BNP Paribas Overnight Fund Direct Growth F.V. of ₹ 1,000 each	5,000,000	5,000,000
<b>Investment in Equity Instruments (Unquoted)</b>		
500,000 (Previous Year 500,000) Equity shares, fully paid up of MF Utilities India Private Limited	960,000	960,000
<b>Total</b>	<b>85,626,967</b>	<b>85,626,967</b>
<b>Market value</b>	<b>134,903,712</b>	<b>105,787,245</b>
Market value represents the repurchase price of the units issued		

## 11 Loans and advances (unsecured, considered good)

Particulars	As at March 31, 2021		As at March 31, 2020	
	Non-current portion	Current maturities	Non-current portion	Current maturities
	₹	₹	₹	₹
Advances to Related Parties (Refer Note 20)	-	5,523,126	-	10,551,833
Security Deposits	39,319,103	4,959,500	8,744,603	734,000
Prepaid Expenses	1,032,610	5,059,484	3,084,748	12,326,501
Advance Tax	88,679,187	-	212,752,425	-
[Net of Provision for tax ₹ 69,413,613 (Previous year ₹ 86,319,168)]				
Advance Fringe Benefit Tax	14,184	-	14,184	-
[Net of Provision for tax of ₹ 1,135,000 (Previous Year ₹ 1,135,000)]				
Balances with Government Authorities				
-Goods & Service Tax input credit receivable	-	29,726,116	-	47,095,594
-Others	-	4,452,150	-	3,049,278
Others	-	104,218	-	1,299,410
<b>Total</b>	<b>129,045,084</b>	<b>49,824,594</b>	<b>224,595,960</b>	<b>75,056,616</b>

## 12 Current investments (valued at lower of cost and market value)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
<b>Investment in Mutual Funds (Unquoted)</b>		
NIL (Previous Year 11,962.124) units of BNP Paribas Liquid Fund Direct Growth F.V. of ₹ 1,000 each	-	36,400,000
20,847,467.311 (Previous Year 18,476,571.175) units of BNP Paribas Low Duration Fund Direct Growth F.V. of ₹ 10 each	701,135,160	582,400,000
<b>Total</b>	<b>701,135,160</b>	<b>618,800,000</b>
<b>Market value</b>	<b>702,069,733</b>	<b>619,952,458</b>

Market value represents the repurchase price of the units issued

## 13 Trade receivables (unsecured) (considered good, unless stated otherwise)

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
Other Receivables (Refer Note 20)	55,869,233	63,015,206
<b>Total</b>	<b>55,869,233</b>	<b>63,015,206</b>

## 14 Cash and bank balances

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
<b>Cash and cash equivalents</b>		
Cash on hand	297,447	307,160
Balances with banks:		
In current account (Refer Note 20)	1,092,804	1,209,844
<b>Total</b>	<b>1,390,251</b>	<b>1,517,004</b>

**BNP Paribas Asset Management India Private Limited****CIN: U65991MH2003PTC142972****Notes forming part of the financial statements as at and for the year ended March 31, 2021****15 Revenue from operations**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
	₹	₹
Investment Management Fees	342,945,496	360,637,426
Advisory Fees (Refer Note 20 & 27)	74,449,955	74,712,705
<b>Total</b>	<b>417,395,451</b>	<b>435,350,131</b>

**16 Other income**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
	₹	₹
Bank interest	8,406	7,829
Profit on sale of current investments (net)	43,135,160	39,642,309
Interest on income tax refund	11,293,649	-
Profit on sale of fixed assets (net)	22,000	251,996
Foreign exchange gain (net)	-	297,046
Miscellaneous income (Refer Note 20)	4,201,881	3,958,920
<b>Total</b>	<b>58,661,096</b>	<b>44,158,100</b>

**17 Employee benefits expense**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
	₹	₹
Salaries, bonus and allowances (Refer Note 20 & 24)	252,058,504	263,447,127
Contribution to provident fund (Refer Note 24)	8,525,004	9,195,733
Gratuity Expense (Refer Note 24)	2,003,398	4,255,830
Staff welfare expenses (Refer Note 20 & 28)	4,329,682	6,438,299
<b>Total</b>	<b>266,916,588</b>	<b>283,336,989</b>

