

RELIANCE ETHANE PIPELINE LIMITED
FINANCIAL STATEMENTS
2023-24

INDEPENDENT AUDITOR'S REPORT

To the Members of Reliance Ethane Pipeline Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **Reliance Ethane Pipeline Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and notes to the Financial Statements, including a summary of material 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, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024, its profit including other Comprehensive loss, its cash flows and the changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing ("SAs") 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 audit opinion on the Financial Statements.

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

The Company's Board of Directors are 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 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, 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 are 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 changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Company's 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 with reference to Financial Statements 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 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, 2020 ("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 Statement of Cash Flows 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 Indian Accounting Standards specified under Section 133 of the Act;
 - e) On the basis of written representations received from the Directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024, 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 with reference to Financial Statements of the Company 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 with reference to Financial Statement;

- g) With respect to the other matters to be included in the Auditors' Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 read with Schedule V of the Act.

- h) 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 and as represented by the management:

- i. The Company does not have any pending litigations which would impact on its financial position on its Financial Statement.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (a) The Management of the Company has represented that to us that, to the best of its knowledge and belief, as disclosed in the notes to accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management of the Company has represented to us that, to the best of its knowledge and belief, as disclosed in the notes to accounts, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any

manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

- (c) Based on our audit procedures that have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representation given by the Management under paragraph (2) (h) (iv) (a) & (b) contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year and has not proposed final dividend for the year.
- vi. Based on our examination which included test checks, the company has used an accounting softwares for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.
- vii. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from 1st April, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended 31st March, 2024.

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

Gaurav Jain
Partner
Membership No.: 129439
UDIN: 24129439BKETCJ5744

Place: Mumbai
Date: April 15, 2024

“ANNEXURE A” to Independent Auditors’ Report of even date on the Financial Statements of Reliance Ethane Pipeline Limited

(Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ section of our Report of even date).

- i. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation, of Property, Plant and Equipment.

(B) The Company does not have Intangible Assets. Accordingly, reporting requirements of clause i(a)(B) of paragraph 3 of the Order is not applicable to the Company.
- (b) As explained to us, Property, Plant and Equipment of the Company have been physically verified by the Management during the year, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies have been noticed on such verification.
- (c) According to the information and explanations given to us and the records examined by us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company, as at the balance sheet date except for immovable properties of freehold land aggregating to ₹ 979.62 Lakhs are in the process of being transferred in the name of the company, pursuant to the Scheme of Arrangement between Reliance Gas Pipelines Limited and Reliance Ethane Pipeline Limited(Refer note 1.1 to the Financial Statements).
- (d) Company has not revalued its Property, Plant and Equipment during the year. The Company does not have Intangible Assets during the year. Accordingly, reporting requirements of clause i(d) of paragraph 3 of the Order is not applicable to the Company.
- (e) According to the information and explanation given to us and representation given to us by the Management, no proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- ii. (a) According to the information and explanations given to us and based on the records examined by us, physical verification of inventories have been conducted at reasonable intervals by the management and having regard to the size and nature of business of the Company and nature of its inventory. In our opinion the coverage and the procedure of such verification by the management is appropriate.

Discrepancies of 10% or more in aggregate for each class of inventory were not noticed on such physical verification.

- (b) According to the information and explanations given to us and books of accounts and records examined by us, at any point of the time of the year, the Company has not availed any facility from banks or financial institutions on the basis of security of current assets. Accordingly reporting requirement of clause ii(b) of paragraph 3 of the Order is not applicable to the Company.
- iii.
 - (a) The Company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, reporting requirement of paragraph 3(iii)(a), 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of the Order is not applicable.
 - (b) In our opinion and according to the information and explanations given to us and on the basis our audit procedures during the year the investments made by the Company are, prima facie, not prejudicial to the Company's interest. The Company has not provided any guarantees, securities, loans and advances in the nature of loans. Accordingly reporting requirement of clause (iii)(b) of paragraph 3 of the Order is not applicable to that extent.
- iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantee or security to the parties covered under Section 185 and 186 of the Act. Accordingly reporting requirement of clause (iv) of paragraph 3 of the order is not applicable to the Company.
- v. According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be 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. Accordingly reporting requirement of clause (v) of paragraph 3 of the Order is not applicable to the company.
- vi. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under subsection (1) of Section 148 of the Act applicable in respect of certain activities undertaken by the Company and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

vii. In respect of Statutory dues:

- (a) According to the information and explanations given to us and records examined by us, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Service tax, Value Added Tax (VAT), Central Sales Tax (CST), provident fund, income tax, duty of customs, cess and any other material statutory dues, as applicable, with the appropriate authorities.

According to the information and explanations given to us, there were no undisputed amounts payable in respect of the aforesaid dues, which were outstanding as at 31st March, 2024 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us and the records examined by us, there are no statutory dues referred to in sub-clause (a) which have not been deposited with the appropriate authority on account of any dispute.

viii. According to information and explanations given to us and representation made to us by the Management, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly reporting requirement of clause (viii) of paragraph 3 of the order is not applicable to the Company.

- ix. (a) In our opinion and according to the information and explanations given and books of accounts and records examined by us, the Company has not defaulted in repayment of loans or other borrowings or in repayment of interest thereon to any lender.

- (b) In our opinion and according to the information and explanations given to us, the Company has not been declared wilful defaulter by any bank or financial institution or government or government authority.

- (c) In our opinion and according to the information and explanations given and records examined by us, the company has not obtained any term loan during the year.

- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the Financial Statements of the Company, we report that, prima facie, no funds raised on short-term basis have been used during the year for long-term purposes by the Company.

- (e) According to the information and explanations given to us and based on an overall examination of the Financial Statements of the Company, the Company does not

have any subsidiaries or associates or joint ventures. Accordingly reporting requirement of clause ix(e) of paragraph 3 of the Order is not applicable to the Company.

- (f) According to the information and explanations given to us and procedures performed by us, the Company does not have any subsidiaries or associates or joint ventures. Accordingly reporting requirement of clause ix(f) of paragraph 3 of the Order is not applicable to the Company.
- x. (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting requirement of clause x(a) of paragraph 3 the Order is not applicable to the Company.
- (b) In our opinion, and according to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year. Accordingly, the reporting requirement under clause x(b) of paragraph 3 of the Order is not applicable to the Company.
- xi. (a) 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 no fraud on the Company has been noticed or reported during the year.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by Cost Auditor or Secretarial Auditor or us, in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this audit report.
- (c) As represented to us by the management, no whistle-blower complaints have been received by the Company during the year.
- xii. In our opinion, Company is not a Nidhi Company. Accordingly, the reporting requirement under clause (xii) of paragraph 3 of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Sections 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements etc. as required by the

applicable Indian Accounting Standards.

- xiv. (a) In our opinion and according to the information and explanations given to us , the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date, for the period under audit.
- xv. According to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors as referred to in Section 192 of the Act. Accordingly, the reporting requirement under clause (xv) of paragraph 3 of the Order is not applicable to the Company.
- xvi. (a) To the best of our knowledge and as explained, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the reporting requirement under clause xvi(a) of paragraph 3 the Order is not applicable to the Company.
- (b) According to the information and explanation given to us by the Company and on the basis of examination of records of the Company, the Company has not conducted non-banking financial/housing finance activities during the year. Accordingly, the reporting requirement under clause xvi(b) of paragraph 3 of the Order is not applicable to the Company.
- (c) In our opinion, and according to the information and explanations provided to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting requirement under clause xvi(c) of paragraph 3 of the Order is not applicable to the Company.
- (d) As represented by the Management, the Group does not have any Core Investment Company (CIC) as part of the Group as per the definition of Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016. Accordingly, the reporting requirement under clause xvi(d) of paragraph 3 of the Order is not applicable to the Company.
- xvii. In our opinion and based on the examination of records, the Company has not incurred any cash losses in the financial year and in the immediately preceding financial year.

- xviii. There has been no resignation of the statutory auditors during the year. Therefore, reporting under requirement of clause 3(xviii) of the Order are not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. The Company has fully spent the required amount towards Corporate Social responsibility (CSR) and there are no unspent CSR amounts for the year requiring a transfer to a fund specified in Schedule VII of the Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

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

Gaurav Jain
Partner
Membership No.: 129439
UDIN: 24129439BKETCJ5744

Place: Mumbai
Date: April 15, 2024

Annexure B to Independent Auditors' Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of **Reliance Ethane Pipeline Limited** on the Financial Statements for the year ended 31st March, 2024.)

Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to Financial Statements of **Reliance Ethane Pipeline Limited** ("the Company") as of 31st March, 2024 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls with reference to these Financial Statements based on the internal control 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 with reference to these Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the 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 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 with reference to Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to these Financial Statements included obtaining an understanding of internal financial controls 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 with reference to Financial Statements.

