

**RELIANCE COMMERCIAL LAND &
INFRASTRUCTURE LIMITED
FINANCIAL STATEMENTS
2016-17**

Independent Auditor's Report

TO THE BOARD OF DIRECTORS OF

RELIANCE COMMERCIAL LAND AND INFRASTRUCTURE LIMITED

1. We have audited the accompanying 'Statement of Financial Results' for the year ended March 31, 2017 of **RELIANCE COMMERCIAL LAND AND INFRASTRUCTURE LIMITED** ("the Company") (hereinafter referred to as the 'Statement') attached herewith, being submitted by the Company to its ultimate Holding Company Reliance Industries Limited.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of related Standalone Financial Statements which are in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the Statement that is free from material misstatement, whether due to fraud or error.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on a test basis, evidence supporting amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
4. Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated July 5, 2016 in this regard; and
 - (ii) gives a true and fair view in conformity with the aforesaid Ind AS and other accounting principles generally accepted in India of the net loss (financial performance including other comprehensive income) and other financial information for the year ended March 31, 2017.
5. The Statement includes the results for the Quarter ended March 31, 2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
6. This report is provided to you solely for use in the preparation and submission of financial information in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges by RIL, the ultimate Holding Company, for the Quarter and year ended March 31, 2017. It should not be distributed to any other person other than the authorised management personnel and the auditors of RIL and/or used for any other purposes.

For **Chaturvedi & Shah**
Chartered Accountants
(Firm Registration no. **101720W**)

Amit Chaturvedi
Partner
Membership No.: 103141

Mumbai
Date: April 14, 2017

Balance Sheet as at 31st March, 2017

	Note	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹	As at 1st April, 2015 ₹
ASSETS				
Non-Current Assets				
Property, plant and equipment	1	-	-	-
Financial Assets				
Investments	2	4277 91 44 075	4004 87 82 075	3202 25 94 075
Loans	3	86 64 00 000	731 58 10 000	1171 44 48 000
Total Non-Current Assets		4364 55 44 075	4736 45 92 075	4373 70 42 075
Current Assets				
Financial Assets				
Cash and cash equivalents	4	21 86 800	17 16 512	25 74 456
Others Financial Asset	5	5 46 06 644	368 13 41 321	23 66 49 922
Other Current Assets	6	6 75 57 879	4 68 08 878	53 17 906
Total Current Assets		12 43 51 323	372 98 66 711	24 45 42 284
Total Assets		4376 98 95 398	5109 44 58 786	4398 15 84 359
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	8	53 01 00 000	43 01 00 000	43 01 00 000
Other Equity	9	4282 24 68 127	4230 35 88 393	4130 04 27 040
Total Equity		4335 25 68 127	4273 36 88 393	4173 05 27 040
Liabilities				
Non-Current Liabilities				
Financial Liabilities				
Borrowings	10	21 00 00 000	732 10 00 000	201 02 51 000
Total Non-Current Liabilities		21 00 00 000	732 10 00 000	201 02 51 000
Current Liabilities				
Financial Liabilities				
Trade Payables	11	-	-	31 01 749
Other Financial Liabilities	12	20 65 76 797	103 79 03 334	23 49 94 716
Other Current Liabilities	13	7 50 474	18 67 059	27 09 854
Total Current Liabilities		20 73 27 271	103 97 70 393	24 08 06 319
Total Liabilities		41 73 27 271	836 07 70 393	225 10 57 319
Total Equity and Liabilities		4376 98 95 398	5109 44 58 786	4398 15 84 359

Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 30

As per our Report of even date

For **Chaturvedi & Shah**

Firm Registration No : 101720W

Chartered Accountants

Amit Chaturvedi

Partner

Membership No. 103141

Mumbai

Date : 14th April, 2017

For and on behalf of the Board

Ashwin Khasgiwala

Director

Rajkumar Pugalia

Director

Statement of Profit and Loss for the year ended 31st March, 2017

	Note	2016-17 ₹	2015-16 ₹
INCOME			
Revenue from Operations	14	34 74 71 784	9 99 763
Other Income	15	4 26 156	-
Total Income		34 78 97 940	9 99 763
Expenses			
Purchases		34 66 03 500	9 95 293
Finance cost	16	-	86 081
Other Expenses	17	64 14 706	67 57 036
Total Expenses		35 30 18 206	78 38 410
Loss before tax		(51 20 266)	(68 38 647)
Tax Expenses			
Current tax		-	-
Loss for the year		(51 20 266)	(68 38 647)
Other Comprehensive Income			
a) Items that will be reclassified to profit or loss		-	-
b) Items that will not be reclassified to profit or loss		-	-
Total comprehensive income for the year		(51 20 266)	(68 38 647)
Earnings per equity shares of face value of ₹ 10 each			
Basic (in ₹)	18	(0.11)	(0.16)
Diluted (in ₹)	18	(0.11)	(0.16)
Significant Accounting Policies			
See accompanying Notes to the Financial Statements	1 to 30		

As per our Report of even date
For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141
Mumbai
Date : 14th April, 2017

For and on behalf of the Board

Ashwin Khasgiwala
Director

Rajkumar Pugalia
Director

Statement of changes in Equity for the year ended 31st March, 2017

A. Equity Share Capital	Balance at the end of the reporting period i.e. 1st April, 2015 ₹	Changes in equity share capital during the year 2015-16 ₹	Balance at the end of the reporting period i.e. 31st March, 2016 ₹	Changes in equity share capital during the year 2016-17 ₹	₹ lakh Balance at the end of the reporting period i.e. 31st March, 2017 ₹
	43 01 00 000	-	43 01 00 000	10 00 00 000	53 01 00 000

B. Other Equity

	Instrument classified as Equity (Refer note below) ₹	Reserves and Surplus Securities Premium Reserv ₹	Retained Earnings ₹	Other Comprehensive Income ₹	Total ₹
As on 31st March, 2016					
Balance at beginning of reporting period i.e. 1st April, 2015	8 25 18 400	4 117 66 81 600	4 12 27 040	-	4 130 04 27 040
* Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each issued	101 00 00 000	-	-	-	101 00 00 000
Total Comprehensive Income for the year	-	-	(68 38 647)	-	
Balance at the end of the reporting period i.e. 31st March, 2016	109 25 18 400	4 117 66 81 600	3 43 88 393	-	4 230 35 88 393
As on 31st March, 2017					
Balance at beginning of reporting period i.e. 1st April, 2016	109 25 18 400	4 117 66 81 600	3 43 88 393	-	4 230 35 88 393
10% Non-Cumulative Optionally Convertible Preference shares of ₹ 10 each redeemed	(8 25 18 400)	(4 117 66 81 600)	-	-	(4 125 92 00 000)
** Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each issued	4 178 32 00 000	-	-	-	4 178 32 00 000
Total Comprehensive Income for the year	-	-	(51 20 266)	-	(51 20 266)
Balance at the end of the reporting period i.e. 31st March, 2017	4 279 32 00 000	-	2 92 68 127	-	4 282 24 68 127

