

Reliance Strategic Investments Limited
Financial Statements
2019-20

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, 2020, 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, 2020, 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;

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- 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 , 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31 , 2020, 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. The Company has disclosed the impact of pending litigations on its financial position in its financial statements as referred to in Note 23 of 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

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

Jignesh Mehta
Partner
Membership No.: 102749

Sanket. M. Shah
Partner
Membership No.: 148270

UDIN : 20102749AAAAAKG6382
Place : Mumbai
Date : April 23, 2020

UDIN : 20148270AAAAAQ3354
Place : Mumbai
Date : April 23, 2020

“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 of 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, 2020 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	12.67	A.Y. 2011-13	CIT (Appeals)
		317.01	A.Y. 2015-18	

- 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.

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- 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

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

Jignesh Mehta
Partner
Membership No.: 102749

Sanket. M. Shah
Partner
Membership No.: 148270

UDIN : 20102749AAAAKG6382
Place : Mumbai
Date : April 23, 2020

UDIN : 20148270AAAAAQ3354
Place : Mumbai
Date : April 23, 2020

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, 2020 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, 2020, 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

Jignesh Mehta

Partner

Membership No.: 102749

Sanket. M. Shah

Partner

Membership No.: 148270

UDIN : 20102749AAAAKG6382

Place : Mumbai

Date : April 23, 2020

UDIN : 20148270AAAAAQ3354

Place : Mumbai

Date : April 23, 2020

Balance Sheet as at 31st March, 2020

	Note	As at 31st March, 2020	As at 31st March, 2019
₹ in lakhs			
ASSETS			
Financial Assets			
Cash and Cash Equivalents	1	49	1 05
Receivables	2		
Trade Receivables		7 65	31 08
Loans	3	4400 15	7 65
Investments	4	206 09	3143 81
Other Financial Assets	5	40 35	821 48
Total Financial Assets		4654 73	4005 07
Non-Financial Assets			
Current Tax Assets (net)	6	128 71	95 12
Total Non-Financial Assets		128 71	95 12
Total Assets		4783 44	4100 19
LIABILITIES AND EQUITY			
LIABILITIES			
Financial Liabilities			
Derivative Financial Instrument	7	-	16 63
Payables	8		
Trade Payables Due to:			
Micro and Small Enterprises			
Other than Micro and Small Enterprises		4	86
Borrowings	9	2420 25	2321 42
Other Financial Liabilities	10	58 96	7
Total Financial Liabilities		2479 25	2338 98
Non-Financial Liabilities			
Deferred Tax Liability (Net)	11	4 77	53 78
Provisions	12	17 65	4
Other Non Financial Liabilities	13	344 84	40
Total Non-Financial Liabilities		367 26	54 22
Total Liabilities		2846 51	2393 20
EQUITY			
Equity Share Capital	14	2 02	2 02
Other Equity	15	1934 91	1704 97
Total Equity		1936 93	1706 99
Total Liabilities and Equity		4783 44	4100 19

Significant Accounting Policies

See accompanying Notes to the Financial Statements

1 to 31

As per our Report of even date

For and on behalf of the Board

For **Chaturvedi & Shah LLP**

Firm Registration No: 101720W/W100355

Chartered Accountants

Jignesh Mehta

Partner

Membership No. 102749

Mumbai

Date: 23rd April, 2020

For **Rajendra & Co.**

Firm Registration No: 108355W

Chartered Accountants

Sanket M. Shah

Partner

Membership No. 148270

K. Sethuraman

Chairman

Jagannatha Kumar

Director

Jayashri Rajesh

Director

Dhiren Dalal

Independent Director

Shivkumar Bhardwaj

Independent Director

Sajita Nair

Company Secretary

Suresh Jagannathan

Chief Financial Officer

Statement of Profit and Loss for the year ended 31st March, 2020

	Note	2019-20	2018-19
₹ in lakhs			
INCOME			
Revenue from Operations	16		
Interest income		295 40	64 97
Dividend income		1 48	46 80
Net gain on fair value changes		52 37	(216 80)
Total Revenue from operations		349 25	(105 03)
Other Income	17	-	9
Total Income		349 25	(104 94)
EXPENSES			
Finance Cost	18	127 76	247 89
Other Expenditure	19	27 65	16 04
Total Expenses		155 41	263 93
Profit / (Loss) before tax		193 83	(368 87)
Tax Expense			
Current Tax	20	12 90	-
Deferred Tax	11	(49 01)	32 81
		(36 11)	32 81
Profit / (Loss) for the year		229 94	(401 68)
Other Comprehensive Income		-	-
Total Comprehensive Income for the Year		229 94	(401 68)
(Comprising Profit / (Loss) and Other Comprehensive Income)			
Earnings per Equity Share of face value of ₹ 10 each	21		
Basic (in ₹)		1,138.21	(1,988.32)
Diluted (in ₹)		444.90	(1,988.32)
Significant Accounting Policies			
See accompanying Notes to the Financial Statements			