Meaning of Internal Financial Controls with reference to these Financial Statements

A company's internal financial controls 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 controls 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 with reference to these Financial Statements

Because of the inherent limitations of internal financial controls 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 with reference to these Financial Statements to future periods are subject to the risk that the internal financial controls 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to these Financial Statements and such internal financial controls with reference to these Financial Statements were operating effectively as at 31st March, 2024, based on the

internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **Chaturvedi & Shah LLP**

Chartered Accountants

Firm Registration no. 101720W/W100355

Gaurav Jain

Partner

Membership No.: 129439

UDIN: 24129439BKETCJ5744

Place: Mumbai

Date: April 15, 2024

Reliance Ethane Pipeline Limited
Balance Sheet as at 31st March, 2024

| | Notes | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|--|-------|---------------------------|---|
| ASSETS | | | |
| Non-Current Assets | | | |
| Property, Plant and Equipment | 1 | 2,03,313.63 | 2,11,691.79 |
| Capital Work-in-Progress | 1 | 123.75 | 208.90 |
| Other Non- Current Assets | 2 | 3,439.53 | 3,764.07 |
| Total Non-Current Assets | | 2,06,876.91 | 2,15,664.76 |
| Current Assets | | | |
| Inventories | 3 | 4,773.43 | 4,757.05 |
| Financial Assets | | | |
| Investments | 4 | 6,907.21 | 7,564.99 |
| Trade Receivables | 5 | 45,905.49 | 54,205.89 |
| Cash and Cash Equivalent | 6 | 202.00 | 206.30 |
| Other Financial Assets | 7 | 108.86 | 129.20 |
| Other Current Assets | 8 | 2,566.16 | 2,323.65 |
| Total current Assets | | 60,463.15 | 69,187.08 |
| Total Assets | | 2,67,340.06 | 2,84,851.84 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Equity Share Capital | 9 | 5,005.00 | 5,005.00 |
| Other Equity | 10 | 77,406.88 | 63,456.37 |
| Total Equity | | 82,411.88 | 68,461.37 |
| Liabilities | | | |
| Non-Current Liabilities | | | |
| Financial Liabilities | | | |
| Borrowings | 11 | 16,800.00 | 40,300.00 |
| Deferred Tax Liability | 12 | 20,798.78 | 15,988.21 |
| Other Non-Current Liabilities | 13 | 92,916.67 | 97,916.67 |
| Total Non-Current Liabilities | | 1,30,515.45 | 1,54,204.88 |
| Current Liabilities | | | |
| Trade Payables Due to : | | | |
| Micro and Small enterprises | 14 | 83.63 | 36.97 |
| Other than micro and small enterprises | 15 | 43,941.08 | 51,352.18 |
| Other Financial Liabilities | 15 | 3,310.68 | 3,401.00 |
| Other Current Liabilities | 16 | 6,989.81 | 7,326.76 |
| Provisions | 17 | 87.53 | 68.68 |
| Total Current Liabilities | | 54,412.73 | 62,185.59 |
| Total Liabilities | | 1,84,928.18 | 2,16,390.47 |
| Total Equity and Liabilities | | 2,67,340.06 | 2,84,851.84 |

Material Accounting Policies A to C
See accompanying Notes to the Financial Statements 1 to 35

Reliance Ethane Pipeline Limited

As per our Report of even date

For **Chaturvedi & Shah LLP**
Chartered Accountants
Firm Regn No. - 101720W/ W100355

For and on behalf of the Board

Gaurav Jain
Partner
Membership No. - 129439

Alok Gurtu
Whole-time Director
DIN: 09088804

Amit Mehta
Director
DIN: 05112454

Dhiren Dalal
Director
DIN: 01218886

Rajesh Rawat
Director
DIN: 09088590

Chandrakant Gokhale
Director
DIN: 00012666

Achuthan Siddharth
Director
DIN:00016278

Vidya Dharra
Director
DIN: 09440362

Date:15th April, 2024

Sakshi Raorane
Company Secretary

Kartik Kachhia
Chief Financial Officer

Reliance Ethane Pipeline Limited**Statement of Profit and Loss for the year ended 31st March, 2024**

| | Notes | 2023-24 | (₹ in Lakhs) 2022-23 |
|--|-------------|--------------------|-------------------------|
| INCOME | | | |
| Value of Sales | | 8,65,407.34 | 10,77,603.15 |
| Income from Services | | 39,106.41 | 36,719.97 |
| Value of Sales & Services (Revenue) | | 9,04,513.75 | 11,14,323.12 |
| Less: GST Recovered | | 5,566.06 | 14,466.85 |
| Revenue from Operations | 18 | 8,98,947.69 | 10,99,856.27 |
| Other Income | 19 | 1,499.10 | 1,219.79 |
| Total Income | | 9,00,446.79 | 11,01,076.06 |
| EXPENSES | | | |
| Purchase of Traded Goods | | 7,71,671.28 | 9,65,243.10 |
| Changes in Inventories of Stock-In-Trade | 20 | (159.48) | (897.45) |
| Employee Benefits Expense | 21 | 1,960.29 | 1,619.38 |
| Finance Costs | 22 | 2,522.89 | 3,852.43 |
| Depreciation | 1 | 9,217.81 | 9,365.51 |
| Other Expenses | 23 | 96,432.77 | 1,01,675.24 |
| Total Expenses | | 8,81,645.56 | 10,80,858.21 |
| Profit Before Tax | | 18,801.23 | 20,217.85 |
| Tax Expenses: | | | |
| Current Tax | | - | - |
| Deferred Tax | 12 | 4,820.68 | 5,839.34 |
| Profit for the Year | | 13,980.55 | 14,378.51 |
| Other Comprehensive Income | | | |
| a) Items that will not be reclassified to Profit or Loss | | - | - |
| Remeasurement of Defined Benefit Plan | 21.1 | (40.15) | 9.89 |
| Income tax on above | | 10.11 | (2.49) |
| b) Items that will be reclassified to profit or loss | | - | - |
| Total other comprehensive income/(loss) for the year (Net of tax) | | (30.04) | 7.40 |
| Total comprehensive income for the year | | 13,950.51 | 14,385.91 |
| Earnings per equity share of face value of ₹ 10 each | | | |
| Basic | 24 | 27.93 | 28.73 |
| Diluted | 24 | 5.94 | 6.10 |
| Material Accounting Policies | A to C | | |
| See accompanying notes to Financial Statements | 1 to 35 | | |

Reliance Ethane Pipeline Limited

As per our Report of even date

For **Chaturvedi & Shah LLP**

Chartered Accountants

Firm Regn No. - 101720W/ W100355

For and on behalf of the Board

Gaurav Jain

Partner

Membership No. - 129439

Alok Gurtu

Whole-time Director

DIN: 09088804

Amit Mehta

Director

DIN: 05112454

Dhiren Dalal

Director

DIN: 01218886

Rajesh Rawat

Director

DIN: 09088590

Chandrakant Gokhale

Director

DIN: 00012666

Achuthan Siddharth

Director

DIN:00016278

Vidya Dharra

Director

DIN: 09440362

Sakshi Raorane

Company Secretary

Kartik Kachhia

Chief Financial Officer

Date:15th April, 2024

Reliance Ethane Pipeline Limited**Statement of Changes in Equity for the year ended 31st March, 2024**

(₹ in Lakhs)

A. EQUITY SHARE CAPITAL

| | Balance as at 1st April, 2022 | Changes during FY 2022-23 | Balance as at 31st March, 2023 | Changes during FY 2023-24 | Balance as at 31st March, 2024 |
|--|-------------------------------|---------------------------|--------------------------------|---------------------------|--------------------------------|
| | 5,000.00 | 5.00 | 5,005.00 | - | 5,005.00 |

(₹ in Lakhs)

B. OTHER EQUITY**AS AT 31st March, 2024**

Issue of Non Cumulative optionally Convertible Preference shares

| | Balance as at 1st April, 2023 | Total Comprehensive Income for the Year | Issue of Equity Shares | Balance as at 31st March, 2024 |
|-----------------------------|-------------------------------|---|------------------------|--------------------------------|
| | 18,550.00 | - | - | 18,550.00 |
| RESERVES AND SURPLUS | | | | |
| Retained Earnings | 44,821.17 | 13,980.55 | - | 58,801.72 |
| Other Comprehensive Income | 85.20 | (30.04) | - | 55.16 |
| Total | 63,456.37 | 13,950.51 | - | 77,406.88 |

AS AT 31st MARCH, 2023Issue of Non Cumulative optionally Convertible Preference shares
Share Suspense Account (Refer Note 9.1)

| | Balance as at 1st April, 2022 | Total Comprehensive Income for the Year | Issue of Equity Shares | Balance as at 31st March, 2023 |
|-----------------------------|-------------------------------|---|------------------------|--------------------------------|
| | 18,550.00 | - | - | 18,550.00 |
| | 5.00 | - | (5.00) | - |
| RESERVES AND SURPLUS | | | | |
| Retained Earnings | 30,442.66 | 14,378.51 | - | 44,821.17 |
| Other Comprehensive Income | 77.80 | 7.40 | - | 85.20 |
| Total | 49,075.46 | 14,385.91 | (5.00) | 63,456.37 |

Reliance Ethane Pipeline Limited

As per our Report of even date

For **Chaturvedi & Shah LLP**
Chartered Accountants
Firm Regn No. - 101720W/ W100355

