

“**Our goal is not higher AUM
but a preferred fund house for equity investments.**”

PPFAS Mutual Fund

Annual Report For The Financial Year 2016-17

Scheme Name: **Parag Parikh Long Term Value Fund**
(formerly known as PPFAS Long Term Value Fund)

Sponsor of PPFAS Mutual Fund Parag Parikh Financial Advisory Services Private Limited Registered office: 103, Veena Chambers, 21 Dalal Street, Fort, Mumbai - 400001.	Trustee to PPFAS Mutual Fund PPFAS Trustee Company Private Limited. Registered office: 103, Veena Chambers, 21 Dalal Street, Fort, Mumbai - 400001.
Asset Management Company (Investment Manager to PPFAS Mutual Fund) PPFAS Asset Management Private Limited Registered office: 103, Veena Chambers, 21 Dalal Street, Fort, Mumbai - 400001	Custodian to scheme(s) of PPFAS Mutual Fund: Stock Holding Corporation of India Limited SHCIL House, Plot No P-51, MIDC, Mahape, Navi Mumbai - 400710
Statutory Auditors Sudit K. Parekh & Co. Chartered Accountants Ballard House, 2nd Floor, Adi Marzban Path, Ballard Pier, Fort, Mumbai - 400001.	Internal Auditors Sanjay Panse and Co., Chartered Accountants 9, Three View Society Veer Savarkar Marg, Prabhadevi, Mumbai - 400 025.
Registrar and Transfer Agent Computer Age Management Services Private Limited (CAMS) New No.10 / Old No.178 M G R Salai Kodambakkam High Road, Opp Palm Grove Hotel, Chennai - 600034. Tamil Nadu.	Fund Accountant for scheme (s) of PPFAS Mutual Fund. Sundaram BNP Paribas Fund Services. No.23 Cathedral Garden Road Nungambakkam, Chennai-600 034
Board of Directors of PPFAS Trustee Company Private Limited Mr. P A Balasubramanian Mr. Rajan Mehta Mr. Dhaval Desai Mr. Suneel Gautam	Board of Directors of PPFAS Asset Management Private Limited Mr. Neil Parag Parikh Mr. Rajeev Thakkar Mr. Rajesh Bhojani Mr. Arindam Ghosh Mr. Kamlesh Somani

Index

Contents	Page No.
Chairman's Letter to Unit-holders	3
Trustee' Report to Unit-holders	4
Scheme performance, future outlook and operations of the Scheme	7
Brief background of Sponsor, Trust, Trustee Company and Asset Management Company	11
Auditors' Report	14
Scheme Financial & Notes to Accounts	16
Historical Per Unit details	40
Key Statistics	41
Details of investor complaints & its re-dressal	42
Policy on Proxy Voting	43
Scrutinizer's Certificate for Proxy Voting	45
Disclosure of voting rights exercised by PPFAS Mutual Fund	46

Chairman's Letter

Dear Investors,

Greetings!

Let me first begin by thanking you for your continued faith and support in Parag Parikh Long Term Value Fund.

Our Fund aims to provide positive inflation-adjusted returns and at the same time protect the capital from loss by ensuring adequate margin of safety while constructing our portfolio. Our goal is to optimize returns and not necessarily maximize returns. We have and will continue to maintain our investment discipline and philosophy and avoid chasing market fancies. We will continue to stay away from businesses we do not understand and promoters we do not have confidence in. At PPFAS, our whole focus has been to do the right things and merely not do things right. By following the common-sense approach to investing, I am confident over time we will be able to deliver consistent returns.

At the start of last year, we had laid out a plan to reach certain milestones, which I am happy to say have been achieved. The most important was to reach the SEBI mandated net worth criteria of 50 crores. We completed this milestone in December 2016 through the organic route and internal accruals. This gave us the flexibility of fulfilling our other promise to lower the expense ratio in both, the Direct as well as Regular Plan. The expense ratios were reduced by 20 basis points to 1.8% in the Direct Plan and 2.3% in the Regular Plan in January 2017.

The scheme name was also successfully changed from 'PPFAS Long Term Value Fund' to 'Parag Parikh Long Term Value Fund' in the year. This has been accepted really well by our investors, distributors and other market participants as it ensures better connect and recall.

The endeavour going forward is to continue reducing the expense ratio for the benefit of our investors. As Assets Under Management (AUM) grows, we will bring down the expense ratio. At an AUM of 1000 crores, we propose to bring down the expense ratio to 1.5% in Direct Plan and 2% in Regular Plan.

Parag Parikh Long Term Value Fund continues to be our flagship fund and we do not have any plans to launch another equity fund in the coming year.

I am happy to let you know that in the coming year, we will be moving to our new office premise at Nariman Point from our current premise in Fort. This move was much needed as the new office will have a bigger, more sophisticated space, a better address and superior working conditions which will lead to increased productivity. This move will also help us better plan for current and future business expansion.

We will continue to communicate with you regarding any updates or changes that the Fund goes through.

I once again wholeheartedly thank you for your support and investments in Parag Parikh Long Term Value Fund.

Neil Parag Parikh
Chairman.

Trustee Report

Dear Fellow Investors,

We the Trustee to PPFAS Mutual Fund, proudly present our 4th annual report and the audited financial statements of the Scheme(s) of PPFAS Mutual Fund (the 'Fund'), for the year ended March 31, 2017. In our previous reports, we have provided information on how a mutual fund is structured and basic information on various ratios/ measures which an investor needs to know, note on benefits of 'compounding' and 'SIP' investment. In this year's report, we are providing you a note on why low 'Portfolio Turnover' matters.

Why low 'Portfolio Turnover' matters

The distillate of the term 'investing', shorn of all its froth, involves choosing good businesses and holding on to them for a long time. In doing so, the investor makes a conscious decision to forego current consumption with the hope of reaping financial rewards in the distant future. Those individuals who are unable or unwilling to go through the grind of choosing good businesses, outsource the task to equity mutual fund schemes.

However, all such schemes are not the same. Though they adhere to due process, it is inevitable that every actively managed scheme will reflect the personality of its Fund Manager. Some of them track price changes very closely and are not averse to timing the market, albeit in a measured manner. Others believe that daily price fluctuations are not central to the investing process. They are more concerned with the long-term fundamentals of the business they plan to purchase, tracking those closely and then jettisoning only those companies whose fundamentals have changed for the worse.

If you believe in long-term investing, you should opt for a scheme which does not churn its portfolio actively. A few reasons why this is vital are:

1. Every business passes through a cycle. This cycle often lasts for five to seven years. It is important to hold on to the stock for at least one cycle, in order to reap the full benefits.
2. Low Turnover often mirrors the conviction of the Fund Manager. To paraphrase a mutual fund's byline...Investing success often relies on choosing right and then sitting tight. This applies to both, you as well as the Fund Manager.
3. Schemes which actively churn their portfolio often incur higher transaction and impact cost, a portion of which is passed on to the investor.
4. While mutual funds in India are currently not taxed for each transaction, any change in the Tax code will mean that other things being equal, investment returns from schemes having higher turnover will be lower than those churn less.

While on this theme, here is an observation by Warren Buffett in one of his annual newsletters:

"Inactivity strikes us as intelligent behavior. Neither we nor most business managers would dream of feverishly trading highly-profitable subsidiaries because a small move in the Federal Reserve's discount rate was predicted or because some Wall Street pundit had reversed his views on the market. Why, then, should we behave differently with our minority positions in wonderful businesses? The art of investing in public companies successfully is little different from the art of successfully acquiring subsidiaries. In each case you simply want to acquire, at a sensible price, a business with excellent economics and able, honest management. Thereafter, you need only monitor whether these qualities are being preserved

I should emphasize that, as citizens, Charlie and I welcome change: Fresh ideas, new products, innovative processes and the like cause our country's standard of living to rise, and that's clearly good.

As investors, however, our reaction to a fermenting industry is much like our attitude toward space exploration: We applaud the endeavor but prefer to skip the ride."

We can only say..."Quod Erat Demonstrandum (QED)".

How the fund is performing after four years of operations?

To provide investors a holistic picture of the growth we are stating here data on number of fellow investors in the scheme, retail participation, AUM participation through SIP route and from B 15 and T 15 cities and towns. Data related to aging analysis will help to understand how long investors stayed invested in the scheme.

Particulars	As on 31st March 2017	As on 31st March 2016	% Change (+/-)
Total Number of investors	11297	6983	61.81
Number of Retail Investors	10405	6230	59.87
Geographical Coverage*	737	320	-
% of AUM from SIP investment	10.82%	5.71%	52.77
Number of SIP registered from B15 cities	1437	693	48.23
Number of SIP registered from T 15 cities	4364	2570	58.89

* Investors are spread across the cities and towns of the country and overseas. The Fund has received investments from 737 cities and towns in India and from Overseas destinations. Out of total investor base, retail investors count for 92.10%.

If you glance through table provided above, you can notice that change is positive for all the parameters. Participation from T 15 towns has shown decent increase. Investors' participation through SIP route has shown healthy growth. The percentage of AUM coming from SIP route is 10.82% almost double from the last years' figure. We feel that AUM contribution from SIP needs to grow more in order to have a steady flow of income. Being a young fund house, there has been a remarkable growth during the fiscal 2017. As we continue our journey the fund will have a higher contribution to AUM through SIP route. It is also worthwhile to take a note of the table provided below. You can notice that retail participation of the scheme is much higher. This indicates wider acceptance of the scheme by retail investors.

Investor classification	Number of investors as on 31st March 2017	Number of investors as on 31st March 2016
Non individual	267	221
HNI (individual)	625	532
Retail (individual)	10405	6230

Aging analysis data:

(Rupees in crores)

Period	AuM as on 31st March 2017	AuM as on 31st March 2016
0-1 month	21.24	12.58
1-3 months	141.79	25.29
3-6 months	36.60	27.94
6-12 months	71.60	70.30
12-24 months	135.48	117.72
24-36 months	92.71	397.11
> 36 months	226.68	Not applicable
Total AUM (Rupees in crores)	726.14	650.92

Above table reveals that more than 30% of investment has stayed invested for more than 36 months. This is a good sign and investment which is made for long term provide greater stability.

Assets Under Management (AUM)

As on March 31, 2016, the total assets of the Scheme were INR 650.92 Crores. As on March 31, 2017, the total assets of the Scheme stood at INR 726.14 Crores. Increase in AUM is due to incremental inflow into the scheme and capital appreciation of the existing portfolio.

Now, we will proceed with providing you details which are required to be provided to investors in accordance with applicable SEBI (Mutual Fund) Regulations, 1996.

Scheme performance, future outlook and operations of the Scheme

'Parag Parikh Long Term Value Fund' (Formerly known as PPFAS Long Term Value Fund' (the 'Scheme')

The Scheme is an open-ended equity scheme.

What is the Investment Objective of the Scheme?

The investment objective of the Scheme is to seek to generate long-term capital growth from an actively managed portfolio primarily of equity and Equity Related Securities.

Scheme shall be investing in Indian equities, foreign equities and related instruments and debt securities. Buying securities at a discount to intrinsic value will help to create value for investors. Our investment philosophy is to invest in such value stocks.

Long Term refers to an investment horizon of 5 years and more. In this Scheme Information Document (SID) it is mentioned that the Scheme is not suitable for investment horizon of less than 5 years. The Scheme will evaluate different companies based on their long-term prospects (5 years and more) rather than just looking at next quarter or a few quarters' earnings. Since the objective of the Scheme is to hold the investments in the companies where the Scheme has invested for the long term, it is essential that the investors in the Scheme have a similar outlook. It is expected that the core equity portfolio of the Scheme will have low churn (portfolio turnover). However, the actual churn (portfolio turnover) could be higher depending on circumstances prevailing at respective times.

Scheme Performance

The performance of the Scheme (Parag Parikh Long Term Value Fund) is provided below:

Since Inception returns till 31/03/2017	
	CAGR Return
NIFTY 500	14.45%
Direct Plan NAV	19.65%
Regular Plan NAV	19.04%

Last 3-year return	
	CAGR Return
NIFTY 500	15.22%
Direct Plan NAV	19.04%
Regular Plan NAV	18.42%

Scheme return for FY 2014-15	
	Absolute Return
NIFTY 500	33.56%
Direct Plan NAV	39.41%
Regular Plan NAV	38.75%

Scheme return for FY 2015-16	
	Absolute Return
NIFTY 500	-7.54%
Direct Plan NAV	3.62%
Regular Plan NAV	3.08%

Last 1 year return (FY 2016-17)	
	Absolute Return
NIFTY 500	23.91%
Direct Plan NAV	16.83%
Regular Plan NAV	16.17%

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

- Above one year returns are CAGR returns
- The Scheme offers only Growth Option
- Since Inception returns are calculated on Rs.10 (allotment price per Unit)
- ^ Scheme returns for last three years are computed as on 31st March 2017.

The NAV (net asset value) of the scheme as on March 31, 2017 are as under:-

Plan/Option wise Net Asset Value (NAV) for the year ended March 31, 2017 is as follows:-

Scheme Name	NAV per unit (Rs.) as on March 31, 2017	
	Direct	Regular
Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)	19.9376	19.5487

Commentary from the Trustee on Scheme Performance.

As stated in all the literature relating to the scheme, this scheme is for long term investors.

The core portfolio of the Scheme consists of equity investments made with a long-term outlook and the factors considered while investing are quality of management, quality of the sector and the business (return on capital, entry barriers, capital intensity, use of debt, growth prospects etc) and the valuation of the companies. The endeavor of the fund management team is to identify opportunities for long term investments.

The Scheme invests with an investment horizon of a minimum of 5 years. Since over the long term, the economic variables like interest rates, liquidity, GDP growth rate etc. can have a lot of fluctuations and in most cases, see mean reversion, the Scheme focuses on company fundamentals more than macro-economic variables. The Scheme does not seek to time the markets or to make top down investment strategies based on macro-economic forecasts.

Future Outlook

We have completed four years since the launch of "Parag Parikh Long Term Value Fund" (Formerly known as PPFAS Long Term Value Fund) in May of 2013.

