

Reliance Strategic Investments Limited  
Financial Statements  
2020 – 21

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Members of RELIANCE STRATEGIC INVESTMENTS LIMITED**

#### **Report on the Audit of Financial Statements**

##### **Opinion**

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

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its Profit including Other Comprehensive Income, its Cash Flows and the Statement of Changes in Equity for the year ended on that date.

##### **Basis for Opinion**

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation of these Financial Statements that give a true and fair view of the Financial Position, Financial Performance including Other Comprehensive Income, Cash Flows and the Statement Of Changes in Equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the 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 fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "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 appears from our examination of those books;
  - c) The Balance Sheet, 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 financial statements comply with the accounting standards specified under section 133 of the Act.
  - e) On the basis of written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of section 164(2) of the Act;
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting with reference to these financial statements;

- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, as amended , in our opinion and to the best of our information and according to the explanations given to us:
- i. Company has disclosed the impact of pending litigations on its financial position in it's financial statements as referred to in Note 21(ii) to the 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.

**For Chaturvedi & Shah LLP**  
Chartered Accountants  
Firm Registration no. 101720W/W100355

**Amit Chaturvedi**  
Partner  
Membership No.: 103141  
UDIN: **21103141AAAAJJ3456**

Place: Mumbai  
Date: April 21, 2021

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

**K.K Desai**  
Partner  
Membership No.: 100805  
UDIN: **21100805AAAACX4560**

Place : Mumbai  
Date : April 21, 2021

**“ANNEXURE A” TO INDEPENDENT AUDITORS’ REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE STRATEGIC INVESTMENTS LIMITED**

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

- i) As the Company had no Fixed Assets during the year, clause (i) of paragraph 3 of the order is not applicable to the Company.
- ii) As the Company had no Inventories during the year, clause (ii) of paragraph of 3 of the Order is not applicable to the Company.
- 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. The provisions of section 186 of the Act, in respect of investments, loans, guarantee or security given are not applicable to the company.
- 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, goods and service tax, duty of customs, duty of excise, 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, 2021 for a period of more than six months from the date they became payable.
  - b) According to the information and explanations given to us, the disputed dues on account of income tax, goods and service tax , duty of customs, duty of excise, cess on account of any dispute, which have not been deposited with appropriate authorities are as under :

Name of Statute	Nature of Dues	Amount (₹ In lakh)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	17.47	A.Y. 2015-16	CIT (Appeals)
		293.96	A.Y 2017-18	

- viii) In our opinion and according to the information and explanation given to us the company has not raised loans from financial institutions or banks or government or by issue of debentures and hence 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 terms loans have been used 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) The Company has not paid any managerial remuneration during the year and hence clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- 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, the Companies transaction with its 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 reporting under 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, reporting under clause (xv) of the paragraph 3 of the Order is not applicable to the Company.
- xvi) Based on information and explanation given to us, the Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and necessary registration has been obtained by the Company.

**For Chaturvedi & Shah LLP**  
Chartered Accountants  
Firm Registration no. 101720W/W100355

**Amit Chaturvedi**  
Partner  
Membership No.: 103141  
UDIN: **21103141AAAAJJ3456**  
Place: Mumbai  
Date: April 21, 2021

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

**K.K Desai**  
Partner  
Membership No.: 100805  
UDIN: **21100805AAAACX4560**  
Place : Mumbai  
Date : April 21, 2021

**ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE STRATEGIC INVESTMENTS 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 Control over financial reporting of **Reliance Strategic Investments Limited** (“the company”) as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year then ended.

**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 with reference to these financial statements 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 with reference to these financial statements was established and maintained and if such controls operated effectively in all material respects.

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

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

## **Meaning of Internal Financial Controls Over Financial Reporting With Reference To These Financial Statements**

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

## **Inherent Limitations of Internal Financial Controls Over Financial Reporting With Reference To These Financial Statements**

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

## **Opinion**

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2021, 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 ICAI.

For **Chaturvedi & Shah LLP**

Chartered Accountants

Firm Registration no. 101720W/W100355

For **Rajendra & Co.**

Chartered Accountants

Firm Registration no. 108355W

**Amit Chaturvedi**

Partner

Membership No.: 103141

UDIN: **21103141AAAAJJ3456**

**K.K Desai**

Partner

Membership No.: 100805

UDIN: **21100805AAAACX4560**

Place: Mumbai

Date: April 21, 2021

Place : Mumbai

Date : April 21, 2021

**Reliance Strategic Investments Limited**  
**Balance Sheet as at 31st March, 2021**

₹ in lakhs

	Note	As at 31st March, 2021	As at 31st March, 2020
<b>ASSETS</b>			
<b>Financial Assets</b>			
Cash and Cash Equivalents	1	36	49
Receivables	2		
Trade Receivables		-	7 65
Loans	3	1951 09	4382 50
Investments	4	57 49	206 09
Other Financial Assets	5	1	40 35
<b>Total Financial Assets</b>		<u>2008 95</u>	<u>4637 08</u>
<b>Non-Financial Assets</b>			
Other Current Assets	6	47 34	128 71
Deferred Tax Asset (net)	7	3 94	-
<b>Total Non-Financial Assets</b>		<u>51 28</u>	<u>128 71</u>
<b>Total Assets</b>		<u>2060 23</u>	<u>4765 79</u>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
<b>Financial Liabilities</b>			
Payables	8		
Trade Payables Due to:			
Micro and Small Enterprises			
Other than Micro and Small Enterprises		-	4
Borrowings	9	-	2420 25
Other Financial Liabilities	10	7	58 96
<b>Total Financial Liabilities</b>		<u>7</u>	<u>2479 25</u>
<b>Non-Financial Liabilities</b>			
Deferred Tax Liability (Net)	7	-	4 77
Other Non Financial Liabilities	11	17	344 84
<b>Total Non-Financial Liabilities</b>		<u>17</u>	<u>349 61</u>
<b>Total Liabilities</b>		<u>24</u>	<u>2828 86</u>
<b>EQUITY</b>			
Equity Share Capital	12	2 02	2 02
Other Equity	13	2057 97	1934 91
<b>Total Equity</b>		<u>2059 99</u>	<u>1936 93</u>
<b>Total Liabilities and Equity</b>		<u>2060 23</u>	<u>4765 79</u>

## Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 28

As per our Report of even date

For **Chaturvedi & Shah LLP**  
 Firm Registration No : 101720W/W100355  
 Chartered Accountants