For and on behalf of the Board

Gaurav Jain
Partner
Membership No. - 129439

Alok Gurtu
Whole-time Director
DIN: 09088804

Amit Mehta
Director
DIN: 05112454

Dhiren Dalal
Director
DIN: 01218886

Rajesh Rawat
Director
DIN: 09088590

Chandrakant Gokhale
Director
DIN: 00012666

Achuthan Siddharth
Director
DIN:00016278

Vidya Dharra
Director
DIN: 09440362

Date:15th April, 2024

Sakshi Raorane
Company Secretary

Kartik Kachhia
Chief Financial Officer

Reliance Ethane Pipeline Limited
Statement of Cash Flow for the year ended 31st March, 2024

| | 2023-24 | (₹ in Lakhs) 2022-23 |
|---|--------------------|-------------------------|
| A: CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit before tax as per Statement of Profit and Loss | 18,801.23 | 20,217.85 |
| Adjusted for: | | |
| Depreciation | 9,217.81 | 9,365.51 |
| (Profit)/ Loss on Sale/ Discarding of Property, Plant and Equipment (Net) | (3.74) | - |
| Net (Gain)/Loss on Financial Assets | (621.52) | (540.68) |
| Finance Costs | 2,522.89 | 3,852.43 |
| Operating Profit before Working Capital Changes | | |
| Adjusted for: | | |
| Trade and Other Receivables | 8,078.94 | (25,973.52) |
| Inventories | (16.38) | (889.48) |
| Trade and Other Payables | (12,722.72) | 19,683.93 |
| Cash Generated from Operations | <u>25,256.51</u> | <u>25,716.04</u> |
| Taxes Paid (Net) | 548.39 | (900.76) |
| Net Cash Flow from / (used in) Operating Activities* | <u>25,804.90</u> | <u>24,815.28</u> |
| B: CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of Property, Plant and Equipment | (1,090.43) | (465.09) |
| Proceeds from disposal of Property, Plant and Equipment | 24.81 | - |
| Purchase of Other Investments | (43,903.80) | (68,251.99) |
| Sale of Other Investments | 45,183.11 | 69,920.12 |
| Net Cash Flow from/(used in) Investing Activities | <u>213.69</u> | <u>1,203.04</u> |
| C: CASH FLOW FROM FINANCING ACTIVITIES | | |
| Repayment of Borrowing | (23,500.00) | (22,000.00) |
| Interest Paid | (2,522.89) | (3,852.43) |
| Net Cash Flow from/(used) in Financing Activities | <u>(26,022.89)</u> | <u>(25,852.43)</u> |
| Net Increase/(Decrease) in Cash and Cash Equivalents | (4.30) | 165.89 |
| Opening Balance of Cash and Cash Equivalents | 204.11 | 38.22 |
| Closing Balance of Cash and Cash Equivalents (Refer Note "6") | <u>199.81</u> | <u>204.11</u> |

*Includes amount spent in cash towards Corporate Social Responsibility of ₹ 355 Lakhs (Previous Year ₹ 200 Lakhs)

Reliance Ethane Pipeline Limited

As per our Report of even date

For **Chaturvedi & Shah LLP**

Chartered Accountants

Firm Regn No. - 101720W/ W100355

For and on behalf of the Board

Gaurav Jain

Partner

Membership No. - 129439

Alok Gurtu

Whole-time Director

DIN: 09088804

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Dhiren Dalal

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DIN:00016278

Vidya Dharra

Director

DIN: 09440362

Sakshi Raorane

Company Secretary

Kartik Kachhia

Chief Financial Officer

Date:15th April, 2024

Reliance Ethane Pipeline Limited

Notes to the Financial Statements for the year ended 31st March, 2024

A. CORPORATE INFORMATION

Reliance Ethane Pipeline Limited ("the Company") is a limited company incorporated in India.

The registered office of the Company is located at Office-101, Saffron, Near Centre Point, Panchwati 5 rasta, Ambawadi, Ahmedabad, Gujarat, 380006.

The Company is mainly engaged in the business of providing pipeline infrastructure services for transportation of ethane and buying and selling of ethane, acquiring and dealing in all types of hydrocarbons including natural gas and other related activities.

B. MATERIAL ACCOUNTING POLICIES

B.1 BASIS OF PREPARATION AND PRESENTATION

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

- (i) Certain Financial Assets and Liabilities
- (ii) Defined Benefit Plans - Plan Assets

The Financial Statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the Rules notified under the relevant provisions of the Companies Act, 2013, (as amended from time to time) and Presentation and disclosure requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS Compliant Schedule III) as amended from time to time. The Company follows indirect method prescribed in Ind AS 7 – Statement of Cash Flows for presentation of its cash flows.

The Company's Financial Statements are presented in Indian Rupees (₹), which is also its functional currency and all values are rounded to the nearest Lakh (` 00,000), except when otherwise indicated.

B.2 SUMMARY OF MATERIAL ACCOUNTING POLICIES

(a) Current and Non-Current Classification

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification considering an operating cycle of 12 months being the time elapsed between deployment of resources and the realisation in cash and cash equivalents there-against.

(b) Property, Plant and Equipment:

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any.

Depreciation on Property, plant and equipment is provided using Straight Line Method of depreciation. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

(c) Cash and Cash Equivalents

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

(d) Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any. Cost of stores and spares, trading and other products are determined on weighted average basis.

(e) Provisions and Contingent Liabilities

The Company exercises significant judgement in identification of and estimation of the amounts of provisions and contingent liabilities. These provisions and contingent liabilities are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates.

Reliance Ethane Pipeline Limited

Notes to the Financial Statements for the year ended 31st March, 2024

(f) Current Tax and Deferred Tax

The tax expenses for the period comprise of current tax and deferred tax. The Company exercises judgment in computation of current tax considering the relevant rulings and reassesses the carrying amount of deferred tax assets at the end of each reporting period.

(g) Foreign Currencies transactions and translation

Exchange gains or losses on foreign currency borrowings taken prior to April 1, 2016 which are related to the acquisition or construction of qualifying assets are adjusted in the carrying cost of such assets.

(h) Revenue recognition

The Company is the principal for the purposes of revenue recognition as it controls the goods or services before transferring them to the customer.

Recognition of revenue from sale of goods concurs with transfer of control of goods to the customer upon shipment to the customer or when the goods are made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped and there are no longer any unfulfilled obligation.

In respect of revenue from rendering of services, the Company exercises judgement for identification of performance obligations, and in determining whether the performance obligation is satisfied at a point in time or over a period of time.

Generally, the credit period varies between 0-4 days from the shipment or delivery of goods or completion of services as the case may be. In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting period. Generally, sales of petroleum products contain provisional pricing features where revenue is initially recognised based on provisional price. Difference between final settlement price and provisional price is recognised subsequently.

(I) Financial instruments

(i) Financial Assets

Purchase and sale of Financial Assets are recognised using trade date accounting. Trade receivables that do not contain a significant financing component are measured at transaction price.

The Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).

Expected Credit Losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date);

or

- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables.

The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

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

(ii) Financial Liabilities

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

Reliance Ethane Pipeline Limited

Notes to the Financial Statements for the year ended 31st March, 2024

C. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

a) Property Plant and Equipment

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

b) Provisions

The timing of recognition and quantification of the liability (including litigations) requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

c) Impairment of financial assets and non-financial assets

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

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

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

d) Fair Value Measurement

For estimates relating to fair value of financial, instruments refer note 28 of financial statements.

Reliance Ethane Pipeline Limited

Notes to the Financial Statements for the year ended 31st March, 2024

1. Property, Plant & Equipment and Capital Work-in-Progress

(₹ in Lakhs)

| Description | Gross Block | | | | Depreciation | | | | Net block | |
|---|-----------------------|-------------------------|-------------------------|------------------------|-----------------------|-----------------|-------------------------|------------------------|------------------------|------------------------|
| | As at 1st April, 2023 | Additions / Adjustments | Deductions / Adjustment | As at 31st March, 2024 | As at 1st April, 2023 | For the year | Deductions / Adjustment | As at 31st March, 2024 | As at 31st March, 2024 | As at 31st March, 2023 |
| (i) Property, Plant & Equipments | | | | | | | | | | |
| Own Assets: | | | | | | | | | | |
| Freehold Land (Refer note 1.1) | 1,432.28 | - | - | 1,432.28 | - | - | - | - | 1,432.28 | 1,432.28 |
| Buildings | 12,899.73 | 51.46 | 161.44 | 12,789.75 | 4,844.38 | 894.72 | 140.37 | 5,598.73 | 7,191.02 | 8,055.35 |
| Plant & Machinery | 2,29,313.26 | 514.69 | - | 2,29,827.95 | 30,906.32 | 7,277.58 | - | 38,183.90 | 1,91,644.05 | 1,98,406.94 |
| Electrical Installations | 4,363.57 | 132.89 | - | 4,496.46 | 1,790.75 | 406.94 | - | 2,197.69 | 2,298.77 | 2,572.82 |
| Equipments \$ | 4,177.31 | 161.68 | - | 4,338.99 | 3,004.63 | 630.62 | - | 3,635.25 | 703.74 | 1,172.68 |
| Furniture & Fixtures | 86.14 | - | - | 86.14 | 34.42 | 7.95 | - | 42.37 | 43.77 | 51.72 |
| Total | 2,52,272.29 | 860.72 | 161.44 | 2,52,971.57 | 40,580.50 | 9,217.81 | 140.37 | 49,657.94 | 2,03,313.63 | 2,11,691.79 |
| Previous year | 2,51,947.57 | 324.72 | - | 2,52,272.29 | 31,215.00 | 9,365.51 | - | 40,580.50 | 2,11,691.79 | 2,20,732.57 |
| Capital Work-in-Progress | | | | | | | | | 123.75 | 208.90 |