**18 Finance costs**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
	₹	₹
Bank charges (Refer Note 20)	42,431	50,600
<b>Total</b>	<b>42,431</b>	<b>50,600</b>

**BNP Paribas Asset Management India Private Limited****CIN: U65991MH2003PTC142972****Notes forming part of the financial statements as at and for the year ended March 31, 2021****19 Other expenses**

Particulars	Current Year	Previous Year
	₹	₹
Rent (Refer Note 20 & 21)	77,263,117	67,719,411
Repairs and maintenance (Refer Note 20)	12,114,563	6,978,962
Electricity charges	883,851	1,303,725
Insurance	1,781,936	1,014,877
Rates and taxes	2,229,315	2,941,473
Travelling and conveyance	1,229,201	5,957,004
Printing, Stationery and Postage expenses	7,894,611	8,911,687
Communication Expenses	1,042,224	1,145,280
Advertisement and brand promotion	4,378,983	9,311,653
Business Development	7,179,283	18,865,008
Portfolio Management Services Expenses (Refer Note 20)	4,957,168	14,576,201
Scheme related expenses	5,176,842	21,907,945
Expenditure on corporate social responsibility (Refer Note 33)	-	1,536,420
Legal and professional fees (Refer Note 20)	56,891,082	66,168,506
Information Technology (Refer Note 20 & Note 28)	53,548,306	30,425,354
Newswire & other charges (Refer Note 28)	10,473,416	7,232,901
Membership and subscription fees	569,592	1,070,355
Loss on foreign exchange fluctuation (net)	993,891	-
Directors' Sitting Fees	1,650,000	1,900,000
Auditors' remuneration (See note (a) below)	1,070,000	1,000,000
Miscellaneous expenses (Refer Note 20)	1,485,436	5,193,513
<b>Total</b>	<b>252,812,818</b>	<b>275,160,275</b>

**(a) Break up of auditors' remuneration:**

	Current Year	Previous Year
	₹	₹
Audit fees	840,000	800,000
Tax audit fee	230,000	200,000
Goods & Service Tax	192,600	180,000
	1,262,600	1,180,000
Less : Cenvat credit	192,600	180,000
<b>Total</b>	<b>1,070,000</b>	<b>1,000,000</b>

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

**20 Related party disclosures**

In accordance with Accounting Standard 18 (AS-18) on 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, the details pertaining to related parties are as under:

**(A) Names of related parties and their relationship with whom there are transactions during the current / previous year**

<b>Name of the related party</b>	<b>Relationship</b>
BNP Paribas S.A.	Ultimate Parent
BNP Paribas Asset Management Asia Limited	Holding Company
BNP Paribas S.A. Singapore Branch	Branches of Ultimate Parent
BNP Paribas S.A. India Branch	
BNP Paribas Trustee India Private Limited	Fellow Subsidiary
BNP Paribas India Solutions Private Limited	Entities under common control
BNP Paribas Wealth Management India Private Limited	
Sundaram BNP Paribas Fund Services Limited	
BNP Paribas Asset Management UK Limited	
BNP Paribas Asset Management Belgium SA	
BNP Paribas Asset Management France	
BNP Paribas Asset Management Nederland N.V.	

Identification of the above related parties has been performed by the Management which has been relied upon by the Auditors.

**(B) Key Management Personnel**

Mr. Sharad Sharma – Managing Director & CEO

Mr. Anand Shah – Executive Director & Deputy CEO and Head of Investments (From April 01, 2019 to October 25, 2019)

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**  
(Currency: Indian Rupee)

