

**RELIANCE INDUSTRIAL INVESTMENTS
AND HOLDINGS LIMITED
FINANCIAL STATEMENTS
2016-17**

Independent Auditor's Report

TO THE MEMBERS OF RELIANCE INDUSTRIAL INVESTMENTS AND HOLDINGS LIMITED

Report on the Ind AS Financial Statements

We have audited the accompanying Ind As financial statements of **Reliance Industrial Investments and Holdings Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, 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 the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind As financial statements that give a true and fair view of the state of affairs (financial position), profit or loss(financial performance including other comprehensive income) , cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

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 judgements 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 Ind As financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Ind As financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the Ind As financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind As financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind As financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Ind As financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind As financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind As financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind As financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2017, and its profit (financial performance including other comprehensive income) , its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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 A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, 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 books of account.
 - d) In our opinion, the aforesaid Ind As financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 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 and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) 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, 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 Ind AS financial statements. Refer note 26 to the Ind AS financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The Company did not hold any Specified Bank Notes as on 8th November, 2016 and Company had not dealt with such notes during the period from 8th November, 2016 to 30th December, 2016 and hence , the requirement of disclosure in Ind As financial statements is not applicable to the Company.

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

Amit Chaturvedi
Partner
Membership No.: 103141

Place: Mumbai
Date: April 18 , 2017

For **Rajendra & Co.**
Chartered Accountants
(Registration no. 108355W)

K. K. Desai
Partner
Membership No.: 100805

“Annexure A” to the Independent Auditors’ Report on the Financial Statements of Reliance Industrial Investments and Holdings Limited

(Referred to in Paragraph 1 under the heading of “Report on other legal and regulatory requirements” of our report of even date)

- 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 on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) As the Company does not have any immovable properties, clause (c) (i) of paragraph 3 of the Order is not applicable to the company.
- ii) As explained to us, physical verification of the inventories have been conducted at reasonable intervals by the management, which in our opinion is reasonable, having regard to the size of the Company and nature of its inventories. No material discrepancies were noticed on such 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. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- iv) Company has not directly or indirectly advanced loan to the person or given guarantees or securities in connection with the loan taken by persons covered under Section 185 of the Act. Company has complied with the provisions of the section 186 of the Act, in respect of investments, loans, guarantee or security given.
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company.
- vii) In respect of Statutory dues :
 - a) According to the records of the Company, undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been regularly deposited with 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 March 31, 2017 for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess on account of any dispute, which have not been deposited.
- viii) The Company has not raised any loans from financial institutions or banks or government. Further, no amounts were due for repayment to debenture holders. Therefore, the clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The company has not raised money by way of initial public offer or further public offer (including debt instruments) and term Loans has been applied for the purpose for which it has been raised.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

-
- xi) In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii) In our opinion company is not a nidhi company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the company.
- xiii) In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with sections 177 and 188 of the Act and their details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence clause (xiv) of paragraph 3 of the Order is not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under section 192 of the Act. Hence, clause (xv) of the paragraph 3 of the Order is not applicable to the Company.
- xvi) To the best of our knowledge and as explained, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

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

Amit Chaturvedi
Partner
Membership No.: 103141

Place: Mumbai
Date: April 18 , 2017

For **Rajendra & Co.**
Chartered Accountants
(Registration no. 108355W)

K. K. Desai
Partner
Membership No.: 100805

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE IND AS FINANCIAL STATEMENTS OF RELIANCE INDUSTRIAL INVESTMENTS AND HOLDINGS LIMITED

(Referred to in paragraph 2 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

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 Industrial Investments and Holdings Limited** (“the Company”) as of 31st March, 2017 in conjunction with our audit of the 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 (the “Guidance Note”) 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 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 Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note issued by ICAI 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 and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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.

Meaning of Internal Financial Controls Over Financial Reporting

A company’s internal financial control over financial reporting 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

Because of the inherent limitations of internal financial controls over financial reporting, 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 to future periods are subject to the risk that the internal financial control over financial reporting 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 were operating effectively as at 31st March, 2017, 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 issued by the ICAI.

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

Amit Chaturvedi
Partner
Membership No.: 103141

Place: Mumbai
Date: April 18 , 2017

For **Rajendra & Co.**
Chartered Accountants
(Registration no. 108355W)

K. K. Desai
Partner
Membership No.: 100805

Balance Sheet as at 31st March, 2017

	Notes	As at 31st March, 2017	As at 31st March 2016	(₹ in lac) As at 1st April 2015
ASSETS				
Non-current assets				
Property, plant and equipment	1	4	13	30
Financial Assets				
Investments	2	15201 03	10779 94	9261 73
Loans	3	7600 54	6154 34	8988 39
Deferred Tax assets	4	12	10	-
Total Non-current assets		22801 73	16934 51	18250 42
Current assets				
Financial Assets				
Trade receivables	5	3 25	3 25	3 25
Cash and cash equivalents	6	4 66	1 32	1 13
Loans	7	315 58	429 32	15 00
Others Financial Asset	8	3313 38	6495 60	3005 70
Other Current Assets	9	30 35	16 78	13 57
Total Current Assets		3667 22	6946 27	3038 65
Total Assets		26468 95	23880 78	21289 07
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	10	147 50	147 50	147 50
Other Equity	11	17704 36	16326 67	2638 65
Total Equity		17851 86	16474 17	2786 15
Liabilities				
Non-current liabilities				
Financial Liabilities				
Borrowings	12	7948 48	6586 13	17686 72
Total Non-current liabilities		7948 48	6586 13	17686 72
Current liabilities				
Financial Liabilities				
Trade payables	13	77	92	1 45
Other Financial Liabilities	14	596 47	734 62	730 98
Other Current liabilities	15	69 14	82 49	81 90
Provisions	16	2 23	2 45	1 87
Total Current liabilities		668 61	820 48	816 20
Total Liabilities		8617 09	7406 61	18502 92
Total Equity and Liabilities		26468 95	23880 78	21289 07

Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 36

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Dated : 18th April, 2017

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

H.R. Meswani
Chairman

M.N. Bajpai
Director

Dhiren Dalal
Director

Anshu Agarwal
Company Secretary

Vinod Ambani
Director

B. Chandrasekaran
Director

Komal Chhapru
Director

Tapas Mitra
Chief Financial Officer

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

	Notes	2016-17	(₹ in lac) 2015-16
INCOME			
Revenue from Operations	17	863 48	957 04
Other Income	18	651 86	819 04
Total Income		1515 35	1776 08
EXPENSES			
Purchases of Stock-in-Trade		827 63	923 73
Employee Benefits expenses	19	34 23	31 51
Finance Cost	20	662 74	816 24
Depreciation		8	13
Other expenses	21	9 93	1 91
Total Expenses		1534 61	1773 52
Profit/(loss) before tax		(19 26)	2 57
Tax Expenses			
Current tax		-	-
Tax for earlier years		1	-
Profit / (Loss) for the year		(19 27)	2 57
Other Comprehensive Income			
i) Items that will not be reclassified to profit or loss			
Fair value changes relating to financial assets		171 39	(36 25)
Remeasurement of the Defined Benefit Plans		(6)	(29)
ii) Income tax relating to items that will not be reclassified to profit and loss			
		2	10
Total Comprehensive Income for the year		152 08	(33 88)
Earnings per equity shares of face value of ₹ 10 each	22		
Basic (in ₹)		(1.31)	0.17
Diluted (in ₹)		(1.31)	0.05
Significant Accounting Policies			
See accompanying Notes to the Financial Statements	1 to 36		

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Dated : 18th April, 2017

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

H.R. Meswani
Chairman

M.N. Bajpai
Director

Dhiren Dalal
Director

Anshu Agarwal
Company Secretary

Vinod Ambani
Director

B. Chandrasekaran
Director

Komal Chhapru
Director

Tapas Mitra
Chief Financial Officer

Statements of Change of Equity for the Year ended 31st March, 2017

A. Equity Share Capital

₹ in lac				
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	Balance at the end of the reporting period i.e. 31st March, 2017
147 50	-	147 50	-	147 50

