

**McDowell & Company Limited Officers' Gratuity Fund**

UB Tower, UB City, No.24,  
Vittal Mallya Road, Bangalore - 560 001.

**Statement of Affairs as at 31-03-2016**

LIABILITIES	Rs.	ASSETS	Rs.
<b>Contribution and General fund</b>			
Balance as on 01-04-2015	1,308,716,965	<b>Investments (at cost)</b> Investment in HDFC Group Unit Linked Plan- Policy No.G0000532	1,005,521,075
Add:		Investment in ICICI Group Gratuity Platinum, Policy No: 0001153	58,424,027
(i) Contribution for the year	337,464,205	<b>Receivables</b> United Spirits Limited	337,464,205
(ii) Surplus transferred from income and expenditure account	67,362,365	<b>Bank Balances:</b> Corporation Bank State Bank of India	733,633 12,622,843
Less :			
(A)	1,713,543,535		
Settlements made during the year	297,756,280		
Transfer to other funds	1,021,472		
(B)	298,777,752		
Balance (A)-(B)			
			1,414,765,783
<b>Total</b>		<b>Total</b>	<b>1,414,765,783</b>

For and on behalf of Board of Trustees

of McDowell & Company Ltd Officers Gratuity Fund

Per our report of even date

For Vishnu Ram & Co

Chartered Accountants

*(S. Vishnumurthy)*  
Proprietor.

Proprietor.

Membership No. 22715

Firm Registration No. 004742S



*(Trustee)*  
*(Trustee)*  
VR

*(Signature)*

**McDowell & Company Limited Officers' Gratuity Fund**

UB Tower, UB City, No.24,  
Vittal Mallya Road, Bangalore - 560 001.

**Income and Expenditure Account for the year ending 31-03-2016**

EXPENDITURE		INCOME	
	Rs.	Rs.	Rs.
To Bank charges		758	1,246,365
To Renewal charges for group gratuity policy		6,237	57,747,967
To Excess of income over expenditure	67,362,365		8,375,028
<b>Total</b>	<b>67,369,360</b>	<b>Total</b>	<b>67,369,360</b>

Place : Bangalore  
Date : 20.05.2016

For and on behalf of Board of Trustees  
of McDowell & Company Ltd Officers Gratuity Fund

Per our report of even date  
For Vishnu Ram & Co.

*S. C. X*  
(Trustee)  
(Trustee)  
Y.R.

Chartered Accountants  
*S. Vishnumurthy*  
Proprietor.  
Membership No. 22715

Firm Registration No. 004742S



**McDowell & Company Limited Officers' Gratuity Fund**

UB Tower, UB City, No.24,  
Vittal Mallya Road, Bangalore - 560 001.

**Receipts and Payments Account for the year ending 31-03-2016**

RECEIPTS	Rs.	PAYMENTS	Rs.	Rs.
To Opening Balance		By Settlements made		297,756,280
To State Bank of India Corporation Bank		By Bank Charges	26,812,744	758
		By Renewal charges for group gratuity policy	705,145	6,237
To Contribution received from United Spirits Ltd.		By Transfer to other funds	438,376,969	1,021,472
To Interest received on savings bank a/c		By Investment in HDFC Life Insurance		240,000,000
To Redemption of ICICI Life Insurance		By Closing Balance	1,246,365	
To Redemption of HDFC Life Insurance		State Bank of India Corporation Bank	75,000,000	12,622,843
			10,000,000	733,633
<b>Total</b>		<b>Total</b>	<b>552,141,223</b>	<b>552,141,223</b>

Notes to accounts (Sch-1)

Place : Bangalore

Date : 20.05.2016

For and on behalf of Board of Trustees  
of McDowell & Company Ltd Officers Gratuity Fund

*SCX*  
(Trustee)

*[Signature]*  
(Trustee)  
YR

Per our report of even date

For Vishnu Ram & Co.,

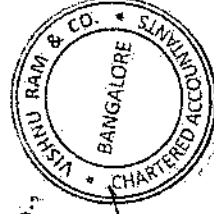
Chartered Accountants

*[Signature]*  
(S Vishnumurthy)

Proprietor

Membership No. 22715

Firm Registration No. 004742S



**McDowell & Company Limited Officers' Gratuity Fund**

UB Tower, UB City, No.24,  
Vittal Mallya Road, Bangalore - 560 001.

**Schedule 1 Notes to accounts**

Note I. Accounting policies:

**1. Accounting principles.**

Accounts have been prepared according to the generally accepted accounting principles in India.

**2. Investments:**

Investments are stated at cost.

**3. Income recognition:**

Income is accounted for on accrual basis. However, interest on savings bank account is accounted for on receipt basis.

Note II.

1. Merger of Carew & Co Ltd Gratuity Fund and Phipson and Co. Ltd Gratuity Fund have not been incorporated in the Fund, even though the settlements of the outgoing employees of the erstwhile Carew and Phipson have been effected in full.

Place : Bangalore

Date : 20.05.2016

For and on behalf of Board of Trustees

of McDowell & Co Ltd Officers Gratuity Fund

*S. C. Srinivasan*  
(Trustee)  
Y/R

Per our report of even date

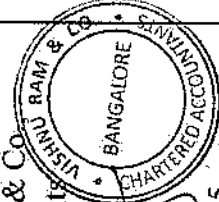
For Vishnu Ram & Co.

Chartered Accountants

*S. Vishnumurthy*  
(S. Vishnumurthy)  
Proprietor

Membership No. 22715

Firm Registration No. 004742S



**VISHNU RAM & CO.,**  
CHARTERED ACCOUNTANTS

**AUDIT REPORT**

To

The Beneficiaries of,  
McDowell & Company Limited Staff Gratuity Fund.

**Report on the financial statements**

We have audited the accompanying financial statements of **McDowell & Company Limited Staff Gratuity Fund** ("the fund") which comprise the Statement of Affairs as at 31<sup>st</sup> March, 2016 and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

**Trustees' responsibility for the financial statements**

These financial statements are the responsibility of the trustees of the Fund. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

**VISHNU RAM & CO.,**  
CHARTERED ACCOUNTANTS

**Opinion**

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

- a. in the case of Statement of Affairs, of the state of affairs of the Fund as at 31<sup>st</sup> March, 2016 and
- b. in the case of Income and Expenditure Account, of the excess of income over expenditure for the year ending on that date.

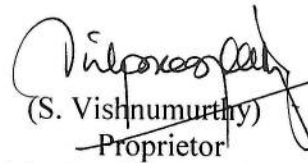
**Report on other matters**

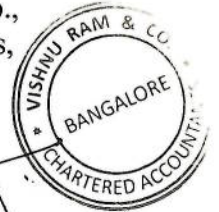
We report that:

- a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the Fund so far as it appears from our examination of those books;
- c. The Statement of Affairs and the Income and Expenditure account dealt with by this report are in agreement with the books of account.

Place: Bangalore  
Date: 20.05.2016

For Vishnu Ram & Co.,  
Chartered Accountants,

  
(S. Vishnumurthy)  
Proprietor



Membership No. 22715  
Firm Registration No.004742S