We continue to abide by our investment approach of looking at investments as ownership stakes in businesses and a buy and hold long term approach. Our portfolio comprises of individually selected companies rather than top down macro or sectoral themes.

Valuations of equities on an overall basis, is clearly at above average levels. The earnings growth for companies in India has been subdued and also the return on equity has fallen in recent years. Significant sectors like IT, Pharma, Metals suffer from global headwinds while the banking sector is still suffering from past lending turning bad. Some sectors like telecom and retail are seeing competitive intensity which will lead to profit erosion for existing players.

This is not to say that there are no quality companies available. It is just that the quality names are well recognised and the valuations are high. Stock price growth has been far in excess of earnings growth in the quality names. Given this scenario, we have been trimming positions wherever the valuations look stretched or the business is not performing as per expectations. There is some cash which will be deployed on getting the right opportunities.

We continue to have a mix of Indian and overseas stocks. We maintain a currency hedge for approximately 80% of our overseas currency exposure which besides reducing the overall volatility of the portfolio also give a positive yield of about 4.50% to 5% p.a.

Details of Investor Services:

When we launched our Fund, we knew that we were entering a competitive space.

As building a performance track record would take its own time, the only way we could differentiate ourselves from the others initially, was by offering customer service of the highest degree. Now, four years have elapsed and we have the requisite track record in place. Our scheme has performed well on various metrics over this period. However, this does not mean that we can afford to drop the ball when it comes to serving our investors.

It is our understanding and belief that as a mutual fund it is our duty to talk to our investors. We love to talk to you, understand your needs and solve your queries. This practice has helped us to improve our services and investor experience.

However, given the steadily increasing number of Folios, it is imperative that we too up the ante, with regard to Customer Service.

This is being done in the following manner:

1. Increased touch-points :

As stated in our previous year report about exploring the option of allying with CAMS call centre. We would like to inform you that apart from maintaining our dedicated in-house team, we have outsourced the customer service cell to the CAMS call Centre w.e.f 15th May, 2017.

Our 'Online Chat' feature is greatly helping us in swift redressal of grievances and in addressing routine queries without any material delay.

Our 'Online Folio Creation' and 'Online SIP' facilities gained further traction this year. As on May 31st, 2017, 55 % of our Scheme's Foliros and 25% of our SIP Foliros have been created online, despite both these options being launched well after the scheme's New Fund Offer.

Recently, we have launched our Mobile application "PPFAS Self Invest". Existing investors can register for 'PPFAS Self Invest' after completing a simple One-Time-Password (OTP) based registration process and choosing their Mobile Personal Identification Number (M-PIN) for each Folio. New investors who are KRA/KIN(CKYC) compliant, would be able to create their Folio online.

Sections pertaining to Investor Education and Content originating from or disseminated by PPFAS Mutual Fund will be added within the next few months.

Also, we have now enabled payment of distributor commission in the form of units. We are restricting this only to the portion of the payout from the scheme (i.e. 50% of the total commission) and not the amount paid out by the AMC. The units will be allotted as per the terms and conditions contained in the Enrolment / Cancellation of Mandate Form and as per SID.

2. Initiatives planned over the next few months include:

Revamping our transaction portal and very soon we will enable online on-boarding of distributors.

We are in process of initiating the web version of 'PPFAS Self Invest'. It is currently in 'Beta mode'. Sections pertaining to Transacting through One Time Mandate 'OTM', Transaction History, Creation/Change in nomination, Change of Contact details will be added in next few weeks.

CAMS, our Registrar and Transfer Agent continues to assist us in our customer service efforts.

As has happened since inception, last year too we conducted meetings of investors, where we offered a platform to our investors to interact with representatives of the Fund (who are also co-investors along with you) These meetings were held at Mumbai, Chennai and Bengaluru. The dates for this year's meeting will be announced soon.

Brief Background of Sponsor, Trust, Trustee Company and Asset Management Company

(a) Parag Parikh Financial Advisory Services Private Limited (Sponsor)

PPFAS Mutual Fund is sponsored by Parag Parikh Financial Advisory Services Private Limited. The Sponsor is the Settlor of the Mutual Fund Trust. The Sponsor has entrusted a sum of Rs. 1 lakh to the Trustee as the initial contribution towards the corpus of the Mutual Fund.

The Sponsor is engaged in providing services of Portfolio Management Services and distribution of third party mutual fund products. For the Sponsor, substantial part of the revenue comes from providing PMS services to its clients.

(b) PPFAS Mutual Fund (the Fund)

PPFAS Mutual Fund (the "Fund") has been constituted as a trust on April 13, 2012 in accordance with the provisions of the Indian Trusts Act, 1882, as per the terms of trust deed, dated April 13, 2012, with Parag Parikh Financial Advisory Services Private Limited (PPFAS) as the Sponsor / Settlor and PPFAS Trustee Company Private Limited, as the Trustee. The Trust Deed has been registered under the Indian Registration Act, 1908. The Trustee has entered into an Investment Management Agreement dated May 22, 2012 with PPFAS Asset Management Private Ltd. To function as the Investment Manager for all the Schemes of the Fund. The Fund is registered with SEBI on October 17, 2012 under the Registration Code MF/069/12/01.

(c) PPFAS Trustee Company Private Limited (Trustee Company)

PPFAS Trustee Company Private Limited (the "Trustee") is the exclusive owner of the Trust Fund and holds the same in trust for the benefit of the Unit-holders. The Trustee has been discharging its duties and carrying out the responsibilities as provided in the SEBI (Mutual Funds) Regulations, 1996 (the "Regulations") and the Trust Deed. The Trustee seeks to ensure that the Fund and the Scheme/s floated there under are managed by PPFAS Asset Management Private Limited in accordance with the Scheme Information Document (SID), the Trust Deed, the applicable Regulations, directions and guidelines issued by the SEBI, the Association of Mutual Funds in India (AMFI), Stock Exchanges and other regulatory agencies. As at March 31, 2017, PPFAS Pvt. Ltd. holds 100% of the paid-up equity share capital of PPFAS Trustee Company Private Limited.

Change in the composition of the Board of Directors of the Trustee Company is provided below;

There is no change in the composition of the Board of Directors of PPFAS Trustee Company Private Limited during the financial year 2016-17.

(d) PPFAS Asset Management Private Limited (Asset Management Company/ Investment Manager)

PPFAS Asset Management Private Limited ("PPFAS AMC") is a private limited company incorporated under the provisions of the Companies Act, 1956 on August 8, 2011. PPFAS AMC has been appointed as an Asset Management Company of PPFAS Mutual Fund by the Trustee vide Investment Management Agreement (IMA) dated May 22, 2012, and executed between PPFAS Trustee Company Private Limited and PPFAS AMC. PPFAS AMC is approved to act as an Asset Management Company for PPFAS Mutual Fund by the SEBI vide its letter dated October 17, 2012. Parag Parikh Financial Advisory Services Private Limited (PPFAS) holds 100% of the paid-up equity share capital of PPFAS Asset Management Private Limited.

During the financial year 2016-2017, PPFAS AMC has issued 35,20,000 equity shares of Rs. 10 each. This additional investment by the Sponsor has helped PPFAS AMC to increase its net-worth and meet the SEBI mandated net worth criteria of Rs. 50 crores well before the deadline. Net worth of PPFAS AMC as on 31st March 2017 is Rs. 53.39 Crores.

Details of changes in composition of the Board of Directors of the Asset Management Company effected are provided below;

Mr. Anil Singhvi, an Independent Director has resigned from the company with effect from 9th May 2016 and Mr. Arindam Ghosh is appointed as an Independent Director of the Company with effect from 13th May 2016. Mr. Swapnil Walimbe, Director and Company Secretary of PPFAS Asset Management Private Limited has resigned from the company with effect from 8th December, 2016. Ms. Priya Hariani is appointed as a Company Secretary and Compliance officer of PPFAS Asset Management Private Limited with effect from 9th December, 2016.

Shareholding Pattern

PPFAS Asset Management Private Limited:

Name of Shareholder	Number of Equity shares of Rs. 10 each fully paid	Percentage Holding
Parag Parikh Financial Advisory Services Private Limited	3,57,30,003	100.00%
(1 share each is held by Rajeev Thakkar, Geeta Parikh, Neil Parikh, Sahil Parikh, Sitanshi Parikh & Khushboo Parikh as nominee for Parag Parikh Financial Advisory Services Private Limited)	6	0.00%
Total	3,57,30,009	100.00%

PPFAS Trustee Company Private Limited:

Name of Shareholder	Number of Equity shares of Rs. 10 each fully paid	Percentage Holding
Parag Parikh Financial Advisory Services Private Limited	49,994	100.00%
(1 share each is held by Rajeev Thakkar, Geeta Parikh, Neil Parikh, Sahil Parikh, Sitanshi Parikh & Khushboo Parikh as nominee for Parag Parikh Financial Advisory Services Private Limited)	6	0.00%
Total	50,000	100.00%

Details of Unclaimed Dividend And Redemption.

There has been no instance of unclaimed redemption for the year ended March 31, 2017.

Scheme Name	Unclaimed Redemption Proceeds		Unclaimed Dividend Proceeds	
	Number of Investor	Amount (INR)	Number of Investor	Amount (INR)
Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)				
Direct Plan	Nil	Nil	Not Applicable #	
Regular Plan	Nil	Nil		

The Scheme does not offer Dividend option.

Significant Accounting Policies

The Significant Accounting Policies form part of the Notes to the Accounts annexed to the Balance Sheet of the Scheme(s). The Accounting Policies are in accordance with Securities Exchange Board of India (Mutual Funds) Regulations, 1996.

Liability and Responsibility of Trustee and Sponsor

The main responsibility of the Trustee is to safeguard the interest of the Unit holders and inter-alia ensure that PPFAS Asset Management Private Limited (PPFAS AMC) functions in the interest of investors and in accordance with the

PPFAS Mutual Fund

Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, the provisions of the Trust Deed and the Statement of Additional Information, Scheme Information Document/Offer Document of the Scheme. From the information provided to the Trustee and the reviews the Trustee has undertaken, the Trustee believes PPFAS AMC has operated in the interests of the Unit holders.

The Sponsor is not responsible or liable for any loss or shortfall resulting from the operation of the Scheme beyond the initial contribution of Rs.1 lakh made by them towards setting up of PPFAS Mutual Fund.

Other Statutory Information

1. Parag Parikh Financial Advisory Services Private Limited (the "Sponsor") is not responsible or liable from any loss resulting from the operations of the scheme/s of the Fund beyond its initial contribution of INR 1 Lakh for setting up the Fund, and such other accretions/ additions to the same.
2. The price and redemption value of the units and income from them can go up as well as down with fluctuations in the market value of its underlying investments.
3. Full Annual Report shall be disclosed on the website (www.amc.ppfas.com) and shall be available for inspection at the Head / Corporate Office of the PPFAS Mutual Fund. Present and prospective unit holders can obtain copy of the trust deed, the Full Annual Report of the Fund/ AMC at a price.

Voting Policy and Details of Proxy Voting exercised during the year

Voting Policy and details of proxy voting exercised during the financial year 2016-2017 of PPFAS Mutual Fund are provided after Notes to Accounts.

Acknowledgments

The Trustees wish to thank the fellow investors of the Fund for placing their trust in the Fund, Securities Exchange Board of India (SEBI), Association of Mutual Funds in India (AMFI) for their continued support and guidance. We would also like to appreciate the service and guidance provided by the CAMS (RTA) and Stock Holding Corporation India Limited (Custodian) and Sundaram BNP Paribas Fund Services (Fund Accountant), HDFC Bank, ICICI Bank (Collection Bankers) our Statutory and Internal Auditors.

For and on behalf of the Board of Directors
PPFAS Trustee Company Private Limited.
(Trustee to PPFAS Mutual Fund)

Sd/-

Sd/-

Rajan Mehta
Director

Suneel Gautam
Director

Place: Mumbai
Date: 22nd June 2017

Auditors' Report

Sudit K Parekh & Co

Chartered Accountants

Ballard House, 2nd Floor, Adi Marzban Path, Ballard Pier, Fort, Mumbai – 400 001

Ph: + 91 22 6617 8000, Fax: + 91 22 6617 8002

Email: admin@skparekh.com

Independent Auditors' Report

To The Board of Directors of

PPFAS Trustee Company Private Limited

PPFAS Mutual Fund- Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)

Report on the Financial Statements

1. We have audited the accompanying financial statements of PPFAS Mutual Fund – Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund) (the "Scheme"), which comprise the Balance Sheet as at March 31, 2017, the Revenue Account and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Board of Directors of PPFAS Trustee Company Private Limited (the "Trustee") and the Management of PPFAS Asset Management Private Limited (the "Management") are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Scheme in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto (the "Regulations"). 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.

Auditors' Responsibility

3. 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.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, 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 auditors consider internal control relevant to the preparation of financial statements that give a true and fair view 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 Scheme's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Regulations in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India for mutual funds:

(a) in the case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2017;

(b) in the case of the Revenue Account, of the net surplus for the year ended on that date; and

(c) in the case of Cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. As required by Regulation 55 and clause 5 of Eleventh Schedule to the Regulations, 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 purposes of our audit;

(b) the Balance Sheet, Revenue Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts of the Scheme; and

(c) the Balance sheet and Revenue Account dealt with by this report have been prepared in accordance with the accounting policies and standard as specified in the Ninth Schedule of the Regulations.

8. The Scheme does not hold any non-traded securities as at March 31, 2017.

For SUDIT K PAREKH & CO.

