

RELIANCE RETAIL LIMITED
Annual Report
2020-21

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Company Information

Board of Directors

V. Subramaniam	<i>Whole- Time Director</i>
Pankaj Pawar	<i>Non-Executive Chairman</i>
Sanjay Jog	<i>Non-Executive Director</i>
Ranjit V. Pandit	<i>Non-Executive Director</i>
Dipak C. Jain	<i>Non-Executive Director</i>
K. Sudarshan	<i>Non-Executive Director</i>
Geeta Fulwadaya	<i>Non- Executive Director</i>

Audit Committee

Ranjit V. Pandit	<i>Chairman</i>
K. Sudarshan	
Pankaj Pawar	

Nomination and Remuneration Committee

Ranjit V. Pandit	<i>Chairman</i>
K. Sudarshan	
Pankaj Pawar	
Sanjay Jog	

Stakeholders Relationship Committee

Sanjay Jog	<i>Chairman</i>
Pankaj Pawar	
K. Sudarshan	

Corporate Social Responsibility Committee

Ranjit V. Pandit	<i>Chairman</i>
K. Sudarshan	
Pankaj Pawar	
Sanjay Jog	

Compliance Committee

V. Subramaniam	<i>Chairman</i>
Sanjay Jog	
Geeta Fulwadaya	

Risk Management Committee

Ranjit V. Pandit	<i>Chairman</i>
Pankaj Pawar	
V. Subramaniam	
Dinesh Thapar	
Ashwin Khasgiwala	

Company Secretary & Compliance Officer

Sridhar Kothandaraman

Chief Financial Officer

Dinesh Thapar

Auditors

M/s. DTS & Associates LLP

Bankers

State Bank of India
HDFC Bank Limited
ICICI Bank Limited
Axis Bank Limited
Kotak Mahindra Bank Limited

Registered Office

3rd Floor, Court House,
Lokmanya Tilak Marg, Dhobi Talao
Mumbai – 400002
CIN : U01100MH1999PLC120563
Website : www.relianceretail.com
Email: retail.secretarial@ril.com
Tel.: +91 22 3555 3800

Share Transfer Agent

KFin Technologies Private Limited
(Formerly known as Karvy Fintech Private Limited)
Selenium Tower B, Plot 31-32,
Gachibowli, Financial District, Nanakramguda,
Hyderabad – 500 032.
Website : www.kfintech.com
Email: rlinvestor@kfintech.com
Tel. : + 91 40 6716 1700
Toll Free No.: 1800 309 8998
(From 9:00 a.m. to 6:00 p.m.)
Fax : + 91 40 6716 1680

NOTICE

Notice is hereby given that the Twenty-second Annual General Meeting of the Members of Reliance Retail Limited will be held on **Tuesday, September 28, 2021 at 11.30 a.m. IST** through Video Conferencing (“VC”)/ Other Audio-Visual Means (“OAVM”), to transact the following business:

Ordinary Business

1. To consider and adopt (a) the audited financial statement of the Company for the financial year ended March 31, 2021 and the reports of the Board of Directors and Auditors thereon; and (b) the audited consolidated financial statement of the Company for the financial year ended March 31, 2021 and the reports of the Auditors thereon and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolutions as **Ordinary Resolutions**:

- (a) **“RESOLVED THAT** the audited financial statement of the Company for the financial year ended March 31, 2021 and the reports of the Board of Directors and Auditors thereon, as circulated to the members, be and are hereby considered and adopted.”
- (b) **“RESOLVED THAT** the audited consolidated financial statement of the Company for the financial year ended March 31, 2021 and the report of the Auditors thereon, as circulated to the members, be and are hereby considered and adopted.”

2. To appoint Ms. Geeta Fulwadaya, who retires by rotation as a Director and, in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Ms. Geeta Fulwadaya (DIN: 03341926), who retires by rotation at this meeting, be and is hereby appointed as a Director of the Company.”

Special Business

3. To re-appoint Shri V. Subramaniam as a Whole-time Director and, in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT in accordance with the provisions of Sections 196, 197 and 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (**“the Act”**) and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), approval of the members be and is hereby accorded to re-appoint Shri V. Subramaniam (DIN: 00009621) as a Whole-time Director, for a period of 5 (five) years, from expiry of his present term of office, that is, with effect from December 07, 2021 on the terms and conditions including remuneration as set out in the Statement annexed to the Notice convening this Meeting, with liberty to the Board of Directors (hereinafter referred to as **“the Board”** which term shall include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said re-appointment and/or remuneration as it may deem fit subject to the same not exceeding the limits specified under Schedule V to the Act, or any statutory modification(s) or re-anactments thereof;

RESOLVED FURTHER THAT the Board be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

4. To re-appoint Shri Ranjit V. Pandit as an Independent Director and, in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Sections 149, 152 read with Schedule IV and other applicable provisions of the Companies Act, 2013 (**“the Act”**) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Shri Ranjit V. Pandit (DIN: 00782296), who was appointed as an Independent Director and who holds office as an Independent Director up to April 16, 2022 and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing his candidature for the office of Director, being eligible, be

and is hereby re-appointed as an Independent Director, not liable to retire by rotation and to hold office for a second term of 5 (five) consecutive years, that is, up to April 16, 2027;

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

5. To approve borrowings under section 180(1)(c) of the Companies Act, 2013 and, in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 180(1)(c) and all other applicable provisions of the Companies Act, 2013 (**“the Act”**) (including any statutory modification(s) or re-enactment thereof, for the time being in force) and the Articles of Association of the Company, the consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as **“the Board”** which term shall be deemed to include any Committee which the Board may constitute to exercise its powers, including the powers conferred by this resolution) to borrow any sum(s) of moneys from time to time, at its discretion, for the purpose of the business of the Company, which together with the monies already borrowed and remaining outstanding (apart from temporary loans obtained from the Company’s

bankers in the ordinary course of business) may exceed at any point of time, the aggregate of its paid-up share capital, free reserves and securities premium by a sum not exceeding Rs. 50,000 crore (Rupees Fifty Thousand crore only);

RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things as it may in its absolute discretion deem necessary or expedient to give effect to this resolution.”

By order of the Board of Directors

K. Sridhar
Company Secretary

Mumbai, September 1, 2021

Registered Office:

3rd Floor, Court House, Lokmanya Tilak Marg
Dhobi Talao, Mumbai- 400 002
CIN: U01100MH1999PLC120563
Website: www.relianceretail.com
Email: retail.secretarial@ril.com
Tel.: +91 22 3555 3800

Notes:

1. Considering the Covid-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has, vide its circular dated May 5, 2020 read together with circulars dated April 8, 2020, April 13, 2020 and January 13, 2021 (collectively referred to as “MCA Circulars”) permitted convening the Annual General Meeting (“AGM” / “Meeting”) through Video Conferencing (“VC”) or Other Audio Visual Means (“OAVM”), without physical presence of the members at a common venue. In accordance with the MCA Circulars and the provisions of the Companies Act, 2013 (“the Act”), the AGM of the Company is being held through VC / OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.
2. A statement pursuant to Section 102(1) of the Act, relating to the Special Business to be transacted at the AGM, is annexed hereto.
3. Generally, a member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. Since this AGM is being held through VC / OAVM pursuant to the MCA Circulars, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the AGM and hence, the Proxy Form and Attendance Slip are not annexed hereto.
4. Since the AGM will be held through VC/ OAVM, the route map of the venue of the Meeting is not annexed hereto.
5. In terms of the provisions of Section 152 of the Act, Ms. Geeta Fulwadaya, retires by rotation at the Meeting. The Nomination and Remuneration Committee and the Board of Directors of the Company commend her re-appointment.

Ms. Geeta Fulwadaya is interested in the Ordinary Resolution set out at Item No. 2 with regard to her re-appointment. The relatives of Ms. Geeta Fulwadaya may be deemed to be interested in the said Resolution to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the Directors/ Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in the Ordinary Resolutions set out under Item Nos. 1 and 2 of the Notice.
6. Details of Directors retiring by rotation/ seeking re-appointment at this Meeting are provided in the “Annexure” to the Notice.

DISPATCH OF ANNUAL REPORT THROUGH ELECTRONIC MODE:

7. **In compliance with the MCA Circulars, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose e-mail address is registered with the Company/ Depository Participants. Members may note that the Notice and Annual Report 2020-21 will also be available on the Company’s website www.relianceretail.com, and on the website of Company’s Registrar and Transfer Agent, KFin Technologies Private Limited (“KFinTech”) at [https:// evoting.kfintech.com](https://evoting.kfintech.com)**
8. For receiving all communication (including Annual Report) from the Company electronically:
 - a) Members holding shares in physical mode and who have not registered / updated their e-mail address with the Company are requested to register / update the same by writing to the Company with details of folio number and attaching a self-attested copy of PAN card at retail.secretarial@ril.com or to KFinTech at rlinvestor@kfintech.com.
 - b) Members holding shares in dematerialised mode are requested to register / update their e-mail address with the relevant Depository Participant.

PROCEDURE FOR JOINING THE AGM THROUGH VC / OAVM:

9. The Company will provide VC / OAVM facility to its Members for participating at the AGM.
 - a) **Members will be able to attend the AGM through VC / OAVM by using their login credentials provided in the accompanying communication. Members are requested to follow the procedure given below:**
 - i. Launch internet browser by typing/ clicking on the following link:
<https://jiomeet.jio.com/rrlagm>
 - ii. Click on “Enter as a Shareholder” button
 - iii. **Enter the login credentials (that is, User ID and password provided in the accompanying communication) and click on “Login”.**
 - iv. Upon logging-in, you will enter the Meeting Room.

- b) **Members who do not have or who have forgotten their User ID and Password, may obtain/ generate/ retrieve the same, for attending the AGM, by following the procedure given in the E-voting instructions.**
- c) Members who would like to express their views or ask questions during the AGM may register themselves at <https://emeetings.kfintech.com>. The Speaker Registration will be open during Tuesday, September 21, 2021 to Friday, September 24, 2021. Only those Members who are registered will be allowed to express their views or ask questions. The Company reserves the right to restrict the number of questions and number of speakers, depending upon availability of time as appropriate for smooth conduct of the AGM.
- d) Members will be allowed to attend the AGM through VC / OAVM on first come, first served basis.
- e) **Institutional / corporate Members (that is, other than Individuals, HUFs, NRIs, etc.) are required to send the Board Resolution / Power of Attorney / Authority Letter, etc., together with attested specimen signature(s) of the duly authorised representative(s), at e-mail id: rrl.scrutinizer@kfintech.com with a copy marked to evoting.rrl@kfintech.com. Such authorisation shall contain necessary authority in favour of its authorised representative(s) to attend the AGM.**
- f) Facility to join the Meeting shall be opened fifteen minutes before the scheduled time of the Meeting and shall be kept open throughout the proceedings of the Meeting.
- g) Members who need assistance before or during the AGM, can contact KFinTech on emeetings@kfintech.com or call on toll free number 1800-309-8998 (from 9:00 a.m. to 6:00 p.m. on all working days). Kindly quote your name, DP ID-Client ID / Folio no. and E-voting Event Number (“EVEN”) in all your communications.
10. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
11. Members attending the AGM through VC / OAVM shall be reckoned for the purpose of quorum under Section 103 of the Act.

PROCEDURE FOR ‘REMOTE E-VOTING’ AND E-VOTING AT THE AGM (‘INSTA POLL’):

12. Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, as amended, the Company is providing to its members facility to exercise their right to vote on resolutions proposed to be passed at AGM by electronic means (“e-voting”). Members may cast their votes remotely, using an electronic voting system on the dates mentioned herein below (“remote e-voting”).

Further, the facility for voting through electronic voting system will also be made available at the Meeting (“Insta Poll”) and Members attending the Meeting who have not cast their vote(s) by remote e-voting will be able to vote at the Meeting through Insta Poll.

The Company has engaged the services of KFinTech as the agency to provide e-voting facility.

The manner of voting, including voting remotely by (i) individual shareholders holding shares of the Company in demat mode, (ii) shareholders other than individuals holding shares of the Company in demat mode, (iii) shareholders holding shares of the Company in physical mode, and (iv) Members who have not registered their e-mail address is explained in the instructions given below.

The remote e-voting facility will be available during the following voting period:

Commencement of remote e-voting:	9:00 a.m. (IST) on Thursday, September 23, 2021
End of remote e-voting:	5:00 p.m. (IST) on Monday, September 27, 2021

The remote e-voting will not be allowed beyond the aforesaid date and time and the remote e-voting module shall be forthwith disabled by KFinTech upon expiry of the aforesaid period.

Voting rights of a Member / Beneficial Owner (in case of electronic shareholding) shall be in proportion to his/her/its shareholding in the paid-up equity share capital of the Company as on the cut-off date, that is, Tuesday, September 21, 2021 (“Cut-off Date”).

The Board of Directors of the Company has appointed Shri Anil Lohia, a Practising Chartered Accountant, Partner, Dayal and Lohia, Chartered Accountants or

failing him Shri Chandrahas Dayal, a Practising Chartered Accountant, Partner, Dayal and Lohia, Chartered Accountants, as Scrutiniser to scrutinise the remote e-voting and Insta Poll process in a fair and transparent manner and they have communicated their willingness to be appointed and will be available for the said purpose.

INFORMATION AND INSTRUCTIONS RELATING TO E-VOTING:

- i. **The members who have cast their vote(s) by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote(s) again at the Meeting.**
- ii. **Once the vote on a resolution is cast by a Member, whether partially or otherwise, the Member shall not be allowed to change it subsequently or cast the vote again.**
- iii. A Member can opt for only single mode of voting per EVEN, that is, through remote e-voting or voting at the Meeting (Insta Poll). If a member casts vote(s) by both modes, then voting done through remote e-voting shall prevail and vote(s) cast at the Meeting shall be treated as "INVALID".
- iv. **A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off Date only shall be entitled to avail the facility of remote e-voting or for participation at the AGM and voting through Insta Poll. A person who is not a member as on the cut-off date, should treat the Notice for information purpose only.**
- v. The Company has opted to provide the same electronic voting system at the Meeting, as used during remote e-voting, and the said facility shall be operational till all the resolutions proposed in the Notice are considered and voted upon at the Meeting and may be used for voting only by the members holding shares as on the Cut-off Date who are attending the Meeting and who have not already cast their vote(s) through remote e-voting.

vi. INFORMATION AND INSTRUCTIONS FOR REMOTE E-VOTING:

- I.A. **In case a Member receives an e-mail from the Company / KFinTech [for members whose e-mail address is registered with the Company / Depository Participant(s)]:**

- (a) Launch internet browser by typing the URL: <https://evoting.kfintech.com/>
- (b) Enter the login credentials
(User ID and password given in the e-mail). The E-Voting Event Number+Folio No. or DP ID - Client ID will be your User ID. If you are already registered with KFinTech for e-voting, you can use the existing password for logging in. If required, please visit <https://evoting.kfintech.com> or contact toll-free number 1800-309-8998 (from 9:00 a.m. to 6:00 p.m. on all working days) for your existing password.
- (c) After entering these details appropriately, click on "LOGIN".
- (d) You will now reach Password Change Menu wherein you are required to mandatorily change your password upon logging-in for the first time. The new password shall comprise minimum 8 characters with at least one upper case (A-Z), one lower case (a-z), one numeric (0-9) and a special character (@,#,\$,etc.). The system will prompt you to change your password and update your contact details like mobile number, e-mail address, etc. on first login. You may also enter a secret question and answer of your choice to retrieve your password in case you forget it. **It is strongly recommended that you do not share your password with any other person and that you take utmost care to keep your password confidential.**
- (e) You need to login again with the new credentials.
- (f) On successful login, the system will prompt you to select the E-Voting Event Number (EVEN) for Reliance Retail Limited.
- (g) On the voting page, enter the number of shares as on the Cut-off Date under either "FOR" or "AGAINST" or alternatively, you may partially enter any number under "FOR" / "AGAINST", but the total number under "FOR" / "AGAINST" taken together should not exceed your total shareholding as on the Cut-off Date. You may also choose to "ABSTAIN" and vote will not be counted under either head.
- (h) Members holding shares under multiple folios / demat accounts shall choose the voting process separately for each of the folios / demat accounts.
- (i) Voting has to be done for each item of the Notice separately. In case you do not desire to cast your

vote on any specific item, it will be treated as “ABSTAINED”.

- (j) You may then cast your vote by selecting an appropriate option and click on “SUBMIT”.
- (k) A confirmation box will be displayed. Click “OK” to confirm, else “CANCEL” to modify.
- (l) Once you confirm, you will not be allowed to modify your vote.
- (m) Corporate Members are also required to send legible scanned certified true copy (in PDF Format) of the Board Resolution / Power of Attorney / Authority Letter, etc., together with attested specimen signature(s) of the duly authorized representative(s), to the Scrutiniser at e-mail id: rrl.scrutinizer@kfintech.com with a copy marked to evoting.rrl@kfintech.com. Such authorisation shall contain necessary authority for voting by its authorised representative(s). It is also requested to upload the same in the e-voting module in their login. The naming format of the aforesaid legible scanned document shall be “Corporate Name EVEN”.

I B. In case of a Member whose e-mail address is not registered / updated with the Company / KFinTech / Depository Participant(s), please follow the following steps to generate your login credentials:

- (a) Members holding shares in physical mode, who have not registered / updated their e-mail addresses with the Company, are requested to register / update the same by writing to the Company with details of folio number and attaching a self-attested copy of PAN card at retail.secretarial@ril.com or to KFinTech at rrlinvestor@kfintech.com.
- (b) **Members holding shares in dematerialised mode who have not registered their e-mail address with their Depository Participant(s) are requested to register / update their e-mail address with the Depository Participant(s) with which they maintain their demat accounts.**
- (c) After due verification, the Company / KFinTech will forward your login credentials to your registered e-mail address.
- (d) Follow the instructions at I(A). (a) to (m) to cast your vote.

II. Members can also update their mobile number and e-mail address in the “user profile details” in their e-voting login on <https://evoting.kfintech.com> which may be used for sending further communication(s).

III. **Any person who becomes a Member of the Company after dispatch of the Notice of the Meeting and holding shares as on the Cut-off Date / any Member who has forgotten the User ID and Password, may obtain / generate / retrieve the same from KFinTech in the manner as mentioned below:**

- (a) If the mobile number of the Member is registered against Folio No. / DP ID - Client ID, the Member may send SMS: **MYEPWD**<space>E-Voting Event Number+Folio No. or DP ID - Client ID to **9212993399**

Example for NSDL: MYEPWD<SPACE>IN12345612345678

Example for CDSL: MYEPWD<SPACE>1402345612345678

Example for Physical: MYEPWD<SPACE>XXXX123456789

- (b) If e-mail address or mobile number of the Member is registered against Folio No. / DP ID - Client ID, then on the home page of <https://evoting.kfintech.com>, the Member may click “Forgot Password” and enter Folio No. or DP ID - Client ID and PAN to generate password.
- (c) Member may call on KFinTech’s toll-free number 1800-309-8998 (from 9:00 a.m. to 6:00 p.m. on all working days).
- (d) Member may send an e-mail request to evoting.rrl@kfintech.com. After due verification of the request, User ID and password will be sent to the member.
- (e) If the Member is already registered with KFinTech’s e-voting platform, then he/she/it can use his/her/its existing password for logging-in.

IV. In case of any query pertaining to e-voting, Members may refer to the “Help” and “FAQs” sections / E-voting user manual available through a dropdown menu in the “Downloads” section of KFinTech’s website for e-voting: <https://evoting.kfintech.com> or contact KFinTech as per the details given under sub-point no. V below.

V. Members are requested to note the following contact details for addressing e-voting grievances:

Shri S. P. Venugopal, General Manager
 KFin Technologies Private Limited
 (Formerly known as Karvy Fintech Private Limited)
 Selenium Tower B, Plot 31-32,
 Gachibowli, Financial District,
 Nanakramguda, Hyderabad - 500 032
 Phone No.: +91 40 6716 1700
 Toll-free No.: 1800-309-8998
 E-mail: evoting.rrl@kfintech.com

vii. INFORMATION AND INSTRUCTIONS FOR INSTA POLL:

Facility to vote through Insta Poll will be made available on the Meeting page (after you log into the Meeting) and will be activated once the Insta Poll is announced at the Meeting. An icon, "Vote", will be available at the bottom left on the Meeting Screen. Once the voting at the Meeting is announced by the Chairman, Members who have not cast their vote using remote e-voting will be able to cast their vote by clicking on this icon.

E-VOTING RESULT:

viii. The Scrutiniser will, after the conclusion of e-voting at the Meeting, scrutinise the votes cast at the Meeting (Insta Poll) and votes cast through remote e-voting, make a consolidated Scrutiniser's Report and submit the same to the Chairman. The result of e-voting will be declared within stipulated time provided under the Act and the same, along with the consolidated Scrutiniser's Report, will be placed on the website of the Company: www.relianceretail.com and on the website of KFinTech at: <https://evoting.kfintech.com>.

ix. **Subject to receipt of requisite number of votes, the Resolutions proposed in the Notice shall be deemed to be passed on the date of the Meeting, that is, Tuesday, September 28, 2021.**

PROCEDURE FOR INSPECTION OF DOCUMENTS:

13. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Act, and the relevant documents referred to in the Notice will be available, electronically, for inspection by the Members during the AGM.

All documents referred to in the Notice will also be available electronically for inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM.

Members seeking to inspect such documents can send an email to retail.secretarial@ril.com.

14. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company on or before Monday, September 20, 2021 by sending e-mail on retail.secretarial@ril.com. The same will be replied by the Company suitably.

By order of the Board of Directors

K. Sridhar
Company Secretary

Mumbai, September 1, 2021

Registered Office:

3rd Floor, Court House, Lokmanya Tilak Marg
 Dhobi Talao, Mumbai- 400 002
 CIN: U01100MH1999PLC120563
 Website: www.relianceretail.com
 Email: retail.secretarial@ril.com
 Tel.: +91 22 3555 3800

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

The following Statement sets out all material facts relating to the Special Business mentioned in the Notice:

ITEM NO. 3

The Board of Directors of the Company (“the Board”), at its meeting held on April 30, 2021, has, subject to approval of members, re-appointed Shri V. Subramaniam (DIN: 00009621) as a Whole-time Director of the Company, for a period of 5 (five) years from the expiry of his present term, that is, with effect from December 7, 2021, on terms and conditions including remuneration as recommended by the Nomination and Remuneration Committee (“NRC”) of the Board.

It is proposed to seek members’ approval for the re-appointment of and remuneration payable to Shri V. Subramaniam as a Whole-time Director in terms of the applicable provisions of the Companies Act, 2013 (“the Act”).

Broad particulars of the terms of re-appointment of and remuneration payable to Shri V. Subramaniam are as under:

(a) Remuneration:

Shri V. Subramaniam shall be paid remuneration of Rs. 5 crore p.a., subject to the provisions of the Act, which includes salary, perquisites and allowances.

The perquisites and allowances shall be evaluated, wherever applicable, as per the provisions of Income-tax Act, 1961 or any rules thereunder or any statutory modification(s) or re-enactment thereof; in the absence of any such rules, perquisites and allowances shall be evaluated at actual cost.

The Company’s contribution to provident fund, superannuation or annuity fund, gratuity payable and encashment of leave, as per the rules of the Company, shall be in addition to the remuneration as above.

Increment in salary, perquisites and allowances and remuneration by way of incentive / bonus / performance linked incentive, payable to Shri. V. Subramaniam, as may be determined by the Board and /or the NRC of the Board, shall be in addition to the remuneration as above.

The overall remuneration payable every year to the Whole-time Director by way of salary, perquisites and allowances, incentive / bonus / performance linked incentive etc. as may be, shall be within the limits specified under Section 198 of the Act or any statutory modification(s) or re-enactment(s) thereof.

(b) Reimbursement of Expenses:

Shri V. Subramaniam shall be entitled to be reimbursed from the Company all the expenses incurred by him on behalf of the Company.

(c) General:

- (i) Shri V. Subramaniam will perform his duties as such with regard to all work of the Company and will manage and attend to such business and carry out the orders and directions given by the Board from time to time.
- (ii) Shri V. Subramaniam shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in the Act with regard to duties of directors.
- (iii) The Whole-time Director shall adhere to the Company’s Code of Conduct.
- (iv) Office of the Whole-time Director may be terminated by the Company or the Whole-time Director, by giving the other 3 (three) months’ prior notice in writing.

Shri V. Subramaniam satisfies all the conditions set out in Part-I of Schedule V to the Act as also conditions set out under sub-section (3) of Section 196 of the Act for being eligible for his re-appointment. He is not disqualified from being appointed as Director in terms of Section 164 of the Act.

The above may be treated as a written memorandum setting out the terms of re-appointment of Shri V. Subramaniam under Section 190 of the Act.

Details of Shri. V. Subramaniam are provided in the “Annexure” to the Notice, pursuant to Secretarial Standard on General Meetings (“SS-2”), issued by the Institute of Company Secretaries of India.

Shri V. Subramaniam is interested in the Ordinary Resolution set out at Item No. 3 with respect to his re-appointment. The relatives of Shri V. Subramaniam may be deemed to be interested in the said Resolution to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 3 of the Notice.

The Board commends the Ordinary Resolution set out at Item No. 3 of the Notice for approval by the Members.

ITEM NO. 4

At the Annual General Meeting held on September 29, 2017, the Members of the Company had appointed Shri Ranjit V. Pandit

(DIN: 00782296) as an Independent Director of the Company, to hold office up to April 16, 2022 (“**first term**”).

The Nomination and Remuneration Committee (“**NRC**”) of the Board of Directors of the Company, on the basis of the report of performance evaluation, has recommended re-appointment of Shri Ranjit V. Pandit as an Independent Director, for a second term of 5 (five) consecutive years, on the Board of the Company.

The Board, based on the performance evaluation and as per the recommendation of the NRC, considers that, given his professional background and experience and contributions made by him during his tenure, the continued association of Shri Ranjit V. Pandit would be beneficial to the Company and it is desirable to continue to avail his services as an Independent Director. Accordingly, it is proposed to re-appoint Shri Ranjit V. Pandit as an Independent Director of the Company, not liable to retire by rotation, for a second term of 5 (five) consecutive years on the Board of the Company.

Shri Ranjit V. Pandit is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 (“**the Act**”), and has given his consent to act as a Director. The Company has also received a declaration from Shri Ranjit V. Pandit that he meets the criteria of independence as prescribed under Section 149(6) of the Act.

In the opinion of the Board, Shri Ranjit V. Pandit fulfils the conditions for appointment as an Independent Director as specified in the Act. Shri Ranjit V. Pandit is independent of the management.

Details of Shri Ranjit V. Pandit is provided in the “Annexure” to the Notice, pursuant to Secretarial Standard on General Meetings (“**SS-2**”), issued by the Institute of Company Secretaries of India.

Copy of the draft letter of appointment of Shri Ranjit V. Pandit as an Independent Director setting out the terms and conditions is available electronically for inspection by the Members.

Shri Ranjit V. Pandit is interested in the resolution set out at Item No. 4 of the Notice with regard to his re-appointment. Relatives of Shri Ranjit V. Pandit may be deemed to be interested in the resolution to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution.

This statement may also be regarded as an appropriate disclosure under the Act.

The Board commends the Special Resolution set out at Item No. 4 of the Notice for approval by the Members.

ITEM NO. 5

As per the provisions of Section 180(1)(c) of the Companies Act, 2013 (“**the Act**”) the Board of Directors shall not, except with the consent of members of the Company by way of Special Resolution, borrow monies in excess of the aggregate of paid-up share capital, free reserves and securities premium of the Company.

In view of the above provisions of the Act and to enable the Company to borrow moneys as may be required for its business requirements, it is proposed to seek approval of members, to borrow monies up to Rs. 50,000 crore (Rupees Fifty Thousand Crore) in excess of aggregate of its paid-up share capital, free reserves and securities premium.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the proposed special resolution, set out at Item No. 5 of the Notice.

The Board commends the Special Resolution set out at Item No. 5 of the Notice for approval by Members.

ANNEXURE TO THE NOTICE DATED SEPTEMBER 1, 2021**Details of the Directors retiring by rotation / seeking re-appointment at the Meeting:**

Name	Ms. Geeta Fulwadaya	Shri V. Subramaniam	Shri Ranjit V. Pandit
Age	41 years	55 years	67 years
Qualification	Company Secretary, Commerce Graduate and Law Graduate	Chartered Accountant and Cost Accountant	Engineering graduate and Master's Degree in Business Management
Experience	Ms. Geeta Fulwadaya has been associated with Reliance Group for over 15 years and has extensive experience in the field of corporate laws and allied matters. Ms. Geeta is on the Board of several companies including Den Networks Limited and Hathway Cable & Datacom Limited.	Shri V. Subramaniam has over 25 years of experience in the fields of Finance, Taxation, Information Technology and Business Management. He has served at various leadership positions in industries ranging from consumer products, petrochemicals, refining to automobiles and retail during his corporate tenure.	Shri Ranjit V. Pandit served as managing director at General Atlantic LLC between 2007 and 2012 and headed the India office where he served as head of the firm's growth investment activities across India. He served as an advisory director of General Atlantic LLC in 2013. Prior to General Atlantic he served as managing director and chairman of McKinsey & Company in India. Shri Ranjit V. Pandit played a leading role in building McKinsey's presence in India and helped a large number of world-class companies strengthen their competitive positions and support their international growth strategies.
Terms and conditions of Re-appointment	Non-Executive Director liable to retire by rotation	Whole-time Director liable to retire by rotation	Independent Director not liable to retire by rotation
Remuneration last drawn (FY 2020-21)	Nil	Rs. 5.60 crores	Nil
Remuneration sought to be paid	Nil	As per the statement for Item No. 3 of this Notice.	Nil
Date of first Appointment on the Board	25-03-2015	7-12-2016	17-04-2017

Shareholding in the Company as on March 31, 2021	Nil	Nil	Nil
Relationship with other Director/ Key Managerial Personnel	Not related to any Director / Key Managerial Personnel	Not related to any Director / Key Managerial Personnel	Not related to any Director / Key Managerial Personnel
Number of Meetings of the Board attended during the financial year (2020-21)	5	5	5
Directorships of other Boards as on March 31, 2021	Hathway Cable and Datacom Limited Den Networks Limited Jamnagar Utilities & Power Private Limited Sikka Ports & Terminals Limited Actoserba Active Wholesale Private Limited Reliance Commercial Dealers Limited Jio Content Distribution Holdings Private Limited Jio Television Distribution Holdings Private Limited Jio Digital Distribution Holdings Private Limited Jio Digital Cableco Private Limited	Reliance Retail Ventures Limited Genesis Colors Limited Reliance Brands Limited Reliance Brands Luxury Fashion Private Limited Reliance Retail and Fashion Lifestyle Limited MesIndus Ventures Private Limited	Pratap Pandit Limited The Industrial Leather Company Private Limited Bombay Footwear Private Limited CEAT Limited Reliance Jio Infocomm Limited Reliance Retail Ventures Limited Genesis Colors Limited The Great Eastern Shipping Company Limited The Indian Film Combine Private Limited
Membership/Chairmanship of Committees of other Boards as on March 31, 2021	Sikka Ports & Terminals Limited Finance Committee (Member) Den Networks Limited Finance Committee (Member) Hathway Cable and Datacom Limited Investment and Loan Committee (Member) Jamnagar Utilities & Power Private Limited Corporate Social Responsibility Committee (Member) Nomination and Remuneration Committee (Member) Finance Committee (Member) Jio Content Distribution Holdings Private Limited Corporate Social Responsibility Committee (Member)	Reliance Retail Ventures Limited Finance Committee (Member) Risk Management Committee (Member) Reliance Brands Limited Audit Committee (Chairman) Compliance Committee (Chairman) Nomination and Remuneration Committee (Member) Reliance Brands Luxury Fashion Private Limited Audit Committee (Chairman) Nomination and Remuneration Committee (Member) Genesis Colors Limited Audit Committee (Chairman) Nomination and Remuneration Committee (Member)	Reliance Jio Infocomm Limited Nomination and Remuneration Committee (Chairman) Audit Committee (Member) Reliance Retail Ventures Limited Nomination and Remuneration Committee (Chairman) Risk Management Committee (Chairman) Audit Committee (Member) Genesis Colors Limited Audit Committee (Member) Nomination and Remuneration Committee (Member) The Indian Film Combine Private Limited Audit Committee (Member) Nomination and Remuneration Committee (Member) Corporate Social Responsibility Committee (Member)

	Jio Digital Distribution Holdings Private Limited Corporate Social Responsibility Committee (Member)		
	Jio Television Distribution Holdings Private Limited Corporate Social Responsibility Committee (Member)		

By order of the Board of Directors

K. Sridhar
Company Secretary

Mumbai, September 1, 2021

Registered Office:

3rd Floor, Court House, Lokmanya Tilak Marg

Dhobi Talao, Mumbai- 400 002

CIN: U01100MH1999PLC120563

Website: www.relianceretail.com

Email: retail.secretarial@ril.com

Tel.: 022 3555 3800

Board's Report

Dear Members,

The Board of Directors present the Company's Twenty-second Annual Report ("Report") and the Company's audited financial statement for the financial year ended March 31, 2021.

