ICICI INTERNATIONAL LIMITED

13TH ANNUAL REPORT AND ACCOUNTS 2007-2008

Directors
Couldip Basanta Lala
Dev Joory
Suresh Kumar
Sunil Talwar
Ranjit Fernando
Chanda D. Kochhar
Renuka Ramnath

Auditors
Horwath Mauritius
Public Accountants, 3rd Floor, Amod Building
19, Poudrière Street, Port-Louis, Mauritius

Administrator and Secretary
International Financial Services Limited
IFS Court, TwentyEight
Cybercity, Ebene, Mauritius

Registered Office
IFS Court, TwentyEight
Cybercity, Ebene
Mauritius

commentary of the directors

year ended March 31, 2008

RESULTS

The results for the year are shown in the Income Statement.

DIRECTORS

During the year the Board at its meeting July 30, 2007 appointed Chanda D. Kochhar, Ranjit Fernando and Sunil Talwar as Directors on the Board of the Company.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year, which present fairly the financial position, financial performance and the cash flows of the Company. The directors are also responsible for keeping accounting records which:

- correctly record and explain the transactions of the Company;
- disclose with reasonable accuracy at any time the financial position of the Company; and
- would enable them to ensure that the financial statements comply with the Companies Act, 2001.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

AUDITORS

The auditors, Horwath Mauritius, have indicated their willingness to continue in office.

CERTIFICATE FROM THE SECRETARY UNDER SECTION 166 (D) OF THE COMPANIES ACT, 2001

We certify to the best of our knowledge and belief that we have filed with the Registrar of Companies all such returns as are required of ICICI INTERNATIONAL LIMITED under the Companies Act 2001 during the financial year ended March 31, 2008.

for International Financial Services Limited
Secretary

Registered Office:
IFS Court
TwentyEight
Cybercity, Ebene
Mauritius

April 14, 2008

auditors' report

to the members of ICICI International Limited

We have audited the financial statements of ICICI INTERNATIONAL LIMITED on pages 65 to 66 which have been prepared on the basis of the accounting policies set out on pages 66 to 68.

This report is made solely to the Company's members, as a body, in accordance with Section 205 of the Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in the auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described above, the Company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing.

An audit includes an examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

We have no relationship with, or any interests in the Company, other than in our capacity as auditors in the ordinary course of business.

Opinion

We have obtained all the information and explanations we considered necessary for the purposes of our audit.

In our opinion,

(a) proper accounting records have been kept by the Company as far as it appears from our examination;

(b) the financial statements give a true and fair view of the state of affairs of the Company as at March 31, 2008 and of its profit, changes in equity and cash flows for the year then ended and have been properly prepared in accordance with International Financial Reporting Standards and comply with the Companies Act, 2001.

Horwath Mauritius
Public Accountants
April 14, 2008

K.S. Sewraz, FCCA
Signing partner

income statement

for the year ended March 31, 2008

	Notes	2008 USD	2008 Rs.*	*2007 USD*	*2007 Rs.**
Income					
Management fee		**1,391,853**	**56,046,580**	*2,050*	*92,758*
P-Notes activity fee		**84,960**	**3,421,135**	*70,469*	*3,142,552*
Bank interest income		**33,310**	**1,341,314**	*64,111*	*2,906,471*
Sub Account income		**43,061**	**1,733,963**	—	—
		1,553,184	**62,542,992**	*136,630*	*6,141,781*
Expenses					
Custody fee		**5,598**	**225,418**	*4,361*	*193,192*
Licence fee		**1,500**	**60,401**	*1,500*	*67,861*
Registrar of companies fee		**312**	**12,563**	*250*	*11,310*
Director's fee		**3,750**	**151,004**	*1,688*	*76,367*
Secretarial fee		**1,250**	**50,335**	*1,250*	*56,551*
Administration and professional fees		**62,328**	**2,509,799**	*31,960*	*1,445,899*
Advisory fees		**516,626**	**20,803,289**	—	—
Bank charges		**3,443**	**138,641**	*2,570*	*116,269*
Audit fee		**5,576**	**224,532**	*3,450*	*156,081*
Legal fees		**7,851**	**316,141**	*7,093*	*320,894*
Salaries		**305,624**	**12,306,745**	*38,997*	*1,764,259*
Depreciation		**3,582**	**144,239**	*2,161*	*97,766*
General expenses		**149,434**	**6,017,349**	*33,988*	*1,537,648*
Difference on exchange		**4,246**	**170,976**	*2,287*	*103,458*
Amortisation of deferred expenses		**130,239**	**5,244,412**	—	—
Interest of loan		**12,320**	**496,097**	—	—
Penalty and interest		**158**	**6,362**	—	—
Bad debts written off		**5,755**	**231,740**	—	—
Brokerage expenses		**23,942**	**964,087**	—	—
		1,243,534	**50,074,130**	*131,555*	*5,947,555*
Profit before taxation		**309,650**	**12,468,862**	*5,075*	*194,226*
Taxation		**7,437**	**299,470**	—	—
Profit for the year		**302,213**	**12,169,392**	*5,075*	*194,226*