As per our Report of even date

For **Chaturvedi & Shah LLP**

Firm Registration No: 101720W/W100355

Chartered Accountants

Jignesh Mehta

Partner

Membership No. 102749

Mumbai

Date: 23rd April, 2020

For and on behalf of the Board

For **Rajendra & Co.**

Firm Registration No: 108355W

Chartered Accountants

Sanket M. Shah

Partner

Membership No. 148270

K. Sethuraman

Chairman

Jagannatha Kumar

Director

Jayashri Rajesh

Director

Dhiren Dalal

Independent Director

Shivkumar Bhardwaj

Independent Director

Sajita Nair

Company Secretary

Suresh Jagannathan

Chief Financial Officer

Statement of Changes in Equity for the year ended 31st March 2020

A. Equity Share Capital					₹ in lakhs
Balance at the beginning of the reporting period i.e. 1st April, 2018	Changes in equity share capital during the year 2018-19	Balance at the end of the reporting period i.e. 31st March, 2019	Changes in equity share capital during the year 2019-20	Balance at the end of the reporting period i.e. 31st March, 2020	
2 02	-	2 02	-	2 02	

B. Other Equity								₹ in lakhs
Particulars	Instru-ments classified as Equity	Reserves and Surplus				Other Comprehensive Income	Total	
		Capital Redemption Reserve	Securities Premium Reserve	Statutory Reserve Fund	Retained Earnings			
As on 31st March, 2019								
Balance at the beginning of the reporting period i.e. 1st April, 2018	31	1 23	881 17	211 50	1012 44	-	2106 65	
Total Comprehensive Income of the year	-	-	-	-	(401 68)	-	(401 68)	
Transferred from retained earnings	-	-	-	-	-	-	-	
Balance at the end of the reporting period i.e. 31st March, 2019	31	1 23	881 17	211 50	610 76	-	1704 97	
As on 31st March, 2020								
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	

As per our Report of even date

For **Chaturvedi & Shah LLP**

Firm Registration No: 101720W/W100355
Chartered Accountants

Jignesh Mehta

Partner

Membership No. 102749

Mumbai

Date: 23rd April, 2020

For and on behalf of the Board

For **Rajendra & Co.**

Firm Registration No: 108355W
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Independent Director

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Independent Director

Sajita Nair

Company Secretary

Suresh Jagannathan

Chief Financial Officer

Cash Flow Statement for the year ended 31st March, 2020

	₹ in lakhs	
	2019-20	2018-19
A Cash Flow from Operating Activities		
Net Profit before tax as per Statement of Profit and Loss	193 83	(368 87)
Adjusted for:		
Interest income	(295 40)	(64 97)
Dividend income on investments / Stock	(1 48)	(46 80)
Profit on sale of investments	15 38	169 92
General Provision on Standard Assets	17 61	(9)
Finance costs	127 76	247 89
	<u>(136 13)</u>	<u>305 95</u>
Operating Loss before Working Capital Changes	57 70	(62 92)
Adjusted for:		
Trade and other Receivables	50 55	(3 81)
Trade Payables	336 20	82
Movement in loans	(4392 50)	23 89
Interest income	307 80	39 64
	<u>(3697 95)</u>	<u>60 54</u>
Cash Generated from Operations	(3640 25)	(2 38)
Income Taxes paid	(46 50)	(28 27)
Net cash Generated from / (used in) Operating Activities	<u>(3686 75)</u>	<u>(30 65)</u>
B Cash flow from Investing Activities		
Purchase of investments	(743 57)	(14316 91)
Sale of investments	3665 92	14714 68
Dividend income on investments / stock	1 48	46 80
Investment in / proceeds from fixed deposits	725 00	(750 00)
Net cash flow used in Investing Activities	<u>3648 83</u>	<u>(305 43)</u>
C Cash flow from financing Activities		
Proceeds from:		
Proceeds from Current Borrowing (net) - from Holding company	98 83	584 12
Interest paid	(61 47)	(247 67)
Net Cash flow from / (used in) Financing Activities	<u>37 36</u>	<u>336 45</u>
Net Increase / (Decrease) in Cash and Cash Equivalents	(56)	37
Opening Balance of Cash and cash equivalents	1 05	68
Closing Balance of Cash and cash equivalents (Refer Note 1)	<u>49</u>	<u>1 05</u>

As per our Report of even date

For **Chaturvedi & Shah LLP**

Firm Registration No: 101720W/W100355

Chartered Accountants

Jignesh Mehta

Partner

Membership No. 102749

Mumbai

Date: 23rd April, 2020

For and on behalf of the Board

For **Rajendra & Co.**

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Shivkumar Bhardwaj

Independent Director

Sajita Nair

Company Secretary

Suresh Jagannathan

Chief Financial Officer

Notes on the Financial Statement for the year ended 31st March 2020

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.

Notes on the Financial Statement for the year ended 31st March 2020

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.

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 and Associate 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.

Notes on the Financial Statement for the year ended 31st March 2020

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.