Note:

- * Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCDs) of ₹ 10 each amounting to ₹ 101,00,00,000 (10,10,00,000 held by Reliance Retail Finance Limited). The Company has an option for conversion of OFCDs in to equity shares at higher of book value or face value as at 31st March, 2015. The Company will redeem the outstanding OFCDs on expiry of 10 years from the date of allotment 25.03.2016.
- ** Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCDs) of ₹ 10 each amounting to ₹ 62,40,00,000 (6,24,00,000 held by Reliance Industrial Investments and Holdings Limited). The Company has an option for conversion of OFCDs in to equity shares at higher of book value or face value as at 31st March, 2015. The Company will redeem the outstanding OFCDs on expiry of 10 years from the date of allotment 30.05.2016.
- ** Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCDs) of ₹ 10 each amounting to ₹ 4115,92,00,000 (411,59,20,000 held by Reliance Industrial Investments and Holdings Limited). The Company has an option for conversion of OFCDs in to equity shares at higher of book value or face value as at 31st March, 2016. The Company will redeem the outstanding OFCDs on expiry of 15 years from the date of allotment 07.09.2016.

As per our Report of even date
For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Date : 14th April, 2017

For and on behalf of the Board

Ashwin Khasgiwala
Director

Rajkumar Pugalia
Director

Cash Flow Statement for the Year Ended 31st March, 2017

	2016-17 ₹	2015-16 ₹
A Cash Flow from Operating Activities		
Net Loss before tax as per Profit and Loss Statement	(51 20 266)	(68 38 647)
Adjusted for :		
Interest income	(4 25 094)	-
Finance cost	-	86 081
Operating Loss before working capital changes	(55 45 360)	(67 52 566)
Adjusted for :		
Trade and other payables	(4 298)	(29 10 631)
Cash generated from operations	(55 49 658)	(96 63 197)
Taxes paid (net)	(2 07 49 000)	(4 14 90 973)
Net Cash flow from / (used in) Operating Activities	<u>(2 62 98 658)</u>	<u>(5 11 54 170)</u>
B Cash flow from Investing Activities		
Purchase of investments	(330 77 00 000)	(125 10 50 000)
Sale / Redemption of investment	891 06 38 000	-
Interest income	52 62 64 052	27 81 65 625
Movement in loans and advances	644 94 10 000	(568 42 00 000)
Preference share application money	(502 56 00 000)	-
Net Cash flow from (used in) Investing Activities	<u>755 30 12 052</u>	<u>(665 70 84 375)</u>
C Cash flow from financing Activities		
Proceeds from		
Proceeds from long term borrowings	1483 41 00 000	1181 69 00 000
Re-payment of long term borrowings	(2194 51 00 000)	(588 21 51 000)
Issue of equity capital	10 00 00 000	-
Proceeds from Debentures / appl money	4115 92 00 000	101 00 00 000
Redemption of preference capital (incl premium)	(4125 92 00 000)	-
Interest paid	(41 52 43 105)	(23 73 68 400)
Net Cash flow from / (used in) Financing Activities	<u>(752 62 43 105)</u>	<u>670 73 80 600</u>
Net Increase / (Decrease) in Cash and Cash Equivalents	4 70 288	(8 57 944)
Opening Balance of Cash and Cash Equivalents	17 16 512	25 74 456
Closing Balance of Cash and Cash Equivalents	<u>21 86 800</u>	<u>17 16 512</u>
(Refer Note no. 4)		

As per our Report of even date

For **Chaturvedi & Shah**

Firm Registration No : 101720W

Chartered Accountants

Amit Chaturvedi

Partner

Membership No. 103141

Mumbai

Date : 14th April, 2017

For and on behalf of the Board

Ashwin Khasgiwala

Director

Rajkumar Pugalia

Director

Notes to the Financial Statements

A. CORPORATE INFORMATION

Reliance Commercial Land & Infrastructure Limited ['the company'] is a public limited company incorporated in India having CIN U51109MH2008PLC185389 and its registered office & principal place of business is 4th Floor, Court House, Dhobi Talao, Mumbai - 400002. The principal activities of the company is Trading of Goods and investment (in shares of Land and Infrastructure companies).

B. 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 measured at fair value,

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

Upto the year ended March 31, 2016, the Company has prepared its financial statements in accordance with the requirement of Indian GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006 and considered as "Previous GAAP".

These financial statements are the Company's first Ind AS financial statements and is covered by Ind AS 101 - First time adoption of Indian Accounting Standards.

Company's financial statements are presented in INR, which is also its functional currency.

B.2 Summary of Significant Accounting Policies

(a) Property, plant and equipment:

Property, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes purchase price, taxes and duties, labour cost and direct overheads for self-constructed assets and other direct costs incurred up to the date the asset is ready 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 the entity and the cost can be measured reliably.

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013

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.

Tangible assets carrying value under previous GAAP is recognised as deemed cost.

(b) Finance Cost

Borrowing costs are charged to the Profit and Loss Statement in the period in which they are incurred.

(c) 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 incurred in bringing them to their respective present location and condition.

(d) 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.

Notes to the Financial Statements (Contd.)

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.

(e) Provisions

Provisions are recognised when the Company has a present obligation 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.

(f) Tax expenses

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in the comprehensive income or in equity. In this case, the tax is also recognised in other comprehensive income and equity.

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 or substantively enacted at the Balance sheet date.

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 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.

(g) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is received. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue is recognised only if following condition are satisfied:

- The Company has transferred risks and rewards incidental to ownership to the customer;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- It is probable that the economic benefit associated with the transaction will flow to the Company; and
- it can be reliably measured and it is reasonable to expect ultimate collection

Revenue from operations includes sale of goods, services, service tax, excise duty and sales during trial run period, adjusted for discounts (net), and gain/loss on corresponding hedge contracts.

Interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Notes to the Financial Statements (Contd.)

Dividends

Revenue is recognised when the Company's right to receive the payment is established.

(h) Financial instruments

i) Financial Assets

A. Initial recognition and measurement:

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are added to the fair value on initial recognition.

B. Subsequent measurement

Financial assets carried at amortised cost (AC)

A financial asset is subsequently 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 are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is subsequently measured at fair value through other comprehensive income 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 are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

C. Investment in subsidiaries, Associates and Joint Ventures

The Company has accounted for its investments in subsidiaries and associate at cost.