* The corresponding amounts in Indian rupees ("Rs.") are shown as additional information for the sole purpose of the holding company.

The notes on pages 66 to 68 form an integral part of these financial statements.

balance sheet

as at March 31, 2008

	Notes	2008 USD	2008 Rs.*	*2007 USD*	*2007 Rs.**
Assets					
Non-current assets					
Available-for-sale investments	5	**257,050**	**10,312,846**	*1,619,103*	*70,382,407*
Property and equipment	7	**5,004**	**222,990**	*4,323*	*195,576*
Deferred expense	2	**945,261**	**37,923,871**	*1,114,600*	*50,425,401*
		1,207,315	**48,459,707**	*2,738,026*	*121,003,384*
Current assets					
Share application monies	6	—	—	*759,144*	*32,999,990*
Receivables and prepayments	8	**880,194**	**35,313,383**	*78,296*	*3,314,848*
Cash and cash equivalents	9	**702,771**	**28,195,173**	*639,474*	*27,797,935*
		1,582,965	**63,508,556**	*1,476,914*	*64,112,773*
Total Assets		**2,790,280**	**111,968,263**	*4,214,940*	*185,116,157*
Equity And Liabilities					
Capital and reserves					
Stated capital	10	**900,000**	**36,795,500**	*900,000*	*36,795,500*
Retained earnings		**422,764**	**17,495,030**	*120,551*	*5,325,638*
Translation reserves		—	**(1,198,407)**	—	*2,161,190*
Revaluation reserve		**(43,034)**	**(1,726,524)**	*(35,600)*	*(1,547,532)*
		1,279,730	**51,365,599**	*984,951*	*42,734,796*
Current liabilities					
Payables	11	**503,113**	**20,184,893**	*11,928*	*518,510*
Income tax		**7,437**	**297,771**	—	—
Distribution Fees payable	12	—	—	*1,114,600*	*50,425,401*
Amount owed to participatory note holders	16	—	—	*2,103,461*	*91,437,450*
Borrowings		**1,000,000**	**40,120,000**	—	—
		1,510,550	**60,602,664**	*3,229,989*	*142,381,361*
Total Equity and Liabilities		**2,790,280**	**111,968,263**	*4,214,940*	*185,116,157*

* The corresponding amounts in Indian rupees ("Rs.") are shown as additional information for the sole purpose of the holding company.

The notes on pages 66 to 68 form an integral part of these financial statements.

Approved by the Board on April 14, 2008 and signed on its behalf by:

COULDIP BASANT LALA
Director

DEV JOORY
Director

statement of changes in equity

for the year ended March 31, 2008

	Stated capital USD	Stated capital Rs.*	Retained earnings USD	Retained earnings Rs.*	Revaluation reserve USD	Revaluation reserve Rs.*	Translation reserves Rs.*	Total USD	Total Rs.*
At April 1, 2006	900,000	36,795,500	115,476	5,131,412	—	—	3,378,534	1,015,476	45,305,446
Profit for the year	—	—	5,075	194,226	—	—	—	5,075	194,226
Movement during the year	—	—	—	—	—	—	(1,217,344)	—	(1,217,344)
At March 31, 2007	**900,000**	**36,795,500**	**120,551**	**5,325,638**	**—**	**—**	**2,161,190**	**1,020,551**	**44,282,328**
Prior year adjustment on revaluation of investment	—	—	—	—	(35,600)	(1,547,532)	—	(35,600)	(1,547,532)
At March 31, 2007 as restated	**900,000**	**36,795,500**	**120,551**	**5,325,638**	**(35,600)**	**(1,547,532)**	**2,161,190**	**984,951**	**42,734,796**
Profit for the year	—	—	302,213	12,169,392	—	—	—	302,213	12,169,392
Movement during the year	—	—	—	—	(7,434)	(178,992)	(3,359,597)	(7,434)	(3,538,589)
At March 31, 2008	**900,000**	**36,795,500**	**422,764**	**17,495,030**	**(43,034)**	**(1,726,524)**	**(1,198,407)**	**1,279,730**	**51,365,599**