**(C) The transactions carried out with the above related parties in the ordinary course of business are as follows:**

Particulars	Ultimate Parent	Holding Company	Branches of Ultimate Parent	Fellow Subsidiary	Entities under common control	Key Managerial Personnel	Total
<b>Transactions with related parties</b>							
<b>Advisory fees</b>	-	74,449,955	-	-	-	-	74,449,955
	-	(74,712,705)	-	-	-	-	(74,712,705)
<b>Miscellaneous Income *</b>	-	-	4,515,428	-	-	-	4,515,428
	-	-	(4,630,134)	-	-	-	(4,630,134)
<b>Information Technology *</b>	11,517,388	-	18,544,121	-	19,454,723	-	49,516,232
	-	-	(12,433,512)	-	(25,009,250)	-	(37,442,762)
<b>Repairs and maintenance *</b>	-	-	-	-	60,575	-	60,575
	-	-	-	-	(138,742)	-	(138,742)
<b>Portfolio Management Services Expenses *</b>	-	-	-	-	4,008,528	-	4,008,528
	-	-	-	-	(14,217,430)	-	(14,217,430)
<b>Legal and professional fees *</b>	-	-	250,441	-	-	-	250,441
	-	-	(425,284)	-	(3,377,078)	-	(3,802,362)
<b>Rent *</b>	-	-	26,830,552	450,000	935,448	-	28,216,000
	-	-	(66,390,949)	(300,000)	-	-	(66,690,949)
<b>Staff welfare expenses</b>	-	-	227,441	-	-	-	227,441
	-	-	-	-	-	-	-
<b>Miscellaneous Expense *</b>	-	-	288,062	-	-	-	288,062
	-	-	(1,081,084)	-	-	-	(1,081,084)
<b>Finance Costs</b>	-	-	32,568	-	-	-	32,568
	-	-	(43,099)	-	-	-	(43,099)
<b>Employee benefits expense</b>	-	-	-	-	-	25,109,869	25,109,869
	-	-	-	-	-	(49,162,263)	(49,162,263)

\* Expenses have been disclosed inclusive of goods & service tax amounts charged.



**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**  
(Currency: Indian Rupee)

Particulars	Ultimate Parent	Holding Company	Branches of Ultimate Parent	Fellow Subsidiary	Entities under common control	Key Managerial Personnel	Total
<b>Balances outstanding at the end of the year</b>							
Trade Payable	11,517,388	-	-	-	-	-	11,517,388
	-	-	-	-	-	-	-
Advances Outstanding	-	-	-	177,000	5,346,126	-	5,523,126
	-	-	(1,000,021)	(659,434)	(8,892,378)	-	(10,551,833)
Balances with banks	-	-	980,243	-	-	-	980,243
	-	-	(1,099,290)	-	-	-	(1,099,290)
Employees benefit payable	-	-	-	-	-	-	-
	-	-	-	-	-	(8,465,745)	(8,465,745)
Trade Receivables	-	-	-	-	7,429,006	-	7,429,006
	-	-	-	-	(6,971,558)	-	(6,971,558)

**(D) The material transactions carried out with the above related parties in the ordinary course of business are as follows:**

Particulars	Name of Party	Ultimate Parent	Holding Company	Branches of Ultimate Parent	Fellow Subsidiary	Entities under common control	Key Managerial Personnel	Total
<b>Transactions with related parties</b>								
Advisory fees	BNP Paribas Asset Management Asia Limited	-	74,449,955	-	-	-	-	74,449,955
		-	(74,712,705)	-	-	-	-	(74,712,705)
Miscellaneous Income	BNP Paribas S.A. India Branch	-	-	4,515,428	-	-	-	4,515,428
		-	-	(4,630,134)	-	-	-	(4,630,134)
Information Technology	BNP Paribas India Solutions Private Limited	-	-	-	-	19,454,723	-	19,454,723
		-	-	-	-	(25,009,250)	-	(25,009,250)
Information Technology	BNP Paribas S.A. Singapore Branch	-	-	18,544,121	-	-	-	18,544,121
		-	-	(12,433,512)	-	-	-	(12,433,512)

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**  
(Currency: Indian Rupee)