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 impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment 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) 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 29 of financial statements

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
1	Cash and Cash Equivalents	As at 31st March, 2020	As at 31st March, 2019
	Cash on hand	-	-
	Balance with Banks		
	In current accounts	49	1 05
		<u>49</u>	<u>1 05</u>
			₹ in lakhs
2	Receivables (Unsecured and considered good)	As at 31st March, 2020	As at 31st March, 2019
	Trade Receivables	7 65	31 08
		<u>7 65</u>	<u>31 08</u>
			₹ in lakhs
3	Loans (Unsecured and considered good)	As at 31st March, 2020	As at 31st March, 2019
	At Amortised Cost		
	Loan to Related parties	-	7 65
	Loan to others	4400 15*	-
		<u>4400 15</u>	<u>7 65</u>
	* Long term Consumer Loan		
	Loans in India:		
	Other than to Public Sector	4400 15	7 65
	Loans outside India	-	-
		<u>4400 15</u>	<u>7 65</u>

Refer note no 27

		₹ in lakhs					
4	Investments	As at 31st March, 2020			As at 31st March, 2019		
		Cost	At fair value through Profit or Loss	Total	Cost	At fair value through Profit or Loss	Total
	(A) Investments						
	Quoted Debentures	-	119 67	119 67	-	433 26	433 26
	Equity instruments						
	Fellow Subsidiaries*	10 69	-	10 69	10 69	-	10 69
	Associates*	-	-	-	3 75	-	3 75
	Unquoted shares	-	-	-	-	66 15	66 15
	Quoted shares	-	-	-	-	441 07	441 07
	Quoted shares - Others#	-	-	-	-	2106 03	2106 03
	Venture Funds	-	41 73	41 73	-	82 85	82 85
	Security Receipt	-	34 00	34 00	-	-	-
	Total (A)	10 69	195 40	206 09	14 44	3129 36	3143 81
	Investments outside India	-	-	-	-	-	-
	Investments in India	10 69	195 40	206 09	14 44	3129 36	3143 81
	Total (B)	10 69	195 40	206 09	14 44	3129 36	3143 81
	Less:						
	Allowance for impairment	-	-	-	-	-	-
	Loss (C)						
	Total (A - C)	10 69	195 40	206 09	14 44	3129 36	3143 81

* The Company has accounted for its investments in Fellow Subsidiary and Associate companies at cost less impairment loss (if any)

Investments held as stock-in-trade

Refer Note no. 26

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
5	Other Financial Assets	As at 31st March, 2020	As at 31st March, 2019
	Interest receivable	13 47	25 86
	Other receivables/Deposits	1	1
	Income receivable from Venture Fund	87	10 61
	Application money	-	34 00
	Security Deposit #	26 00	751 00
		<u>40 35</u>	<u>821 48</u>
	# Deposit with banks of ₹ 2600 lakhs (previous year ₹ 75100 lakhs) are given as collateral securities.		
		₹ in lakhs	
6	Current Tax Asset (net)	As at 31st March, 2020	As at 31st March, 2019
	Advance payment of taxes (net) Refer Note 20 (b)	128 71	95 12
		<u>128 71</u>	<u>95 12</u>
		₹ in lakhs	
7	Derivative Financial Instruments	As at 31st March, 2020	As at 31st March, 2019
		Notional Amount	Fair Value Asset / (Liabilities)
	Equity linked derivatives	-	-
		-	2350 00
		-	(16 63)
	Note:		
	Notional is grossed up by taking absolute value.		
	Since futures is daily MTM settled, it does not form part of balance sheet and is not included in Assets/Liabilities. Please note the same has been included in notional amount.		
	The numbers are assuming we do not follow hedge accounting and all derivative positions are treated as trading positions.		
		₹ in lakhs	
8	Trade Payables	As at 31st March, 2020	As at 31st March, 2019
	Micro and Small Enterprises	-	-
	Other than Micro and Small Enterprises	4	86
		<u>4</u>	<u>86</u>
	Note:		
	There are no overdue amounts to Micro, Small and Medium Enterprises as at 31st March, 2020 for which disclosure requirements under Micro, Small and Medium Enterprises Development Act, 2006 are applicable.		
		₹ in lakhs	
9	Borrowings	As at 31st March, 2020	As at 31st March, 2019
	Unsecured		
	At amortised cost		
	Loans from Holding Company	2420 25	2321 42
		<u>2420 25</u>	<u>2321 42</u>
	Borrowings in India	2420 25	2321 42
	Borrowings outside India	-	-
		<u>2420 25</u>	<u>2321 42</u>
	Above loans repayable in nine months.		

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
10	Other Financial Liabilities	As at 31st March, 2020	As at 31st March, 2019
	Interest accrued but not due on borrowings from others	58 89	-
	Others payables *	7	7
		<u>58 96</u>	<u>7</u>
	* Includes provision for revenue expenditure		
		₹ in lakhs	
11	Deferred Tax Liabilities / (Asset) (net)	As at 31st March, 2020	As at 31st March, 2019
	The movement on the deferred tax account is as follows:		
	At the start of the year	53 78	20 97
	Charge / (Credit) to Statement of Profit and Loss	<u>(49 01)</u>	<u>32 81</u>
	At the end of year	<u>4 77</u>	<u>53 78</u>
		₹ in lakhs	
		As at 31st March, 2019	Charge / (Credit) to Statement of profit and loss
		As at 31st March, 2020	
	Component of Deferred tax Liabilities		
	Deferred Tax Liabilities in relation to:		
	Financial assets	53 78	(49 01)
	Total	<u>53 78</u>	<u>(49 01)</u>
		₹ in lakhs	
12	Provisions	As at 31st March, 2020	As at 31st March, 2019
	Contingent provision against standard asset#	17 65	4
		<u>17 65</u>	<u>4</u>
	# 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		
	Provision required is ₹ 1765 lakhs (previous year ₹ 4 lakhs)		
		₹ in lakhs	
13	Other Non Financial Liabilities	As at 31st March, 2020	As at 31st March, 2019
	Pre-paid income	337 04	-
	Others payables **	7 80	40
		<u>344 84</u>	<u>40</u>
	** Mainly includes statutory dues		