Chartered Accountants

Firm Registration No.: 110512W

Sd/-

(Durgaprasad .S.Khatri)

Partner

Membership No.: 16316

Place : Mumbai

Date: 22nd June 2017

Cash Flow Statement for the year ended March 31, 2017

Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)		Apr 01, 2016 to Mar 31, 2017 (Amount in Rs)	Apr 01, 2015 to Mar 31, 2016 (Amount in Rs)
A.	Cashflow from operating activities		
	Net Surplus for the year	1,045,568,692	223,051,561
	Adjustments for:-		
	(Increase)/Decrease in investments	(697,661,210)	(636,583,121)
	(Increase)/Decrease in other current assets	10,793,176	(181,204,898)
	Increase/(Decrease) in current liabilities	4,949,478	180,136,962
	Net cash used in operations	(A) 363,650,136	(414,599,496)
B	Cashflow from financing activities		
	Increase/(Decrease) in unit capital	(166,246,667)	340,732,719
	Increase/(Decrease) in unit premium reserve	103,485,264	225,075,891
	Transfer (to)/from Equalisation reserve	(230,705,210)	(4,601,291)
	Increase/(Decrease) in redemption payable for units redeemed by investors	7,003,722	(25,112)
	(Increase)/Decrease in subscription receivable for units issued to investors	(1,425,155)	416,007
	Net cash generated from financing activities	(B) (287,888,046)	561,598,214
	Net Increase/(Decrease) in cash and cash equivalents	(A+B) 75,762,090	146,998,718
	Cash and Cash Equivalents as at the beginning of the year	372,107,977	225,109,259
	Cash and Cash Equivalents as at the close of the year	447,870,067	372,107,977
	Component of cash and cash equivalents		
	Balances with Banks in Current Account	13,476,299	26,309,798
	Deposits with scheduled banks	90,500,000	20,000,000
	Collateralised lending	343,893,768	325,798,179
	Total	447,870,067	372,107,977

The above cash flow statement has been prepared in accordance with the indirect method set out in Accounting Standard (AS-3) issued by the Institute of Chartered Accountants of India.

As per our Report of even date

For Sudit K Parekh & Co.
Chartered Accountants
Firm Registration Number. 110512W

(D. S. Khatri)
Partner
Membership Number 16316

For and behalf of PPFAS Asset Management Private Limited

Neil Parag Parikh
(CEO and Director)

Raunak Onkar
(Fund Manager)

Date: 22nd June, 2017
Place : Mumbai

For and on behalf of PPFAS Trustee Company Private Limited

Rajan Mehta
(Director)

Suneel Gautam
(Director)

Rajeev Thakkar
(Director and Fund Manager)

Raj Mehta
(Fund Manager)

This Page is intentionally left blank.

Balance Sheet as at March 31, 2017

Scheme Name: Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)

Particular	Schedule	31 Mar 2017 Amount (Rs)	31 Mar 2016 Amount (Rs)
LIABILITIES			
Unit Capital	'A'	3,652,189,298	3,818,435,965
Reserves and Surplus	'B'	3,609,163,398	2,690,814,652
Current Liabilities	'C'	203,664,066	191,710,866
Total		7,465,016,762	6,700,961,483
ASSETS			
Investments	'D'	7,070,563,931	6,354,807,132
Deposits	'E'	90,500,000	20,000,000
Other Current Assets	'F'	303,952,831	326,154,351
Total		7,465,016,762	6,700,961,483
Notes forming part of Accounts	'G'		

As per our Report of even date

For Sudit K Parekh & Co.
Chartered Accountants
Firm Registration Number: 110512W

For and on behalf of PPFAS Trustee Company Private Limited

Rajan Mehta
(Director)

(D. S. Khatri)
Partner
Membership Number 16316

Suneel Gautam
(Director)

For and behalf of PPFAS Asset Management Private Limited

Neil Parag Parikh
(CEO and Director)

Rajeev Thakkar
(Director and Fund Manager)

Raunak Onkar
(Fund Manager)

Raj Mehta
(Fund Manager)

Date: 22nd June, 2017
Place : Mumbai

Revenue Account for the year ended March 31, 2017

Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)	Apr 01, 2016 to Mar 31, 2017 Amount (Rs)	Apr 01, 2015 to Mar 31, 2016 Amount (Rs)
INCOME		
Dividend	88,205,967	122,906,722
" Net of tax deducted on foreign securities: Rs 83,60,727 (March 31,2016 Rs 73,28,322)"		
Interest	25,899,413	32,416,049
Profit on sale / redemption of investments (other than inter Scheme transfer)	756,883,880	181,588,448
Realised Gain on Foreign Exchange	5,654,364	1,105,697
Miscellaneous Income	3,828,590	1,004,024
Total (A)	880,472,214	339,020,940
EXPENSES AND LOSSES		
Loss on sale / redemption of investments (other than inter Scheme transfer)	122,189,304	85,228,730
Commission to Agent	3,672,257	1,945,537
Investor education and awareness expenses	1,351,643	1,219,342
Management fees	126,578,014	118,498,434
Service Tax & Education cess on Management Fees	18,879,352	16,501,424
Unrealised depreciation in the value of investments	(89,133,913)	113,645,998
Total (B)	183,536,657	337,039,465
Surplus (A-B)	696,935,557	1,981,475
Add/Less: Income Equalisation Account	(230,705,210)	(4,601,291)
	466,230,347	(2,619,816)
Unrealised appreciation in value of investments	348,633,135	221,070,086
Net surplus transferred to Revenue Reserve	814,863,482	218,450,270

Notes forming part of Accounts

'G'

As per our Report of even date

For Sudit K Parekh & Co.
Chartered Accountants
 Firm Registration Number. 110512W

For and on behalf of PPFAS Trustee Company Private Limited

Rajan Mehta
 (Director)

(D. S. Khatri)
 Partner
 Membership Number 16316

Suneel Gautam
 (Director)

For and behalf of PPFAS Asset Management Private Limited

Neil Parag Parikh
 (CEO and Director)

Rajeev Thakkar
 (Director and Fund Manager)

Raunak Onkar
 (Fund Manager)

Raj Mehta
 (Fund Manager)

Date: 22nd June, 2017
Place : Mumbai

Schedules Forming Part of the Balance Sheet as at March 31, 2017

Particular	31 Mar 2017		31 Mar 2016	
	Units	Amount (Rs)	Units	Amount (Rs)
SCHEDULE 'A'				
UNIT CAPITAL				
(Face Value of Rs. 10 Each)				
Unit Capital (Opening Balance)	381,843,596.431	3,818,435,965	347,770,324.523	3,477,703,246
Subscription during the year / period	137,650,920.845	1,376,509,208	81,630,113.240	816,301,132
Redemption during the year / period	(154,275,587.479)	(1,542,755,875)	(47,556,841.332)	(475,568,413)
Unit Capital (Closing Balance)	365,218,929.797	3,652,189,298	381,843,596.431	3,818,435,965

Particular	31 Mar 2017	31 Mar 2016
	Amount (Rs)	Amount (Rs)
SCHEDULE 'B'		
Reserves & Surplus		
<u>Unit Premium Reserve</u>		
Opening Balance	469,616,620	244,540,729
Add / (Less) : Discount / Premium on units repurchased/sold during the year / period	103,485,264	225,075,891
Closing Balance	573,101,884	469,616,620
<u>Revenue Reserve</u>		
Opening Balance	2,221,198,032	2,002,747,762
Net Surplus / (Deficit) transferred from Revenue Account	814,863,482	218,450,270
Closing Balance	3,036,061,514	2,221,198,032
Total Reserves & Surplus	3,609,163,398	2,690,814,652

Particular	31 Mar 2017	31 Mar 2016
	Amount (Rs)	Amount (Rs)
<u>SCHEDULE 'C'</u>		
<u>CURRENT LIABILITIES & PROVISIONS</u>		
Current Liabilities:		
Statutory Dues Payable	1,085,829	1,023,010
Investor Education Fees - Payable	63,522	105,832
Contracts for Purchase of Investments	183,616,022	179,459,461
Units Redemption Payable	7,018,304	14,582
Payable to PPFAS Asset Management Private Limited (Net of receivable)	11,147,862	10,686,928
Units Subscription Payable	-	34,246
Other Payables	732,527	386,807
Total	203,664,066	191,710,866
<u>SCHEDULE 'D'</u>		
<u>INVESTMENTS</u>		
Equity Shares	4,766,551,045	4,246,510,554
Collateralised Borrowing and Lending Obligation (CBLO)	343,893,768	325,798,179
Indian Depository Receipt	-	10,546,906
International Equity Shares	1,697,023,071	1,518,885,698
International Equity American Depository Receipts (ADR)	263,096,047	253,065,795
Total	7,070,563,931	6,354,807,132
<u>SCHEDULE 'E'</u>		
<u>DEPOSITS</u>		
Deposit with Scheduled banks	90,500,000	20,000,000
Total	90,500,000	20,000,000
<u>SCHEDULE 'F'</u>		
<u>OTHER CURRENT ASSETS</u>		
Balances with Banks in Current Account	13,476,299	26,309,798
Contracts for sale of Investments	134,758,830	177,596,863
Accrued Interest on Deposits	1,175,267	2,136,745
Units Subscription Receivable	1,425,155	-
Futures (Marked to Market)	957,280	4,245,811
Other Receivables	31,711,000	96,281
Margin for Futures and Options Transactions	117,049,000	113,968,853
Margin deposit with Clearing Corporation of India Ltd.	3,400,000	1,800,000
Total	303,952,831	326,154,351

Schedule - G:**Significant Accounting Policies and Notes to Accounts (Annexed to and forming part of Balance Sheet as at March 31, 2017 and Revenue Account for the Year ended March 31, 2017).****1) Background:**

PPFAS Mutual Fund has been constituted as a Trust on 13th April 2012 in accordance with the provisions of the Indian Trust Act, 1882 (2 of 1882) with Parag Parikh Financial Advisory Services Private Limited (PPFAS) as the Sponsor and PPFAS Trustee Company Private Limited as the Trustee. The Trust Deed has been registered under the Indian registration Act, 1908. The Mutual Fund is registered with the SEBI on 17th October 2012 under the Registration code MF/069/12/01.

Scheme Name	Nature of Scheme	Allotment Date	Options	Investment Objective
Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)	An open ended Equity Scheme	May 24, 2013	Regular Plan, Direct Plan (only Growth option is provided for both the plans)	To generate long term capital appreciation by primarily investment in equities and equity related instruments

2) Significant Accounting Policies :**a. Basis of Accounting:**

The Scheme maintains its books of account on an accrual basis. The financial statements of the scheme are prepared in accordance with the accounting policies, contained in the schedule IX and Annual Report format as provided in Schedule XI of the Securities & Exchange Board of India, Mutual Fund Regulations, 1996 ('SEBI MF Regulations) and as amended from time to time.

b. Portfolio Valuation:

SEBI has outlined investment valuation norms for the mutual funds to compute and carry out valuation of its investments in its portfolio under Regulation 47 and Eighth Schedule of SEBI (Mutual Funds) Regulations, 1996 as amended from time to time. SEBI has mandated the mutual funds to value its investments on Principal of 'Fair Valuation' to ensure fair treatment to all investors including existing investors as well as investors seeking to purchase or redeem units of mutual funds in all Schemes at all points of time. The Board of Directors of AMC and of the Trustee Company has approved the Investment Valuation Policy and the framework for valuation of investments of Scheme(s) of PPFAS Mutual Fund in accordance with SEBI Notification dated February 21, 2012 based on principles of fair valuation which is reflective of realizable value of securities/assets.

I. Equity and Equity Related Instruments:**Listed Shares/Preference Shares/ Warrants/Rights:**

Valuation will be at the closing price at the principal stock exchange (NSE). If security is not traded on principal stock exchange on a particular valuation day, the closing price at which it is traded on any other stock exchange will be used.

If security is not traded on any stock exchange on a particular valuation day, then price at which it is traded on the principal stock exchange or any other stock exchange, as the case may be, on the earliest previous day will be used provided such date is not more than 30 days prior to valuation date.

Thinly traded equity shares:

Thinly traded securities will be valued at fair value as per procedures determined by the Valuation Committee.

Unlisted Shares/ Preference Shares/ Warrants/Rights:

Unlisted securities will be valued at fair value as per procedures determined by the Valuation Committee.

Options:

In case of Options, premium received/ paid is marked to market based on settlement price on the relevant exchange

Futures:

Outstanding contracts in Futures is valued based on the settlement price on the relevant exchange.

ii) Procedure & Methodology for valuation of unlisted or thinly traded equity/equity related securities

Any security which does not have trading volume of 50,000 scrips and trading amount of Rs. 5,00,000/- during a period of thirty days shall be categorized as thinly traded. Thinly traded / unlisted securities shall be valued in good faith on the basis of fair valuation principles as follows:

Net Worth Value per share of the company will be derived based on the latest available audited balance sheet, not more than 9 months from close of financial year, net worth per share shall be calculated as [share capital plus free reserves (excluding revaluation reserves) minus Miscellaneous expenditure not written off or deferred revenue expenditure, intangible assets and accumulated losses] divided by Number of Paid up Shares.

Capital Earning Value per share of the company will be derived by capitalization of Earnings per Share based on the latest available balance sheet, with 25% of Average capitalization rate (P/E ratio) for the industry.

Average of Net Worth Value per share and Capital Earning Value per share thus derived, shall be further discounted to derive fair value of Unlisted securities and by thinly traded securities.

Shares on De-merger and Other Corporate Action Events –

a. Both the shares are traded immediately on de-merger: In this case both the shares to be valued at respective traded prices.

b. Shares of only one company continued to be traded on de-merger: In such a scenario, the shares of Non Traded/Unlisted would be fairly valued in good faith by AMC on case to case basis. Traded share to be valued at traded price.

c. Both the shares are not traded on de-merger: In such a scenario, the shares of both the companies would be fairly valued in good faith by AMC on case to case basis.

In case of any other type of capital corporate action event, the same to be valued at fair price on case to case basis

ii) Preference Shares.

Preference share can be convertible or non- convertible. If the non-convertible preference shares are traded then the closing price of the day will be considered for valuation. If the same is non-traded it will be valued at the present value of all the future expected dividend payments and the maturity value, discounted at the bond yield of the issuer.

The value of convertible preference share can be expressed as follows:

Convertible preference shares shall be valued based on the underlying equity. This value shall be further discounted for illiquidity to arrive at fair valuation. Traded convertible preference shares shall be valued based on the closing price.

iii) Warrants

Warrants will be valued at the value of the share which would be obtained on exercise of the warrant as reduced by the amount which would be payable on exercise of the warrant. The value arrived will be reduced by appropriate discount. Traded Warrants shall be valued based on the closing price.

iv) Right entitlements

Right entitlements will be valued as difference between the value of closing price of the underlying equity share and the rights offer price.