\$ Includes Office Equipments

1.1 Details of title deeds of Immovable properties not held in the name of Company

| Relevant line item in the Balance Sheet | Description of item of Property | Gross Carrying Value (In Lakhs) | Title Deed held in the name of | Whether title deed holder is a promoter, director, or relative of director or employee of promoter/director | Property held since which date | Reason for not being held in the name of the Company |
|---|---------------------------------|---------------------------------|--------------------------------|---|--------------------------------|--|
| Freehold Land | Land | 28.17 | Reliance Gas Pipelines Limited | No | 05 May 2015 | Name changes under process pursuant to Demerger of Reliance Ethane Pipeline Limited. |
| Freehold Land | Land | 77.43 | Reliance Gas Pipelines Limited | No | 20 May 2015 | |
| Freehold Land | Land | 112.13 | Reliance Gas Pipelines Limited | No | 08 June 2015 | |
| Freehold Land | Land | 224.24 | Reliance Gas Pipelines Limited | No | 12 June 2015 | |
| Freehold Land | Land | 56.92 | Reliance Gas Pipelines Limited | No | 02 July 2015 | |
| Freehold Land | Land | 160.14 | Reliance Gas Pipelines Limited | No | 08 November 2015 | |
| Freehold Land | Land | 88.85 | Reliance Gas Pipelines Limited | No | 24 November 2015 | |
| Freehold Land | Land | 74.43 | Reliance Gas Pipelines Limited | No | 27 November 2015 | |
| Freehold Land | Land | 20.23 | Reliance Gas Pipelines Limited | No | 26 February 2016 | |
| Freehold Land | Land | 58.05 | Reliance Gas Pipelines Limited | No | 19 June 2018 | |
| Freehold Land | Land | 79.03 | Reliance Gas Pipelines Limited | No | 06 December 2019 | |
| Total | | 979.62 | | | | |

Reliance Ethane Pipeline Limited
Notes to the Financial Statements for the year ended 31st March, 2024

1.2 Capital Work in Progress(CWIP)

Ageing as at 31st March 2024

(₹ in Lakhs)

| CWIP | Amount in CWIP for period of | | | | Total |
|--------------------------------|------------------------------|----------|----------|----------|--------|
| | < 1 year | 1-2 year | 2-3 year | > 3 year | |
| Projects in Progress | 50.78 | - | 2.08 | 70.89 | 123.75 |
| Projects temporarily suspended | - | - | - | - | - |
| Total | 50.78 | - | 2.08 | 70.89 | 123.75 |

Ageing as at 31st March 2023

| CWIP | Amount in CWIP for period of | | | | Total |
|--------------------------------|------------------------------|----------|----------|----------|--------|
| | < 1 year | 1-2 year | 2-3 year | > 3 year | |
| Projects in Progress | 135.93 | 2.08 | 11.90 | 58.99 | 208.90 |
| Projects temporarily suspended | - | - | - | - | - |
| Total | 135.93 | 2.08 | 11.90 | 58.99 | 208.90 |

The Company does not have any Capital-work-in progress,whose completion is overdue or has exceeded its cost compared to its original plan.

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

(₹ in Lakhs)

| 2 Other Non Current Assets | As at | As at |
|---|-------------------------|-------------------------|
| | 31st March, 2024 | 31st March, 2023 |
| Capital Advances | 939.43 | 714.88 |
| Advance Income Tax (Net of Provision) | 2,499.97 | 3,048.35 |
| Deposit | | |
| Other Loans and Advances ⁽ⁱ⁾ | 0.13 | 0.84 |
| Total | <u>3,439.53</u> | <u>3,764.07</u> |

⁽ⁱ⁾ Includes Loans related to employees.

| 2.1 Taxation | As at | As at |
|--|-------------------------|-------------------------|
| | 31st March, 2024 | 31st March, 2023 |
| Tax Expenses recognised in Statement of Profit and Loss | | |
| Current Tax | - | - |
| Deferred Tax | 4,810.57 | 5,839.34 |
| Tax Expenses recognised for the year | <u>4,810.57</u> | <u>5,839.34</u> |

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

| | | |
|---|------------------------|------------------------|
| Profit Before Tax | 18,801.23 | 20,217.85 |
| Applicable Tax Rate | 25.17% | 25.17% |
| Computed Tax Expense | 4,732.27 | 5,088.83 |
| Tax effect of : | | |
| Expenses Disallowed | 2,416.68 | 2,357.11 |
| Expenses Allowed | (4,718.20) | (5,449.40) |
| Unabsorbed depreciaiton carry forward | 2,430.75 | 1,996.54 |
| Current Tax Provision (A) | <u>-</u> | <u>-</u> |
| Incremental Deferred Tax (Liability) / Asset on account of Property, Plant and Equipment | 2,367.17 | 3,088.05 |
| Incremental Deferred Tax (Liability) / Asset on account of Financial Assets and Unabsorbed depreciation | 2,443.40 | 2,751.29 |
| Deferred Tax Provision (B) | <u>4,810.57</u> | <u>5,839.34</u> |
| Tax Expenses recognised in Statement of Profit and Loss (A+B) | | |
| | 4,810.56 | 5,839.34 |
| Effective Tax Rate | 25.59% | 28.88% |

2.2 Advance Income Tax (Net of Provision)

| | | |
|-------------------------------|------------------------|------------------------|
| At start of year | 3,048.35 | 2,147.59 |
| Charge for the year | - | - |
| Tax paid during the year | (548.39) | 900.76 |
| At the end of the year | <u>2,499.96</u> | <u>3,048.35</u> |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| 3 Inventory | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|---------------------------------|-----------------------------------|---|
| Stock-In-Trade | 2,566.08 | 2,406.60 |
| Stores and Spares & Consumables | 2,207.35 | 2,350.45 |
| Total | <u>4,773.43</u> | <u>4,757.05</u> |

| 4 Investments - Current | As at 31st March, 2024 | | (₹ in Lakhs) As at 31st March, 2023 | |
|---|-------------------------------|------------------------|---|------------------------|
| Investments measured at Fair Value through Profit and Loss | Units | Amount | Units | Amount |
| In Mutual Funds - Unquoted | | | | |
| Nippon India Low Duration Fund Direct Plan-Growth Option | 1,92,102.873 | 6,907.21 | 2,22,004.253 | 7,415.62 |
| Nippon India Floating Rate Fund Direct Growth Plan | - | - | 3,78,011.162 | 149.37 |
| Total | | <u>6,907.21</u> | | <u>7,564.99</u> |
| Aggregate Amount of unquoted investments | | 6,907.21 | | 7,564.99 |
| Category-wise current investment | | | | |
| Financial Assets measured at Fair value through Profit and Loss | | <u>6,907.21</u> | | <u>7,564.99</u> |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| 5 Trade Receivables (Unsecured and Considered Good) | (₹ in Lakhs) | |
|--|---------------------------|---------------------------|
| | As at 31st March, 2024 | As at 31st March, 2023 |
| Trade Receivables | 45,905.49 | 54,205.89 |
| Total | <u>45,905.49</u> | <u>54,205.89</u> |

**5.1 Trade Receivables Ageing
As at 31st March, 2024**

(₹ in Lakhs)

| Particulars | Not Due | Outstanding from due date of payment | | | | | Total |
|---|------------------|--------------------------------------|----------------------|----------|----------|----------|------------------|
| | | < 6 months | 6 months - 1 year | 1-2 year | 2-3 year | > 3 year | |
| Undisputed Trade receivables – considered good | 45,905.49 | - | - | - | - | - | 45,905.49 |
| Undisputed Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| Undisputed Trade Receivables – credit impaired | - | - | - | - | - | - | - |
| Disputed Trade receivables – considered good | - | - | - | - | - | - | - |
| Disputed Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| Disputed Trade Receivables – credit impaired | - | - | - | - | - | - | - |
| Total | 45,905.49 | - | - | - | - | - | 45,905.49 |

As at 31st March, 2023

| Particulars | Not Due | Outstanding from due date of payment | | | | | Total |
|---|------------------|--------------------------------------|----------------------|----------|----------|----------|------------------|
| | | < 6 months | 6 months - 1 year | 1-2 year | 2-3 year | > 3 year | |
| Undisputed Trade receivables – considered good | 54,177.72 | 28.17 | - | - | - | - | 54,205.89 |
| Undisputed Trade Receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| Undisputed Trade Receivables – credit impaired | - | - | - | - | - | - | - |
| Disputed Trade receivables – considered good | - | - | - | - | - | - | - |
| Disputed Trade Receivables – which have significant increase | - | - | - | - | - | - | - |
| Disputed Trade Receivables – credit impaired | - | - | - | - | - | - | - |
| Total | 54,177.72 | 28.17 | - | - | - | - | 54,205.89 |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024****6 Cash and Cash Equivalents**

| | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|--|-----------------------------------|---|
| Balances with Bank | 199.81 | 204.11 |
| Deposits * | 2.19 | 2.19 |
| Total | 202.00 | 206.30 |
| Cash and Cash equivalent as per Balance Sheet | 202.00 | 206.30 |
| Cash and Cash Equivalents as per Statement of Cash Flow | 199.81 | 204.11 |

* Deposits of ₹ 2.19 Lakhs (Previous Year ₹ 2.19 Lakhs) held with government authorities.