Particulars	Name of Party	Ultimate Parent	Holding Company	Branches of Ultimate Parent	Fellow Subsidiary	Entities under common control	Key Managerial Personnel	Total
<b>Information Technology</b>	<b>BNP Paribas S.A.</b>	11,517,388	-	-	-	-	-	11,517,388
		-	-	-	-	-	-	-
<b>Repairs and maintenance</b>	<b>BNP Paribas India Solutions Private Limited</b>	-	-	-	-	60,575	-	60,575
		-	-	-	-	(138,742)	-	(138,742)
<b>Portfolio Management Services Expenses</b>	<b>BNP Paribas Wealth Management India Private Limited</b>	-	-	-	-	4,008,528	-	4,008,528
		-	-	-	-	(14,217,430)	-	(14,217,430)
<b>Legal and professional fees</b>	<b>Sundaram BNP Paribas Fund Services Limited</b>	-	-	-	-	-	-	-
		-	-	-	-	(3,377,078)	-	(3,377,078)
<b>Legal and professional fees</b>	<b>BNP Paribas S.A. India Branch</b>	-	-	250,441	-	-	-	250,441
		-	-	(425,284)	-	-	-	(425,284)
<b>Rent</b>	<b>BNP Paribas S.A. India Branch</b>	-	-	26,830,552	-	-	-	26,830,552
		-	-	(66,390,949)	-	-	-	(66,390,949)
<b>Staff welfare expenses</b>	<b>BNP Paribas S.A. Singapore Branch</b>	-	-	227,441	-	-	-	227,441
		-	-	-	-	-	-	-
<b>Miscellaneous Expense</b>	<b>BNP Paribas S.A. India Branch</b>	-	-	288,062	-	-	-	288,062
		-	-	(1,081,084)	-	-	-	(1,081,084)
<b>Finance Costs</b>	<b>BNP Paribas S.A. India Branch</b>	-	-	32,568	-	-	-	32,568
		-	-	(43,099)	-	-	-	(43,099)
<b>Employee benefits expense</b>	<b>Sharad Sharma</b>	-	-	-	-	-	25,109,869	25,109,869
		-	-	-	-	-	(24,196,009)	(24,196,009)
	<b>Anand Shah #</b>	-	-	-	-	-	-	-
		-	-	-	-	-	(24,966,254)	(24,966,254)

# Mr. Anand Shah ceased to be the Director of the Company w.e.f. close of business hours on October 03, 2019 and thereafter, ceased to be the Deputy CEO & Head of Investments w.e.f. close of business hours on October 25, 2019 and ceased to be an employee of the Company w.e.f. close of business hours on October 25, 2019. The above remuneration details are provided for Mr. Anand Shah as an employee of the Company upto October 25, 2019.

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**  
(Currency: Indian Rupee)

Particulars	Name of Party	Ultimate Parent	Holding Company	Branches of Ultimate Parent	Fellow Subsidiaries	Entities under common control	Key Managerial Personnel	Total
<b>Balances outstanding at the end of the year</b>								
Trade Payable	BNP Paribas S.A.	11,517,388	-	-	-	-	-	11,517,388
		-	-	-	-	-	-	-
Advances Outstanding	BNP Paribas India Solutions Private Limited	-	-	-	-	5,346,126	-	5,346,126
		-	-	-	-	(8,892,378)	-	(8,892,378)
Advances Outstanding	BNP Paribas Wealth Management India Private Limited	-	-	-	-	-	-	-
		-	-	-	(305,434)	-	-	(305,434)
Advances Outstanding	BNP Paribas S.A. India Branch	-	-	-	-	-	-	-
		-	-	(1,000,021)	-	-	-	(1,000,021)
Balances with banks	BNP Paribas S.A. India Branch	-	-	980,243	-	-	-	980,243
		-	-	(1,099,290)	-	-	-	(1,099,290)
Employees benefit payable	Mr. Sharad Sharma	-	-	-	-	-	-	-
		-	-	-	-	-	(8,465,745)	(8,465,745)
Trade Receivables	BNP Paribas Asset Management Asia Limited	-	-	-	-	7,429,006	-	7,429,006
		-	-	-	-	(6,971,558)	-	(6,971,558)

## 21 Leases

In accordance with Accounting Standard 19 (AS-19) on 'Leases' as specified under Section 133 of the Companies Act, 2013:

The Company has taken office premises, furniture and office equipment on Operating lease. Lease rentals for office premises, furniture and office equipment amounting to ₹ 77,263,117 (Previous year ₹ 67,719,411) has been charged under Rent included in Other expenses in Note 19.