* The corresponding amounts in Indian rupees ("Rs.") are shown as additional information for the sole purpose of the holding company.
The notes on pages 66 to 68 form an integral part of these financial statements.

cash flow statement

ICICI International

for the year ended March 31, 2008

	2008 USD	2008 Rs.*	2007 USD	2007 Rs.*
Cash flows from operating activities				
Net profit/(loss) for the year	309,650	12,468,862	5,075	194,226
Adjustment for:				
Depreciation	3,582	144,239	2,161	97,766
Bank interest income	33,310	1,341,314	(64,111)	(2,906,471)
Operating profit/(loss) before working capital changes	346,542	13,954,415	(56,875)	(2,614,479)
(Increase)/decrease in receivables and prepayment	(801,898)	(31,998,535)	(60,762)	(2,718,029)
(Decrease)/increase in payables	(623,415)	(24,874,258)	8,953	384,347
Net cash used in operating activities	(1,078,771)	(42,918,378)	(108,684)	(4,948,161)
Cash fows from investing activities				
Acquisition of investment	(6,263,582)	(252,234,447)	(10,185,554)	(442,766,032)
Proceeds from sale of investment	7,326,941	295,055,914	9,135,598	397,124,445
Share application monies	—	—	(759,144)	(32,999,990)
Purchase of property and equipment	(4,263)	(171,671)	(6,484)	(281,816)
Interest received	33,055	1,331,125	61,938	2,900,453
Net cash (used in)/from investing activities	1,092,151	43,980,921	(1,753,646)	(76,022,940)
Cash flows from financing activities				
Repayment of shareholder's loan	—	—	(5,000)	(226,205)
Proceeds from borrowings	2,000,000	80,240,000	—	—
Repayment of borrowings	(1,000,000)	(40,120,000)	—	—
Received from participatory note holders	40,973,943	1,650,020,685	59,775,834	2,598,455,504
Excess amount received refunded to participatory note holders/redemption of P-Notes	(41,924,026)	(1,688,280,527)	(57,977,120)	(2,519,834,352)
Net cash from financing activities	49,917	1,860,158	1,793,714	78,394,947
Net (decrease)/increase in cash and cash equivalents	63,297	2,922,701	(66,329)	(2,576,154)
Cash and cash equivalents at beginning of year	639,474	27,797,935	708,090	31,591,433
Exchange difference	—	(2,525,463)	—	(1,217,344)
Cash and cash equivalents at end of year	702,771	28,195,173	639,474	27,797,935

* The corresponding amounts in Indian rupees ("Rs.") are shown as additional information for the sole purpose of the holding company.

notes to the financial statements

for the year ended March 31, 2008

1. **GENERAL**

The Company was incorporated in Mauritius under the Companies Act 1984 on January 18, 1996 as a private company with liability limited by shares and holds a Category 1 Global Business Licence issued by the Financial Services Commission. The Company has been granted by the Securities and Exchange Board of India on May 9, 2005 a Certificate of Registration as a Foreign Institutional Investor (FII). The Company's registered office is IFS Court, TwentyEight, Cybercity, Ebene, Mauritius.

The principal activities of the Company are to act as an investment holding company; provide foreign exchange hedging outside Mauritius and India; offer sub-account services as a Foreign Institutional Investor, issue of Participatory Notes and provide investment management services to India Optima Fund, Vibrant International, TP Hold Co (Mauritius) Limited, Dynamic India II and Dynamic India IX. The Board of the Company had also approved the setting up of a Branch office in Bahrain.