7 Other Financial Assets - Current

| | As at 31st March, 2024 | As at 31st March, 2023 |
|-------------------|-----------------------------------|---------------------------|
| Security Deposits | 108.86 | 129.20 |
| Total | 108.86 | 129.20 |

**8 Other Current Assets
(Unsecured and Considered Good)**

| | As at 31st March, 2024 | As at 31st March, 2023 |
|---|-----------------------------------|---------------------------|
| Balance with Customs, Central Excise, GST & State Authorities | 2,186.58 | 1,819.69 |
| Others # | 379.58 | 503.96 |
| Total | 2,566.16 | 2,323.65 |

includes Advance to employees, vendors and Prepaid Expenses.

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| 9 Share Capital | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|---|-----------------------------------|--|
| Authorised Share Capital: | Amount | Amount |
| 7,50,00,000 Equity Shares of ₹ 10 each (7,50,00,000) | 7,500.00 | 7,500.00 |
| 20,00,00,000 Preference Shares of ₹ 10 each (20,00,00,000) | 20,000.00 | 20,000.00 |
| Total | <u>27,500.00</u> | <u>27,500.00</u> |
| Issued, Subscribed and Paid-Up: | | |
| 5,00,50,000 Equity Shares of ₹ 10 each fully paid up (5,00,50,000) | 5,005.00 | 5,005.00 |
| Total | <u>5,005.00</u> | <u>5,005.00</u> |

Figures in bracket represent previous years' figure.

(i) The details of Shareholders holding more than 5% shares :

| Name of the Shareholders | As at 31st March, 2024 | | As at 31st March, 2023 | |
|---|-------------------------------|---------------|-------------------------------|---------------|
| | No. of Shares | % held | No. of Shares | % held |
| Reliance Industries Limited (Holding Company) | 5,00,50,000 | 100 | 5,00,50,000 | 100.00 |

(ii) Shareholding of Promoters**As at 31st March, 2024**

| Sr. No. | Class of equity Share | Promoter's Name | No. of shares at the beginning of the year | change during the year | No. of shares at the end of the year | % of total shares | % change during the year |
|---------|-----------------------|---|--|------------------------|--------------------------------------|-------------------|--------------------------|
| 1 | Equity Shares | Reliance Industries Limited (Holding Company) | 5,00,50,000 | - | 5,00,50,000 | 100 | - |

As at 31st March, 2023

| Sr. No. | Class of equity Share | Promoter's Name | No. of shares at the beginning of the year | change during the year | No. of shares at the end of the year | % of total shares | % change during the year |
|---------|-----------------------|---|--|------------------------|--------------------------------------|-------------------|--------------------------|
| 1 | Equity Shares | Reliance Industries Limited (Holding Company) | 5,00,00,000 | 50,000.00 | 5,00,50,000 | 100 | 0.10 |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

(ii) The Reconciliation of number of shares outstanding is set out below:

| Particulars | As at 31st March, 2024 No. of shares | As at 31st March, 2023 No. of shares |
|---|--|--|
| Equity Shares at the beginning of the year | 5,00,50,000 | 5,00,00,000 |
| Add: Equity Shares issued during the year pursuant to scheme of arrangement (Refer note no 9.1) | - | 50,000 |
| Equity Shares at the end of the year | <u>5,00,50,000</u> | <u>5,00,50,000</u> |

(iii) No bonus shares have been issued during the last five years.

(iv) The Company has only one class of equity shares having face value of ₹ 10 each. The holder of the equity share is entitled to dividend right and voting right. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company

9.1 Pursuant to the Scheme of Amalgamation of Reliance O2C Limited ("Amalgamating Company") with the Company and their respective shareholders and creditors, the Company has issued 1 equity share of ₹10 each, fully paid up, of the Company for every 1 equity share of Rs. 10 each, to the holders of the equity shares of the Amalgamating Company whose name is recorded in the register of members on the Effective Date. The said shares had been allotted during the financial year 2022-23.

Reliance Ethane Pipeline Limited

Notes to the Financial Statements for the year ended 31st March, 2024

10 Other Equity

| | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|--|---------------------------|---|
| Retained Earnings | | |
| As per last Balance Sheet | 44,821.17 | 30,442.66 |
| Add: Profit for the year | 13,980.55 | 14,378.51 |
| | <u>58,801.72</u> | <u>44,821.17</u> |
| Instrument classified as Equity | | |
| a) 6% Non Cumulative Optionally Convertible Preference Shares of ₹ 10 each, Issued and Fully Subscribed (Refer Note 10.1) | | |
| As per Last Balance Sheet | 18,550.00 | 18,550.00 |
| Add: Issued during the year | - | - |
| | <u>18,550.00</u> | <u>18,550.00</u> |
| Other Comprehensive Income(OCI) | | |
| As per last Balance Sheet | 85.20 | 77.80 |
| Add : Movement in OCI (Net) during the year | (30.04) | 7.40 |
| | <u>55.16</u> | <u>85.20</u> |
| Total | <u>77,406.88</u> | <u>63,456.37</u> |

10.1 6% Non Cumulative Optionally Convertible Preference Shares of ₹10 each.

(i) All the above 18,55,00,000 (Previous Year 18,55,00,000) 6% Non-cumulative Optionally Convertible Preference Shares of ₹ 10 each, fully paid up are held by Reliance Industries Limited, the Holding Company.

(ii) Terms of 6% Non Cumulative Optionally Convertible Preference Shares

Each Preference share shall be redeemable at ₹10, at any time at the option of the Company but not later than 15 years from the date of allotment. The Preference shares may be converted into 1(One) Equity Share of ₹10 each at par at any time at the option of the Company, but not later than 15 years from the date of Allotment of the Preference Shares.

(iii) The reconciliation of the number of shares outstanding is set out below:

| Particulars | 31st March, 2024 No. of shares | 31st March, 2023 No. of shares |
|--|-----------------------------------|-----------------------------------|
| Preference Shares at the beginning of the year | 18,55,00,000 | 18 55 00 000 |
| Preference Shares at the end of the year | <u>18,55,00,000</u> | <u>18,55,00,000</u> |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| 11 Borrowings | As at 31st March, 2024 | | As at 31st March, 2023 | |
|--------------------------------------|------------------------|----------|------------------------|----------|
| | Non-Current | Current | Non-Current | Current |
| Unsecured - at Amortised Cost | | | | |
| Loans from Related Parties | 16,800.00 | - | 40,300.00 | - |
| Total | 16,800.00 | - | 40,300.00 | - |

**(i) Maturity Profile of Unsecured Loan is as set out
As on 31st March, 2024**

(₹ in Lakhs)

| | Non Current | | Total | Current |
|----------------------------|---------------|------------------|------------------|----------|
| | Above 5 years | 1- 5years | | 1 Year |
| Loans from Related Parties | - | 16,800.00 | 16,800.00 | - |
| Total | - | 16,800.00 | 16,800.00 | - |

As on 31st March, 2023

| | Non Current | | Total | Current |
|----------------------------|---------------|------------------|------------------|----------|
| | Above 5 years | 1- 5years | | 1 Year |
| Loans from Related Parties | - | 40,300.00 | 40,300.00 | - |
| Total | - | 40,300.00 | 40,300.00 | - |

(ii) Loan from Related parties (i.e RIL loan) will be repaid by 31st May,2025

| 12 Deferred Tax Liabilities (Net) | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|--|---------------------------|---|
| At the start of the year | 15,988.21 | 10,148.87 |
| (Charge)/Credit to Statement of Other Compherensive Income | (10.11) | - |
| (Charge)/Credit to Statement of Profit and Loss | 4,820.68 | 5,839.34 |
| At the end of the year | 20,798.78 | 15,988.21 |
| Component of Deferred tax liabilities / (asset) | | |

Component of Deferred tax liabilities / (asset)

| Deferred Tax Liability / (Assets) in relation to: | As at 31st March, 2023 | Charge/(Credit) to Statement of Profit and Loss | Other Comphrensive Income | (₹ in Lakhs) As at 31st March, 2024 |
|--|------------------------------|---|------------------------------|--|
| Property, Plant and Equipment | 20,992.96 | 2,367.17 | - | 23,360.13 |
| Provisions | (17.29) | 5.36 | (10.11) | (22.04) |
| Unabosorbed depreciation | (4,987.46) | 2,448.15 | - | (2,539.31) |
| Total | 15,988.21 | 4,820.67 | (10.11) | 20,798.78 |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| 13 Other Non-Current Liabilities | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|---|-----------------------------------|---|
| Others* | 92,916.67 | 97,916.67 |
| Total | 92,916.67 | 97,916.67 |

* Deferred Income received from Reliance Industries Limited.

| 14 Trade Payables Due to | As at 31st March, 2024 | (₹ in Lakhs) As at 31st March, 2023 |
|--|-----------------------------------|---|
| Micro and Small Enterprises | 83.63 | 36.97 |
| Other than Micro and Small Enterprises | 43,941.08 | 51,352.18 |
| Total | 44,024.71 | 51,389.15 |

14.1 There are no overdue amounts to Micro and Small Enterprises as at 31st March 2024

**Trade Payables Ageing
As at 31st March, 2024**

(₹ in Lakhs)

| Particulars | Not Due | Outstanding from due date of payment | | | | Total |
|-----------------|------------------|--------------------------------------|----------|----------|----------|------------------|
| | | < 1 year | 1-2 year | 2-3 year | > 3 year | |
| MSME | 83.63 | - | - | - | - | 83.63 |
| Others | 43,941.08 | - | - | - | - | 43,941.08 |
| Disputed-MSME | - | - | - | - | - | - |
| Disputed-Others | - | - | - | - | - | - |
| Total | 44,024.71 | - | - | - | - | 44,024.71 |

