

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Escorts Benefit and Welfare Trust

Opinion

We have audited the financial statements of the of Escorts Benefit and Welfare Trust ('the Trust'), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at 31 March 2019, and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Trustees and Those Charged with Governance for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as trustees determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, trustees are responsible for assessing the entity'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 trustees either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity'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

For S. N. Dhawan & Co. LLP
Chartered Accountants
(Firm Registration No. 000050N/N500045)



Vijay Dhawan
per Vijay Dhawan
Partner
M.No.:012565

Place: New Delhi
Dated: 3 May 2019

ESCORTS BENEFIT AND WELFARE TRUST
Balance Sheet as at March 31, 2019

Particulars	As at March 31, 2019 Rs.	As at March 31, 2018 Rs.
LIABILITIES		
General Fund		
Surplus in statement of Profit & Loss		
Opening balance	151,402	131,033
Add: surplus for the year	67,335,345	2,559,311,369
Less: Paid to Escorts Ltd. being beneficiary	67,300,000	2,559,291,000
Closing balance	186,747	151,402
Current liabilities		
Creditors for expenses	2,520	52,590
Escorts Limited	4,100,000	-
Audit Fees Payable	27,000	-
TDS Payable	2,500	2,500
Total	4,318,767	206,492
ASSETS		
Non-current assets		
Non-current investments (Refer Note-3.1.D)		
Equity instruments (Quoted)		
Escorts Limited	-	-
3,37,00,031 (Previous year 3,37,00,031) equity shares of Rs.10/- each fully paid up in consideration other than cash		
Escorts Finance Limited	-	-
2,34,97,478 (Previous year 2,34,97,478) equity shares of Rs.10/- each fully paid up in consideration other than cash		
(Aggregate Market value of Quoted Investments: Rs.26,92,53,02,035 (Previous Year Rs.30,62,41,83,659))		
Current assets		
Short-term loans and advances		
- Advance Tax (net)	4,255,917	155,917
Cash and Cash Equivalents		
- Balances with bank in saving account	62,850	50,575
Total	4,318,767	206,492

The accompanying notes (1 to 3) are integral part of the Financial Statements

As per our report of even date attached

For S.N. Dhawan & Co. LLP

Chartered Accountants

(Firm) Registration No.000050N/N500045)

Vijay Dhawan

Partner

M. No. : 012565

Place : New Delhi

Date : May 3, 2019



G.B Mathur
Trustee

Ajay Sharma
Trustee

ESCORTS BENEFIT AND WELFARE TRUST
Statement of Profit and Loss for the Period ended March 31, 2019

Particulars	For the Period ended March 31,2019	For the Year ended March 31 , 2018
Income:		
Dividend	67,400,062	55,950,047
Gain on sale of investments (36,00,000 shares of Escorts Ltd)	-	2,503,391,126
Total income	67,400,062	2,559,341,173
Expenses:		
Interest on Tds	115	304
Bank charges	4,367	-
Auditors remuneration (including GST):		
Audit Fee	29,500	29,500
Certification & Other fees	17,700	
Out of Pocket expenses	12,036	
Rates & Taxes	1,000	-
Total expenses	64,718	29,804
Profit for the year	67,335,345	2,559,311,369

The accompanying notes (1 to 3) are integral part of the Financial Statements

As per our report of even date attached

For S.N. Dhawan & Co. LLP

Chartered Accountants

(Firm Registration No.000050N/N500045)

Vijay Dhawan
Vijay Dhawan

Partner

M. No. : 012565

Place : New Delhi

Date : May 3, 2019



G.B. Mathur
G.B. Mathur
Trustee

Ajay Sharma
Ajay Sharma
Trustee

ESCORTS BENEFIT AND WELFARE TRUST

Notes to the Financial Statements

1 Trust Overview

Escorts Benefit and Welfare Trust was incorporated in India on February 14, 2012 under of the Indian Trusts Act, 1882. Trust is managed by Trustees.

2 Basis of preparation of Financial Statements :

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis.

3.1 Summary of significant accounting policies

A. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that effect the reported amount of revenues, expenses, assets and liabilities and the disclosure of the contingent liabilities, at the end of the reporting period. Although, these estimates are based on the management's best knowledge of current events and actions actual results could differ from these estimates. Any revision to the accounting estimates is recognised in the period in which the results are known.

B. Revenue Recognition :

Revenue is recognised based on nature of activity when consideration can be reasonably measured and recovered with reasonable certainty.

Dividend income which is taken on accrual basis if declared/ received by the time of finalisation of account.

Interest income, if any, is recognised on the time proportion basis.

C. Investments

Investments intended to be held for less than one year are classified as current investments and carried at lower of cost or market value. All other investments are classified as long-term investment and are carried at cost. A provision for diminution is made to recognise a decline other than temporary in the value of long term investments.

D. Pursuant to the order of Punjab and Haryana High court dated 09/08/2012 under scheme of arrangement and compromise under section 391-394 of the Companies Act, 1956 the Trust holds 3,37,00,031 (previous year 3,37,00,031) equity shares of Escorts Limited and 2,34,97,478 (previous year 2,34,97,478) equity shares of Escorts Finance Limited

E. The shares are held with Depository Account in the names of the Trustees and are listed with NSE, BSE and DSE Stock exchanges.

E.1 Contingent liability on account of Income tax demand (FY 2014-15) Rs.4,10,00,000



F. Previous year figures have been regrouped wherever necessary.

As per our report of even date attached
For **S.N. Dhawan & Co. LLP**
Chartered Accountants
(Firm Registration No.000050N/N500045)

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Partner
M. No. : 012565
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