Financial Results

The Company's financial performance (standalone) for the financial year ended March 31, 2021 is summarized below:

(₹ crore)

Particulars	2020-21	2019-20
Revenue from operations	1,49,924.89	1,46,724.25
Other Income	239.08	260.35
Profit before Interest, Depreciation and Tax	8,322.17	9,399.30
Less: Interest	693.03	867.03
Depreciation	1,447.58	1,108.85
Profit before tax	6,181.56	7,423.42
Less: Current tax	1,585.15	998.28
Deferred tax	9.55	885.35
Profit for the year	4,586.86	5,539.79
Add: Other Comprehensive Income	1.37	(12.90)
Total Comprehensive Income of the year	4,588.23	5,526.89
Add: Balance in Profit & Loss Account	11,358.45	5,831.56
Less: Appropriation	-	-
Closing Balance (including other comprehensive income)	15,946.68	11,358.45

Transfer to Reserves

The Board of Directors of the Company has not transferred any amount to the Reserves for the year under review.

Results of operations and the state of Company's affairs

The outbreak of COVID-19 pandemic and the ensuing lockdown and operating restrictions imposed across the country affected business operations during the year.

Reliance Retail delivered a resilient performance against the backdrop of an unprecedented and challenging operating environment.

On a consolidated basis, Reliance Retail delivered Revenue of ₹ 1,55,209 crore against ₹ 1,60,965 crore for the previous year. The revenues were impacted on account of store closures (80% stores operational), lower footfalls (65% of last year) and operational disruptions through the year.

During the year, the petro-retail dealership between Reliance Industries Limited ('RIL') and the Company's subsidiary Reliance Petro Marketing Limited ('RPML') has ended. Consequently, the consolidated revenues of the Company have been impacted. RPML has continued to operate its bulk Lubricants business and packing and distribution of Liquefied Petroleum Gas business.

The Company has transferred its supply chain business to Reliance Retail Ventures Limited ('RRVL'), the Company's holding Company as a 'going concern' on 'slump sale' basis.

The Company delivered a consolidated EBITDA of ₹ 8,373 crore for FY 2020-21 against ₹ 9,518 crore for the previous year, driven by the gradual rebound of revenue streams and judicious cost management initiatives.

The Company delivered a consolidated profit after tax of ₹ 4,599 crore against ₹ 5,614 crore for the previous year.

On a standalone basis, the Company delivered Revenue of ₹ 1,49,925 crore against ₹ 1,46,724 crore for the previous year.

The Company has earned profit after tax of ₹ 4,587 crore against ₹ 5,540 crore for the previous year.

The thrust on expansion and transformation continued particularly on strengthening omni-channel and digital platform capabilities and scaling up New Commerce.

As operating curbs were progressively lifted, new store openings resumed with 1,432 stores being added taking the total store count stood at 12,178 stores, covering 31.9 million sq. ft. at the end of the year.

The business continued to attract and serve millions of customers across the country far and wide. The registered customer base now stands at 156 million, a growth of 25% Y-o-Y.

The business launched and rapidly scaled-up JioMart and built last-mile fulfilment capacity a fresh to enable home delivery of essentials across 200 cities.

JioMart has since grown to become India's leading hyperlocal delivery platform with more users, more orders, and more products with each passing month.

The business leveraged the strength of our relationships with vendor partners to ensure continuity of supplies even through the disruption in the broader environment.

In the lockdown period, Reliance Retail established itself as the 'preferred' partner to kiranas by ensuring uninterrupted supply of essential items.

The business generated >65,000 new jobs even in a year like this, bringing to life its mission to enhance livelihoods, whilst enabling positive societal impact not just for its employees but the broader ecosystem within which it operates.

Reliance Retail ranks 53rd in the list of Global Powers of Retailing and is amongst the fastest growing retailers in the world*.

Market Overview

India's retail market is estimated at US\$822 billion in FY 2019-20 and is expected to grow at a CAGR of 10% over next five years to reach US\$1,315 billion by FY 2024-25. The penetration of organised retail market is estimated at 11% in FY 2019-20 and is expected to grow to 18% by FY 2024-25. The organised retail market is estimated at US\$88 billion in FY 2019-20 and is expected to grow at a CAGR of 19% over the next five years to reach US\$231 billion by FY 2024-25. The unorganised retail market is poised to grow to over US\$1 trillion over this period, making it amongst the most attractive consumer sector opportunities across the world.

Business Overview

Reliance Retail was founded with a view to revolutionise retail in India. Today, it is the largest, fastest growing and most profitable retail company in India with diversified omni-channel presence through integrated store concepts and digital commerce platforms. It is the only Indian retailer to feature in the list of 'Global Powers of Retailing'.

As a market leader, Reliance Retail caters to five key consumption baskets – 1) Consumer Electronics, 2) Fashion & Lifestyle, 3) Grocery, 4) Pharma Retail and 5) Connectivity.

* As per Deloitte Global Powers of Retailing 2021

Operating Framework

Reliance Retail's guiding philosophy rests on the tenets of inclusive growth and building sustainable societal value for millions of Indians.

Reliance Retail has set up and continues to invest in building design and product development centers to offer relevant, contemporary and high quality products to meet the diverse needs of its customers.

Reliance Retail's sourcing ecosystem works with small producers and manufacturers (SMB's), regional, national and international brands. In particular, it supports small producers to modernize their operations, minimize inefficiencies and reduce leakages.

The business is investing in building state of the art supply chain infrastructure in India by linking all major sourcing locations through an automated, modular, reliable and scalable warehousing, logistics and last mile fulfilment ecosystem.

Reliance Retail's selling ecosystem comprises a vast network of stores and digital commerce platforms to serve customers across the length and breadth of the country.

The New Commerce model seeks to partner with millions of unorganised merchants through an inclusive model of growth while digitally enabling and empowering them and offering them a compelling value proposition to grow their businesses and earnings. Together it will serve millions of households and customers across the country.

Reliance Retail provides employment to many tens of thousands of people bringing joy and pride to their families while enabling livelihoods for many others.

Consumer Electronics

Reliance Retail is India's largest consumer electronics retailer with an extensive network of 8,600+ stores across 7,000+ towns. Consumer electronic purchase often necessitates a 'touch and feel' of the product and in many cases involves demonstration, installation, maintenance and after sales service.

Reliance Retail operates differentiated store concepts that are centered around 'Service', 'Solution' and 'Consumer Experience' personalising technology for consumers.

The stores house buying guides for discerning consumers simplifying product complexities. Guidance extended by expert store staff makes shopping journey easier for consumers.

Key developments during the year:

- Steady progress on expansion with 188 new store openings
- Activated www.reliancedigital.in, full network of Reliance Digital stores omni enabled with unmatched delivery service across 19,000+ pin codes
- Enabled fulfillment from store inventory with >95% orders delivered within six hours

- Broad based growth across categories: laptops and tablets, high-end televisions, air care and appliances
- Impactful festive activations, successful campaign around affordability and new product launches delivered growth well ahead of the market
- Growth led by robust performance in Tier II/III towns
- Range of offerings across categories under the licensed brands of BPL and Kelvinator were launched and rolled out across general trade, including a foray into the electricals category
- Reliance Digital has been recognized as India's Only Electronics Retailer Superbrand for the second consecutive year
- Reliance Digital won:
 - o Gold for 'Digital Marketing Excellence in Social Media' at Digixx Awards 2020 by Adgully, and
 - o 'Social Media App Effectiveness' award at Global Customer Engagement Awards 2020 by ACEF

Fashion & Lifestyle

Reliance Retail is the largest fashion retailer in India with 2,400+ stores across 850+ cities. Reliance Retail operates multiple specialty store concepts with an extensive portfolio of own and partner brands catering to all consumer segments through value, premium, bridge-to-luxury and luxury. It controls the entire fashion value chain through a vertically integrated operating model which generates fresh fashion across stores on a regular basis.

Key developments during the year:

- Launched 600+ new stores, highest among any fashion & lifestyle retailer globally

Apparel and footwear:

- Augmented omni-channel capabilities to 500+ cities under Trends umbrella
- Buoyant revenue led by higher conversion and bill values
- Business recovery driven by strong in-store execution, freshness and impactful activation
- Curating product portfolio relevant to emerging trends drives category performance
- Further strengthened own brands portfolio with continued launch of brands. Own brand contribution in footwear increases to 60%
- Trends assortment now live on JioMart with direct from store shipment at >3,000 pin codes

AJIO:

- Revenue run rate up 4x over previous period along with improvement across customer and operating metrics

Fashion & Lifestyle New Commerce:

- Significant scale up in business across merchant base, brands, sellers and product offerings. Geographic coverage extended to 2,265 cities

Jewels:

- Competitive performance backed by impactful activations and launch of affordable light weight jewellery
- Design capability coming to the fore with launch of collections across the year
- Received the 'Most Admired Emerging Retail Brand of the Year' award at Mapic India Retail Awards 2021
- Received 'The Retailer of the Year' and 'Marketing Campaign of the Year' awards at the Business Leader of the Year Awards

Grocery

Reliance Retail is India's largest grocery retailer and operates multiple store concepts – from neighbourhood stores to destination supermarkets and hyperlocal platform JioMart. These concepts leverage engaging store experience, trained staff and attractive value proposition to address specific shopping needs of consumers.

Reliance Retail has developed own brands that provides a wide range of quality offerings across various categories such as staples, food FMCG, home and personal care (HPC), and general merchandise.

Over the years, Reliance Retail has made significant investments in developing an end-to-end value chain that is backwardly integrated for fresh foods which enables product quality, supply security and sourcing efficiencies. This has resulted in win-win partnerships with producers.

Through its New Commerce initiative, Reliance Retail is linking producers with small merchants and consumers to create a win-win partnership model. The New Commerce footprint is being expanded from 33 cities at present, with investments in supply chain and technology, to make Reliance Retail a trusted partner for millions of merchants across the country.

Key developments during the year:

- Rapid expansion with 600+ new stores rolled out
- Launched and rapidly scaled JioMart, India's largest hyperlocal platform. It continues to gain traction across regions with Tier II and Tier III cities contributing over half of the orders
- Strengthened own brands portfolio with new product launches across staples, processed foods, HPC and general merchandise categories through the year
- JioMart kirana service now active in 33 cities, launched self-onboarding application, aiding rapid merchant additions

- Market-leading performance, driven by essentials (staples) and processed foods
 - Business continues to leverage brand partnerships for exclusive launches, events and activations
 - Emerged as a trusted partner for customers and merchants during the lockdown with enhanced safety and hygiene standards
 - Leveraged own supply chain network and worked closely with vendors and producers to ensure timely availability of products despite pandemic-led disruptions
 - Snactac Mixed Fruit Jam and Scrubz were ranked #1 in their respective categories by Consumer Voice magazine in FY 2020-21
 - Scale up digital platforms across businesses, led by JioMart
 - Onboard merchant partners across categories and geographies
 - Build new businesses, segments and own brands
- To support this, the business will look to establish an extensive supply chain network, leverage technology backbone and build talent and organisation for a world-class retail enterprise.

Dividend

The Board of Directors of the Company have not recommended any dividend on the preference shares and equity shares for the financial year under review.

Details of Material changes from the end of financial year

The outbreak of COVID-19 pandemic, ensuing lockdown and operating restrictions imposed across the country has affected business operations.

Whilst keeping the service spirit high, the business is strongly focused on ensuring the safety, health and wellbeing of its employees and securing operations.

Despite the operating constraints, Reliance Retail continued to serve the needs of its customers and merchant partners by ensuring seamless supply of essentials in these trying times.

Pharmacy

Reliance Retail forayed into pharmacy retail during FY 2020-21. It aims to lead the category by pioneering an omni-channel pharma strategy encompassing physical stores, digital platform Netmeds.com, and partnerships with connected local pharmacies. This integrated and inclusive offering will enhance accessibility and affordability of medicines for Indian customers.

Key developments during the year:

- 114 pharmacies operationalised

Connectivity

Reliance Retail works as the master distributor for Jio connectivity services. The distribution network comprises 8,200+ Jio stores and a vast network of retailers across the country for new customer acquisitions and recharges. Jio Stores provide customers best in class service of activations, recharges, devices availability and after sales service.

In order to enhance seamless customer recharge and activation experience, business has created a unique entrepreneur model by onboarding over 1.6 million Jio Associates who help our customers remain connected at all points in time.

To keep friends and family safe, business is encouraging digitally savvy customers to recharge online on their own and stay home, stay safe and stay connected. Business has also enhanced the technology solution/architecture to improve recharge experience on its online partner platforms.

Outlook

Reliance Retail has charted out its growth path to become a leading top league global retailer. With a view to serving and delighting its customers far and wide, in the near term the business will focus and drive the following five key strategic thrusts:

- Develop supply side ecosystem and invest in design, product development and sourcing
- Leverage broader India retail opportunity through continued store expansion

Scheme of Arrangement

The Company had implemented two schemes namely Reliance Retail Employees' Restricted Stock Unit Plan 2006 and 2007 under which Restricted Stock Units ("RSUs") have been allotted to eligible employees. On exercise of the RSUs by some of the employees, equity shares have been allotted to them. The Company has been receiving requests from the employees holding equity shares for providing them options for exit and liquidity, including by way of listing of the equity shares. The Company does not have any plan for listing of its equity shares on the stock exchanges. In view of the above, the Company had proposed a scheme of arrangement with its equity shareholders to provide an option for exit and liquidity in terms of the said scheme. The Scheme is pending before the National Company Law Tribunal, Mumbai.

Change in Capital Structure and Issue of Equity Shares

During the financial year under review, the Company has issued and allotted 18,000 Equity Shares of ₹ 10 each pursuant to exercise by the holder of Stock Option, under the Reliance Retail Employees Restricted Stock Unit Plan 2007.

Further, 80 Crore, 8.5% Non-cumulative Optionally Convertible Preference shares (OCPS) of ₹ 10/- each which were partly paid-up (being ₹ 2.5 towards face value and ₹ 7.5 towards share premium) were made fully paid-up i.e. ₹ 10 towards face value and ₹ 40 towards share premium.

Subsidiaries, Joint Ventures and Associate Companies

During the year under review, no company has become or ceased to be the Company's subsidiary, joint venture or associate company.

A statement providing details of performance and salient features of the financial statement of Subsidiary/ Associate/ Joint Venture companies, as per Section 129(3) of the Companies Act, 2013 ("the Act"), is provided as **Annexure A** to the consolidated financial statement and therefore not repeated in this Report to avoid duplication.

Consolidated Financial Statement

In accordance with the provisions of the Act and Indian Accounting Standard ("Ind AS") 110 - Consolidated Financial Statements, the audited consolidated financial statement forms part of the Annual Report.

Secretarial Standards

The Directors state that applicable Secretarial Standards, i.e., SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

Directors' Responsibility Statement

Your Directors state that:

- a) in the preparation of the annual accounts for the financial year ended March 31, 2021, the applicable accounting standards read with requirements set out under Schedule III to the Act have been followed and there are no material departures from the same;
- b) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the profit of the Company for the year ended on that date;
- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors have prepared the annual accounts on a 'going concern basis'; and
- e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Contracts or Arrangements with Related Parties

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were

in its ordinary course of business and on an arm's length basis. During the financial year, the Company had not entered into any contract / arrangement / transaction with related parties which is required to be reported in Form No. AOC-2 in terms of Section 134(3)(h) read with Section 188 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Members may refer to Note 32 to the standalone financial statement which sets out related party disclosures pursuant to Indian Accounting Standards.

Corporate Social Responsibility (CSR)

The Corporate Social Responsibility Committee ("CSR Committee") have formulated and recommended to the Board, a Corporate Social Responsibility Policy ("CSR Policy") indicating the activities to be undertaken by the Company, which have been approved by the Board. The CSR Policy may be accessed on the Company's website at the link https://www.relianceretail.com/INV_Doc/Other_Downloads/36_Corporate_Social_Responsibility_Policy.pdf. There has been no change in the CSR Policy during the year.

During the year, the Company has spent ₹ 94.64 crore (2% of the average net profits of the last three financial years) on CSR activities majorly focusing on Rural Transformation, Disaster Relief, Sports, Healthcare and Education.

The Annual report on CSR activities is annexed herewith and marked as **Annexure I** to this Report.

Risk Management

The Company has a structured Risk Management Framework which identifies, manages, monitors and reports both, the key risks and the newly emerged risks - that can impact achievement of its strategic objectives. The Company's management systems, organizational structure, processes, standards, code of conduct and behaviours together form the Reliance Management System that governs how the Company conducts the business and manages associated risks. Reliance's Risk Management Framework is founded on sound organisation design principles and is enabled by effective use of technology.

The Risk Management Committee of the Company have been entrusted with the responsibility to assist the Board in:

- (a) overseeing and approving the Company's enterprise wide risk management framework; and
- (b) ensuring that all material Strategic and Commercial Risks, Safety and Operational Risk, Compliance and Control Risks and Financial risks have been identified, assessed and that adequate risk mitigations are in place, to address these risks.

Internal Financial Controls

Internal Financial Controls are an integral part of the Group Risk Management framework and processes that address financial risks. The key internal financial controls have been documented,

automated wherever possible and embedded in the respective business processes. Assurance to the Board on the effectiveness of internal financial controls is obtained through 3 Lines of Defence which include:

- (a) Management reviews and control self-assessment;
- (b) Continuous controls monitoring by functional experts; and
- (c) Independent design and operational testing by the Group Internal Audit function.

The Company believes that these systems provide reasonable assurance that Company's internal financial controls are designed effectively and are operating as intended.

Jewellery Purchase Scheme

The Company operates "Jewellery Purchase Scheme" providing an opportunity to its customers through 'Reliance Jewels' stores, to purchase gold and diamond jewellery for the various festival, family and social occasions through a deferred payment facility. The amounts received from customers under the jewellery purchase schemes of the Company are construed as 'deposits' under the Act. The Company has accepted deposits, being advances from customers under jewellery purchase scheme amounting to ₹ 1,44,37,63,466/- during the year and the amounts remaining unclaimed at the end of the year is ₹ 23,43,35,000/-. There has been no default in repayment of deposits or payment of interest thereon during the year.

The fixed deposit schemes of the Company (Jewellery Purchase Schemes) have received a credit rating of CARE AAA from CARE Ratings Limited. The Company has strong financials and the same is reflected in the highest credit ratings issued by the agencies.

There were no revisions in the credit ratings mentioned above during the year.

The Company has not accepted any deposit that is not in compliance with the requirements of Chapter V of the Act.

Directors and Key Managerial Personnel

In accordance with the provisions of the Act and the Articles of Association of the Company, Ms. Geeta Fulwadaya (DIN: 03341926), Director of the Company, retires by rotation at the ensuing Annual General Meeting (AGM). The Board of Directors on the recommendation of the Nomination and Remuneration Committee (NRC) have recommended her re-appointment.

The Board of Directors on recommendation of the NRC has re-appointed Shri. V. Subramaniam as Whole-time Director of the Company for a period of 5 (five) years with effect from December 7, 2021, subject to approval of shareholders, as his current term of office is upto December 6, 2021.

The Board of Directors, based on performance evaluation and as per the recommendation of the NRC has commended the re-appointment of Shri Ranjit V. Pandit, as an Independent

Director of the Company for a second term of 5 (five) consecutive years, effective April 16, 2022 on completion of his current term of office. In the opinion of the Board, he possesses requisite expertise, integrity and experience (including proficiency) for appointment as an Independent Director of the Company and the Board considers that, given his professional background, experience and contributions made by him during his tenure, the continued association of Shri Ranjit V. Pandit would be beneficial to the Company.

The Company has received declarations from all the Independent Directors of the Company, confirming that:

- a) they meet with the criteria of independence as prescribed under the Act; and
- b) they have registered their names in the Independent Directors' Databank.

In the opinion of the Board, all the Independent Directors of the Company possess requisite expertise, integrity and experience.

The Company has devised, *inter-alia* the following policies viz:

- a) Policy for selection of Directors and determining Directors' independence; and
- b) Remuneration Policy for Directors, Key Managerial Personnel and other employees.

The aforesaid policies are available on the Company's website and can be accessed at https://www.relianceretail.com/INV_Doc/Other_Downloads/23_Policy_for_selection_of_Director_and_Determining_Director_Independence.pdf and https://www.relianceretail.com/INV_Doc/Other_Downloads/24_Remuneration_Policy_of_Director_KMP_and_Other_Employees.pdf

The Policy for selection of Directors and determining Directors' independence sets out the guiding principles for the NRC for identifying persons who are qualified to become a Director and to determine the independence of Directors, in case of their appointment as Independent Directors of the Company. The Policy also provides for the factors in evaluating the suitability of individual Board members with diverse background and experience that are relevant for the Company's operations.

The Remuneration Policy for Directors, Key Managerial Personnel and other employees sets out the guiding principles for the NRC for recommending to the Board the remuneration of the Directors, Key Managerial Personnel and other employees of the Company.

There has been no change in the aforesaid policies during the year.

Performance Evaluation

The Company has a policy for performance evaluation of the Board, Committees and other individual Directors (including Independent Directors) which include criteria for performance evaluation of Non-executive Directors and Executive Directors.

The annual performance evaluation of the Board, its Committees and Individual Directors was conducted in accordance with the manner specified by the NRC. The Independent Directors carried out annual performance evaluation of the Chairperson, the non-independent directors and the Board as a whole. The Chairman of the respective Committees shared the report on evaluation with the respective Committee members. The performance of each Committee was evaluated by the Board, based on the report on evaluation received by it from respective Committees. A consolidated report on performance evaluation was shared with the Chairman of the Board for his review and giving feedback to each Director.

Employees' Stock Option / Restricted Stock Units (RSUs)

Disclosures with respect to Employees Stock Option Scheme of the Company:

a) RSUs granted: Nil; b) RSUs vested: Nil; c) RSUs exercised: 30,000; d) The total number of shares arising as a result of exercise of RSUs: 18,000; e) RSUs lapsed: Nil; f) Exercise price: ₹ 10; g) Variation of terms of RSUs: Nil; h) Money realised by exercise of RSUs: ₹ 1,80,000; i) The total number of RSUs in force: 3,01,789;

Employee wise details of RSUs granted during the year to-

- i. Key managerial personnel: Nil
- ii. Any other employee who receives a grant of RSUs in any one year of RSUs amounting to five per cent or more of RSUs granted during that year: Nil
- iii. Identified employees who were granted RSUs, during any one year, equal to or exceeding one per cent of the issued capital (excluding outstanding warrants and conversions) of the Company at the time of grant: Nil

Auditors and Auditors' Report

Statutory Auditors

M/s. D T S & Associates LLP (formerly known as D T S & Associates), Chartered Accountants (firm registration number 142412W/W100595), were appointed as Auditors of the Company, for a term of 5 (five) consecutive years, at the Annual General Meeting held on September 29, 2017. The Auditors have confirmed that they are not disqualified from continuing as Auditors of the Company.

The Notes on the financial statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer.

Secretarial Auditor

The Board had appointed M/s. Shashikala Rao and Co., Company Secretaries, to conduct Secretarial Audit for the financial year 2020-21. The Secretarial Audit Report for the financial year ended March 31, 2021, is annexed herewith marked as **Annexure II** to this Report. The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer.

Disclosures:

(I) Meetings of the Board

5 (Five) meetings of the Board of Directors were held during the financial year 2020-21.

(II) Audit Committee

The Audit Committee comprises Shri Ranjit V. Pandit (*Chairman*), Shri Pankaj Pawar and Shri K. Sudarshan. During the year, all the recommendations made by the Audit Committee were accepted by the Board.

(III) Corporate Social Responsibility Committee

The CSR Committee comprises Shri Ranjit V. Pandit (*Chairman*), Shri Pankaj Pawar, Shri Sanjay Jog and Shri K. Sudarshan.

(IV) Nomination and Remuneration Committee

The NRC comprises Shri Ranjit V. Pandit (*Chairman*), Shri Pankaj Pawar, Shri Sanjay Jog and Shri K. Sudarshan.

(V) Stakeholder Relationship Committee

The Stakeholder Relationship Committee comprises Shri Sanjay Jog (*Chairman*), Shri Pankaj Pawar and Shri K. Sudarshan.

(VI) Compliance Committee

The Compliance Committee comprises Shri V. Subramaniam (*Chairman*), Shri Sanjay Jog and Ms. Geeta Fulwadaya.

(VII) Risk Management Committee

The Risk Management Committee comprises Shri Ranjit V. Pandit (*Chairman*), Shri Pankaj Pawar, Shri V. Subramaniam, Shri Dinesh Thapar and Shri Ashwin Khasgiwala.

(VIII) Vigil Mechanism

The Company has established a robust Vigil Mechanism and a Whistle Blower Policy in accordance with the provisions of the Act. The Vigil Mechanism is supervised by an 'Ethics & Compliance Task Force' comprising senior executives of the Company. Ethics & Compliance Task Force meets periodically to review the complaints and incidents and reports them to the Audit Committee. Protected disclosures can be made by a whistle blower through an e-mail or dedicated telephone line or a letter to the Ethics & Compliance Task Force or to the Chairman of the Audit Committee.

The Vigil Mechanism and Whistle Blower Policy may be accessed on the Company's website at the link: https://www.relianceretail.com/INV_Doc/Other_Downloads/37_Vigil_Mechanism_and_Whistle_Blower_Policy.pdf

(IX) Prevention of Sexual Harassment at Workplace

As per the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 (“POSH Act”) and Rules made thereunder, the Company has formed Internal Committee at its operational locations to address complaints against sexual harassment in accordance with the POSH Act. The Company has in place Anti-Sexual Harassment Policy which ensures a free and fair enquiry process with clear timelines for resolution. To build awareness in this area, the Company has been conducting online programme on a continuous basis. Further, there were no cases/complaints filed during the financial year under review.

(X) Particulars of Loans given, Investments made, Guarantees given and Securities provided

Particulars of loans given and investments made along with the purpose for which the loan is proposed to be utilised by the recipients are provided in the Standalone financial statement (Please refer Note 33 to the standalone financial statement).

During the year under review, there were no guarantees given or securities provided by the Company in terms of Section 186 of the Act.

(XI) Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo**A. Conservation of Energy:****i) Steps taken or impact on conservation of energy:**

Your Company is engaged in organized retail business and carries on its activities in an environmental friendly and energy-efficient manner. The Company recognizes the importance of energy conservation and in decreasing the adverse effects of global warming and climate change.

The company was successful in saving of cost for LFL stores due to various energy conservation initiatives.

Electric Vehicles

Reflecting on our net carbon zero target, we have deployed an electric fleet of e-2wheel and e-3wheel vehicles for JioMart last mile delivery operations as a part of our ‘Zero Carbon’ design framework. Considering the scale of our business, we are creating the entire ecosystem for electric vehicles, consisting of battery charging / swapping stations, swappable battery inventory pool, and technology platform, to efficiently manage energy costs and seamlessly deploy electric vehicles at large scale. This will ensure that we create a ground up electric vehicle value chain that will set the global

benchmark for last mile delivery. We started our electric mobility journey with pilots in Delhi NCR region, first with e-2wheelers and subsequently with e-3wheelers. We have also started pilot testing of swapping battery stations at over 14 select locations within Delhi NCR region. Additionally, we have already planned deployment of electric vehicles in top 10 cities and plan to expand our electric vehicles fleet to top 50 cities in next 12 months. We are committed to play an important role in accelerating the adoption of electric vehicles and making green mobility mainstream by working closely with all ecosystem partners i.e. vehicle manufacturers, battery / cell manufacturers, IOT / technology partners and transport service providers.

Green Packaging

Our packaging design strategy is based on core principles of sustainable circular economy and has very minimal impact on forest & conventional resources. These principles are (i) Reduce i.e. reduction in consumption of packaging material/ packaging material waste; (ii) Reuse i.e. multiple use packaging instead of single use / one time use packaging; (iii) Recycle i.e. converting waste packaging into materials for new packaging items. For external packaging, we are using R-Elan reusable delivery bags and recyclable corrugated boxes for customer and reusable delivery totes for partner merchants. For internal packaging, we are using shredded protective corrugated paper from used boxes for fragile products.

The Company has systems in place to consistently monitor and reduce power consumption across its stores and operational sites. Power/lighting and HVAC equipment’s which are aged are replaced in a timely manner, with energy efficient equipment’s. The company is ISO 50001:2011 (Energy Management System standards) certified and processes followed are in compliance with the standard.

The Company has undertaken various energy conservation measures at its retail stores through use of alternate energy source (Solar energy), use of energy efficient lights (LED Lights) & efficient HVAC equipment’s. The Company also actively conducts training and awareness of operational staff with the objective of energy conservation. The Company also routinely undertakes store level energy Audits, third party Sustainable audits, day-to-day monitoring of energy consumption, Power factor monitoring and correction, Contract Demand

reduction, installation of energy savers and other miscellaneous measures.

Steps taken by the Company for utilising alternate sources of energy:

Considering the nature of the Company's business of rendering services, at few locations solar energy is used as an alternate energy source. The Company is committed to reducing dependence on energy from fossil fuel.

Capital investment on energy conservation equipment:

The Company has done capital investment of ₹ 7.8 crore (approx.) on various energy conservation initiatives like LED lights, Efficient HVAC equipment's etc. at stores/sites.

B. Technology Absorption

(i) Efforts made towards technology absorption:

The Company has not entered into any technology agreement or collaborations.

(ii) The benefits derived like product improvement, cost reduction, product development or import substitution: Not applicable

(iii) Information regarding imported technology (Imported during last three years):

The Company has not imported any technology during the last three years.

(iv) Expenditure incurred on research and development: Nil

C. Foreign Exchange Earnings and Outgo:

Foreign Exchange earned in terms of Actual Inflows: ₹ 26.08 crore

Foreign Exchange outgo in terms of Actual Outflows: ₹ 1329.39 crore

(XII) Annual Return

The Annual Return of the Company as on March 31, 2021 is available on the Company's website and can be accessed at https://www.relianceretail.com/INV_Doc/Other_Downloads/Annual_Return_2020-21.pdf

General

The Board of Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the financial year under review:

- 1) Issue of equity shares with differential rights as to dividend, voting or otherwise.
- 2) Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and except Employee's Stock Option Scheme referred to in this Report.
- 3) The Company has not provided money for the purchase of its own shares by employees or by trustees for the benefit of employees.
- 4) The Whole-time Director of the Company does not receive any remuneration or commission from any of its subsidiaries/holding companies.
- 5) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- 6) No fraud has been reported by the Auditors to the Audit Committee or the Board of Directors of the Company.
- 7) The Company is not required to maintain cost records in terms of Section 148(1) of the Act.
- 8) There has been no change in the nature of business of the Company.
- 9) There is no application made / proceeding pending under the Insolvency and Bankruptcy Code, 2016.
- 10) There was no instance of one-time settlement with any Banks or Financial Institutions.

The Board of Directors further state that no cases of child labour, forced labour, involuntary labour or discriminatory employment were reported during the year under review.

Acknowledgement

The Board of Directors wish to place on record its deep sense of appreciation for the committed services by all the employees of the Company. The Board of Directors would also like to express their sincere appreciation for the assistance and co-operation received from financial institutions, banks, government and regulatory authorities, customers, vendors and members during the year under review.

For and on behalf of the Board of Directors

Pankaj Pawar
(Chairman)

April 30, 2021

Annexure I to Board's Report**Annual Report on Corporate Social Responsibility (CSR) activities for the Financial Year 2020-21**

- Brief outline on CSR Policy of the Company:
Refer Section Corporate Social Responsibility (CSR) in the Board's Report
- Composition of CSR Committee

Sl. No.	Name of Director	Designation/Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Shri Ranjit V. Pandit	Chairman (Non-Executive Director)	2	2
2	Shri K. Sudarshan	Member (Non-Executive Director)	2	2
3	Shri Pankaj Pawar	Member (Non-Executive Director)	2	2
4	Shri Sanjay Jog	Member (Non-Executive Director)	2	2

3.	Provide the weblink where Composition of CSR Committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company	Composition of CSR Committee	https://www.relianceretail.com/INV_Doc/Other_Downloads/41_Composition_of_CSR_Committee.pdf
		CSR Policy	https://www.relianceretail.com/INV_Doc/Other_Downloads/36_Corporate_Social_Responsibility_Policy.pdf
		CSR projects approved by the board	The CSR projects for the financial year 2021-22 shall be considered by the Board at its forthcoming Board Meeting and shall be subsequently placed on the website of the Company.