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

For and on behalf of the Board

**Jayashri Rajesh**  
 Director

**Dhiren Dalal**  
 Director

**Ashoo Mote**  
 Company Secretary

**Suresh Jagannathan**  
 Chief Financial Officer

**Amit Chaturvedi**  
 Partner  
 Membership No. 103141

**K.K Desai**  
 Partner  
 Membership No. 100805

Mumbai  
 Date : 21st April, 2021

**Reliance Strategic Investments Limited**  
**Statement of Profit and Loss for the year ended 31st March, 2021**

	Note	2020-21	₹ in lakhs 2019-20
<b>INCOME</b>			
Revenue from Operations	14		
Interest income		295 18	295 40
Dividend income		-	1 48
Net gain on fair value changes		-	52 37
<b>Total Revenue from operations</b>		<b>295 18</b>	<b>349 25</b>
Other Income	15	15 63	-
<b>Total Income</b>		<b>310 81</b>	<b>349 25</b>
<b>EXPENSES</b>			
Finance Cost	16	110 57	127 76
Net loss on fair value changes	14.1	12 25	-
Other Expenditure	17	69 93	27 65
<b>Total Expenses</b>		<b>192 75</b>	<b>155 41</b>
Profit before tax		118 06	193 83
<b>Tax Expense</b>			
Current Tax	18	3 40	12 90
Adjustment of tax relating to earlier period		31	-
Deferred Tax	7	(8 71)	(49 01)
		<b>(5 00)</b>	<b>(36 11)</b>
<b>Profit for the year</b>		<b>123 06</b>	<b>229 94</b>
<b>Other Comprehensive Income</b>		-	-
<b>Total Comprehensive Income</b>		<b>123 06</b>	<b>229 94</b>
(Comprising Profit / (Loss) and Other Comprehensive Income)			
<b>Earnings per Equity Share of face value of ₹ 10 €</b>	19		
Basic (in ₹)		238.10	444.90
Diluted (in ₹)		238.10	444.90

## Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 28

As per our Report of even date

For **Chaturvedi & Shah LLP**  
 Firm Registration No : 101720W/W100355  
 Chartered Accountants

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

For and on behalf of the Board

**Jayashri Rajesh**  
 Director

**Amit Chaturvedi**  
 Partner  
 Membership No. 103141

**K.K Desai**  
 Partner  
 Membership No. 100805

**Dhiren Dalal**  
 Director

**Ashoo Mote**  
 Company Secretary

Mumbai  
 Date : 21st April, 2021

**Suresh Jagannathan**  
 Chief Financial Officer

**Reliance Strategic Investments Limited**

**Statement of changes in Equity for the year ended 31st March, 2021**

**A. Equity Share Capital**

₹ in lakhs

Balance at the beginning of the reporting period i.e. 1st April, 2019	Changes in equity share capital during the year 2019-20	Balance at the end of the reporting period i.e. 31st March, 2020	Changes in equity share capital during the year 2020-21	Balance at the end of the reporting period i.e. 31st March, 2021
2 02	-	2 02	-	2 02

**B. Other Equity**

₹ in lakhs

	Instruments classified as Equity	Reserves and Surplus				Other Comprehensive Income	Total
		Capital Redemption Reserve	Securities Premium Reserve	Statutory Reserve Fund	Retained Earnings		
<b>As on 31st March, 2020</b>							
Balance at the beginning of the reporting period i.e. 1st April, 2019	31	1 23	881 17	211 50	610 76	-	1704 97
Total Comprehensive Income of the year	-	-	-	-	229 94	-	229 94
Transferred from retained earnings	-	-	-	46 05	(46 05)	-	-
Balance at the end of the reporting period i.e. 31st March, 2020	31	1 23	881 17	257 55	794 65	-	1934 91
<b>As on 31st March, 2021</b>							
Balance at the beginning of the reporting period i.e. 1st April, 2020	31	1 23	881 17	257 55	794 65	-	1934 91
Total Comprehensive Income of the year	-	-	-	-	123 06	-	123 06
Transferred from retained earnings	-	-	-	24 75	(24 75)	-	-
Balance at the end of the reporting period i.e. 31st March, 2021	31	1 23	881 17	282 30	892 96	-	2057 97

As per our Report of even date

For **Chaturvedi & Shah LLP**

Firm Registration No : 101720W/W100355

Chartered Accountants

**Amit Chaturvedi**

Partner

Membership No. 103141

Mumbai

Date : 21st April, 2021

For **Rajendra & Co.**

Firm Registration No : 108355W

Chartered Accountants

**K.K Desai**

Partner

Membership No. 100805

For and on behalf of the Board

**Jayashri Rajesh**

Director

**Dhiren Dalal**

Director

**Ashoo Mote**

Company Secretary

**Suresh Jagannathan**

Chief Financial Officer

## Reliance Strategic Investments Limited

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

₹ in lakhs  
2019-20

	2020-21	2019-20
<b>A Cash Flow from Operating Activities</b>		
Net Profit before tax as per Statement of Profit and Loss	118 06	193 83
Adjusted for :		
Interest income	(295 18)	(295 40)
Dividend income on investments / Stock	-	(1 48)
Profit on sale of investments	12 25	15 38
General Provision on Standard Assets	(7 84)	1,761
Finance costs	110 57	127 76
	<u>(180 20)</u>	<u>(136 13)</u>
<b>Operating Loss before Working Capital Changes</b>	<b>(62 14)</b>	57 70
Adjusted for :		
Trade and other Receivables	(4 87)	50 55
Trade Payables	(336 95)	336 20
Movement in loans	2439 25	(4392 50)
Interest income	308 65	307 80
	<u>2406 08</u>	<u>(3697 95)</u>
<b>Cash Generated from Operations</b>	<b>2343 94</b>	(3640 25)
Income Taxes paid (Net)	90 19	(46 50)
<b>Net cash Generated from / (used in) Operating Activities</b>	<b>2434 13</b>	(3686 75)
<b>B Cash flow from Investing Activities</b>		
Purchase of investments	-	(743 57)
Sale of investments	137 22	3665 92
Dividend income on investments / stock	-	1 48
Investment in / proceeds from fixed deposits	26 00	725 00
<b>Net cash flow used in Investing Activities</b>	<b>163 22</b>	3648 83
<b>C Cash flow from financing Activities</b>		
Proceeds from Current Borrowing (net) - from Holding company	(2420 25)	98 83
Interest paid	(177 23)	(61 47)
<b>Net Cash flow from / (used in) Financing Activities</b>	<b>(2597 48)</b>	37 36
Net Increase / (Decrease) in Cash and Cash Equivalents	( 13)	( 56)
Opening Balance of Cash and cash equivalents	49	1 05
Closing Balance of Cash and cash equivalents (Refer Note 1)	<u>36</u>	<u>49</u>

As per our Report of even date

For **Chaturvedi & Shah LLP**  
Firm Registration No : 101720W/W100355  
Chartered Accountants

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

For and on behalf of the Board

**Amit Chaturvedi**  
Partner  
Membership No. 103141

**K.K Desai**  
Partner  
Membership No. 100805

**Jayashri Rajesh**  
Director

**Dhiren Dalal**  
Director

**Ashoo Mote**  
Company Secretary

**Suresh Jagannathan**  
Chief Financial Officer

Mumbai  
Date : 21st April, 2021

## Reliance Strategic Investments Limited

### Notes to the Financial Statements

#### A. CORPORATE INFORMATION

Reliance Strategic Investments Limited ['the company'] is a limited company incorporated in India having CIN U65990MH1999PLC120918. The registered office of the company is located at 9th Floor, Maker Chambers IV, 222 Nariman Point, Mumbai 400021, India. The Company is a registered Non-Banking Financial Company - Systemically Important Non-Deposit taking Company.