B. Other Equity

₹ in lac									
	Instrument Classified as equity (Refer note below)	Capital Reserve	Capital Redemption Reserve	Reserves and Surplus			Retained Earnings	Other Comprehensive Income	Total
				Securities Premium Reserve	Debenture Redemption Reserve	General Reserve			
As on 31st March, 2016									
Balance at beginning of the reporting period i.e. 1st April, 2015	1823 03	414 85	3 61	354 65	35	3 95	341 43	(303 22)	2638 65
Total Comprehensive Income for the year	-	-	-	-	-	-	2 57	(36 44)	(33 88)
9 % Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each redeemed	(1 41)	-	1 41	(279 69)	-	-	(1 41)	-	(281 10)
Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each issued	14003 00	-	-	-	-	-	-	-	14003 00
Transfer to / (from) retained earnings	-	-	-	-	3 42	-	(3 42)	-	-
Balance at the end of the reporting period i.e. 31st March, 2016	15824 62	414 85	5 02	74 96	3 77	3 95	339 17	(339 66)	16326 67
As on 31st March, 2017									
Balance at beginning of the reporting period i.e. 1st April, 2016	15824 62	414 85	5 02	74 96	3 77	3 95	339 17	(339 66)	16326 67
Total Comprehensive Income for the year	-	-	-	-	-	-	(19 27)	171 35	152 08
6% Non Cumulative Optionally Convertible Preference Shares Issued	2624 42	-	-	13122 09	-	-	-	-	15746 51
Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each Issued	4750 00	-	-	-	-	-	-	-	4750 00
Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each redeemed	(18991 00)	-	-	-	-	-	-	-	(18991 00)
0 % Fully Convertible Unsecured Debentures of ₹ 100 each re-purchased	(279 90)	-	-	-	-	-	-	-	(279 90)
Balance at the end of the reporting period i.e. 31st March, 2017	3928 14	414 85	5 02	13197 05	3 77	3 95	319 89	(168 32)	17704 36

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

Note

Instrument classified as Equity :

10% Non-Cumulative Optionally Convertible Preference Share (OCPS) of ₹ 10 each amounting to ₹ 12000 (1200 OCPS held by Reliance Petroinvestments Limited-subsidiary company) redeemable at the end of ten years from the date of allotment i.e. 23.03.2010 at a price of ₹ 5000 per OCPS or at the option of the Preference Shareholder, at any time after the expiry of forty five days from the date of allotment by giving not less than 30 days notice to the Company. At any time during the tenure, the Issuer will have an option for early conversion at any time by giving one month notice to the holder of the Preference Shares. The conversion of the Redeemable value of Preference Shares will be based on higher of the book value or face value of equity shares as at March 31, 2015.

10% Non-Cumulative Optionally Convertible preference shares (OCPS) of ₹ 10 each amounting to ₹ 15 lacs (149020 OCPS held by Reliance Polyolefins Limited - subsidiary company) Redeemable at the end of ten years from the date of allotment i.e. 20.01.2011 at a price of ₹ 5000 per OCPS or at the option of the Preference Shareholder, at any time after the expiry of forty five days from the date of allotment by giving not less than 30 days notice to the Company. At any time during the tenure, the Issuer will have an option for early conversion at any time by giving one month notice to the holder of the Preference Shares. The conversion of the Redeemable value of Preference Shares will be based on higher of the book value or face value of equity shares as at March 31, 2015.

6% Non-Cumulative Optionally Convertible preference shares (OCPS) of ₹ 10 each amounting to ₹ 262442 lacs (2624417000 OCPS held by Reliance Industries Limited - holding company) are convertible at the option of the Company into 1 (One) Equity Share of ₹ 10 each at a premium of ₹ 50 per share at any time at the option of the Company, but not later than 20 years from the date of allotment i.e. March 31, 2017. Each OCPS, if not opted for conversion, shall be redeemable at ₹ 10 and a premium of ₹ 50 at any time at the option of the Company, but not later than 20 years from the date of allotment.

Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 5000 each amounting to ₹ 44157 lacs (883143 debentures held by Reliance Industries Limited - holding company) the Issuer and the Debentureholder will have an option for early conversion at any time by giving one month notice. The conversion of the debentures will be based on higher of the book value or face value of equity shares as at March 31, 2015. The Debentures are redeemable at a premium of 5% of the face value of the Debentures. In the event of the option not being granted by the Company or debentureholders not exercising their option to convert, it may redeem the said Debentures in part or in full at any time during the tenure of the said Debentures but not later than 25 years commencing from the respective dates of allotment. Premium payable on Debentures redeemed during any financial year will become due at the end of the said financial year.

Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each amounting to ₹ 86200 lacs (862000000 debentures held by Reliance Industries Limited - holding company) the Issuer and the Debentureholder will have an option for early conversion at any time by giving one month notice. The conversion of the debentures will be based on higher of the book value or face value of equity shares as at March 31, 2016. The Company will redeem the outstanding debentures on expiry of 15 years from the date of allotment. The Company and the debentureholder may mutually agree for early redemption of the outstanding debentures on any date after expiry of 30 days from the date of allotment.

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Dated : 18th April, 2017

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

H.R. Meswani
Chairman

M.N. Bajpai
Director

Dhiren Dalal
Director

Anshu Agarwal
Company Secretary

Vinod Ambani
Director

B. Chandrasekaran
Director

Komal Chhapru
Director

Tapas Mitra
Chief Financial Officer

Cash Flow Statement for the year 2016-17

	2016-17	₹ in lac 2015-16
A Cash Flow from Operating Activities		
Net Profit before tax as per Profit and Loss Statement	(19 26)	2 57
Adjusted for :		
Interest income	(666 41)	(792 09)
Dividend income	(6)	(23 91)
Net gain on sale of investments	14 75	(2 84)
Investment written off	7 50	-
Profit on sale of Asset	(3)	(1)
Share of profit in LLP	1	2
Interest expenses	662 74	816 24
Depreciation	8	13
	<u>18 58</u>	<u>(2 46)</u>
Operating Loss before working capital changes	(68)	10
Adjusted for :		
Trade and other receivables	95 25	30 50
Trade and other payables	1 55	(4)
	<u>96 80</u>	<u>30 46</u>
Cash (used in) operations	96 12	30 56
Taxes paid	(5 71)	(3 14)
Net Cash from operating activities	<u>90 41</u>	<u>27 42</u>
B Cash flow from Investing Activities		
Sale of Investments	4673 92	437 44
Purchase of investments	(5626 37)	(1391 98)
Sale of Assets	7	4
Purchas of Assets	(3)	-
Dividend received	6	23 91
Movement in loans	(1332 46)	1760 24
Preference share application money paid	(334 73)	(3334 36)
Interest income	760 76	668 37
Net Cash used in investing activities	<u>(1858 78)</u>	<u>(1836 34)</u>

C Cash flow from financing Activities

Proceeds from Long term borrowings	9627 76	5281 59
Repayment of long term borrowings	(8265 41)	(6848 73)
Proceeds / (redemption) - issue of Debentures	(14520 90)	4469 55
Proceeds / Redemption of Preference shares (incl Premium)	15746 50	(281 10)
Interest paid	(816 24)	(812 20)
Net Cash from financing activities	1771 71	1809 11
Net Increase / (Decrease) in Cash and Cash Equivalents	3 34	19
Opening Balance of Cash and Cash Equivalents	1 32	1 13
Closing Balance of Cash and Cash Equivalents (Refer Note no. 6)	4 66	1 32

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Dated : 18th April, 2017

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

H.R. Meswani
Chairman

M.N. Bajpai
Director

Dhiren Dalal
Director

Anshu Agarwal
Company Secretary

Vinod Ambani
Director

B. Chandrasekaran
Director

Komal Chhapru
Director

Tapas Mitra
Chief Financial Officer

NOTES TO THE FINANCIAL STATEMENTS

A. CORPORATE INFORMATION

Reliance Industrial Investments and Holdings Limited [‘the company’] is a limited company incorporated in India having CIN U65910MH1986PLC041081. The addresses of its registered office and principal place of business is 9th Floor, Maker Chambers IV, 222 Nariman Point, Mumbai 400021. The principal activities of the company is trading in petroleum Products, manpower services and investments.

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,
- ii) Defined benefit plans - plan assets 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 (₹ in Lacs), which is also its functional currency.

B.3 Summary of Significant Accounting Policies

(a) Property, plant and equipment:

Property, plant and equipment is stated at cost, net of accumulated depreciation. Such cost includes purchase price, taxes and duties.

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 company 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 cost 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 and other costs incurred in bringing them to their respective present location and condition.

(d) Impairment of non-financial assets - property, plant and equipment

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

Significant Accounting Policies (Contd.)

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) Employee Benefit Expenses

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's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefit Plans

The Company pays gratuity to the employees whoever has 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 IT 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

(g) 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.

Significant Accounting Policies (Contd.)

(h) Foreign currencies

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 spot 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.

(i) 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 using effective interest rate method

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

a) 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.

b) 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.

c) 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.

Significant Accounting Policies (Contd.)

C. Investment in subsidiaries, Associates and Joint Ventures

The Company has accounted for its investments in subsidiaries, associates and joint venture at cost.

D. Other equity instruments

All 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'.

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.

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.

Significant Accounting Policies (Contd.)

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) Impairment of 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.