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

i. The total future minimum lease payments under non-cancellable operating lease for each of the periods is given below:

	Current Year	Previous Year
Not later than 1 year	60,343,200	1,619,794
Later than 1 year and not later than 5 year	108,278,576	-
More than 5 years	-	-

**22 Deferred taxation**

In accordance with Accounting Standard 22 on 'Taxes on Income' as specified under Section 133 of the Companies Act, 2013, the components of deferred tax asset (net) have been given hereunder:

Particulars	Current Year	Previous Year
<b>a) Deferred tax assets</b>		
Carried forward business losses	97,267,902	81,371,055
Unabsorbed Depreciation	1,670,946	-
Depreciation	3,842,287	3,659,471
Employee benefits	8,028,611	10,890,903
Provision disallowed	875,894	223,007
<b>Total (a)</b>	<b>111,685,640</b>	<b>96,144,436</b>
<b>b) Deferred tax liability</b>		
Brokerage	132,453	1,112,508
<b>Total (b)</b>	<b>132,453</b>	<b>1,112,508</b>
<b>Deferred tax assets (net) {(a)-(b)}</b>	<b>111,553,187</b>	<b>95,031,928</b>
<b>Deferred tax asset recognised in the balance sheet</b>	<b>Nil</b>	<b>Nil</b>

Deferred tax asset is recognised only to the extent of deferred tax liability. Since the Company has business loss as per tax returns, no Deferred tax asset has been recognised in the Balance Sheet in absence of virtual certainty that assets can be realised in the future.

**23 Capital commitments**

The Company has capital commitments in respect of software amounting to ₹ 472,000 during the current year (Previous year: ₹ 472,000).

**24 Employee benefits**

In accordance with the provisions of Accounting Standard 15 on 'Employee Benefits' as specified under Section 133 of the Companies Act, 2013:

- a) The Company has recognised an amount of ₹ 8,525,004 (Previous Year ₹ 9,195,733) in the Statement of Profit and Loss towards contribution to Provident Fund which is a defined contribution plan.
- b) The amount on account of leave encashment during the year is ₹ 131,173 (Previous Year write back of ₹ 63,737).
- c) Total amount of gratuity expense charged during the year ₹ 2,003,398 (Previous Year ₹ 4,255,830)

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

**i.) Defined Benefit Plan - Gratuity**

**Changes in the Present Value of the Obligation and in the Fair Value of the Assets**

	<b>Current Year</b>	<b>Previous year</b>
Present Value of Obligation beginning of the period	13,812,772	12,573,771
Interest Cost	846,723	734,740
Current Service Cost	2,631,272	2,865,789
Past Service Cost	-	-
Benefits Paid	(2,121,833)	(3,016,829)
Actuarial (gain) loss on Obligation	(1,474,597)	655,301
Present Value of Obligation end of the period	13,694,337	13,812,772

**Balance Sheet Recognition**

	<b>Current Year</b>	<b>Previous year</b>
Present Value of Obligation	13,694,337	13,812,772
Fair Value of Plan Assets	-	-
Liability (Assets)	13,694,337	13,812,772
Unrecognised Past Service Cost	-	-
<b>Liability (Asset) recognised in the Balance Sheet</b>	<b>13,694,337</b>	<b>13,812,772</b>

**Profit & Loss – Expenses**

	<b>Current Year</b>	<b>Previous year</b>
Current Service Cost	2,631,272	2,865,789
Interest Cost	846,723	734,740
Expected Return on Plan Assets	-	-
Net Actuarial (gain) loss recognised in the year	(1,474,597)	655,301
Past Service Cost	-	-
<b>Expenses Recognised in the Statement of Profit &amp; Loss</b>	<b>2,003,398</b>	<b>4,255,830</b>

**Actuarial (Gain)/Loss Recognized**

	<b>Current Year</b>	<b>Previous year</b>
Actuarial (Gain)/Loss for the period (Obligation)	(1,474,597)	655,301
Actuarial Gain/(Loss) for the period (Plan Assets)	-	-
Total Actuarial (Gain)/Loss for the period	(1,474,597)	655,301
Actuarial (Gain)/Loss recognized for the period	(1,474,597)	655,301
Unrecognized Actuarial (Gain)/Loss at end of period	-	-