II. Debt & Debt Related Instruments

Government securities (Including Central government securities, State Development Loans, Treasury Bills and Cash Management Bills) with residual maturity more than 60 days:

Valuation will be done at the average prices provided by AMFI approved agencies (CRISIL & ICRA)

Government securities (Including Central government securities, State Development Loans, Treasury Bills and Cash Management Bills) with residual maturity less than or equal to 60 days:

Valuation will be done by amortisation on a straight line basis to maturity from cost or last valuation price whichever is more recent. The resultant price will be compared with the price arrived at by using benchmark yields. The amortised price shall be used for valuation as long as it is within +/- 0.1% of the price derived using the benchmark yields. In case the variance exceeds +/- 0.1% of the price arrived using benchmark yields, the valuation shall be adjusted to bring it within +/- 0.1% of the price computed using the benchmark yields.

At the time of first purchase the spread between the purchase yield and the benchmark yield will be fixed. This spread will remain fixed through the life of the instrument & will be changed only if there is a trade in the security. The spread shall be readjusted on the basis of the last trade in the security. If at the time of initial purchase, the maturity is more than 60 days and the security comes into the less than 61 days bucket, the spread, if any, at the time of initial purchase (and changed thereafter) will continue to be used for valuation of the security.

Debt Securities/ Instruments with Residual maturity more than 60 days (Commercial Paper/ Certificate of Deposit /Bonds/ Zero Coupon Bonds / Bills Rediscounting /Floating rate securities /PTC):

Valuation will be done at the average prices provided by AMFI approved agencies (CRISIL & ICRA). In case any new securities are purchased and the price of such security is not provided by AMFI approved agencies, then such security will be valued at weighted average price / yield of the trades of that security on that day.

Debt Securities/ Instruments with Residual maturity less than or equal to 60 days (Commercial Paper/Certificate of Deposit /Bonds/ Zero Coupon Bonds /Bills Rediscounting /Floating rate securities /PTC):

Valuation will be done by amortization on a straight line basis to maturity from cost or the last valuation price, whichever is more recent. The resultant price will be compared with the price using the benchmark yields +/- a spread. In case the amortized price is within +/-0.10% of the price derived using the benchmark yield, the same shall be used; else the price of the security shall be adjusted to bring it within this range.

At the time of first purchase the spread between the purchase yield and the benchmark yield should be fixed. This spread should remain fixed through the life of the instrument & should be changed only if there is justification for the change, i.e. in case of subsequent trade by the fund house in the same security, such spread shall be adopted as long as the trade is of market lot (face value of Rs. 5 crores or more). Such security should be amortized to maturity using the weighted average traded price, provided, such amortized price is in line with +/- 0.10% of the reference price as defined above. If at the time of initial purchase, the maturity is more than 60 days and the security comes into the less than 61 days bucket, the spread, if any, at the time of initial purchase (and changed thereafter) will continue to be used for valuation of the security.

However, the spread can be changed in case of a change in credit rating or credit profile of the issuer.

Interest Rate Swaps (IRS)/ Forward Rate Agreements (FRA):

All IRS/ FRA's will be valued at net present value after discounting the future cash flows. Future cash flows for IRS/ FRA contract will be computed daily as per terms of contract and discounted by suitable OIS (Overnight Interest SWAP) rates available on Reuters/ Bloomberg/ any other provider as approved by Valuation Committee.

Overnight Money (CBLO/Reverse Repo/ CROMS):

Overnight money deployed will be valued at cost plus the accrual/ amortisation.

III. Other Securities:

Listed Mutual Funds Units:

Valuation will be at the closing price at the principal stock exchange. If units are not traded on principal stock exchange on a particular valuation day, the closing price on any other stock exchange where units are traded will be used. If units are not traded on any stock exchange on a particular valuation day, then NAV per unit will be used for valuation.

Unlisted Mutual Fund Units:

Valuation will be based on Net Asset Value (NAV) of Mutual Fund units.

Fixed Deposits:

Fixed deposits will be valued at cost.

IV. Valuation of Foreign Securities:

The security issued outside India and listed on the stock exchanges outside India shall be valued as follows:

The security issued outside India and listed on the stock exchanges outside India shall be valued at the closing price on the stock exchange at which it is listed. However in case a security is listed on more than one stock exchange, the AMC reserves the right to determine the stock exchange, the price of which would be used for the purpose of valuation of that security. Any subsequent change in the reference stock exchange used for valuation will be backed by reasons for such change being recorded in writing by the AMC. Further in case of extreme volatility in the overseas markets, the securities listed in those markets may be valued on a fair value basis.

For valuation of securities registered in USA, NYSE has been selected as principal stock exchange. If any security is not listed on NYSE, security prices as quoted on NASDAQ will be considered. For securities registered in UK, LSE (London Stock Exchange) has been selected as principal stock exchange. Securities prices as quoted on LSE will be used for valuation purposes.

If a significant event has occurred after security prices were established for the computation of NAV of the Scheme, the AMC reserves the right to value the said securities on fair value basis. When on a particular valuation day, a security has not been traded on the selected stock exchange; the security will be valued in accordance with SEBI guidelines applicable for security listed in India.

"If the security is listed in a time zone ahead of India, then the same day's closing price would be used for valuation. If the security is listed in a time zone behind India, then the previous day's price would be used for valuation."

On the Valuation Day, all assets and liabilities denominated in foreign currency will be valued in Indian Rupees at the exchange rate available on Reuters / RBI / Bloomberg. The Trustees reserve the right to change the source for determining the exchange rate.

Valuation of IDR/ADR/ GDR:

IDR/ADR/GDRs are exchange traded securities and hence closing price of the IDR/ADR/ GDR on the exchange where it is listed will be taken for valuation purpose. If any American Depository Receipt (ADR)/ Global Depository Receipt (GDR) is traded in OTC (Over the Counter) market, in such cases closing price in OTC market will be considered for valuation of ADR/GDR. If the security is listed/ traded in a time zone ahead of India, then the same day's closing price would be used for valuation. If the security is listed/traded in a time zone behind India, then the previous day's price would be used for valuation.

c. Investment Transactions

I. Transactions for purchase or sale of investments are recognised on the date of the trade date. Transaction for purchase or sale of investments for Overseas Securities are recognised on the next working day of the trade date due to timing difference.

II. Bonus shares, rights and dividend entitlements to which the scheme becomes entitled are recognised only when the original shares on which the bonus entitlement accrues are traded on the stock exchange on an ex-bonus, ex-right and ex dividend date basis respectively.

III. Investment transactions in equity and equity related securities, derivatives and debt securities are accounted on trade date. (Transaction for purchase or sale of investments for overseas securities are recognised on the next working day of the trade date due to timing difference) The cost of acquisition includes the cost of purchase, stamp duty, securities transaction tax and charges customarily included in the broker's bought note.

d. Recognition of Revenue and Treatment of Expenses

I. For quoted investments, Dividend income earned by a scheme are recognised, on the date the share is quoted on an ex-dividend basis. Dividend on unquoted investments is recognised on date of declaration.

II. In respect of all interest-bearing investments, income is accrued on a day to day basis as it is earned ,except for Interest on CCIL Margin Money placed for CBLO trades is accounted on receipt basis.

III. Income on Treasury Bills and Government Securities are amortised on a straight-line basis over the period upto redemption.

IV. The net unrealised gain / loss in the value of investments is determined separately for each class of investment.

V. In determining the holding cost of investments and the gains or loss on sale of investments, the "average cost" method is followed by the scheme.

VI. All expenses are accounted on accrual basis. With effect from 1st January 2017 Scheme has reduced its Management fees to 1.78%. For the period from 1st April 2016 to 31st December 2016 Management fees has been charged at 1.98%. In addition to Management Fees and Service Tax thereon, expenses charged to Scheme are 0.02% Investor Education Expenses and 0.50% Distributor Commission. All other expenses are borne by AMC.

- e. The fund does not isolate that portion of the change in investment valuation resulting from changes in the foreign exchange rates from the fluctuations arising from changes in the local market prices of securities held. Such fluctuations are included in unrealised appreciation or depreciation on investments.

f. Unit Premium Reserve ("UPR") and Income Equalisation

In case of an open ended scheme on issue / repurchase of units, the portion of the premium which is attributable to realised gain/(loss) is credited / debited to the Revenue account for the period as Income Equalisation. It is reflected in the revenue account after the net realised gain/ (loss) of the scheme is determined. The balance portion of the premium that is not attributable to realised gain/(Loss) is credited/ debited to the UPR.

If units are sold at a price lower than the face value the difference is debited to the Revenue Account as Income Equalisation.

g. Determination of net asset values

I. The net asset value of the units of the scheme is determined separately for units issued under the different plans / options.

II. For calculating the net asset values under different plans / options, the amount of sale/repurchase of units under each plan / option are separately accounted for. Further, net income arising from such deployment are allocated daily to the plans / options in proportion to their Net Asset Values. Parag Parikh Long Term Value Fund (PPLTVF) offers Direct Plan and Regular Plan. For both these plans scheme offers only Growth Option.

- h. PPFAS AMC and PPFAS Mutual Fund has complied with the SEBI circular no. CIR/IMD/DF/21/2012 dated 13.09.2012. PPFAS Mutual Fund launched its first Scheme on May 28, 2013. Accordingly since inception of the scheme (PPLTVF), it is providing two plans in the scheme, namely Direct Plan and Regular Plan.

i. Load charges

In accordance with SEBI circular No. SEBI/IMD/CIR No. 4/168230/09 dated June 13, 2009 , the scheme has not charged any Entry Load on investments made into it. Based on SEBI notification No. LAD-NRO/GN/2012-13/17/21502 dated September 26, 2012 Exit Load collected is credited to the Scheme, net of service tax and is considered as income of the Scheme in determining the NAV (Net Asset Value). Current Load Structure (w.e.f. July 7, 2014): Entry Load: Nil ; Exit Load: 2% if redeemed/Switched-out* on or before 365 days from the date of allotment, 1% if redeemed/Switched-out after 365 days but on or before 730 days from the date of allotment and thereafter there is no exit load. The Exit load for investment will be as applicable as on the date of allotment / date of registration in case of SIP and STP. * (With effect from 5th April, 2016 no exit load is charged on Switch transactions)

J. Note on Cash Flow:

I. Cash and cash equivalents (for the purpose of cash flow statement)

Cash and cash equivalents includes balances in banks current account, deposits placed with schedule banks (with original maturity upto three months) and CBLO.

II. Cash Flow Statement:

The cash flow statement has been prepared under the indirect method set out in accounting standard ("AS") - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India ("ICAI").

Notes to Accounts

3 Net Asset Value (NAV) per unit as at the year end is as follows :

SCHEME NAME	March 31, 2017		
Parag Parikh Long Term Value Fund	NAV	Repurchase NAV	Sale
Regular Growth Plan	19.5487	19.1577	19.5487
Direct Growth Plan	19.9376	19.5388	19.9376
SCHEME NAME	March 31, 2016		
Parag Parikh Long Term Value Fund	NAV	Repurchase NAV	Sale
Regular Growth Plan	16.8282	16.4916	16.8282
Direct Growth Plan	17.0661	16.7248	17.0661

4 As at the year end, the details of investments are as under:

SCHEME NAME	March 31, 2017	March 31, 2016
Parag Parikh Long Term Value Fund	Market / Fair Value (Rs.)	Market / Fair Value (Rs.)
Equity Shares	4,766,551,045	4,246,510,554
Collateralized Borrowing & Lending Obligation (CBLO)	343,893,768	325,798,179
Indian Depository Receipt	-	10,546,906
International Equity Shares	1,697,023,072	1,518,885,698
International Equity ADR / GDR	263,096,047	253,065,795

5 Total value of investments falling under each major industry group and exceeding 5% of the total investments in each major classification is as under :

a.

SCHEME NAME	Market /Fair Value as on March 31,2017	% of Classification as on March 31,2017
Parag Parikh Long Term Value Fund		
Foreign Equities		
Software	1,167,106,758	59.54
Logistics	274,484,752	14.00
Industrial Conglomerates	220,287,548	11.24
Consumer-Food Proc	203,621,358	10.39
Consumer Misc	59,474,689	3.04
Bank	35,144,013	1.79
Total	1,960,119,118	100.00
Indian Equities / Equity related instruments		
Banks	989,357,227	20.76
Finance	776,913,589	16.30
Consumer Non Durables	323,906,064	6.79
Hotels, Resorts and Other	248,778,529	5.22
Cements	184,195,935	3.86
Pharmaceuticals	317,288,613	6.66
Software	818,405,846	17.17
Auto Ancillaries	519,427,037	10.90
Gas	588,278,205	12.34
Total	4,766,551,045	100.00

PPFAS Mutual Fund

b. SCHEME NAME	Market /Fair Value as on March 31,2016	% of Classification as on March 31,2016
Parag Parikh Long Term Value Fund		
Foreign Equities		
Software	1,030,373,686	58.15
Logistics	277,876,540	15.68
Industrial Conglomerates	196,120,609	11.07
Consumer-Food Proc	183,799,070	10.37
Consumer Misc.	69,266,725	3.91
Bank	14,514,863	0.82
Total	1,771,951,493	100.00
Indian Equities / Equity related instruments		
Banks	873,234,641	20.51
Finance	526,321,667	12.36
Consumer Non Durables	303,643,611	7.13
Diversified Consumer Services	29,560,948	0.69
Hotels, Resorts and Other	221,988,321	5.22
Oil	28,503,236	0.67
Pharmaceuticals	253,467,105	5.96
Software	600,967,687	14.12
Auto Ancillaries	620,372,858	14.57
Gas	366,321,223	8.61
Auto	151,933,800	3.57
Minerals & Mining	84,782,280	1.99
Transportation	195,960,083	4.60
Total	4,257,057,460	100.00

6 The details of the unrealised appreciation, included in Revenue Reserve, are as under:

Scheme Name	March 31, 2017	March 31, 2016
	Rs.	Rs.
Parag Parikh Long Term Value Fund	2,099,501,388	1,750,868,253

7 The scheme has exposure in Stock / Index Future Derivative as on :

A. March 31, 2017

Name of Equity / Index Stock Future	Contract Price (Rs.)	No. of Contracts	No. of Units outstanding -(Short)
Century Textiles Ltd	1,053.76	159	(174,900)
Tata Consultancy Service Ltd.	2,461.70	468	(117,000)
USDINR 26-April-2017.	65.18	14100	(14,100,000)
USDINR 29-May-2017.	67.75	11000	(11,000,000)

During the year, the scheme took positions in derivatives contracts and resultant Profit of Rs. 5,88,82,465.75 is included in Profit on sale / redemption of investments.