D. Other Equity instruments

All equity investments are measured at fair value, with value changes recognised in statement of profit and loss.

E. Impairment of financial assets

The Company assesses impairment based on expected credit loss (ECL) model to the following:

- a. Financial assets at amortised cost
- b. Financial assets measured at fair value through Other Comprehensive income

The company follows 'simplified approach' for recognition of impairment loss allowance. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The company uses historical loss experience to determine the impairment loss allowance on the portfolio of trade receivables. At every reporting date, the historical observed default rates are updated and changes in the forward looking estimates are analysed.

For recognition of impairment loss on other financial assets and risk exposure, the company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12- month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Notes to the Financial Statements (Contd.)

ii) Financial liabilities

A. Initial recognition and measurement:

All financial liabilities are recognized initially at fair value and in case of loans and borrowings and payables, net of directly attributable cost. Fees of recurring nature are directly recognised in profit or loss as finance cost.

B. Subsequent measurement:

Financial liabilities are subsequently 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) 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.

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 future periods.

a) Depreciation and useful lives of property plant and equipment

Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted 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.

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. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

d) Income Tax:

In calculating the tax expense for the current period, the Company has treated certain expenditure as being deductible for tax purpose. However, the tax legislation in relation to these expenditure is not clear and the Company has applied for a private ruling to confirm their interpretation. If the ruling should not be favourable this would increase the company's tax liability and tax expenses to the extent of Rs.

Notes to the Financial Statements (Contd.)

D. FIRST TIME ADOPTION OF IND AS

The Company has adopted Ind AS with effect from 1st April 2016 with comparatives being restated. Accordingly the impact of transition has been provided in the Opening Reserves as at 1st April 2015 and all the periods presented have been restated accordingly.

Exemptions from retrospective application:

(i) Investments in subsidiaries, joint ventures and associates

The Company has elected to measure investment in subsidiaries, joint venture and associate at cost.

(ii) Fair Value as deemed cost exemption

The Company has elected any item of property, plant and equipment at its carrying value at the transition date except for certain assets which are measured at fair value as deemed cost.

Notes on Financial Statements for the Year ended 31st March, 2017

1. Property, Plant and Equipment

Description	Gross block						Depreciation/ amortisation						Net block		
	As at 01-04-2015	Impact on Ind AS transition	Additions/ Adjustments	As at 01-04-2016	Additions/ Adjustments	Deductions/ Adjustments	As at 31-03-2017	As at 01-04-2016	Additions/ Adjustments	For the year	Deductions/ Adjustments	As at 31-03-2017	As at 31-03-2017	As at 31-03-2016	As at 01-04-2015
TANGIBLE ASSETS:															
OWN ASSETS:															
Plant and Machinery	1,23,725	-	-	1,23,725	-	1,23,725	-	1,23,725	-	-	1,23,725	-	-	-	-
Equipments	52,212	-	-	52,212	-	52,212	-	52,212	-	-	52,212	-	-	-	-
Total	1,75,937	-	-	1,75,937	-	1,75,937	-	1,75,937	-	-	1,75,937	-	-	-	-

Notes on Financial Statements for the Year ended 31st March, 2017

2	Non-Current Investments	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
		Units	Amount (₹)	Units	Amount (₹)	Units	Amount (₹)
Investments Classified at Cost							
In Equity shares of subsidiary companies							
Unquoted - fully paid up							
	Reliance Corporate IT Park Limited of ₹ 10 each	237,99,94,480	2434 99 03 692	237,99,94,480	2434 99 03 692	237,99,94,480	2434 99 03 692
	Reliance Eminent Trading & Commercial Private Limited of ₹ 10 each	1,00,00,000	10 00 00 402	1,00,00,000	10 00 00 402	1,00,00,000	10 00 00 402
	Reliance Prolific Traders Private Limited of ₹ 10 each	1,00,00,000	10 00 00 401	1,00,00,000	10 00 00 401	1,00,00,000	10 00 00 401
	Reliance Progressive Traders Private Limited of ₹ 10 each	1,00,00,000	10 00 00 401	1,00,00,000	10 00 00 401	1,00,00,000	10 00 00 401
	Reliance Universal Traders Private Limited of ₹ 10 each	1,00,00,000	10 00 00 401	1,00,00,000	10 00 00 401	1,00,00,000	10 00 00 401
	Reliance Prolific Commercial Private Limited of ₹ 10 each	10,00,000	1 00 00 250	10,00,000	1 00 00 250	10,00,000	1 00 00 250
	Reliance Comtrade Private Limited of ₹ 10 each	10,00,000	1 00 00 125	10,00,000	1 00 00 125	10,00,000	1 00 00 125
	Reliance Ambit Trade Private Limited of ₹ 10 each	10,00,000	1 00 00 125	10,00,000	1 00 00 125	10,00,000	1 00 00 125
	Reliance Vantage Retail Limited of ₹ 10 each	5,60,000	49 40 32 000	5,60,000	49 40 32 000	5,60,000	49 40 32 000
	Surela Investments and Trading Private Limited of ₹ 100 each	5,000	5 00 000	5,000	5 00 000	5,000	5 00 000
	Sub total		2527 44 37 797		2527 44 37 797		2527 44 37 797
In Equity Shares of Associate Company							
Unquoted- fully paid up							
	Gaurav Overseas Private Limited of ₹ 10 each	2,10,000	21 00 078	2,10,000	21 00 078	105,000	10 50 078
In Preference shares of Subsidiary Companies							
Unquoted- fully paid up							
	2% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each of Reliance Corporate IT Park Limited	59,49,98,620	594 99 86 200	59,49,98,620	594 99 86 200	59,49,98,620	594 99 86 200
	9% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each of Reliance Corporate IT Park Limited	33,07,70,000	330 77 00 000	-	-	-	-
	9% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each of Reliance Eminent Trading & Commercial Private Limited	17,37,000	208 44 00 000	-	-	-	-
	9% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each of Reliance Progressive Traders Private Limited	1,47,06,000	294 12 00 000	-	-	-	-
			1428 32 86 200		594 99 86 200		594 99 86 200