#### B. SIGNIFICANT ACCOUNTING POLICIES

##### B.1 Basis of Preparation and Presentation

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

i) Certain financial assets (including derivative instruments) are measured at fair value,

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

##### B.2 Summary of Significant Accounting Policies

###### (a) Finance Cost

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

###### (b) 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.

###### (c) Tax Expenses

The tax expense for the period comprises current and deferred tax, same is recognised in Statement of Profit and Loss.

###### 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.

###### (d) Revenue recognition

###### Income from Current and Long-term Investments

Income from dividend on shares of corporate bodies and units of mutual funds is accounted when the Company's right to receive dividend is established. Interest income on bonds and debentures is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

###### Income on Fixed Deposit

Interest income on deposits is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

###### Income on lending business

The Company recognises interest income using Effective Interest Rate (EIR) on all financial assets. The EIR is the rate that exactly discounts estimated future cash payments/receipts through the expected life of the financial asset to the gross carrying amount of a financial asset.

###### (e) 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. Purchase and sale of financial assets are recognised using trade date accounting.

## Reliance Strategic Investments Limited

### Notes to the Financial Statements

#### 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.

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

#### C. Investment in Fellow Subsidiary and Associate Companies

The Company has accounted for its investments in Fellow Subsidiary Companies at cost less impairment loss (if any).

#### D. Other Equity instruments

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

#### 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) Derivative financial instruments:

The company uses various derivative financial instruments such as future and options in equity to mitigate the risk of changes in market. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of profit or loss.

#### iv) Derecognition of financial instruments

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

#### (f) Earnings per share

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

## Reliance Strategic Investments Limited

### Notes to the Financial Statements

#### C. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

##### a) Recoverability of trade receivable:

Judgments 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.

##### b) 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 judgment 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.

##### c) Impairment of financial assets:

The Company applies the ECL model in accordance with Ind-AS 109 for recognizing impairment loss on financial assets. The expected credit loss is calculated i.e., 12-month expected loss for all facilities in stage 1 and lifetime expected credit loss for all other facilities. The expected credit loss is a product of exposure at default ('EAD'), probability of default ('PD') and loss given default ('LGD'). The Company has devised an internal model to evaluate the PD and LGD based on the parameters set out in Ind-AS 109. Accordingly, the financial assets are classified into one of the three stages (Stage 1, Stage 2 or Stage 3) based on the assessed credit risk of the instrument/facility. There are three stages:

Stage 1 would include all facilities which have not undergone a significant increase in credit risk since initial recognition

Stage 2 would include facilities meeting the criteria for Significant Increase in Credit Risk and facilities with DPD 30 or more

Stage 3 will have facilities classified as NPA and facilities with DPD 90 or more and are credit impaired

LGD is an estimate of loss from a transaction given that a default occurs. PD is defined as the probability of whether the borrowers will default on their obligations in the future. Ind AS 109 requires the use of separate PD for a 12-month duration and lifetime duration depending on the stage allocation of the borrower. EAD represents the expected exposure in the event of a default and is the gross carrying amount in case of the financial assets held by the Company.

The measurement of impairment losses across all categories of financial assets requires judgement in determining impairment losses and the assessment of a significant increase in credit risk. The Company's ECL calculations are outputs of complex models with a number of underlying assumptions. The inputs and models used for calculating ECLs may not always capture all factors at the date of the financial statements. Adjustments including reversal of ECL is recognized through statement of profit and loss.

##### d) Recognition of Deferred tax assets and liabilities

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

##### e) Fair value measurement

For estimates relating to fair value of financial instruments refer note 26 of financial statements

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>1 Cash and Cash Equivalents</b>		
Cash on hand	-	-
<b>Balance with Banks</b>		
In current accounts	36	49
	<u>36</u>	<u>49</u>

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>2 Receivables (Unsecured and considered good)</b>		
Trade Receivables	-	7 65
	<u>-</u>	<u>7 65</u>

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>3 Loans (Unsecured and considered good) At Amortised Cost</b>		
Loan to Related parties (Refer Note 24)	1960 90	-
Loan to others *	-	4400 15
Total Gross Loan	<u>1960 90</u>	<u>4400 15</u>
Less : ECL & Contingent provision on standard asset **	<u>9 81</u>	<u>17 65</u>
	<u>1951 09</u>	<u>4382 50</u>

\* Long term Consumer Loan

\*\* Includes provision created pursuant to Section 45JA of the Reserve Bank of India Act, 1934 and Para 14 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016

Loans in India :

Other than to Public Sector	1960 90	4400 15
-----------------------------	---------	---------

Loans outside India

	-	-
	<u>1960 90</u>	<u>4400 15</u>

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

#### 3.1 Credit quality of assets

The table below shows the credit quality and the maximum exposure to credit risk based on year-end stage classification and analysis of changes in the Impairment loss allowance in relation to Loans :

₹ in lakhs								
Particulars	As at 31st March, 2021							
	Stage 1		Stage 2		Stage 3		Total	
	Gross Carrying Amount	Impairment Loss Allowance	Gross Carrying Amount	Impairment Loss Allowance	Gross Carrying Amount	Impairment Loss Allowance	Gross Carrying Amount	Impairment Loss Allowance
As at 1st April, 2020	4400 15	17 65	-	-	-	-	4400 15	17 65
Add: Changes in Credit Exposure (Additional disbursement net of repayment)	(2439 25)	(7 84)	-	-	-	-	(2439 25)	(7 84)
Transfer to Stage 1	-	-	-	-	-	-	-	-
Transfer to Stage 2	-	-	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-	-	-
<b>Closing Balance</b>	<b>1960 90</b>	<b>9 81</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1960 90</b>	<b>9 81</b>

Particulars	As at 31st March, 2020							
	Stage 1		Stage 2		Stage 3		Total	
	Gross Carrying Amount	Impairment Loss Allowance	Gross Carrying Amount	Impairment Loss Allowance	Gross Carrying Amount	Impairment Loss Allowance	Gross Carrying Amount	Impairment Loss Allowance
As at 1st April, 2019	7 65	4	-	-	-	-	7 65	4
Add: Changes in Credit Exposure (Additional disbursement net of repayment)	4392 50	17 61	-	-	-	-	4392 50	17 61
Transfer to Stage 1	-	-	-	-	-	-	-	-
Transfer to Stage 2	-	-	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-	-	-
<b>Closing Balance</b>	<b>4400 15</b>	<b>17 65</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4400 15</b>	<b>17 65</b>

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

₹ in lakhs

4 Investments	As at 31st March, 2021			As at 31st March, 2020		
	Cost	At fair value through Profit or Loss	Total	Cost	At fair value through Profit or Loss	Total
<b>(A) Investments</b>						
Quoted Debentures	-	-	-	-	119 67	119 67
Equity instruments						
Fellow Subsidiary *	<b>10 69</b>	-	<b>10 69</b>	10 69	-	10 69
Venture Funds	-	<b>21 30</b>	<b>21 30</b>	-	41 73	41 73
Security Receipt	-	<b>25 50</b>	<b>25 50</b>	-	34 00	34 00
<b>Total (A)</b>	<b>10 69</b>	<b>46 80</b>	<b>57 49</b>	10 69	195 40	206 09
Investments outside India	-	-	-	-	-	-
Investments in India	<b>10 69</b>	<b>46 80</b>	<b>57 49</b>	10 69	195 40	206 09
<b>Total (B)</b>	<b>10 69</b>	<b>46 80</b>	<b>57 49</b>	10 69	195 40	206 09
Less :						
Allowance for impairment Loss (C )	-	-	-	-	-	-
<b>Total (A-C)</b>	<b>10 69</b>	<b>46 80</b>	<b>57 49</b>	10 69	195 40	206 09