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 to measure 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

₹ in lacs

Description	Gross Block				Impact on Ind AS transition	Depreciation/ Amortisation				Net Block			
	As at 01-04-2015	Additions/ Adjustments	As at 01-04-2016	Additions/ Adjustments		As at 31-03-2017	As at 01-04-2015	Additions/ Adjustments	As at 01-04-2016	Additions/ Adjustments	As at 31-03-2017	As at 31-03-2017	As at 01-04-2015
TANGIBLE ASSETS:													
OWN ASSETS:													
Vehicles	60	(9)	51	-	-	8	8	38	8	14	32	13	30
Mobile phone	-	-	-	3	-	-	0	-	0	-	0	-	-
Total	60	(9)	51	3	-	8	8	38	8	14	32	13	30

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		₹ in lac As at 1st April, 2015	
		Units	Amounts	Units	Amounts	Units	Amounts
	Investments Classified at Cost						
	In Equity Shares of Subsidiary Companies						
	Unquoted, fully paid up						
	Reliance Commercial Land & Infrastructure Limited of ₹ 10 each	5,30,10,000	53 01	4,30,10,000	43 01	4,30,10,000	43 01
	Reliance Global Business BV of Euro 0.01 each	-	-	-	-	18,00,000	11
	Reliance Aromatics and Petrochemicals Limited of ₹ 10 each	10,09,300	484 39	10,09,300	484 39	10,09,300	484 39
	Reliance Energy and Project Development Limited of ₹ 10 each	10,09,280	956 35	10,09,280	956 35	10,09,280	956 35
	Reliance Chemicals Limited of ₹ 10 each	10,10,600	947 96	10,10,600	947 96	10,10,600	947 96
	Reliance Polyolefins Limited of ₹ 10 each	10,10,000	1360 73	10,10,000	1360 73	10,10,000	1360 73
	Reliance Retail Finance Limited of ₹ 10 each	20,20,000	101 84	20,20,000	101 84	20,20,000	101 84
	Reliance Retail Insurance Broking Limited of ₹ 10 each	40,00,000	9 08	40,00,000	9 08	40,00,000	9 08
	Reliance Universal Enterprises Limited of ₹ 10 each	64,25,000	2	64,25,000	2	64,25,000	2
	Reliance Sibur Elastomers Private Limited of ₹ 10 each	-	-	-	-	8,83,86,308	88 38
	Reliance Payment Solutions Limited of ₹ 10 each	11,50,00,000	115 00	11,50,00,000	115 00	10,00,00,000	100 00
	Kanhatech Solutions Limited of ₹ 10 each	6,80,00,000	68 00	6,80,00,000	68 00	1,80,00,000	18 00
	Indiawin Sports Private Limited of ₹ 10 each	26,50,000	2 65	26,50,000	2 65	26,50,000	2 65
	Reliance World Trade Private Limited of ₹ 10 each (₹ 10000/-, previous year ₹ 10000/-)	1,000	0	1,000	0	1,000	0
	Reliance Exploration & Production DMCC of AED 1000 each (₹ 1, previous year ₹ 1)	1,76,200	0	1,76,200	0	1,76,200	0
	RIL Exploration and Production (Myanmar) Company Ltd of USD 1 each	74,999	51	74,999	51	-	-
	Reliance Aerospace Technologies Limited of ₹ 10 each	14,00,000	1 40	50,000	5	50,000	5
	Reliance Jio Digital Services Private Limited of ₹ 10 each	1,00,00,000	10 00	1,00,00,000	10 00	31,55,000	3 16
	Reliance Jio Media Private Limited of ₹ 10 each	8,60,10,000	86 01	1,10,10,000	11 01	1,10,10,000	11 01
	Reliance Jio Infratel Private Limited of ₹ 10 each	10,00,000	1 00	10,00,000	1 00	5,000	1
	Reliance Innovative Building Solutions Private Limited of ₹ 10 each	6,46,93,950	32 35	6,46,93,950	32 35	6,46,93,950	32 35
	Reliance Petroinvestments Limited of ₹ 10 each	88,77,554	8 88	-	-	-	-
	Reliance Global Commercial Limited of ₹ 10 each	50,000	5	-	-	-	-
	Reliance Universal Commercial Limited of ₹ 10 each	50,000	5	-	-	-	-
	Reliance Trading Limited of ₹ 10 each	10,50,000	1 05	-	-	-	-
	Reliance Supply Solutions Private Limited (Class A) of ₹ 10 each	13,69,22,912	20	13,69,22,912	20	13,69,22,912	20

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		₹ in lac As at 1st April, 2015	
		Units	Amounts	Units	Amounts	Units	Amounts
	Reliance Supply Solutions Private Limited (Class B) of ₹ 10 each (₹ 7460/-, previous year ₹ 7460/-)	1,000	0	1,000	0	1,000	0
	Reliance Supply Solutions Private Limited (Class C) of ₹ 10 each (₹ 35920/-, previous year ₹ 35920/-)	3,702	0	3,702	0	3,702	0
			4240 52		4144 15		4159 30
	In Equity Shares of Fellow Subsidiary Company Unquoted, fully paid up						
	Reliance Ethane Holding PTE. Ltd of USD 1 each	-	-	1,00,000	61	1,00,000	61
					61		61
	In Equity Shares of Associates / Joint Ventures Unquoted, fully paid up						
	D.E. Shaw India Securities Private Limited of ₹ 10 each	-	-	2,50,00,000	25 00	2,50,00,000	25 00
	Reliance Commercial Trading Private Limited of ₹ 10 each	-	-	5,000	1	5,000	1
	India Gas Solution Private Limited of ₹ 10 each	45,05,000	4 51	45,05,000	4 51	45,05,000	4 51
	IMG Reliance Limited of ₹ 10 each	5,12,63,483	192 01	4,97,40,342	185 46	4,04,38,897	120 35
	Football Sports Development Limited of ₹ 10 each	7,75,977	41 91	-	-	-	-
	Vayana Private Limited of ₹ 10 each	35,93,552	24 67	31,76,645	2 181	-	-
			263 10		236 79		149 87
	In Equity Shares of Associates Unquoted, Partly paid up						
	Vayana Private Limited of ₹ 10 each, ₹ 5.50 paid up	-	-	4,16,907	2 67	-	-
					2 67		0
	In Preference Shares of Subsidiary companies Unquoted, fully paid up						
	5% Non Cumulative Compulsorily Convertible	14,81,219	1709 64	14,70,955	1690 74	14,51,846	1683 41
	Preference Shares of Reliance Exploration & Production DMCC of AED 1000 each						
	6% Preference shares	3,22,600	303 24	-	-	-	-
	Reliance Energy and Project Development Limited of ₹ 10 each						
			2012 88		1690 74		1683 41
	In Preference Shares of Fellow Subsidiary Companies Unquoted, fully paid up						
	0.10% Non Cumulative Optionally Convertible Preference Shares of Reliance Jio Infocomm Limited of ₹ 10 each	12,50,00,000	250 00	12,50,00,000	250 00	12,50,00,000	250 00

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		₹ in lac As at 1st April, 2015	
		Units	Amounts	Units	Amounts	Units	Amounts
	In Debentures of Subsidiary companies						
	Unquoted, fully paid up						
	Zero Coupon Unsecured Optionally Fully Convertible Debentures of Reliance Payment Solutions Limited of ₹ 10 each	55,00,00,000	550 00	45,00,00,000	450 00	3,50,00,000	35 00
	Zero Coupon Unsecured Optionally Fully Convertible Debentures of Indiawin Sports Private Limited of ₹ 10 each	-	-	22,40,90,000	224 09	-	-
	Zero Coupon Unsecured Optionally Fully Convertible Debentures of Reliance Aromatics and Petrochemicals Limited of ₹ 10 each	6,97,50,000	69 75	6,97,50,000	69 75	-	-
	Zero Coupon Unsecured Optionally Fully Convertible Debentures of Reliance Energy and Project Development Limited of ₹ 10 each	-	-	30,32,50,000	303 25	-	-
	Zero Coupon Unsecured Optionally Fully Convertible Debentures of Reliance Commercial Land & Infrastructure Limited of ₹ 10 each	4,17,83,20,000	4178 32	-	-	-	-
			<u>4798 07</u>		<u>1047 08</u>		<u>35 00</u>
	Interest in Beneficiary Trust (Refer Note no. 24)		<u>1654 96</u>		<u>1654 96</u>		<u>1654 96</u>
			<u>13219 52</u>		<u>9026 99</u>		<u>7933 14</u>
	Investments Classified at Fair Value through other comprehensive income						
	In Equity Shares						
	Quoted, fully paid up						
	EIH Limited of ₹ 2 each	10,59,07,273	1275 65	10,59,07,273	1104 61	10,59,07,273	1137 44
	Algae. Tech Ltd of AU\$ 0.1636 each	4,52,88,158	11 68	4,52,88,158	11 33	3,10,02,444	9 84
			<u>1287 33</u>		<u>1115 94</u>		<u>1147 28</u>
	Investments Classified at Fair Value through Profit and Loss						
	In Equity Shares						
	Quoted, fully paid up						
	Himachal Futuristic Communications Limited of ₹ 1 each	4,85,32,764	61 88	4,85,32,764	78 62	4,85,32,764	64 79
	State Bank of India of ₹ 1 each	-	-	17,42,750	33 85	22,32,720	59 62
			<u>61 88</u>		<u>112 47</u>		<u>124 41</u>
	In Equity Shares						
	Unquoted, fully paid up						
	Shinano Retail Private Limited of ₹ 10 each	-	-	-	-	2,53,800	25
	Teesta Retail Private Limited of ₹ 10 each	-	-	-	-	1,800	0
			<u>-</u>		<u>-</u>		<u>25</u>
	In Preference Shares						
	Unquoted, fully paid up						
	6% Non-Cumulative Optionally Convertible Preference Shares of Teesta Retail Private Limited of ₹ 10 each	2,025	465 75	-	-	-	-