B. March 31, 2016

Name of Equity / Index Stock Future	Contract Price (Rs.)	No. of Contracts	No. of Units outstanding -(Short)
Coal India Ltd	293.80	242	(290,400)
ITC Ltd	329.90	62	(99,200)
Cipla Ltd	515.10	178	(142,400)
Yes Bank Ltd	867.70	106	(74,200)
Infosys Ltd	1,226.45	155	(77,500)
Tata Motors Ltd	388.50	262	(393,000)
USDINR 27-April-2016	66.51	20550	(20,550,000)
USDINR 29-August-2016	67.99	2000	(2,000,000)

During the year, the scheme took positions in derivatives contracts and resultant profit of Rs.81,52,094 is included in Profit on sale / redemption of investments.

- 8** The details of the management fees (exclusive of service tax) paid by the scheme to PPFAS Mutual Fund, are as under:

Scheme Name	March 31, 2017		March 31, 2016	
	Rs.	% of Avg. AUM	Rs.	% of Avg. AUM
Parag Parikh Long Term Value Fund				
Regular Growth Plan (from 1 st April 2016-31st December 2016)	9,955,371	1.98	7,637,674	1.98
Regular Growth Plan (from 1 st January 2017-31st March 2017)	4,122,768	1.78		
Direct Growth Plan (from 1st April 2016-31st December 2016)	87,040,490	1.98	110,860,760	1.98
Direct Growth Plan (from 1st January 2017-31st March 2017)	25,459,385	1.78		

Note

(1) With effect from 1st January 2017 Scheme has reduced its Management fees to 1.78%. For the period from 1st April 2016 to 31st December 2016 Management fees has been charged at 1.98%.

(2) No management fee has been charged on the investments made by the Asset Management Company in the units of the scheme.

- 9** The aggregate value of purchases and sales of investments and income and expenditure during the year expressed as a (%) of average daily net assets is as under :

Parag Parikh Long Term Value Fund	March 31, 2017		March 31, 2016	
	Rs.	% as above	Rs.	% as above
Purchases	1,319,355,191	19.52	1,255,238,584	20.59
Sales	1,118,629,255	16.55	403,265,978	6.61
Income	117,933,970	1.75	156,326,795	2.56
Expenditure	150,481,266	2.23	138,164,737	2.27

Note:

1) Income excludes net change in unrealized gain/loss in value of investments, profit on sale thereof and provisions written back. Expenditure excludes net change in unrealized gain/loss in value of investments and loss on sale thereof.

2) Purchase excludes FD, Future & Options (Excluding Open position as on 31st March 2017), Repo and CBLO. Sales excludes Future & Options and Maturity.

- 10** Note on margin deposit money:

Name of the Scheme: Parag Parikh Long Term Value Fund	Deposits made towards Collateralised Borrowing and Lending Obligations (CBLO)	Margin Deposits with IL& FS Securities Services Limited for derivatives transactions
Financial Year 2016-2017	3,400,000	117,049,000
Financial year 2015-2016	1,800,000	113,968,853

- 11** **Principal Bank:** The AMC has engaged services of HDFC Bank Ltd.
- 12** **Registrar and Transfer Agent (R & T):** The AMC has appointed Computer Age Management Services Private Limited (CAMS) to provide services as RTA to the scheme(s) of PPFAS Mutual Fund. These services includes back office data processing, unit holders' account maintenance and front office maintenance.
- 13** **Custodian:** The Trustee to PPFAS Mutual Fund has appointed Stock Holding Corporation of India Limited (SHCIL) as Custodian to scheme(s) of PPFAS Mutual Fund.
- 14** Trusteeship fee of INR **6.75** Lakhs is paid by the AMC on behalf of the scheme which is 0.01% per annum of the average daily/weekly net assets of the Fund subject to a maximum of Rs. 10 lakhs.
- 15** The income of the Mutual Fund is exempt from income tax, as per Section 10(23D) of the Income Tax Act, 1961. Accordingly, no provision for income tax has been made in the Revenue Account.
- 16** Details of transactions with the associates, in terms of regulation 25(7) and 25(8) of SEBI (Mutual Fund) Regulations, 1996 is provided in the Annexure 1
- 17** As on March 31, 2017, there are no underwriting commitments.

- 18 The scheme has exposure in Foreign Securities/ADRs/GDRs as on March 31, 2017
- 19 Segment Reporting: The Scheme is primarily engaged in the business of investing the funds received from investors as unit capital, in accordance with its investment objectives, as stated in the Scheme Information Document (SID) to generate returns. Since there is only one business segment and no geographical segments, the segmental reporting disclosures as required by Accounting Standard (AS) - 17, issued by the Institute of Chartered Accountants of India have not been made.

20 The details of unitholders holding over 25% of the NAV of the scheme as at the year end are as under :

Scheme Name	March 31, 2017		March 31, 2016	
	No of Unitholders	% of NAV	No of Unitholders	% of NAV
Parag Parikh Long Term Value Fund	-	-	-	-

21 The details of unclaimed redemption is as under :

Scheme Name	March 31, 2017		March 31, 2016	
	No of Unitholders	Amount	No of Unitholders	Amount
Parag Parikh Long Term Value Fund	-	-	-	-

- 22 The scheme has not made any investment in repo transactions in corporate debt securities.
- 23 All investments are in the name of Scheme(s) / Trustees for the benefit of Scheme unitholders.
- 24 Contingent liabilities as on 31st March 2017 is Nil. (For FY 2015-2016, contingent liability was Nil)
- 25 Disclosure under Regulation 25(11) of SEBI (Mutual Fund) Regulation 1996, in respect of investments made by the scheme in companies or their subsidiaries, that have invested more than 5% of net assets of the scheme for period ended March 31, 2017: NIL. Refer to Annexure 2.
- 26 Disclosure of transactions in accordance with Accounting Standard (AS) - 18 "Related party Transactions" and as per Regulation 25(8) of SEBI (Mutual Fund) Regulations 1996, is provided in Annexure 1.
- 27 Portfolio disclosure for derivative positions pursuant to SEBI Circular no. CIR/IMD/DF/11/2010 dated August 18, 2010, is as per Annexure 3.
- 28 Complete portfolio of the Scheme is provided in Annexure 4.
- 29 Prior period figures have been reclassified and regrouped, wherever applicable to conform to current year presentation.
- 30 Perspective historical per unit statistics: Refer Annexure 5.

As per our Report of even date

For Sudit K Parekh & Co.
Chartered Accountants
Firm Registration Number. 110512W

(D. S. Khatri)
Partner
Membership Number 16316

For and behalf of PPFAS Asset Management Private Limited

Neil Parag Parikh
(CEO and Director)

Raunak Onkar
(Fund Manager)

Date: 22nd June, 2017
Place : Mumbai

For and on behalf of PPFAS Trustee Company Private Limited

Rajan Mehta
(Director)

Suneel Gautam
(Director)

Rajeev Thakkar
(Director and Fund Manager)

Raj Mehta
(Fund Manager)

Annexure I

Details of payments to associate/group companies

Brokerage paid to associates/related parties/group companies of Sponsor/AMC is as under:

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Association/ Nature of relation	Period covered	Value of transaction (in Rs & % of total value of transaction of the fund)		Brokerage (Rs. & % of total brokerage paid by the fund)	
			Rs.	%	Rs.	%
Parag Parikh Financial Advisory Services Private Limited	Parent Company (Sponsor)	April 01, 2016 -to- March 31, 2017	Nil	Nil	Nil	Nil
Parag Parikh Financial Advisory Services Private Limited	Parent Company (Sponsor)	April 01, 2015 -to- March 31, 2016	Nil	Nil	Nil	Nil

Commission paid to associates/related parties/group companies of sponsor/AMC is as under:

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Association/Nature of relation	Period covered	Business Given (Rs. & % of total value of transaction of the fund)		Commission paid (Rs & % of total commission paid by the fund)	
			Rs. Cr.	%	Rs. Cr.	%
Parag Parikh Financial Advisory Services Private Limited	Parent Company (Sponsor)	April 01, 2016 -to- March 31, 2017	Nil	Nil	Nil	Nil
Parag Parikh Financial Advisory Services Private Limited	Parent Company (Sponsor)	April 01, 2015 -to- March 31, 2016	Nil	Nil	Nil	Nil

Name of associate/related parties/group companies of Sponsor/AMC	Nature of Transactions	Period covered	Transaction Value (Rs.)
PPFAS Asset Management Private Limited	Management Fees Paid	1.4.2016 to 31.3.2017	126,578,015
PPFAS Asset Management Private Limited	Management Fees Paid	1.4.2015 to 31.3.2016	118,498,434
PPFAS Asset Management Private Limited	Reimbursement of Investor Education Fund	1.4.2016 to 31.3.2017	675,822
PPFAS Asset Management Private Limited	Reimbursement of Investor Education Fund	1.4.2015 to 31.3.2016	1,219,342
PPFAS Asset Management Private Limited	Amount invested in the Scheme (Net of Redemption)	1.4.2016 to 31.3.2017	5,20,30,000
PPFAS Asset Management Private Limited	Amount invested in the Scheme (Net of Redemption)	1.4.2015 to 31.3.2016	80,000,000
Parag Parikh Financial Advisory Services Private Limited	Amount invested in the Scheme	1.4.2016 to 31.3.2017	—
Parag Parikh Financial Advisory Services Private Limited	Amount invested in the Scheme	1.4.2015 to 31.3.2016	—

Annexure II

Disclosure under Regulation 25 (11) of SEBI (Mutual Fund) Regulations, 1996

Investments made by the schemes of PPFAS Mutual Fund in Companies or their subsidiaries that have invested more than 5% of the net assets of any scheme.

Name of the Company	Scheme Invested by the Company	Investments made by the Scheme of PPFAS Mutual Fund in the Company or its subsidiary	Aggregate cost of acquisition during the period ended March 31, 2017 (Rupees in Lakhs)	Outstanding as on March 31, 2017 (Rupees in Lakhs)
NIL				

Annexure III

Portfolio disclosure for derivative positions.

A (1). Hedging Positions through Futures as on March 31, 2017

Scheme Name	Underlying	Long / Short	Futures Price when purchased	Current price of the contract	Margin maintained in Rs. Lakhs
Parag Parikh Long Term Value Fund	Century Textile Ltd.	(174,900)	1,053.76	1,058.60	481.41
Parag Parikh Long Term Value Fund	Tata Consultancy Service Ltd.	(117,000)	2,461.70	2,438.05	
Parag Parikh Long Term Value Fund	USDINR 26-APRIL-2017	(14,100,000)	65.18	65.09	689.08
Parag Parikh Long Term Value Fund	USDINR 29-MAY-2017	(11,000,000)	67.75	65.37	

Total %age of existing assets hedged through futures: 6.46%

Note: In addition to this, 26.52% of our Portfolio being in Foreign Securities and 0.13 % in Foreign Currency, is hedged through Currency Derivatives to avoid currency risk.

For the period ended March 31, 2017 details of hedging transactions through futures which have been squared off/expired are as under

Scheme Name	Total Number of contracts where futures were bought	Total Number of contracts where futures were sold	Gross Notional Value of contracts where futures were bought (Rs. In Lakhs)	Gross Notional Value of contracts where futures were sold (Rs. In Lakhs)	Net Profit/(Loss) value on all contracts combined (Rs. In Lakhs)
Parag Parikh Long Term Value Fund	237,042	237,042	193,404.03	193,992.86	588.82

Note: Derivatives positions are taken to hedge against currency fluctuation.

A (2). Hedging Positions through Futures as on March 31, 2016

Scheme Name	Underlying	Long / Short	Futures Price when purchased	Current price of the contract	Margin maintained in Rs. Lakhs
Parag Parikh Long Term Value Fund	Cipla Ltd	(142,400)	516.21	515.10	537.97
Parag Parikh Long Term Value Fund	Coal India Ltd	(290,400)	293.42	293.80	
Parag Parikh Long Term Value Fund	Infosys Ltd	(77,500)	1,225.30	1,226.45	
Parag Parikh Long Term Value Fund	ITC Ltd	(99,200)	324.28	329.90	
Parag Parikh Long Term Value Fund	Tata Motors Ltd	(393,000)	392.20	388.50	
Parag Parikh Long Term Value Fund	Yes Bank Ltd	(74,200)	872.50	867.70	
Parag Parikh Long Term Value Fund	USDINR 27-Apr-2016	(20,550,000)	67.76	66.51	601.72
Parag Parikh Long Term Value Fund	USDINR 29-Aug-2016	(2,000,000)	69.90	67.99	

Total %age of existing assets hedged through futures: 7.70%

Note: In addition to this, 27.02% of our Portfolio being in Foreign Securities and 0.19 % in Foreign Currency, is hedged through Currency Derivatives to avoid currency risk.

For the period ended March 31, 2016 details of hedging transactions through futures which have been squared off/expired are as under.

Scheme Name	Total Number of contracts where futures were bought	Total Number of contracts where futures were sold	Gross Notional Value of contracts where futures were bought (Rs. In Lakhs)	Gross Notional Value of contracts where futures were sold (Rs. In Lakhs)	Net Profit/(Loss) value on all contracts combined (Rs. In Lakhs)
Parag Parikh Long Term Value Fund	82,440	82,440	85,671.35	85,752.87	81.52

Note: Derivatives positions are taken to hedge against currency fluctuation.