4.	Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule(3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report)	Not Applicable for the current financial year under review
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- Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility) Rules, 2014 and amount required for set off for the financial year, if any

Sl. No.	Financial Year	Amount available for set-off from preceeding financial years (₹ in crore)	Amount required to be set-off for the financial year, if any (₹ in crore)
Not Applicable			

6.	Average net profit of the company as per section 135(5)	₹ 4,732.23 crore
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7.	a) Two percent of average net profit of the company as per section 135(5)	₹ 94.64 crore
	b) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years	Nil
	c) Amount required to be set off for the financial year, if any	Nil
	d) Total CSR obligation for the financial year (7a + 7b - 7c)	₹ 94.64 crore

- a) CSR amount spent or unspent for the financial year:

Total Amount spent for the Financial Year	Amount Unspent (₹ in crore)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the fund	Amount	Date of transfer
₹ 94.64 Crore	Not applicable		Not applicable		

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

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the project	Item from the list of activities in schedule VII to the Act	Local area (Yes / No)	Location of the project		Project duration	Amount allocated for the project (₹ in crore)	Amount spent in the current financial year (₹ in crore)	Amount transferred to Unspent CSR Account for the project as per section 135(6) (₹ in crore)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
							Nil	Nil	Nil			
TOTAL							Nil	Nil	Nil			

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

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the project	Item from the list of activities in schedule VII to the Act	Local area (Yes/No)	Location of the project		Amount spent for the project (₹ in crore)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration number
EDUCATION									
1	Promoting Institution of Excellence - Jio Institute	Clause (ii) Promoting education	Yes	Maharashtra	Raigad	40.00	No	Reliance Foundation CSR00000623	
2	Scholarship and Education Support		Yes	Note 1		1.44	No	Reliance Foundation CSR00000623	
HEALTH									
3	Preventive and Public Healthcare Initiatives	Clause (i) Promoting Health Care including preventive Health Care	Yes	Maharashtra	Mumbai	29.23	No	Reliance Foundation CSR00000623	
4	COVID-19 - Mission Covid Suraksha		Yes	Maharashtra	Mumbai	13.98	No	Reliance Foundation CSR00000623	
RURAL DEVELOPMENT									
5	Sustainable Livelihoods Programme	Clause (i) Eradicating hunger, poverty and malnutrition; Clause (x) rural development projects;	Yes	Note 2		4.50	No	Reliance Foundation CSR00000623	

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the project	Item from the list of activities in schedule VII to the Act	Local area (Yes/No)	Location of the project		Amount spent for the project (₹ in crore)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration number
DISASTER RESPONSE									
6	COVID-19 Relief Support	Clause (xii) disaster management, including relief, rehabilitation and reconstruction activities.	Yes	Maharashtra	Mumbai	4.23	No	Reliance Foundation CSR00000623	
SPORTS FOR DEVELOPMENT									
7	Promoting Grassroot Sports	Clause (vii) training to promote rural sports, nationally recognised sports, paralympic sports and olympic sports	Yes	Maharashtra	Thane	1.26	No	Reliance Foundation CSR00000623	
TOTAL						94.64			

Note 1 **Andhra Pradesh** - Anantapur, Chittoor, East Godavari, Krishna, Nellore, Srikakulam, West Godavari; **Arunachal Pradesh** - Changalang, Papumpare, Tirap; **Assam** - Barpeta, Cachar, Dhemaji, Guwahati, Jorhat, Nagaon, Sonitpur, Tinsukia, Udalguri; **Bihar** - Arwal, East Champaran, Gopalganj, Jamui, Nalanda, Patna, Sheikhpura; **Chandigarh** - Chandigarh; **Chhattisgarh** - Durg, Jashpur, Korba, Koriya, Mungeli, Raipur; **Delhi** - New Delhi; **Goa** - North Goa, South Goa; **Gujarat** - Ahmedabad, Amreli, Anand, Aravali, Banaskantha, Bharuch, Bhavnagar, Botad, Chhota Udepur, Dadra and Nagar Haveli, Dahod, Daman, Dang, Devbhumi Dwarka, Diu, Gandhinagar, Gir Somnath, Jamnagar, Junagadh, Kachchh, Kheda, Mahisagar, Mehsana, Morbi, Narmada, Navsari, Panchmahal, Patan, Porbandar, Rajkot, Sabarkantha, Surat, Surendranagar, Tapi, Vadodara, Valsad; **Haryana** - Fatehabad, Gurgaon, Hisar, Jind, Kaithal, Mahendragarh; **Himachal Pradesh** - Hamirpur, Kangra, Kullu, Mandi, Shimla, Sirmour, Solan; **Jammu & Kashmir** - Anantnag, Baramulla, Jammu, Kupwara, Pulwama, Srinagar; **Jharkhand** - Bokaro, Giridih, Hazaribagh, Pakur, Ranchi; **Karnataka** - Bangalore.

Note 2 **Andhra Pradesh** - Kurnool, Vizianagaram, East Godavari; **Gujarat** - Ahmedabad, Aravalli, Bharuch, Patan, Rajkot; **Jharkhand** - Deoghar; **Karnataka** - Bidar, Gadag; **Madhya Pradesh** - Barwani, Bhopal, Chhindwara, Malwa, Mandla, Seoni; **Maharashtra** - Mumbai, Aurangabad, Parbhani; **Odisha** - Balangir, Bhubneswar; **Rajasthan** - Banswara, Jaipur, Sawai Madhopu; **Telangana** - Nizamabad; **Karnataka** - Uduppi; **Tamil Nadu** - Chennai; **West Bengal** - Kolkata.

d)	Amount spent on Administrative Overheads	-
e)	Amount spent on Impact Assessment, if applicable	-
f)	Total amount spent for the Financial Year (8b + 8c + 8d + 8e)	₹ 94.64 crore
g)	Excess amount for set off, if any	

Sl. No.	Particular	Amount (₹ in crore)
(i)	Two percent of average net profit of the company as per section 135(5)	94.64
(ii)	Total amount spent for the Financial year	94.64
(iii)	Excess amount spent for the financial year [(ii) - (i)]	-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii) - (iv)]	-

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

(1)	(2)	(3)	(4)	(5)			(6)
Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135(6) (₹ in crore)	Amount spent in the reporting Financial Year (₹ in crore)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years (₹ in crore)
				Name of the Fund	Amount (₹ in crore)	Date of transfer	
Not Applicable							

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

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

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

Ranjit V. Pandit
(Chairman, CSR Committee)

Sanjay Jog
(Director)

April 30, 2021

Annexure II to Board's Report

SECRETARIAL AUDIT REPORT*For the Financial Year ended March 31, 2021**[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014]*

To,
The Members,
Reliance Retail Limited
 3rd Floor, Court House
 Lokmanya Tilak Marg
 Dhobi Talao
 Mumbai- 400 002

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Reliance Retail Limited (“the Company”)**. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and provided either as scanned copies by email or through permitted access to the Company's in-house portal and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2021 (**“the Financial Year”**), complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the Financial Year according to the provisions of:

- i) The Companies Act, 2013 (**“the Act”**) and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 (**“SCRA”**) and the rules made thereunder;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of **Foreign Direct Investment**, Overseas Direct Investment and **External Commercial Borrowing**;
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (**“SEBI Act”**):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers)

Regulations, 2011- **Not Applicable to the Company during the Audit Period;**

- b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 - ***Not Applicable to the Company during the Audit Period;**
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - **Not Applicable to the Company during the Audit Period;**
- d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 - **Not Applicable to the Company during the Audit Period;**
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- **Not Applicable to the Company during the Audit Period;**
- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client - **Not Applicable to the Company during the Audit Period;**
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- **Not Applicable to the Company during the Audit Period;** and
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 - **Not Applicable to the Company during the Audit Period.**

* The Company being a material subsidiary of Reliance Industries Limited (**“RIL”**), directors and certain employees of the Company have been categorised as Designated Persons and are covered by the Code of Conduct under The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, of RIL.

We have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- ii) The Listing Agreements entered into by the Company with Stock Exchange(s) - **Not Applicable to the Company during the Audit Period;**

- iii) The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, if applicable – **Not Applicable to the Company during the Audit Period;**

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that, the Company has identified the following laws as specifically applicable to the Company:

- i) The Food Safety and Standards Act, 2006 and Rules;
- ii) The Legal Metrology Act 2009 and Rules;
- iii) State Agriculture Produce Marketing Act;
- iv) The Bureau of Indian Standards Act, 2016;
- v) The Trade Marks Act, 1999

We further report that-

The Board of Directors of the Company is constituted comprising Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors that took place during the period under review.

Adequate notice was given to all directors of the Company of the meetings of the Board (including meetings of the Committees), except where consent of directors was received for shorter notice. With the consent of the directors, the agenda and detailed notes on agenda for the Board meetings (including meetings of the Committees), were sent less than seven days before the date of the respective meeting(s).

We further report that the Company has devised a system which enables the directors to seek and obtain further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions made at Board Meetings and Committee Meetings have unanimous consent of directors (excluding the directors who

are concerned or interested in specific items) as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be.

We further report that having regard to the compliance system prevailing in the Company and as per explanations and management representations obtained and relied upon by me the Company has adequate systems and processes commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that, during the audit period the Company has done the following transactions in due compliance with the applicable provisions of the Act:

- a) The partly paid-up non-cumulative optionally convertible preference shares of the Company have been made fully paid-up;
- b) Allotted equity shares pursuant to Reliance Retail Employees Restricted Stock Unit Plan 2007.

For **Shashikala Rao & Co.**

Company Secretaries
ICSI Unique Code: P2010MH067400
PR 845/2020

Shashikala Rao

Partner
FCS 3866 CP No 9482
UDIN F003866C000219257

Place: Mumbai
Date: April 30, 2021

ANNEXURE TO THE SECRETARIAL AUDIT REPORT

To
The Members
Reliance Retail Limited

Our report of even date is to be read along with this letter:

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. We believe that the process and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of account of the Company.
4. Wherever required, we have obtained Management Representation about the compliance of laws, rules and regulations and happening of events, etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management.
6. The Secretarial Audit report is neither an assurance as to future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **Shashikala Rao & Co.**
Company Secretaries
ICSI Unique Code: P2010MH067400
PR 845/2020

Shashikala Rao
Partner

Place: Mumbai
Date: April 30, 2021

FCS 3866 CP No 9482
UDIN F003866C000219257

Reliance Retail Limited
Standalone Financial Statements
2020-21

Independent Auditor's Report

To The Members of Reliance Retail Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Reliance Retail Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2021, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2021, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

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

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Directors report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

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

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

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.

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- e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure A”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting with reference to these standalone financial statements.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements as referred to in Note 28 to the standalone financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”) issued by the Central Government in terms of Section 143(11) of the Act, we give in “Annexure B” a statement on the matters specified in paragraphs 3 and 4 of the Order.

For D T S & Associates LLP

Chartered Accountants

(Firm’s Registration No. 142412W/W100595)

Saurabh Pamecha

Partner

Membership No. 126551

MUMBAI, April 30, 2021

(UDIN: 21126551AAAAFF2557)

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1(f) under ‘Report on other legal and regulatory requirements’ section of our report of even date to the members of Reliance Retail Limited for the year ended 31st March, 2021)

Report on the internal financial controls over financial reporting under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Reliance Retail Limited (“the Company”) as of 31st March, 2021 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management’s responsibility for internal financial controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (the “Guidance Note”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting with reference to these standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these standalone financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting with reference to these standalone financial statements.

Meaning of internal financial controls over financial reporting with reference to these standalone financial statements

A company’s internal financial control over financial reporting with reference to these standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting with reference to these standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent limitations of internal financial controls over financial reporting with reference to these standalone financial statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone financial

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting with reference to these standalone financial statements were operating effectively as at 31st March, 2021, based on the criteria for internal financial control over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For D T S & Associates LLP

Chartered Accountants

(Firm's Registration No. 142412W/W100595)

Saurabh Pamecha

Partner

Membership No. 126551

MUMBAI, April 30, 2021

(UDIN: 21126551AAAAFF2557)

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 2 under ‘Report on other legal and regulatory requirements’ section of our report of even date to the members of Reliance Retail Limited for the year ended 31st March, 2021)

- i. In respect of its fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deeds provided to us, we report that, the title deeds, comprising all the immovable properties of lands which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements for the said lands are in the name of the Company.
- ii. As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- v. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014, as amended, with regard to the deposits accepted. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013.
- vii. According to the information and explanations given to us, in respect of statutory dues:
 - a) The Company has generally been regular in depositing undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income Tax, Customs Duty, Goods and Service Tax, Cess and other material statutory dues applicable to it to the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March 2021 for a period of more than six months from the date they became payable.
 - b) Details of dues of Income Tax, Sales Tax, Excise Duty and Value Added Tax which have not been deposited as on 31st March 2021 on account of disputes are given below:

Name of the Statute	Nature of Dues	Forum where dispute is pending	Period to which the amount relates	Amount (₹ in crore)
Central Sales Tax Act, 1956 and Sales Tax Act of various states	Sales Tax/ Value Added Tax and Entry Tax	Value Added Tax Appellate Tribunal	2009-10	0.10
		Appellate Authority	2011-12 to 2016-17	0.09
		The Appellate Deputy Commissioner	2011 -12 & 2014-15	0.02
Central Excise Act, 1944	Excise Duty	Customs, Excise and Service Tax Appellate Tribunal	2010-11 to 2012-13	3.98
Central Excise Act, 1944	Excise Duty	Commissioner of Central Excise (Appeals)	2010-11 to 2011-12	0.01

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- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans to banks. The Company has not borrowed any funds from financial institution or government or by issue of debentures.
- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and the term loans have been applied for the purpose for which they were raised.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company has been noticed or reported during the year except there have been instances of defalcation / frauds by employees on the Company which individually and in aggregate are not material.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Sections 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or directors of its holding, subsidiary or associate company or persons connected with them, and hence provisions of Section 192 of the Act, are not applicable.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For D T S & Associates LLP

Chartered Accountants

(Firm's Registration No. 142412W/W100595)

Saurabh Pamecha

Partner

Membership No. 126551

MUMBAI, April 30, 2021

(UDIN: 21126551AAAAFF2557)

Standalone Balance Sheet as at 31st March, 2021

	Note	As at 31st March, 2021	As at 31st March, 2020	₹ crore
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	1	8,263.15	7,185.34	
Capital Work-in-Progress	1	6,991.55	6,068.34	
Goodwill		2.90	-	
Intangible Assets	1	3,164.70	981.80	
Intangible Assets under Development	1	3,612.13	2,752.74	
		<u>22,034.43</u>	<u>16,988.22</u>	
Financial Assets				
Investments	2	586.24	578.24	
Loans	3	-	2,436.10	
Other Non-Current Assets	4	58.72	222.91	
Total Non-Current Assets		<u>22,679.39</u>	<u>20,225.47</u>	
Current Assets				
Inventories	5	12,321.60	9,348.16	
Financial Assets				
Trade Receivables	6	6,019.47	2,489.10	
Cash and Cash Equivalents	7	352.96	334.50	
Other Financial Assets	8	2,586.28	1,508.67	
Other Current Assets	9	6,220.59	1,660.01	
Total Current Assets		<u>27,500.90</u>	<u>15,340.44</u>	
Total Assets		<u><u>50,180.29</u></u>	<u><u>35,565.91</u></u>	
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	10	4,990.42	4,990.40	
Other Equity	11	20,331.79	13,124.78	
Total Equity		<u>25,322.21</u>	<u>18,115.18</u>	
Liabilities				
Non-Current Liabilities				
Provisions	12	48.20	38.10	
Deferred tax liabilities (net)	13	917.75	908.20	
Total Non-Current Liabilities		<u>965.95</u>	<u>946.30</u>	
Current Liabilities				
Financial Liabilities				
Borrowings	14	14,745.88	4,665.74	
Trade Payables Due to:	15			
Micro and Small Enterprise		401.39	33.97	
Other than Micro and Small Enterprise		6,281.51	5,642.87	
Other Financial Liabilities	16	1,377.21	5,109.43	
Provisions	17	3.58	3.09	
Other Current Liabilities	18	1,082.56	1,049.33	
Total Current Liabilities		<u>23,892.13</u>	<u>16,504.43</u>	
Total Liabilities		<u><u>24,858.08</u></u>	<u><u>17,450.73</u></u>	
Total Equity and Liabilities		<u><u>50,180.29</u></u>	<u><u>35,565.91</u></u>	

Significant accounting policies

See accompanying Notes to the Financial Statements 1 to 36

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

V. Subramaniam
Whole-Time Director

Pankaj Pawar
Director

Sanjay Jog
Director

Saurabh Pamecha
Partner
Membership No. 126551

Geeta Fulwadaya
Director

Prof. Dipak C. Jain
Director

K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary

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

	Note	2020-21	₹ crore 2019-20
INCOME			
Value of Sales		141,581.29	132,450.76
Income from Services		8,343.60	14,273.49
Value of Sales & Services (Revenue)		149,924.89	146,724.25
Less: GST Recovered		18,237.08	16,356.89
Revenue from Operations	19	131,687.81	130,367.36
Other Income	20	239.08	260.35
Total Income		131,926.89	130,627.71
EXPENSES			
Cost of Materials Consumed		0.94	2.99
Purchases of Stock-in-Trade		115,853.24	109,025.98
Changes in Inventories of Finished Goods and Stock-in-Trade	21	(2,918.98)	1,974.68
Employee Benefits Expense	22	1,223.11	943.86
Finance Costs	23	693.03	867.03
Depreciation and Amortisation Expense	1	1,447.58	1,108.85
Other Expenses	24	9,446.41	9,280.90
Total Expenses		125,745.33	123,204.29
Profit before Tax		6,181.56	7,423.42
Tax expenses			
Current Tax			
For Current year	25	1,585.15	1,001.22
For Earlier years		-	(2.94)
Deferred Tax	13	9.55	885.35
		1,594.70	1,883.63
Profit for the year		4,586.86	5,539.79
Other Comprehensive Income			
Items that will not be reclassified to Statement of Profit and Loss	22.1	1.83	(14.90)
Income tax relating to items that will not be reclassified to Statement of Profit and Loss		0.46	(2.00)
Total Other Comprehensive Income for the year (Net of tax)		1.37	(12.90)
Total Comprehensive Income for the year		4,588.23	5,526.89
Earnings per equity share of face value of ₹ 10 each			
Basic (in ₹)	27	8.62	10.41
Diluted (in ₹)	27	4.92	8.77
Significant accounting policies			
See accompanying Notes to the Financial Statements 1 to 36			

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

V. Subramaniam
Whole-Time Director

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K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary

Standalone Statement of Changes in Equity for the year ended 31st March, 2021

₹ crore

A. Equity Share Capital

Balance as at 1st April, 2019	Changes during the year 2019-20	Balance as at 31st March, 2020	Changes during the year 2020-21	Balance as at 31st March, 2021
4,989.54	0.86	4,990.40	0.02	4,990.42

B. Other Equity

₹ crore

	Instruments Classified as Equity			Reserves & Surplus				Other Comprehensive Income	Total
	8.5% Non Cumulative Optionally Convertible Preference Shares (OCPS) of ₹ 10 each, fully paid up	Call Money towards OCPS	Compulsorily Convertible Debentures of ₹ 10,00,000 each, fully paid up	Capital Reserve	Securities Premium	Retained Earnings	Total Reserves		
As on 31st March 2020									
Balance at the beginning of reporting period 1st April, 2019	200.00	381.20	330.00	55.11	800.00	5,829.14	6,684.25	2.42	7,597.87
Call Money towards OCPS	-	0.02	-	-	-	-	-	-	0.02
Total Comprehensive Income for the year	-	-	-	-	-	5,539.79	5,539.79	(12.90)	5,526.89
Balance at the end of reporting period 31st March, 2020	200.00	381.22	330.00	55.11	800.00	11,368.93	12,224.04	(10.48)	13,124.78
As on 31st March, 2021									
Balance at the beginning of reporting period 1st April, 2020	200.00	381.22	330.00	55.11	800.00	11,368.93	12,224.04	(10.48)	13,124.78
Call Money towards OCPS	600.00	(381.22)	-	-	2,400.00	-	2,400.00	-	2,618.78
Total Comprehensive Income for the year	-	-	-	-	-	4,586.86	4,586.86	1.37	4,588.23
Balance at the end of reporting period 31st March, 2021	800.00	-	330.00	55.11	3,200.00	15,955.79	19,210.90	(9.11)	20,331.79

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

V. Subramaniam
Whole-Time Director

Pankaj Pawar
Director

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Director

K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary

Standalone Cash Flow Statement for the year ended 31st March, 2021

	₹ crore	
	2020-21	2019-20
A: CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax as per Statement of Profit and Loss	6,181.56	7,423.42
Adjusted for:		
(Profit)/ Loss on Sale/ Discarding of Property, Plant and Equipment (Net)	2.78	44.04
Loss on Sale of Business *	23.94	-
Depreciation and Amortisation Expense	1,447.58	1,108.85
Effect of Exchange Rate Change	(11.00)	8.20
Net Gain on Financial Assets	(14.65)	(66.53)
Interest Income	(224.42)	(193.82)
Finance Costs	693.03	867.03
	<u>1,917.26</u>	<u>1,767.77</u>
Operating Profit before Working Capital Changes	8,098.82	9,191.19
Adjusted for:		
Trade and Other Receivables	(5,070.61)	785.73
Inventories	(2,973.44)	1,943.67
Trade and Other Payables	1,961.53	5,640.68
	<u>(6,082.52)</u>	<u>8,370.08</u>
Cash Generated from Operations	2,016.30	17,561.27
Taxes Paid (Net)	(1,424.10)	(1,087.35)
Net Cash Flow From Operating Activities[#]	592.20	16,473.92
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment and Intangible Assets	(8,216.61)	(7,185.24)
Proceeds from disposal of Property, Plant and Equipment and Intangible Assets	11.87	492.13
Sale of Business to Holding Company *	42.46	-
Investment in Subsidiaries/ Joint Ventures	(8.00)	(2.50)
Purchase of Other Investments	(12,323.50)	(55,931.01)
Proceeds from Sale of Financial Assets	12,338.15	59,000.43
Net Cash Flow From Other Financial Assets	2,436.10	(1,313.96)
Movement in Advances	(4,237.19)	-
Interest Income	285.02	179.90
Net Cash Flow Used in Investing Activities	(9,671.70)	(4,760.25)
C: CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Preference Share	2,618.78	0.02
Proceeds from Issue of Equity Share	0.02	0.86
Borrowings - Current (Net)	11,785.14	(8,134.82)
Movement in Deposits	(4,700.00)	(2,720.11)
Interest Paid	(605.98)	(854.81)
Net Cash Flow from / (Used in) Financing Activities	9,097.96	(11,708.86)
Net Increase/(Decrease) in Cash and Cash Equivalents	18.46	4.81
Opening Balance of Cash and Cash Equivalents	334.50	329.69
Closing Balance of Cash and Cash Equivalents (Refer Note 7)	352.96	334.50

Amount spent in Cash towards Corporate Social Responsibility is ₹ 94.64 crore (Previous Year ₹ 50.15 crore).

* Refer Note 29

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP

Chartered Accountants

(Firm Registration No. 142412W/W100595)

V. Subramaniam

Whole-Time Director

Pankaj Pawar

Director

Sanjay Jog

Director

Saurabh Pamecha

Partner

Membership No. 126551

Geeta Fulwadaya

Director

Prof. Dipak C. Jain

Director

K Sudarshan

Director

Date: 30th April 2021

Ranjit V. Pandit

Director

Dinesh Thapar

Chief Financial Officer

K Sridhar

Company Secretary

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

A. Corporate Information

Reliance Retail Limited (“the Company”) is a public limited company incorporated in India having its registered office at 3rd floor, Court House, Lokmanya Tilak Marg, Dhobi Talao, Mumbai 400002, India. The Company’s immediate holding Company is Reliance Retail Ventures Limited and Ultimate holding company is Reliance Industries Limited. The Company is engaged in organised retail spanning across various consumption baskets primarily catering to Indian consumers.

B. Significant Accounting Policies

B.1 Basis of Preparation and Presentation

The financial statements have been prepared on the historical cost basis except for following assets and liabilities which have been measured at fair value amount:

- i) Certain Financial Assets and Liabilities,
- ii) Defined Benefit Plans - Plan Assets and
- iii) Equity settled Share Based Payments

The Financial Statements of the Company have been prepared to comply with the Indian Accounting Standards (‘Ind AS’), including the Rules notified under the relevant provisions of the Companies Act, 2013.

The Company’s financial statements are presented in Indian Rupees (₹), which is also its functional currency and all values are rounded to the nearest crore (₹ 00,00,000) except when otherwise indicated.

B.2 Summary of Significant Accounting Policies

(a) Current and Non-Current Classification

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it is -

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when -

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

(b) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent costs are included in the asset’s carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre - operative expenses and disclosed under capital work in progress.

Depreciation on Property, Plant and Equipment is provided on straight line method and based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Leasehold improvements are amortized over the lower of estimated useful life or lease period; on assets acquired under finance lease depreciation is provided over the lease term.

The residual values, useful lives and methods of depreciation of Property, Plant and Equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognised.

(c) Leases

The Company, as a lessee, recognizes a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

For short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

(d) Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortisation / depletion and impairment loss, if any. Such cost includes purchase price and any cost directly attributable to bringing the asset to its working condition for the intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Intangible Assets Under Development.

Gains or losses arising from derecognition of an Intangible Asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

The company's intangible assets comprises assets with finite useful life which are amortised on a straight-line basis over the period of their expected useful life. The amortisation period and the amortisation method for Intangible Assets with a finite useful life are reviewed at each reporting date.

Computer software is amortised over a period of 5 years on a straight-line basis.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

(e) Research and Development Expenditure

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss.

Development costs are capitalized as an intangible asset if it can be demonstrated that the project is expected to generate future economic benefits, it is probable that those future economic benefits will flow to the entity and the costs of the asset can be measured reliably, else it is charged to the Statement of Profit and Loss.

(f) Cash and Cash Equivalent

Cash and cash equivalents comprise of cash on hand, cash at banks, short term deposits and short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(g) Finance Cost

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

(h) Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

Costs of inventories are determined on weighted average basis except Gold and silver is determined on FIFO basis. Inventories of Gold / Silver are adjusted with gains / loss on qualifying fair value hedges.

(i) Impairment of Non-Financial Assets - Property, Plant and Equipment and Intangible Assets

The Company assesses at each reporting date as to whether there is any indication that any Property, Plant and Equipment and Intangible assets or group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

(j) Provisions

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

(k) Contingent Liabilities

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

(l) Employee Benefits Expense

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

Post-Employment Benefits

Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme.

The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

Defined Benefit Plans

The Company pays gratuity to the employees who have completed five years of service with the Company at the time of resignation/superannuation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act, 1972.

The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The gratuity fund has been approved by respective Income Tax Authorities.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of Defined Benefit Plans in respect of post-employment are charged to the Other Comprehensive Income.

(m) Tax Expenses

The tax expenses for the period comprises of current tax and Deferred Income Tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in Equity. In which case, the tax is also recognised in Other Comprehensive Income or Equity.

i) Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance sheet date.

ii) Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilized.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

(n) Share Based Payments

Equity-settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share based payments is expensed on a straight line basis over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in Statement of Profit and Loss such that the cumulative expenses reflects the revised estimate, with a corresponding adjustment to Share Based Payments Reserve.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

(o) Foreign Currencies Transactions and Translation

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets which are capitalized as cost of assets.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in Other Comprehensive Income or Statement of Profit and Loss are also recognised in Other Comprehensive Income or Statement of Profit and Loss, respectively).

(p) Revenue Recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangement, because it typically controls the goods or services before transferring them to the customer.

Generally, control is transfer upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional. Generally the credit period does not exceed 90 days for sale of goods or services as the case may be.

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its expected value, which is assessed at each reporting period.

Contract balances

Trade receivables

A receivable represents the Company's right to an amount of consideration that is unconditional.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

Interest Income

Interest Income from a Financial Asset is recognised using effective interest rate method.

Dividend Income

Dividend Income is recognised when the Company's right to receive the amount has been established.

(q) Financial Instruments

i) Financial Assets

A. Initial Recognition and Measurement

All Financial Assets are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

B. Subsequent Measurement

a) Financial Assets Measured at Amortised Cost (AC)

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

b) Financial Assets Measured at Fair Value Through Other Comprehensive Income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

c) Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

C. Investment in Subsidiaries, Associates and Joint Ventures

The Company has accounted for its investments in Subsidiaries, associates and joint venture at cost less impairment loss (if any).

D. Other Equity Investments

All other equity investments are measured at fair value, with value changes recognised in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'. However, dividend on such equity investments are recognised in Statement of Profit and loss when the company's right to receive payment is established.

E. Impairment of Financial Assets

In accordance with Ind AS 109, the Company uses "Expected Credit Loss" (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12 months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date);
- Or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ii) Financial Liabilities

A. Initial Recognition and Measurement

All Financial Liabilities are recognized at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

B. Subsequent Measurement

Financial Liabilities are carried at amortized cost using the effective interest method.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

iii) Derivative Financial Instruments and Hedge Accounting

The Company uses various derivative financial instruments such as currency forwards and commodity contracts to mitigate the risk of changes in exchange rates and commodity prices. At the inception of a hedge relationship, the Company formally designates and documents the hedge relationship to which the Company wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently measured at fair value. Derivatives are carried as Financial Assets when the fair value is positive and as Financial Liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit and Loss, except in case where the related underlying is held as inventory, in which case, they are adjusted to the carrying cost of inventory.

Hedges that meet the criteria for hedge accounting are accounted for as follows:

A. Cash Flow Hedge

The Company designates derivative contracts or non-derivative Financial Assets / Liabilities as hedging instruments to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions. When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in the cash flow hedging reserve being part of Other Comprehensive Income. Any ineffective portion of changes in the fair value of the derivative is recognized immediately in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognized in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The cumulative gain or loss previously recognized in the cash flow hedging reserve is transferred to the statement of profit and loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

B. Fair Value Hedge

The company designates derivative contracts as hedging instruments to mitigate the risk of change in fair value of hedged item due to movement in commodity prices and foreign exchange rates.

Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item is amortised to Statement of Profit and Loss over the period of maturity.

iv) Derecognition of Financial Instruments

The Company derecognizes a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for derecognition under Ind AS 109. A Financial Liability (or a part of a Financial Liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

v) Offsetting

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

(r) Non-current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable.

A sale is considered as highly probable when decision has been made to sell, assets are available for immediate sale in its present condition, assets are being actively marketed and sale has been agreed or is expected to be concluded within 12 months of the date of classification.

Assets and liabilities classified as held for sale are measured at the lower of their carrying amount and fair value less cost of sell and are presented separately in the Balance Sheet.

(s) Earnings per share

Basic earnings per share is calculated by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date.

C. Critical Accounting Judgements and Key Sources of Estimation Uncertainty

The preparation of the Company's Financial Statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in next financial years.

(a) Depreciation / Amortization and Useful Life of Property, Plant and Equipment / Intangible Assets

Estimates are involved in determining the cost attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the management. Property, Plant and Equipment / Intangible Assets are depreciated / amortised over their estimated useful life, after taking into account estimated residual value. Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful life and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

(b) Recoverability of Trade Receivable

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

(c) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

(d) Impairment of Financial and Non-Financial Assets.

The impairment provisions for Financial Assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward-looking estimates at the end of each reporting period.

In case of non-financial assets company estimates asset's recoverable amount, which is higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

(e) Recognition of Deferred Tax Assets and liabilities

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Company uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

(f) Fair Value Measurement

For estimates relating to fair value of financial instruments refer note 31 of financial statements.

(g) Leases

With effect from 1st April 2019, Ind AS 116 – “Leases” (Ind AS 116) supersedes Ind AS 17 – “Leases”. The Company has adopted Ind AS 116 using the prospective approach. The Company evaluated if an arrangement qualifies to be a lease as per requirements of Ind AS 116. Identification of lease requires significant judgement. Large portion of the Company's leases are cancellable by both lessor and lessee or are arrangements which qualify as variable leases and hence are not considered for recognition of Right of Use Asset and lease liabilities. There are few lease arrangements which are cancellable only at the option of the lessee but have not been considered for recognition of Right of Use Assets and lease liabilities on grounds of materiality and exercisability.

(h) Estimation uncertainty Relating to the Global Health Pandemic on COVID-19

Management has performed the assessment of the effect of COVID -19 on the recoverability of the value of assets as at the end of the year and liquidity position as well as business activities in the foreseeable future. Based on the assessment, presently there are no significant concerns regarding recoverability of the value of the assets as well as on liquidity and continuity of the business. The impact of COVID – 19 may be different from that estimated as at the date of approval of these financial statements and the Company will continue to monitor any material changes to future economic conditions.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

1. Property, Plant and Equipment, Intangible Assets, Capital Work-in-Progress, and Intangible Assets under Development

₹ crore

Description	Gross Block				Depreciation/ Amortisation				Net Block	
	As at 1st April, 2020	Additions	Deductions/ Adjustments	As at 31st March, 2021	As at 1st April, 2020	For the year	Deductions/ Adjustments	As at 31st March, 2021	As at 31st March, 2021	As at 31st March, 2020
Property, Plant and Equipment										
Own assets:										
Freehold land	14.21	-	-	14.21	-	-	-	-	14.21	14.21
Buildings	17.22	-	-	17.22	1.77	0.28	-	2.05	15.17	15.45
Plant and machinery	347.11	36.31	40.73	342.69	152.08	53.18	20.28	184.98	157.71	195.03
Electrical installations	2,778.82	821.44	249.90	3,350.36	757.18	284.75	77.58	964.35	2,386.01	2,021.64
Equipment	3,798.61	1,015.99	934.90	3,879.70	1,116.15	310.45	193.90	1,232.70	2,647.00	2,682.46
Furniture and fixtures	1,728.78	761.29	49.55	2,440.52	426.18	195.12	10.72	610.58	1,829.94	1,302.60
Vehicles	1.57	-	1.51	0.06	1.07	0.05	1.09	0.03	0.03	0.50
Leasehold improvements	1,491.46	488.98	155.89	1,824.55	558.46	140.50	67.29	631.67	1,192.88	933.00
Sub-Total	10,177.78	3,124.01	1,432.48	11,869.31	3,012.89	984.33	370.86	3,626.36	8,242.95	7,164.89
Right-of-Use Assets:										
Leasehold land	25.29	-	-	25.29	4.84	0.25	-	5.09	20.20	20.45
Sub-Total	25.29	-	-	25.29	4.84	0.25	-	5.09	20.20	20.45
Total (i)	10,203.07	3,124.01	1,432.48	11,894.60	3,017.73	984.58	370.86	3,631.45	8,263.15	7,185.34
Intangible assets										
Trademark	135.66	-	-	135.66	13.59	13.57	-	27.16	108.50	122.07
Software	1,091.55	2,645.90	-	3,737.45	231.82	449.43	-	681.25	3,056.20	859.73
Total (ii)	1,227.21	2,645.90	-	3,873.11	245.41	463.00	-	708.41	3,164.70	981.80
Total (i+ii)	11,430.28	5,769.91	1,432.48	15,767.71	3,263.14	1,447.58	370.86	4,339.86	11,427.85	8,167.14
Previous year	9,768.10	2,653.63	991.45	11,430.28	2,609.57	1,108.85	455.28	3,263.14	8,167.14	-
Capital work-in-progress									6,991.55	6,068.34
Intangible Assets under Development									3,612.13	2,752.74

1.1 Capital Work-in-Progress Includes :

- ₹ 48.99 crore (Previous year ₹ 78.16 crore) on account of Capital Goods Inventory.
- ₹ 6,942.56 crore (Previous year ₹ 5,990.18 crore) relates to projects under implementation for new business initiatives.