Notes on Financial Statements for the Year ended 31st March, 2017

2	Non-Current Investments (Continued)	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
		Units	Amount (₹)	Units	Amount (₹)	Units	Amount (₹)
In Optionally Fully Convertible Debentures of Subsidiary Companies							
Unquoted fully paid up							
	Reliance Eminent Trading & Commercial Private Limited of ₹ 10 each	-	-	19,83,69,600	198 36 96 000	-	-
	Reliance Progressive Traders Private Limited of ₹ 10 each	-	-	36,19,24,200	361 92 42 000	-	-
	Reliance Universal Traders Private Limited of ₹ 10 each	4,07,50,000	40 75 00 000	4,07,50,000	40 75 00 000	-	-
	Reliance Prolific Commercial Private Limited of ₹ 10 each	4,50,70,000	45 07 00 000	4,50,70,000	45 07 00 000	-	-
	Reliance Ambit Trade Private Limited of ₹ 10 each	3,04,20,000	30 42 00 000	3,04,20,000	30 42 00 000	-	-
	Reliance Vantage Retail Limited of ₹ 10 each	12,59,80,000	125 98 00 000	12,59,80,000	125 98 00 000	-	-
	Sub total		242 22 00 000		802 51 38 000		-
			4198 20 24 075		3925 16 62 075		3122 54 74 075
Investment Classified at Fair Value through Profit and Loss							
In Equity Shares							
Unquoted - fully paid up							
	Eshwar Land Private Limited of ₹ 10 each	400	79 71 20 000	400	79 71 20 000	400	79 71 20 000
	Total		4277 91 44 075		4004 87 82 075		3202 25 94 075
	Aggregate amount of quoted investments		-		-		-
	Market Value of quoted investments		-		-		-
	Aggregate amount of unquoted investments		4277 91 44 075		4004 87 82 075		3202 25 94 075
	Aggregate provision for diminution in value of Investments		-		-		-
Category-wise Non current investment							
			As at 31st March, 2017 Amount (₹)		As at 31st March, 2016 Amount (₹)		As at 1st April, 2015 Amount (₹)
	Financial assets measured at Cost		4198 20 24 075		3925 16 62 075		3122 54 74 075
	Financial assets carried at amortised cost		-		-		-
	Financial assets measured at Fair value through other comprehensive income (FVTOCI)		-		-		-
	Financial assets measured at Fair value through Profit & Loss (FVTPL)		79 71 20 000		79 71 20 000		79 71 20 000
	Total Non current investment		4277 91 44 075		4004 87 82 075		3202 25 94 075

Notes on Financial Statements for the Year ended 31st March, 2017

3	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹	As at 1st April, 2015 ₹
Loans (Unsecured and considered good)			
Loan to Related Parties	86 64 00 000	731 58 10 000	1171 44 48 000
	<u>86 64 00 000</u>	<u>731 58 10 000</u>	<u>1171 44 48 000</u>

3.1 Loans and advances in the nature of loans given to Subsidiaries :

a) Loans and advances in the nature of loans

Sr No	Name of the Company	As at 31st March, 2017 ₹	Maximum balance during the year ₹	As at 31st March, 2016 ₹	Maximum balance during the year ₹
1	Reliance Eminent Trading & Commercial Private Limited	14 37 50 000	61 15 00 000	10 53 00 000	227 32 96 000
2	Reliance Prolific Traders Private Limited	6 77 00 000	34 78 50 000	27 59 50 000	45 67 50 000
3	Reliance Progressive Traders Private Limited	12 00 000	22 24 00 000	1 62 50 000	515 42 92 000
4	Reliance Universal Traders Private Limited	54 07 00 000	54 49 00 000	4 39 00 000	72 81 00 000
5	Reliance Prolific Commercial Private Limited	3 45 00 000	3 48 00 000	21 00 000	46 96 50 000
6	Reliance Comtrade Private Limited	-	20 10 000	20 10 000	39 20 000
7	Reliance Ambit Trade Private Limited	7 19 50 000	7 19 50 000	60 00 000	32 80 00 000
8	Reliance Vantage Retail Limited	66 00 000	66 00 000	53 00 000	126 86 00 000
9	Reliance Corporate IT Park Limited	-	1414 90 00 000	685 90 00 000	909 77 00 000
	Total	86 64 00 000		731 58 10 000	

Note Loans and Advances shown above, to Subsidiary Companies are towards business purpose and fall under the Category of "Non-Current Loans and Advances" in nature of interest bearing / interest free Loans repayable in two to three years.

b) (i) Investment by the loanee in the shares of the company is NIL

(ii) Investment by Reliance Corporate IT Park Limited in its subsidiaries

In Equity shares :

Sr No.	Name of the Company	No. of shares
1.	Reliance SMSL (Formerly Known as Strategic Manpower Solutions Limited)	50 000
2.	Reliance Jio Asia Info Innovation Centre Limited	10 00 000
3.	Reliance Commercial Trading Private Limited	10 000

4	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹	As at 1st April, 2015 ₹
Cash and Cash Equivalents			
Cash on Hand (Refer Note No. 28)	-	-	-
Balance with bank	21 86 800	17 16 512	25 74 456
	<u>21 86 800</u>	<u>17 16 512</u>	<u>25 74 456</u>

Notes on Financial Statements for the Year ended 31st March, 2017

	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹	As at 1st April, 2015 ₹
5 Other Financial Assets			
Interest receivable	5 46 06 644	37 36 41 321	23 66 49 922
Debenture application money - to subsidiary company	-	330 77 00 000	-
	<u>5 46 06 644</u>	<u>368 13 41 321</u>	<u>23 66 49 922</u>
6 Other Current Assets (Unsecured and considered good)			
Advance Income Tax	6 44 71 544	4 37 47 544	22 56 571
Balance with Service tax / sales tax authorities	30 86 335	30 61 335	30 61 335
	<u>6 75 57 879</u>	<u>4 68 08 878</u>	<u>53 17 906</u>
7 Taxation		As at	As at
a) Income tax recognised in profit or loss		31st March, 2017	31st March, 2016
		₹	₹
Current tax			
In respect of the current year		-	-
In respect of prior year		-	-
Deferred tax		-	-
Total income tax expenses recognised in the current year relating to continuing operations		-	-
		-	-
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
The income tax expenses for the year can be reconciled to the accounting profit as follows:		As at	As at
		31st March, 2017	31st March, 2016
		₹	₹
Loss before tax from continuing operations		(51 20 266)	(68 38 647)
Applicable Tax Rate		34.61%	34.61%
Computed tax expenses		(17 72 124)	(23 66 856)
Tax effect of:			
Income / Loss not considered		17 72 124	23 66 856
Current tax provision (A)		-	-
Incremental Deferred Tax Asset on account of Financial Assets & Other items		-	-
Deferred Tax Provision (B)		-	-
Tax Expenses recognised in Statement of Profit and Loss (A+B)		-	-
Effective Tax Rate		0.00%	0.00%
b. Current tax assets (Net)		As at	As at
		31st March, 2017	31st March, 2016
		₹	₹
At start of year	4 37 48 606	22 56 571	-
Charge for the year	2 07 22 938	-	-
Tax paid during the year	-	4 14 90 973	-
At end of year	<u>6 44 71 544</u>	<u>4 37 47 544</u>	<u>22 56 571</u>