The financial statements of the Company are expressed in United States dollars ("USD"). The Company's business or other activity is carried out in a currency other than the Mauritian rupee, which is a requirement of the Financial Services Development Act 2001. The Company's functional currency is the USD, the currency of the primary economic environment in which the Company operates. The corresponding amounts in Indian rupees ("Rs.") are shown as additional information for the sole purpose of the holding company.

2. **ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with and comply with International Financial Reporting Standards ("IFRS"). The preparation of financial statements in accordance with IFRS requires the directors to make estimates and assumptions that could affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared under the historical cost convention as modified for the measurement at fair values of financial instruments carried on the balance sheet.

Payables

Payables are stated at their nominal value.

Investments

The investment in the joint venture entity, TCW/ICICI Investment Partners, L.L.C. is viewed as a "strategic investment" and has, as a result, been recorded at cost in the past. The Company having not entered into any operations yet the directors have decided to reclassify the investment as available for sale and revalue the investment in TCW/ICICI on the basis of the Net Asset Value of the company.

Available-for-sale investments are valued at fair value and the resulting temporary unrealised (gains) / losses (including unrealised foreign exchange (gains) / losses on retranslation at the closing rate, if any) are accounted for in the current account of the participatory note holders.

Foreign currencies

Foreign currency transactions are accounted for at the exchange rates prevailing at the dates of the transactions. Monetary gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement. Such balances are translated at the year-end exchange rates unless hedged by forward exchange contracts, in which case the rates specified in such contracts are used.

Deferred tax

Deferred tax is provided, using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes. Currently enacted tax rates are used to determine deferred tax.

The principal temporary differences arise from tax losses carried forward. Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Income tax

Income taxes currently payable are provided for in accordance with the existing legislation of the various countries in which the Company operates.

Receivables

Receivables are stated at original invoice amount less allowance made for doubtful receivables based on a review of all outstanding amounts at the year end. An allowance for doubtful receivables is made when there is objective evidence that the Company will not be able to collect all amounts due according to original terms of receivables. Bad debts are written off when identified.

Stated capital

Ordinary shares are classified as equity.

Cash and cash equivalents

Cash comprises cash at bank. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Revenue recognition

Revenue is recognised on the following basis:

Interest income, management fee, performance fee, investment facilitation fee and P-Notes activity fee as they accrue unless collectibility is in doubt.

Related parties

Related parties are individuals and companies where the individual or company has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions.

Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

Financial instruments

Financial instruments carried on the balance sheet include investments, receivables, cash and cash equivalents, and trade and other payables. The particular recognition methods adopted are disclosed in the individual policy statements associated with each item.

Disclosures about financial instruments to which the Company is a party are provided in note 12.

Property and equipment and depreciation

Property and equipment are stated at cost less depreciation. Depreciation is calculated on the written down value method at annual rates estimated to write off the cost of the assets less their estimated residual values over their expected useful lives. The annual rates used are:

Computers — 33.33%

Where the carrying amount of an asset is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount.

Deferred expense

Deferred expenses represent commission fee to ICICI Bank, Singapore for referring its clients' services to acquire shares in India Optima Fund to which the Company is acting as investment manager. The expenses shall be charged in the income statement during the next 5 years.

3. TAXATION

Income tax

The Company is a tax incentive company in Mauritius and under current laws and regulations it is liable to pay income tax on its net income at a rate of 15%. The Company is, however, entitled to a tax credit equivalent to the higher of actual foreign tax suffered and 80% of Mauritius tax payable in respect of its foreign source income tax thus reducing its maximum effective tax rate to 3%. At March 31, 2008, the Company has a tax liability of USD 7,437– Rs. 299,470 (2007: tax loss of USD 26,653 – Rs. 1,205,806) and therefore a provision for taxation has been made.

The Company has received a certificate from the Mauritian authorities that it is a resident of Mauritius. In the absence of a permanent establishment in India, the Company should not be subject to capital gains tax in India on the sale or redemption of securities.

No Mauritian capital gain tax is payable on profits arising from sale of securities, and any dividends and redemption proceeds paid by the Company to its Shareholders will be exempt in Mauritius from any withholding tax.