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

**Movement in the Net Liability recognised in the Balance Sheet**

	<b>Current Year</b>	<b>Previous year</b>
Opening Net Liability	13,812,772	12,573,771
Expenses	2,003,398	4,255,830
Benefits Paid	(2,121,833)	(3,016,829)
Closing Net Liability	13,694,337	13,812,772

**Experience Adjustment**

<b>Particulars</b>	<b>As at 31 March 2021</b>	<b>As at 31 March 2020</b>	<b>As at 31 March 2019</b>	<b>As at 31 March 2018</b>	<b>As at 31 March 2017</b>
<b>Liability at the end of the year</b>	13,694,337	13,812,772	12,573,771	11,551,329	10,209,248
<b>Actuarial (gain) / loss on obligation :</b>					
Experience Adjustment	(266,890)	473,236	(674,663)	(615,316)	(273,392)
Assumption Change	(1,207,707)	182,065	(967,681)	(287,083)	638,692
<b>Total</b>	<b>(1,474,597)</b>	<b>655,301</b>	<b>(1,642,344)</b>	<b>(902,400)</b>	<b>365,299</b>

<b>Obligation</b>	<b>Current Year</b>	<b>Previous year</b>
Current	1,414,717	1,778,807
Non-current	12,279,620	12,033,966
<b>Total</b>	<b>13,694,337</b>	<b>13,812,772</b>

Key assumptions used to determine the net periodic gratuity cost were as follows:

<b>Assumptions:</b>	<b>Current Year</b>	<b>Previous Year</b>
Valuation method	Projected unit credit method	Projected unit credit method
Discount rate	6.47%	6.64%
Salary growth rate	3.50%	5.00%
Normal retirement age	60 years	60 years
Attrition rate	10 %	15 %
Mortality rate	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate
Amortization of actuarial loss /(gain)	Immediate	Immediate

• **Discount rate:**

The discount rate is based on the prevailing market yields of Government Securities as at the Balance Sheet date for the estimated balance term of the obligations.

• **Salary growth rate:**

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

The information has been certified by the actuary and has been relied upon by the Auditors.

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

**ii.) Leave / Other long term benefits**

**Changes in the Present Value of the Obligation and in the Fair Value of the Assets**

	<b>Current Year</b>	<b>Previous year</b>
Present Value of Obligation beginning of the Period	150,810	407,714
Interest Cost	10,014	20,659
Current Service Cost	126,487	7,320
Past Service Cost	-	-
Benefits Paid	-	(193,167)
Actuarial (gain) loss on Obligation	(5,328)	(91,716)
Present Value of Obligation end of The Period	281,983	150,810

**Balance Sheet Recognition**

	<b>Current Year</b>	<b>Previous year</b>
Present Value of Obligation	281,983	150,810
Fair Value of Plan Assets	-	-
Liability (Assets)	281,983	150,810
Unrecognised Past Service Cost	-	-
<b>Liability (Asset) recognised in the Balance Sheet</b>	281,983	150,810

**Profit & Loss - Expenses**

	<b>Current Year</b>	<b>Previous year</b>
Current Service Cost	126,487	7,320
Interest Cost	10,014	20,659
Expected Return on Plan Assets	-	-
Net Actuarial (gain) loss recognised in the year	(5,328)	(91,716)
Past Service Cost	-	-
<b>Expenses Recognised in the Statement of Profit &amp; Loss</b>	131,173	(63,737)

**Actuarial (Gain)/Loss Recognized**

	<b>Current Year</b>	<b>Previous year</b>
Actuarial (Gain)/Loss for the period (Obligation)	(5,328)	(91,716)
Actuarial Gain/(Loss) for the period (Plan Assets)	-	-
Total Actuarial (Gain)/Loss for the period	(5,328)	(91,716)
Actuarial (Gain)/Loss recognized for the period	(5,328)	(91,716)
Unrecognized Actuarial (Gain)/Loss at end of period	-	-