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

	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
3 Loans - Non-Current			
(Unsecured and considered good)			
Loan to Related Parties *	6564 15	6154 34	8104 86
Loan to other than related parties	1036 39	-	883 53
	<u>7600 54</u>	<u>6154 34</u>	<u>8988 39</u>
* Refer note no. 28 & 29			
4 Deferred Tax Asset			
The movement on the deferred tax account is as follows:			
At the start of the year	10	-	
Charged to Statement of Profit and Loss	2	10	
At the end of year	<u>12</u>	<u>10</u>	-
Component of Deferred tax Asset			
	As at 31st March, 2016	Charged to profit or loss	As at 31st March, 2017
Deferred Tax Asset relates to:			
Provisions - Employee Benefit expenses	10	2	12
Total	<u>10</u>	<u>2</u>	<u>12</u>
Note			
In accordance with Indian Accounting Standard (Ind AS) 12 "income Taxes", the Company has amount of carried forward losses and disallowances under Income Tax Act. However, as a matter of prudence, deferred tax assets in respect thereof has not been recognised.			
5 Trade Receivables			
(Unsecured and Considered Good)			
Trade receivable	3 25	3 25	3 25
	<u>3 25</u>	<u>3 25</u>	<u>3 25</u>
6 Cash and Cash Equivalents			
Cash on Hand (Refer note no. 34)	-	-	-
Balance with bank	4 66	1 32	1 13
	<u>4 66</u>	<u>1 32</u>	<u>1 13</u>

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

	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
7 Loans - Current (Unsecured and Considered Good)			
Loan to Related Parties *	315 58	-	-
Loan to other than Related Parties	-	429 32	15 00
	<u>315 58</u>	<u>429 32</u>	<u>15 00</u>
* Refer note no.28 & 29			
8 Other Financial Assets	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
Preference share/Debenture application money to Related parties	412 00	3396 76	-
to other than related parties	25	25	2277 22
Interest receivable	757 85	852 20	728 48
Advance against purchase of shares	2143 28	2246 39	-
	<u>3313 38</u>	<u>6495 60</u>	<u>3005 70</u>
9 Other Current Assets	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
Balance with service tax/sales tax authorities, etc.	3	3	3
Advances recoverable	8 09	23	16
Advance payment of taxes (net)	22 23	16 52	13 38
	<u>30 35</u>	<u>16 78</u>	<u>13 57</u>
9.1 TAXATION	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 31st March, 2016
a) Income tax recognised in Statement of profit or loss			
Current tax			
In respect of the current year		-	-
Deferred tax			
In respect of the current year		-	-
Total income tax expenses recognised in the current year		<u>-</u>	<u>-</u>

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

		Year ended 31st March, 2017		₹ in lac Year ended 31st March, 2016	
The income tax expenses for the year can be reconciled to the accounting profit as follows:					
Profit before Tax from Continuing Operations		(19 26)		2 57	
Applicable Tax Rate		34.61%		34.61%	
Computed Tax Expense		(6 67)		89	
Tax Effect of :					
Income not Considered		6 67		(89)	
Current Tax Provision (A)		-		-	
Incremental Deferred Tax Liability on account of PPE		-		-	
Deferred Tax Provision (B)		-		-	
Tax Expenses recognised in Statement of Profit and Loss (A+B)		-		-	
Effective Tax Rate		0.00%		0.00%	
		As at 31st March, 2017		As at 31st March, 2016	
				₹ in lac As at 1st April, 2015	
b) Current Tax Assets (Net)					
At start of year		16 52		13 38	
Charge for the year		-		-	
Tax paid during the year		5 71		3 14	
At end of year		22 23		16 52	13 38
		As at 31st March, 2017		As at 31st March, 2016	
				₹ in lac As at 1st April, 2015	
10 Share Capital					
		Units		Units	
		Amount		Amount	
Authorised :					
Equity Shares of ₹ 10 each	300,000,000	300 00	152,020,000	152 02	152,020,000
Preference Shares of ₹ 10 each	2,700,000,000	2700 00	11,080,000	11 08	11,080,000
		3000 00		163 10	163 10
Issued, Subscribed and Paid up:					
* Equity Shares of ₹ 10 each fully paid up	14,75,04,400	147 50	14,75,04,400	147 50	14,75,04,400
** 9 % Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each fully paid up	-	-	-	-	1,405,500
*** 10% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each fully paid up (₹ 12000, previous year ₹ 12000)	1,200	0	1,200	0	1,200
**** 10% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each fully paid up	1,49,020	15	1,49,020	15	1,49,020
* 6% Non-Cumulative Optionally Convertible Preference Shares of ₹ 10 each fully paid up	2,624,417,000	2624 42	-	-	-
Total Paid up Capital		2772 07		147 65	149 06
Less : Instruments classified as Equity		2624 57		15	1 56
		147 50		147 50	147 50

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

Note :

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

Name of the Shareholders	Type	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							
* Reliance Industries Limited	Equity	147,504,400	100.00	147,504,400	100.00	147,504,400	100.00
* Reliance Industries Limited	Preference	2,624,417,000	100.00	-	-	-	-
** Subsidiary Company							
Reliance Retail Finance Limited	Preference	-	-	-	-	505,000	35.93
Fellow Subsidiary Companies							
Reliance Petroinvestments Limited	Preference	-	-	-	-	900,500	64.07
*** Fellow Subsidiary Company							
Reliance Petroinvestments Limited	Preference	1,200	100.00	1,200	100.00	1,200	100.00
**** Subsidiary Company							
Reliance Polyolefins Limited	Preference	149,020	100.00	149,020	100.00	149,020	100.00

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	147,504,400	150,220	147,504,400	1,555,720	147,504,400	1,555,720
Add : Shares issued during the year	-	2,624,417,000	-	-	-	-
Less : Redeemed during the year	-	-	-	1,405,500	-	-
Shares at the end of the year	147,504,400	2,624,567,220	147,504,400	150,220	147,504,400	1,555,720

c) 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.

All 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

11 Other Equity	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Instruments Classified as Equity			
As per Last Balance Sheet	15824 62	1823 03	
Less : Financial Instruments redeemed during the year	(19270 90)	(1 41)	
Add: Financial Instruments issued during the year	<u>7374 42</u>	<u>14003 00</u>	
	3928 14	15824 62	1823 03
Capital Reserve			
As per last Balance Sheet	414 85	414 85	414 85
Capital Redemption Reserve			
As per last Balance Sheet	5 02	3 61	
Add :On redemption of shares	<u>-</u>	<u>1 41</u>	
	5 02	5 02	3 61
Securities Premium Reserve			
As per Last Balance Sheet	74 96	354 65	
Add : On issue of shares	13122 09	-	
Less :On redemption of shares	<u>-</u>	<u>(279 69)</u>	
	13197 05	74 96	354 65
Debentures Redemption Reserve			
As per last Balance Sheet	3 77	35	
Add: Transferred from Profit and Loss Account	<u>-</u>	<u>3 42</u>	
	3 77	3 77	35
General Reserve			
As per last Balance Sheet	3 95	3 95	3 95
Retained Earnings			
As per Last Balance Sheet	339 17	341 43	
Add: Profit / (Loss) for the year	<u>(19 27)</u>	<u>2 57</u>	
	319 89	344 00	
Less: Appropriations			
Transferred to Capital Redemption Reserve	-	1 41	
Transferred to Debentures Redemption Reserve	<u>-</u>	<u>3 42</u>	
	319 89	339 17	341 43
Other Comprehensive Income (OCI)			
As per last Balance Sheet	(339 66)	(303 22)	
Add : Movement in OCI (Net) during the year	<u>171 35</u>	<u>(36 44)</u>	
	(168 32)	(339 66)	(303 22)
Total	<u>17704 36</u>	<u>16326 67</u>	<u>2638 65</u>