A reconciliation of the income tax expense based on accounting profit and the actual income tax expense is as follows:

	2008 USD	2008 Rs.*	*2007 USD*	*2007 Rs.**
Profit for the year	**309,650**	**12,468,862**	*(5,075)*	*194,226*
Income tax at 15% (effective rate) on profit for the year	**46,448**	**1,870,349**	*1,072*	*41,027*
Tax effect of non allowable expenses	**(537)**	**(21,624)**	—	—
Tax effect of exempt income	**(4,997)**	**(201,217)**	*(9,311)*	*(356,343)*
Tax credit	**(33,477)**	**(1,348,038)**	—	—
Income tax expense	**7,437**	**299,470**	—	—

Deferred tax

A deferred tax asset has not been recognised in respect of the tax losses carried forward as the directors consider that it is not probable that future taxable profit will be available against which the unused tax losses can be utilised.

4. AGREEMENTS

Administration Agreement

The Company has entered into an agreement with International Financial Services Limited (the "Mauritian Administrator"), a company incorporated under the laws of Mauritius. In consideration of the services to be performed by the Mauritian Administrator, the latter shall be entitled to receive from the Company a fee based on hours worked by the Mauritian Administrator in the performance of its duties.

5. AVAILABLE-FOR-SALE INVESTMENTS

(a) Investments consist of 50% of the issued share capital of TCW/ICICI Investment Partners LLC, a company incorporated in Mauritius. The investments were acquired for USD 300,000.

(b) Investments also include 49% of management shares in India Optima Fund, a company incorporated in Mauritius for a consideration of USD 71.

(c) Investments also include 49% of management shares in India Opportunities Fund Limited, a company incorporated in Mauritius for a consideration of USD 13.

Directors' valuation	2008 USD	Restated 2008 Rs.*	*2007 USD*	*Restated 2007 Rs.**
TCW/ICICI Investment Partners LLC	**256,966**	**10,309,476**	*264,400*	*11,493,468*
India Optima Fund	**71**	**2,849**	—	—
India Opportunities Fund Limited	**13**	**521**	—	—
	257,050	**10,312,846**	*264,400*	*11,493,468*

(d) Investments also include quoted securities which were acquired on behalf of P-Note holders. The Company has temporarily stopped its P-Note operations and had no P-Note position as at 31 March 2008.

	2008 USD	*2007 USD*
Listed equity securities		
At April 1	**1,354,703**	—
Additions during the year	**6,263,569**	*10,185,554*
Disposals during the year	**(7,326,941)**	*(9,135,598)*
At March 31,2008 – Cost	**—**	*1,049,956*
Net effect of revaluations on investments transferred to P-Notes holders A/c	**(291,331)**	*304,747*
At March 31 - Fair value	**—**	*1,354,703*

These investments have been made solely for the Participatory Notes (P-Notes) activities.

Total available for sale investments	**257,050**	*1,619,103*

6. SHARE APPLICATION MONIES

These represent funds transferred to the custodian on application for the purchase of shares issued by ICRA through an Initial Public Offer (IPO) in the Bombay Stock Exchange.

7. PROPERTY AND EQUIPMENT

	Total USD
Computer equipment	
Cost	
Opening balance	**6,484**
Additions during the year	**4,263**
At March 31, 2008	**10,747**
Accumulated depreciation:	
Opening balance	**2,161**
Charge for the year	**3,582**
At March 31, 2008	**5,743**
Net Book Value:	
At March 31, 2007	**4,323**
At March 31, 2008	**5,004**

8. RECEIVABLES AND PREPAYMENT

	2008 USD	2008 Rs.*	2007 USD	2007 Rs.*
Sundry debtors	16,158	648,259	17,802	2,344,685
Management fees receivable from Funds	855,591	34,326,310	2,050	89,113
Receivable from IOF	—	—	53,938	685,174
Prepayment	8,445	338,814	4,506	195,876
	880,194	35,313,383	78,296	3,314,848

9. CASH AND CASH EQUIVALENTS

For the purposes of the cash flow statement, the cash and cash equivalents comprise the following:

	2008 USD	2008 Rs.*	2007 USD	2007 Rs.*
Cash at bank and in hand	219,626	8,811,396	38,197	1,660,424
Short term bank deposits	483,145	19,383,777	601,277	26,137,511
	702,771	28,195,173	639,474	27,797,935

10. STATED CAPITAL

	2008 USD	2008 Rs.*	2007 USD	2007 Rs.*
Issued and fully paid Ordinary shares of USD 10.00 each				
At April 1	900,000	36,795,500	900,000	36,795,500
Issued during the year	—	—	—	—
At March 31	—	—	—	—
Ordinary shares of USD10.00 each	900,000	36,795,500	900,000	36,795,500