**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

**Movement in the Net Liability recognised in the Balance Sheet**

	<b>Current Year</b>	<b>Previous year</b>
Opening Net Liability	150,810	407,714
Expenses	131,173	(63,737)
Benefit Paid	-	(193,167)
Closing Net Liability	281,983	150,810

<b>Actuarial (gain) loss on Obligation</b>	<b>Current Year</b>	<b>Previous year</b>
Experience Adjustment	83,742	(356,982)
Assumption Change	78,414	265,266
Total	(5,328)	(91,716)

<b>Obligation</b>	<b>Current Year</b>	<b>Previous year</b>
Current	-	-
Non-current	281,983	150,810
<b>Total</b>	<b>281,983</b>	<b>150,810</b>

Key assumptions used to determine the net periodic leave encashment cost were as follows:

<b>Assumptions:</b>	<b>Current Year</b>	<b>Previous Year</b>
Valuation method	Projected unit credit method	Projected unit credit method
Discount rate	6.47%	6.64%
Salary growth rate	3.50%	5.00%
Normal retirement age	60 years	60 years
Attrition rate	10 %	15 %
Mortality rate	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate
Amortization of actuarial loss /(gain)	Immediate	Immediate

- **Discount rate:**

The discount rate is based on the prevailing market yields of Government Securities as at the Balance Sheet date for the estimated term of the obligations.

- **Salary growth rate:**

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

The information has been certified by the actuary and has been relied upon by the Auditors.

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

**25 Transfer pricing**

The Company has a comprehensive system of maintenance of information and documents required by transfer pricing legislation under Section 92-92F of the Income-tax Act, 1961. The Management is of the opinion that all international transactions are at arm's length so that the above legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxes.

**26 Earnings per share**

In accordance with Accounting Standard 20 on 'Earnings Per Share' as specified under Section 133 of the Companies Act, 2013:

<b>Earnings per share</b>	<b>Current Year</b>	<b>Previous Year</b>
Net profit/(loss) after tax attributable to equity shareholders (A) - ₹	<b>(50,354,374)</b>	<b>(83,450,606)</b>
Total <b>average</b> number of equity shares outstanding at the end of the year (B) - (Nos.)	<b>107,732,274</b>	<b>107,732,274</b>
Nominal value per share	<b>10.00</b>	<b>10.00</b>
Basic & Diluted earnings per share of face value of ₹10 each (A) / (B) - ₹	<b>(0.47)</b>	<b>(0.77)</b>

**27 Earnings in foreign exchange (on accrual basis)**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Advisory income	<b>74,449,955</b>	<b>74,712,705</b>

**28 Expenditure in foreign exchange (on accrual basis)**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Newswire & other charges	<b>2,398,567</b>	-
Training expenses (Staff Welfare)	<b>227,441</b>	-
Information technology	<b>30,523,986</b>	<b>13,056,475</b>

**BNP Paribas Asset Management India Private Limited**  
**Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

**29 Particulars of unhedged foreign currency exposures**

Particulars	Currency	Current Year		Previous Year	
		FCY	INR	FCY	INR
<b>Receivables</b>					
Trade Receivables	USD	101,068	7,429,006	92,478	6,971,558
<b>Payables</b>					
Provision for Expenses					
- Information Technology	SGD	75,408	4,097,063	79,140	4,169,032
- Information Technology	EURO	146,915	13,108,871	-	-
- Newswire & other charges	USD	31,250	2,312,500	-	-

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

	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
Claims not acknowledged as debt in respect of :		
- Income-tax demand disputed by the Company The matters in dispute are under appeal	914,510	914,510
- Other claims - Service-tax demand	51,147,723	51,147,723

**31** The company is primarily engaged in the business of providing investment management advice and services to mutual funds which in the context of AS 17 on 'Segment Reporting' constitutes a single reportable segment.

**32** The Company is not required to transfer any amount to the Investor Education and Protection Fund in accordance with Section 125 of the Companies Act, 2013.