Notes on Financial Statements for the Year ended 31st March, 2017

8	Share Capital	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
		Units	₹	Units	₹	Units	₹
	Authorised :						
	Equity Shares of ₹ 10 each	10,00,00,000	100 00 00 000	10,00,00,000	100 00 00 000	10,00,00,000	100 00 00 000
	Preference Shares of ₹ 10 each	2,41,00,000	24 10 00 000	2,41,00,000	24 10 00 000	2,41,00,000	24 10 00 000
			<u>124 10 00 000</u>		<u>124 10 00 000</u>		<u>124 10 00 000</u>
	Issued, Subscribed and Paid up:						
*	Equity Shares of ₹ 10 each fully paid up	5,30,10,000	53 01 00 000	4,30,10,000	43 01 00 000	4,30,10,000	43 01 00 000
**	10% Non-Cumulative Optionally Convertible	-	-	82,51,840	8 25 18 400	82,51,840	8 25 18 400
	Preference shares of ₹ 10 each fully paid up						
	Total Paid up Capital		<u>53 01 00 000</u>		<u>51 26 18 400</u>		<u>51 26 18 400</u>
	Less : Instruments classified as Equity		<u>-</u>		<u>8 25 18 400</u>		<u>8 25 18 400</u>
			<u><u>53 01 00 000</u></u>		<u><u>43 01 00 000</u></u>		<u><u>43 01 00 000</u></u>

Note

a) Details of Share holders holding more than 5% shares

Name of the Shareholders	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	No. of shares	Held (%)	No. of shares	Held (%)	No. of shares	Held (%)
Holding Company - Equity shares						
*	Reliance Industrial Investments and Holdings Ltd.	5 30 10 000	100.00	4 30 10 000	100.00	4 30 10 000
Fellow Subsidiary Company - Preference shares						
**	Reliance World Trade Private Limited	-	-	82 51 840	100.00	82 51 840

b) Reconciliation of shares outstanding at the beginning and at the end of the year

	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Equity Nos.	Preference Nos.	Equity Nos.	Preference Nos.	Equity Nos.	Preference Nos.
Shares at the beginning of the year	4 30 10 000	82 51 840	4 30 10 000	82 51 840	4 30 10 000	82 51 840
Add : Shares issued during the year	1 00 00 000	-	-	-	-	-
Add : Shares redeemed during the year	-	82 51 840	-	-	-	-
Shares at the end of the year	<u>5 30 10 000</u>	<u>-</u>	<u>4 30 10 000</u>	<u>82 51 840</u>	<u>4 30 10 000</u>	<u>82 51 840</u>

c) No Bonus shares issued during last five years

d) Rights, Preferences and Restrictions attached to shares

The Equity Shareholder is eligible for one vote per share held. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.

The 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.

Notes on Financial Statements for the Year ended 31st March, 2017

	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹	As at 1st April, 2015 ₹
13 Other Current Liabilities			
Others #	7 50 474	18 67 059	27 09 854
	<u>7 50 474</u>	<u>18 67 059</u>	<u>27 09 854</u>
# Includes statutory liabilities etc.			
14 Revenue from Operations		2016-17 ₹	2015-16 ₹
Sale of Electronic Goods		34 65 13 649	-
Sale of Fabrics		9 58 135	9 99 763
		<u>34 74 71 784</u>	<u>9 99 763</u>
15 Other Income		2016-17 ₹	2015-16 ₹
Interest income (net)		4 25 094	-
Interest on Income tax refund		1 062	-
		<u>4 26 156</u>	<u>-</u>
16 Finance cost		2016-17 ₹	2015-16 ₹
Interest expenses (net)		-	86 081
		<u>-</u>	<u>86 081</u>
17 Other Expenses		2016-17 ₹	2015-16 ₹
Auditors Remuneration :			
Statutory audit fees		25 300	22 900
Tax Audit fees		6 900	5 725
Certification fees		28 750	28 625
		<u>60 950</u>	<u>57 250</u>
Professional fees *		54 00 669	55 19 132
Directors sitting fees		7 90 000	7 35 000
Filing fees		21 600	13 200
Demat / Custodian charges		916	899
Profession tax		2 500	2 500
Charity and Donations **		-	3 00 000
General expenses		1 38 071	1 29 055
		<u>64 14 706</u>	<u>67 57 036</u>

* Includes ₹ 51,85,669/- (previous year ₹ 51,10,157/-) paid to Key Managerial Personnels

** Expenditure related to Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof

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 ₹ NIL (previous year ₹ 2,84064/-).

b) Expenditure related to CSR is ₹ NIL (previous year ₹ 3,00,000/-) is spend through Reliance Foundation.

Particulars	2016-17 ₹	2015-16 ₹
Education	-	3 00 000

Notes on Financial Statements for the Year ended 31st March, 2017

18 Earning per share (EPS)	2016-17	2015-16
i) Net Profit after Tax as per Statement of Profit and Loss Account attributable to Equity Shareholders (₹)	(51 20 266)	(68 38 647)
ii) Weighted average number of equity shares used as denominator for calculating Basic EPS	4 86 53 836	4 30 10 000
iii) Total Weighted Average Potential Equity Shares	225 93 71 363	376 62 88 042
iv) Weighted average number of equity shares used as denominator for calculating Diluted EPS	230 80 25 199	380 92 98 042
v) Basic earnings per equity share (₹)	(0.11)	(0.16)
vi) Diluted earnings per equity share (₹) *	(0.11)	(0.16)
vii) Face value per equity share (₹)	10	10

* Diluted earnings per share is same as basic earnings per share, since the potential equity shares are anti dilutive.

- 19 The Previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.
- 20 Interest income (net) ₹ 4,25,094/- is on account of Interest income ₹ 20,72,29,376/- less Interest expenses ₹ 20,68,04,282/-.
- 21 Due to inadequate profit for the year, Company has not created Debenture Redemption Reserve of ₹ 41,24,85,816/- during the year, same will be created in the year of profit.
- 22 The Company has Deferred tax asset of ₹ Nil (previous year ₹ 5,326/-) relating to fixed assets.

23 Segment Information

The Company has identified two reportable segments viz. Finance & Investments (in shares of Land and Infrastructure companies) and Trading. Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the Company 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.