As at 31st March, 2023

| Particulars | Not Due | Outstanding from due date of payment | | | | Total |
|-----------------|------------------|--------------------------------------|----------|----------|----------|------------------|
| | | < 1 year | 1-2 year | 2-3 year | > 3 year | |
| MSME | 36.97 | - | - | - | - | 36.97 |
| Others | 51,352.18 | - | - | - | - | 51,352.18 |
| Disputed-MSME | - | - | - | - | - | - |
| Disputed-Others | - | - | - | - | - | - |
| Total | 51,389.15 | - | - | - | - | 51,389.15 |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| 15 Other Financial Liabilities - Current | As at | (₹ in Lakhs) |
|---|-------------------------|---------------------------|
| | 31st March, 2024 | As at 31st March, 2023 |
| Creditors for Capital Expenditure | 310.68 | 401.00 |
| Deposits from Related Party (Refer note 25) | 3,000.00 | 3,000.00 |
| Total | <u>3,310.68</u> | <u>3,401.00</u> |

| 16 Other Current Liabilities | As at | (₹ in Lakhs) |
|-------------------------------------|-------------------------|---------------------------|
| | 31st March, 2024 | As at 31st March, 2023 |
| Others # | 6,989.81 | 7,326.76 |
| Total | <u>6,989.81</u> | <u>7,326.76</u> |

Includes deferred Income received from Reliance Industries Limited and statutory dues.

| 17 Provisions | As at | (₹ in Lakhs) |
|---|-------------------------|---------------------------|
| | 31st March, 2024 | As at 31st March, 2023 |
| Provision for Employee Benefits (Refer Note no. 21.1)** | 87.53 | 68.68 |
| Total | <u>87.53</u> | <u>68.68</u> |

** The provision for employee benefits includes leave and vested long service leave entitlement accrued.

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| | | (₹ in Lakhs) |
|---|--------------------|----------------|
| 18 Revenue from Operations | | |
| DISAGGREGATED REVENUE | 2023-24 | 2022-23 |
| Ambient Ethane ^ | 24,007.48 | 61,228.19 |
| Natural Gas | 8,41,036.47 | 10,06,746.75 |
| Value of Traded Goods | 8,65,043.95 | 10,67,974.94 |
| Transportation Charges ^ | 33,903.74 | 31,881.33 |
| Value of Services | 33,903.74 | 31,881.33 |
| Total | 8,98,947.69 | 10,99,856.27 |
| ^ Net of GST | | |
| 19 Other Income | | (₹ in Lakhs) |
| | 2023-24 | 2022-23 |
| Interest | | |
| Others | 110.75 | 27.89 |
| Other Non - operating Income | 763.08 | 651.22 |
| Profit on Sale of Property,Plant & Equipment | 3.74 | - |
| Gain on Financial Assets | | |
| Realised Gain | 468.53 | 472.46 |
| Unrealised Gain | 153.00 | 68.22 |
| Total | 1,499.10 | 1,219.79 |
| 20 Changes in Inventories of Stock-In-Trade | | (₹ in Lakhs) |
| | 2023-24 | 2022-23 |
| Inventories (at close) | | |
| Stock-In-Trade | 2,566.08 | 2,406.60 |
| Inventories (at commencement) | | |
| Stock-In-Trade | 2,406.60 | 1,509.15 |
| Total | (159.48) | (897.45) |
| 21 Employee Benefits Expense | | (₹ in Lakhs) |
| | 2023-24 | 2022-23 |
| Salaries and Wages | 1,829.97 | 1,496.77 |
| Contribution to Provident and Other Funds | 100.17 | 89.37 |
| Staff Welfare Expenses | 30.15 | 33.24 |
| Total | 1,960.29 | 1,619.38 |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024****21.1 Employee Benefits**

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

Defined Contribution Plan

Contribution to Defined Contribution Plans , recognised as expense for the year is as under (₹ in Lakhs)

| | 2023-24 | 2022-23 |
|--|--------------|--------------|
| Employers Contribution to Provident Fund | 54.85 | 46.00 |
| Employers Contribution to Pension Fund | 27.79 | 25.55 |
| Total | 82.64 | 71.55 |

Defined Benefit Plan

The employees' gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan.

I Reconciliation of Opening and closing balances of Defined Benefit obligation

(₹ in Lakhs)

| | Gratuity (Funded) | |
|---|-------------------|---------|
| | 2023-24 | 2022-23 |
| Defined Benefit obligation at beginning of the year | 290.50 | 270.13 |
| Current Service Cost | 15.49 | 16.09 |
| Interest cost | 22.08 | 19.15 |
| Actuarial (gain) / loss on obligations | 39.55 | (9.44) |
| Benefits paid | (13.82) | (5.42) |
| Transfer in/ (out) | - | - |
| Defined Benefit obligation at end of the year | 353.80 | 290.50 |

II Reconciliation of Opening and closing balances of fair value of plan assets

(₹ in Lakhs)

| | Gratuity (Funded) | |
|--|-------------------|---------|
| | 2023-24 | 2022-23 |
| Fair value of plan assets at the beginning of the year | 299.39 | 279.15 |
| Expected return on plan assets | (0.60) | 0.45 |
| Actuarial Gain / (Loss) | - | - |
| Interest Income | 22.75 | 19.79 |
| Employer Contribution | 33.11 | - |
| Benefits Paid | - | - |
| Transfer in/ (out) | - | - |
| Fair value of plan assets at the end of the year | 354.65 | 299.39 |

III Reconciliation of fair value of assets and obligations

(₹ in Lakhs)

| | Gratuity (Funded) | |
|---|-------------------|---------|
| | 2023-24 | 2022-23 |
| Fair value of plan assets at end of year | 354.65 | 299.39 |
| Present Value of obligation | 353.80 | 290.50 |
| Amount recognised in Balance Sheet- (Surplus) | 0.86 | 8.89 |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024****IV Expenses recognised during the year**

(₹ in Lakhs)

| | Gratuity (Funded) | |
|---|-------------------|---------|
| | 2023-24 | 2022-23 |
| Current Service Cost | 14.82 | 15.45 |
| Expense recognised in Income Statement | 14.82 | 15.45 |
| Actuarial (gain) / loss | 39.55 | (9.44) |
| Expected return on plan assets | 0.60 | (0.45) |
| Expense recognised in OCI | 40.15 | (9.89) |

V Investment details

| | As at 31st March, 2024 | | As at 31st March, 2023 | |
|--------------------|---------------------------|-------------|---------------------------|------------|
| | (₹ in Lakhs) | % invested | (₹ in Lakhs) | % invested |
| Insurance Policies | 354.65 | 100% | 299.39 | 100% |
| | 354.65 | 100% | 299.39 | 100% |

VI Actuarial Assumptions**Gratuity (Funded)****2023-24** **2022-23**

| | (Ultimate) | |
|--|--------------|-------|
| Mortality Table(IALM) | | |
| Discount rate (per annum) | 7.23% | 7.60% |
| Expected rate of return on plan assets (per annum) | 7.23% | 7.60% |
| Rate of escalation in salary (per annum) | 6.00% | 6.00% |
| Rate of Employee Turnover | 7.00% | 3.00% |

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

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

VII The expected contributions for Defined Benefit Plan for the next financial year will be in line with FY 2023-24

IX Sensitivity Analysis

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

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| Particulars | As at 31st March, 2024 | | 2022-23 31st March, 2023 | |
|--|---------------------------|---------------|-----------------------------|----------|
| | Decrease | Increase | Decrease | Increase |
| Projected Benefit Obligation on Current Assumptions | | | | |
| Change in rate of discounting (delta effect of +/- 0.5%) | 361.37 | 346.60 | 298.84 | 282.64 |
| Change in rate of salary increase (delta effect of +/- 0.5%) | 346.49 | 361.42 | 282.49 | 298.93 |
| Change in rate of employee turnover (delta effect of +/- 0.5%) | 353.28 | 354.29 | 289.57 | 291.38 |

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

Investment Risk

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

For other defined benefit plans, the discount rate is determined by reference to market yield at the end of reporting period on high quality corporate bonds when there is a deep market for such bonds; if the return on plan asset is below this rate, it will create a plan deficit.