B. Other than Hedging Positions through Futures as on :

Scheme Name	Underlying	Long / Short	Futures Price when purchased (Rs)	Current price of the contract (Rs)	Margin maintained (Rs. Lakhs)
Parag Parikh Long Term Value Fund - March 31, 2017			NIL		
Parag Parikh Long Term Value Fund - March 31, 2016			NIL		

Details of non-hedging transactions through futures which have been squared off/expired are as under.

Scheme Name	Total Number of contracts where futures were bought	Total Number of contracts where futures were sold	Gross Notional Value of contracts where futures were bought (Rs. In Lakhs)	Gross Notional Value of contracts where futures were sold (Rs. In Lakhs)	Net Profit/(Loss) value on all contracts combined (Rs. In Lakhs)
Parag Parikh Long Term Value Fund - March 31, 2017			NIL		
Parag Parikh Long Term Value Fund - March 31, 2016			NIL		

C. Hedging Positions through Put Options as on :

Scheme Name	Underlying	Number of Contracts	Option Price when purchased	Current Option Price
Parag Parikh Long Term Value Fund - As on March 31, 2017			NIL	
Parag Parikh Long Term Value Fund - As on March 31, 2016			NIL	

Details of hedging transactions through options which have already been exercised/expired are as under:

Scheme Name	Total Number of contracts entered into	Gross Notional Value of contracts (Rs. In Lakhs)	Net Profit/(Loss) value on all contracts (Rs. In Lakhs)
Parag Parikh Long Term Value Fund - March 31, 2017		NIL	
Parag Parikh Long Term Value Fund - March 31, 2016		NIL	

D. Other than Hedging Positions through Options as on :

Scheme Name	Underlying	Call / put	Number of contracts	Option Price when purchased	Current Price
Parag Parikh Long Term Value Fund - March 31 , 2017			NIL		
Parag Parikh Long Term Value Fund - March 31 , 2016			NIL		

Total Exposure through options as a %age of net assets : NIL

Details of non-hedging transactions through options which have already been exercised/expired are as under:

Scheme Name	Total Number of contracts entered into	Gross Notional Value of contracts (Rs. In Lakhs)	Net Profit/(Loss) value on all contracts (Rs. In Lakhs)
Parag Parikh Long Term Value Fund - March 31 , 2017		NIL	
Parag Parikh Long Term Value Fund - March 31 , 2016		NIL	

E. Hedging Positions through swaps as on March 31 , 2017 and March 31 , 2016 is - NIL

Annexure - IV Portfolio Statement as on March 31,2017 - Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)

Name of the Instrument	ISIN	Industry	Quantity	Market/Fair Value in Rs	% to Net Assets	Percentage to Investment category
Equity & Equity related						
(a) Listed / awaiting listing on Stock Exchanges						
HDFC Bank Ltd	INE040A01026	Banks	369,070	532,401,929	7.33%	7.91%
Bajaj Holdings & Investment Ltd	INE118A01012	Finance	240,482	520,391,024	7.17%	7.74%
Indraprastha Gas Ltd	INE203G01019	Gas	353,400	358,683,330	4.94%	5.33%
Zydus Wellness Ltd	INE768C01010	Consumer Non Durables	371,729	323,906,064	4.46%	4.82%
Persistent Systems Ltd	INE262H01013	Software	542,373	323,091,596	4.45%	4.80%
Balkrishna Industries Ltd	INE787D01026	Auto Ancillaries	229,215	317,726,372	4.38%	4.72%
Mahindra Holidays & Resorts India Ltd	INE998I01010	Hotels, Resorts And Other Recreational Activities	574,281	248,778,529	3.43%	3.70%
Axis Bank Ltd	INE238A01034	Banks	505,179	247,941,853	3.42%	3.69%
Gujarat Gas Ltd	INE844O01022	Gas	298,660	229,594,875	3.16%	3.41%
Mphasis Ltd (Prev: Mphasis BFL Ltd.)	INE356A01018	Software	363,500	210,793,650	2.90%	3.13%
ICRA Ltd	INE725G01011	Finance	51,133	210,402,068	2.90%	3.13%
ICICI Bank Ltd	INE090A01021	Banks	754,970	209,013,445	2.88%	3.11%
Maharashtra Scooters Ltd	INE288A01013	Auto Ancillaries	107,222	201,700,665	2.78%	3.00%
IPCA Laboratories Ltd	INE571A01020	Pharmaceuticals	236,663	147,642,213	2.03%	2.19%
Dr.Reddys Laboratories Ltd	INE089A01023	Pharmaceuticals	40,000	105,294,000	1.45%	1.57%
Pfizer (I) Ltd	INE182A01018	Pharmaceuticals	33,600	64,352,400	0.89%	0.96%
IL&FS Investment Managers Ltd	INE050B01023	Finance	3,342,065	46,120,497	0.64%	0.69%
Alphabet INC (Prev: Google CL C Ord)	US02079K1079	Software	15,093	814,024,611	11.21%	12.10%
United Parcel Services INC	US9113121068	Logistics	39,675	274,484,752	3.78%	4.08%
International Business Machines Corp	US4592001014	Software	20,920	235,917,993	3.25%	3.51%
3M CO	US88579Y1010	Industrial Conglomerates	17,755	220,287,548	3.03%	3.27%
Nestle SA-ADR*	US6410694060	Consumer-Food Proc	40,690	203,621,358	2.80%	3.03%
APPLE Inc	US0378331005	Software	12,550	117,164,154	1.61%	1.74%
Anheuser Busch Inbev SA-ADR	US03524A1088	Consumer Misc	8,316	59,474,689	0.82%	0.88%
Standard Chartered PLC	GB0004082847	Banks	56,717	35,144,013	0.48%	0.52%
TATA Consultancy Services Ltd	INE467B01029	Software	117,000	284,520,600	3.92%	4.23%
Century Textiles Industries Ltd	INE055A01016	Cements	174,900	184,195,935	2.54%	2.74%
Sub Total				6,726,670,163	92.66%	100.00%

(b) Unlisted				NIL	NIL	NIL
Sub Total				NIL	NIL	NIL
Total				6,726,670,163	92.66%	100.00%
Derivatives						
Index / Stock Futures						
Century Textiles Industries Ltd. 27-APR-17			(174,900)	(185,149,140)	(2.55)%	8.79%
TATA Consultancy Services Ltd 27-APR-17			(117,000)	(285,251,850)	(3.93)%	13.54%
CURUSDINRNSEMAY2017FUT			(11,000,000)	(719,097,500)	(9.91)%	34.13%
CURUSDINRNSEAPRIL 2017FUT			(14,100,000)	(917,698,500)	(12.64)%	43.55%
Sub Total				(2,107,196,990)	(29.03)%	100.00%
Total				(2,107,196,990)	(29.03)%	100.00%
Others						
Fixed Deposit		Duration (in Days)				
4.50% HDFC BANK LTD (MD 19.05.2017)		91		80,000,000	1.10%	88.40%
4.50% HDFC BANK LTD (MD 11.05.2017)		91		10,000,000	0.14%	11.05%
5.75% NSCCL_PPFAS (MD 14.06.2017)		91		500,000	0.01%	0.55%
Sub Total				90,500,000	1.25%	100.00%
Total				90,500,000	1.25%	100.00%
CBLO / Reverse Repo						
Collateralised Borrowing & Lending Obligation.				343,893,768	4.74%	100.00%
Sub Total				343,893,768	4.74%	100.00%
Total				5,053,866,941	69.62%	
Net Receivables / (Payables)				2,205,836,832	30.38%	
GRAND TOTAL				7,259,703,773	100.00%	

SCHEME NAME	Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)	
	Market /Fair Value as	% of Classification as
	on March 31,2017	on March 31,2017
Equities / Equity related instruments		
Banks	1,024,501,240	22.18
Auto Ancillaries	519,427,037	11.24
Software	1,985,512,604	42.99
Finance	776,913,589	16.82
Gas	588,278,205	12.73
Consumer Non Durables	323,906,064	7.01
Logistics	274,484,752	5.94
Pharmaceuticals	317,288,613	6.87
Hotels, Resorts And Other Recreational Activities	248,778,529.00	5.39
Industrial Conglomerates	220,287,548	4.77
Consumer-Food Proc	203,621,358	4.41
Cements	184,195,935	3.99
Consumer Misc	59,474,689	1.29
Derivatives	(2,107,196,990)	(45.63)
Total	4,619,473,173	100.00

Portfolio Statement as on March 31,2016 - Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)

Name of the Instrument	ISIN	Industry	Quantity	Market/Fair Value in Rs	% to Net Assets	Percentage to Investment category
Equity & Equity related						
(a) Listed / awaiting listing on Stock Exchanges						
Tata Motors Ltd	INE155A01022	Auto	393,000	151,933,800	2.34%	2.52%
Maharashtra Scooters Ltd	INE288A01013	Auto Ancillaries	388,489	475,646,507	7.31%	7.89%
Balkrishna Industries Ltd	INE787D01026	Auto Ancillaries	229,215	144,726,351	2.22%	2.40%
HDFC Bank Ltd	INE040A01026	Banks	258,370	276,753,026	4.25%	4.59%
Yes Bank Ltd	INE528G01019	Banks	74,200	64,186,710	0.99%	1.06%
Axis Bank Ltd	INE238A01034	Banks	627,579	278,739,213	4.28%	4.62%
ICICI Bank Ltd	INE090A01021	Banks	1,026,870	243,008,786	3.74%	4.03%
STANDARAD CHARTERED PLC IDR	INE028L21018	Banks	244,992	10,546,906	0.16%	0.17%
Standard Chartered PLC	GB0004082847	Banks	32,218	14,514,863	0.22%	0.24%
Anheuser Busch Inbev SA-ADR	US03524A1088	Consumer Misc	8,316	69,266,725	1.06%	1.15%
Zyduz Wellness Ltd	INE768C01010	Consumer Non Durables	371,395	271,081,211	4.17%	4.50%
ITC Ltd	INE154A01025	Consumer Non Durables	99,200	32,562,400	0.50%	0.54%
Nestle SA-ADR	US6410694060	Consumer-Food Proc	37,010	183,799,070	2.83%	3.05%
MT Educare Ltd	INE472M01018	Diversified Consumer Services	178,078	29,560,948	0.45%	0.49%
IL&FS Investment Managers Ltd	INE050B01023	Finance	11,370,900	181,934,400	2.80%	3.02%
ICRA Ltd	INE725G01011	Finance	88,428	344,387,267	5.29%	5.71%
Indraprastha Gas Ltd	INE203G01019	Gas	353,400	201,296,640	3.09%	3.34%
Gujarat Gas Ltd	INE844O01022	Gas	298,660	165,024,583	2.54%	2.74%
Mahindra Holidays & Resorts India Ltd	INE998I01010	Hotels, Resorts And Other Recreational Activities	574,281	221,988,321	3.41%	3.68%
3M CO	US88579Y1010	Industrial Conglomerates	17,755	196,120,609	3.01%	3.25%
United Parcel Services INC	US9113121068	Logistics	39,675	277,876,540	4.27%	4.61%
Coal India Ltd	INE522F01014	Minerals & Mining	290,400	84,782,280	1.30%	1.41%
Selan Exploration Technology Ltd	INE818A01017	Oil	168,012	28,503,236	0.44%	0.47%
Cipla Ltd	INE059A01026	Pharmaceuticals	142,400	72,901,680	1.12%	1.21%
IPCA Laboratories Ltd	INE571A01020	Pharmaceuticals	206,663	120,308,865	1.85%	2.00%
Pfizer (I) Ltd	INE182A01018	Pharmaceuticals	33,600	60,256,560	0.93%	1.00%
Mphasis Ltd (Prev: Mphasis BFL Ltd.)	INE356A01018	Software	363,500	178,769,300	2.75%	2.97%
Infosys Ltd	INE009A01021	Software	77,500	94,418,250	1.45%	1.57%
Persistent Systems Ltd	INE262H01013	Software	430,073	327,780,137	5.04%	5.44%
International Business Machines Corp	US4592001014	Software	20,895	205,419,778	3.16%	3.41%
Alphabet INC (Prev: Google CL C Ord)	US02079K1079	Software	16,593	824,953,908	12.68%	13.68%
Noida Toll Bridge Company Ltd	INE781B01015	Transportation	8,748,218	195,960,083	3.01%	3.25%
Sub Total				6,029,008,953	92.66%	100.00%

Sub Total				6,029,008,953	92.66%	100.00%
(b) Unlisted				NIL	NIL	NIL
Sub Total				NIL	NIL	NIL
Total				6,029,008,953	92.66%	100.00%
Derivatives						
Index / Stock Futures						
Coal India Ltd28-APR-16FUT			(290,400)	(85,319,520)	(1.31)%	4.25%
CURUSDINRNSEAPR2016FUT			(20,550,000)	(1,366,677,750)	(21.01)%	68.12%
CURUSDINRNSEAUG2016FUT			(2,000,000)	(135,985,000)	(2.09)%	6.78%
ITC Ltd28-APR-16FUT			(99,200)	(32,726,080)	(0.50)%	1.63%
Cipla Ltd28-APR-16FUT			(142,400)	(73,350,240)	(1.13)%	3.66%
Yes Bank Ltd28-APR-16FUT			(74,200)	(64,383,340)	(0.99)%	3.21%
Infosys Ltd28-APR-16FUT			(77,500)	(95,049,875)	(1.46)%	4.74%
Tata Motors Ltd28-APR-16FUT			(393,000)	(152,680,500)	(2.35)%	7.61%
Sub Total				(2,006,172,305)	(30.84)%	100.00%
Total				(2,006,172,305)	(30.84)%	100.00%
Others						
Fixed Deposit		Duration (in Days)				
6.00% Deutsche Bank AG (MD 11/04/2016)		91		10,000,000	0.15%	50.00%
7.00% HDFC Bank Ltd (MD 12/05/2016)		91		10,000,000	0.15%	50.00%
Sub Total				20,000,000	0.31%	100.00%
Total				20,000,000	0.31%	100.00%
CBLO / Reverse Repo						
Collateralised Borrowing & Lending Obligation.				325,798,179	5.01%	100.00%
Sub Total				325,798,179	5.01%	100.00%
Total				4,368,634,827	67.16%	
Net Receivables / (Payables)				2,136,435,791	32.84%	
GRAND TOTAL				6,505,070,618	100.00%	