1.2 Intangible Assets Under Development Includes ₹ 3,612.13 crore (Previous year ₹ 2,752.74 crore) on account of Project Development Expenditure.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

2 Investments - Non-Current	As at 31st March, 2021		As at 31st March, 2020	
	Units	₹ crore	Units	₹ crore
Investments measured at Amortised Cost				
Government and other securities - unquoted				
National Savings Certificates - 6 yrs Issue VII (Includes deposited with government authorities)		<u>0.29</u>		<u>0.29</u>
Total of Investments measured at Amortised Cost		<u><u>0.29</u></u>		<u><u>0.29</u></u>
Investments measured at Cost				
In Equity Shares of Subsidiary Companies - Unquoted, Fully paid up				
Reliance Petro Marketing Limited of ₹ 10 each	50,000	0.05	50,000	0.05
Reliance-GrandOptical Private Limited of ₹ 10 each	50,000	0.05	50,000	0.05
Reliance Clothing India Private Limited of ₹ 10 each	50,000	0.05	50,000	0.05
		<u>0.15</u>		<u>0.15</u>
In Equity Shares of Joint Ventures - Unquoted, Fully Paid Up				
Reliance-Vision Express Private Limited of ₹ 10 each	10,50,00,000	105.00	9,70,00,000	97.00
Marks and Spencer Reliance India Private Limited (Class A Shares of ₹ 10 each)	81,42,722	55.87	81,42,722	55.87
Marks and Spencer Reliance India Private Limited (Class C Shares of ₹ 5 each)	9,51,16,546	225.66	9,51,16,546	225.66
Reliance-GrandVision India Supply Private Limited of ₹ 10 each	1,35,00,000	13.50	1,35,00,000	13.50
		<u>400.03</u>		<u>392.03</u>
In preference shares of subsidiary companies unquoted, fully paid up				
Reliance Petro Marketing Limited of ₹ 10 each (10% Non Cumulative Optionally Convertible Preference Shares)	39,95,800	103.89	39,95,800	103.89
		<u>103.89</u>		<u>103.89</u>
Total of Investments measured at Cost		<u><u>504.07</u></u>		<u><u>496.07</u></u>
Investments measured at Fair Value through Other Comprehensive Income				
In equity shares - Unquoted, fully paid up				
KaiOS Technologies Inc (KTI) of USD 0.01 each	19,04,781	45.54	19,04,781	45.54
In preference shares - Unquoted, fully paid up				
KaiOS Technologies Inc (KTI) of USD 0.01 each	6,25,000	36.33	6,25,000	36.33
Investments measured at Fair Value through Other Comprehensive Income		<u>81.87</u>		<u>81.87</u>
Investments measured at Fair Value through Profit & Loss				
In Equity shares - Unquoted, Fully Paid up				
The Colaba Central Co-operative Consumer's Wholesale and Retail Stores Limited (Sahakari Bhandar) of ₹ 200 each - (₹ 5 000)	25	0.00	25	0.00
Retailers Association's Skill Council of India of ₹ 100 each (₹ 50 000)	500	0.01	500	0.01
Total of Investments measured at Fair Value through Profit & Loss		<u>0.01</u>		<u>0.01</u>
Total Investments - Non-Current		<u><u>586.24</u></u>		<u><u>578.24</u></u>
Aggregate amount of Unquoted investments		<u>586.24</u>		<u>578.24</u>

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
2.1 Category-wise investments - Non current		
Financial assets measured at Amortised Cost	0.29	0.29
Financial assets measured at Cost	504.07	496.07
Financial assets measured at Fair value through Other Comprehensive Income(FVTOCI)	81.87	81.87
Financial assets measured at Fair value through Profit & Loss (FVTPL)	0.01	0.01
Total investments - Non current	586.24	578.24

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
3 Loans - Non current (Unsecured and Considered Good)		
Loans and advances to Related Parties (Refer note 32(ii))	-	2,406.10
Loans and advances to Others	-	30.00
	<u>-</u>	<u>2,436.10</u>

3.1 Loans and Advances in the Nature of Loans Given to Subsidiaries/ Fellow Subsidiaries

		₹ crore			
Sr. No.	Name of the company	As at 31st March, 2021	Maximum balance during the year	As at 31st March, 2020	Maximum balance during the year
1	Reliance Clothing India Private Limited	-	88.96	78.47	79.12
2	Reliance Brands Limited	-	2,413.61	2,235.45	2,235.45
3	Shri Kannan Departmental Stores Private Limited	-	92.18	92.18	92.18
4	Vitalics Health Private Limited	-	30.00	-	-
	Total	<u>-</u>	<u>2,624.75</u>	<u>2,406.10</u>	<u>2,406.75</u>

(i) All the above loans and advances has been given for the business purposes.

(ii) Loans and Advances shown above, fall under the category of 'Loans - Non- Current' are repayable within 3-5 years.

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
4 Other Non-Current Assets (unsecured and considered good)		
Capital Advances	27.93	31.83
Deposits ⁽ⁱ⁾	4.47	3.60
Advance Income Tax (Net of provision) ⁽ⁱⁱ⁾	23.33	184.84
Other Loans and Advances ⁽ⁱⁱⁱ⁾	2.99	2.64
Total	58.72	222.91

⁽ⁱ⁾ Deposits Given to Statutory Authorities

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
⁽ⁱⁱ⁾ Advance Income Tax (Net of Provision)		
At start of year	184.84	93.77
Charge for the year - Current Tax	(1,585.15)	(998.28)
Others *	(0.46)	2.00
Tax paid (Net) during the year	1,424.10	1,087.35
At end of year	<u>23.33</u>	<u>184.84</u>

* Mainly pertains to Provision for Tax on Other Comprehensive Income

⁽ⁱⁱⁱ⁾ Represents Loan to Employees.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

	₹ crore	
	As at	As at
	31st March, 2021	31st March, 2020
5 Inventories <i>(valued at lower of cost or net realisable value)</i>		
Raw materials	-	0.25
Finished goods	0.02	-
Stock-in-trade (Including Stock in Transit)	12,173.75	9,254.79
Stores and spares	147.83	93.12
Total	12,321.60	9,348.16

	₹ crore	
	As at	As at
	31st March, 2021	31st March, 2020
6 Trade Receivables <i>(unsecured and considered good)</i>		
Trade Receivables	6,019.47	2,489.10
Total	6,019.47	2,489.10

	₹ crore	
	As at	As at
	31st March, 2021	31st March, 2020
7 Cash and Cash Equivalents		
Cash on Hand	65.72	41.30
Balances with Banks ^{(i),(ii) & (iii)}	287.24	293.20
Cash and Cash Equivalents as per Balance Sheet / Cash Flow Statement	352.96	334.50

⁽ⁱ⁾ Includes Deposits ₹ 26.15 crore (Previous year ₹ 0.17 crore) with maturity period of more than 12 months.

⁽ⁱⁱ⁾ Includes Deposits ₹ 21.67 crore (Previous year ₹ 121.75 crore) given as collateral securities.

⁽ⁱⁱⁱ⁾ Includes Deposits ₹ 15 crore (Previous year ₹ 8 crore) held as Deposit Reserve Fund.

7.1 Cash and Cash Equivalents include deposits maintained by the Company with banks, which can be withdrawn by the Company at any point of time without prior notice or penalty on the principal.

	₹ crore	
	As at	As at
	31st March, 2021	31st March, 2020
8 Other Financial Assets - Current		
Interest accrued on investments	0.14	0.13
Deposits	2,475.34	1,054.70
Others ⁽ⁱ⁾	110.80	453.84
Total	2,586.28	1,508.67

⁽ⁱ⁾ Others include Fair Value of Derivatives & Interest Receivable.

	₹ crore	
	As at	As at
	31st March, 2021	31st March, 2020
9 Other Current Assets <i>(unsecured and considered good)</i>		
Balance with Customs, Central Excise, GST and State Authorities, etc.	1,033.45	1,019.74
Others ⁽ⁱ⁾	5,187.14	640.27
Total	6,220.59	1,660.01

⁽ⁱ⁾ Includes Advances to Vendors and Employees.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

		₹ crore	
		As at	As at
		31st March, 2021	31st March, 2020
10	Share capital		
	Authorised Share Capital		
	1350,00,00,000 Equity shares of ₹ 10 each (1350,00,00,000)	13,500.00	13,500.00
	150,00,00,000 Preference shares of ₹ 10 each (150,00,00,000)	1,500.00	1,500.00
	Total	15,000.00	15,000.00
	Issued, Subscribed and Paid up:		
	499,04,22,513 Equity shares of ₹ 10 each fully paid up (499,04,04,513)	4,990.42	4,990.40
	Total	4,990.42	4,990.40
10.1	498,70,26,060 Shares are held by Reliance Retail Ventures Limited, the holding company. (498,70,26,060)		
10.2	498,95,41,650 Shares were allotted pursuant to the Scheme of Arrangement and Amalgamation without payment being (498,95,41,650) received in cash.		
10.3	The details of Shareholders holding more than 5% shares :		
	Name of the Shareholders	As at 31st March, 2021	As at 31st March, 2020
		No. of Shares	No. of Shares
		% held	% held
	Reliance Retail Ventures Limited (Holding Company)	498,70,26,060	498,70,26,060
		99.93	99.93
10.4	The Reconciliation of the number of shares outstanding is set out below :		
	Particulars	As at	As at
		31st March, 2021	31st March, 2020
		No. of shares	No. of shares
	Equity shares at the beginning of the year	499,04,04,513	498,95,41,650
	Add: Equity shares issued during the year	18,000	8,62,863
	Equity shares at the end of the year	499,04,22,513	499,04,04,513
10.5	The Company is authorised to issue up to forty nine crore Restricted Stock Units (RSUs) to eligible employees under Reliance Retail Restricted Stock Unit Plan 2007. The RSUs vest on different dates over a period of sixteen years from the date of grant of RSUs as per the scheme and upon vesting, the employees are entitled to three equity shares of ₹ 10 each for every five RSUs. As on March 31, 2021, RSUs in force total to Three lakh one thousand seven hundred and eighty nine (Previous year Three lakh thirty one thousand seven hundred and eighty nine).		
10.6	The Company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.		

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
11 Other Equity		
Instruments Classified as Equity		
As per last Balance Sheet	200.00	200.00
Add : 8.5% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each, fully paid up (Previous year ₹ 2.5 paid up)	600.00	-
	<u>800.00</u>	<u>200.00</u>
Call Money towards OCPS	-	381.22
Compulsorily Convertible Debentures of ₹ 10,00,000 each, fully paid up	330.00	330.00
	<u>1,130.00</u>	<u>911.22</u>
Capital Reserve		
As per last Balance Sheet	55.11	55.11
Securities Premium		
As per last Balance Sheet	800.00	800.00
Add : 8.5% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each, fully paid up (Previous year ₹ 2.5 paid up)	2,400.00	-
	<u>3,200.00</u>	<u>800.00</u>
Retained Earnings		
As per last Balance Sheet	11,368.93	5,829.14
Add: Profit for the year	4,586.86	5,539.79
	<u>15,955.79</u>	<u>11,368.93</u>
Other Comprehensive Income (OCI)		
As per last Balance Sheet	(10.48)	2.42
Add: Movement in OCI (Net) during the year	1.37	(12.90)
	<u>(9.11)</u>	<u>(10.48)</u>
Total	<u>20,331.79</u>	<u>13,124.78</u>

11.1 Each Compulsorily Convertible Debentures of face value of ₹ 10,00,000 each shall be converted in to 1,00,000 preference shares of ₹ 10 each at the end of 10 years from the date of allotment of CCDs. Each preference share, arising out of conversion of CCD, shall at the end of 20 years from the date of allotment of preference shares, be converted into one equity share of ₹ 10/- each.

11.2 Details of Shareholder's holding more than 5% Preference Shares

(8.5% Non Cumulative Optionally Convertible Preference Shares)	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	% held	No. of Shares	% held
Reliance Retail Ventures Limited (Holding Company)	79,99,89,606	99.99%	79,99,89,606	99.99%

11.3 Terms of 8.5% Non Cumulative Optionally Convertible Preference Shares

The OCPS shall be either redeemed at ₹ 50 per share or converted into 5 (Five) Equity Shares of ₹ 10 each at any time at the option of the Company, but not later than 10 years from the date of allotment of the OCPS i.e February 17, 2018.

11.4 Rights, Preferences and Restrictions attached to Preference Shares

The Company has one class of Preference Shares i.e. 8.5% Non Cumulative Optionally Convertible Preference Shares (OCPS) of ₹ 10/- per share. Such Preference Shares shall carry a preferential right over the Equity shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding – up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. The OCPS shall carry voting rights prescribed under the provisions of the Companies Act, 2013.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

11.5 The reconciliation of the number of 8.5% Non Cumulative Optionally Convertible Preference Shares outstanding is set out below :

Particulars	As at 31st March, 2021 No. of Shares	As at 31st March, 2020 No. of Shares
Preference Shares at the beginning of the year	800,000,000	800,000,000
Add: Preference Shares issued during the year	-	-
Preference Share Outstanding at the end of the year	<u>800,000,000</u>	<u>800,000,000</u>

₹ crore

12 Provisions - Non Current

Particulars	As at 31st March, 2021	As at 31st March, 2020
Provision for employee benefits (Refer Note 22.1) ⁽ⁱ⁾	48.20	38.10
Total	<u>48.20</u>	<u>38.10</u>

⁽ⁱ⁾ The provision for Employee Benefit includes gratuity, annual leave and vested long service leave entitlement accrued and compensation claims made by employees.

₹ crore

13 Deferred Tax Liabilities (Net)

Particulars	As at 31st March, 2021	As at 31st March, 2020
The movement on the deferred tax account is as follows:		
At the start of the year	908.20	22.85
Charge to profit or loss	9.55	885.35
At the end of year	<u>917.75</u>	<u>908.20</u>

Component of Deferred tax Assets / (Liabilities)

Particulars	As at 31st March, 2020	Charge to profit or loss	As at 31st March, 2021
Deferred tax Asset / (Liability) in relation to:			
Property, Plant and Equipment and Intangible Assets	(916.27)	7.08	(923.35)
Disallowances	8.07	2.47	5.60
	<u>(908.20)</u>	<u>9.55</u>	<u>(917.75)</u>

₹ crore

14 Borrowings - Current

Particulars	As at 31st March, 2021	As at 31st March, 2020
Secured - At amortised Cost		
Working Capital Loan		
From Banks ⁽ⁱ⁾	200.03	1,301.48
Unsecured - At amortised Cost		
Loans and advances from related parties ⁽ⁱⁱ⁾	14,545.85	70.56
Other Loans and Advances		
From Banks ⁽ⁱⁱⁱ⁾	-	2,800.00
Commercial Paper ^(iv)	-	493.70
Total	<u>14,745.88</u>	<u>4,665.74</u>

⁽ⁱ⁾ Working Capital Loans from Banks referred above to the extent of:

- ₹ 200.03 crore (Previous year ₹ 1,301.48 crore) are secured by way of first charge on all the current assets of the company.

⁽ⁱⁱ⁾ Represents Inter Corporate Deposits (ICD) from Holding company.

⁽ⁱⁱⁱ⁾ Represents Working Capital Demand Loan (WC DL) taken.

^(iv) Maximum amount outstanding at any time during the year was ₹ 5,050 crore (Previous year ₹ 19,700 crore)

14.1 Refer note 31 for maturity profile.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
15 Trade Payables Due to		
Micro and Small Enterprises	401.39	33.97
Others	<u>6,281.51</u>	<u>5,642.87</u>
Total	<u><u>6,682.90</u></u>	<u><u>5,676.84</u></u>

15.1 There are no overdue amounts outstanding to Micro and Small Enterprises as at March 31st, 2021.

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
16 Other Financial Liabilities - Current		
Interest Accrued but not due on Borrowings	101.79	14.74
Creditors for Capital Expenditure	69.42	85.01
Other Payables ⁽ⁱ⁾	<u>1,206.00</u>	<u>5,009.68</u>
Total	<u><u>1,377.21</u></u>	<u><u>5,109.43</u></u>

⁽ⁱ⁾ Includes Security Deposits Received and Financial Liability at Fair Value.

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
17 Provisions - Current		
Provision for employee benefits (Refer Note 22.1) ⁽ⁱ⁾	<u>3.58</u>	<u>3.09</u>
Total	<u><u>3.58</u></u>	<u><u>3.09</u></u>

⁽ⁱ⁾ The provision for employee benefit includes gratuity, annual leave and vested long service leave entitlement accrued and compensation claims made by employees.

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
18 Other Current Liabilities		
Revenue received in advance	465.69	373.31
Other Payables ^{(i) and (ii)}	<u>616.87</u>	<u>676.02</u>
Total	<u><u>1,082.56</u></u>	<u><u>1,049.33</u></u>

⁽ⁱ⁾ Includes Statutory Dues and Advances from Customers.

⁽ⁱⁱ⁾ Includes ₹ 163.51 crore (Previous year ₹ 134.75 crore) received towards sale of Jewellery products under various sale initiatives/retail customer programmes.

	₹ crore	
	2020-21	2019-20
19 Revenue from Operations		
Value of Sales	124,620.39	118,001.65
Income from Services	<u>7,067.42</u>	<u>12,365.71</u>
Total *	<u><u>131,687.81</u></u>	<u><u>130,367.36</u></u>

* Net of GST

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

	₹ crore	
	2020-21	2019-20
20 Other Income		
Interest		
Bank Deposits	9.79	10.49
Debt Instruments	197.92	167.95
Others	<u>16.71</u>	<u>15.38</u>
	224.42	193.82
Gain on Financial Assets		
Realised Gain	14.65	69.42
Unrealised Gain	<u>-</u>	<u>(2.89)</u>
	14.65	66.53
Other Non-Operating Income	0.01	-
Total	<u>239.08</u>	<u>260.35</u>

Above Other Income comprises of assets measured at amortised cost ₹ 224.42 crore (Previous year ₹ 193.82 crore) and Fair value through Profit & loss account ₹ 14.65 crore (Previous year ₹ 66.53 crore) and Other Non-Operating Income of ₹ 0.01 crore (Previous year ₹ Nil)

	₹ crore	
	2020-21	2019-20
21 Changes in Inventories of Finished Goods and Stock-in-Trade		
Inventories (at close)		
Finished goods	0.02	-
Stock-in-trade	<u>12,173.75</u>	<u>9,254.79</u>
	12,173.77	9,254.79
Inventories (at commencement)		
Finished goods	-	0.03
Stock-in-trade	<u>9,254.79</u>	<u>11,229.44</u>
	9,254.79	11,229.47
Total	<u>(2,918.98)</u>	<u>1,974.68</u>

	₹ crore	
	2020-21	2019-20
22 Employee Benefits Expense		
Salaries and Wages	1,001.64	734.31
Contribution to Provident Fund and Other Funds	73.45	53.11
Staff Welfare Expenses	<u>148.02</u>	<u>156.44</u>
Total	<u>1,223.11</u>	<u>943.86</u>

22.1 As per IND AS 19 "Employee Benefits", the disclosures as defined are given below :

	₹ crore	
	2020-21	2019-20
Defined Contribution Plan		
Contribution to Defined Contribution Plan, recognised as expenses for the year is as under:		
Particulars		
Employer's Contribution to Provident Fund	27.00	22.77
Employer's Contribution to Superannuation Fund	0.21	0.11
Employer's Contribution to Pension Scheme	24.21	17.22

The Company's Provident Fund is exempted under section 17 of Employee's Provident Fund and Miscellaneous Provisions Act, 1952.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Defined benefit plan		₹ crore	
I. Reconciliation of opening and closing balances of Defined Benefit Obligation			
		Gratuity (funded)	
Particulars	2020-21	2019-20	
Defined Benefit Obligation at beginning of the year	77.33	48.79	
Current Service cost	20.20	15.75	
Interest Cost	5.29	3.91	
Actuarial (Gain)/ Loss	(1.20)	15.13	
Benefits Paid *	(3.58)	(3.45)	
Transfer In / (Out)	(1.12)	(2.80)	
Defined Benefit Obligation end of the year	96.92	77.33	
* Includes benefits of ₹ 3.36 crore paid by company.			
II. Reconciliation of opening and closing balances of Fair Value of Plan Assets			
		Gratuity (funded)	
	2020-21	2019-20	
Fair value of plan assets at beginning of the year	77.33	48.79	
Return on plan assets	5.61	3.97	
Actuarial gain/ (loss)	-	-	
Employer contribution	14.20	24.79	
Benefits paid	(0.22)	(0.22)	
Fair value of plan assets at end of the year	96.92	77.33	
III. Reconciliation of fair value of Assets and Obligations			
		Gratuity (funded)	
	2020-21	2019-20	
Fair value of Plan Assets	96.92	77.33	
Present Value of Obligation	96.92	77.33	
Amount recognised in Balance Sheet (Surplus/ Deficit)	-	-	
IV. Expenses recognised during the year			
		Gratuity (funded)	
In Income Statement	2020-21	2019-20	
Current Service Cost	20.20	15.75	
Interest Cost	5.29	3.91	
Return on Plan Assets	(5.29)	(3.91)	
Net Cost	20.20	15.75	
In Other Comprehensive Income			
Actuarial (Gain)/ Loss	(1.20)	15.13	
Return on Plan Assets	(0.32)	(0.06)	
Net (Income)/ Expense For the period Recognised in OCI	(1.52)	15.07	

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

V. Investment Details	As at 31st March, 2021		As at 31st March, 2020	
	₹ crore	% Invested	₹ crore	% Invested
Insurance Policies	96.84	99.92	77.24	99.88
Others	0.08	0.08	0.09	0.12
Total	96.92	100.00	77.33	100.00

VI. Actuarial assumptions

	Gratuity (funded)	
	2020-21 2012-14 (Ultimate)	2019-20 2012-14 (Ultimate)
Mortality Table (IALM)		
Discount Rate (per annum)	6.95%	6.84%
Expected Rate of Return on Plan Assets (per annum)	6.95%	6.84%
Rate of Escalation in Salary (per annum)	6.00%	6.00%
Rate of Employees Turnover (per annum)	2.00%	2.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

VII. The expected contributions for Defined Benefit Plan for the next financial year will be in line with Financial Year 2020-21.

VIII. Sensitivity Analysis

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at end of the reporting period, while holding all other assumptions constant. The result of Sensitivity analysis is given below:

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	Decrease	Increase	Decrease	Increase
Change in rate of discounting (delta effect of +/- 0.5%)	5.49	6.00	4.35	4.75
Change in rate of salary increase (delta effect of +/- 0.5%)	5.56	6.03	4.40	4.77
Change in rate of employee turnover (delta effect of +/- 0.5%)	0.11	0.10	0.03	0.02

These plans typically expose the Company to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

Investment risk The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

Interest risk A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's debt investments.

Longevity risk The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

	2020-21	2019-20	₹ crore
23 Finance Costs			
Interest Expenses	<u>693.03</u>	<u>867.03</u>	
Total	<u><u>693.03</u></u>	<u><u>867.03</u></u>	
			₹ crore
24 Other Expenses	2020-21	2019-20	
Selling and Distribution Expenses			
Sales Promotion and Advertisement Expenses	462.20	538.72	
Store Running Expenses	903.47	826.32	
Royalty	12.20	2.87	
Brokerage & Commission	1,353.93	1,430.78	
Warehousing and Distribution Expenses	<u>979.95</u>	<u>613.98</u>	
	3,711.75		3,412.67
Establishment Expenses			
Stores and Packing Materials	102.64	132.65	
Machinery Repairs	0.59	0.08	
Building Repairs and Maintenance	116.17	125.34	
Other Repairs	6.53	5.02	
Rent	684.09	896.17	
Operating Lease Expenses	3,884.48	3,895.58	
Insurance	84.33	81.63	
Rates and Taxes	20.74	19.79	
Travelling and Conveyance Expenses	43.57	59.24	
Professional Fees	208.06	56.34	
Loss on Sale/ Discarding of Assets (Net)	2.79	44.04	
Loss on Sale of Business *	23.94	-	
Exchange Differences (Net)	27.40	14.34	
Electricity Expenses	194.27	252.16	
Hire Charges	42.70	37.95	
Charity and Donation	94.64	50.15	
General Expenses	<u>196.45</u>	<u>195.75</u>	
	5,733.39		5,866.23
Payments to Auditor			
Statutory Audit Fees	1.10	2.00	
Certification and Consultation Fees	<u>0.17</u>	<u>-</u>	
	1.27		2.00
Total	<u><u>9,446.41</u></u>	<u><u>9,280.90</u></u>	

* Refer Note 29

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

24.1 Corporate Social Responsibility (CSR)

(a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the company during the year is ₹ 94.64 crore (previous year ₹ 50.15 crore).

Expenditure related to Corporate Social Responsibility is ₹ 94.64 Crore (previous year ₹ 50.15 crore). Details of Amount spent towards CSR given below:

(b) The details of amount spent towards CSR given below :

Particulars	₹ crore	
	2020-21	2019-20
Rural Transformation	4.50	13.79
Education	41.44	8.39
Disaster Relief	4.23	2.38
Skilling and Employment Initiative	-	3.16
Environmental Sustainability	-	0.36
Healthcare	43.21	5.00
Sports	1.26	17.07
Total	94.64	50.15

(c) Out of note (b) above, ₹ 94.64 crore (Previous Year ₹ 40.15 crore) contributed to Reliance Foundation and ₹ Nil (Previous Year ₹ 10 Crore) to Reliance Foundation Youth Sports.

25 Taxation

	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
Income Tax recognised in the statement of Profit & Loss		
Current tax	1,585.15	998.28
Deferred tax	9.55	885.35
Total income tax expenses recognised in the current year	1,594.70	1,883.63

The income tax expenses for the year can be reconciled to the accounting profit as follows:

Profit before tax	6,181.56	7,423.42
Applicable Tax rate	25.17%	25.17%
Computed tax expenses	1,555.77	1,868.47
Tax Effect of :		
Expenses Disallowed	1,227.01	222.23
Additional Allowances	(1,197.63)	(1,089.48)
Tax for Earlier Years	-	(2.94)
Current Tax Provision (A)	1,585.15	998.28
Incremental Deferred Tax Liability on account of PPE & Intangible Assets	7.08	549.34
Incremental Deferred Tax Liability on account of Financial Assets & Other items	2.47	336.01
Deferred Tax Provision (B)	9.55	885.35
Tax Expenses recognised in Statement of Profit and Loss (A+B)	1,594.70	1,883.63
Effective Tax Rate	25.80%	25.37%

26 The Company is mainly engaged in 'Organised Retail' primarily catering to Indian consumers in various consumption baskets. All the activities of the Company revolve around this main business. Accordingly, the Company has only one identifiable segment reportable under Ind AS 108 "Operating Segment". The Chief operational decision maker monitors the operating results of the entity's business for the purpose of making decisions about resource allocation and performance assessment.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

27 Earnings per share (EPS)

	2020-21	2019-20
Face Value per Equity Share (₹)	10.00	10.00
Basic Earnings per Share (₹)	8.62	10.41
Net profit/ (loss) after tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in crore)	4,586.86	5,539.79
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	532,04,04,562	531,97,24,091
Diluted Earnings per Share (₹)	4.92	8.77
Net Profit after Tax as per Profit and Loss Statement attributable to Equity Shareholders (₹ in crore)	4,586.86	5,539.79
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	932,06,46,875	631,99,64,474
Reconciliation of weighted average number of shares outstanding		
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	532,04,04,562	531,97,24,091
Total Weighted Average Potential Equity Shares	400,02,42,313	100,02,40,383
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	932,06,46,875	631,99,64,474

28 Contingent Liabilities and Commitments

	As at 31st March, 2021	₹ crore As at 31st March, 2020
a. Contingent liabilities:		
(i) Outstanding guarantees furnished to Banks and Financial Institutions including in respect of letters of credit		
(a) In respect of others	942.67	1,894.89
(ii) Guarantees to banks against credit facilities extended to third parties		
(a) In respect of others	18.83	14.01
(iii) Claims against the Company/ disputed liabilities not acknowledged as debts *		
(a) In respect of others	17.85	11.03
b. Commitments:		
Estimated amount of contracts remaining to be executed on capital account and not provided for		
(a) In respect of others	14.75	77.69
* The above disputed liabilities are not expected to have any material effect on the financial position of the Company.		

29 During the year the company entered into a Slump sale agreement for transferring the supply chain undertaking to Reliance Retail Ventures Limited effective 30th June 2020 on slump sale basis for a consideration of ₹ 42.46 Crore.

30 Capital Management

The Company adheres to a disciplined Capital Management framework, the pillars of which are as follows:

- Maintain diversity of sources of financing in order to minimise liquidity risk.
- Manage financial market risks arising from foreign exchange, interest rates and commodity prices, and minimise the impact of market volatility on earnings.
- Leverage optimally in order to maximise shareholder returns while maintaining strength and flexibility of Balance Sheet. This framework is adjusted based on underlying macroeconomic factors affecting business environment, financial market conditions and interest rates environment.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Net Gearing Ratio

The Net Gearing Ratio at end of the reporting period was as follows.

	As at 31st March, 2021	As at 31st March, 2020
Gross Debt	14,745.88	4,665.74
Cash and Marketable Securities	352.96	334.50
Net Debt (A)	14,392.92	4,331.24
Total Equity (As per Balance Sheet) (B)	25,322.21	18,115.18
Net Gearing Ratio (A/B)	0.57	0.24

31 Financial Instruments

Valuation Methodology

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

- The fair value of investment in unquoted Mutual Funds is measured at quoted price or NAV.
- The fair value of Forward Foreign Exchange contracts is determined using forward exchange rates at the balance sheet date.
- Commodity derivative contracts are valued using readily available information in markets and quotations from exchange & brokers.
- The fair value of the remaining financial instruments is determined using discounted cash flow analysis.
- All foreign currency denominated assets and liabilities are translated using exchange rate at reporting date.

Fair value measurement hierarchy:

₹ crore

Particulars	As at 31st March, 2021				As at 31st March, 2020			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
Financial Assets								
At Amortised Cost								
Investments*	0.29	-	-	-	0.29	-	-	-
Trade Receivables	6,019.47	-	-	-	2,489.10	-	-	-
Cash and Cash Equivalents	352.96	-	-	-	334.50	-	-	-
Loans	-	-	-	-	2,436.10	-	-	-
Other Financial Assets	2,560.42	-	-	-	1,483.82	-	-	-
At FVTPL								
Investments	0.01	-	-	0.01	0.01	-	-	0.01
Financial Derivatives	0.98	-	0.98	-	23.35	-	23.35	-
Commodity Derivatives	24.88	6.97	17.91	-	1.50	1.50	-	-
At FVTOCI								
Investments	81.87	-	-	81.87	81.87	-	-	81.87
Financial Liabilities								
At Amortised Cost								
Borrowings	14,745.88	-	-	-	4,665.74	-	-	-
Trade Payables	6,682.90	-	-	-	5,676.84	-	-	-
Other Financial Liabilities	1,377.21	-	-	-	5,071.98	-	-	-
At FVTPL								
Financial Derivatives	-	-	-	-	-	-	-	-
Commodity Derivatives	-	-	-	-	37.45	37.45	-	-

* Excludes Group Company Investments ₹ 504.07 crore (Previous year ₹ 496.07 crore) measured at cost (Refer Note No. 2.1)

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Reconciliation of fair value measurement of the investment categorised at level 3:

₹ crore

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	At FVTPL	At FVTOCI	At FVTPL	At FVTOCI
Opening Balance	0.01	81.87	0.01	81.87
Addition during the year	-	-	-	-
Sale/ Reduction during the year	-	-	-	-
Closing Balance	0.01	81.87	0.01	81.87

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs based on unobservable market data.

Foreign Currency Risk

Foreign Currency Risk is the risk that the Fair Value or Future Cash Flows of an exposure will fluctuate because of changes in foreign currency rates. Exposures can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee. The following table shows foreign currency exposures in USD, GBP, RMB and BDT on financial instruments at the end of the reporting period.