Interest Risk

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

Longevity Risk

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

Salary Risk

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

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| | | (₹ in Lakhs) |
|------------------------|------------------------|------------------------|
| 22 Finance Cost | 2023-24 | 2022-23 |
| Interest Expenses | 2,522.89 | 3,852.43 |
| Total | <u>2,522.89</u> | <u>3,852.43</u> |

| | | (₹ in Lakhs) |
|--|-------------------------|---------------------------|
| 23 Other Expenses | 2023-24 | 2022-23 |
| Freight | 91,523.59 | 96,816.88 |
| CSR (Refer Note 23.2) | 355.00 | 200.00 |
| Payment to Auditors | 5.15 | 2.92 |
| Other Repairs | 58.02 | 56.18 |
| Repairs to Machinery | 612.76 | 436.82 |
| Store, chemicals and fuel consumption | 201.21 | 164.35 |
| Electricity & Water | 30.55 | 27.27 |
| Exchange Difference | 0.03 | 0.18 |
| Bank Charges | 1,049.35 | 1,044.81 |
| Telephone Expenses | 14.67 | 10.01 |
| Travelling and Conveyance Expenses | 283.37 | 252.57 |
| Labour processing & Machinery hire charges | 0.12 | - |
| Professional Fees | 385.91 | 203.02 |
| Insurance | 358.98 | 345.97 |
| Hire Charges | 125.46 | 79.15 |
| Rent | 625.34 | 592.13 |
| General Expenses | 803.26 | 1,442.98 |
| | <u>96,432.77</u> | <u>1,01,675.24</u> |
| Total | <u>96,432.77</u> | <u>1,01,675.24</u> |

| 23.1 Payment to Auditors | | (₹ in Lakhs) |
|---------------------------------|--------------------|--------------------|
| | 2023-24 | 2022-23 |
| Fees as Auditors | 4.00 | 2.20 |
| Tax Audit Fees | 0.75 | 0.50 |
| Fees for Other Services | 0.12 | 0.16 |
| Cost Audit Fees | 0.28 | 0.06 |
| TOTAL | <u>5.15</u> | <u>2.92</u> |

23.2 CORPORATE SOCIAL RESPONSIBILITY (CSR)

- (a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the company during the year is ₹ 354.63 Lakh (Previous Year ₹ 199.84 Lakh)
- (b) Expenditure related to Corporate Social Responsibility is ₹ 355.00 Lakh (Previous Year ₹ 200.00 Lakh).

Details of amount spent towards CSR given below:

| | 2023-24 | 2022-23 |
|--|----------------------|----------------------|
| Promoting health care including preventive health care | 75.00 | 200.00 |
| Promoting education | 125.00 | - |
| Rural development projects | 155.00 | - |
| Total | <u>355.00</u> | <u>200.00</u> |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

| 24 Earning Per Share | 2023-24 | 2022-23 |
|---|---------------------|--------------|
| Face Value Per Equity Share (₹) | 10.00 | 10.00 |
| Basic Earnings Per Share (₹) | 27.93 | 28.73 |
| Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in lakhs) | 13,980.55 | 14,378.51 |
| Weighted Average number of equity shares used as denominator for calculating Basic EPS | 5,00,50,000 | 5,00,50,000 |
| Basic Earnings per share of face value of ₹ 10 each (In ₹) | 27.93 | 28.73 |
| <u>Diluted Earning Per Share</u> | | |
| Diluted Earnings Per Share (₹) | 5.94 | 6.10 |
| Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in lakhs) | 13,980.55 | 14,378.51 |
| Weighted Average number of equity shares used as denominator for calculating EPS | 23,55,50,000 | 23,55,50,000 |
| <u>Reconciliation Of Weighted Average Number Of Shares Outstanding</u> | | |
| Weighted Average number of equity shares used as denominator for calculating EPS | 5,00,50,000 | 5,00,50,000 |
| Add: Number of 6% Non Cumulative Optionally Convertible Preference Shares of ₹10 each | 18,55,00,000 | 18,55,00,000 |
| Total weighted average number of Equity Shares | 23,55,50,000 | 23,55,50,000 |
| Diluted Earnings per share of face value of ₹10 each (In ₹.) | 5.94 | 6.10 |

Reliance Ethane Pipeline Limited
Notes to the Financial Statements for the year ended 31st March, 2024

25 Related Party Disclosures

As per IND AS - 24, the disclosure with related parties as designed in IND AS are given below:

- (i) List of related parties where control exists and related parties with whom transactions have taken place and the relationship:

| SNo. | Name of the Related Party | Relationship |
|------|--|--|
| 1 | Reliance Industries Limited | Holding Company |
| 2 | Reliance Corporate IT Park Limited | Fellow Subsidiary |
| 3 | Reliance Projects and Property Management Services Limited | Fellow Subsidiary |
| 4 | Reliance Retail Limited | Fellow Subsidiary |
| 5 | Reliance Jio Infocomm Limited | Fellow Subsidiary |
| 6 | Asteria Aerospace Limited | Fellow Subsidiary |
| 7 | Shri Vikas Rathi (Chief Financial Officer upto 18th July, 2023) | Key Managerial Personnel |
| 8 | Shri Kartik Kachhia (Chief Financial Officer appointed w.e.f. 19th July, 2023) | Key Managerial Personnel |
| 9 | Shri Alok Gurtu (Whole-time Director) | Key Managerial Personnel |
| 10 | Ms Shweta Shah (Company Secretary upto 31st July, 2023) | Key Managerial Personnel |
| 11 | Ms Ekta Khandelwal (Company Secretary appointed w.e.f. 1st August, 2023. Ceased on 10th January, 2024) | Key Managerial Personnel |
| 12 | Ms Sakshi Raorane (Company Secretary appointed w.e.f. 18th January, 2024) | Key Managerial Personnel |
| 13 | Reliance Industrial Infrastructure Limited | Associate of Holding Company |
| 14 | India Gas Solutions Private Limited | Joint Venture of Holding Company |
| 15 | Pipeline Management Services Private Limited | Joint Venture of Holding Company |
| 16 | Reliance Foundation | Enterprise over which Key Managerial Personnel of Holding company are able to exercise significant influence |

- (ii) Transactions during the year with related parties:

| SNo. | Nature of Transactions | Holding Company | Fellow Subsidiaries | Key Managerial Personnel | Associate/Joint Venture of Holding Company | Others | (₹ in Lakhs) |
|------|---|-----------------|---------------------|--------------------------|--|--------|--------------|
| | | | | | | | Total |
| 1 | Purchase of Traded Goods & Other Material/Services | 5,12,525.81 | 28.86 | - | - | - | 5,12,554.67 |
| | | 6,51,001.47 | 3.93 | - | - | - | 6,51,005.40 |
| 2 | Sale of Services | 33,903.74 | - | - | - | - | 33,903.74 |
| | | 31,881.33 | - | - | - | - | 31,881.33 |
| 3 | Sale of Traded Goods & Other Material | 8,16,128.83 | - | - | 9,411.89 | - | 8,25,540.72 |
| | | 10,39,809.33 | - | - | - | - | 10,39,809.33 |
| 4 | Loan Repaid | 23,500.00 | - | - | - | - | 23,500.00 |
| | | 22,000.00 | - | - | - | - | 22,000.00 |
| 5 | Miscellaneous Income | - | - | - | 654.25 | - | 654.25 |
| | | - | - | - | 626.07 | - | 626.07 |
| 6 | Interest Paid | 2,522.78 | - | - | - | - | 2,522.78 |
| | | 3,852.43 | - | - | - | - | 3,852.43 |
| 7 | Professional Fees Paid | 37.70 | 257.84 | - | - | - | 295.54 |
| | | 48.17 | - | - | - | - | 48.17 |
| 8 | Telephone Expenses | - | 8.52 | - | - | - | 8.52 |
| | | - | 5.23 | - | - | - | 5.23 |
| 9 | Rent Paid | 204.54 | - | - | - | - | 204.54 |
| | | 202.20 | - | - | - | - | 202.20 |
| 10 | Other Expenses (LC charges billing, Drone Survey,Business Support Services etc.) | 160.77 | - | - | - | - | 160.77 |
| | | 252.77 | 4.47 | - | - | - | 257.24 |
| 11 | Remuneration to Key Managerial Personnel | - | - | 154.39 | - | - | 154.39 |
| | | - | - | 141.74 | - | - | 141.74 |
| 12 | Donation | - | - | - | - | 355.00 | 355.00 |
| | | - | - | - | - | 200.00 | 200.00 |

Reliance Ethane Pipeline Limited
Notes to the Financial Statements for the year ended 31st March, 2024

| SNo. | Nature of Transactions (Excluding reimbursements) | Holding Company | Fellow Subsidiaries | Key Managerial Personnel | Associate/Joint Venture of Holding Company | Others | (₹ in Lakhs) |
|---------------------------------------|--|--|----------------------------|--------------------------------|--|--------|--|
| | | | | | | | Total |
| Balance as on 31st March, 2024 | | | | | | | |
| (Excluding reimbursements) | | | | | | | |
| 13 | Equity Shares | 5,005.00 <i>5,005.00</i> | - | - | - | - | 5,005.00 <i>5,005.00</i> |
| 14 | Preference Share Capital | 18,550.00 <i>18,550.00</i> | - | - | - | - | 18,550.00 <i>18,550.00</i> |
| 15 | Borrowings | 16,800.00 <i>40,300.00</i> | - | - | - | - | 16,800.00 <i>40,300.00</i> |
| 16 | Trade Receivables | 45,905.49 <i>42,463.98</i> | - | - | - | 28.17 | 45,905.49 <i>42,492.15</i> |
| 17 | Deposits | 3,000.00 <i>3,000.00</i> | - | - | - | - | 3,000.00 <i>3,000.00</i> |
| 18 | Trade Payables | 25,373.97 <i>32,162.92</i> | 0.52 <i>2.81</i> | - | - | - | 25,374.49 <i>32,165.73</i> |
| 19 | Deferred Revenue | 97,916.67 <i>1,02,916.67</i> | - | - | - | - | 97,916.67 <i>1,02,916.67</i> |

Note : Figures in Italic represents Previous Year's amount.