SCHEME NAME	Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)	
	Market /Fair Value as	% of Classification as
	on March 31,2016	on March 31,2016
Equities / Equity related instruments		
Banks	887,749,504	22.07
Auto Ancillaries	620,372,858	15.42
Software	1,631,341,373	40.56
Finance	526,321,667	13.08
Gas	366,321,223	9.11
Consumer Non Durables	303,643,611	7.55
Logistics	277,876,540	6.91
Pharmaceuticals	253,467,105	6.30
Hotels, Resorts And Other Recreational Activities	221,988,321	5.52
Industrial Conglomerates	196,120,609	4.88
Transportation	195,960,083	4.87
Consumer-Food Proc	183,799,070	4.57
Auto	151,933,800	3.78
Minerals & Mining	84,782,280	2.11
Consumer Misc.	69,266,725	1.72
Diversified Consumer Services	29,560,948	0.73
Oil	28,503,236	0.71
Derivatives	(2,006,172,305)	(49.87)
Total	4,022,836,648	100.00

Historical Per Unit as on March 31, 2017

Per Unit Particulars (Rupees)	Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)	Parag Parikh Long Term Value Fund (Formerly known as PPFAS Long Term Value Fund)
	As on	As on
	March 31, 2017	March 31, 2016
Face Value	Rs.10/-	Rs.10/-
Unit Capital	365,218,930	381,843,596
APP	-	-
Net Asset Value		
Regular Growth	19.5487	16.8282
Direct Growth	19.9376	17.0661
Income		
Other than profit on sale of investment	0.34	0.41
From profit on inter-scheme sales/transfer of investments (net)	-	-
From profit on sale of investment to third party (net)	1.74	0.26
Gross Income	2.08	0.67
Expenses & Losses		
Aggregate of expenses, write-off, amortization and charges	0.41	0.36
Net change in Unrealised depreciation in value of investments	(0.24)	0.30
Gross Expenditure	0.17	0.66
Net Income	1.91	0.01
Unrealised appreciation / depreciation in value of investments	5.49	4.11
Ratio of expenses to average net assets	2.22%	2.25%
Ratio of gross income to average net assets	11.24%	4.20%
NAV		
Highest		
Regular Growth	19.5887	17.5993
Direct Growth	19.9781	17.8154
Lowest		
Regular Growth	16.5910	15.3812
Direct Growth	16.8273	15.5877
Resale Price		
Highest		
Regular Growth	19.1969	17.2473
Direct Growth	19.5785	17.4591
Lowest		
Regular Growth	16.2592	15.0736
Direct Growth	16.4908	15.2759
Trading Price		
Highest	NA	NA
Lowest	NA	NA
Price Earning Ratio		
Highest	NA	NA
Lowest	NA	NA

Key Statistics

Parag Parikh Long Term Value Fund (Formerly PPFAS Long Term Value Fund)	Rupees in Lakhs	Rupees in Lakhs
	Period ended March 31, 2017	Period ended March 31, 2016
1. NAV per unit (Rs.):		
Open (NAV as on 01st April 2016)		
- Regular Plan	16.8282	16.3257
- Direct Plan	17.0661	16.4697
High		
- Regular Plan	19.5887	17.5993
- Direct Plan	19.9781	17.8154
Low		
- Regular Plan	16.5910	15.3812
- Direct Plan	16.8273	15.5877
End		
- Regular Plan	19.5487	16.8282
- Direct Plan	19.9376	17.0661
2. Closing Assets Under Management (Rs. in Lakhs)		
End	72,613.53	65,092.51
Average (AAuM) ¹	67,578.06	60,963.24
3. Gross income as % of AAuM ²	11.22	4.16
4. Expense Ratio:		
a. Total Expense as % of AAuM (plan wise)		
- Regular Plan	2.72	2.76
- Direct Plan	2.17	2.23
b. Management Fee as % of AAuM (plan wise)		
- Regular Plan	1.92	1.98
- Direct Plan	1.87	1.98
5. Net Income as a percentage of AAuM ³	8.99	1.90
6. Portfolio turnover ratio ⁴	0.17	0.04
7. Total Dividend per unit distributed during the year / period (plan wise)		
- Regular Plan	-	-
- Direct Plan	-	-
8. Returns:		
a. Last One Year (%)		
Scheme		-
- Regular Plan	16.17	3.08
- Direct Plan	16.83	3.62
Benchmark - NIFTY 500	23.91	(7.54)
b. Since Inception (%)		
Scheme		
- Regular Plan	19.04	20.06
- Direct Plan	19.65	20.66
Benchmark - NIFTY 500	14.45	11.31

1. AAuM=Average Assets under Management.

2. Gross income = amount against (A) in the Revenue account i.e. Income.

3. Net Income = Amount Against (C) In The Revenue Account i.e. Net Realised Gains / (Losses) for the year / period.

4. Portfolio Turnover = Lower of sales or purchase divided by the Average AuM for the year/period.

Re-dressal of Complaints received during 2016-17

Total Number of Folios : 11297

Complaint code	Type of complaint#	(a) No. of complaints pending at the beginning of the year	(b) No of complaints received during the year	Action on (a) and (b)								
				Resolved				Non Actionable*	Pending			
				Within 30 days	30-60 days	60-180 days	Beyond 180 days		0-3 months	3-6 months	6-9 months	9-12 months
I A	Non receipt of Dividend on Units	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
I B	Interest on delayed payment of Dividend	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
I C	Non receipt of Redemption Proceeds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
I D	Interest on delayed payment of Redemption	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
II A	Non receipt of Statement of Account/Unit Certificate	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
II B	Discrepancy in Statement of Account	Nil	9	9	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
II C	Data corrections in Investor details	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
II D	Non receipt of Annual Report/Abridged Summary	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
III A	Wrong switch between Schemes	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
III B	Unauthorized switch between Schemes	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
III C	Deviation from Scheme attributes	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
III D	Wrong or excess charges/load	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
III E	Non updation of changes viz. address, PAN, bank details, nomination, etc	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
IV	Others **	Nil	115	115	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

including against its authorized persons/ distributors/ employees. etc.

Proxy Voting Policy of PPFAS Mutual Fund

PPFAS Asset Management Private Limited ("Asset Management Company /AMC") is the Investment Manager to the Scheme(s) of PPFAS Mutual Fund (the Fund). The AMC has a fiduciary duty to act in the best interest of the scheme(s) / unit holders of the Fund. This responsibility includes exercising voting rights attached to the securities of the companies in which the schemes of the Fund invest ("Investee Company") at the general meetings of the Investee Companies in the best interest of the scheme(s) / unit holders. This Voting Policy shall be applicable to all securities including equity holding across all schemes of the Fund. SEBI vide its circular No. SEBI / IMD / CIR No.18/198647/2010 dated March 15, 2010 has advised all the Asset Management Companies to disclose general policies and procedure for exercising the voting rights in respect of shares held by the Mutual Funds in the Investee Company and play an active role in ensuring better corporate governance.

In terms of the SEBI Circular, the AMC shall disclose the following on its website and in the Annual Report of the Fund from the financial year 2010-11 onwards:

1. The general policies and procedure for exercising voting rights in respect securities held by the Fund in the Investee Company.
2. The actual exercise of votes in the AGMs / EGMs of the investee companies in the following matters in the format prescribed by SEBI:

1. Voting Guidelines / Philosophy of Voting

The Investment Policy for the schemes of the Fund is to invest in companies which have good business with good management and follows corporate governance norms.

The AMC's policy is to vote for all the "scheme/s" of the Fund with regard to an "investee company" in the same manner. The AMC will always vote in the best interest of the schemes/unit holders.

All voting decisions are taken by us on a case to case basis. The concerned Research Analyst / Fund Manager at the AMC reviews carefully the different proposals put before the Shareholders / Management and arrives at a final decision of how to vote, keeping in mind the long term interest of the scheme(s) / unit holders and investment philosophy of the Fund. This decision shall be communicated by the research team to the AMC's back office team who shall then forward this information to the "representative/s" appointed by the Trustee to attend and vote at the 'investee company' meeting.

The AMC will abstain from voting on ordinary business viz., Adoption of Annual Accounts, Declaration of Dividend, Reappointment of Directors who are retiring by rotation and Appointment of Auditors.

The AMC will cast vote on the following matters:

- a. Corporate governance matters, including changes in the state of incorporation, merger and other corporate restructuring, and anti-takeover provisions.;
- b. Changes to capital structure, including increases and decreases of capital and preferred stock issuances;
- c. Stock option plans and other management compensation issues;
- d. Social and corporate responsibility issues;
- e. Appointment and Removal of Directors;
- f. Any other issue that may affect the interest of minority shareholders in general and interest of the unit-holders in particular.

At present, AMC is not casting vote on the following matters:

- a. For proxy voting in foreign securities, fees proposed by the custodian is Euro 60 per script. This seems to be on higher side hence not being in unit holders interest.
- b. For proxy voting in arbitrage companies, it is not part of our core portfolio holding. Since, we may not have in-depth coverage of the company in question and if we are not able to decide on a resolution we will not cast our vote. On matters, which are obvious in nature and we have our view, we will cast our vote accordingly. Considering, it is an arbitrage position hedged by offsetting derivative contract, we are not affected by price movement in the stock.

The AMC will also exercise the facilities of E-voting where it has to cast vote through postal ballot as per the Companies (Management and Administration) Rules, 2014. If there is some serious corporate governance issue in the Investee Company then the AMC will vote against the proposal and in such cases, may exit from the investment. If the AMC decides to abstain from voting on a proposal which falls under the aforesaid six matters the Research Analyst / Fund Manager shall document the reasons for that decision.

Conflicts of Interest

While voting, the AMC will identify any conflicts that exist between the interests of the AMC and the scheme / unit holders. It shall do so by reviewing the relationship of the AMC with the Investee Companies to determine;

- If the AMC or any of its employees or schemes has any financial, business or personal relationship with the Investee Company or
- Whether the Investee Company is a group company of the AMC or
- Whether the Investee Company has investments in the Schemes of the Fund.

Voting Procedure

As per the Companies Act, 2013, a proxy is not entitled to vote except on a poll. At the general meetings, generally a resolution is to be put to vote in the meeting by show of hands at the first instance unless a poll is demanded. Generally as a practice in the general meetings of the listed companies, a resolution is carried out by show of hands and therefore in such case proxy is not entitled to vote.

The Fund is incorporated / registered as a Trust under the Indian Trust Act and, the Trustee of the Fund is a company formed under the Companies Act, 1956. The Trustee being a company can appoint representative to attend the general meetings and vote on the Resolution by show of hands and e-voting in the general meetings of the Investee Company as per Section 113 of the Companies Act, 2013. The representative appointed by the Trustee endeavours to attend the general meetings of the Investee Company and exercise the voting right of the AMC/Trustees. In case the resolution is carried out through Postal Ballot the AMC exercise vote on the resolution through the Postal Ballot or through E-Voting.

The AMC officials/the Custodian (Stock Holding Corporation of India Limited) appointed by the AMC (as representative of the Fund) then picks up the voting instructions given by the back office team and accordingly votes at the general meetings of the Investee Companies.

Where Investee company has provided e-voting facility, PPFAS Mutual Fund will exercise voting rights through this platform.

Record keeping

The Compliance Team along with the Research Team of the AMC shall maintain records of the voting and any document the AMC created that was material to making a decision of how to vote on proposals, or that memorializes that decision.

Internal Mechanism to Monitor Policy Implementation

The Compliance Officer of the AMC has the responsibility for monitoring the implementation of the Company's proxy voting policy, practices, and disclosures and reviewing the proxy procedure.

CERTIFICATE**In the matter of:****PPFAS MUTUAL FUND**

1st Floor, 130/132, Shahid Bhagat Singh Marg,
Near Lion Gate, Fort, Mumbai - 400 001.

In order to improve transparency as well as encourage Mutual Funds/AMCs to diligently exercise their voting rights in best interest of the unit-holders, SEBI Circular CIR/IMD/DF/05/2014 dated March 24, 2014 requires the AMCs to make disclosure of votes cast on their website on a quarterly basis and on annual basis in the prescribed format. It further requires AMCs to obtain Auditor's certification on the voting reports being disclosed by them on an annual basis and such auditor's certification shall be submitted to the trustees of Mutual Fund.

In this context, we have been requested by PPFAS Mutual Fund ("the Mutual Fund"), to certify the voting reports disclosed by PPFAS Asset Management Private Limited ("the AMC") on their website.

The compliance with the requirements of the above mentioned Circular and preparation of voting reports is the responsibility of the management of the Mutual Fund. Our responsibility is to examine the records maintained by the AMC and to report whether the voting reports disclosed by the AMC are in accordance with them.

The following records were furnished to us by the AMC:

1. Quarterly voting reports disclosed on its website for all the 4 quarters of financial year 2016-17
2. Annual voting report disclosed on its website for financial year 2016-17
3. Summary of votes cast disclosed on its website during financial year 2016-17
4. Records maintained by the AMC recording its voting decisions
5. Voting Policy of the Mutual Fund

Based on our examination and according to the information and explanations given to us, we state that the contents of the Voting reports disclosed by the AMC as on the date of this certification are in agreement with the records of the AMC recording the voting decisions.

This Certificate is issued solely for the purpose of onward submission to the Trustees of the Mutual Fund and should not be used for any other purpose without prior permission. Further this Certificate, in no manner, is intended to report on the quality of voting decisions taken by the AMC.