(i) Foreign Currency Exposure

₹ crore

	As at 31st March, 2021			As at 31st March, 2020			
	USD	GBP	RMB	USD	GBP	RMB	BDT
Trade Payables	138.20	4.01	0.05	552.83	0.29	7.67	0.15
Trade Receivables	(2.24)	-	-	-	-	-	-
Derivatives							
Forwards & Futures	(1,005.69)	-	-	(725.94)	-	(60.18)	-
Exposure	(869.73)	4.01	0.05	(173.11)	0.29	(52.51)	0.15

Sensitivity analysis of 1% change in exchange rate at the end of reporting period.

(ii) Foreign Currency Sensitivity

₹ crore

	As at 31st March, 2021			As at 31st March, 2020			
	USD	GBP	RMB	USD	GBP	RMB	BDT
1% Depreciation in INR							
Impact on P&L	8.70	(0.04)	(0.00)	1.73	(0.00)	0.53	(0.00)
Total	8.70	(0.04)	(0.00)	1.73	(0.00)	0.53	(0.00)
	As at 31st March, 2021			As at 31st March, 2020			
	USD	GBP	RMB	USD	GBP	RMB	BDT
1% Appreciation in INR							
Impact on P&L	(8.70)	0.04	0.00	(1.73)	0.00	(0.53)	0.00
Total	(8.70)	0.04	0.00	(1.73)	0.00	(0.53)	0.00

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Interest Rate Risk

The exposure of the company's borrowing and derivatives to interest rate changes at the end of the reporting period are as follows.

Particulars	₹ crore	
	As at 31st March, 2021	As at 31st March, 2020
Borrowings - Current #	14,745.88	4,672.04
Total	14,745.88	4,672.04

Includes ₹ Nil (Previous Year ₹ 6.30 crore) as Commercial Paper discount.

Credit risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises from Company's activities in investments, dealing in derivatives and receivables from customers. The company ensure that sales of products are made to customers with appropriate creditworthiness. Investment and other market exposures are managed against counterparty exposure limits. Credit information is regularly shared between businesses and finance function, with a framework in place to quickly identify and respond to cases of credit deterioration. The Company has a prudent and conservative process for managing its credit risk arising in the course of its business activities. Credit risk is actively managed through Letters of Credit, Bank Guarantees, Parent Company Guarantees, advance payments and factoring & forfaiting without recourse to the Company. The company restricts its fixed income investments in liquid securities carrying high credit rating.

Liquidity Risk

Liquidity risk arises from the Company's inability to meet its cash flow commitments on the due date. The Company maintains sufficient stock of cash, marketable securities and committed credit facilities. The company accesses global and local financial markets to meet its liquidity requirements. It uses a range of products to ensure efficient funding from across well-diversified markets. Treasury monitors rolling forecasts of the Company's cash flow position and ensures that the Company is able to meet its financial obligation at all times including contingencies. The Company's liquidity is managed by central treasury which identifies that cash surpluses and arranges to either fund the net deficit or invest the net surplus in a range of short-dated, secure and liquid instruments including short-term bank deposits and similar instruments. The portfolio of these investments is diversified to avoid concentration risk in any one instrument or counterparty.

₹ crore

Maturity Profile as at 31 March, 2021

Liquidity Risks [^]	Below 3 months	3-6 Months	6-12 Months	1-3 Years	3-5 Years	Above 5 Years	Grand Total
Borrowings							
Current	200.03	-	14,545.85	-	-	-	14,745.88
Total Borrowings	200.03	-	14,545.85	-	-	-	14,745.88
Derivatives Liabilities							
Forwards & Futures	-	-	-	-	-	-	-
Total Derivative liabilities	-	-	-	-	-	-	-

[^] Does not include Trade Payable of ₹ 6,682.90 Crore.

Maturity Profile as at 31 March, 2020

Liquidity Risks [^]	Below 3 months	3-6 Months	6-12 Months	1-3 Years	3-5 Years	Above 5 Years	Grand Total
Borrowings							
Current [#]	3,891.24	780.80	-	-	-	-	4,672.04
Total Borrowings	3,891.24	780.80	-	-	-	-	4,672.04
Derivatives Liabilities							
Forwards & Futures	37.45	-	-	-	-	-	37.45
Total Derivative liabilities	37.45	-	-	-	-	-	37.45

[^] Does not include Trade Payable of ₹ 5,676.84 Crore

[#] Includes ₹ 6.30 crore as Commercial Paper discount

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Hedge Accounting

Commodity risk: The Company is subject to commodity price risks due to fluctuation in prices of underlying Gold and Silver Inventories. The Company uses a combination of Futures and Forward contracts to hedge the physical exposure of commodity positions. The Company has adopted a structured risk management policy to hedge commodity risks within an acceptable risk limit and an approved hedge accounting framework which allows Fair Value hedges. The gain /loss on hedging instruments are aligned and effectively offset with hedge item. Since the hedge instrument and hedge items normally offset and hence it is fully effective. The table below shows the position of hedging instruments and hedged items as on the balance sheet date.

Disclosure of effects of hedge accounting

Fair Value Hedge

Hedging Instruments

₹ crore

Particulars	Nominal Value	Quantity (in Kgs)	Carrying Amount		Changes in Fair Value	Hedge Maturity Date	Line Item in Balance Sheet
			Assets	Liabilities			
As at 31st March, 2021							
Commodity Price Risk							
Derivative Contracts	1,554.98	5,092	24.88	-	24.88	May 21- July 21	Other Financial Asset/ Liabilities
As at 31st March, 2020							
Commodity Price Risk							
Derivative Contracts	1,569.99	4,987	1.50	37.45	(35.96)	May 20- June 20	Other Financial Asset/ Liabilities

Hedged Items:

₹ crore

Particulars	Carrying Value		Change in Fair Value	Line Item in Balance Sheet
	Assets	Liabilities		
As at 31st March, 2021				
Commodity Price Risk				
Inventories	1,539.41	-	(24.88)	Inventories
As at 31st March, 2020				
Commodity Price Risk				
Inventories	1,517.70	-	35.96	Inventories

32 Related Parties Disclosures

As per Ind AS 24, the disclosures of transactions with the related parties are given below :

(i) List of related parties with whom transactions have taken place and relationships:

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Ultimate holding company
2	Reliance Retail Ventures Limited	Holding company
3	Reliance Petro Marketing Limited	Subsidiary companies
4	Reliance-GrandOptical Private Limited	
5	Reliance Clothing India Private Limited	
6	Indiawin Sports Private Limited	Fellow Subsidiaries
7	Reliance Brands Limited	
8	Reliance Corporate IT Park Limited	
9	Reliance Retail Insurance Broking Limited	

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

(i) List of related parties with whom transactions have taken place and relationships: (Contd.)

Sr. No.	Name of the Related Party	Relationship
10	Reliance SMSL Limited	Fellow Subsidiaries
11	Reliance Jio Infocomm Limited	
12	Network18 Media & Investments Limited	
13	Reliance Gas Pipelines Limited	
14	Jio Haptik Technologies Limited	
15	Reliance Progressive Traders Private Limited	
16	Reliance Prolific Traders Private Limited	
17	Reliance Prolific Commercial Private Limited	
18	Reliance Payment Solutions Limited	
19	TV18 Home Shopping Network Limited	
20	Reliance Sibur Elastomers Private Limited	
21	TV18 Broadcast Limited	
22	Reliance Jio Messaging Services Private Limited	
23	Reliance Eminent Trading & Commercial Private Limited	
24	Reliance Innovative Building Solutions Private Limited	
25	Reliance Industrial Investments and Holdings Limited	
26	Reliance Jio Media Limited	
27	Reliance Ambit Trade Private Limited	
28	Reliance Commercial Dealers Limited	
29	Viacom 18 Media Private Limited	
30	Reliance GAS Lifestyle India Private Limited	
31	Genesis La Mode Private Limited	
32	Reliance Brands Luxury Fashion Private Limited (Formerly known as Genesis Luxury Fashion Private Limited)	
33	GLF Lifestyle Brand Private Limited	
34	GML India Fashion Private Limited	
35	Genesis Colors Limited	
36	Hathway Cable Datacom Limited	
37	Reliance Strategic Investments Limited	
38	Reliance Projects and Property Management Services Limited	
39	Grab A Grub Services Private Limited	
40	E-Eighteen.Com Limited	
41	Indiavidual Learning Limited (Formerly Indiavidual Learning Private Limited)	
42	Saavn Media Limited (Formerly Saavn Media Private Limited)	
43	Indiacast Media Distribution Private Limited	
44	Reliance Retail Finance Limited	
45	Shri Kannan Departmental Store Private Limited	
46	C-Square Info- Solutions Private Limited	
47	Den Networks Limited	

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

(i) List of related parties with whom transactions have taken place and relationships: (Contd.)

Sr. No.	Name of the Related Party	Relationship
48	Jio Platforms Limited	Fellow Subsidiaries
49	Reliance BP Mobility Limited	
50	Reliance Lifestyle Products Private Limited (Formerly V&B Lifestyle India Private Limited)*	
51	Mesindus Ventures Private Limited *	
52	Netmeds Marketplace Limited *	
53	The Indian Film Combine Private Limited *	
54	Tresara Health Private Limited *	
55	Vitalic Health Private Limited *	
56	Dadha Pharma Distribution Private Limited *	
57	Actoserba Active Wholesale Private Limited *	
58	Urban Ladder Home Décor Solutions Private Limited *	
59	Shopsense Retail Technologies Private Limited	
60	Kanhatech Solutions Limited	
61	Reliance-GrandVision India Supply Private Limited	Joint venture companies
62	Reliance-Vision Express Private Limited	
63	Marks and Spencer Reliance India Private Limited	
64	Shri V Subramaniam	Key Managerial Personnel
65	Shri Dinesh Thapar	
66	Shri Ashwin Khasgiwala *	
67	Shri K Sridhar	Post Employment Benefit Plan
68	Reliance Retail Limited Employees Gratuity Fund	
69	Reliance Retail Limited Employees Provident Fund	

* The above entities includes related parties where the relationship existed for the part of the year / previous year.

(ii) Transactions during the year with related parties (excluding reimbursements):

₹ crore

Sr. No.	Nature of transactions	Ultimate holding company	Holding company	Subsidiaries	Fellow subsidiaries	Joint Ventures	Key Managerial Personnel	Others	Total
1	Additional Investment in Share Capital [#]	-	2,618.76	-	-	-	-	-	2,618.76
		-	-	-	-	-	-	-	-
2	Net unsecured loans taken/ (repaid)	-	14,475.29	-	-	-	-	-	14,475.29
		-	70.56	-	-	-	-	-	70.56
3	Net deposits Given/ (repaid)	-	-	-	749.72	-	-	-	749.72
		-	-	-	381.04	-	-	-	381.04
4	Purchase/ subscription of investments	-	-	-	-	8.00	-	-	8.00
		-	-	-	-	5.00	-	-	5.00
5	Net loans and advances given/ (returned)	-	-	(78.47)	(2,336.33)	-	-	-	(2,414.80)
		-	-	7.42	1,276.54	-	-	-	1,283.96
6	Purchase of Property Plant & Equipment / Project Materials	-	-	-	2,520.18	-	-	-	2,520.18
		-	-	-	2,573.18	-	-	-	2,573.18

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

₹ crore

Sr. No.	Nature of transactions	Ultimate holding company	Holding company	Subsidiaries	Fellow subsidiaries	Joint Ventures	Key Managerial Personnel	Others	Total
7	Sale of Business	-	42.46	-	-	-	-	-	42.46
		-	-	-	-	-	-	-	-
8	Sale of Fixed Assets	-	-	-	0.01	-	-	-	0.01
		-	-	-	1,108.01	-	-	-	1,108.01
9	Revenue from Operations	160.55	10.49	2.21	6,949.45	8.17	-	-	7,130.87
		87.76	2.27	4.45	6,636.31	20.48	-	-	6,751.27
10	Other Income	-	-	6.58	189.92	-	-	-	196.50
		-	-	6.51	161.23	-	-	-	167.74
11	Purchases	66.30	203.71	3.14	75,583.21	11.13	-	-	75,867.49
		40.19	35.17	1.90	58,188.73	5.42	-	-	58,271.41
12	Expenditure								
	a. Interest cost	28.80	505.97	-	-	-	-	-	534.77
		7.94	9.33	-	-	-	-	-	17.27
	b. Store running expenses	0.01	-	0.08	785.34	-	-	-	785.43
		0.01	-	0.09	674.76	-	-	-	674.86
	c. Building repairs and maintenance	-	-	-	78.38	-	-	-	78.38
		-	-	-	47.59	-	-	-	47.59
	d. Electricity expenses	0.02	-	0.07	200.77	-	-	-	200.86
		0.34	-	0.10	265.93	-	-	-	266.37
	e. Rent including Lease Rent	-	-	-	583.54	-	-	-	583.54
		-	-	-	650.55	-	-	-	650.55
	f. Hire Charges	-	-	-	4.87	-	-	-	4.87
		-	-	-	4.67	-	-	-	4.67
	g. Professional Fees	1.27	-	-	701.90	-	-	-	703.17
		0.95	-	-	9.62	-	-	-	10.57
	h. Brokerage & Commission	-	-	-	22.12	-	-	-	22.12
		-	-	-	5.96	-	-	-	5.96
	i. Sales promotion and advertisement expenses	-	-	-	1.38	-	-	-	1.38
		-	-	-	1.64	-	-	-	1.64
	j. Travelling and Conveyance Expenses	-	-	-	50.53	-	-	-	50.53
		-	-	-	15.71	-	-	-	15.71
	k. Warehousing and Distribution Expenses	-	1,725.21	-	0.67	-	-	-	1,725.88
		-	154.09	-	1.68	-	-	-	155.77
	l. Stores And Packing Materials Consumed	1.63	-	-	-	-	-	-	1.63
		-	-	-	-	-	-	-	-
	m. General expenses	-	-	-	162.98	-	-	-	162.98
		-	-	-	145.43	-	-	-	145.43
	n. Employee Benefit Expenses	-	-	-	-	-	-	119.00	119.00
		-	-	-	-	-	-	116.91	116.91
	o. Payment to key Managerial personnel	-	-	-	-	-	8.46	-	8.46
		-	-	-	-	-	6.24	-	6.24

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

₹ crore

Sr. No.	Nature of transactions	Ultimate holding company	Holding company	Subsidiaries	Fellow subsidiaries	Joint Ventures	Key Managerial Personnel	Others	Total
Balance as at 31st March, 2021									
13	Equity Share Capital	-	4,987.03	-	-	-	-	-	4,987.03
		-	<i>4,987.03</i>	-	-	-	-	-	<i>4,987.03</i>
14	Preference Share Capital [#]	-	3,999.95	-	-	-	-	-	3,999.95
		-	<i>999.99</i>	-	-	-	-	-	<i>999.99</i>
15	Call money received towards OCPS	-	-	-	-	-	-	-	-
		-	<i>381.20</i>	-	-	-	-	-	<i>381.20</i>
16	Debentures	-	330.00	-	-	-	-	-	330.00
		-	<i>330.00</i>	-	-	-	-	-	<i>330.00</i>
17	Borrowings - Current	-	14,545.85	-	-	-	-	-	14,545.85
		-	<i>70.56</i>	-	-	-	-	-	<i>70.56</i>
18	Investment - Non-Current	-	-	104.04	-	400.03	-	-	504.07
		-	-	<i>104.04</i>	-	<i>392.03</i>	-	-	<i>496.07</i>
19	Deposits Given	-	-	-	1,430.76	-	-	-	1,430.76
		<i>0.03</i>	-	-	<i>681.04</i>	-	-	-	<i>681.07</i>
20	Deposits Taken	-	-	-	-	0.04	-	-	0.04
		-	-	-	-	<i>0.04</i>	-	-	<i>0.04</i>
21	Loans - Non-Current	-	-	-	-	-	-	-	-
		-	-	<i>78.47</i>	<i>2,327.63</i>	-	-	-	<i>2,406.10</i>
22	Trade Receivables	17.88	-	1.64	205.64	0.89	-	-	226.05
		<i>26.20</i>	<i>2.07</i>	<i>1.85</i>	<i>129.71</i>	<i>19.21</i>	-	-	<i>179.04</i>
23	Other Current Assets	-	-	0.05	4,292.05	-	-	-	4,292.10
		-	-	-	<i>6.61</i>	-	-	-	<i>6.61</i>
24	Other Financial Asset	-	-	-	-	-	-	-	-
		-	-	<i>2.01</i>	<i>57.92</i>	-	-	-	<i>59.93</i>
25	Other Financial Liability	-	101.34	-	-	-	-	-	101.34
		-	<i>8.40</i>	-	-	-	-	-	<i>8.40</i>
26	Trade Payables	40.97	78.12	4.86	212.73	0.46	-	-	337.14
		<i>30.04</i>	<i>1.00</i>	<i>3.03</i>	<i>71.15</i>	<i>1.30</i>	-	-	<i>106.52</i>
27	Other Current Liability	-	-	-	16.12	1.36	-	-	17.48
		-	-	-	<i>0.31</i>	-	-	-	<i>0.31</i>
28	Guarantees	-	-	0.60	18.23	-	-	-	18.83
		-	-	<i>4.38</i>	<i>9.63</i>	-	-	-	<i>14.01</i>

Figures in *italics* represents previous year's amount.

[#] Including Securities Premium.

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Disclosure in respect of major related party transactions during the year:

₹ crore

Sr. No.	Particulars	Relationship	2020-21	2019-20
1	Additional Investment in Share Capital			
	Reliance Retail Ventures Limited	Holding Company	2,618.76	-
2	Net unsecured loans taken/ (repaid)			
	Reliance Retail Ventures Limited	Holding Company	14,475.29	70.56
3	Net deposits Given/ (repaid)			
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	729.72	381.04
	Dadha Pharma Distribution Private Limited *	Fellow Subsidiary	20.00	-
4	Purchase/ subscription of investments			
	Reliance-Vision Express Private Limited	Joint Venture	8.00	5.00
5	Net loans and advances given/ (returned)			
	Reliance Clothing India Private Limited	Subsidiary	(78.47)	7.42
	Reliance Brands Limited	Fellow Subsidiary	(2,235.45)	1,184.36
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	(92.18)	92.18
	Vitalics Health Private Limited	Fellow Subsidiary	(8.70)	-
6	Purchase of Property Plant & Equipment / Project Materials			
	Jio Platforms Limited	Fellow Subsidiary	-	710.55
	Netmeds Marketplace Limited *	Fellow Subsidiary	118.00	-
	Shopsense Retail Technologies Private Limited *	Fellow Subsidiary	19.86	-
	Vitalic Health Private Limited *	Fellow Subsidiary	17.70	-
	Reliance Jio Infocomm Limited	Fellow Subsidiary	0.18	1.49
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	2,364.44	1,861.12
	Reliance Brands Limited	Fellow Subsidiary	-	0.02
7	Sale of Undertaking			
	Reliance Retail Ventures Limited	Fellow Subsidiary	42.46	-
8	Sale of Fixed Assets			
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	-	1,108.01
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	0.01	-
9	Revenue from Operations			
	Reliance Industries Limited	Ultimate Holding Company	160.55	87.76
	Reliance Retail Ventures Limited	Holding Company	10.49	2.27
	Reliance Clothing India Private Limited	Subsidiary	1.83	3.62
	Reliance Petro Marketing Limited	Subsidiary	0.38	0.83
	Reliance Brands Limited	Fellow Subsidiary	40.17	34.47
	Reliance Jio Infocomm Limited	Fellow Subsidiary	1,762.64	1,104.94
	Indiawin Sports Private Limited	Fellow Subsidiary	2.16	1.54
	Reliance Corporate IT Park Limited	Fellow Subsidiary	11.61	2,505.21
	Reliance Gas Pipelines Limited	Fellow Subsidiary	-	0.11
	Reliance Jio Digital Services Private Limited	Fellow Subsidiary	-	0.05
	Reliance Progressive Traders Private Limited	Fellow Subsidiary	0.57	0.71
	Reliance Sibur Elastomers Private Limited	Fellow Subsidiary	0.12	0.04
	TV18 Broadcast Limited	Fellow Subsidiary	0.21	0.28
	Reliance Payment Solutions Limited (Previous Year ₹ 244)	Fellow Subsidiary	-	0.00
	Reliance Jio Messaging Services Private Limited	Fellow Subsidiary	0.18	-
	Reliance Eminent Trading & Commercial Private Limited	Fellow Subsidiary	-	0.01

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Disclosure in respect of major related party transactions during the year: (Contd.)

₹ crore

Sr. No.	Particulars	Relationship	2020-21	2019-20
	Reliance SMSL Limited	Fellow Subsidiary	2.74	-
	Network18 Media & Investments Limited	Fellow Subsidiary	0.02	0.02
	Reliance Prolific Commercial Private Limited	Fellow Subsidiary	0.01	-
	Reliance Jio Media Limited	Fellow Subsidiary	0.30	1.45
	Reliance Commercial Dealers Limited	Fellow Subsidiary	0.09	-
	Viacom 18 Media Private Limited	Fellow Subsidiary	0.16	0.12
	Genesis La Mode Private Limited	Fellow Subsidiary	9.55	1.41
	Reliance Brands Luxury Fashion Private Limited (Formerly known as Genesis Luxury Fashion Private Limited)		3.31	1.43
	GLF Lifestyle Brand Private Limited (Previous Year ₹ 26,589)	Fellow Subsidiary	0.06	0.00
	GML India Fashion Private Limited (Previous Year ₹ 33,888)	Fellow Subsidiary	0.09	0.00
	Reliance GAS Lifestyle India Private Limited	Fellow Subsidiary	3.38	2.32
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	4,975.28	2,909.70
	Reliance Retail Finance Limited	Fellow Subsidiary	3.80	55.41
	Reliance Retail Insurance Broking Limited	Fellow Subsidiary	11.19	12.81
	E-Eighteen.Com Limited	Fellow Subsidiary	0.06	0.11
	Genesis Colors Limited	Fellow Subsidiary	0.76	0.31
	Indiavidual Learning Limited (Formerly Indiavidual Learning Private Limited)	Fellow Subsidiary	-	1.81
	Indiacast Media Distribution Private Limited	Fellow Subsidiary	0.01	0.02
	Reliance Prolific Traders Private Limited	Fellow Subsidiary	-	0.07
	Saavn Media Limited (Formerly Saavn Media Private Limited)	Fellow Subsidiary	0.88	0.50
	C-Square Info- Solutions Private Limited	Fellow Subsidiary	0.03	-
	Mesindus Ventures Private Limited *	Fellow Subsidiary	0.02	-
	Netmeds Marketplace Limited *	Fellow Subsidiary	0.12	-
	Reliance BP Mobility Limited	Fellow Subsidiary	4.15	-
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	104.33	1.46
	The Indian Film Combine Private Limited *	Fellow Subsidiary	0.16	-
	Tresara Health Private Limited *	Fellow Subsidiary	0.33	-
	Kanhatech Solutions Limited	Fellow Subsidiary	10.23	-
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.08	-
	Jio Platforms Limited	Fellow Subsidiary	0.56	-
	Reliance Lifestyle Products Private Limited (Formerly V&B Lifestyle India Private Limited)* (₹ 6,290)	Fellow Subsidiary	0.00	-
	Den Networks Limited	Fellow Subsidiary	0.09	-
	Reliance-Vision Express Private Limited	Joint Venture	1.02	1.49
	Marks and Spencer Reliance India Private Limited	Joint Venture	7.15	18.99
10	Other Income			
	Reliance Clothing India Private Limited	Subsidiary	6.58	6.51
	Reliance Brands Limited	Fellow Subsidiary	182.44	160.59
	Vitalic Health Private Limited *	Fellow Subsidiary	0.35	-
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	7.13	0.64
11	Purchases			
	Reliance Industries Limited	Ultimate Holding Company	66.30	40.19
	Reliance Retail Ventures Limited	Holding Company	203.71	35.17

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Disclosure in respect of major related party transactions during the year: (Contd.)

₹ crore

Sr. No.	Particulars	Relationship	2020-21	2019-20
	Reliance Petro Marketing Limited	Subsidiary	0.01	0.03
	Reliance Clothing India Private Limited	Subsidiary	3.13	1.87
	Reliance Brands Limited	Fellow Subsidiary	109.72	55.67
	Reliance Corporate IT Park Limited	Fellow Subsidiary	0.26	0.06
	Reliance Jio Infocomm Limited	Fellow Subsidiary	74,335.67	58,118.25
	Reliance Gas Lifestyle India Private Limited	Fellow Subsidiary	7.11	6.61
	Reliance Brands Luxury Fashion Private Limited (Formerly known as Genesis Luxury Fashion Private Limited)	Fellow Subsidiary	5.51	3.85
	Genesis La Mode Private Limited	Fellow Subsidiary	24.28	3.90
	Reliance Payment Solutions Limited	Fellow Subsidiary	-	0.12
	Genesis Colors Limited	Fellow Subsidiary	2.71	0.28
	Jio Platforms Limited	Fellow Subsidiary	137.55	-
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	0.30	-
	Tresara Health Private Limited *	Fellow Subsidiary	66.75	-
	Viacom 18 Media Private Limited	Fellow Subsidiary	0.01	-
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	870.90	-
	Dadha Pharma Distribution Private Limited *	Fellow Subsidiary	22.08	-
	GLF Lifestyle Brand Private Limited	Fellow Subsidiary	0.13	-
	GML India Fashion Private Limited	Fellow Subsidiary	0.20	-
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.02	-
	Reliance Gas Pipelines Limited	Fellow Subsidiary	0.01	-
	Reliance Lifestyle Products Private Limited (Formerly V&B Lifestyle India Private Limited)* (₹ 53)	Fellow Subsidiary	-	-
	Marks and Spencer Reliance India Private Limited	Joint Venture	10.74	5.23
	Reliance-Vision Express Private Limited	Joint Venture	0.39	0.13
	Reliance-GrandVision India Supply Private Limited	Joint Venture	-	0.05
12	Expenditure			
a.	Interest cost			
	Reliance Industries Limited	Ultimate Holding Company	28.80	7.94
	Reliance Retail Ventures Limited	Holding Company	505.97	9.33
b.	Store running expenses			
	Reliance Industries Limited	Ultimate Holding Company	0.01	0.01
	Reliance Petro Marketing Limited	Subsidiary	0.08	0.09
	Reliance Corporate IT Park Limited	Fellow Subsidiary	211.50	241.25
	Reliance SMSL Limited	Fellow Subsidiary	192.45	146.21
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	381.30	286.92
	Reliance Brands Limited (Previous Year ₹ 1,650)	Fellow Subsidiary	-	0.00
	Reliance BP Mobility Limited	Fellow Subsidiary	0.09	-
	Reliance Jio Infocomm Limited	Fellow Subsidiary	-	0.38
c.	Building repairs and maintenance			
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	78.38	35.59
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	11.95
	TV18 Home shopping Network Limited	Fellow Subsidiary	-	0.05
d.	Electricity expenses			
	Reliance Industries Limited	Ultimate Holding Company	0.02	0.34
	Reliance Petro Marketing Limited	Subsidiary	0.07	0.10
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	200.69	157.15

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Disclosure in respect of major related party transactions during the year: (Contd.)

₹ crore

Sr. No.	Particulars	Relationship	2020-21	2019-20
	Hatway Cable Datacom Limited (Previous Year ₹ 2,655)	Fellow Subsidiary	-	0.00
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	108.78
	Reliance BP Mobility Limited	Fellow Subsidiary	0.08	-
e.	Rent including Lease Rent			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	261.00
	Reliance Innovative Building Solutions Private Limited	Fellow Subsidiary	2.03	1.93
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	581.51	387.62
f.	Hire Charges			
	Reliance-GrandOptical Private Limited (Previous Year ₹ 6,500)	Subsidiary	-	0.00
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	4.87	3.76
	Reliance Grand Optical Private Limited (₹ 8,000)	Fellow Subsidiary	0.00	-
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	0.91
g.	Professional Fees			
	Reliance Industries Limited	Ultimate Holding Company	1.27	0.95
	Jio Platforms Limited	Fellow Subsidiary	644.86	-
	Reliance Corporate IT Park Limited	Fellow Subsidiary	53.87	7.90
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	3.17	1.73
h.	Brokerage & Commission			
	Reliance Payment Solutions Limited	Fellow Subsidiary	22.12	5.96
	Viacom 18 Media Private Limited (₹ 25,892)	Fellow Subsidiary	0.00	-
i.	Sales promotion and advertisement expenses			
	Reliance Brands Limited	Fellow Subsidiary	0.69	1.64
	Saavn Media Limited (Formerly Saavn Media Private Limited)	Fellow Subsidiary	0.01	-
	Grab A Grub Services Private Limited	Fellow Subsidiary	0.03	-
	Indiawin Sports Private Limited	Fellow Subsidiary	0.59	-
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.06	-
j.	Travelling and Conveyance Expenses			
	Reliance Commercial Dealers Limited	Fellow Subsidiary	50.53	15.71
k.	Warehousing and Distribution Expenses			
	Reliance Retail Ventures Limited	Holding Company	1,725.21	154.09
	Grab A Grub Services Private Limited	Fellow Subsidiary	0.67	1.68
l.	Stores And Packing Materials Consumed			
	Reliance Industries Limited	Ultimate Holding Company	1.63	-
m.	General expenses			
	Reliance Corporate IT Park Limited (₹ 429)	Fellow Subsidiary	0.00	47.16
	Reliance Jio Infocomm Limited	Fellow Subsidiary	46.59	29.59
	Hathway Cable and Datacom Limited (₹ 3,327)	Fellow Subsidiary	0.00	0.01
	Reliance Brands Limited (Previous Year ₹ 7,590)	Fellow Subsidiary	-	0.00
	Viacom 18 Media Private Limited	Fellow Subsidiary	0.04	-
	Reliance Projects and Property Management Services Limited	Fellow Subsidiary	116.31	68.67
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.04	-
n.	Employee Benefit Expenses			
	Reliance Retail Limited Employees Gratuity Fund	Other	14.20	24.79
	Reliance Retail Limited Employees Provident Fund	Other	104.80	92.12

Notes to the Standalone Financial Statements for the year ended 31st March, 2021

Disclosure in respect of major related party transactions during the year: (Contd.)

				₹ crore	
Sr. No.	Particulars	Relationship	2020-21	2019-20	
o.	Payment to key Managerial personnel				
	Shri V Subramaniam	Key Managerial Personnel	5.60	4.34	
	Shri Dinesh Thapar	Key Managerial Personnel	2.57	1.44	
	Shri Ashwin Khasgiwala *	Key Managerial Personnel	-	0.17	
	Shri K Sridhar	Key Managerial Personnel	0.29	0.29	

* The above entities includes related parties where the relationship existed for the part of the year / previous year.

		₹ crore	
32.1 Compensation of Key Managerial Personnel		2020-21	2019-20
i.	Short-Term Benefits	8.21	6.02
ii.	Post Employment Benefits	0.25	0.22
	Total	8.46	6.24

33 Details of Loans given, Investment made and Guarantee given covered u/s. 186(4) of the Companies Act, 2013.

- Loans given by the Company to body corporate as at 31st March 2021 (Refer Note 3.1).
- Investment made by the Company as at 31st March 2021 (Refer Note 2)

34 The details of joint ventures are as follows:

Name of the joint ventures	Country of Incorporation	Proportion of ownership interest
Marks and Spencer Reliance India Private Limited	India	49%
Reliance-Grand Vision India Supply Private Limited	India	50%
Reliance-Vision Express Private Limited	India	50%

35 The figures for corresponding previous year have been regrouped / reclassified wherever necessary, to make them comparable.

36 The Financial Statements were approved for issue by the Board of Directors on 30th April,2021.

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

V. Subramaniam
Whole-Time Director

Pankaj Pawar
Director

Sanjay Jog
Director

Saurabh Pamecha
Partner
Membership No. 126551

Geeta Fulwadaya
Director

Prof. Dipak C. Jain
Director

K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary

Reliance Retail Limited
Consolidated Financial Statements
2020-21

Independent Auditor's Report

To The Members of Reliance Retail Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Reliance Retail Limited (“the Holding Company”) and its subsidiaries, (Holding Company and its subsidiaries together referred to as “the Group”) which includes the Group’s share of profit in its joint ventures, which comprise the Consolidated Balance Sheet as at 31st March 2021, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on separate financial statements of the subsidiaries and joint ventures referred to in the Other Matters section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended (‘Ind AS’), and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March 2021, and their consolidated profit, their consolidated total comprehensive income, their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor’s Responsibility for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by other auditors in terms of their reports referred to in the sub-paragraphs (a) and (b) of the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Information Other than the Financial Statements and Auditor’s Report Thereon

- The Holding Company’s Board of Directors is responsible for the other information. The other information comprises the information included in the Board Report, but does not include the consolidated financial statements, standalone financial statements and our auditor’s report thereon.
- Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the subsidiaries and joint ventures audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to subsidiaries and joint ventures, is traced from their financial statements audited by other auditors.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regards.

Management’s Responsibility for the Consolidated Financial Statements

The Holding Company’s Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group including its joint ventures in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group and of its joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its joint

ventures and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group (and of its joint ventures) are responsible for assessing the ability of the Group (and of its joint ventures) to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate or cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its joint ventures are also responsible for overseeing the financial reporting process of the Group and of its joint ventures.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its joint ventures to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and its joint ventures to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Other Matters

We did not audit the financial statements of three subsidiaries, whose financial statements reflect total assets of ₹ 666.32 crores as at 31st March, 2021, total revenues of ₹ 5,228.40 crores and net cash outflows amounting to ₹ 7.59 crores for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net loss of ₹ 7.36 crores for the year ended 31st March, 2021, as considered in the consolidated financial statements, in respect of two joint venture, whose financial statements have not been audited by us. These financial statements has been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture, and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and joint ventures is based solely on the reports of the other auditors.