\* The Company has accounted for its investments in Fellow Subsidiary company at cost less impairment loss (if any)  
Refer Note no. 23

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>5 Other Financial Assets</b>		
Interest receivable	-	13 47
Other receivables/Deposits	1	1
Income receivable from Venture Fund	-	87
Security Deposit #	-	26 00
	<b>1</b>	<b>40 35</b>

# Deposit with banks of ₹ NIL (previous year ₹ 2600 lakhs) are given as collateral securities.

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>6 Other Current Asset</b>		
Advance payment of taxes (net) *	34 82	128 71
Balance with Government Authorities	12 52	-
	<b>47 34</b>	<b>128 71</b>

Refer Note 18 (b)

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>7 Deferred Tax Assets / (Liabilities) (net)</b>		
<b>The movement on the deferred tax account is as follows:</b>		
At the start of the year	(4 77)	(53 78)
Charge / (Credit) to Statement of Profit and Loss	8 71	49 01
At the end of year	<b>3 94</b>	<b>(4 77)</b>

#### Component of Deferred tax Asset / (Liabilities)

	As at 31st March, 2020	Charge / (Credit) to Statement of profit and loss	₹ in lakhs As at 31st March, 2021
Deferred Tax Asset / (Liabilities) in relation to:			
Financial assets	(4 77)	8 71	3 94
<b>Total</b>	<b>(4 77)</b>	<b>8 71</b>	<b>3 94</b>

Note : Deferred tax of ₹ 6730 lakhs (expiry in FY 2027-28) on unused tax losses has not been recognized.

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>8 Trade Payables</b>		
Micro and Small Enterprises	-	-
Other than Micro and Small Enterprises	-	4
	<u>          -</u>	<u>          4</u>

**Note**

There are no overdue amounts to Micro, Small and Medium Enterprises as at 31st March, 2021 for which disclosure requirements under Micro, Small and Medium Enterprises Development Act, 2006 are applicable.

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>9 Borrowings</b>		
<b>Unsecured</b>		
<b>At amortised cost</b>		
Loans from Holding Company	-	2420 25
	<u>          -</u>	<u>          2420 25</u>
Borrowings in India	-	2420 25
Borrowings outside India	-	-
	<u>          -</u>	<u>          2420 25</u>

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>10 Other Financial Liabilities</b>		
Interest accrued but not due on borrowings from others	-	58 89
Others payables *	7	7
	<u>          7</u>	<u>          58 96</u>

\* Includes provision for revenue expenditure

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

11 Other Non Financial Liabilities	As at 31st March, 2021		₹ in lakhs As at 31st March, 2020	
	Units	Amount	Units	Amount
Pre-paid income	-	-	337	04
Others payables **	17	-	7	80
	17	-	344	84

\*\* Mainly includes statutory dues

12 Equity Share Capital	As at 31st March, 2021		₹ in lakhs As at 31st March, 2020	
	Units	Amount	Units	Amount
<b>Authorised Share Capital</b>				
Equity shares of ₹ 10 each	21,00,000	2 10	21,00,000	2 10
Preference shares of ₹ 100 each	2,25,00,000	225 00	2,25,00,000	225 00
Preference shares of ₹ 1 each	5,00,00,000	5 00	5,00,00,000	5 00
	232	10	232	10
<b>Issued, Subscribed and Paid up:</b>				
Equity shares of ₹ 10 each fully paid up	20,20,200	2 02	20,20,200	2 02
	20	02	20	02

#### Note

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

Name of the Shareholders	As at 31st March, 2021		As at 31st March, 2020	
	No. of shares	Held (%)	No. of shares	Held (%)
Holding Company				
Reliance Industries Limited	20,20,200	100.00	20,20,200	100.00

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

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	No. of shares	No. of shares	No. of shares	No. of shares
Shares at the beginning of the year	20,20,200	-	20,20,200	-
Add : Shares issued during the year	-	-	-	-
Shares at the end of the year	20,20,200	-	20,20,200	-

#### 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.

## Reliance Strategic Investments Limited

## Notes on the Financial Statement for the year ended 31st March, 2021

	₹ in lakhs	
	As at 31st March, 2021	As at 31st March, 2020
<b>13 Other Equity</b>		
<b>Instrument Classified as Equity</b>		
9% Non-Cumulative Compulsorily Convertible Preference Shares of ₹ 1 each (1)	4	4
9% Non-Cumulative Compulsorily Convertible Preference Shares of ₹ 1 each (2)	27	27
	31	31
<b>Capital Redemption Reserve</b>		
As per last Balance Sheet	1 23	1 23
<b>Securities Premium Reserve</b>		
As per Last Balance Sheet	881 17	881 17
<b>Statutory Reserve Fund</b>		
As per last Balance Sheet	257 55	211 50
Add: Transferred from Retained Earnings	24 75	46 05
	282 30	257 55
<b>Retained Earnings</b>		
As per Last Balance Sheet	794 65	610 76
Add: Profit for the year	123 06	229 94
	917 71	840 70
Less: Appropriations		
Transferred to Statutory Reserve Fund	24 75	46 05
	892 96	794 65
<b>Total</b>	2057 97	1934 91

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.

- 1 9% Non-Cumulative Compulsorily Convertible Preference Shares of ₹ 1 each amounting to ₹ 4 lakhs (402800 shares held by Reliance Industries Limited - holding company). Each Compulsorily convertible preference share (CCPS) shall be convertible into one equity share of ₹ 10 each at a premium of ₹ 2790 per share at any time after 5 years from the date of issue i.e. 31.03.2010 upto 20 years from the date of issue. Outstanding CCPS, if any on the expiry of 20 years from the date of issue will automatically and compulsorily be converted into one equity share for every one CCPS.

## Reconciliation of Shares outstanding at the beginning and at the end of the year

Particulars	As at 31st March, 2021	As at 31st March, 2020
	No. of shares	No. of shares
Shares at the beginning of the year	4 02 800	4 02 800
Add : Shares issued during the year	-	-
Shares at the end of the period	4 02 800	4 02 800

- 2 9% Non-Cumulative Compulsorily Convertible Preference Shares of ₹ 1 each amounting to ₹ 27 lakhs (2745355 shares held by Reliance Services and Holdings Limited). Each Compulsorily convertible preference share (CCPS) shall be convertible into one equity share of ₹ 10 each at a premium of ₹ 2790 per share at any time after 5 years from the date of respective issues i.e. 06.01.2010 & 13.01.2010 upto 20 years from the date of respective issues. Outstanding CCPS, if any on the expiry of 20 years from the date of respective issues will automatically and compulsorily be converted into one equity share for every one CCPS.