Notes on the Financial Statement for the year ended 31st March 2020

14	Equity Share Capital	As at 31st March, 2020		As at 31st March, 2019	
		Units	Amount	Units	Amount
					₹ in lakhs
	Authorised Share Capital				
	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
			<u>232 10</u>		<u>232 10</u>
	Issued, Subscribed and Paid up:				
	Equity shares of ₹ 10 each fully paid up	20,20,200	2 02	20,20,200	2 02
			<u>2 02</u>		<u>2 02</u>

Note

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

Name of the Shareholders	As at 31st March, 2020		As at 31st March, 2019	
	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	As at
	31st March, 2020	31st March, 2019
	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	<u>20,20,200</u>	<u>20,20,200</u>

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.

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
15 Other Equity	As at 31st March, 2020	As at 31st March, 2019	
Instrument Classified as Equity			
9% Non-Cumulative Compulsorily Convertible Preference Shares of ₹ 1 each (1)	4	4	
9% Non-Cumulative Compulsorily Convertible Preference Shares of ₹ 1 each (2)	<u>27</u>	<u>27</u>	
	31	31	
Capital Redemption Reserve			
As per last Balance Sheet	1 23	1 23	
Securities Premium Reserve			
As per Last Balance Sheet	881 17	881 17	
Statutory Reserve Fund			
As per last Balance Sheet	211 50	211 50	
Add: Transferred from Retained Earnings	<u>46 05</u>	<u>-</u>	
	257 55	211 50	
Retained Earnings			
As per Last Balance Sheet	610 76	1012 44	
Add: Profit for the year	<u>229 94</u>	<u>(401 68)</u>	
	840 70	610 76	
Less: Appropriations			
Transferred to Statutory Reserve Fund	<u>46 05</u>	<u>-</u>	
	794 65	610 76	
Total	<u>1934 91</u>	<u>1704 97</u>	

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 JLimited - 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	As at
	31st March, 2020	31st March, 2019
	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	<u>-</u>	<u>-</u>
Shares at the end of the period	<u>4 02 800</u>	<u>4 02 800</u>

Notes on the Financial Statement for the year ended 31st March 2020

- 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, 2020	31st March, 2019
	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	<u>27 45 355</u>	<u>27 45 355</u>

		₹ in lakhs	
16	Revenue from Operations	2019-20	2018-19
	Interest income		
	On Financial Assets measured at Amortised cost		
	Interest on Loans	54 62	4 87
	Interest on Fixed Deposits	4 60	28 82
	Subvention interest	234 01	-
	On Financial Assets classified at fair value through profit or loss		
	Interest income on investments (stock in Trade)	<u>2 17</u>	<u>31 28</u>
		295 40	64 97
	Dividend Income		
	On Investments	1 31	8 20
	On stock in trade	<u>17</u>	<u>38 60</u>
		1 48	46 80
	Net gain on fair value changes		
	On Investments (Refer note 16.1)	12 95	16 03
	On stock in trade (Refer note 16.2)	<u>39 41</u>	<u>(232 83)</u>
		<u>52 37</u>	<u>(216 80)</u>
		<u>349 25</u>	<u>(105 03)</u>

		₹ in lakhs	
16.1	Net gain / (loss) on fair value changes - Investments	2019-20	2018-2019
	Net Gain / (Loss) on Financial instrument at fair value through profit and loss		
	On investments	16 32	12 48
	Others - Venture funds	<u>(3 37)</u>	<u>3 55</u>
	Total net gain / (loss) on fair value changes	<u>12 95</u>	<u>16 03</u>
	Fair Value changes		
	Realised	9 81	(14 23)
	Unrealised	<u>3 14</u>	<u>30 25</u>
	Total net gain / (loss) on fair value changes	<u>12 95</u>	<u>16 03</u>

Notes on the Financial Statement for the year ended 31st March 2020

	₹ in lakhs	
	2019-20	2018-19
16.2 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)	(185 95)
On Derivatives	68 55	(45 87)
On dealing in interest rate futures	(81)	(1 01)
Total net gain / (loss) on fair value changes	<u>39 41</u>	<u>(232 83)</u>
Fair Value changes		
Realised	39 41	(285 64)
Unrealised	-	52 81
Total net gain / (loss) on fair value changes	<u>39 41</u>	<u>(232 83)</u>
		₹ in lakhs
17 Other Income	2019-20	2018-19
Reversal of general provision on Standard Assets	-	9
	<u>-</u>	<u>9</u>
		₹ in lakhs
18 Finance Cost	2019-20	2018-19
Interest on Borrowings (measured at amortised cost)	127 76	247 89
	<u>127 76</u>	<u>247 89</u>
		₹ in lakhs
19 Other Expenses	2019-20	2018-19
Auditors remuneration		
Statutory audit fees	6	6
Tax audit fees	1	1
Certification fees (₹ 10000/-, previous year ₹ NIL)	-	-
	<u>7</u>	<u>7</u>
Professional fees	89	88
Brokerage	28	42
Securities Transaction Tax	2 51	9 24
Directors sitting fees	9	12
General provision on standard assets	17 61	-
Charity and donations *	1 30	5 00
Other administrative expenses	4 90	31
	<u>27 65</u>	<u>16 04</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 year was ₹ 130 lakhs (previous year ₹ 500 lakhs)