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

	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
12 Borrowings			
Unsecured			
Loan from the Holding Company	7948 48	6586 13	17158 72
Loan from fellow subsidiary company	-	-	528 00
	<u>7948 48</u>	<u>6586 13</u>	<u>17686 72</u>
Note Loan referred above is re-payable over a period of two years.			
13 Trade Payable	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
Micro, Small and Medium	-	-	
Other payables	77	92	1 45
	<u>77</u>	<u>92</u>	<u>1 45</u>
14 Other Financial Liabilities	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
Interest accrued but not due to holding company	596 47	734 62	730 98
	<u>596 47</u>	<u>734 62</u>	<u>730 98</u>
15 Other Current Liabilities	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
Others payables *	69 14	82 49	81 90
	<u>69 14</u>	<u>82 49</u>	<u>81 90</u>
* Includes statutory dues, and provisions for revenue expenditure			
16 Provisions - Short Term	As at 31st March, 2017	As at 31st March, 2016	₹ in lac As at 1st April, 2015
Provisions for Employee Benefits (Refer Note no. 19.1)	2 23	2 45	1 87
	<u>2 23</u>	<u>2 45</u>	<u>1 87</u>
17 Revenue from Operations		2016-17	₹ in lac 2015-16
Sale of Petroleum Products			
Petroleum Products		828 35	924 71
Income from Services			
Manpower Supply Services	40 37	36 78	
Less : Service Tax Recovered	5 24	4 45	
		<u>35 13</u>	<u>32 33</u>
		<u>863 48</u>	<u>957 04</u>

Notes on financial statements for the year ended 31st March, 2017

18 Other Income	2016-17	2015-16	₹ in lac
Interest			
On loans	666 41	792 09	
Others	8	3	
	666 49		792 12
Dividend from long term investments	6		23 91
Gain on Financial Assets			
Realised Gain	1	1 67	
Unrealised Gain	(16 37)	115	
	(16 36)		2 82
Profit on sale of property, plant and equipment	3		1
Income from investment in LLP fund	1 61		13
Share of profit in LLP	1		2
Miscellaneous income	3		3
	651 86		819 04

19 Employee Benefits Expense	2016-17	2015-16	₹ in lac
Salaries and Wages	30 07	26 75	
Contribution to other funds	(5)	48	
Staff Welfare Expenses	4 21	4 28	
	34 23	31 51	

19.1 As per Indian Accounting Standard 19 "Employee Benefits", the disclosures as defined are given below :

Defined Contribution Plan	2016-17	2015-16	₹ in lac
Contribution to Defined contribution plan, recognised as expenses for the year are as under:			
Employer's contribution to Provident Fund	0.62	0.48	
Employer's contribution to Pension Scheme	1.14	1.08	

Defined Benefit Plan

The present value obligation is determined based on actuarial valuation using the Projected Unit Credit method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for Compensated Absences is recognised in the same manner as gratuity.

i) Reconciliation of opening and closing balances of Defined Benefit obligation	2016-17	2015-16	₹ in lac
			Gratuity (Unfunded)
Defined benefit obligation at beginning of the year	103	66	
Current service cost	1	2	
Interest cost	8	5	
Actuarial (gain)/loss	6	29	
Benefits paid	-	-	
Defined benefit obligation at year end	118	103	

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

ii) Reconciliation of fair value of assets and obligations	2017	₹ in lac Gratuity (Unfunded) As at 31st March, 2016
Fair value of plan assets	-	-
Present value of obligation	118	103
Amount recognised in Balance sheet	118	103
iii) Expenses recognised during the year	2016-17	₹ in lac Gratuity (Unfunded) 2015-16
In Income statement		
Current service cost	1	2
Interest cost	9	6
Expected return on plan assets	-	-
Net Cost	10	8
In Other Comprehensive Income		
Actuarial (gain)/loss	6	29
Return on Plan Assets	-	-
Net (Income)/Expense for the period recognised in OCI	6	29
iv) Actuarial assumptions	2016-17 2006-08 (Ultimate)	Gratuity (Unfunded) 2015-16 2006-08 (Ultimate)
Mortality Table (LIC)		
Discount rate (per annum)	7.46%	8.00%
Rate of escalation in salary (per annum)	6.00%	6.00%

The estimates of rate of escalation in salary considered in actuarial valuation, taking 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.

v) 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 :

	As at 31st March, 2017		As at 31st March, 2016	
	Decrease	Increase	Decrease	Increase
Change in rate of discounting (delta effect of +/- 0.5%)	37 542	- 33 963	35 035	- 31 695
Change in rate of salary increase (delta effect of +/- 0.5%)	- 34 563	37 898	- 32 409	35 554
Change in rate of employee turnover (delta effect of +/- 0.5%)	- 6 719	6 233	- 9 072	8 408

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

	2016-17	₹ in lac 2015-16
20 Finance Cost		
Interest expenses	662 74	816 24
	<u>662 74</u>	<u>816 24</u>
21 Other Expenses	2016-17	₹ in lac 2015-16
Auditors Remuneration		
Statutory audit fees	6	3
Tax audit fees	1	1
Certification fees (₹ 11450/-, previous year ₹11450/-)	0	0
	<u>7</u>	<u>4</u>
Professional fees	1 82	1 62
Loss on exchange rate difference	24	3
Filing fees (₹ 42268/-, previous year ₹ 24000/-)	0	0
Directors sitting fees	11	11
Securities Transaction Tax	3	1
Investment written off	7 50	-
General expenses	16	10
	<u>9 93</u>	<u>1 91</u>
	2016-17	2015-16
22 Earnings per share (EPS)		
i) Net Profit after Tax as per Statement of Profit and Loss Account attributable to Equity Shareholders (₹ in lacs)	(19 27)	2 57
ii) Weighted average number of equity shares used as denominator for calculating Basic EPS	14 75 04 400	14 75 04 400
iii) Total Weighted Average Potential Equity Shares	16 52 06 089	38 48 95 838
iv) Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	31 27 10 489	53 24 00 238
v) Basic earnings per equity share (₹)	(1.31)	0.17
vi) Diluted earnings per equity share (₹)	(1.31)	0.05
vii) Face value per equity share (₹)	10	10
23 The Previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.		
24 The Company is a beneficiary of a Trust viz. Petroleum Trust settled by it on May 2, 2002, into which 10,46,60,154 equity shares of Reliance Industries Limited (RIL), the holding company have been allotted pursuant to the scheme of amalgamation of erstwhile Reliance Petroleum Limited (amalgamated in the year 2002) with RIL. At the year end the beneficial interest in the Petroleum Trust amounting to ₹ 165496 lac representing cost of shares of RIL is shown as Non-Current Investment in the Balance Sheet.		
25 No provision is made for premium on redemption of debentures since the amount so payable is uncertain. The premium paid will therefore be accounted for in the year of redemption.		

Notes on financial statements for the year ended 31st March, 2017

		₹ in lac	
26 Contingent Liabilities		As at 31st March, 2017	As at 31st March, 2016
i) Commitments towards LLP investments		43 40	81 38
ii) Income tax liability		6 77	-
iii) Partly paid up shares		-	19

27 Due to inadequate profit for the year, Company has not created Debenture Redemption Reserve of ₹. 430 lacs during the year, same will be created in the year of profit.

28 Disclosure under Para 2 of Schedule V of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015

a) Loans and advances in the nature of loans to Subsidiaries and Associates etc. ₹ in lac

Sr. No.	Name of the Company		As at 31st March, 2017 during the year	Maximum balance	As at 31st March, 2016 during the year	Maximum balance
1	Kanhatech Solutions Limited		6 66	6 66	-	35 94
2	Reliance Commercial Land & Infrastructure Limited		21 00	1429 95	732 10	947 28
3	Reliance Corporate IT Park Limited		4593 90	4956 90	-	-
4	Reliance Jio Digital Services Limited		300 00	300 00	87 00	87 00
5	Reliance Jio Infratel Private Limited		11 15	11 15	-	-
6	Reliance Innovative Building Solutions Private Limited	Subsidiaries	4 43	4 43	2 55	1 20
7	Reliance Aerospace Technologies Ltd		-	1 35	1 35	1 74
8	Indiawin Sports Private Limited		-	53 00	-	227 09
9	Reliance Payment Solutions Limited		-	-	-	6 00
10	Reliance Sibur Elastomers Private Limited		-	-	-	97 55
11	Reliance Energy and Project Development Limited		-	-	-	303 25
12	Reliance Aromatics and Petrochemicals Limited		-	-	-	69 75
13	Model Economic Township Limited	Fellow Subsidiaries	1942 59	6047 54	5331 34	5490 59
14	Independent Media Trust	Fully controlled Trust	-	-	-	2278 85
15	IMG Reliance Limited	Joint Venture	-	-	-	45 00
16	Teesta Retail Private Limited		911 73	911 73	414 32	983 86
17	Nexg Venture India Private Limited	Others	124 66	154 61	-	-
18	Himachal Futuristics Communications Limited		-	15 00	15 00	15 00

Note :

Loans and Advances (Loans) shown above are given towards business purpose and in the nature of :

- (i) Loans to Subsidiary companies under serial no. 1, 2 & 3 fall under the category long term interest bearing loans repayable in one to two years
- (ii) Loans to Subsidiary companies under serial no. 4, 5 & 6 fall under the category short term interest bearing loans
- (iii) Loans to Subsidiary companies under serial no. 7 & 8 was in the nature of interest bearing loan, now repaid.