## Reconciliation of Shares outstanding at the beginning and at the end of the year

Particulars	As at 31st March, 2021	As at 31st March, 2020
	No. of shares	No. of shares
Shares at the beginning of the year	27 45 355	27 45 355
Add : Shares issued during the year	-	-
Shares at the end of the period	27 45 355	27 45 355

**Reliance Strategic Investments Limited**

Notes on the Financial Statement for the year ended 31st March, 2021

14 Revenue from Operations	2020-21	2019-20	₹ in lakhs
<b>Interest income</b>			
<b>On Financial Assets measured at Amortised cost</b>			
Interest on Loans	125 70	54 62	
Interest on Fixed Deposits	63	4 60	
Subvention interest	168 85	234 01	
<b>On Financial Assets classified at fair value through profit or loss</b>			
Interest income on investments (stock in Trade)	-	2 17	
	<u>295 18</u>	<u>295 40</u>	
<b>Dividend Income from Financial Asset classified at fair value through profit and loss</b>			
On Investments	-	1 31	
On stock in trade	-	17	
	<u>-</u>	<u>1 48</u>	
<b>Net gain / (loss) on fair value changes</b>			
On Investments (Refer note 14.1)	-	12 95	
On stock in trade (Refer note 14.2)	-	39 41	
	<u>-</u>	<u>52 37</u>	
	<u><u>295 18</u></u>	<u><u>349 25</u></u>	

**14.1 Net gain / (loss) on fair value changes - Investments**

Net Gain / (Loss) on Financial instrument at fair value through profit and loss		
On investments	(5 82)	16 32
Others - Venture funds	(6 43)	(3 37)
Total net gain / (loss) on fair value changes	<u>(12 25)</u>	<u>12 95</u>
Fair Value changes		
Realised	9 74	9 81
Unrealised	(21 99)	3 14
Total net gain / (loss) on fair value changes	<u>(12 25)</u>	<u>12 95</u>

**14.2 Net gain / (loss) on fair value changes - Stock in trade**

Net Gain / (Loss) on Financial instrument at fair value through profit and loss		
On Investments	-	(28 33)
On Derivatives	-	68 55
On dealing in interest rate futures	-	( 81)
Total net gain / (loss) on fair value changes	<u>-</u>	<u>39 41</u>
Fair Value changes		
Realised	-	39 41
Unrealised	-	-
Total net gain / (loss) on fair value changes	<u>-</u>	<u>39 41</u>

## Reliance Strategic Investments Limited

Notes on the Financial Statement for the year ended 31st March, 2021

	2020-21	₹ in lakhs 2019-20
<b>15 Other Income</b>		
Reversal of ECL & Contingent provision on Standard Assets	7 84	-
Interest on IT refund	7 79	-
	<u>15 63</u>	<u>-</u>

	2020-21	₹ in lakhs 2019-20
<b>16 Finance Cost</b>		
Interest on Borrowings (measured at amortised cost)	110 57	127 76
	<u>110 57</u>	<u>127 76</u>

	2020-21	₹ in lakhs 2019-20
<b>17 Other Expenses</b>		
Auditors remuneration		
Statutory audit fees	7	6
Tax audit fees	1	1
Certification fees (₹ 10000/- , previous year ₹ 10000/-)	0	0
	<u>8</u>	<u>7</u>
Professional fees	69 52	89
Brokerage	-	28
Securities Transaction Tax	-	2 51
Directors sitting fees	11	9
General provision on standard assets	-	17 61
Charity and donations *	14	1 30
Other administrative expenses	8	4 90
	<u>69 93</u>	<u>27 65</u>

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

- a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the company during the period was ₹ 14 lakhs (previous year ₹ 130 lakhs)
- b) Expenditure related to CSR is ₹ 14 lakhs (previous year ₹ 130 lakhs) is spent through Reliance Foundation

Particulars	2020-21	₹ in lakhs 2019-20
Support to Preventive Healthcare Facilities	14	-
Education	-	1 30
<b>Total</b>	<u>14</u>	<u>1 30</u>

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

	Year ended 31st March, 2021	₹ in lakhs Year ended 31st March, 2020
<b>18 TAXATION</b>		
a) Income Tax recognised in Statement of Profit and Loss		
<b>Current Tax</b>		
In respect of the current year	3 40	12 90
In respect of prior year	31	-
<b>Deferred Tax</b>	(8 71)	(49 01)
Total income tax expenses recognised in the current year	(5 00)	(36 11)

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

	Year ended 31st March, 2021	₹ in lakhs Year ended 31st March, 2020
Profit Before Tax	118 06	193 83
Applicable Tax Rate	25.17%	25.17%
Computed Tax Expense	29 72	48 79
Tax Effect of :		
Income not Taxable	-	( 38)
Expenses disallowed	(26 01)	(35 51)
Current Tax Provision (A)	3 71	12 90
Incremental / (reversal) Deferred Tax Liability on account of Financial Assets & Other items	(8 71)	(49 01)
Deferred Tax Provision (B)	(8 71)	(49 01)
Tax Expenses recognised in Statement of Profit and Loss (A+B)	(5 00)	(36 11)

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
<b>b) Current Tax Assets (Net)</b>		
At start of year	128 72	95 12
Charge for the year	(3 71)	(12 90)
Tax paid during the year	(90 19)	46 50
At end of year	34 82	128 72

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

19 Earnings per share (EPS)	2020-21	2019-20
<b>Face value per equity share (₹)</b>	<b>10</b>	10
<b>Basic earnings per share (₹)</b>	<b>238.10</b>	444.90
Net Profit after Tax as per Statement of Profit and Loss Account attributable to Equity Shareholders (₹ in lakhs)	<b>123 06</b>	229 94
Equity shares	<b>20 20 200</b>	20 20 200
Potential Equity Shares	<b>31 48 155</b>	31 48 155
Weighted average number of equity shares used as denominator for calculating Basic EPS	<b>51 68 355</b>	51 68 355
<b>Diluted earnings per equity share (₹)</b>	<b>238.10</b>	* 444.90
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in lakhs)	<b>123 06</b>	229 94
Weighted average number of Equity shares used as denominator for calculating Diluted EPS	<b>51 68 355</b>	51 68 355
<b>Reconciliation of weighted number of shares outstanding</b>		
Weighted average number of Equity shares used as denominator for calculating Basic EPS	-	-
Total Weighted Average Potential Equity Shares	-	-
Weighted average number of Equity shares used as denominator for calculating Diluted EPS	-	-

20 The Previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

	As at	₹ in lakhs As at
21 Contingent Liabilities	31st March, 2021	31st March, 2020
i) Commitments towards venture fund units	<b>57</b>	57
ii) Income tax liability *	<b>6 10</b>	6 55

\* The Company has been advised that the demand is likely to be either deleted or substantially reduced and accordingly no provision is considered necessary.

## 22 Segment Reporting

The Company is engaged in business of finance, future and option, Trading / investments in shares and securities in India only and there are no separate business / geographical segments as per Ind AS 108 "Operating Segment". The Board (the 'Chief Operating Decision Maker' as defined in Ind AS 108 'Operating Segments'), monitors the operating results of the entity's business for the purpose of making decisions about resource allocation and performance assessment.