b) Expenditure related to CSR is ₹ 130 lakhs (previous year ₹ 500 lakhs) is spent through Reliance Foundation

	₹ in lakhs	
Particulars	2019-20	2018-19
Education	1 30	-
Sports	-	3 75
Animal Welfare	-	1 25
Total	<u>1 30</u>	<u>5 00</u>

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
20	TAXATION	Year ended 31st March, 2020	Year ended 31st March, 2019
	a) Income Tax recognised in Statement of Profit and Loss		
	Current Tax		
	In respect of the current year	12 90	-
	In respect of prior year	-	-
	Deferred Tax	<u>(49 01)</u>	<u>32 81</u>
	Total income tax expenses recognised in the current year	<u>(36 11)</u>	<u>32 81</u>
	The income tax expenses for the year can be reconciled to the accounting profit as follows:		
			₹ in lakhs
		Year ended 31st March, 2020	Year ended 31st March, 2019
	Profit Before Tax	193 83	(368 87)
	Applicable Tax Rate	25.17%	34.61%
	Computed Tax Expense	48 79	-
	Tax Effect of:		
	Income not Taxable	(38)	-
	Expenses disallowed	<u>(35 51)</u>	<u>-</u>
	Current Tax Provision (A)	<u>12 90</u>	<u>-</u>
	Incremental / (reversal) Deferred Tax Liability on account of Financial Assets & Other items	<u>(49 01)</u>	<u>32 81</u>
	Deferred Tax Provision (B)	<u>(49 01)</u>	<u>32 81</u>
	Tax Expenses recognised in Statement of Profit and Loss (A+B)	<u>(36 11)</u>	<u>32 81</u>
			₹ in lakhs
		As at 31st March, 2020	As at 31st March, 2019
	b) Current Tax Assets (Net)		
	At start of year	95 12	66 85
	Charge for the year	(12 90)	-
	Tax paid during the year	<u>46 50</u>	<u>28 27</u>
	At end of year	<u>128 72</u>	<u>95 12</u>

Notes on the Financial Statement for the year ended 31st March 2020

21	Earnings per share (EPS)	2019-20	2018-19
	Face value per equity share (₹)	10	10
	Basic earnings per share (₹)	1138.21	(1988.32)
	Net Profit after Tax as per Statement of Profit and Loss Account attributable to Equity Shareholders (₹ in lakhs)	229 94	(401 68)
	Weighted average number of equity shares used as denominator for calculating Basic EPS	20 20 200	20 20 200
	Diluted earnings per equity share (₹)	444.90*	(1988.32)
	Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in lakhs)	229 94	(401 68)
	Weighted average number of Equity shares used as denominator for calculating Diluted EPS	51 68 355	51 68 355
	Reconciliation of weighted number of shares outstanding		
	Weighted average number of Equity shares used as denominator for calculating Basic EPS	20 20 200	20 20 200
	Total Weighted Average Potential Equity Shares	31 48 155	31 48 155
	Weighted average number of Equity shares used as denominator for calculating Diluted EPS	51 68 355	51 68 355

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

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

		₹ in lakhs	
23	Contingent Liabilities	As at 31st March, 2020	As at 31st March, 2019
	i) Commitments towards venture fund units	57	82
	ii) Income tax liability *	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.

24 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.

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

- Loans and advances in the nature of loans to Subsidiaries and Associates etc. is ₹. NIL
- Investment by the loanee in the shares of the Company and subsidiary company is Not Applicable