Notes on financial statements for the year ended 31st March, 2017

- (iv) Loans to Fellow subsidiary company under serial no. 13 fall under the category long term interest bearing loans repayable in three years
- (v) Loan to Others under serial no. 16 & 17 fall under th category Long term interest bearing loans repayable in two years.
- (vi) Loans to Others under serial no. 18 was in the nature of interest bearing loan, now repaid.

28 Disclosure under SEBI (Listing Obligation and Disclosure) regulations, 2015

b) (i) Investment by the loanee in the shares of the Company or Holding Company

* None of the loanees have, per se, made investments in shares of the Holding Company. These investments represent shares of the Holding Company allotted as a result of amalgamation of erstwhile Reliance Petroleum Limited (amalgamation in 2001-02) and Indian Petrochemicals Corporation Limited with the Holding Company under the Scheme approved by the Hon'ble High Court of Bombay and Gujarat and subsequent inter se transfer of shares amongst them.

Sr. No.	Name of Company	No. of shares	Loan Amount ₹ in lac
1	Reliance Aromatics and Petrochemicals Limited *	2 98 89 898	69 75
2	Reliance Energy and Project Development Limited *	20 58 000	303 24

(ii) Investment by Reliance Commercial Land & Infrastructure Limited in subsidiaries

In Equity shares :

Sr No.	Name of the Company	No. of shares
1	Reliance Corporate IT Park Limited	237 99 94 480
2	Reliance Eminent Trading & Commercial Private Limited	1 00 00 000
3	Reliance Prolific Traders Private Limited	1 00 00 000
4	Reliance Progressive Traders Private Limited	1 00 00 000
5	Reliance Universal Traders Private Limited	1 00 00 000
6	Reliance Prolific Commercial Private Limited	10 00 000
7	Reliance Comtrade Private Limited	10 00 000
8	Reliance Ambit Trade Private Limited	10 00 000
9	Reliance Vantage Retail Private Limited	5 60 000
10	Surela Investments and Trading Private Limited	5 000

In Preference shares :

Sr No.	Name of the Company	No. of shares
1	Reliance Corporate IT Park Limited	92 57 68 620
2	Reliance Eminent Trading & Commercial Private Limited	17 37 000
3	Reliance Progressive Traders Private Limited	1 47 06 000

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

In Equity shares :

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

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

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

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

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Holding Company
2	Reliance Universal Enterprises Limited	Subsidiary companies
3	Reliance Energy and Project Development Limited	
4	Reliance Aromatics and Petrochemicals Limited	
5	Reliance Chemicals Limited	
6	Reliance Polyolefins Limited	
7	Reliance Retail Finance Limited	
8	Reliance Retail Insurance Broking Limited	
9	Reliance World Trade Private Limited **	
10	Reliance Innovative Building Solutions Private Limited	
11	Reliance Supply Solutions Private Limited (formerly Office Depot Reliance Supply Solutions Private Limited)	
12	Reliance Aerospace Technologies Limited	
13	Reliance Petroinvestments Limited (from 23.08.2016)	
14	Reliance Global Commercials Limited (from 30.08.2016)	
15	Reliance Universal Commercials Limited (from 30.08.2016)	
16	Reliance Trading Limited (from 29.08.2016)	
17	Reliance Sibur Elastomers Private Limited (upto 07.04.2015)	
18	Kanhatech Solutions Limited	
19	Indiawin Sports Private Limited	
20	Reliance Commercial Land & Infrastructure Limited	
21	Reliance Corporate IT Park Limited	
22	Reliance Eminent Trading & Commercial Private Limited	
23	Reliance Prolific Traders Private Limited	
24	Reliance Progressive Traders Private Limited	
25	Reliance Universal Traders Private Limited	
26	Reliance Prolific Commercial Private Limited	
27	Reliance Comtrade Private Limited	
28	Reliance Ambit Trade Private Limited	
29	Reliance Vantage Retail Limited	
30	Reliance Jio Asiainfo Innovation Centre Limited	
31	Surela Investment and Trading Private Limited	
32	Reliance SMSL Limited (formerly known as Strategic Manpower Solutions Limited)	
33	Reliance Payment Solutions Limited	
34	Reliance Jio Digital Services Private Limited	

** Company held through Trust.

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

Sr. No.	Name of the Related Party	Relationship
35	Reliance Jio Media Private Limited	Subsidiary companies
36	Reliance Jio Infratel Private Limited (From 17.02.2016)	
37	Reliance Exploration & Production DMCC	
38	Central Park Enterprises DMCC	
39	Gulf Africa Petroleum Corporation (up to 28.03.2017)	
40	Gapco Uganda Limited (up to 28.03.2017)	
41	Gapco Kenya Limited (up to 28.03.2017)	
42	Gapco Tanzania Limited (up to 28.03.2017)	
43	Gapoil (Zanzibar) Limited (up to 28.03.2017)	
44	RIL Exploration and Production (Myanmar) Company Ltd	
45	Reliance Commercial Trading Private Limited (from 10.01.2017)	Fellow Subsidiary Companies
46	Reliance Commercial Dealer Limited (from 10.01.2017)	
47	Model Economic Township Limited	
48	Reliance Petroinvestments Limited (up to 29.08.2016)	
49	Reliance Strategic Investments Limited	
50	Reliance Global Commercial Limited (up to 29.08.2016)	
51	Reliance Universal Commercial Limited (up to 29.08.2016)	
52	Reliance Jio Infocomm Limited	
53	Reliance Retail Ventures Limited	
54	Reliance Retail Limited	
55	Reliance Energy Generation and Distribution Limited	Fully Controlled Trusts
56	Reliance Ethane Holding Pte Limited	
57	Independent Media Trust - Trust Fully controlled by the Holding Company	Fully Controlled Trusts
58	Petroleum Trust - Beneficiary Trust	
59	GenNext Ventures Investment Advisers LLP	Joint Ventures/ Associate Companies/ LLP
60	D.E. Shaw India Securities Private Limited	
61	Reliance Commercial Trading Private Limited	
62	IMG Reliance Limited	
63	Football Sports Development Limited	
64	India Gas Solution Private Limited	
65	Reliance Jio Infratel Private Limited (upto 16.02.2016)	
66	Vayana Private Limited	
67	Shri Dipan Dalal	Key Managerial Personnel (Manager)

Notes on financial statements for the year ended 31st March, 2017

ii) Transactions during the year with related parties:								₹ in lac
Sr. No.	Nature of Transaction (Excluding Reimbursements)	Holding Company	Subsidiary Companies	Fellow Subsidiaries	Fully Controlled Trusts	Joint Ventures / Associates / LLP	Key Managerial Person (Manager)	Total
1	Preference Share capital issued/ (redeemed) - including premium	1574 65 -	- (101 00)	- (180 10)	- -	- -	- -	1574 65 (281 10)
2	Loans taken / (repaid) (net)	1362 35 (10572 59)	- -	- (528 00)	- -	- -	- -	1362 35 (11100 59)
3	Debentures issued/redeemed	(14520 90) 14003 00	- -	- -	- -	- -	- -	(14520 90) 14003 00
4	Purchase / subscription of Investments	- -	4986 81 1092 76	3329 53 -	- -	48 66 65 11	- -	8364 99 1157 87
5	Sale / Redemption of Investments	61 88 52	827 35 -	3319 50 -	- -	- 41 73	- -	4147 46 130 25
6	Loans and Advances given / (returned) (net)	- -	4114 14 (89 02)	(3388 75) 460 10	- (2276 60)	- (45 00)	- -	725 39 (1950 52)
7	Share / Debenture application money paid	- -	412 00 77 26	- 3319 50	- -	- -	- -	412 00 3396 76
8	Purchase of Fixed Asset	- -	3 -	- -	- -	- -	- -	3 -
9	Income Interest	- -	265 69 57 08	332 16 662 96	- -	- 2 28	- -	597 85 722 32
	Man Power Supply	- -	35 13 32 33	- -	- -	- -	- -	35 13 32 33
	Share of income in LLP / Other income	- -	8 -	- -	- -	1 2	- -	9 2
10	Expenditure Purchases	827 63 923 73	- -	- -	- -	- -	- -	827 63 923 73
	Finance Cost	662 74 816 24	- -	- -	- -	- -	- -	662 74 816 24
	Professional fees	91 -	- -	- -	- -	- -	65 61	1 56 61
Balance as at 31st March, 2017								
11	Equity share capital	147 50 147 50	- -	- -	- -	- -	- -	147 50 147 50
12	Preference share capital (including premium)	15746 50 -	74 51 74 51	60 60	- -	- -	- -	15821 61 75 11
13	Loans taken	9252 05 22410 60	- -	- -	- -	- -	- -	9252 05 22410 60
14	Interest accrued but not due	596 47 734 62	- -	- -	- -	- -	- -	596 47 734 62
15	Trade Receivable / (Payable)	- -	- -	- -	- -	7 50 -	- -	7 50 -
16	Loans and Advances given	- -	4937 14 823 00	1942 59 5331 34	- -	- -	- -	6879 73 6154 34
17	Share / Debenture application money	- -	412 00 77 26	- 3319 50	- -	- -	- -	412 00 3396 76
18	Investments	- -	11051 48 6881 98	250 00 250 61	1654 96 1654 96	263 17 239 52	- -	13219 61 9027 07
19	Interest receivables	- -	259 77 42 25	331 79 662 96	- -	- -	- -	591 57 705 21