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

		As at		₹ in lakhs	
23 Investments		31st March, 2021		As at 31st March, 2020	
		Units	Amount	Units	Amount
<b>I Long term investments</b>					
<b>(A) Investments Measured at Cost</b>					
<b>In Equity Shares of Fellow Subsidiary Company</b>					
<b>Quoted, fully paid up</b>					
Den Network Limited of ₹ 10 each		14,87,160	10 69	14,87,160	10 69
<b>Total (A)</b>			<b>10 69</b>		<b>10 69</b>
<b>(B) Investments Measured at Fair Value Through Profit and Loss</b>					
<b>In Debentures - Quoted, fully paid up</b>					
HDB Financials Services Ltd. - NCD Series 113 of ₹ 1000000 each		-	-	1,000	119 67
			-		119 67
<b>In Venture Fund - Unquoted, fully paid up</b>					
KKR India Debt Fund I of ₹ 1000 each		105,548	68	105,548	78
Multiples Private Equity Fund - Scheme I of ₹ 100000 each paid up ₹ 16970.76 (previous year ₹ 22437.42) each		5,000	13 19	5,000	31 43
			13 87		32 20
<b>Unquoted, partly paid up</b>					
LICHFL Urban Development Fund of ₹ 10,000 each, paid up ₹ 3761.71 (previous year ₹ 3761.71) each		25,000	7 43	25,000	9 52
			7 43		9 52
<b>In Security Receipt - Unquoted, fully paid up</b>					
JMFARC - INFRA MARCH 2019 Trust Security Receipts		340,000	25 50	340,000	34 00
<b>Total (B)</b>			<b>46 80</b>		<b>195 40</b>
<b>Total Long term investments (A+B)</b>			<b>57 49</b>		<b>206 09</b>
Investments outside India			-		-
Investments in India			57 49		206 09
			<b>57 49</b>		<b>206 09</b>

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

		As at		₹ in lakhs	
23 Investments (Contd..)	31st March, 2021		As at 31st March, 2020		
	Units	Amount	Units	Amount	
<b>I Long term investments</b>					
Aggregate amount of Quoted Investments		10 69		130 36	
Market Value of Quoted Investments		7 32		124 18	
Aggregate amount of Unquoted Investments		46 80		75 73	
Aggregate provision for impairment in value of Investment		-		-	
<b>Category-wise Long term Investment</b>					
		As at		As at	
		31st March, 2021		31st March, 2020	
Financial assets measured at Cost		10 69		10 69	
Financial assets carried at amortised cost		-		-	
Financial assets measured at Fair value through other comprehensive income		-		-	
Financial assets measured at Fair value Through Profit and Loss		46 80		195 40	
<b>Total</b>		57 49		206 09	

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

#### 24 Related Party

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

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

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Holding Company
2	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary Companies
3	Reliance Ventures Limited	
4	Reliance Corporate IT Park Limited	
5	Reliance Strategic Business Ventures Limited	
6	Reliance Projects & Property Management Services Limited	
7	Reliance Polyolefins Limited ^	
8	Reliance Energy and Project Development Limited ^	
9	Reliance Aromatics and Petrochemicals Limited ^	
10	Reliance Chemicals Limited ^	
11	Reliance Universal Enterprises Limited ^	
12	Reliance Services and Holdings Limited	
13	Jio Platforms Limited	
14	Den Network Limited	
15	Sajita Nair ^^	
16	Ashoo Mote ^^	
17	Suresh Jagannathan	
18	Vishal Kumar	

^ Companies amalgamated with Reliance Services and Holding Limited in previous year

^^ Relationship existed for the part of the year

#### ii) Transactions during the year with related parties:

(₹ in lakhs)

Sr. No.	Nature of Transaction	Holding Company	Fellow Subsidiaries	Key Managerial Personnel	Total
1	Loans taken / (repaid) (net)	(2420 25) 98 83	-	-	(2420 25) 98 83
2	Loans given / (returned) (net)	-	1960 90 (7 65)	-	1960 90 (7 65)
3	Sale of Investments	-	-	-	-
		6 15	117 12	-	123 28
4.1	Interest income	-	22 83 18 08	-	22 83 18 08
4.2	Sub-vention income received / (refunded)	-	(168 19) 571 05	-	(168 19) 571 05
5.1	Finance Cost	110 57 62 57	-	-	110 57 62 57
5.2	Professional fees	* 7 74 * 37	61 69 65	10 10	69 53 1 12

\* includes remuneration paid to Key Managerial Personnel on secondment basis ₹ 10 lakhs (previous year ₹ 10 lakhs)

Note : Figures in Italic represents previous year's amount

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

#### 24 Related Party (contd...)

Sr. No.	Nature of Transaction	Holding Company	Fellow Subsidiaries	Key Managerial Personnel	Total (₹ in lakhs)
<b>Balance as at 31st March, 2021</b>					
1	Equity share capital	<b>2 02</b> <i>2 02</i>	-	-	<b>2 02</b> <i>2 02</i>
2	Preference share capital (including premium)	<b>112 78</b> <i>112 78</i>	-	-	<b>112 78</b> <i>112 78</i>
3	Loans taken / (repaid) (net) (Incl. accrue interest)	-	-	-	-
		<i>2420 25</i>	-	-	<i>2420 25</i>
5	Loans given	-	<b>1960 90</b>	-	<b>1960 90</b>
		-	-	-	-
6	Other Financial Liabilities	-	-	-	-
		-	<i>337 04</i>	-	<i>337 04</i>
7	Investments	-	<b>10 69</b>	-	<b>10 69</b>
		-	<i>10 69</i>	-	<i>10 69</i>

Note : Figures in Italic represents previous year's amount

#### Disclosure in Respect of Material Related Party Transactions during the year: (₹ in lakhs)

Particulars	Relationship	2020-21	2019-20
<b>1 Loans taken / (repaid) (net)</b>			
Reliance Industries Limited	Holding Company	<b>(2420 25)</b>	98 83
<b>2 Loans given / (returned) (net)</b>			
Reliance World Trade Private Limited	Fellow Subsidiary	-	(3 83)
Reliance Energy Project and Development Limited	Fellow Subsidiary	-	( 30)
Reliance Aromatics and Petrochemicals Limited	Fellow Subsidiary	-	( 33)
Reliance Chemicals Limited	Fellow Subsidiary	-	( 94)
Reliance Universal Enterprises Limited	Fellow Subsidiary	-	(2 25)
Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary	<b>1960 90</b>	244 40
Reliance Strategic Business Ventures Limited	Fellow Subsidiary	-	(244 40)
<b>3 Sale of investments</b>			
Reliance Industries Limited	Holding Company	-	6 15
Reliance Ventures Limited	Fellow Subsidiary	-	117 12
<b>4.1 Interest income</b>			
Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary	<b>22 83</b>	16 51
Reliance Strategic Business Ventures Limited	Fellow Subsidiary	-	1 57
<b>4.2 Sub-vention income received / (refund)</b>			
Reliance Corporate IT Park Limited	Fellow Subsidiary	-	571 05
Reliance Projects & Property Management Services Limited	Fellow Subsidiary	<b>(168 19)</b>	-