The consolidated financial statements also include the Group's share of net loss of ₹ 41.69 crores for the year ended 31st March, 2021, as considered in the consolidated financial statements, in respect of one joint venture, whose financial statements have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this joint venture, is based solely on such unaudited financial statements. In our opinion and according to the information and explanations given to us by the Management, these financial statements are not material to the Group.

Our opinion on the consolidated financial statements above and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of other auditors and the financial statements.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of other auditors on the separate financial statements of subsidiaries and joint ventures referred to in the Other Matters section above we report, to the extent applicable that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2021 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies and joint venture companies incorporated in India, none of the directors of the Group companies and its joint venture companies incorporated in India is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting with reference to these consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Holding company, subsidiary companies and joint venture companies incorporated

in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies.

- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group and joint ventures as referred to in Note 31 to the consolidated financial statements;
 - ii) The Group, its joint ventures did not have any material foreseeable losses on long-term contracts including derivative contracts;
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies and joint venture companies incorporated in India.

For D T S & Associates LLP

Chartered Accountants

(Firm's Registration No. 142412W/W100595)

Saurabh Pamecha

Partner

Membership No. 126551

Mumbai, 30th April 2021

(UDIN: 21126551AAAAFG7792)

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1(f) under ‘Report on other legal and regulatory requirements’ section of our report of even date to the members of Reliance Retail Limited for the year ended 31st March 2021)

Report on the internal financial controls over financial reporting under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

In conjunction with our audit of the consolidated Ind AS financial statements of the Company as of and for the year ended 31st March 2021, we have audited the internal financial controls over financial reporting of **Reliance Retail Limited** (hereinafter referred to as “the Holding Company”) and its subsidiary companies, and joint ventures, which are companies incorporated in India, as of that date.

Management’s responsibility for internal financial controls

The respective Board of Directors of the Holding Company, its subsidiary companies, and joint ventures, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company’s policies, the safeguarding of their assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting with reference to these consolidated financial statements of the Holding Company, its subsidiary companies, and joint ventures, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these consolidated financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors of the subsidiary companies, and joint ventures, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, are sufficient and appropriate to provide a basis for our audit opinion on the Internal Financial Controls system over Financial Reporting with reference to these consolidated financial statements of the Parent, its subsidiary companies, and its joint ventures, which are companies incorporated in India.

Meaning of internal financial controls over financial reporting with reference to these consolidated financial statements

A company’s internal financial control over financial reporting with reference to these consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent limitations of internal financial controls over financial reporting with reference to these consolidated financial statements

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

Opinion

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors referred to in the Other Matters paragraph below, the Holding Company, its subsidiary companies, and joint ventures, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting with reference to these consolidated financial statements and such internal financial controls over financial reporting with reference to these consolidated financial statements were operating effectively as at 31st March 2021, based on the criteria for internal financial control over financial reporting established by the respective companies considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting with reference to these consolidated financial statements in so far as it relates to three subsidiary companies and two joint ventures, which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India.

Our opinion is not modified in respect of the above matter.

For D T S & Associates LLP

Chartered Accountants

(Firm's Registration No. 142412W/W100595)

Saurabh Pamecha

Partner

Membership No. 126551

Mumbai, 30th April 2021

(UDIN: 21126551AAAAFG7792)

Consolidated Balance Sheet as at 31st March, 2021

	Note	As at 31st March,2021	As at 31st March,2020	₹ in crore
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	1	8,338.99	7,271.91	
Capital Work-in-Progress	1	7,000.17	6,070.47	
Goodwill on Consolidation		90.03	87.14	
Intangible Assets	1	3,165.60	982.76	
Intangible Assets Under Development	1	3,612.13	2,752.74	
Financial Assets				
Investments	2	342.95	384.00	
Loans	3	1.43	2,359.29	
Other Non- Current Assets	4	76.94	237.13	
Total Non-Current Assets		22,628.24		20,145.44
Current Assets				
Inventories	5	12,354.79	9,583.11	
Financial Assets				
Investments	6	450.34	233.14	
Trade Receivables	7	6,020.89	2,759.23	
Cash and Cash Equivalents	8	359.55	348.69	
Other Financial Assets	9	2,586.87	1,507.03	
Other Current Assets	10	6,279.83	1,736.51	
Total Current Assets		28,052.27		16,167.71
Total Assets		50,680.51		36,313.15
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	11	4,990.42	4,990.40	
Other Equity	12	20,474.15	13,280.58	
Total Equity		25,464.57		18,270.98
Liabilities				
Non-Current Liabilities				
Financial Liabilities				
Borrowings	13	93.02	-	
Other Financial Liabilities	14	10.40	12.48	
Provisions	15	48.30	38.21	
Deferred Tax Liabilities (Net)	16	929.68	917.15	
Total Non-Current Liabilities		1,081.40		967.84
Current Liabilities				
Financial Liabilities				
Borrowings	17	14,745.88	4,665.74	
Trade Payables		6,705.53	5,958.19	
Other Financial Liabilities	18	1,560.70	5,322.40	
Provisions	19	3.78	4.18	
Other Current Liabilities	20	1,118.65	1,123.82	
Total Current Liabilities		24,134.54		17,074.33
Total Liabilities		25,215.94		18,042.17
Total Equity and Liabilities		50,680.51		36,313.15

Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 39

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

V. Subramaniam
Whole-Time Director

Pankaj Pawar
Director

Sanjay Jog
Director

Saurabh Pamecha
Partner
Membership No. 126551

Geeta Fulwadaya
Director

Prof. Dipak C. Jain
Director

K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary

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

	Note	2020-21	₹ in crore 2019-20
INCOME			
Value of Sales		1,46,867.63	1,46,693.04
Income from Services		8,341.43	14,272.12
Value of Sales & Services (Revenue)		1,55,209.06	1,60,965.16
Less: GST Recovered		18,298.40	16,447.81
Revenue from Operations	21	1,36,910.66	1,44,517.35
Other Income	22	296.15	271.59
Total Income		1,37,206.81	1,44,788.94
EXPENSES			
Cost of Materials Consumed		0.94	2.99
Purchases of Stock-in-Trade		1,20,657.09	1,22,745.81
Changes in Inventories of Finished Goods and Stock-in-Trade	23	(2,717.69)	1,941.48
Employee Benefits Expense	24	1,283.31	975.28
Finance Costs	25	694.14	868.32
Depreciation and Amortisation Expense	1	1,461.65	1,122.42
Other Expenses	26	9,560.89	9,596.03
Total Expenses		1,30,940.33	1,37,252.33
Profit Before share of Profit/(Loss) of Joint Ventures and Tax		6,266.48	7,536.61
Share of Profit/(Loss) of Joint Ventures		(49.04)	(9.43)
Profit before Tax		6,217.44	7,527.18
Tax Expenses:			
Current Tax	27	1,605.94	1,033.74
Tax for earlier years	27	-	(2.94)
Deferred Tax	27	12.53	881.94
Profit for the year		4,598.97	5,614.44
Other Comprehensive Income (OCI)			
(i) Items that will not be reclassified to Profit and Loss	22.1	1.74	(14.59)
(ii) Income tax relating to items that will not be reclassified to profit or loss		(0.43)	1.97
(iii) Items that will be reclassified to Profit or loss	22.2	(34.07)	13.87
(iv) Income tax relating to items that will be reclassified to profit or loss		8.58	(3.46)
Total Other Comprehensive Income / (Loss) for the year (Net of Tax)		(24.18)	(2.21)
Total Comprehensive Income (Net of Tax)		4,574.79	5,612.23
Net Profit Attributable to:			
(a) Owners of the Company		4,598.97	5,614.44
(b) Non Controlling Interest		-	-
Other Comprehensive Income attributable to:			
(a) Owners of the Company		(24.18)	(2.21)
(b) Non Controlling Interest		-	-
Total Comprehensive Income attributable to:			
(a) Owners of the Company		4,574.79	5,612.23
(b) Non Controlling Interest		-	-
Earnings per equity share of face value of ₹ 10 each			
Basic	30	8.64	10.55
Diluted	30	4.93	8.88

Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 39

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

V. Subramaniam
Whole-Time Director

Pankaj Pawar
Director

Sanjay Jog
Director

Saurabh Pamecha
Partner
Membership No. 126551

Geeta Fulwadaya
Director

Prof. Dipak C. Jain
Director

K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary

Consolidated Statement of Changes in Equity for the year ended 31st March, 2021

A. Equity Share Capital

₹ in crore

Balance as at 1st April, 2019	Changes during the year 2019-20	Balance as at 31st March, 2020	Changes during the year 2020-21	Balance as at 31st March, 2021
4,990.40	-	4,990.40	0.02	4,990.42

B. Other Equity

₹ in crore

	Instruments Classified as Equity			Reserves and surplus			Other Comprehensive Income	Total
	8.5% Non Cumulative Optionally Convertible Preference Shares of ₹ 10 each, fully paid up (OCPS)	Call Money towards OCPS	Compulsory Convertible Debentures of ₹ 10,00,000 each, fully paid up	Capital Reserve	Retained Earnings	Securities Premium Reserve		
As on 31st March 2020								
Balance as at 1st April 2019	200.00	381.20	330.00	0.06	5,934.36	800.00	22.71	7,668.33
Add : Call money received towards OCPS	-	0.02	-	-	-	-	-	0.02
Total Comprehensive income for the year	-	-	-	-	5,614.44	-	(2.21)	5,612.23
Balance as at 31st March, 2020	200.00	381.22	330.00	0.06	11,548.80	800.00	20.50	13,280.58
As on 31st March, 2021								
Balance as at 1st April 2020	200.00	381.22	330.00	0.06	11,548.80	800.00	20.50	13,280.58
Add : Issue of OCPS against call money	600.00	(381.22)	-	-	-	2,400.00	-	2,618.78
Total Comprehensive income for the year	-	-	-	-	4,598.97	-	(24.18)	4,574.79
Balance as at 31st March, 2021	800.00	-	330.00	0.06	16,147.77	3,200.00	(3.68)	20,474.15

As per our Report of even date

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

Saurabh Pamecha
Partner
Membership No. 126551

Date: 30th April 2021

For and on behalf of the Board

V. Subramaniam
Whole-Time Director

Geeta Fulwadaya
Director

Ranjit V. Pandit
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Pankaj Pawar
Director

Prof. Dipak C. Jain
Director

Dinesh Thapar
Chief Financial Officer

Sanjay Jog
Director

K Sudarshan
Director

K Sridhar
Company Secretary

Consolidated Cash Flow Statement for the year ended 31st March, 2021

	2020-21	2019-20
	₹ in crore	
A: CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax as per Statement of Profit and Loss	6,217.44	7,527.18
Adjusted for:		
Loss on sale/ discarding of Property, Plant and Equipment (net)	2.79	44.05
Loss on sale of business	23.94	-
Depreciation and Amortisation Expense	1,461.65	1,122.42
Effect of Exchange Rate Change	(11.04)	8.26
Net Gain on Financial Assets	(69.69)	(67.66)
Share in (Profit)/ Loss of Joint Ventures	49.04	9.43
Interest Income	(208.38)	(176.94)
Dividend Income	-	(2.75)
Finance Costs	694.14	868.32
	<u>1,942.45</u>	<u>1,805.13</u>
Operating Profit before Working Capital Changes	8,159.89	9,332.31
Adjusted for:		
Trade and Other Receivables	(4,785.07)	856.00
Inventories	(2,771.68)	1,910.42
Trade and Other Payables	1,634.09	5,481.57
	<u>(5,922.66)</u>	<u>8,247.99</u>
Cash Generated from Operations	2,237.23	17,580.30
Taxes Paid (Net)	(1,440.08)	(1,123.16)
Net Cash flow from Operating Activities*	797.15	16,457.14
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment and Intangible Assets	(8,224.03)	(7,198.76)
Proceeds from disposal of Property, Plant and Equipment and Intangible Assets	11.87	492.19
Sale of Undertaking to Holding Company (Refer Note 32)	42.46	-
Movement in Loans	(1,879.33)	(1,308.20)
Purchase of Other Investments	(12,716.38)	(55,933.52)
Proceeds from Sale of Financial Assets	12,523.92	59,000.43
Interest Income	266.97	164.56
Net Cash Flow used in Investing Activities	(9,974.52)	(4,783.30)
C: CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Preference Share / Equity Instruments	2,618.80	0.88
Movement in Deposits	(4,700.00)	(2,720.11)
Repayment of Lease Liabilities	(1.66)	(2.59)
Repayment of Borrowings Non-current	93.02	-
Borrowings - Current (net)	11,785.14	(8,134.82)
Interest Paid	(607.07)	(856.10)
Net Cash flow from / (Used in) Financing Activities	9,188.23	(11,712.74)
Net (decrease)/ increase in Cash and Cash Equivalents	10.86	(38.90)
Opening Balance of Cash and Cash Equivalents	348.69	387.59
Closing Balance of Cash and Cash Equivalents (Refer Note 8)	359.55	348.69

* Amount spent in Cash towards Corporate Social Responsibility is ₹ 97.24 crore (Previous Year ₹ 51.91 crore).

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W100595)

V. Subramaniam
Whole-Time Director

Pankaj Pawar
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Geeta Fulwadaya
Director

Prof. Dipak C. Jain
Director

K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

A. Corporate Information

The Consolidated Financial Statements comprise of Financial Statements of “Reliance Retail Limited” (“the Holding Company” or “The Company”) and its subsidiaries (collectively referred to as “the Group”) for the year ended 31st March, 2021.

The principal activity of the Group, its Joint Ventures consist of ‘Organised Retail’ primarily catering to Indian consumers in various consumption baskets and ‘Petro Retail’. Further details about the business operations of the Group are provided in Note – 38 Segment Information.

B. Significant Accounting Policies

B.1 Basis of Preparation and Presentation

The Consolidated Financial Statements have been prepared on the historical cost basis except for following assets and liabilities which have been measured at fair value:

- i) Certain Financial Assets and Liabilities (including derivative instruments),
- ii) Defined Benefit Plans - Plan Assets and
- iii) Equity settled Share Based Payments

The Consolidated Financial Statements of the Group have been prepared to comply with the Indian Accounting Standards (‘Ind AS’), including the Rules notified under the relevant provisions of the Companies Act, 2013.

The Consolidated Financial Statements comprises of Reliance Retail Limited and its subsidiaries, being the entities that it controls. Control is assessed in accordance with the requirement of Ind AS 110- Consolidated Financial Statements.

The Consolidated Financial Statements are presented in Indian Rupees (₹) and all values are rounded to the nearest crore (₹ 00,00,000), except when otherwise indicated.

B.2 Principles of Consolidation

- (a) The financial statements of the Holding Company and its subsidiaries are combined on a line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.
- (b) Profits or losses resulting from intra-group transactions that are recognised in assets, such as Inventory and Property, Plant and Equipment, are eliminated in full.
- (c) The audited / unaudited financial statements of joint ventures / associates have been prepared in accordance with the Generally Accepted Accounting Principle / Ind AS.
- (d) The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.
- (e) The carrying amount of the parent’s investment in each subsidiary is offset (eliminated) against the parent’s portion of equity in each subsidiary.
- (f) The difference between the proceeds from disposal of investment in subsidiaries and the carrying amount of its assets less liabilities as on the date of disposal is recognised in the Consolidated Statement of Profit and Loss being the profit or loss on disposal of investment in subsidiary.
- (g) Investment in Joint Ventures has been accounted under the Equity Method as per Ind AS 28 – Investments in Associates and Joint Ventures. Investments in joint operations are accounted using the Proportionate Consolidation Method as per Ind AS 111 – Joint Arrangements.
- (h) The Group accounts for its share of post-acquisition changes in net assets of joint ventures, after eliminating unrealised profits and losses resulting from transactions between the Group and its joint ventures.
- (i) Non-Controlling Interest’s share of profit / loss of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the Company.
- (j) Non-Controlling Interest’s share of net assets of consolidated subsidiaries is identified and presented in the Consolidated Balance Sheet.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

B.3 Summary of Significant Accounting Policies

(a) Current and Non-Current Classification

The Group presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it is -

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when -

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

(b) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre - operative expenses and disclosed under Capital Work-in-Progress.

Depreciation on Property, Plant and Equipment is provided on straight line method and based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Leasehold improvements are amortized over the lower of estimated useful life or lease period; on assets acquired under finance lease depreciation is provided over the lease term.

The residual values, useful lives and methods of depreciation of Property, Plant and Equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognised.

(c) Leases

The Group, as a lessee, recognizes a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

The Group measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

For short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

(d) Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortisation / depletion and impairment loss, if any. Such cost includes purchase price and any cost directly attributable for preparing the asset for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Intangible Assets Under Development.

The company's intangible assets comprises assets with finite useful life which are amortised on a straight-line basis over the period of their expected useful life. The amortisation period and the amortisation method for Intangible Assets with a finite useful life are reviewed at each reporting date.

Computer software is amortised over a period of 5 years on a straight-line basis.

(e) Research and Development Expenditure

Revenue expenditure pertaining to research is charged to the Consolidated Statement of Profit and loss.

Development costs are capitalized as an intangible asset if it can be demonstrated that the project is expected to generate future economic benefits, it is probable that those future economic benefits will flow to the entity and the costs of the asset can be measured reliably, else it is charged to the Statement of Profit and Loss.

(f) Cash and Cash Equivalents

Cash and cash equivalents comprise of cash on hand, cash at banks, short term deposits and short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(g) Finance Costs

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Consolidated Statement of Profit and Loss for the period for which they are incurred.

(h) Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

Costs of inventories are determined on weighted average basis except Gold and silver is determined on FIFO basis. Inventories of Gold / Silver are adjusted with gains / loss on qualifying fair value hedges.

(i) Impairment of Non-Financial Assets - Property, Plant and Equipment, Goodwill & Intangible Assets

The Group assesses at each reporting date as to whether there is any indication that any Property, Plant and Equipment, Goodwill and Intangible assets or group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Consolidated Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

(j) Provisions

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(k) Contingent Liabilities

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

(l) Employee Benefits Expense

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

Post-Employment Benefits

Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Group pays specified contributions to a separate entity. The Group makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme.

The Group recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

Defined Benefit Plans

The Group pays gratuity to the employees who have completed five years of service at the time of resignation/ superannuation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act, 1972.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The gratuity fund has been approved by respective Income Tax Authorities.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of Defined Benefit Plans in respect of post-employment are charged to the Other Comprehensive Income.

(m) Tax Expenses

The tax expenses for the period comprises of current tax and Deferred Income Tax. Tax is recognised in Consolidated Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in Equity. In which case, the tax is also recognised in Other Comprehensive Income or Equity.

i) Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted at the Balance sheet date.

ii) Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilized.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

(n) Share Based Payments

Equity-settled share-based payments to employees and others providing similar services are measured at the fair value of the equity instruments at the grant date.

The fair value determined at the grant date of the equity-settled share based payments is expensed on a straight line basis over the vesting period, based on the Group's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Group revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in Consolidated Statement of Profit and Loss such that the cumulative expenses reflects the revised estimate, with a corresponding adjustment to Share Based Payments Reserve.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

(o) Foreign Currencies Transactions and Translation

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Consolidated Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets which are capitalized as cost of assets.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in Other

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

Comprehensive Income or Statement of Profit and Loss are also recognised in Other Comprehensive Income or Statement of Profit and Loss, respectively).

(p) Revenue Recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Group has generally concluded that it is the principal in its revenue arrangement, as it typically controls the goods or services before transferring them to the customer.

Generally, control is transfer upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Group has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the Group expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government).

Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional. Generally the credit period does not exceed 90 days for sale of goods or services as the case may be.

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its expected value, which is assessed at each reporting period.

Contract balances

Trade receivables

A receivable represents the Group's right to an amount of consideration that is unconditional.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Group performs under the contract.

Interest Income

Interest Income from a Financial Asset is recognised using effective interest rate method.

Dividend Income

Dividend Income is recognised when the Group's right to receive the amount has been established.

(q) Financial Instruments

i) Financial Assets

A. Initial Recognition and Measurement

All Financial Assets are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

B. Subsequent Measurement

a) Financial Assets Measured at Amortised Cost (AC)

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

b) Financial Assets Measured at Fair Value Through Other Comprehensive Income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

c) Financial Assets Measured at Fair Value Through Profit or Loss (FVTPL)

Financial Asset which is not classified in any of the above categories are measured at FVTPL.

Financial assets are reclassified subsequent to their recognition, if the Group changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

C. Other Equity Investments

All other equity investments are measured at fair value, with value changes recognised in Consolidated Statement of Profit and Loss, except for those equity investments for which the Group has elected to present the value changes in 'Other Comprehensive Income'. However, dividend on such equity investments are recognized in Statement of Profit and loss when the company's right to receive payment is established.

D. Impairment of Financial Assets

In accordance with Ind AS 109, the Group uses "Expected Credit Loss" (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12 months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date);
- or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For Trade Receivables the Group applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Group uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.

For other assets, the Group uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ii) Financial Liabilities

A. Initial Recognition and Measurement

All Financial Liabilities are recognized at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Consolidated Statement of Profit and Loss as finance cost.

B. Subsequent Measurement

Financial Liabilities are carried at amortized cost using the effective interest method.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

iii) Derivative Financial Instruments and Hedge Accounting

The Group uses various derivative financial instruments such as currency forwards and commodity contracts to mitigate the risk of changes in exchange rates and commodity prices. At the inception of a hedge relationship, the Group formally designates and documents the hedge relationship to which the Group wishes to apply hedge accounting and the risk management objective and strategy for undertaking the hedge. Such derivative financial

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are also subsequently measured at fair value. Derivatives are carried as Financial Assets when the fair value is positive and as Financial Liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to Consolidated Statement of Profit and Loss, except in case where the related underlying is held as inventory, in which case, they are adjusted to the carrying cost of inventory.

Hedges that meet the criteria for hedge accounting are accounted for as follows:

A. Cash Flow Hedge

The Group designates derivative contracts or non-derivative Financial Assets / Liabilities as hedging instruments to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions. When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in the cash flow hedging reserve being part of Other Comprehensive Income. Any ineffective portion of changes in the fair value of the derivative is recognized immediately in the Consolidated Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognized in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The cumulative gain or loss previously recognized in the cash flow hedging reserve is transferred to the Consolidated statement of profit and loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Consolidated Statement of Profit and Loss.

B. Fair Value Hedge

The Group designates derivative contracts as hedging instruments to mitigate the risk of change in fair value of hedged item due to movement in commodity prices and foreign exchange rates.

Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Consolidated Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item is amortised to Consolidated Statement of Profit and Loss over the period of maturity.

iv) Derecognition of Financial Instruments

The Group derecognizes a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for derecognition under Ind AS 109. A Financial Liability (or a part of a Financial Liability) is derecognized from the Group's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

v) Offsetting

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Group has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

(r) Non-current assets held for sale

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable.

A sale is considered as highly probable when decision has been made to sell, assets are available for immediate sale in its present condition, assets are being actively marketed and sale has been agreed or is expected to be concluded within 12 months of the date of classification.

Assets and liabilities classified as held for sale are measured at the lower of their carrying amount and fair value less cost of sell and are presented separately in the Consolidated Balance Sheet.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(s) Earnings per share

Basic earnings per share is calculated by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date.

C. Critical Accounting Judgements and Key Sources of Estimation Uncertainty

The preparation of the Group's Financial Statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in next financial years.

(a) Depreciation / Amortisation and Useful Life of Property, Plant and Equipment / Intangible Assets

Property, Plant and Equipment / Intangible Assets are depreciated / amortised over their estimated useful life, after taking into account estimated residual value.

Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation / amortisation to be recorded during any reporting period. The useful life and residual values are based on the Group's historical experience with similar assets and take into account anticipated technological changes. The depreciation / amortisation for future periods is revised if there are significant changes from previous estimates.

(b) Recoverability of Trade Receivables

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

(c) Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

(d) Impairment of Financial and Non-Financial Assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a group of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

The impairment provisions for Financial Assets are based on assumptions about risk of default and expected cash loss rates. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Group's past history, existing market conditions as well as forward-looking estimates at the end of each reporting period.

In case of non-financial assets Group estimates asset's recoverable amount, which is higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(e) Recognition of Deferred Tax Assets and liabilities

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Group uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

(f) Fair Value Measurement

For estimates relating to fair value of financial instruments refer note 34 of financial statements.

(g) Leases

The Group had evaluated if an arrangement qualifies to be a lease as per requirements of Ind AS 116. Identification of lease requires significant judgement. In case of Reliance Retail Limited, the Holding Company, large portion of the leases are cancellable by both lessor and lessee or are arrangements which qualify as variable leases and hence are not considered for recognition of Right of Use Asset and lease liabilities. Also there are few lease arrangements which are cancellable only at the option of the lessee but have not been considered for recognition of Right of Use Assets and lease liabilities on grounds of materiality and exercisability.

(h) Estimation uncertainty relating to the Global health pandemic on COVID -19

Management has performed the assessment of the effect of COVID -19 on the recoverability of the value of assets as at the end of the year and liquidity position as well as business activities in the foreseeable future. Based on the assessment, presently there are no significant concerns regarding recoverability of the value of the assets as well as on liquidity and continuity of the business. The impact of COVID – 19 may be different from that estimated as at the date of approval of these financial statements and the Group will continue to monitor any material changes to future economic conditions.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

1 Property, Plant and Equipment, Intangible Assets, Capital Work-in-progress, and Intangible Assets under Development

₹ in crore

Description	Gross block				Depreciation/ Amortisation				Net block	
	As at 1st April, 2020	Additions	Deductions/ Adjustment	As at 31st March, 2021	As at 1st April, 2020	For the period	Deductions/ Adjustment	Upto 31st March, 2021	As at 31st March, 2021	As at 31st March, 2020
Property, Plant and Equipment										
Own Assets:										
Freehold Land	17.93	-	-	17.93	-	-	-	-	17.93	17.93
Buildings	21.27	-	-	21.27	4.05	0.49	-	4.54	16.73	17.22
Plant and Machinery	478.13	39.21	40.73	476.61	225.77	62.72	19.97	268.52	208.09	252.36
Electrical Installations	2,782.12	821.57	249.90	3,353.79	758.61	285.07	77.59	966.09	2,387.70	2,023.51
Equipment	3,805.03	1,016.32	934.91	3,886.44	1,118.43	311.17	194.19	1,235.41	2,651.03	2,686.60
Furniture and Fixtures	1,730.96	761.49	49.55	2,442.90	427.12	195.17	10.53	611.76	1,831.14	1,303.84
Vehicles	1.84	-	1.50	0.34	1.33	0.05	1.09	0.29	0.05	0.51
Leasehold Improvements	1,494.12	489.05	155.89	1,827.28	559.55	140.82	67.34	633.03	1,194.25	934.57
Sub-Total	10,331.40	3,127.64	1,432.48	12,026.56	3,094.86	995.49	370.71	3,719.64	8,306.92	7,236.54
Right-of-Use Assets:										
Leasehold Land	25.79	-	-	25.79	4.97	0.23	-	5.20	20.59	20.82
Operating lease	17.18	-	0.89	16.29	2.63	2.63	0.45	4.81	11.48	14.55
Sub-Total	42.97	-	0.89	42.08	7.60	2.86	0.45	10.01	32.07	35.37
Total (A)	10,374.37	3,127.64	1,433.37	12,068.64	3,102.46	998.35	371.16	3,729.65	8,338.99	7,271.91
Intangible Assets										
Franchisee Rights	1.34	-	-	1.34	0.38	0.07	-	0.45	0.89	0.96
Trademark	135.66	-	-	135.66	13.59	13.57	-	27.16	108.50	122.07
Software	1,091.55	2,645.90	-	3,737.45	231.82	449.66	0.24	681.24	3,056.21	859.73
Total (B)	1,228.55	2,645.90	-	3,874.45	245.79	463.30	0.24	708.85	3,165.60	982.76
Total (A+B)	11,602.92	5,773.54	1,433.37	15,943.09	3,348.25	1,461.65	371.40	4,438.50	11,504.59	8,254.67
Previous year	9,913.76	2,681.11	991.95	11,602.92	2,681.53	1,122.42	455.70	3,348.25	8,254.67	7,232.23
Capital Work-in-Progress									7,000.17	6,070.47
Intangible Assets Under Development									3,612.13	2,752.74

1.1 Capital Work-in-Progress Includes:

- ₹ 59.55 crore (Previous Year ₹ 81.86 crore) on account of Capital Goods Inventory.
- ₹ 6,940.62 Crore (Previous Year ₹ 5,988.61 Crore) relates to projects under implementation for new business initiatives.

1.2 Intangible Assets Under Development includes:

- ₹ 3,612.13 crore (Previous Year ₹ 2,752.74 crore) on account of Project Development Expenditure.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

2 Non-Current Investments	As at 31st March, 2021		As at 31st March, 2020	
	Units	₹ in crore	Units	₹ in crore
Investments measured at Amortised Cost				
Government and Other Securities - Unquoted				
6 years National Savings Certificates (Includes deposited with Government Authorities)		<u>0.29</u>		<u>0.29</u>
Total of Investments measured at Amortised Cost		<u>0.29</u>		<u>0.29</u>
Investments measured at Cost (Accounted using Equity Method)				
In Equity Shares of Joint Venture Companies - Unquoted, Fully Paid Up				
Reliance-Vision Express Private Limited of ₹ 10 each	10,50,00,000	36.76	9,70,00,000	35.88
Reliance-GrandVision India Supply Private Limited of ₹ 10 each	1,35,00,000	7.93	1,35,00,000	8.17
Marks and Spencer Reliance India Private Limited (Class A Shares of ₹ 10 each)	81,42,722	42.32	81,42,722	50.66
Marks and Spencer Reliance India Private Limited (Class C Shares of ₹ 5 each)	9,51,16,546	173.77	9,51,16,546	207.12
Total of Investments measured at Cost		<u>260.78</u>		<u>301.83</u>
Investments measured at Fair Value through Profit and Loss				
In equity shares - Unquoted, fully paid up				
The Colaba Central Co-operative Consumer's Wholesale and Retail Stores Limited (Sahakari Bhandar) of ₹ 200 each. (₹ 5 000 (previous year ₹ 5 000))	25	-	25	-
Retailers Association's Skill Council of India of ₹ 100 each	500	0.01	500	0.01
Air Controls and Chemical Engg. Co. Limited of ₹ 1 each (₹ 1500 (previous year ₹ 1500))	1,000	0.00	1,000	0.00
Total of Investments measured at Fair Value through Profit and Loss		<u>0.01</u>		<u>0.01</u>
Investments measured at Fair Value through Other Comprehensive Income (OCI)				
In equity shares - Unquoted, fully paid up				
KaiOS Technologies Inc (KTI) of USD 0.01 each	19,04,781	45.54	19,04,781	45.54
In Preferred shares - Unquoted, fully paid up				
KaiOS Technologies Inc (KTI) of USD 0.01 each	6,25,000	36.33	6,25,000	36.33
Total of Investments measured at Fair Value through Other Comprehensive Income		<u>81.87</u>		<u>81.87</u>
Total Investment - Non-Current		<u>342.95</u>		<u>384.00</u>
				₹ in crore
2.1 Category-wise Investments- Non-Current		As at 31st March, 2021		As at 31st March, 2020
Financial assets measured at Amortised Cost		0.29		0.29
Financial assets measured at Cost		260.78		301.83
Financial assets measured at Fair value through Profit and Loss (FVTPL)		0.01		0.01
Investments measured at Fair Value through Other Comprehensive Income (OCI)		81.87		81.87
Total Non current investment		<u>342.95</u>		<u>384.00</u>

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

3	Loans - Non-Current (Unsecured and Considered Good)	₹ in crore	
		As at 31st March, 2021	As at 31st March, 2020
	Loans and Advances to Related Parties (Refer Note 35(ii))	-	2,327.63
	Loans and Advances to Others	-	30.00
	Others*	<u>1.43</u>	<u>1.66</u>
	Total	<u>1.43</u>	<u>2,359.29</u>

* Others represents fair value of interest free Rental deposits

3.1 Loans and advances in the nature of loans given to fellow subsidiary

Sr. No.	Name of the company	₹ in crore			
		As at 31st March, 2021	Maximum Balance during the year	As at 31st March, 2020	Maximum Balance during the year
	Loans -Non Current ^{(i) &(ii)}				
1	Reliance Brands Limited	-	2,413.61	2,235.45	2,235.45
2	Shri Kannan Departmental Stores Private Limited	-	92.18	92.18	92.18
3	Vitalics Health Private Limited	-	30.00	-	-
	Total	<u>-</u>	<u>2,535.79</u>	<u>2,327.63</u>	<u>2,327.63</u>

⁽ⁱ⁾ All the above loans and advances has been given for the business purposes.

⁽ⁱⁱ⁾ Loans and Advances shown above, fall under the category of 'Loans - Non- Current' are repayable within 3-5 years.