Segment assets and segment liabilities represent assets and liabilities in respective segments.

i) Primary Segment Information :

Sr	Particulars	Finance & Investments		Trading		Unallocable		Total	
		2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
No		₹	₹	₹	₹	₹	₹	₹	₹
1	Segment Revenue								
	Turnover	4 26 156	-	34 74 71 784	9 99 763	-	-	34 78 97 940	9 99 763
2	Segment results before Interest and Taxes	(59 88 550)	(68 43 117)	8 68 284	4 470	-	-	(51 20 266)	(68 38 647)
	Less: Interest expense	-	-	-	-	-	-	-	-
	Add : Interest Income	-	-	-	-	-	-	-	-
	Profit before tax	(59 88 550)	(68 43 117)	8 68 284	4 470	-	-	(51 20 266)	(68 38 647)
	Current Tax	-	-	-	-	-	-	-	-
	Net profit after tax	(59 88 550)	(68 43 117)	8 68 284	4 470	-	-	(51 20 266)	(68 38 647)
3	Other Information								
	Segment Assets	4370 54 23 854	5105 07 11 242	-	-	6 44 71 544	4 37 47 544	4376 98 95 398	5109 44 58 786
	Segment Liabilities	41 73 27 271	937 07 70 393	-	-	-	-	41 73 27 271	937 07 70 393
	Capital Expenditure	-	-	-	-	-	-	-	-
	Depreciation	-	-	-	-	-	-	-	-

- ii) Since all the operations of the Company are conducted within India, as such there is no separate reportable geographical segment.

Notes on Financial Statements for the Year ended 31st March, 2017

24 Related Party Disclosure

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

List of related parties where control exists and related parties with whom transactions have taken place and relationships:

Sr. No.	Name of the Related Parties	Relationship
1	Reliance Industries Limited (the Ultimate Holding Company)	Parties where control exist
2	Reliance Industrial Investments and Holdings Limited (the Holding Company)	
3	Reliance Corporate IT Park Limited	Subsidiary Companies
4	Reliance Eminent Trading & Commercial Private Limited	
5	Reliance Prolific Traders Private Limited	
6	Reliance Progressive Traders Private Limited	
7	Reliance Universal Traders Private Limited	
8	Reliance Prolific Commercial Private Limited	
9	Reliance Comtrade Private Limited	
10	Reliance Ambit Trade Private Limited	
11	Reliance Vantage Retail Limited	
12	Reliance Jio Asiainfo Innovation Centre Limited	
13	Reliance Commercial Trading Private Limited (From 10.01.2017)	
14	Strategic Manpower Solutions Limited	
15	Surela Investments and Trading Private Limited	
16	Reliance World Trade Private Limited	Fellow Subsidiary Companies
17	Reliance Retail Limited	
18	Reliance Retail Finance Limited	
19	Gaurav Overseas Private Limited	Associate company
20	Shri Sanjeev Vijayvargia	Key Managerial Personnel (Manager)

ii) Transactions during the year with related parties: (Excluding reimbursement)

Sr. No.	Nature of Transaction	Parties where control exist	Subsidiary Companies	Fellow Subsidiary Companies	Associate Companies	Key Managerial Personnel (Manager)	Total
		₹	₹	₹	₹	₹	₹
1	Equity Share capital	10 00 00 000	-	-	-	-	10 00 00 000
		-	-	-	-	-	-
2	Net Loans taken / (repaid)	(711 10 00 000)	-	-	-	-	(711 10 00 000)
		531 07 49 000	-	-	-	-	531 07 49 000
3	Unsecured loan - Debentures	4178 32 00 000	-	-	-	-	4178 32 00 000
		-	- 101 00 00 000	-	-	-	- 101 00 00 000
4	Debenture application money received	-	-	-	-	-	0
		62 40 00 000	-	-	-	-	62 40 00 000
5	Purchase / Subscription of Investments	-	1164 10 00 000	-	0	-	1164 10 00 000
		-	802 51 38 000	-	10 50 000	-	802 61 88 000
6	Sale / Redemption of Investments	-	891 06 38 000	-	-	-	891 06 38 000
		-	-	-	-	-	-
7	Sale	17 61 70 005	-	17 03 43 644	-	-	34 65 13 649
		-	-	-	-	-	-

Notes on Financial Statements for the Year ended 31st March, 2017

24 Related Party Disclosure (contd...)

ii) Transactions during the year with related parties:

Sr. No.	Nature of Transaction	Parties where control exist	Subsidiary Companies	Fellow Subsidiary Companies	Associate Companies	Key Managerial Personnel (Manager)	Total
		₹	₹	₹	₹	₹	₹
8	Purchases	9 54 026 <i>9 95 293</i>	-	-	-	-	9 54 026 <i>9 95 293</i>
9	Net Loans and Advances, Deposits given / (returned)	-	(644 94 10 000) <i>(439 86 38 000)</i>	-	-	-	(644 94 10 000) <i>(439 86 38 000)</i>
10	Preference / Debenture application money paid	-	-	-	-	-	-
		-	<i>330 77 00 000</i>	-	-	-	<i>330 77 00 000</i>
11	Interest income	-	20 72 29 376 <i>41 51 57 024</i>	-	-	-	20 72 29 376 <i>41 51 57 024</i>
12	Interest expenses	20 68 04 282 <i>41 52 43 105</i>	-	-	-	-	20 68 04 282 <i>41 52 43 105</i>
13	Payment to Key Managerial Personnel	-	-	-	-	35 77 736 <i>27 04 737</i>	35 77 736 <i>27 04 737</i>
Balance as at 31st March, 2017							
14	Equity share capital	53 01 00 000 <i>43 01 00 000</i>	-	-	-	-	53 01 00 000 <i>43 01 00 000</i>
15	Preference share capital (Including premium)	-	-	-	-	-	-
		-	<i>-4125 92 00 000</i>	-	-	-	<i>-4125 92 00 000</i>
16	Loans Taken	21 00 00 000 <i>732 10 00 000</i>	-	-	-	-	21 00 00 000 <i>732 10 00 000</i>
17	Unsecured Loan - Debentures	4178 32 00 000 <i>-</i>	- 101 00 00 000 <i>- 101 00 00 000</i>	-	-	-	4279 32 00 000 <i>- 101 00 00 000</i>
18	Debenture application money received	-	-	-	-	-	-
		<i>62 40 00 000</i>	-	-	-	-	<i>62 40 00 000</i>
19	Interest accrued but not due	20 65 76 797 <i>41 39 03 334</i>	-	-	-	-	20 65 76 797 <i>41 39 03 334</i>
20	Sundry Creditors	-	-	-	-	-	-
21	Investments	-	4197 99 23 997 <i>3924 95 61 997</i>	-	21 00 078 <i>21 00 078</i>	-	4198 20 24 075 <i>3925 16 62 075</i>
22	Loans and Advances Given	-	86 64 00 000 <i>731 58 10 000</i>	-	-	-	86 64 00 000 <i>731 58 10 000</i>
23	Preference share / Debenture application money paid	-	-	-	-	-	-
		-	<i>330 77 00 000</i>	-	-	-	<i>330 77 00 000</i>
24	Interest receivables	-	5 46 06 644 <i>37 36 41 321</i>	-	-	-	5 46 06 644 <i>37 36 41 321</i>

Note : Figures in Italics represent previous year's amount.