**33 Note on Corporate Social Responsibility spend**

(a) Gross amount required to be spent by the company during the year. ₹ NIL

(b) Amount spent during the year on:

Sr. no		In cash	Yet to be paid in cash
1	Construction/acquisition of any asset	NIL (NIL)	NIL (NIL)
2	On purposes other than (i) above	NIL (1,538,924)	NIL (NIL)

Note: Figures in bracket relate to the previous year

# **BNP Paribas Asset Management India Private Limited**

## **Notes forming part of the financial statements as at and for the year ended March 31, 2021**

(Currency: Indian Rupee)

### **34 Assessment of impact on Financial Statement due to Covid-19 Pandemic**

The Company's main objective are to carry on the business of asset management and portfolio management services. Mutual Fund Industry is subject to market risk due to the relative volatility in markets. Due to the COVID- 19 pandemic outbreak and the consequent nationwide lockdown, which still continues, the Company's operating revenues for the year ended March 31, reflects the impact on account of a drop in the value of Asset Under Management (AUM), if any.

The Company has also assessed the impact of the pandemic on its assets including the value of its investments and trade receivables as at March 31, 2021. The management does not, at this juncture, believe that the impact on the value of the Company's assets is likely to be material.

However, since the revenue of the Company is largely dependent on the value of the assets it manages and advises, changes in market conditions may have an impact on the revenue of the Company. Since the situation is rapidly evolving, its effect on the revenue of the Company may be different from that estimated as at the date of approval of these financial statements. The Company will continue to closely monitor material changes in markets and future economic conditions

### **35 Note on Scheme of Amalgamation**

The Board of Directors of the BNP Paribas Asset Management India Private Limited (Company) at its meeting held on October 3rd 2019, has approved the Composite Scheme of Amalgamation ("Scheme") between the Company and Baroda Asset Management India Limited ("Baroda AMC" / "Transferor Company") with the appointed date as 1st April, 2019. The Scheme inter alia provides for amalgamation of Baroda AMC into the Company along with transfer of all assets including intangibles, liabilities, contracts, arrangements, employees, legal proceedings, permits, licenses, existing contracts etc. along with accounting treatment. The Company shall allot to all equity shareholders of Baroda AMC, 108,150,783 fully paid up equity shares of Rs. 10 each representing 50.1% of paid up share capital in the Company free and clear from all encumbrances together with all rights and benefits attaching thereto pursuant to the decided share entitlement ratio. The necessary approvals has been obtained from the National Company Law Tribunal vide its order dated February 12, 2021. Necessary approvals from other regulatory authorities are awaited as on the date of approval of the financial statements.

### **36 Recent Pronouncements**

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Some of the key amendments relating to Division I which relate to companies whose financial statements are required to comply with Companies (Accounting Standards) Rules 2006 and those that may be applicable to Company are:

#### **Balance Sheet:**

- Disclosure of shareholding of promoters and percentage of change during the year;
- Ageing schedule for Trade Payable due for payment shall be given;

**BNP Paribas Asset Management India Private Limited**  
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- Property, Plant & Equipment: A reconciliation of the gross and net carrying amounts of each class of assets at the beginning and end of the reporting period showing additions, disposals, acquisitions through business combinations, amount of change due to revaluation (if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment) and other adjustments and the related depreciation and impairment losses/reversals shall be disclosed separately. Similar disclosure will be required for intangible asset;
- Ageing Schedule for trade receivables outstanding shall be given.

**Statement of profit and loss:**

Additional disclosures relating to Corporate Social Responsibility (CSR) specified under the head 'additional information' in the notes forming part of the financial statements.

The amendments are applicable w.e.f. April 1, 2021, which are extensive and the Company will evaluate the same to give effect to them as required by law.

- 37** The figures for the previous year have been, reclassified, wherever necessary to conform with the current year's classification.

**For and on behalf of the Board of Directors of  
BNP Paribas Asset Management India Private Limited**

Sd/-

**Chandan Bhattacharya**  
*Chairman*  
*DIN: 01341570*

Sd/-

**Sharad Sharma**  
*Managing Director & CEO*  
*DIN: 01586742*

Sd/-

**Vivek Kudal**  
*Chief Operating Officer*

Sd/-

**Heena Khemka**  
*Company Secretary*

Mumbai, 29 April, 2021