11. PAYABLES

	2008 USD	2008 Rs.*	2007 USD	2007 Rs.*
Sundry Creditors	46,565	1,868,268	—	—
Accruals	87,705	3,518,725	—	—
Advisory fees	368,843	14,797,900	11,928	518,510
	503,113	20,184,893	11,928	518,510

12. DISTRIBUTOR FEES PAYABLE

This represent commission fee payable to ICICI Bank, Singapore for referring its clients' services to acquire shares in India Optima Fund to which the Company is acting as investment manager. The Company paid the fees in the year ended March 31, 2008.

13. BORROWINGS

The Company has entered into a facility agreement for working Capital Demand Loan for 8 million dollars with ICICI Bahrain. The Company had drawn USD 2 million during the year and repaid USD 1 million. The Loan carries interest at LIBOR plus 115 basis points. The interest is payable every quarter and secured on the receivables of the Company.

14. FINANCIAL INSTRUMENTS

Fair values

The carrying amounts of investments, receivables, cash and cash equivalents and payables approximate their fair values.

Fair values

The carrying amounts of investments, receivables, cash and cash equivalents and payables approximate their fair values.

Currency profile

All assets are financial assets except receivables and prepayment of **USD 78,296 – Rs.* 3,314,848** (2007 – USD 78,296 – Rs.* 3,314,848) are denominated in United States dollars. All liabilities are financial liabilities and are denominated in United States dollars except for payables of USD 30,550, payable in United Arab Emirates Dihrams.

Interest rate risk

The Company has an interest bearing loan facility in USD with interest rate based on LIBOR and is exposure to interest rate risk, though the amount of interest may fluctuate depending on the amount of principal drawn. Interest income from cash deposits may fluctuate in amount, in particular due to changes in the interest rates.

15. RELATED PARTY TRANSACTIONS

The Company is a wholly owned subsidiary of ICICI Bank Limited. Transactions with the related parties were carried out on commercial terms and conditions and at market prices. During the year, the Company traded with related parties. The nature, volume of transactions and balance with the related parties are as follows:

Name of transacting related parties	Relationship	Nature of transaction	Volume of transactions USD	Balances USD	Payable (P) or receivable (R)
ICICI Prudential Asset Management Company Limited, India	Fellow Subsidiary Company	Advisory Fees	147,783	—	—
ICICI Bank Limited, Singapore	Parent Company	Distribution Fees	1,045,500	—	—
ICICI Venture Funds Management Company Limited, India	Fellow Subsidiary Company	Advisory Fees	368,844	368,844	(P)
ICICI Bank Limited, India	Parent Company	Custodian Fees	5,598	1	(P)
ICICI Bank Limited, India	Parent Company	Receivable – Reimbursement of Legal Fees	1,322	—	
ICICI Securities Inc, USA	Fellow Subsidiary Company	Distribution Fees	20,000	—	—
ICICI Bank Limited, Dubai Rep Office	Parent Company	Reimbursement of expenses	176,931	30,550	(P)
ICICI Bank Limited, Bahrain	Parent Company	Interest Payment for working capital loan	12,320	12,320	(P)
ICICI Bank Limited, Bahrain	Parent Company	Upfront Fee for Loan	6,000	—	—
ICICI Securities Limited, India	Fellow Subsidiary Company	Brokerage	18,057	—	—
ICICI Bank Limited, Bahrain	Parent Company	Working Capital Loan	2,000,000	1,000,000	(P)

16. AMOUNT OWED TO PARTICIPATORY NOTE HOLDERS

	March 31 2008 USD	March 31 2007 USD
At April 1	2,103,461	—
Issued during the year	30,879,389	10,035,373
Redeemed during the period	(33,184,755)	(8,236,659)
P-notes activity fees paid	84,960	—
Unrealised gain/(loss) on investments	106,227	304,747
Transferred to receivables - Received	10,718	—
At March 31	—	—

17. HOLDING AND ULTIMATE HOLDING COMPANY

The directors consider ICICI Bank Limited, incorporated in India as the holding and ultimate holding company.

* The corresponding amounts in Indian rupees ("Rs.") are shown as additional information for the sole purpose of the holding company.