Notes on Financial Statements for the Year ended 31st March, 2017

Disclosure in Respect of Material Related Party Transactions during the year:

Particulars	Relationship	2016-17 (₹)	2015-16 (₹)
1 Equity share capital			
Reliance Industrial Investments and Holdings Limited	Parties where control exist	10 00 00 000	-
2 Net Loans taken / (repaid)			
Reliance Industrial Investments and Holdings Limited	Parties where control exist	(711 10 00 000)	531 07 49 000
3 Unsecured loan - Debentures			
Reliance Industrial Investments and Holdings Limited	Parties where control exist	4178 32 00 000	-
Reliance Retail Finance Limited	Fellow Subsidiary	-	101 00 00 000
4 Debentures application money received			
Reliance Industrial Investments and Holdings Limited	Parties where control exist	-	62 40 00 000
5 Purchase / Subscription of investments			
Reliance Corporate IT Park Limited	Subsidiary	661 54 00 000	-
Reliance Eminent Trading & Commercial Private Limited	Subsidiary	208 44 00 000	198 36 96 000
Reliance Progressive Traders Private Limited	Subsidiary	294 12 00 000	361 92 42 000
Reliance Universal Traders Private Limited	Subsidiary	-	40 75 00 000
Reliance Prolific Commercial Private Limited	Subsidiary	-	45 07 00 000
Reliance Ambit Trade Private Limited	Subsidiary	-	30 42 00 000
Reliance Vantage Retail Limited	Subsidiary	-	125 98 00 000
Gaurav Overseas Private Limited	Associate	-	10 50 000
6 Sale / Redemption of Investments			
Reliance Corporate IT Park Limited	Subsidiary	330 77 00 000	-
Reliance Eminent Trading & Commercial Private Limited	Subsidiary	198 36 96 000	-
Reliance Progressive Traders Private Limited	Subsidiary	361 92 42 000	-
7 Sale / Turnover			
Reliance Industries Limited	Parties where control exist	17 61 70 005	-
Reliance Retail Limited	Fellow Subsidiary Company	17 03 43 644	-
8 Purchases			
Reliance Industries Limited	Parties where control exist	9 54 026	9 95 293
9 Preference / Debenture application money			
Reliance Corporate IT Park Limited	Subsidiary	-	330 77 00 000
10 Net Loans and Advances, Deposits given / (returned)			
Reliance Eminent Trading & Commercial Private Limited	Subsidiary	3 84 50 000	(195 47 96 000)
Reliance Prolific Traders Private Limited	Subsidiary	(20 82 50 000)	22 07 50 000
Reliance Progressive Traders Private Limited	Subsidiary	(1 50 50 000)	(488 15 92 000)
Reliance Universal Traders Private Limited	Subsidiary	49 68 00 000	(56 21 00 000)
Reliance Prolific Commercial Private Limited	Subsidiary	3 24 00 000	(45 55 00 000)
Reliance Comtrade Private Limited	Subsidiary	(20 10 000)	-
Reliance Corporate IT Park Limited	Subsidiary	(685 90 00 000)	480 13 00 000
Reliance Ambit Trade Private Limited	Subsidiary	6 59 50 000	(30 71 00 000)
Reliance Vantage Retail Limited	Subsidiary	13 00 000	(125 96 00 000)

Notes on Financial Statements for the Year ended 31st March, 2017

Disclosure in Respect of Material Related Party Transactions during the year: (Contd.)

Particulars	Relationship	2016-17 (₹)	2015-16 (₹)
11 Interest income			
Reliance Eminent Trading & Commercial Private Limited	Subsidiary	1 98 58 787	1 59 02 911
Reliance Prolific Traders Private Limited	Subsidiary	98 24 379	2 63 27 517
Reliance Progressive Traders Private Limited	Subsidiary	85 80 192	92 40 839
Reliance Universal Traders Private Limited	Subsidiary	1 83 06 799	74 07 568
Reliance Prolific Commercial Private Limited	Subsidiary	12 77 555	8 84 041
Reliance Comtrade Private Limited	Subsidiary	14 648	13 188
Reliance Corporate IT Park Limited	Subsidiary	14 65 55 328	35 31 53 767
Reliance Ambit Trade Private Limited	Subsidiary	22 64 514	14 15 034
Reliance Vantage Retail Limited	Subsidiary	5 47 174	8 12 158
12 Interest expenses			
Reliance Industrial Investments and Holdings Limited	Parties where control exist	20 68 04 282	41 52 43 105
13 Payment to Key Managerial Personnel			
Shri Sanjeev Vijayvargia	Key Managerial Personnel (Manager)	35 77 736	27 04 737

Note: The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Review of Outstanding Balances are undertaken each financial year through examining the financial position of the related party and the market in which the related party operates. These balances are unsecured and settlement occurs through banking channel.

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

- Details of Investments made during the Financial Year 2016-17, Refer Note no. 2 & 24
- Loans given during the Financial Year 2016-17, Refer Note no. 3 & 24.
- No Guarantees were given or security was provided by the company during the Financial Year 2016-17.

26 Capital Management

The Company manages its capital to ensure that it will continue as going concern while maximising the return to stakeholders. The company manages its capital structure and make adjustment in light of changes in business condition. The overall strategy remains unchanged as compare to last year.

The gearing ratio at end of the reporting period was as follows

	As at 31st March, 2017 ₹	As at 31st March, 2016 ₹	As at 1st April, 2015 ₹
Debt	21 00 00 000	732 10 00 000	201 02 51 000
Cash and bank balance (including liquid investments)	21 86 800	17 16 512	25 74 456
Net debt (A)	21 21 86 800	732 27 16 512	201 28 25 456
Total Equity (as per Balance Sheet) (B)	4335 25 68 127	4273 36 88 393	4173 05 27 040
Net Gearing (A/B)	0.00	0.17	0.05

27 Financial Instruments**Valuation**

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

The fair value of investment in quoted Equity Shares and Ventures Funds is measured at quoted price or NAV

Fair Valuation Measurement hierarchy

Amount in ₹

Particulars	As at 31st March, 2017			As at 31st March, 2016			As at 1st April, 2015		
	Carrying Amount	Level of input used in		Carrying Amount	Level of input used in		Carrying Amount	Level of input used in	
		Level 1	Level 2		Level 1	Level 2		Level 1	Level 2
Financial Assets									
At Amortised Cost									
Investments	-	-	-	-	-	-	-	-	-
At FVTPL									
Investments	79 71 20 000	-	79 71 20 000	79 71 20 000	-	79 71 20 000	79 71 20 000	-	79 71 20 000
At FVTOCI									
Investments	-	-	-	-	-	-	-	-	-
Financial Liabilities									
At Amortised Cost									
Loans	21 00 00 000	-	-	732 10 00 000	-	-	201 02 51 000	-	-
At FVTPL									

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; and

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

Interest rate risk

Company's borrowing is only through its holding company viz Reliance Industries Limited, it has no borrowing from Bank/ FI etc. Interest payable against such borrowing is as per agreed terms.