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

#### 24 Related Party (contd...)

(₹ in lakhs)

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

Particulars	Relationship	2020-21	2019-20
<b>5.1 Interest expense</b>			
Reliance Industries Limited	Holding Company	110 57	62 57
<b>5.2 Professional fees</b>			
Reliance Industries Limited *	Holding Company	7 74	37
Jio Platforms Limited	Fellow Subsidiary	61 33	-
Reliance Corporate IT Park Limited	Fellow Subsidiary	-	16
Reliance Projects & Property Management Services Limited	Fellow Subsidiary	36	49
Suresh Jagannathan	Key Managerial Personnel	5	5
Ashoo Mote	Key Managerial Personnel	0.5	-
Sajita Nair	Key Managerial Personnel	1.5	2
Vishal Kumar	Key Managerial Personnel	3	3

\* includes remuneration paid to Key Managerial Personnel on secondment basis ₹ 10 lakhs (previous year ₹ 10 lakhs)

#### 25 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.

	As at 31st March, 2021	₹ in lakhs As at 31st March, 2020
The Net Gearing Ratio at end of the reporting period was as follows :		
Gross Debt	-	2420 25
Cash and Marketable Securities	47 16	221 90
Net debt (A)	(47 16)	2198 35
Total Equity (as per Balance Sheet) (B)	2059 99	1936 93
Net Gearing Ratio (A/B)	-	1.13

## Reliance Strategic Investments Limited

Notes on the Financial Statement for the year ended 31st March, 2021

### 26 Financial Instruments

#### A) Fair Valuation Measurement hierarchy

₹ in lakhs

Particulars	As at 31st March, 2021				As at 31st March, 2020			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
<b>Financial Assets</b>								
<b>At Amortised Cost</b>								
Investments	-	-	-	-	-	-	-	-
Trade Receivables	-	-	-	-	7 65	-	-	-
Cash and Cash Equivalent	36	-	-	-	49	-	-	-
Loans	1951 09	-	-	-	4382 50	-	-	-
Other Financial Assets	1	-	-	-	40 35	-	-	-
<b>At FVTPL</b>								
Investments	46 80	-	46 80	-	195 40	-	195 40	-
<b>At FVTOCI</b>								
<b>Financial Liabilities</b>								
<b>At Amortised Cost</b>								
Borrowings	-	-	-	-	2420 25	-	-	-
Trade Payables	-	-	-	-	4	-	-	-
Other Financial liabilities	7	-	-	-	58 96	-	-	-
<b>At FVTPL</b>								
<b>At FVTOCI</b>								

\* Excludes financial assets measured at cost (Refer note 23)

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.

Level 3: Inputs based on unobservable market data.

#### Valuation Methodology

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, Bonds, Government Securities, and Mutual / Venture Funds is measured at quoted price or NAV.

#### B) Financial Risk Management

Different type of risk the Company is exposed are as under:

##### Credit risk

Credit risk is the risk of financial loss arising out of a customer or counterparty failing to meet their repayment obligations to the Company. The Company assesses the credit quality of all financial instruments that are subject to credit risk. The company categorizes financial assets into stages based on the days past due (DPD) status as under:

Stage 1: Low credit risk i.e. 0 to 30 dpd

Stage 2: Significant increase in credit risk i.e. 31 to 90 dpd

Stage 3: Impaired assets i.e. more than 90 dpd

Financial assets where no significant increase in credit risk has been observed are considered to be in 'stage 1' and for which a 12 month ECL is recognised. Financial assets that are considered to have significant increase in credit risk are considered to be in 'stage 2' and those which are in default or for which there is an objective evidence of impairment are considered to be in 'stage 3'. Lifetime ECL is recognised for stage 2 and stage 3 financial assets

The Company calculates ECL using three main components: a probability of default (PD), a loss given default (LGD) and the exposure at default (EAD).

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

#### Interest rate risk

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

#### Liquidity risk

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

#### Market risk

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

#### 27 Approval of Financial Statements

The Financial statements were approved for issue by the board of directors on April 21, 2021.

**Reliance Strategic Investments Limited**
**Notes on the Financial Statement for the year ended 31st March, 2021**
**28 NBFC Disclosures**

28.1 Disclosures of details as required by Paragraph 17, 19 and 73 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, are given to the extent applicable.

<b>Liabilities side</b>	Amount outstanding	₹ in lakhs Amount overdue	
I Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid			
a) Inter-corporate loans and borrowing	-	-	
		₹ in lakhs Amount outstanding	
<b>Assets side</b>			
II Break-up of Loans and Advances including bills receivables			
a) Secured		-	
b) Unsecured		1960 91	
III Break up of Leased Assets and Stock on hire and other assets counting towards AFC activities		-	
IV Break-up of Investments			
Current Investments (Including Stock-in-trade)			
1 Quoted		-	
2 Unquoted		-	
Long Term Investments			
1 Quoted			
i) Shares : Equity		10 69	
2 Unquoted			
i) Units of venture funds / AIF		21 30	
ii) Securities receipts		25 50	
V Borrower group-wise classification of assets financed as in (II) and (III) above :			
Category	Secured	Amount net of provision Unsecured	Total
1 Related parties			
i) Subsidiaries	-	-	-
ii) Companies in same group	-	1960 90	1960 90
iii) Other related parties	-	-	-
2 Other than related parties	-	1	1
Total	-	1960 91	1960 91
VI Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)		Market value/Break up or fair value or NAV	Book value (net of provisions)
Category			
1 Related Parties			
i) Subsidiaries		-	-
ii) Companies in same group		7 32	10 69
iii) Other related parties		-	-
2 Other than related parties		46 80	46 80
Total		54 12	57 49
VII Other information			Amount
Particulars			
1 Gross Non-Performing Assets			-
2 Net Non-Performing Assets			-
3 Assets acquired in satisfaction of debt			-

**Reliance Strategic Investments Limited**

**Notes on the Financial Statement for the year ended 31st March, 2021**

**28 NBFC Disclosures (Contd...)**

**28.2 Capital to Risk Assets Ratio (CRAR)**

	As at 31st March, 2021	As at 31st March, 2020
	(%)	(%)
i) CRAR	113.11	41.95
ii) CRAR - Tier I Capital	109.46	41.57
iii) CRAR - Tier II Capital	3.65	0.38

₹ in lakhs

	As at 31st March, 2021	As at 31st March, 2020
--	---------------------------	---------------------------

**2 Exposure to Real Estate Sector Category**

**a) Direct exposure**

**i) Residential Mortgages**

Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to ₹.15 lakh may be shown separately)

- -

**ii) Commercial Real Estate**

Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential building, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;

- -

**iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures**

- Residential

- -

- Commercial Real Estate

- -

**b) Indirect Exposure \***

Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)