Note: Figures in italic represents previous year's amounts

Notes on financial statements for the year ended 31st March, 2017

Disclosure in Respect of Material Related Party Transactions during the year:			₹ in lac	
Particulars	Relationship	2016-17	2015-16	
1 Preference Share capital issued / (redeemed) - including premium				
Reliance Industries Limited	Holding Company	15746 50		-
Reliance Retail Finance Limited	Subsidiary Company	-		(101 00)
Reliance Petroinvestments Limited	Fellow Subsidiary Company	-		(180 10)
2 Loans taken / (repaid) (net)				
Reliance Industries Limited	Holding Company	1362 35		(10572 59)
Reliance Retail Ventures Limited	Fellow Subsidiary Company	0		(528 00)
3.1 Debentures issued				
Reliance Industries Limited	Holding Company	4750 00		14003 00
3.2 Debentures redeemed				
Reliance Industries Limited	Holding Company	19270 90		0
4 Purchase / subscription of Investments				
Kanhatech Solutions Limited	Subsidiary Company	-		50 00
Reliance Payment Solutions Limited	Subsidiary Company	100 00		430 00
Reliance Jio Digital Services Limited	Subsidiary Company	300 00		6 84
Reliance Jio Infratel Private Limited	Subsidiary Company	-		99
Reliance Jio Media Private Limited	Subsidiary Company	75 00		-
Reliance Exploration & Production DMCC	Subsidiary Company	18 90		7 33
Reliance Exploration and Production Myanmar Co., Ltd	Subsidiary Company	(0.06)		51
Reliance Ethane Holding Pte. Limited	Subsidiary Company	-		-
Indiawin Sports Private Limited	Subsidiary Company	-		224 09
Reliance Commercial Land & Infrastructure Limited	Subsidiary Company	4188 32		-
Reliance Energy and Project Development Limited	Subsidiary Company	303 24		303 25
Reliance Aromatics and Petrochemicals Limited	Subsidiary Company	-		69 75
Reliance Aerospace Technologies Limited	Subsidiary Company	1 35		-
Reliance Energy Generation and Distribution Limited	Fellow Subsidiary Company	3319 50		-
Reliance Retail Limited	Fellow Subsidiary Company	1 05		-
Reliance Strategic Investments Limited	Fellow Subsidiary Company	5		-
Reliance Global Commercial Limited	Fellow Subsidiary Company	4 46		-
Reliance Universal Commercial Limited	Fellow Subsidiary Company	4 46		-
IMG Reliance Limited	Associate Company	7 19		65 11
Football Sports Development Limited	Associate Company	41 28		-
Vayana Private Limited	Associate Company	19		-
5 Sale / Redemption of Investments				
Reliance Industries Limited	Holding Company	61		88 52
Reliance Corporate IT Park Limited	Subsidiary Company	1		-
Indiawin Sports Private Limited	Subsidiary Company	224 09		-
Reliance Energy and Project Development Limited	Subsidiary Company	303 25		-
Reliance Jio Digital Services Limited	Subsidiary Company	300 00		-
Reliance Energy Generation and Distribution Limited	Fellow Subsidiary Company	3319 50		-
Reliance Commercial Trading Private Limited	Associate Company	-		41 73
6 Loans and Advances given/(returned) (net)				
Reliance Commercial Land & Infrastructure Limited	Subsidiary Company	(711 10)		531 07
Reliance Corporate IT Park Limited	Subsidiary Company	4593 90		-
Kanhatech Solutions Limited	Subsidiary Company	6 66		(17 85)

Notes on financial statements for the year ended 31st March, 2017

Reliance Payment Solutions Limited	Subsidiary Company	-	(6 00)
Reliance Aerospace Technologies Limited	Subsidiary Company	(1 35)	-
Reliance Sibur Elastomers Private Limited	Subsidiary Company	-	(87 50)
Reliance Jio Digital Services Limited	Subsidiary Company	213 00	87 00
Reliance Jio Infratel Limited	Subsidiary Company	11 15	-
Indiawin Sports Private Limited	Subsidiary Company	-	(224 09)
Reliance Energy and Project Development Limited	Subsidiary Company	-	(303 25)
Reliance Aromatics and Petrochemicals Limited	Subsidiary Company	-	(69 75)
Reliance Innovative Building Solutions Private Limited	Subsidiary Company	1 88	135
Model Economic Township Limited	Fellow Subsidiary Company	(3388 75)	460 10
Independent Media Trust	Fully Controlled Trust	-	(2276 60)
IMG Reliance Limited	Associate Company	-	(45 00)
7 Share / Debenture application money paid			
Reliance Exploration & Production DMCC	Subsidiary Company	-	14 86
Reliance Commercial Land & Infrastructure Limited	Subsidiary Company	-	62 40
Indiawin Sports Private Limited	Subsidiary Company	312 00	-
Reliance Payment Solutions Limited	Subsidiary Company	100 00	-
Reliance Energy Generation and Distribution Limited	Fellow Subsidiary Company	-	3319 50
8 Purchase of Fixed Assets			
Reliance Retail Limited	Fellow Subsidiary Company	3	-
9.1 Income - Interest received			
Reliance Commercial Land & Infrastructure Limited	Subsidiary Company	20 68	41 52
Reliance Corporate IT Park Limited	Subsidiary Company	237 52	-
Reliance Polyolefins Limited	Subsidiary Company	-	4 68
Indiawin Sports Private Limited	Subsidiary Company	316	-
Kanhatech Solutions Limited	Subsidiary Company	25	259
Reliance Jio Infratel Limited	Subsidiary Company	77	-
Reliance Payment Solutions Limited	Subsidiary Company	-	15
Reliance Aerospace Technologies Limited	Subsidiary Company	6	4
Reliance Sibur Elastomers Private Limited	Subsidiary Company	-	7 30
Reliance Jio Digital Services Limited	Subsidiary Company	2 81	57
Reliance Innovative Building Solutions Private Limited	Subsidiary Company	44	22
Model Economic Township Limited	Fellow Subsidiary Company	332 16	662 96
IMG Reliance Limited	Associate Company	-	228
9.2 Income - Man Power Supply			
Reliance Corporate IT Park Limited	Subsidiary Company	35 13	32 33
9.3 Income - Share of Income in LLP / Other income			
Reliance Exploration & Production DMCC	Subsidiary Company	8	-
GenNext Ventures Investment Advisers LLP	LLP	1	2
10.1 Expenditure - Purchases			
Reliance Industries Limited	Holding Company	827 63	923 73
10.2 Expenditure - Finance Cost			
Reliance Industries Limited	Holding Company	662 74	816 24
10.3 Expenditure - Professional fees			
Reliance Industries Limited	Holding Company	91	-
Shri Dipan Dalal	Key Managerial Personnel (Manager)	65	61

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.

Notes on financial statements for the year ended 31st March, 2017

30 Segment Reporting

The Company has identified three reportable segments viz. Finance & Investments, Trading and Others (include Man Power Supply). 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

₹ in lac

Sr. No.	Particulars	Finance & Investments		Trading		Others		Total	
		2016-17	2015-16	2016-17	2015-16	2016-17	2015-16	2016-17	2015-16
1	Segment Revenue								
	External Turnover	651 86	820 19	828 35	924 71	35 13	32 33	1515 35	1777 23
2	Segment results before Interest and Taxes	(10 88)	3 95	72	98	(9 11)	(1 51)	(19 26)	3 42
	Less: Interest expense	-	-	-	-	-	-	-	-
	Add : Interest Income	-	-	-	-	-	-	-	-
	Less : Exceptional item	-	-	-	-	-	-	-	-
	Profit / (loss) before tax	(10 88)	3 95	72	98	(9 11)	(1 51)	(19 26)	3 42
	Current Tax	-	-	-	-	-	-	-	-
	Net profit / (loss) after tax	(10 88)	3 95	72	98	(9 11)	(1 51)	(19 26)	3 42
3	Other Information								
	Segment Assets	26455 86	24198 79	-	-	1,309	443	26468 95	24203 22
	Segment Liabilities	8613 36	23227 02	-	-	3 72	4 06	8617 08	23231 08
	Capital Expenditure	-	-	-	-	-	-	-	-
	Depreciation	-	-	-	-	8	13	8	13

ii) Secondary Segment Information

₹ in lac

a)	Segment Revenue - External Turnover	2016-17	2015-16
	Within India	686 99	852 52
	Outside India	828 35	924 71
	Total revenue	1515 35	1777 23
b)	Segment Assets		
	Within India	16123 21	(756 62)
	Outside India	1728 67	1728 76
	Total Assets	17851 87	972 14

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

31 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.