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs			
26	Investments	As at 31st March, 2020		As at 31st March, 2019	
		Units	Amount	Units	Amount
I	Long term investments				
	(A) Investments Measured at Cost				
	In Equity Shares of Fellow Subsidiary Company				
	Quoted, fully paid up				
	Den Network Limited of ₹ 10 each	14,87,160	10 69	14,87,160	10 69
	In Equity Shares of Associate Company				
	Unquoted, fully paid up				
	Reliance Commercial Dealers Limited of ₹ 10 each	-	-	37,50,000	3 75
	Total (A)		10 69		14 44
	(B) Investments Measured at Fair Value Through Profit and Loss				
	In Equity Shares - Quoted, fully paid up				
	In Debentures - Quoted, fully paid up				
	HDB Financials Services Ltd. - NCD Series 113 of ₹ 1000000 each	1,000	119 67	1,000	109 91
	HDB Financials Services Ltd. - NCD Series 120 of ₹ 1000000 each	-	-	1,000	107 00
	Kotak Mahindra Prime Limited 0% Secured Redeemable Non Convertible Debentures - Series I of ₹ 1000000 each	-	-	1,000	108 44
	PNB Housing Finance Limited 0% Secured Redeemable Non Convertible Bonds - Series XLIII-A of ₹ 1000000 each	-	-	1,000	107 92
			119 67		433 26
	In Equity Shares - Unquoted, fully paid up				
	In Venture Fund - Unquoted, fully paid up				
	KKR India Debt Fund I of ₹ 1000 each	1,05,548	78	3,08,149	21 22
	Multiples Private Equity Fund - Scheme I of ₹ 100000 each paid up ₹ 22437.42 (previous year ₹ 40846.35) each	5,000	31 43	-	-
			32 20		21 22
	Unquoted, partly paid up				
	Multiples Private Equity Fund - Scheme I of ₹ 100000 each, (previous year ₹ 40846.35 each)	-	-	5,000	50 98
	LICHFL Urban Development Fund of ₹ 10,000 each, paid up ₹ 3761.71 (previous year ₹ 3857.34) each	25,000	9 52	25,000	10 65
			9 52		61 64
	In Security Receipt - Unquoted, fully paid up				
	JMFARC - INFRA MARCH 2019 Trust Security Receipts	3,40,000	34 00	-	-
	Total (B)		195 40		1023 33
	Total Long term investments (A + B)		206 09		1037 77
	Investments outside India		-		-
	Investments in India		206 09		1037 77
	Aggregate amount of Quoted Investments		130 36		885 02
	Market Value of Quoted Investments		124 18		884 99
	Aggregate amount of Unquoted Investments		75 73		152 75
	Aggregate provision for impairment in value of Investment		-		-

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
Category-wise Long term Investment	As at	As at	
	31st March, 2020	31st March, 2019	
Financial assets measured at Cost	10 69	14 44	
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	195 40	1023 33	
Total	206 09	1037 77	

		₹ in lakhs	
II Stock in Trade	As at	As at	
	31st March, 2020	31st March, 2019	
Investments measured at Fair Value Through Profit and Loss			
In Equity Share, Quoted fully paid up	-	2106 03	
Total	-	2106 03	
Investments outside India	-	-	
Investments in India	-	2106 03	
	-	2106 03	
Aggregate amount of Quoted Investments	-	2106 03	
Market Value of Quoted Investments	-	2106 03	

		₹ in lakhs	
Category-wise Investments (Stock in Trade)	As at	As at	
	31st March, 2020	31st March, 2019	
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	-	2106 03	
Total	-	2106 03	

27 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
	Reliance Ventures Limited	
3	Reliance Corporate IT Park Limited	
4	Reliance Strategic Business Ventures Limited [^]	
5	Reliance Projects & Property Management Services Limited (Formerly Reliance Digital Platform & Project Services Limited) [^]	
6	Reliance Energy Generation & Distribution 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 World Trade Private Limited [^]	
13	Den Network Limited	

Notes on the Financial Statement for the year ended 31st March 2020

Sr. No.	Name of the Related Party	Relationship
14	Reliance Commercial Dealers Limited [^]	Associate Company
15	Komal Chhapru	Key Managerial Personnel
16	Sajita Nair	
17	Suresh Jagannathan	
18	Tapas Mitra	
19	Vishal Kumar	

[^] The above entities includes related parties where the 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	Associate	Key Managerial Personnel	Total
1	Loans taken / (repaid) (net)	98 83 <i>584 12</i>	- -	- -	- -	98 83 <i>584 12</i>
2	Loans given / (returned) (net)	- -	(7 65) <i>1 11</i>	- -	- -	(7 65) <i>1 11</i>
3	Sale of Investments	6 15 -	117 12 -	- -	- -	123 28 -
4.1	Interest income	- -	18 08 -	- -	- -	18 08 -
4.2	Sub-vention income	- -	571 05 -	- -	- -	571 05 -
5.1	Finance Cost	62 57 <i>243 63</i>	- -	- -	- -	62 57 <i>243 63</i>
5.2	Professional fees	*37 <i>*29</i>	65 <i>55</i>	- -	10 <i>9</i>	1 12 <i>93</i>
Balance as at 31st March, 2020						
1	Equity share capital	2 02 <i>2 02</i>	- -	- -	- -	2 02 <i>2 02</i>
2	Preference share capital (including premium)	112 78 <i>112 78</i>	- <i>768 70</i>	- -	- -	112 78 <i>881 48</i>
3	Loans taken / (repaid) (net) (Incl. accrued interest)	2420 25 <i>2321 42</i>	- -	- -	- -	2420 25 <i>2321 42</i>
4	Loans & advances given / (returned) (net)	- -	- <i>7 65</i>	- -	- -	- <i>7 65</i>
5	Other Financial Liabilities	- -	0.5 -	- -	- -	0.3 -
6	Investments	- -	10 69 <i>10 69</i>	- <i>3 75</i>	- -	10 69 <i>14 44</i>

* includes remuneration paid to Key Managerial Personnel on secondment basis ₹ 10 lakhs (previous year ₹ 8 lakhs)