7 43 9 52

\* Investment in property venture funds / equity shares

**3 Asset Liability Management - maturity pattern of certain items of assets and liabilities**

₹ in lakhs

	1 day to 7 days	8 days to 14 days	15 days to 30 days	Over one month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
<b>Liabilities</b>											
Borrowings from Banks	-	-	-	-	-	-	-	-	-	-	-
Market Borrowings	-	-	-	-	-	-	-	-	-	-	-
Loan from Holding Company	-	-	-	-	-	-	-	-	-	-	-
<b>Assets</b>											
Advances	-	-	-	-	-	-	1	1960 90	-	-	1960 91
Investments	-	-	-	-	-	-	-	46 80	-	10 69	57 49

**28.3** The frauds detected and reported for the period amounted to ₹ Nil (Previous year ₹ Nil).

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

**28.4** Disclosures of details as required by Paragraph 17, 19 and 73 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, are given to the extent applicable.

a) Capital	<b>As at</b> <b>31st March, 2021</b>	As at 31st March, 2020
i) CRAR (%)	113.11	41.95
ii) CRAR – Tier I Capital (%)	109.46	41.57
iii) CRAR – Tier II Capital (%)	3.65	0.38
iv) Amount of subordinated debt raised as Tier-II capital (₹)	-	-
v) Amount raised by issue of Perpetual Debt instruments (₹)	-	-
		₹ in lakhs
b) Investments (Incl. Stock - in - Trade)	<b>As at</b> <b>31st March, 2021</b>	As at 31st March, 2020
i) Value of Investments		
(a) Gross Value of Investments		
i) In India	57 49	206 09
ii) Outside India	-	-
(b) Provision for Depreciation		
i) In India	-	-
ii) Outside India	-	-
(c) Net Value of Investments		
i) In India	57 49	206 09
ii) Outside India	-	-
ii) Movement of provisions held towards depreciation on investments	-	-
		₹ in lakhs
c) Derivatives	<b>As at</b> <b>31st March, 2021</b>	As at 31st March, 2020
i) Forward Rate Agreement / Interest Rate Swap	-	-
ii) Exchange Traded Interest Rate (IR) Derivatives	-	-
iii) Disclosures on Risk Exposure in Derivatives		
i) Qualitative Disclosure	-	-
ii) Quantitative Disclosures	-	-
d) Securitisation	-	-
i) Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction	-	-
ii) Assignment transactions	-	-
iii) Non-Performing Financial Assets Purchased	-	-
iv) Non-Performing Financial Assets Sold	-	-
e) Asset Liability Management Maturity pattern of certain items of Assets and Liabilities - Refer note : 28(2)(3)		
f) Exposures		
i) Exposure to Real Estate Sector <b>- Refer 28 (2)(2)</b>		
ii) Exposure to Capital Market		
i) Investment in quoted equity shares and bonds	10 69	130 36
ii) Exposure to Venture Capital Funds	21 30	42 60
	<b>31 99</b>	<b>172 96</b>

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

**28.4** Disclosures of details as required by Paragraph 17, 19 and 73 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, are given to the extent applicable.

	₹ in lakhs As at 31st March, 2021
g) Details of financing of parent company products	-
h) Details of Single Borrower Limit / Group Borrower Limit exceeded	-
i) Unsecured Advances	-
Total amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. has been taken as also the estimated value of such intangible collateral	-
j) Registration obtained from other financial sector regulators	-
k) Penalties imposed by RBI and other regulators	-
l) Related party transaction - Refer note no. 24	-
m) Ratings assigned by credit rating agencies and migration of ratings during the period	-
n) Remuneration of Directors and Transactions with non executive directors (Directors sitting fees)	11
o) Impact of prior period items on current year's profit and loss	-
p) Revenue recognition has been postponed:	-
q) Indian Accounting Standard 110 - Consolidated Financial Statements (CFS)	NA
r) Provisions and Contingencies - Refer note : 3 & 21	16 48
s) Draw Down from Reserves	-
t) Country of Operation is whole of India and there are no joint venture partners and Overseas Subsidiaries of the Companies	-
u) Concentration of Deposits, Advances, Exposures and NPAs	-
i) Concentration of Deposits	-
ii) Concentration of Advances	-
Total Advances to twenty largest borrowers	1960 90
Percentage of Advances to twenty largest borrowers to total advances	100
iii) Concentration of Exposure	-
Total exposure to twenty largest borrowers / customers	1960 90
Percentage of exposures to twenty largest borrowers / customers to total exposure	100
iv) Concentration of NPAs	-
v) Sector-wise NPAs	-
vi) Movement of NPAs	-
v) Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)	-
w) Off-balance Sheet SPVs sponsored	-
x) Customer Complaints	-

	₹ in lakhs As at 31st March, 2021
<b>28.5 Additional Ratios</b>	
a) Short – term liability to Total Assets	0.00
b) Short Term liability to long term assets	0.00
c) Commercial papers to total assets	NA
d) Non Convertible Debentures to Total Assets	NA
e) Short Term Liabilities to Total liabilities	1.00
f) Long term Assets to Total Assets	0.99
g) Liquidity Coverage Ratio : High Quality Liquid Assets / Total Net Cash Outflow over next 30 days	33.57

## Reliance Strategic Investments Limited

### Notes on the Financial Statement for the year ended 31st March, 2021

- 28.4** Disclosures of details as required by Paragraph 17, 19 and 73 of Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016, are given to the extent applicable.

₹ in lakhs

(1)	(2)	(3)	(4)	(5=3-4)	(6)	(7=4-6)	
Performing Assets							
Standard	Stage 1	1960 90	9 81	1951 09	7 84	1 97	
	Stage 2	NIL	NIL	NIL	NIL	NIL	
Sub total		1960 90	9 81	1951 09	7 84	1 97	
Non Performing Assets (NPA)							
Substandard	Stage 3	NIL	NIL	NIL	NIL	NIL	
Doubtful upto 1 year	Stage 3	NIL	NIL	NIL	NIL	NIL	
1 to 3 years	Stage 3	NIL	NIL	NIL	NIL	NIL	
More than 3 years	Stage 3	NIL	NIL	NIL	NIL	NIL	
Subtotal for doubtful		NIL	NIL	NIL	NIL	NIL	
Loss							
Subtotal for NPA	Stage 3	NIL	NIL	NIL	NIL	NIL	
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	NIL	NIL	NIL	NIL	NIL	
	Stage 2	NIL	NIL	NIL	NIL	NIL	
	Stage 3						
			NIL	NIL	NIL	NIL	NIL
Sub total		NIL	NIL	NIL	NIL	NIL	
Total	Stage 1	1960 90	9 81	1951 09	7 84	1 97	
	Stage 2	NIL	NIL	NIL	NIL	NIL	
	Stage 3	NIL	NIL	NIL	NIL	NIL	
	Total	1960 90	9 81	1951 09	7 84	1 97	

As per our Report of even date

For **Chaturvedi & Shah LLP**  
Firm Registration No : 101720W/W100355  
Chartered Accountants

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

For and on behalf of the Board

**Amit Chaturvedi**  
Partner  
Membership No. 103141

**K.K Desai**  
Partner  
Membership No. 100805

**Jayashri Rajesh**  
Director  
**Dhiren Dalal**  
Director  
**Ashoo Mote**  
Company Secretary  
**Suresh Jagannathan**  
Chief Financial Officer

Mumbai  
Date : 21st April, 2021