Credit risk

Credit risk is the risk that a Broker or counterparty to a financial instrument will fail to perform or pay amounts due causing financial loss to the company.

It arises from cash and cash equivalents, derivative financial instruments, deposits with Banks and from credit exposures relating to outstanding receivables.

The Company has a prudent and conservative process for managing its credit risk arising in the course of its business activities..

Liquidity risk

Liquidity risk is the risk that suitable sources of funding for the company's business activities may not be available. Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. Company manages liquidity risk by maintaining adequate reserves and matching maturity profiles of financial assets and financial liabilities.

Market risk

Company's main activity is to do trading in financial instruments viz. equity shares, debentures, bonds, derivatives etc. This market is influenced by domestic / international political, financial and other events occurring on day to day basis. Hence the market is constantly volatile and uncertain. Company has strong treasury philosophies and practices and is well geared to meet the challenges of volatile market conditions.

28 The Company does not receive or, does not make any payment in Cash. Accordingly Cash balance as on 8th November 2016 and as on 30th December 2016 was Nil.

29 Approval of Financial Statements

The Financial statements were approved by the Board of Directors on 14th April, 2017

Notes on Financial Statements for the Year ended 31st March, 2017

30 First time IND AS adoption reconciliations

30.1 Effect of Ind AS adoption on the standalone balance sheet as at 31st March, 2016 and 1st April, 2015

	As at 31st March, 2016			As at 1st April, 2015		
	Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet	Previous GAAP	Effect of transition to Ind AS	As per Ind AS balance sheet
	₹	₹	₹	₹	₹	₹
ASSETS						
Non-current assets						
Property, plant and equipment	-	-	-	-	-	-
Financial Assets						
Investments	4004 87 82 075	-	4004 87 82 075	3202 25 94 075	-	3202 25 94 075
Loans	731 58 10 000	-	731 58 10 000	1171 44 48 000	-	1171 44 48 000
	<u>4736 45 92 075</u>	<u>-</u>	<u>4736 45 92 075</u>	<u>4373 70 42 075</u>	<u>-</u>	<u>4373 70 42 075</u>
Current assets						
Financial Assets						
Cash and cash equivalents	17 16 512	-	17 16 512	25 74 456	-	25 74 456
Others Financial Asset	368 13 41 321	-	368 13 41 321	23 66 49 922	-	23 66 49 922
Other Current Assets	4 68 08 878	-	4 68 08 878	53 17 906	-	53 17 906
	<u>372 98 66 711</u>	<u>-</u>	<u>372 98 66 711</u>	<u>24 45 42 284</u>	<u>-</u>	<u>24 45 42 284</u>
Total Assets	<u>5109 44 58 786</u>	<u>-</u>	<u>5109 44 58 786</u>	<u>4398 15 84 359</u>	<u>-</u>	<u>4398 15 84 359</u>
EQUITY AND LIABILITIES						
Equity						
Equity Share capital	43 01 00 000	-	43 01 00 000	43 01 00 000	-	43 01 00 000
Other Equity	4230 35 88 393	-	4230 35 88 393	4130 04 27 040	-	4130 04 27 040
Total Equity	<u>4273 36 88 393</u>	<u>-</u>	<u>4273 36 88 393</u>	<u>4173 05 27 040</u>	<u>-</u>	<u>4173 05 27 040</u>
Non-current liabilities						
Financial Liabilities						
Borrowings	732 10 00 000	-	732 10 00 000	201 02 51 000	-	201 02 51 000
	<u>732 10 00 000</u>	<u>-</u>	<u>732 10 00 000</u>	<u>201 02 51 000</u>	<u>-</u>	<u>201 02 51 000</u>
Current liabilities						
Financial Liabilities						
Trade payables	-	-	-	31 01 749	-	31 01 749
Other Financial Liabilities	103 79 03 334	-	103 79 03 334	23 49 94 716	-	23 49 94 716
Other Current liabilities	18 67 059	-	18 67 059	27 09 854	-	27 09 854
	<u>103 97 70 393</u>	<u>-</u>	<u>103 97 70 393</u>	<u>24 08 06 319</u>	<u>-</u>	<u>24 08 06 319</u>
Total Equity and Liabilities	<u>5109 44 58 786</u>	<u>-</u>	<u>5109 44 58 786</u>	<u>4398 15 84 359</u>	<u>-</u>	<u>4398 15 84 359</u>

Notes on Financial Statements for the Year ended 31st March, 2017

30.2 Reconciliation of Profit and other equity between Ind AS and previous GAAP

	Net Profit	Other Equity	
	Year ended 31st March, 2016 ₹	As at 31st March, 2016 ₹	As at 1st April, 2015 ₹
Net Profit / other equity as per Previous Indian GAAP	(68 38 647)	4230 35 88 393	4130 04 27 040
Fair Valuation for Financial Assets	-	-	-
Net profit before OCI / other equity as per Ind AS	(68 38 647)	4230 35 88 393	4130 04 27 040

Note

The Company has valued financial assets (other than Investment in subsidiaries and associates which are accounted at cost), at fair value. Impact of fair value changes as on the date of transition, is recognised in opening reserves and changes thereafter are recognised in Profit and Loss Account).

30.3 Effect of Ind AS adoption on the statement of profit and loss for the year ended 31st March, 2016

	Year ended 31st March, 2016		
	Previous GAAP ₹	Effect of transition to Ind AS ₹	As per Ind AS ₹
INCOME			
Revenue from operation			
Sale of Products	9 99 763	-	9 99 763
Total Income	9 99 763	-	9 99 763
EXPENDITURE			
Purchase of Stock-in-Trade	9 95 293	-	9 95 293
Finance Costs	86 081	-	86 081
Other Expenses	67 57 036	-	67 57 036
Total Expenses	78 38 410	-	78 38 410
Loss Before Tax	(68 38 647)	-	(68 38 647)
Tax Expenses			
Current Tax	-	-	-
Deferred Tax	-	-	-
Loss for the Year	(68 38 647)	-	(68 38 647)

As per our Report of even date
For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Date : 14th April, 2017

For and on behalf of the Board

Ashwin Khasgiwala
Director

Rajkumar Pugalia
Director