	₹ in lac		
	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
The gearing ratio at end of the reporting period was as follows			
Debt	7948 48	6586 13	17686 72
Cash and bank balance (including liquid investments)	4 66	1 32	1 13
Net debt (A)	7953 14	6587 45	17687 85
Total Equity (as per Balance Sheet) (B)	17851 86	16474 17	2786 15
Net debt to equity ratio (A/B)	0.45	0.40	6.35

32 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

₹ in lac

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	694 18	61 88	632 30	637 01	112 47	524 54	181 31	124 41	56 90
Financial Derivatives (net)	-	-	-	-	-	-	-	-	-
Commodity Derivatives	-	-	-	-	-	-	-	-	-
At FVTOCI									
Investments	1287 33	1287 33	-	1115 94	1115 94	-	1147 28	1147 28	-
Financial Liabilities									
At Amortised Cost									
Loans	7948 48	-	-	6586 13	-	-	17686 72	-	-
At FVTPL									
Financial Derivatives	-	-	-	-	-	-	-	-	-
Commodity Derivatives	-	-	-	-	-	-	-	-	-

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.

Foreign currency risk

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Company is not doing any forwards & future or currency swap transactions.

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

Exposure to foreign currency as at the year end is not material. The Company has a prudent and conservative process for managing its foreign currency risk if any.

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, financial instruments 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.

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

a) Details of Investments made during the Financial Year 2016-17 (also Refer Note no. 2 & 29)

Sr No	Name of the Entity	Nature of Investment	Opening balance as on April 1, 2016 ₹ in lac	Investment made during ₹ in lac	Investment sold during the year ₹ in lac	Closing balance as on March 31, 2017 ₹ in lac
1	Himachal Futuristics Communication Limited	Equity share	57 00	-	-	57 00
2	State Bank of India	Equity share	38 51	-	38 51	-
3	Testa Retail Private Limited	Debenture	465 70	-	465 70	-
4	Testa Retail Private Limited	Preference share	-	465 75	-	465 75
5	Algae Tech Ltd	Equity share	22 04	-	-	22 04
6	Edcast Inc.	Preferred share	-	4 65	-	4 65
7	Netradyne Inc.	Preferred share	-	53 66	-	53 66
8	GenNext Venture Fund	Venture fund	40 13	17 93	-	58 06
9	Multiples Private Equity Fund II LLP	Venture fund	1,862	38 88	5 99	51 51

b) Details of Loans given during the Financial Year 2016-17 (also Refer Note no. 3, 7 & 29)

Sr No	Name of the Entity	Opening balance as on April 1, 2016 ₹ in lac	Loans given during the year ₹ in lac	Loans repaid during the year ₹ in lac	Closing balance as on March 31, 2017 ₹ in lac	Purpose for which the loan is proposed to be utilised by the recipient
1	Himachal Futuristics Communication Limited	15 00	-	15 00	-	Business
2	Nexg Venture India Private Limited	-	154 61	29 95	124 66	Business
3	Teesta Retail Private Limited	414 32	1314 49	817 08	911 73	Business

c) No Guarantees were given or security was provided by the company during the Financial year 2016-17

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

34 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.

35 Approval of Financial Statements

The Financial statements were approved for issue by the board of directors on 18th April, 2017

36 First time IND AS Adoption Reconciliations

36.1 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			
	Notes	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
₹ in lac							
ASSETS							
Non-current assets							
Property, plant and equipment		13	-	13	30	-	30
Financial Assets							
Investments		11102 48	(322 54)	10779 96	9546 87	(285 14)	9261 73
Loans		6154 34	-	6154 34	8988 39	-	8988 39
Deffered Tax Asset		-	10	10	-	-	-
		<u>17256 95</u>	<u>(322 44)</u>	<u>16934 51</u>	<u>18535 56</u>	<u>(285 14)</u>	<u>18250 42</u>
Current assets							
Inventories		-	-	-	-	-	-
Financial Assets							
Investments		-	-	-	-	-	-
Trade receivables		3 25	-	3 25	3 25	-	3 25
Cash and cash equivalents		1 32	-	1 32	1 13	-	1 13
Loans		429 32	-	429 32	15 00	-	15 00
Other financial assets		6495 60	-	6495 60	3005 70	-	3005 70
Other Current Assets		16 78	-	16 78	13 57	-	13 57
		<u>6946 27</u>	<u>-</u>	<u>6946 27</u>	<u>3038 65</u>	<u>-</u>	<u>3038 65</u>
Total Assets		<u>24203 22</u>	<u>(322 44)</u>	<u>23880 78</u>	<u>21574 21</u>	<u>(285 14)</u>	<u>21289 07</u>

	Notes	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
₹ in lac							
EQUITY AND LIABILITIES							
Equity							
Equity Share capital		147 50	-	147 50	147 50	-	147 50
Other Equity		824 64	15502 03	16326 67	1102 32	1536 33	2638 65
Total equity attributable to owners of the company		<u>972 14</u>	<u>15502 03</u>	<u>16474 17</u>	<u>1249 82</u>	<u>1536 33</u>	<u>2786 15</u>
Non-current liabilities							
Financial Liabilities							
Borrowings		22410 60	(15824 47)	6586 13	19508 19	(1821 47)	17686 72
		<u>22410 60</u>	<u>(15824 47)</u>	<u>6586 13</u>	<u>19508 19</u>	<u>(1821 47)</u>	<u>17686 72</u>
Current liabilities							
Financial Liabilities							
Trade payables		92	-	92	1 45	-	1 45
Other Financial Liabilities		734 62	-	734 62	730 98	-	730 98
Other Current liabilities		82 49	-	82 49	81 90	-	81 90
Provisions		2 45	-	2 45	1 87	-	1 87
		<u>820 48</u>	<u>-</u>	<u>820 48</u>	<u>816 20</u>	<u>-</u>	<u>816 20</u>
Total Equity and Liabilities		<u>24203 22</u>	<u>(322 44)</u>	<u>23880 78</u>	<u>21574 21</u>	<u>(285 14)</u>	<u>21289 07</u>

36.2 Reconciliation of Profit and Other Equity between Ind AS and previous GAAP

₹ in lac

Nature of Adjustment	Notes	Net Profit		Other Equity	
		Year ended 31st March, 2016	31st March, 2016	As at 1st April, 2015	As at 1st April, 2015
Net Profit / Other Equity as per Previous Indian GAAP		3 42	824 64	1102 32	
Convertible debentures	I	-	15824 47	1821 47	
Fair Valuation for Financial Assets	II	(1 15)	(322 54)	(285 14)	
Others	III	29	10	-	
Total		<u>(86)</u>	<u>15502 03</u>	<u>1536 33</u>	
Net profit before OCI / Other Equity as per Ind AS		2 57	16326 67	2638 65	

Note

- I All convertible issued by the company considered under Othe Equity under the head Equity component of compound financial Instruments.
- II The Company has valued financial assets (other than Investment in subsidiaries and associates and joint ventures 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 Statement or Other Comprehensive Income, as the case may me.
- III Attributing time value of money to Assets Retirement Obligation. Under Ind AS, such obligation is recognised and measured at present value. Under previous Indian GAAP it was recorded at cost. The impact for the periods subsequent to the date of transition is reflected int he Profit and Loss Statement.

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

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

	₹ in lac		
	Year ended 31st March, 2016		
	Previous GAAP	Effect of transition to Ind AS	As per Ind AS
INCOME			
Revenue from operation	924 71	-	924 71
Income from Services	32 33	-	32 33
	957 04	-	957 04
Other Income	820 19	(1 15)	819 04
Total Income	1777 23	(1 15)	1776 08
EXPENDITURE			
Purchase of Stock-in-Trade	923 73	-	923 73
Employee Benefits expenses	31 80	(29)	31 50
Finance Cost	816 24	-	816 24
Depreciation	13	-	13
Other expenses	1 91	-	1 91
Total Expenses	1773 81	(29)	1773 52
Profit / (Loss) Before Tax	3 42	(86)	2 57
Tax Expenses			
Current Tax	-	-	-
Deferred Tax	-	-	-
Profit / (Loss) for the Year	3 42	(86)	2 57

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Dated : 18th April, 2017

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

H.R. Meswani
Chairman

M.N. Bajpai
Director

Dhiren Dalal
Director

Anshu Agarwal
Company Secretary

Vinod Ambani
Director

B. Chandrasekaran
Director

Komal Chhapru
Director

Tapas Mitra
Chief Financial Officer