4	Other Non- Current Assets (unsecured and considered good)	₹ in crore	
		As at 31st March, 2021	As at 31st March, 2020
	Capital Advances	27.93	31.83
	Deposits ⁽ⁱ⁾	17.59	16.61
	Advance Income Tax (Net of Provision) ⁽ⁱⁱ⁾	28.42	186.13
	Other Loans and Advances ⁽ⁱⁱⁱ⁾	<u>3.00</u>	<u>2.56</u>
	Total	<u>76.94</u>	<u>237.13</u>

⁽ⁱ⁾ Deposits given to Statutory Authorities

(ii)	Advance Income Tax (Net of Provision)	₹ in crore	
		As at 31st March, 2021	As at 31st March, 2020
	At start of year	186.13	95.26
	Charge for the year	(1,605.94)	(1,033.74)
	Others *	8.15	1.45
	Tax paid during the year (net of refunds)	<u>1440.08</u>	<u>1,123.16</u>
	At end of year	<u>28.42</u>	<u>186.13</u>

* Mainly pertains to Provision for Tax on Other Comprehensive Income

⁽ⁱⁱⁱ⁾ Represents Loan to Employees.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

		₹ in crore	
	As at	As at	
	31st March, 2021	31st March, 2020	
5 Inventories			
<i>(valued at lower of cost or net realisable value)</i>			
Raw Materials	-	0.25	
Finished Goods	0.02	-	
Stores and Spares	152.90	98.66	
Stock-in-Trade ⁽ⁱ⁾	12,201.87	9,484.20	
Total	12,354.79	9,583.11	
⁽ⁱ⁾ Includes Inventory in transit			
			₹ in crore
6 Investments - Current	As at	As at	
<i>(valued at lower of cost and quoted/ fair value)</i>	31st March, 2021	31st March, 2020	
Investments Measured at Fair Value Through Other Comprehensive Income (FVTOCI)			
In Mutual Funds - Unquoted (Refer Note 34)	450.34	233.14	
Total Investments - Current	450.34	233.14	
Aggregate amount of Unquoted Investment	450.34	233.14	
			₹ in crore
7 Trade Receivables	As at	As at	
<i>(Unsecured and Considered Good)</i>	31st March, 2021	31st March, 2020	
Trade Receivables	6,020.89	2,759.23	
Total	6,020.89	2,759.23	
			₹ in crore
8 Cash & Cash Equivalents	As at	As at	
	31st March, 2021	31st March, 2020	
Cash in Hand	66.08	50.53	
Balances with Banks ^{(i), (ii) & (iii)}	293.47	298.16	
Cash and Cash Equivalent as per Balance Sheet	359.55	348.69	
Cash and Cash Equivalent as per Consolidated Cash Flow Statement	359.55	348.69	
⁽ⁱ⁾ Includes deposits of ₹ 26.16 crore (previous year ₹ 0.18 crore) with maturity period of more than 12 months.			
⁽ⁱⁱ⁾ Includes deposits of ₹ 22.75 crore (previous year ₹ 122.76 crore) held by tax authority as security, by bank as margin money for bank guarantees, forward contracts and working capital loan.			
⁽ⁱⁱⁱ⁾ Includes deposits ₹ 15.00 crore (Previous year ₹ 8.00 crore) held as Deposit reserve Fund.			
8.1 Cash and Cash Equivalents includes deposits maintained by the Company with banks, which can be withdrawn by the Company at any point of time without prior notice or penalty on the principal.			
			₹ in crore
9 Other Financial Assets- Current	As at	As at	
	31st March, 2021	31st March, 2020	
Interest Accrued on Investment	0.14	0.13	
Deposits	2,475.91	1,055.07	
Others ⁽ⁱ⁾	110.82	451.83	
Total	2,586.87	1,507.03	
⁽ⁱ⁾ Includes Fair valuation of Derivatives & Interest receivable.			

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

		₹ in crore	
		As at	As at
		31st March, 2021	31st March, 2020
10 Other Current Assets			
	<i>(unsecured and considered good)</i>		
	Balance with Customs, Central Excise, GST and State Authorities, etc.	1,085.01	1,088.99
	Others ⁽ⁱ⁾	5,194.82	647.52
	Total	<u>6,279.83</u>	<u>1,736.51</u>
	⁽ⁱ⁾ Includes advances to Vendors and Employees.		
11 Share Capital			
		As at	As at
		31st March, 2021	31st March, 2020
	Authorised Share Capital:		
	1350,00,00,000 Equity shares of ₹ 10 each (1350,00,00,000)	13,500.00	13,500.00
	150,00,00,000 Preference shares of ₹ 10 each (150,00,00,000)	1,500.00	1,500.00
	Total	<u>15,000.00</u>	<u>15,000.00</u>
	Issued, Subscribed and paid up		
	499,04,22,513 Equity shares of ₹ 10 each fully paid (499,04,04,513)	4,990.42	4,990.40
	Total	<u>4,990.42</u>	<u>4,990.40</u>
(i)	Out of above 498,70,26,060 (Previous year 498,70,26,060) equity shares of ₹ 10 each fully paid-up are held by Reliance Retail Ventures Limited, the holding company along with others.		
(ii)	Represents 498,95,41,650 (Previous year 498,95,41,650) equity shares of ₹ 10 each fully paid-up were allotted pursuant to the Scheme of Arrangement and Amalgamation without payment being received in cash.		
(iii)	The details of Shareholders holding more than 5% shares :		
	Name of the Shareholders	As at 31st March, 2021	As at 31st March, 2020
		No. of Shares	% held
		No. of Shares	% held
	Reliance Retail Ventures Limited (Holding Company)	498,70,26,060	99.93
		498,70,26,060	99.93
(iv)	The Reconciliation of the number of shares outstanding is set out below :		
	Particulars	As at	As at
		31st March, 2021	31st March, 2020
		No. of shares	No. of shares
	Equity Shares outstanding at the beginning of the year	499,04,04,513	498,95,41,650
	Add: Equity Shares issued during the year	18,000	8,62,863
	Equity Shares at the end of the year	<u>499,04,22,513</u>	<u>499,04,04,513</u>
(v)	The Company is authorised to issue up to forty nine crore Restricted Stock Units (RSUs) to eligible employees under Reliance Retail Restricted Stock Unit Plan 2007. The RSUs vest on different dates over a period of sixteen years from the date of grant of RSUs as per the scheme and upon vesting, the employees are entitled to three equity shares of ₹ 10 each for every five RSUs. As on March 31, 2021, RSUs in force total to Three lakh one thousand seven hundred and eighty nine (Previous year Three lakh thirty one thousand seven hundred and eighty nine).		
(vi)	The Company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share.		

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

12 Other Equity	₹ in crore	
	As at 31st March, 2021	As at 31st March, 2020
Instruments Classified as Equity		
8.5% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each, fully paid up (Previous year ₹ 2.5 paid up)	800.00	200.00
Call Money towards OCPS		
As per last Balance Sheet	381.22	381.20
Add / (less) : Converted during the year	<u>(381.22)</u>	<u>- 0.02</u>
		381.22
Compulsory Convertible Debentures of ₹ 10,00,000 each, fully paid up	<u>330.00</u>	<u>330.00</u>
	1,130.00	911.22
Securities Premium		
As per last Balance Sheet	800.00	800.00
Add : 8.5% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each, fully paid up (Previous year ₹ 2.5 paid up)	<u>2,400.00</u>	<u>3,200.00 -</u>
		800.00
Capital Reserve		
As per last Balance Sheet	0.06	0.06
Retained Earnings		
As per last Balance Sheet	11,548.80	5,934.36
Add: Profit for the year	<u>4,598.97</u>	<u>5,614.44</u>
	16,147.77	11,548.80
Other Comprehensive Income		
As per last Balance Sheet	20.50	22.71
Add: Movement in OCI (Net) during the year	<u>(24.18)</u>	<u>(2.21)</u>
	<u>(3.68)</u>	<u>20.50</u>
Total	<u>20,474.15</u>	<u>13,280.58</u>

12.1 Each Compulsory Convertible Debentures of face value of ₹ 10,00,000 each shall be converted in to 1,00,000 preference shares of ₹ 10 each at the end of 10 years from the date of allotment of CCDs. Each preference share, arising out of conversion of CCD, shall at the end of 20 years from the date of allotment of preference shares, be converted into one equity share of ₹ 10/- each.

12.2 Details of Shareholder's holding more than 5% Preference Shares

(8.5% Non Cumulative Optionally Convertible Preference Shares)

Name of the Shareholders	No. of Shares	% held	No. of Shares	% held
Reliance Retail Ventures Limited (Holding Company)	79,99,89,606	99.99%	79,99,89,606	99.99%

12.3 Terms of 8.5% Non Cumulative Optionally Convertible Preference Shares

The OCPS shall be either redeemed at ₹ 50 per share or converted into 5 (Five) Equity Shares of ₹ 10 each at any time at the option of the Company, but not later than 10 years from the date of allotment of the OCPS i.e February 17, 2018.

12.4 Rights, Preferences and Restrictions attached to Preference Shares

The Company has one class of Preference Shares i.e. 8.5% Non Cumulative Optionally Convertible Preference Shares (OCPS) of ₹ 10/- per share. Such Preference Shares shall carry a preferential right over the Equity shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding – up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. The OCPS shall carry voting rights prescribed under the provisions of the Companies Act, 2013.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

12.5 The reconciliation of the number of 8.5% Non Cumulative Optionally Convertible Preference Shares outstanding is set out below :

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	No. of Shares	No. of Shares
Preference Shares at the beginning of the year	80,00,00,000	80,00,00,000
Add: Preference Shares issued during the year	-	-
Preference Share Outstanding at the end of the year	<u>80,00,00,000</u>	<u>80,00,00,000</u>

₹ in crore

13 Borrowings- Non Current	As at	As at
	31st March, 2021	31st March, 2020
Unsecured - At amortised Cost		
Loan from Related Party (Refer Note 35(ii))	<u>93.02</u>	-
Total	<u>93.02</u>	-

₹ in crore

14 Financial Liabilities - Non-Current	As at	As at
	31st March, 2021	31st March, 2020
Lease Liabilities	<u>10.40</u>	<u>12.48</u>
Total	<u>10.40</u>	<u>12.48</u>

₹ in crore

15 Provisions- Non current	As at	As at
	31st March, 2021	31st March, 2020
Provision for Employee Benefits (Refer Note 24.1) ⁽ⁱ⁾	<u>48.30</u>	<u>38.21</u>
Total	<u>48.30</u>	<u>38.21</u>

⁽ⁱ⁾ The provision for employee benefit includes annual leave and vested long service leave entitlement accrued and compensation claims made by employees.

16 Deferred Tax

₹ in crore

Component of Deferred Tax	As at	As at
	31st March, 2021	31st March, 2020
Deferred Tax Liabilities (Net)	<u>929.68</u>	<u>917.15</u>
Deferred Tax Liabilities (Net)	<u>929.68</u>	<u>917.15</u>

₹ in crore

Deferred tax liabilities (Net) in relation to:	As at	(Charge)/Credit to	As at
	31st March, 2020	Statement of Profit and Loss	31st March, 2021
Property, plant and equipment	925.55	9.80	935.35
Mat Credit	-	-	-
Disallowance	<u>(8.40)</u>	<u>2.73</u>	<u>(5.67)</u>
Deferred Tax Liabilities (Net)	<u>917.15</u>	<u>12.53</u>	<u>929.68</u>
Net Deferred Tax Asset / (Liabilities)	<u>(917.15)</u>	<u>12.53</u>	<u>(929.68)</u>

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

	₹ in crore	
	As at 31st March, 2021	As at 31st March, 2020
17 Borrowings- Current		
Secured - At amortised Cost		
Working Capital Loans		
From Banks ⁽ⁱ⁾	200.03	1,301.48
Unsecured - At amortised Cost		
From Banks ⁽ⁱⁱ⁾	-	2,800.00
Commercial Papers ⁽ⁱⁱⁱ⁾	-	493.70
Loans and Advances from Related Parties(Refer Note 35(ii))	14,545.85	70.56
Total	<u>14,745.88</u>	<u>4,665.74</u>

⁽ⁱ⁾ Working Capital Loans from Banks referred above to the extent of:

- ₹ 200.03 crore (Previous year ₹ 1301.48 crore) are secured by way of first charge on all the current assets of the company.
- ₹ Nil (Previous year ₹ Nil crore) are secured by way of lien on Fixed Deposits.

⁽ⁱⁱ⁾ Represents Working Capital Demand Loan (WCDL) taken.

⁽ⁱⁱⁱ⁾ Maximum amount outstanding at any time during the year was ₹ 5,050 crore (Previous year ₹19,700 crore)

17.1 Refer note 34 for maturity profile.

	₹ in crore	
	As at 31st March, 2021	As at 31st March, 2020
18 Other Financial Liabilities - Current		
Interest Accrued but not due on Borrowings	101.81	14.74
Lease liabilities-current	1.77	2.11
Creditors for Capital Expenditure	69.51	85.18
Other Payables ⁽ⁱ⁾	1,387.61	5,220.37
Total	<u>1,560.70</u>	<u>5,322.40</u>

⁽ⁱ⁾ Includes Security Deposits Received & Financial Liability at fair Value

	₹ in crore	
	As at 31st March, 2021	As at 31st March, 2020
19 Provisions- Current		
Provision for Employee Benefits (Refer Note 24.1) ⁽ⁱ⁾	3.78	4.18
Total	<u>3.78</u>	<u>4.18</u>

⁽ⁱ⁾ The provision for employee benefit includes gratuity, annual leave and vested long service leave entitlement accrued and compensation claims made by employees.

	₹ in crore	
	As at 31st March, 2021	As at 31st March, 2020
20 Other Current Liabilities		
Income Received in Advance	466.10	373.31
Other Payables ^{(i)&(ii)}	652.55	750.51
Total	<u>1,118.65</u>	<u>1,123.82</u>

⁽ⁱ⁾ Includes statutory dues and advances from customers.

⁽ⁱⁱ⁾ Includes ₹ 163.51 crore (Previous year ₹ 134.75 crore) received towards sale of Jewellery products under various sale initiatives/retail customer programmes.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

	₹ in crore	
	2020-21	2019-20
21 Revenue from Operations		
Value of Sales	1,29,844.82	1,32,152.49
Income of Services	7,065.84	12,364.86
Total *	<u>1,36,910.66</u>	<u>1,44,517.35</u>
* Net of GST		
		₹ in crore
22 Other Income	2020-21	2019-20
Interest		
Bank Deposits	9.85	10.57
Debt Instruments	191.34	161.44
Others	17.04	15.50
	<u>218.23</u>	<u>187.51</u>
Gain on Financial Assets		
Realised Gain	69.69	70.55
Unrealised Gain	-	(2.89)
	<u>69.69</u>	<u>67.66</u>
Dividend Income	-	2.75
Other Non-Operating Income	<u>8.23</u>	<u>13.67</u>
Total	<u>296.15</u>	<u>271.59</u>
Above Other Income comprises of assets measured at amortised cost ₹ 218.23 crores (previous year ₹ 187.51 crores), Fair value through Profit and Loss ₹ 69.69 crores (previous year ₹ 70.41 crores) and Other Non-Operating Income ₹ 8.23 crores (previous year ₹ 13.67 crores).		
	2020-21	2019-20
22.1 Other Comprehensive Income - Items that will not be reclassified to Profit and loss		
Remeasurement of Defined Benefits Plan	1.74	(14.59)
Total	<u>1.74</u>	<u>(14.59)</u>
	2020-21	2019-20
22.2 Other Comprehensive Income - Items that will be reclassified to Profit and loss		
Mutual Fund	(34.07)	13.87
Total	<u>(34.07)</u>	<u>13.87</u>
		₹ in crore
23 Changes in Inventories of Finished Goods and Stock-in-Trade	2020-21	2019-20
Inventories (at close)		
Finished Goods/Stock-in-Trade	12,201.89	9,484.20
Inventories (at commencement)		
Finished Goods/Stock-in-Trade	9,484.20	11,425.68
Total	<u>(2,717.69)</u>	<u>1,941.48</u>

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

	₹ in crore	
	2020-21	2019-20
24 Employee Benefits Expense		
Salaries and Wages	1,058.90	763.22
Contribution to Provident and Other Funds	73.89	54.56
Staff Welfare Expenses	150.52	157.50
Total	1,283.31	975.28

24.1 As per Indian Accounting Standard 19 “Employee Benefits”, the disclosures as defined are given below :

Defined Contribution Plan

Contribution to defined contribution plan, recognised as expenses for the year is as under:

	₹ in crore	
Particulars	2020-21	2019-20
Employer’s Contribution to Provident Fund	27.26	23.35
Employer’s Contribution to Superannuation Fund	0.23	0.13
Employer’s Contribution to Pension Scheme	24.21	17.57

The Company’s Provident Fund is exempted under section 17 of Employee’s Provident Fund and Miscellaneous Provisions Act, 1952.

Defined Benefit Plan

I. Reconciliation of Opening and Closing Balances of Defined Benefit Obligation

Particulars	₹ in crore			
	Gratuity (funded)		Gratuity (unfunded)	
	2020-21	2019-20	2020-21	2019-20
Defined Benefit Obligation at beginning of the year	80.47	51.30	0.08	0.05
Current Service Cost	20.28	16.00	0.02	0.02
Add: on Acquisition/Transfer	(2.12)	-	-	-
Interest Cost	5.39	4.11	-	-
Actuarial (Gain)/ Loss	(1.25)	15.42	(0.01)	0.01
Benefits Paid	(3.58)	(3.56)	(0.01)	-
Transfer In/(Out)	(1.11)	(2.80)	-	-
Defined Benefit Obligation at the end of the year	98.08	80.47	0.08	0.08

II. Reconciliation of Opening and Closing Balances of Fair Value of Plan Assets

Particulars	₹ in crore	
	Gratuity (funded)	
	2020-21	2019-20
Fair Value of Plan Assets at beginning of the year	81.39	52.56
Return on Plan Assets	5.45	4.29
Actuarial Gain/ (Loss)	0.28	(0.03)
Employer Contribution	14.20	24.79
Benefits Paid	(2.34)	(0.22)
Fair Value of Plan Assets at the end of the year	98.98	81.39

III. Reconciliation of Fair Value of Assets and Obligations

Particulars	₹ in crore			
	Gratuity (funded)		Gratuity (unfunded)	
	2020-21	2019-20	2020-21	2019-20
Fair Value of Plan Assets	98.98	81.39	-	-
Present Value of Obligation	98.08	80.47	0.08	0.08
Amount recognised in Balance Sheet (Surplus/ Deficit)	0.90	0.92	0.08	0.08

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

IV. Expenses Recognised during the year	Particulars	₹ in crore			
		Gratuity (funded)		Gratuity (unfunded)	
		2020-21	2019-20	2020-21	2019-20
In Income Statement					
Current Service Cost	20.28	16.00	0.02	0.02	
Interest Cost	5.33	3.79	-	-	
Return on Plan Assets	(5.33)	(3.91)	-	-	
Net Cost	20.28	15.88	0.02	0.02	
In Other Comprehensive income					
Actuarial (Gain)/ Loss	(1.25)	15.42	(0.01)	0.01	
Return on Plan Assets	(0.16)	(0.03)	-	-	
Net (Income)/ Expense for the period Recognised in OCI	(1.41)	15.39	(0.01)	0.01	

V. Investment Details	Particulars	As at 31st March,2021		As at 31st March,2020	
		₹ crore	% Invested	₹ crore	% Invested
		Insurance Policies	98.89	99.92	81.30
Others	0.08	0.08	0.09	0.11	
	98.97	100.00	81.39	100.00	

VI. Actuarial Assumptions	Particulars	Gratuity (funded)		Gratuity (unfunded)	
		2020-21	2019-20	2020-21	2019-20
		2012-14	2006-08	2012-14	2006-08
Mortality Table (IALM)	(Ultimate)	(Ultimate)	(Ultimate)	(Ultimate)	
Discount Rate (per annum)	6.95%	6.84%	6.95%	6.84%	
Expected Rate of Return on Assets (per annum)	6.95%	6.84%	-	-	
Rate of Escalation in Salary (per annum)	6.00%	6.00%	6.00%	6.00%	
Rate of Employee Turnover (per annum)	2.00%	2.00%	2.00%	2.00%	

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Group's policy for plan assets management.

VII. The expected contributions for Defined Benefit Plan for the next financial year will be in line with Financial year 2020-21. These plans typically expose the Group to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

Investment risk The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

Interest risk A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's debt investments.

Longevity risk The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

	₹ in crore	
	2020-21	2019-20
25 Finance Costs		
Interest Expenses	693.05	867.03
Lease	1.09	1.29
Total	694.14	868.32
		₹ in crore
26 Other Expenses	2020-21	2019-20
Selling and Distribution Expenses		
Sales Promotion and Advertisement Expenses	463.20	542.65
Store Running Expenses	957.40	1,017.83
Brokerage, Discount, Royalty and Commission	1,366.66	1,434.58
Warehousing and Distribution Expenses	984.57	618.58
	3,771.83	3,613.64
Establishment Expenses		
Stores and Packing Materials	105.39	135.62
Machinery Repairs	1.14	0.49
Building Repairs and Maintenance	117.46	126.47
Other Repairs	7.89	5.80
Rent	683.81	896.91
Operating Lease Rentals	3,884.48	3,895.58
Insurance	85.13	82.33
Rates and Taxes	24.88	21.20
Travelling and Conveyance Expenses	44.45	64.86
Payment to Auditors	1.56	2.87
Professional Fees	209.58	56.78
Loss on sale of Business*	23.94	-
Loss on Sale/ Discarding of Assets (Net)	2.80	44.05
Exchange Differences (Net)	27.39	14.35
Electricity Expenses	201.16	279.55
Charity and Donation	97.24	51.91
Hire Charges	43.53	39.18
General Expenses	227.23	264.44
	5,789.06	5,982.39
Total	9,560.89	9,596.03
*Refer Note No. 32		
26.1 Payment to Auditors as:		₹ in Crore
Particulars	2020-21	2019-20
(a) Statutory Audit Fees	1.33	2.21
(b) Tax Audit Fees	0.06	0.05
(c) Certification and Consultation Fees	0.17	0.61
	1.56	2.87

Certification and Consultancy Fees primarily includes certification fees paid to Auditors. Statute and regulations permit auditors to certify export/ import documentation, quarterly filings, XBRL filings, transfer pricing among others.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

26.2 Corporate Social Responsibility (CSR)

CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year : ₹ 97.24 crore (previous year ₹ 51.91 crore). Expenditure related to Corporate Social Responsibility is ₹ 97.24 Crore (previous year ₹ 51.91 crore). Details of Amount spent towards CSR given below:

Particulars	₹ in crore	
	2020-21	2019-20
Rural Transformation	4.50	13.79
Disaster Relief	4.23	2.38
Skilling and Employment Initiative	-	3.06
Health	45.81	6.46
Community Development	-	0.10
Education	41.44	8.69
Sports for development	1.26	17.07
Environmental Sustainability	-	0.36
Total *	97.24	51.91

* Represents amount spent through Reliance Foundation ₹ 97.24 Crore (Previous Year ₹41.91 Crore) & Reliance Foundation Youth Sports ₹ NIL Crore (Previous Year ₹ 10.00 Crore)

27 Taxation	₹ in crore	
	Year Ended 31st March, 2021	Year Ended 31st March, 2020
a) Income Tax recognised in Profit or Loss		
Current Tax	1,605.94	1,030.80
Deferred Tax	12.53	881.94
Total Income Tax Expense	1,618.47	1,912.74

The Income Tax expenses for the year can be reconciled to the accounting profit as follows:

Particulars	31st March, 2021	31st March, 2020
Profit before Tax	6,217.44	7,527.18
Applicable Tax Rate	25.17%	25.17%
Computed Tax Expense	1,564.74	1,894.59
Tax Effect of :		
Non taxable subsidiaries and Joint Ventures	16.11	5.83
Expenses disallowed	1,239.48	233.56
Additional Allowances	(1,214.39)	(1,100.24)
Prior period adjustment	-	(2.94)
Current Tax Provision (A)	1,605.94	1,030.80
Incremental Deferred Tax Liability on account of Property, Plant and Equipment and Intangible Assets	9.80	545.95
Incremental Deferred Tax Liability on account of Financial Assets & Other items	2.73	335.99
Deferred Tax Provision (B)	12.53	881.94
Tax Expenses recognised in Statement of Profit and Loss (A+B)	1,618.47	1,912.74
Effective Tax Rate	26.03%	25.41%

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

28 The subsidiary companies considered in the consolidated financial statements are:

Name of Subsidiaries	Country of Incorporation	Proportion of ownership interest
Reliance Petro Marketing Limited	India	100%
Reliance-GrandOptical Private Limited	India	100%
Reliance Clothing India Private Limited	India	100%

29 The joint ventures considered in the consolidated financial statements are:

Name of Joint Ventures	Country of Incorporation	Proportion of ownership interest
Marks and Spencer Reliance India Private Limited	India	49%
Reliance-GrandVision India Supply Private Limited	India	50%
Reliance-Vision Express Private Limited	India	50%

30 Earnings Per Share (EPS)

	2020-21	2019-20
Face Value per Equity Share (₹)	10	10
Basic Earnings per Share (₹)	8.64	10.55
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (After adjusting Non Controlling Interest) (₹ crore)	4,598.97	5,614.44
Weighted average number of equity shares used as denominator for calculating Basic EPS	532,04,04,562	531,97,24,091
Diluted Earnings per Share (₹)	4.93	8.88
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (After adjusting Non Controlling Interest) (₹ crore)	4,598.97	5,614.44
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	932,06,46,875	631,99,64,474
Reconciliation of weighted average number of shares outstanding		
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	532,04,04,562	531,97,24,091
Total Weighted Average Potential Equity Shares	400,02,42,313	100,02,40,383
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	932,06,46,875	631,99,64,474

31 Commitments and Contingent Liabilities

	₹ in crore	
	As at 31st March, 2021	As at 31st March, 2020
(A) Contingent liabilities		
(i) Outstanding guarantees furnished to banks including in respect of letters of credit		
(a) In respect of others	943.69	1,899.77
(ii) Guarantees to banks against credit facilities extended to third parties		
(a) In respect of others	18.23	9.63
(iii) Claim against the company/disputed liabilities not acknowledged as debts *		
(a) In respect of others	41.52	59.88
(B) Capital Commitments		
(i) Estimated amount of contracts remaining to be executed on capital accounts and not provided for		
(a) In respect of Others	14.88	77.84

* The above disputed liabilities are not expected to have any material effect on the financial position of the Company.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

32 During the year the company entered into a Slump sale agreement for transferring the supply chain undertaking to Reliance Retail Ventures Limited (Holding Company) effective 30th June 2020 on slump sale basis for a consideration of ₹ 42.46 Crore.

33 Capital Management

The Group adheres to a disciplined Capital Management framework, the pillars of which are as follows:

- Maintain diversity of sources of financing in order to minimise liquidity risk.
- Manage financial market risks arising from foreign exchange, interest rates and commodity prices, and minimise the impact of market volatility on earnings.
- Leverage optimally in order to maximise shareholder returns while maintaining strength and flexibility of Balance Sheet. This framework is adjusted based on underlying macroeconomic factors affecting business environment, financial market conditions and interest rates environment.

Net Gearing Ratio

The net gearing ratio at end of the reporting period was as follows.

	As at 31st March, 2021	As at 31st March, 2020
Gross Debt	14,745.88	4,665.74
Cash and Marketable Securities	809.89	581.83
Net Debt (A)	13,935.99	4,083.91
Total Equity (As per Balance Sheet) (B)	25,464.57	18,270.98
Net Gearing (A/B)	0.55	0.22

* Cash and Marketable Securities include Cash and Cash Equivalents of ₹ 359.55 crore (Previous Year ₹ 348.69 crore), Current Investments of ₹ 450.34 crore (Previous Year ₹ 233.14 crore).

34 Financial Instruments

Valuation Methodology

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

- The fair value of investment in unquoted Mutual Funds is measured at quoted price or NAV.
- The fair value of Forward Foreign Exchange contracts is determined using forward exchange rates at the balance sheet date.
- Commodity derivative contracts are valued using readily available information in markets and quotations from exchange & brokers.
- The fair value of the remaining financial instruments is determined using discounted cash flow analysis.
- All foreign currency denominated assets and liabilities are translated using exchange rate at reporting date.

Fair value measurement hierarchy:

₹ in crore

Particulars	As at 31st March, 2021				As at 31st March, 2020			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
Financial Assets								
At Amotised Cost								
Investments*	0.29	-	-	-	0.29	-	-	-
Trade Receivables	6,020.89	-	-	-	2,759.23	-	-	-
Cash and Bank Balances	359.55	-	-	-	348.69	-	-	-
Loans	1.43	-	-	-	2,359.29	-	-	-
Other Financial Assets	2,561.01	-	-	-	1,482.18	-	-	-
At FVTPL								
Investments*	0.01	-	-	0.01	0.01	-	-	0.01
Financial Derivatives	0.98	-	0.98	-	23.35	-	23.35	-
Commodity Derivatives	24.88	6.97	17.91	-	1.50	1.50	-	-

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

Particulars	As at 31st March, 2021				As at 31st March, 2020			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
At FVTOCI								
Investments*	532.21	450.34	-	81.87	315.01	233.14	-	81.87
Financial Liabilities								
At Amortised Cost								
Borrowings	14,745.88	-	-	-	4,665.74	-	-	-
Trade Payables	6,705.53	-	-	-	5,958.19	-	-	-
Other Financial Liabilities	1,558.93	-	-	-	5,282.84	-	-	-
At FVTPL								
Financial Derivatives	-	-	-	-	-	-	-	-
Commodity Derivatives	-	-	-	-	37.45	37.45	-	-

* Excludes Group Company Investment ₹ 260.78 Crore (₹ 301.83 Crore Previous Year) measured at cost (Refer Note No. 2.1)

Reconciliation of fair value measurement of the investment categorised at level 3:

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	At FVTPL	At FVTOCI	At FVTPL	At FVTOCI
Opening Balance	0.01	81.87	0.01	81.87
Addition during the year	-	-	-	-
Sale/Reduction during the year	-	-	-	-
Total Gain/(Loss)	-	-	-	-
Closing Balance	<u>0.01</u>	<u>81.87</u>	<u>0.01</u>	<u>81.87</u>

The financial instruments are categorized into two levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs based on unobservable market data.

Foreign Currency Risk

Foreign Currency Risk is the risk that the Fair Value or Future Cash Flows of an exposure will fluctuate because of changes in foreign currency rates. Exposures can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee.

The following table shows foreign currency exposures in USD, RMB, GBP, and EUR on financial instruments at the end of the reporting period.

(i) Foreign Currency Exposure

₹ in crore

	As at 31st March, 2021				As at 31st March, 2020			
	USD	GBP	EUR	RMB	USD	GBP	EUR	RMB
Trade Payables	138.20	4.01	-	0.05	553.09	0.29	0.15	7.67
Trade Receivables	(2.24)	-	-	-	-	-	-	-
Derivatives								
Forwards & Futures	(1,005.69)	-	-	-	(725.94)	-	-	(60.18)
Net Exposure	(869.73)	4.01	-	0.05	(172.85)	0.29	0.15	(52.51)

Sensitivity analysis of 1% change in exchange rate at the end of reporting period

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

Interest Rate risk

The exposure of the Group's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	₹ in crore	
	As at 31st March, 2021	As at 31st March, 2020
Borrowings - Current [#]	<u>14,745.88</u>	<u>4,672.04</u>
Total	<u>14,745.88</u>	<u>4,672.04</u>

[#] Include ₹ NIL (₹ 6.30 crore Previous year) as Commercial Paper Discount

Credit risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the Group. Credit risk arises from Group's activities in investments, dealing in derivatives and receivables from customers. The Group ensure that sales of products are made to customers with appropriate creditworthiness. Investment and other market exposures are managed against counterparty exposure limits. Credit information is regularly shared between businesses and finance function, with a framework in place to quickly identify and respond to cases of credit deterioration.

The Group has a prudent and conservative process for managing its credit risk arising in the course of its business activities. Credit risk is actively managed through Letters of Credit, Bank Guarantees, Parent Group Guarantees, advance payments and factoring & forfaiting without recourse to the Group. The Group restricts its fixed income investments in liquid securities carrying high credit rating.

Liquidity Risk

Liquidity risk arises from the Group's inability to meet its cash flow commitments on the due date. The Group maintains sufficient stock of cash, marketable securities and committed credit facilities. The Group accesses global and local financial markets to meet its liquidity requirements. It uses a range of products to ensure efficient funding from across well-diversified markets. Treasury monitors rolling forecasts of the Group's cash flow position and ensures that the Group is able to meet its financial obligation at all times including contingencies.

The Group's liquidity is managed by central treasury which identifies that cash surpluses and arranges to either fund the net deficit or invest the net surplus in a range of short-dated, secure and liquid instruments including short-term bank deposits and similar instruments. The portfolio of these investments is diversified to avoid concentration risk in any one instrument or counterparty.