Note: Figures in Italic represents previous year's amount

Notes on the Financial Statement for the year ended 31st March 2020

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

	Particulars	Relationship	2019-20	2018-19
1	Loans taken / (repaid) (net)			
	Reliance Industries Limited	Holding Company	98 83	584 12
2	Loans given / (returned) (net)			
	Reliance World Trade Private Limited	Fellow Subsidiary	(3 83)	81
	Reliance Energy Generation and Distribution Limited	Fellow Subsidiary	-	(50)
	Reliance Energy Project and Development Limited	Fellow Subsidiary	(30)	7
	Reliance Aromatics and Petrochemicals Limited	Fellow Subsidiary	(33)	13
	Reliance Chemicals Limited	Fellow Subsidiary	(94)	25
	Reliance Universal Enterprises Limited	Fellow Subsidiary	(2 25)	35
	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary	244 40	-
	Reliance Strategic Business Ventures Limited	Fellow Subsidiary	(244 40)	-
3	Sale of investments			
	Reliance Industries Limited	Holding Company	6 15	-
	Reliance Ventures Limited	Fellow Subsidiary	117 12	-
4.1	Interest income			
	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary	16 51	-
	Reliance Strategic Business Ventures Limited	Fellow Subsidiary	1 57	-
4.2	Sub-vention income			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	571 05	-
5.1	Interest expense			
	Reliance Industries Limited	Holding Company	62 57	243 63
5.2	Professional fees			
	Reliance Industries Limited *	Holding Company	37	29
	Reliance Corporate IT Park Limited	Fellow Subsidiary	16	55
	Reliance Projects & Property Management Services Limited	Fellow Subsidiary	49	-
	Komal Chhapru	Key Managerial Personnel	-	1
	Suresh Jagannathan	Key Managerial Personnel	5	5
	Sajita Nair	Key Managerial Personnel	2	0.4
	Vishal Kumar	Key Managerial Personnel	3	1
	Tapas Mitra	Key Managerial Personnel	-	2

* includes remuneration paid to Key Managerial Personnel on secondment basis ₹ 10 lakhs (previous year ₹ 8 lakhs)

28 Capital Management

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

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

Particulars	₹ in lakhs	
	As at 31st March, 2020	As at 31st March, 2019
Gross Debt	2420 25	2321 42
Cash and Marketable Securities	221 89	3881 42
Net debt (A)	2198 36	(1560 00)
Total Equity (as per Balance Sheet) (B)	1936 93	1706 99
Net Gearing Ratio (A/B)	1.13	(0.91)

Notes on the Financial Statement for the year ended 31st March 2020

29 Financial Instruments

A) Fair Valuation Measurement hierarchy

₹ in lakhs

Particulars	As at 31st March, 2020				As at 31st March, 2019			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
Financial Assets								
At Amortised Cost								
Investments *	-	-	-	-	-	-	-	-
Trade Receivables	7 65	-	-	-	31 08	-	-	-
Cash and Cash Equivalent	49	-	-	-	1 05	-	-	-
Loans	4400 15	-	-	-	7 65	-	-	-
Other Financial Assets	40 35	-	-	-	821 48	-	-	-
At FVTPL								
Investments	195 40	-	195 40	-	3129 38	2547 10	582 28	-
Financial Derivatives	-	-	-	-	-	-	-	-
At FVTOCI								
Financial Liabilities								
At Amortised Cost								
Borrowings	2420 25	-	-	-	2321 42	-	-	-
Trade Payables	4	-	-	-	86	-	-	-
Other Financial liabilities	58 96	-	-	-	7	-	-	-
At FVTPL								
Financial Derivatives	-	-	-	-	16 63	16 63	-	-
At FVTOCI								
	-	-	-	-	-	-	-	-

* Excludes financial assets measured at cost (Refer note 25)

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:

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 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:

Notes on the Financial Statement for the year ended 31st March 2020

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).

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.

30 Approval of Financial Statements

The Financial statements were approved for issue by the board of directors on April 23, 2020.

31 NBFC Disclosures

31.1 Disclosures of details as required by Paragraph 15, 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.

Liabilities side	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	2479 14	-
		₹ in lakhs
Assets side		Amount outstanding
II Break-up of Loans and Advances including bills receivables		
a) Secured		-
b) Unsecured		4576 86
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		-

Notes on the Financial Statement for the year ended 31st March 2020

Long Term Investments			
1	Quoted		
	i) Shares: Equity		10 69
	ii) Debentures		119 67
2	Unquoted		
	i) Units of venture funds / AIF		41 73
	ii) Securities receipts		34 00
V Borrower group-wise classification of assets financed as in (II) and (III) above:			
		Amount net of provision	
Category		Secured	Unsecured
1	Related parties		Total
	i) Subsidiaries	-	-
	ii) Companies in same group	-	-
	iii) Other related parties	-	-
2	Other than related parties	-	4576 86
	Total	-	4576 86
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	4 51	10 69
	iii) Other related parties	-	-
2	Other than related parties	195 40	195 40
	Total	199 90	206 09
VII Other information			
			Amount
Particulars			
1	Gross Non-Performing Assets		-
2	Net Non-Performing Assets		-
3	Assets acquired in satisfaction of debt		-
31.2 1. Capital to Risk Assets Ratio (CRAR)			
		As at 31st March, 2020	As at 31st March, 2019
		(%)	(%)
i)	CRAR	41.95	44.01
ii)	CRAR - Tier I Capital	41.57	44.01
iii)	CRAR - Tier II Capital	0.38	-