Mumbai**Dated: June 15, 2017****For S.Panse & Co.****FRN: 113470W****Supriya Panse**

Partner

M. No: 046607

Disclosure of voting by PPFAS Mutual Fund during the financial year 2016-17

Quarter	Date	Name of the company	Type of Meeting (AGM/EGM/Postal Ballot)	Proposal by Management/Shareholder	Proposal	Management recommendation	Vote (For/ Against)	Reason supporting the vote decision
Q2	04/07/2016	Pfizer	AGM	Management	Appointment of Managing Director, Mr S.Sridhar	In favour of the proposal	For	The candidate proposed for the post of Managing Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Managing Director.
Q2	04/07/2016	Pfizer	AGM	Shareholder	Appointment of Director, Ms. Lu Hong	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	04/07/2016	Pfizer	AGM	Management	Appointment of Managing Director, Mr. Aijaz Tobaccowalla	In favour of the proposal	For	The candidate proposed for the post of Managing Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Managing Director.
Q2	04/07/2016	Pfizer	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	The proposal for fixing the remuneration of cost auditors is not excessive and hence voted in favour of the proposal
Q2	04/07/2016	Pfizer	AGM	Management	Ratification of related party transactions with Pfizer Service Co BVBA, Belgium	In favour of the proposal	For	The proposal is in the ordinary course of business and at an arms length price with a related party, hence voted in favor of the proposal
Q2	04/07/2016	Pfizer	AGM	Management	Ratification of related party transactions with Pfizer Innovative Supply Point Intl BVBA, Belgium	In favour of the proposal	For	The proposal is in the ordinary course of business and at an arms length price with a related party, hence voted in favor of the proposal
Q2	08/07/2016	ICICI Bank	AGM	Shareholder	Appointment of Director, Mr. Vijay Chandok	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	08/07/2016	ICICI Bank	AGM	Management	Appointment of Whole Time Director, Mr. Vijay Chandok	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	08/07/2016	ICICI Bank	AGM	Management	Payment of Remuneration to Non-executive Directors	In favour of the proposal	For	The new companies act is quite onerous on directors and will be difficult to attract independent directors, hence remuneration to them is acceptable.
Q2	08/07/2016	ICICI Bank	AGM	Management	To increase the borrowing limits upto Rs. 25,000 crores	In favour of the proposal	For	The bank requires funds for its business purpose and is not excessive & hence voted in favour of the proposal
Q2	20/07/2016	HDFC Bank	AGM	Shareholder	Appointment of Independent Director, Mr Umesh Chandra Sarangi	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.

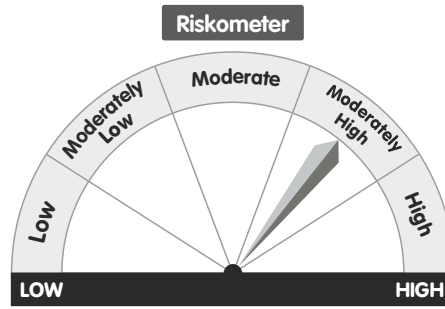
Q2	20/07/2016	HDFC Bank	AGM	Management	Approval of related party transactions with HDFC Ltd	In favour of the proposal	For	Didn't find any objection
Q2	20/07/2016	HDFC Bank	AGM	Management	Approval of related party transactions with HDB Financial Services Limited	In favour of the proposal	For	Didn't find any objection
Q2	20/07/2016	HDFC Bank	AGM	Management	Revision in the terms of appointment of Deputy MD, Mr Paresh Sukthankar	In favour of the proposal	For	Didn't find any objection
Q2	20/07/2016	HDFC Bank	AGM	Management	Payment of Remuneration to Non-executive Directors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	20/07/2016	HDFC Bank	AGM	Management	Increase in authorised Share Capital of the company	In favour of the proposal	For	Didn't find any objection
Q2	20/07/2016	HDFC Bank	AGM	Management	Amendment of Memorandum of Association	In favour of the proposal	For	Doesn't harm the rights of minority shareholders
Q2	20/07/2016	HDFC Bank	AGM	Management	Raising of additional capital	In favour of the proposal	For	Didn't find any objection
Q2	20/07/2016	HDFC Bank	AGM	Management	Approval for grant of stock options	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	21/07/2016	Axis Bank	AGM	Shareholder	Appointment of Independent Director, Mr Rakesh Makhija	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Shareholder	Appointment of Independent Director, Mrs Ketaki Bhagwati	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Shareholder	Appointment of Non-executive Director, Mr B. Babu Rao	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Management	Revision in Remuneration to Managing Director & CEO, Mrs Shikha Sharma	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	21/07/2016	Axis Bank	AGM	Management	Re-appointment of Whole Time Director, Shri V.Srinivasan	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Management	Revision in Remuneration to Deputy Managing Director, Shri V Srinivasan	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	21/07/2016	Axis Bank	AGM	Shareholder	Appointment of Dr. Sanjiv Misra (DIN 03075797) as the Non Executive (Part-Time) Chairman of the Bank, for a period of five consecutive years w.e.f. 12th May 2016 up to 11th May 2021, subject to the approval of the Reserve Bank of India.	In favour of the proposal	For	The candidate proposed for the post of Chairman possessed requisite qualification and experience and is thought to be competent to discharge his duties as Non Executive Chairman.
Q2	21/07/2016	Axis Bank	AGM	Shareholder	Appointment of Independent Director, Dr Sanjiv Misra	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.

Q2	21/07/2016	Axis Bank	AGM	Shareholder	Appointment of Director, Mr Rajiv Anand	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Management	Appointment of Whole Time Director, Mr Rajiv Anand	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Shareholder	Appointment of Director, Mr Rajesh Dahiya	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Management	Appointment of Whole Time Director, Mr Rajesh Dahiya	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Axis Bank	AGM	Management	Payment of Remuneration to Non-executive Directors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	21/07/2016	Axis Bank	AGM	Management	To increase the borrowing limits upto Rs. 35,000 crores	In favour of the proposal	For	Business decision, doesn't harm minority shareholders
Q2	21/07/2016	Persistent Systems	AGM	Management	Re-appointment of Executive Director, Mr Mritunjay Kumar	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	21/07/2016	Persistent Systems	AGM	Shareholder	Appointment of Independent Director, Mr Thomas Kendra	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	22/07/2016	Maharashtra Scooters	AGM	Shareholder	Appointment of Independent Director, Mrs Charu Desai	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	22/07/2016	Maharashtra Scooters	AGM	Management	Appointment of Director, Mr Vikram Kumar	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	01/08/2016	Zydus Wellness	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	03/08/2016	Balkrishna Industries	AGM	Management	Re-appointment of Chairman & Managing Director, Mr Arvind Poddar	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	05/08/2016	IL & FS Investment Managers	AGM	Management	Appointment of Director, Mr Hari Sankaran	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	05/08/2016	IL & FS Investment Managers	AGM	Management	Re-appointment of Managing Director & CEO, Dr Archana Hingorani	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	05/08/2016	IL & FS Investment Managers	AGM	Management	Amendment to the Articles of Association	In favour of the proposal	For	Doesn't harm the rights of minority shareholders

Q2	08/08/2016	MT Educare	EGM	Management	Appointment of Statutory Auditors to fill casual vacancy	In favour of the proposal	For	Didn't find any objection
Q2	08/08/2016	IPCA Labs	AGM	Management	Re-appointment of Executive Director, Mr Prashant Godha	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	08/08/2016	IPCA Labs	AGM	Management	Re-appointment of Managing Director, Mr Premchand Godha	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	08/08/2016	IPCA Labs	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	08/08/2016	ICRA	AGM	Management	Re-appointment of Managing Director & CEO, Mr Naresh Thakkar	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	08/08/2016	ICRA	AGM	Management	Payment of Remuneration to Non-executive Directors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	08/08/2016	ICRA	AGM	Management	Appointment of Director, Ms Farisa Zarin	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	29/08/2016	ICRA	Postal Ballot	Management	Sale of wholly owned subsidiary, ICRA Techno Analysis Ltd	In favour of the proposal	For	It is beneficial for the minority shareholders as the company and the management will now focus on its core business
Q2	22/09/2016	Noida Toll Bridge	AGM	Management	Alteration to the Articles of Association	In favour of the proposal	For	Didn't find any objection
Q2	22/09/2016	Noida Toll Bridge	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	27/09/2016	MT Educare	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	27/09/2016	MT Educare	AGM	Management	Service/delivery of documents by registered post/courier or by any other means	In favour of the proposal	For	Didn't find any objection
Q2	27/09/2016	Gujarat Gas	AGM	Shareholder	Appointment of Director, Dr J.N.Singh	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	27/09/2016	Gujarat Gas	AGM	Shareholder	Appointment of Director, Shri Sujit Gulati	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	27/09/2016	Gujarat Gas	AGM	Shareholder	Appointment of Director, Dr T.Natarajan	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.

Q2	27/09/2016	Gujarat Gas	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	27/09/2016	Selan Exploration	AGM	Shareholder	Appointment of Director, Mr Manjit Singh	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	27/09/2016	Selan Exploration	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	27/09/2016	Indraprashta Gas	AGM	Shareholder	Appointment of Managing Director, Mr Narendra Kumar	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	27/09/2016	Indraprashta Gas	AGM	Shareholder	Appointment of Director, Mr E.S.Ranganathan	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q2	27/09/2016	Indraprashta Gas	AGM	Management	Ratification of remuneration paid to Cost Auditors	In favour of the proposal	For	In line with industry standards, Didn't find any objection
Q2	27/09/2016	Indraprashta Gas	AGM	Management	Approval of related party transactions with GAIL (India) Ltd	In favour of the proposal	For	Doesn't harm the rights of minority shareholders
Q2	27/09/2016	Indraprashta Gas	AGM	Management	Approval of related party transactions with GAIL (India) Ltd	In favour of the proposal	For	Doesn't harm the rights of minority shareholders
Q2	27/09/2016	Indraprashta Gas	AGM	Management	Approval to authorise the Board to borrow upto 4000 crores	In favour of the proposal	For	Business decision, doesn't harm minority shareholders
Q2	27/09/2016	Indraprashta Gas	AGM	Management	Authorise the Board to mortgage/create charge on movable/immovable properties	In favour of the proposal	For	Doesn't harm the rights of minority shareholders
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Appointment of Independent Director, Ms. Jan Kathleen Hier	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Appointment of Non-executive Director, Mr. Amit Dixit	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Appointment of Non-executive Director, Mr. Amit Dalmia	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Appointment of Non-executive Director, Mr. Paul James Upchurch	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Approval for Appointment of Mr. David Lawrence Johnson as a Non Executive Director	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Appointment of Non-executive Director, Mr. Dario Zamarian	In favour of the proposal	For	The candidate proposed for the post of Director possessed requisite qualification and experience and is thought to be competent to discharge his duties as Director.

Q3	02/11/2016	Mphasis Ltd	AGM	Management	Approval of remuneration payable to Non-executive Directors	In favour of the proposal	For	The new companies act is quite onerous on directors and will be difficult to attract independent directors, hence remuneration to them is acceptable.
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Approval for ESOP 2016	In favour of the proposal	For	The ESOP scheme is to award employees based on the performance and not excessive, hence voted in favour of the proposal.
Q3	02/11/2016	Mphasis Ltd	AGM	Management	Approval for ESOP 2016 for all subsidiaries of the company	In favour of the proposal	For	The ESOP scheme is to award employees based on the performance and not excessive, hence voted in favour of the proposal.
Q3	19/12/2016	Tata Motors Ltd	EGM	Management	Removal of Director, Mr Cyrus P. Mistry	In favour of the proposal	Against	The proposal to remove the concerned Director without giving any legitimate reasoning is wrong on their part, hence voted against the proposal.
Q3	19/12/2016	Tata Motors Ltd	EGM	Management	Removal of Director, Mr Nusli N. Wadia	In favour of the proposal	Against	The proposal to remove the concerned Director without giving any legitimate reasoning is wrong on their part, hence voted against the proposal.
Q4	03/02/2017	IL & FS Investment Managers	Postal Ballot	Management	Appointment of Joint Statutory Auditors, M/S B S R & Associates LLP	In favour of the proposal	For	Appointment is of a reputed Chartered Accountant firm, hence voted for the proposal
Q4	08/02/2017	Mphasis Ltd	Postal Ballot	Management	Approval for Buyback of equity shares	In favour of the proposal	For	Buyback being an effective way of paying back shareholders, have voted for the proposal
Q4	06/03/2017	MT Educare Ltd	Postal Ballot	Management	Transfer of Robomate business undertaking to a subsidiary "Robomate EduTech Pvt Ltd	In favour of the proposal	For	Transfer of business is taking place at book value only and hence not detrimental to minority shareholders
Q4	06/03/2017	MT Educare Ltd	Postal Ballot	Management	Rectification of typographical error in respect of the exercise period in the EGM dated 17 th February, 2016.	In favour of the proposal	For	It was not an intentional error on the part of the company, hence voted in favour of the proposal



Investors understand that their principal will be at moderately high risk.

Investment Objective of the Scheme

The investment objective of the Scheme is to seek to generate long-term capital growth from an actively managed portfolio primarily of Equity and Equity Related Securities.

Scheme shall be investing in Indian equities, foreign equities and related instruments and debt securities.

Investors should consult their financial advisers if in doubt about whether this scheme is suitable for them.

**Mutual Fund investments are subject to market risks,
read all scheme related documents carefully.**



Great Western Building, 1st Floor, 130/132, Shahid Bhagat Singh Marg, Near Lion Gate, Fort,
Mumbai - 400 001. INDIA.
Tel: 91 22 6140 6555 | Fax: 91 22 6140 6590

Investor Helpline

91 22 6140 6537



Distributor Helpline

91 22 6140 6538

Email: mf@ppfas.com • Website: www.amc.ppfas.com

Disclaimer: In the preparation of the material contained in this document, the Asset Management Company (AMC) has used information that is publicly available, including information developed in-house. Some of the material used in the document may have been obtained from members/persons other than the AMC and/or its affiliates and which may have been made available to the AMC and/or to its affiliates. Information gathered and material used in this document is believed to be from reliable sources. The AMC however does not warrant the accuracy, reasonableness and / or completeness of any information. We have included statements / opinions / recommendations in this document, which contain words, or phrases such as "will", "expect", "should", "believe" and similar expressions or variations of such expressions that are "forward looking statements". Actual results may differ materially from those suggested by the forward looking statements due to risk or uncertainties associated with our expectations with respect to, but not limited to, exposure to market risks, general economic and political conditions in India and other countries globally, which have an impact on our services and / or investments, the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices etc.

The AMC (including its affiliates), the Mutual Fund, the trust and any of its officers, directors, personnel and employees, shall not be liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner. The recipient alone shall be fully responsible/are liable for any decision taken on this material.