₹ in crore

Maturity Profile of Loans and Derivative Financial Liabilities as on 31st March, 2021

Liquidity Risks*	Below 3 months	3-6 Months	6-12 Months	1-3 Years	3-5 Years	Above 5 Years	Grand Total
Borrowings							
Non Current	-	-	-	-	-	-	-
Current [#]	200.03	-	14,545.85	-	-	-	14,745.88
Total Borrowings	200.03	-	14,545.85	-	-	-	14,745.88
Derivatives Liabilities							
Forwards / Futures	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Lease Liabilities	0.71	0.71	1.27	4.90	3.84	4.77	16.20

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

₹ in crore

Maturity Profile of Loans and Derivative Financial Liabilities as on 31 March, 2020

Liquidity Risks*	Below 3 months	3-6 Months	6-12 Months	1-3 Years	3-5 Years	Above 5 Years	Grand Total
Borrowings							
Non Current	-	-	-	-	-	-	-
Current [#]	3,891.24	780.80	-	-	-	-	4,672.04
Total Borrowings	3,891.24	780.80	-	-	-	-	4,672.04
Derivatives Liabilities							
Forwards / Futures	37.45	-	-	-	37.45	-	-
Total	37.45	-	-	-	-	-	37.45
Lease Liabilities	0.79	0.79	1.56	5.53	4.52	6.57	19.76

* Does not include Trade payable ₹ 6,705.53 crore (₹ 5,958.19 crore Previous year)

Include ₹ NIL (₹ 6.30 crore Previous year) as Commercial Paper Discount

Hedge Accounting

Commodity risk: The Group is subject to commodity price risks due to fluctuation in prices of underlying Gold and Silver Inventories. The Group uses a combination of Futures and Forward contracts to hedge the physical exposure of commodity positions. The Group has adopted a structured risk management policy to hedge commodity risks within an acceptable risk limit and an approved hedge accounting framework which allows Fair Value hedges. The gain /loss on hedging instruments are aligned and effectively offset with hedge item. Since the hedge instrument and hedge items normally offset and hence it is fully effective. The table below shows the position of hedging instruments and hedged items as on the balance sheet date.

Disclosure of effects of hedge accounting

Fair Value Hedge

Hedging Instrument

₹ in crore

Type of Hedge and Risks	Nominal Value	Quantity (in Kgs)	Carrying amount		Changes in FV	Hedge Maturity Date	Line Item in Balance Sheet
			Assets	Liabilities			
As at 31st March, 2021							
Commodity price risk							
Derivative Contracts	1,554.98	5,092.00	24.88	-	24.88	May 21- July 21	Other Financial Asset/ Other Financial liabilities
As on 31st March, 2020							
Commodity price risk							
Derivative Contracts	1,569.99	4,987.00	1.50	37.45	(35.95)	May 20 - June 20	Other Financial Asset/ Other Financial liabilities

Hedged Items:

₹ in crore

Type of Hedge and Risks	Carrying Value		Change in fair value	Line Item in Balance Sheet
	Assets	Liabilities		
As at 31st March, 2021				
Commodity price risk				
Inventories	1,539.41	-	(24.88)	Inventories
As on 31st March, 2020				
Commodity price risk				
Inventories	1,517.70	-	35.95	Inventories

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

35 Related Party Disclosures :

(i) List of related parties with whom transactions have taken place and relationship

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Ultimate Holding company
2	Reliance Retail Ventures Limited	Holding Company
3	Viacom 18 Media Private Limited	Fellow Subsidiaries
4	TV18 Broadcast Limited	
5	Reliance Innovative Building Solutions Private Limited	
6	Reliance SMSL Limited	
7	Reliance Sibur Elastomers Private Limited	
8	Reliance Retail Insurance Broking Limited	
9	Reliance Progressive Traders Private Limited	
10	Reliance Payment Solutions Limited	
11	Reliance Jio Media Limited	
12	Reliance Jio Infocomm Limited	
13	Reliance Industrial Investments and Holdings Limited	
14	Reliance Gas Pipelines Limited	
15	Reliance GAS Lifestyle India Private Limited	
16	Reliance Eminent Trading & Commercial Private Limited	
17	Reliance Corporate IT Park Limited	
18	Reliance Commercial Dealers Limited	
19	Reliance Brands Limited	
20	Network18 Media & Investments Limited	
21	Reliance Prolific Traders Private Limited	
22	Indiawin Sports Private Limited	
23	Hathway Cable and Datacom Limited	
24	GML India Fashion Private Limited	
25	GLF Lifestyle Brands Private Limited	
26	Genesis La Mode Private Limited	
27	Genesis Colors Limited	
28	Reliance Projects & Property Management Services Limited	
29	Reliance Retail finance limited	
30	E-Eighteen.com limited	
31	Actoserba Active Wholesale Private Limited *	
32	Indiacast media distribution Private limited	
33	Shri Kannan Departmental Store Private Limited	
34	Jio Haptik Technologies Limited	
35	Netmeds Marketplace Limited*	
36	Mesindus Ventures Private Limited*	
37	Tresara Health Private Limited*	

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(i) List of related parties with whom transactions have taken place and relationship

Sr. No.	Name of the Related Party	Relationship
38	C-Square Info Solutions Private Limited	Fellow Subsidiaries
39	Den Networks Limited	
40	Reliance BP Mobility Limited	
41	The Indian Film Combine Private Limited*	
42	Reliance Prolific Commercial Private Limited	
43	Vitalic Health Private Limited*	
44	Reliance Strategic Investments Limited	
45	Dadha Pharma Distribution Private Limited *	
46	Shopsense Retail Technologies Private Limited*	
47	Urban Ladder Home Décor Solutions Private Limited *	
48	Grab A Grub Services Private Limited	
49	Reliance Jio Messaging Services Limited	
50	Reliance Ambit Trade Private Limited	
51	Kanhatech Solutions Limited	
52	Jio Platforms Limited	
53	Reliance Lifestyle Products Private Limited (Formerly V&B Lifestyle India Private Limited)*	
54	Saavn Media Limited (Formerly Saavn Media Private Limited)	
55	Indiavidual Learning Limited (Formerly Indiavidual Learning Private Limited)	
56	Reliance Brands Luxury Fashion Private Limited (Formerly Genesis Luxury Fashion Private Limited)	
57	Reliance-GrandVision India Supply Private Limited	Joint Ventures
58	Reliance-Vision Express Private Limited	
59	Marks and Spencer Reliance India Private Limited	
60	Shri V. Subramaniam	Key Managerial Personnel
61	Shri Ashwin Khasgiwala*	
62	Shri Dinesh Thapar	
63	Shri K Sridhar	
64	Reliance Retail Limited Employees Gratuity Fund	Post Employment Benefit Plan
65	Reliance Retail Limited Employees Provident Fund	

*The above entities includes related parties where the relationship existed for part of the year / previous year.

(ii) Transactions during the year with related parties (excluding reimbursements):

Sr. No.	Nature of Transactions	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Joint Ventures	Key Managerial Personnel	Others	₹ in crore
								Total
1	Additional Investment in Share Capital#	-	2,618.76	-	-	-	-	2,618.76
		-	-	-	-	-	-	-
2	Net Unsecured Loan Taken/ (Repaid)	-	14,475.29	-	-	-	-	14,475.29
		-	70.56	-	-	-	-	70.56

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(ii) Transactions during the year with related parties (excluding reimbursements):

₹ in crore

Sr. No.	Nature of Transactions	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Joint Ventures	Key Managerial Personnel	Others	Total
3	Net loans and advances given/ (returned)	-	-	(2,336.33)	-	-	-	(2,336.33)
		-	-	1,276.54	-	-	-	1,276.54
4	Purchase/ subscription of investments	-	-	-	8.00	-	-	8.00
		-	-	-	5.00	-	-	5.00
5	Deposits Given/ (returned)	-	-	749.72	-	-	-	749.72
		-	-	381.04	-	-	-	381.04
6	Purchase of Property, Plant and Equipment / Project Materials	-	-	2,520.18	-	-	-	2,520.18
		-	-	2,573.18	-	-	-	2,573.18
7	Sale of Property, Plant and Equipment / Project Materials	-	-	0.01	-	-	-	0.01
		-	-	1,108.01	-	-	-	1,108.01
8	Revenue From Operations	160.65	10.49	7,343.66	8.17	-	-	7,522.98
		88.77	2.27	7,096.52	20.47	-	-	7,208.03
9	Other Income	-	-	189.92	-	-	-	189.92
		-	-	161.23	-	-	-	161.23
10	Purchases	3,158.99	203.71	77,367.70	11.13	-	-	80,741.54
		14,022.24	35.17	58,188.73	5.42	-	-	72,251.56
11	Sale of Undertaking	-	42.46	-	-	-	-	42.46
		-	-	-	-	-	-	-
12	Expenditure							
a)	Interest cost	28.80	505.99	-	-	-	-	534.79
		7.94	9.33	-	-	-	-	17.27
b)	Store Running Expenses	0.01	-	787.57	-	-	-	787.57
		0.01	-	678.14	-	-	-	678.15
c)	Warehousing and Distribution Expenses	-	1,725.21	0.67	-	-	-	1,725.87
		-	154.09	1.68	-	-	-	155.77
d)	Building Repairs and Maintenance	-	-	78.38	-	-	-	78.38
		-	-	47.55	-	-	-	47.55
e)	Travelling and Conveyance Expenses	-	-	50.53	-	-	-	50.53
		-	-	15.71	-	-	-	15.71
f)	Professional Fees	1.28	-	701.90	-	-	-	703.18
		0.96	-	9.64	-	-	-	10.60
g)	Hire Charges	-	-	4.87	-	-	-	4.87
		-	-	4.67	-	-	-	4.67
h)	Sales Promotion and Advertisement Expenses	-	-	1.38	-	-	-	1.38
		-	-	1.64	-	-	-	1.64
i)	Brokerage, Discount, Royalty and Commission	-	-	22.12	-	-	-	22.12
		-	-	5.96	-	-	-	5.96
j)	Rent	-	-	583.54	-	-	-	583.54
		-	-	650.55	-	-	-	650.55
k)	Electricity Expenses	0.02	-	200.95	-	-	-	200.97
		0.34	-	266.23	-	-	-	266.57
l)	Stores and Packing Materials consumed	1.63	-	-	-	-	-	1.63
		-	-	-	-	-	-	-

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(ii) Transactions during the year with related parties (excluding reimbursements):

₹ in crore

Sr. No.	Nature of Transactions	Ultimate Holding Company	Holding Company	Fellow Subsidiaries	Joint Ventures	Key Managerial Personnel	Others	Total
m)	General Expenses	-	-	162.98	-	-	-	162.98
		-	-	145.77	-	-	-	145.77
n)	Employee Benefit Expenses	-	-	-	-	-	119.00	119.00
		-	-	-	-	-	116.91	116.91
o)	Payment to Key Managerial Personnel	-	-	-	-	8.46	-	8.46
		-	-	-	-	6.24	-	6.24
Balance as at 31st March, 2021								
13	Share Capital	-	4,987.03	-	-	-	-	4,987.03
		-	4,987.03	-	-	-	-	4,987.03
14	Preference Share Capital #	-	3,999.95	-	-	-	-	3,999.95
		-	999.99	-	-	-	-	999.99
15	Call Money Received towards OCPS	-	-	-	-	-	-	-
		-	381.20	-	-	-	-	381.20
16	Deposits Taken	-	-	-	0.04	-	-	0.04
		-	-	-	0.04	-	-	0.04
17	Deposits Given	-	-	1,430.76	-	-	-	1,430.76
		0.03	-	681.04	-	-	-	681.07
18	Debentures	-	330.00	-	-	-	-	330.00
		-	330.00	-	-	-	-	330.00
19	Investment - Non Current	-	-	-	260.78	-	-	260.78
		-	-	-	301.83	-	-	301.83
20	Loans - Non Current	-	-	-	-	-	-	-
		-	-	2,327.63	-	-	-	2,327.63
21	Trade Receivables	17.88	-	206.36	0.89	-	-	225.13
		26.20	2.07	129.71	19.21	-	-	177.19
22	Trade Payables	46.42	78.12	212.73	0.46	-	-	337.73
		30.05	2.32	71.45	1.30	-	-	105.12
23	Other Current Assets	-	-	4,292.05	-	-	-	4,292.05
		-	-	6.61	-	-	-	6.61
24	Loan taken	-	14,545.85	-	-	-	-	14,545.85
		-	70.56	-	-	-	-	70.56
25	Guarantees	-	-	18.23	-	-	-	18.23
		-	-	9.63	-	-	-	9.63
28	Other financial liabilities	-	101.34	-	-	-	-	101.34
		-	8.40	-	-	-	-	8.40
29	Other Current liabilities	-	-	16.15	1.36	-	-	17.51
		-	-	0.31	-	-	-	0.31
30	Other Financial Asset	-	-	-	-	-	-	-
		-	-	57.92	-	-	-	57.92

Figures in *italics* represents previous year's amount.

Including Securities Premium

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(iii) Disclosure in respect of major related party transactions during the year:

₹ in crore

Sr. No.	Particulars	Relationship	2020-21	2019-20
1	Additional Investment in Share Capital			
	Reliance Retail Ventures Limited	Holding Company	2,618.76	-
2	Net Unsecured Loan Taken/ (Repaid)			
	Reliance Retail Ventures Limited	Holding Company	14,475.29	70.56
3	Net loans and advances given/ (returned)			
	Reliance Brands Limited	Fellow Subsidiary	(2,235.45)	1,184.36
	Vitalic Health Private Limited*	Fellow Subsidiary	(8.70)	-
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	(92.18)	92.18
4	Purchase/ subscription of investments			
	Reliance-Vision Express Private Limited	Joint Venture	8.00	5.00
5	Deposits given/ (returned)			
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	729.72	381.04
	Dadha Pharma Distribution Private Limited *	Fellow Subsidiary	20.00	-
6	Purchase of Property, Plant and Equipment / Project Materials			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	710.55
	Reliance Jio Infocomm Limited	Fellow Subsidiary	0.18	1.49
	Shopsense Retail Technologis Private Limited*	Fellow Subsidiary	19.86	-
	Netmeds Market place Limited*	Fellow Subsidiary	118.00	-
	Reliance Brands Limited	Fellow Subsidiary	-	0.02
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	2,364.44	1,861.12
	Vitalic Health Private Limited*	Fellow Subsidiary	17.70	-
7	Sale of Property, Plant and Equipment / Project Materials			
	Reliance Industries Limited (P.Y. ₹ 20,827)	Ultimate Holding Company	-	0.00
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	-	1,108.01
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	0.01	-
8	Revenue From Operations			
	Reliance Industries Limited	Ultimate Holding Company	160.65	88.77
	Reliance Retail Ventures Limited	Holding Company	10.49	2.27
	Reliance Corporate IT Park Limited	Fellow Subsidiary	11.61	2,505.25
	Reliance Jio Infocomm Limited	Fellow Subsidiary	1,943.72	1,556.06
	Reliance Jio Media Limited	Fellow Subsidiary	0.30	1.44
	Indiawin Sports Private Limited	Fellow Subsidiary	2.16	1.53
	Reliance Retail Insurance Broking Limited	Fellow Subsidiary	11.19	12.81
	Reliance Sibur Elastomers Private Limited	Fellow Subsidiary	0.24	9.11
	Reliance Brands Limited	Fellow Subsidiary	40.17	34.47
	Reliance Gas Pipelines Limited	Fellow Subsidiary	-	0.11
TV 18 Broadcast Limited	Fellow Subsidiary	0.21	0.28	

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(iii) Disclosure in respect of major related party transactions during the year: (Contd.)

₹ in crore

Sr. No.	Particulars	Relationship	2020-21	2019-20
8	Revenue From Operations (Contd..)			
	Reliance Commercial Dealers Limited	Fellow Subsidiary	0.09	-
	Mesindus Ventures Private Limited*	Fellow Subsidiary	0.02	-
	Netmeds Marketplace Limited *	Fellow Subsidiary	0.12	-
	Tresara Health Private Limited*	Fellow Subsidiary	0.32	-
	C-Square Info Solutions Private Limited	Fellow Subsidiary	0.03	-
	Den Networks Limited	Fellow Subsidiary	0.09	-
	Reliance BP Mobility Limited	Fellow Subsidiary	217.19	-
	Reliance GAS Lifestyle India Private Limited	Fellow Subsidiary	3.38	2.32
	Reliance Brands Luxury Fashion Private Limited (Formerly Genesis Luxury Fashion Private Limited)	Fellow Subsidiary	-	1.43
	GLF Lifestyle Brands Private Limited (P.Y. ₹ 26,589)	Fellow Subsidiary	0.06	0.00
	Genesis La Mode Private Limited	Fellow Subsidiary	9.55	1.41
	GML India Fashion Private Limited (P.Y. ₹ 33,888)	Fellow Subsidiary	0.09	0.00
	Network 18 Media & Investments Limited	Fellow Subsidiary	-	0.02
	Reliance Progressive Traders Private Limited	Fellow Subsidiary	0.57	0.71
	Viacom 18 Media Private Limited .	Fellow Subsidiary	0.16	0.12
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	4,975.28	2,909.70
	Reliance Retail finance limited	Fellow Subsidiary	3.80	55.41
	e-Eighteen.com limited	Fellow Subsidiary	0.06	0.11
	Genesis Colors Limited	Fellow Subsidiary	0.76	0.31
	Indiividual Learning Limited (Formerly Indiividual Learning Private Limited)	Fellow Subsidiary	-	1.81
	Indiacast media distribution Private limited	Fellow Subsidiary	0.01	0.01
	Saavn Media Limited (Formerly Saavn Media Private Limited)	Fellow Subsidiary	0.88	0.50
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	104.33	1.46
	Reliance Eminent Trading & Commercial Private Limited	Fellow Subsidiary	-	0.01
	Reliance Prolific Traders Private Limited	Fellow Subsidiary	0.01	0.07
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.08	0.05
	The Indian Film Combine Private Limited*	Fellow Subsidiary	0.16	-
	Reliance Prolific Commercial Private Limited	Fellow Subsidiary	0.01	-
	Reliance Brands Luxury Fashion Private Limited (Formerly Genesis Luxury Fashion Private Limited)	Fellow Subsidiary	3.31	-
	Jio Platform Limited	Fellow Subsidiary	0.56	-
	Kanhatech Solutions Limited	Fellow Subsidiary	10.23	-
	Reliance Jio Messaging Services Limited	Fellow Subsidiary	0.18	-
	Reliance SMSL Limited	Fellow Subsidiary	2.74	-
	Reliance Lifestyle Products Private Limited (Formerly V&B Lifestyle India Private Limited)*	Fellow Subsidiary	-	-
	Marks and Spencer Reliance India Private Limited	Joint Venture	7.15	18.99
	Reliance-Vision Express Private Limited	Joint Venture	1.03	1.49

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(iii) Disclosure in respect of major related party transactions during the year: (Contd.)

Sr. No.	Particulars	Relationship	₹ in crore	
			2020-21	2019-20
9	Other Income			
	Reliance Brands Limited	Fellow Subsidiary	182.44	160.59
	Vitalic Health Private Limited*	Fellow Subsidiary	0.35	-
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	7.13	0.64
10	Purchases			
	Reliance Industries Limited	Ultimate Holding Company	3,158.99	14,022.24
	Reliance Retail Ventures Limited	Holding Company	203.71	35.17
	Reliance Jio Infocomm Limited	Fellow Subsidiary	74,335.67	58,118.25
	Reliance Brands Limited	Fellow Subsidiary	109.72	55.67
	Reliance Corporate IT Park Limited	Fellow Subsidiary	0.26	0.06
	Shri Kannan Departmental Store Private Limited	Fellow Subsidiary	0.30	-
	Reliance Gas Lifestyle India Private Limited	Fellow Subsidiary	7.11	6.61
	Reliance BP Mobility Limited	Fellow Subsidiary	1,784.51	-
	Tresara Health Private Limited*	Fellow Subsidiary	66.75	-
	Viacom 18 Media Private Limited	Fellow Subsidiary	0.01	-
	Genesis Colors Limited	Fellow Subsidiary	2.71	0.28
	Genesis La Mode Private Limited	Fellow Subsidiary	24.28	3.90
	Reliance Brands Luxury Fashion Private Limited (Formerly Genesis Luxury Fashion Private Limited)	Fellow Subsidiary	5.51	3.85
	GLF Lifestyle Brands Private Limited	Fellow Subsidiary	0.13	-
	GML India Fashion Private Limited	Fellow Subsidiary	0.20	-
	Reliance Payment Solutions Limited	Fellow Subsidiary	-	0.12
	Jio Platforms Limited	Fellow Subsidiary	137.55	-
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.02	-
	Dadha Pharma Distribution Private Limited*	Fellow Subsidiary	22.08	-
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	870.90	-
	Reliance Gas Pipelines Limited	Fellow Subsidiary	0.01	-
	Marks and Spencer Reliance India Private Limited	Joint Venture	10.74	5.23
	Reliance-GrandVision India Supply Private Limited	Joint Venture	-	0.05
	Reliance-Vision Express Private Limited	Joint Venture	0.39	0.13
11	Sale of Undertaking			
	Reliance Retail Ventures Limited	Holding Company	42.46	-
12	Expenditure			
a)	Interest Cost			
	Reliance Industries Limited	Ultimate Holding Company	28.80	7.94
	Reliance Retail Ventures Limited	Holding Company	505.99	9.33

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(iii) Disclosure in respect of major related party transactions during the year: (Contd.)

Sr. No.	Particulars	Relationship	₹ in crore	
			2020-21	2019-20
b)	Store Running Expenses			
	Reliance Industries Limited	Ultimate Holding Company	0.01	0.01
	Reliance Corporate IT Park Limited	Fellow Subsidiary	211.50	241.26
	Reliance SMSL Limited	Fellow Subsidiary	194.67	149.59
	Reliance Payment Solutions Limited (₹ 43,294)	Fellow Subsidiary	0.00	-
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	381.30	286.91
	Reliance Jio Infocomm Limited	Fellow Subsidiary	-	0.38
	Reliance BP Mobility Limited	Fellow Subsidiary	0.09	-
c)	Warehousing and Distribution Expenses			
	Reliance Retail Ventures Limited	Holding Company	1,725.21	154.08
	Grab A Grub Services Private Limited	Fellow Subsidiaries	0.67	1.69
d)	Building Repairs and Maintenance			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	11.95
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	78.38	35.60
e)	Travelling and Conveyance Expenses			
	Reliance Commercial Dealers Limited	Fellow Subsidiary	50.53	15.71
f)	Professional Fees			
	Reliance Industries Limited	Ultimate Holding Company	1.28	0.96
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	3.17	1.73
	Reliance Corporate IT Park Limited	Fellow Subsidiary	53.87	7.91
	Jio Platforms Limited	Fellow Subsidiary	644.86	-
g)	Hire Charges			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	0.91
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	4.87	3.76
	Reliance SMSL Limited (C.Y. ₹ 7,169)	Fellow Subsidiary	0.00	-
h)	Sales Promotion and Advertisement Expenses			
	Reliance Brands Limited	Fellow Subsidiary	0.69	1.64
	Saavn Media Limited (Formerly Saavn Media Private Limited)	Fellow Subsidiary	0.01	-
	Grab a Grub Services Private Limited	Fellow Subsidiary	0.03	-
	Indiawin Sports Private Limited	Fellow Subsidiary	0.59	-
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.06	-
i)	Brokerage, Discount, Royalty and Commission			
	Reliance Payment Solutions Limited	Fellow Subsidiary	22.12	5.96
	Viacom 18 Media Private Limited (C.Y. ₹ 25,892)	Fellow Subsidiary	0.00	-
j)	Rent including Lease Rentals			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	261.00
	Reliance Innovative Building Solutions Private Limited	Fellow Subsidiary	2.03	1.93
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	581.51	387.62

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(iii) Disclosure in respect of major related party transactions during the year: (Contd.)

Sr. No.	Particulars	Relationship	₹ in crore	
			2020-21	2019-20
k)	Electricity Expenses			
	Reliance Industries Limited	Ultimate Holding Company	0.02	0.34
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	108.78
	Reliance Progressive Traders Private Limited	Fellow Subsidiary	0.18	0.30
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	200.69	157.15
	Reliance BP Mobility Limited	Fellow Subsidiary	0.08	-
	Hathway Cable and Datacom Limited (P.Y. ₹ 2,655)	Fellow Subsidiary	-	0.00
l)	Stores and Packing Material Consumed			
	Reliance Industries Limited	Ultimate Holding Company	1.63	-
m)	General Expenses			
	Reliance Jio Infocomm Limited	Fellow Subsidiary	46.59	29.72
	Reliance Payment Solutions Limited	Fellow Subsidiary	-	0.20
	Reliance Corporate IT Park Limited (C.Y. ₹ 429)	Fellow Subsidiary	0.00	47.17
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	116.31	68.67
	Jio Haptik Technologies Limited	Fellow Subsidiary	0.04	-
	Viacom 18 Media Private Limited	Fellow Subsidiary	0.04	-
	Hathway Cable and Datacom Limited (C.Y. ₹ 3,327)	Fellow Subsidiary	0.00	0.01
n)	Employee Benefit Expenses			
	Reliance Retail Limited Employees Gratuity Fund	Others	14.20	24.79
	Reliance Retail Limited Employees Provident Fund	Others	104.80	92.12
o)	Payment to Key Managerial Personnel			
	Shri V Subramaniam	Key Managerial Personnel	5.60	4.34
	Shri Ashwin Khasgiwala*	Key Managerial Personnel	-	0.17
	Shri K Sridhar	Key Managerial Personnel	0.29	0.29
	Shri Dinesh Thapar	Key Managerial Personnel	2.57	1.44

*The above entities includes related parties where the relationship existed for part of the year / previous year.

35.1 Compensation of Key Managerial Personnel	2020-21	2019-20
i) Short-Term Benefits	8.21	6.02
ii) Post Employment Benefits	0.25	0.22
Total	8.46	6.24

36 The figures of the corresponding year has been regrouped /reclassified wherever necessary, to make them comparable.

37 The Consolidated Financial statements were approved for issue by the Board of Directors on 30th April, 2021.

38 Segment Information

The Group is engaged in 'Organised Retail' primarily catering to Indian consumers in various consumption baskets and 'Petro Retail'. All the activities of the Group revolve around these main businesses. Accordingly, the Group has two identifiable segment reportable under Ind AS 108 "Operating Segment". The chief operational decision maker monitors the operating results of the entity's business for the purpose of making decisions about resource allocation and performance assessment.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

The accounting policies adopted for segment reporting are in line with the accounting policy of the Group with following additional policies for segment reporting.

- Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as “Unallocable”.
- Segment Assets and Segment Liabilities represent Assets and Liabilities in respective segments. Certain Assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as “Unallocable”.

(i) Primary Segment Information

₹ in crore

Particulars	Organised Retail		Petro Retail		Unallocated		Total	
	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20
1 Segment Revenue								
External Turnover	1,49,935.72	1,46,750.54	5,273.34	14,214.62	-	-	1,55,209.06	1,60,965.16
Inter Segment Turnover	-	-	-	-	-	-	-	-
Value of Sales and Services	1,49,935.72	1,46,750.54	5,273.34	14,214.62	-	-	1,55,209.06	1,60,965.16
Less: GST Recovered	18,238.24	16,359.47	60.16	88.34	-	-	18,298.40	16,447.81
Revenue from Operations (Net of GST)	1,31,697.48	1,30,391.07	5,213.18	14,126.28	-	-	1,36,910.66	1,44,517.35
2 Segment Result before Interest and Taxes	6,570.74	8,081.07	47.79	124.17	74.82	2.75	6,693.35	8,207.99
Less: Interest Expense	694.14	868.32	-	-	-	-	694.14	868.32
Add: Interest Income	22.68	176.83	0.34	0.11	195.21	10.57	218.23	187.51
Profit Before Tax	5,899.28	7,389.58	48.13	124.28	270.03	13.32	6,217.44	7,527.18
Current Tax	1,531.05	1,001.27	13.24	32.47	61.65	-	1,605.94	1,033.74
Tax expense of earlier year	-	(2.94)	-	-	-	-	-	(2.94)
Deferred Tax	9.55	885.35	2.98	(3.41)	-	-	12.53	881.94
Profit after Tax	4,358.68	5,505.90	31.91	95.22	208.38	13.32	4,598.97	5,614.44
3 Other Information								
Segment Assets	49,924.64	35,193.05	170.79	654.15	585.08	465.95	50,680.51	36,313.15
Segment Liabilities	50,058.99	35,425.52	621.52	887.63	-	-	50,680.51	36,313.15
Capital Expenditure	6,115.73	6,165.29	9.63	12.70	-	-	6,125.36	6,177.99
Depreciation /Amortisation	1,451.93	1,113.16	9.72	9.26	-	-	1,461.65	1,122.42

- Inter segment pricing are at Arm’s length basis.
- As per Indian Accounting Standard 108 - Operating Segments, the Company has reported segment information on consolidated basis including businesses conducted through its subsidiaries.
- The reportable Segments are further described below :
 - The organised Retail segment represents trading in goods/ services in various consumption baskets.
 - The Petro Retail segment represents trading in Petroleum products.

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

(v) Secondary Segment Information

	₹ in crore	
	2020-21	2019-20
1 Segment Revenue – External Turnover		
Within India	1,55,182.99	1,60,965.16
Outside India	26.07	-
Total	1,55,209.06	1,60,965.16
2 Non-Current Assets		
Within India	22,628.18	20,145.37
Outside India	0.06	0.07
Total	22,628.24	20,145.44

39 Additional Information of Subsidiary/ Joint Ventures as per Schedule III of The Companies Act, 2013

Name of Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income		
	As % of Consolidated Net Assets	Amount ₹ in crore	As % of Consolidated Profit or Loss	Amount ₹ in crore	As % of Consolidated Profit or Loss	Amount ₹ in crore	As % of Consolidated Profit or Loss	Amount ₹ in crore	
Parent									
Reliance Retail Limited	99.44	25,322.21	99.74	4,586.86	(5.68)	1.37	100.29	4,588.23	
Subsidiaries									
1 Reliance Petro Marketing Limited	1.45	368.66	1.66	76.17	105.78	(25.58)	1.11	50.59	
2 Reliance-GrandOptical Private Limited	0.00	0.01	(0.00)	(0.00)	-	-	(0.00)	(0.00)	
3 Reliance Clothing India Private Limited	(0.27)	(68.17)	(0.33)	(15.00)	(0.06)	0.01	(0.33)	(14.99)	
Joint Ventures (Investment as per the Equity Method)									
1 Marks and Spencer Reliance India Private Limited	0.59	149.14	(0.79)	(36.11)	0.79	(0.19)	(0.79)	(36.30)	
2 Reliance-GrandVision India Supply Private Limited	0.02	4.92	(0.01)	(0.24)	-	-	(0.01)	(0.24)	
3 Reliance-Vision Express Private Limited	0.02	4.83	(0.16)	(7.36)	(0.99)	0.24	(0.16)	(7.12)	

Notes to the Consolidated Financial Statements for the year ended 31st March, 2021

Annexure A Salient Features of Financial Statements of Subsidiary/Associates/Joint Ventures as per Companies Act, 2013

Part "A" : Subsidiaries

Sr. No.	Name of Subsidiary Company	Reporting Currency	Equity Share Capital	Other Equity #	Total Assets	Total Liabilities	Investments	Total Income	Profit Before Taxation	Provision for Taxation	Profit After Taxation	Other Comprehensive Income	Total Comprehensive Income	Proposed Dividend	% of Shareholding*
1	Reliance Petro Marketing Limited	INR	0.05	368.61	621.52	252.86	450.34	5,276.48	99.93	23.76	76.17	(25.58)	50.59	0.00	100%
2	Reliance-GrandOptical Private Limited	INR	0.05	(0.04)	0.06	0.05	-	0.00	(0.00)	-	(0.00)	-	(0.00)	0.00	100%
3	Reliance Clothing India Private Limited	INR	0.05	(68.22)	44.75	112.92	-	15.57	(15.00)	-	(15.00)	0.01	(14.99)	0.00	100%

Includes Reserve and Surplus

* Representing aggregate % of voting power held by the Company

Part "B" : Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associates and Joint Ventures

Sr. No.	Name of Joint Venture Company	Latest Audited Balance Sheet Date	Shares of Joint Ventures held by the company on the year end		Network attributable to Shareholding as per latest Audited Balance Sheet (₹ crore)*	Profit / Loss for the year		Description of how there is significant influence	Reason why the Associates/Joint Venture is not consolidated
			No.#	Amount of Investment in Joint Venture (₹ crore)		Extent of Holding %@	Considered in Consolidation (₹ crore)		
1	Reliance-Vision Express Private Limited	31.03.2021	10,50,00,000	105.00	4.83	50%	(7.12)	-	Note A
2	Reliance-Grand Vision India Supply Private Limited	31.03.2021	1,35,00,000	13.50	4.92	50%	(0.24)	-	Note A
3	Marks and Spencer Reliance India Private Limited	31.03.2020	10,32,59,268	281.53	185.43	49%	(36.30)	-	Note A

Note: Reliance Petro Marketing Limited and Reliance Clothing India Private Limited are subsidiaries of the Company w.e.f March 31, 2009 and September 26, 2013, respectively. The other companies became subsidiaries/ joint ventures of the Company w.e.f July 1, 2013.

Refer Note 2 for No. of Shares

@ Representing aggregate % of voting power held by the Company.

*Includes Other Comprehensive Income

Note A : There is significant influence due to percentage(%) of voting power.

As per our Report of even date

For and on behalf of the Board

For D T S & Associates LLP
Chartered Accountants
(Firm Registration No. 142412W/W/100595)

V. Subramaniam
Whole-Time Director

Pankaj Pawar
Director

Sanjay Jog
Director

Saurabh Pamecha
Partner
Membership No. 126551

Geeta Fulwadaya
Director

Prof. Dipak C. Jain
Director

K Sudarshan
Director

Date: 30th April 2021

Ranjit V. Pandit
Director

Dinesh Thapar
Chief Financial Officer

K Sridhar
Company Secretary