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
2 Exposure to Real Estate Sector		As at 31st March, 2020	As at 31st March, 2019
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)		9 76	419 88

* Investment in property venture funds / equity shares

3 Asset Liability Management - maturity pattern of certain items of assets and liabilities											₹ in lakhs
Particulars	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
Liabilities											
Borrowings from Banks	-	-	-	-	-	-	-	-	-	-	-
Market Borrowings	-	-	-	-	-	-	-	-	-	-	-
Loan from Holding Company	116 00	-	-	98 00	123 00	370 00	864 00	849 25	-	-	2420 25
Assets											
Advances	124 03	-	-	157 97	124 01	372 05	745 07	3053 74	-	-	4576 87
Investments	-	-	-	-	-	-	119 67	75 73	-	10 69	206 09

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

31.4 Disclosures of details as required by Paragraph 15, 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	As at 31st March, 2020	As at 31st March, 2019
i) CRAR (%)	41.95	44.01
ii) CRAR – Tier I Capital (%)	41.57	44.01
iii) CRAR – Tier II Capital (%)	0.38	-
iv) Amount of subordinated debt raised as Tier-II capital (₹)	-	-
v) Amount raised by issue of Perpetual Debt instruments (₹)	-	-

Notes on the Financial Statement for the year ended 31st March 2020

		₹ in lakhs	
		As at	As at
		31st March, 2020	31st March, 2019
b)	Investments (Incl. Stock - in - Trade)		
i)	Value of Investments		
(a)	Gross Value of Investments		
i)	In India	206 09	3143 81
ii)	Outside India	-	-
(b)	Provision for Depreciation		
i)	In India	-	-
ii)	Outside India	-	-
(c)	Net Value of Investments		
i)	In India	206 09	3143 81
ii)	Outside India	-	-
ii)	Movement of provisions held towards depreciation on investments	-	-
		₹ in lakhs	
c)	Derivatives	As at	As at
		31st March, 2020	31st March, 2019
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: 31(2)(3)		
f)	Exposures		
i)	Exposure to Real Estate Sector - Refer 31 (2)(2)		
ii)	Exposure to Capital Market		
i)	Investment in quoted equity shares and bonds	130 36	2991 05
ii)	Exposure to Venture Capital Funds	42 60	93 46
		<u>172 96</u>	<u>3084 52</u>

Notes on the Financial Statement for the year ended 31st March 2020

	₹ in lakhs
	As at 31st March, 2020
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. 27	-
m) Ratings assigned by credit rating agencies and migration of ratings during the year	-
n) Remuneration of Directors and Transactions with non executive directors (Directors sitting fees)	9
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: 12 & 23	24 77
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	-
Percentage of Advances to twenty largest borrowers to total advances	-
iii) Concentration of Exposure *	-
Total exposure to twenty largest borrowers / customers	-
Percentage of exposures to twenty largest borrowers / customers to total exposure	-
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	-

* Company has given small ticket loans to retail customers towards asset finance

Notes on the Financial Statement for the year ended 31st March 2020

₹ in lakhs

31.4 Additional Ratios

As at
31st March, 2020

a) Short-term Liability to Total Assets	0.52
b) Short-term Liability to Long-term Assets	0.53
c) Commercial Papers to Total Assets	NA
d) Non Convertible Debentures to Total Assets	NA
e) Short-term Liabilities to Total Liabilities	0.87
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	1.03

Assets Classification as per RBI Norms	Assets Classification as per IND AS 109	Gross carrying amount as per IND AS	Loss allowances (provisions) as required under IND AS	Net Carrying amount	Provisions required as per IRACP norms	Difference between IND AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5=3-4)	(6)	(7=4-6)
Performing Assets						
Standard	Stage 1	4400 15	17 65	4382 50	17 65	NIL
	Stage 2	NIL	NIL	NIL	NIL	NIL
Sub total		4400 15	17 65	4382 50	17 65	NIL
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	4400 15	17 65	4382 50	17 65	NIL
	Stage 2	NIL	NIL	NIL	NIL	NIL
	Stage 3	NIL	NIL	NIL	NIL	NIL
	Total	4400 15	17 65	4382 50	17 65	NIL

As per our Report of even date

For **Chaturvedi & Shah LLP**

Firm Registration No: 101720W/W100355

Chartered Accountants

Jignesh Mehta

Partner

Membership No. 102749

Mumbai

Date: 23rd April, 2020

For and on behalf of the Board

For **Rajendra & Co.**

Firm Registration No: 108355W

Chartered Accountants

Sanket M. Shah

Partner

Membership No. 148270

K. Sethuraman

Chairman

Jagannatha Kumar

Director

Jayashri Rajesh

Director

Dhiren Dalal

Independent Director

Shivkumar Bhardwaj

Independent Director

Sajita Nair

Company Secretary

Suresh Jagannathan

Chief Financial Officer