(iii) Disclosure in respect of Related Party Transactions during the year:

| Particulars | Relationship | (₹ in Lakhs) | |
|-------------|--|--------------------|--------------|
| | | 2023-24 | 2022-23 |
| 1 | Purchase of Traded Goods & Services | | |
| | Reliance Industries Limited | 5,12,525.81 | 6,51,001.47 |
| | Reliance Retail Limited | 28.86 | 3.93 |
| 2 | Sales of Services | | |
| | Reliance Industries Limited | 33,903.74 | 31,881.33 |
| 3 | Sale of Traded Goods & Other Material | | |
| | Reliance Industries Limited | 8,16,128.83 | 10,39,809.33 |
| | Reliance Industrial Infrastructure Limited | 2.50 | - |
| | India Gas Solutions Private Limited | 9,409.39 | - |
| 4 | Interest Paid | | |
| | Reliance Industries Limited | 2,522.78 | 3,852.43 |
| 5 | Professional Fees Paid | | |
| | Reliance Industries Limited | 37.70 | 48.17 |
| | Reliance Corporate IT Park Limited | 256.22 | - |
| | Reliance Projects and Property Management Services Limited | 1.62 | - |
| 6 | Telephone Expenses | | |
| | Reliance Jio Infocomm Limited | 8.52 | 5.23 |
| 7 | Rent Paid | | |
| | Reliance Industries Limited | 204.54 | 202.20 |
| 8 | Other Expenses (LC charges billing, Drone Survey, Business Support Services etc.) | | |
| | Reliance Industries Limited | 160.77 | 252.77 |
| | Asteria Aerospace Limited | - | 4.47 |
| 9 | Remuneration to key Managerial Personnel | | |
| | Shri Vikas Rathi (Chief Financial Officer upto 18th July, 2023) (Refer note 25.2) | 23.03 | 50.76 |
| | Shri Kartik Kachhia (Chief Financial Officer appointed w.e.f. 19th July, 2023) (Refer note 25.2) | 22.37 | - |
| | Shri Alok Gurtu (Whole-time Director) (Refer note 25.1) | 81.34 | 74.04 |
| | Ms Shweta Shah (Company Secretary upto 31st July, 2023) (Refer note 25.2) | 10.67 | 16.94 |
| | Ms Ekta Khandelwal (Company Secretary appointed w.e.f. 1st August, 2023. Ceased on 10th January, 2024) (Refer note 25.2) | 15.85 | - |
| | Ms Sakshi Raorane (Company Secretary appointed w.e.f. 18th January, 2024) (Refer note 25.2) | 1.13 | - |
| 10 | Miscellaneous Income | | |
| | Pipeline Management Services Private Ltd. Joint Venture of Holding Company | 654.25 | 626.07 |
| 11 | Donation | | |
| | Reliance Foundation | 355.00 | 200.00 |

Reliance Ethane Pipeline Limited
Notes to the Financial Statements for the year ended 31st March, 2024

| Balance as on 31st March, 2024 | | | | |
|---------------------------------------|--|--|---|--------------------------------|
| 12 | Equity Share Capital Reliance Industries Limited | Holding Company | 5,005.00 | 5,005.00 |
| 13 | Preference Share Capital Reliance Industries Limited | Holding Company | 18,550.00 | 18,550.00 |
| 14 | Borrowings Reliance Industries Limited | Holding Company | 16,800.00 | 40,300.00 |
| 15 | Trade Receivables Reliance Industries Limited Pipeline Management Services Pvt. Ltd. | Holding Company Joint Venture of Holding Company | 45,905.49 - | 42,463.98 28.17 |
| 16 | Deposits Reliance Industries Limited | Holding Company | 3,000.00 | 3,000.00 |
| 17 | Trade Payables Reliance Industries Limited Reliance Jio Infocomm Limited Reliance Retail Limited Asteria Aerospace Limited | Holding Company Fellow Subsidiary Fellow Subsidiary Fellow Subsidiary | 25,373.97 - 0.52 - | 32,162.92 1.19 - 1.62 |
| 18 | Deferred Revenue Reliance Industries Limited | Holding Company | 97,916.67 | 1,02,916.67 |

25.1 Compensation of Key Managerial Personnel

(₹ in Lakhs)

| | <u>2023-24</u> | <u>2022-23</u> |
|-----------------------------|----------------|----------------|
| i.Short-term benefits | 75.58 | 69.45 |
| ii.Post employment benefits | 5.76 | 4.59 |
| | <u>81.34</u> | <u>74.04</u> |

25.2 Professional Fees towards Key Managerial Personnel payment reimbursed to Reliance Industries Limited and Reliance Projects & Property Management Services Limited.

26 Contingent Liabilities and Commitments

(₹ in Lakhs)

| | As at 31st March, 2024 | As at 31st March, 2023 |
|--|-----------------------------------|-----------------------------------|
| (A) Commitments | | |
| Estimated amount of contracts remaining to be executed on Capital Account and not provided for (Net of Advances) | 94.11 | 107.45 |

Reliance Ethane Pipeline Limited

Notes to the Financial Statements for the year ended 31st March, 2024

27 Capital Management

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

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

Gearing ratio

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

(₹ in Lakhs)

| Particulars | As at | As at |
|---|------------------|------------------|
| | 31st March, 2024 | 31st March, 2023 |
| Gross Debt | 16,800.00 | 40,300.00 |
| Cash and Marketable Securities* | 7,109.21 | 7,771.30 |
| Net Debt (A) | 9,690.79 | 32,528.70 |
| Total Equity (as per Balance Sheet) (B) | 82,411.88 | 68,461.37 |
| Net debt to equity ratio (A / B) | 0.12 | 0.48 |

* Cash & Marketable Securities include cash and cash equivalents of ₹ 202.01 Lakhs (Previous Year ₹ 206.30 Lakhs),
current investments of ₹ 6,907.21 Lakhs (Previous Year ₹ 7,564.99 Lakhs)

28 Financial Instruments

(A) Fair Value Measurement Hierarchy :

(₹ in Lakhs)

| Particulars | As at 31st March, 2024 | | | | As at 31st March, 2023 | | | |
|-----------------------------|------------------------|------------------------|---------|---------|------------------------|------------------------|---------|---------|
| | 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 | | | | | | | | |
| Trade Receivables | 45,905.49 | - | - | - | 54,205.89 | - | - | - |
| Cash and Bank Balances | 202.00 | - | - | - | 206.30 | - | - | - |
| Other Financial Assets | 108.86 | - | - | - | 129.20 | - | - | - |
| At FVTPL | | | | | | | | |
| Investments | 6,907.21 | 6,907.21 | - | - | 7,564.99 | 7,564.99 | - | - |
| At Amortised Cost | | | | | | | | |
| Borrowings | 16,800.00 | - | - | - | 40,300.00 | - | - | - |
| Trade Payables | 44,024.70 | - | - | - | 51,389.15 | - | - | - |
| Other Financial Liabilities | 3,310.68 | - | - | - | 3,401.00 | - | - | - |

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

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

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

Level 3 : Inputs are based on unobservable market data.

Valuation Methodology

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

- The fair value of investment in Mutual Funds is measured at quoted price or NAV.
- Fair value of Financial Assets & Financial Liability(except long term borrowings) are carried at amortised cost is not materially different from it's carrying cost.

(B) Financial Risk Management

The Company's activities expose it to credit risk , liquidity risk and market risk. This note explains the sources of risks which the entity is exposed to and how it mitigates that risk.

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024****(i) Credit Risk**

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises from company's activities in investments and receivables from customers. The Company ensure that sales of products are made to customers with appropriate creditworthiness. Investment and other market exposures are managed against counterparty exposure limits. Credit information is regularly shared between businesses and finance function, with a framework in place to quickly identify and respond to cases of credit deterioration.

The company has a prudent and conservative process for managing its credit risk arising in the course of its business activities. The company restricts its fixed income investments to liquid securities carrying high credit rating.

(ii) Liquidity Risk

Liquidity risk arises from the Company's inability to meet its cash flow commitments on the due date. The company maintains sufficient stock of cash, marketable securities and committed credit facilities. The company accesses global and local financial markets to meet its liquidity requirements. Treasury monitors rolling forecasts of the company's cash flow position and ensures that the company is able to meet its financial obligation at all times including contingencies.

The company's liquidity is managed centrally with operating units forecasting their cash and liquidity requirements. Treasury pools the cash surpluses from across the different operating units and then arranges to either fund the net deficit or invest the net surplus in a range of short-dated, secure and liquid instruments including short-term bank deposits, money market funds, reverse repos and similar instruments. The portfolio of these investments is diversified to avoid concentration risk in any one instrument or counterparty.

| Rs. In lakhs | | | | |
|--|------------------|------------------|----------------|--------------|
| Maturity Profile of Borrowings as at 31st March, 2024 is as set out below : | | | | |
| | 1-3 Years | 3-5 Years | Above 5 | Total |
| Borrowings | 16,800.00 | - | - | 16,800.00 |
| | - | - | - | - |

Maturity Profile of Borrowings as at 31st March, 2023 is as set out below :

| | 1-3 Years | 3-5 Years | Above 5 | Total |
|------------|------------------|------------------|----------------|--------------|
| Borrowings | 40,300.00 | - | - | 40,300.00 |

(iii) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity risk.

(a) Foreign Currency Risk

The company operates internationally and is exposed to foreign exchange risk arising from foreign currency translations, primarily with respect to USD, EUR and GBP.

Foreign currency risk arises from recognised assets and liabilities and future commercial transactions that are in foreign currency.

Foreign currency exposure profile is given below:

(₹ in Lakhs)

| | As at 31st March, 2024 | | | As at 31st March, 2023 | | |
|--------------------------|-------------------------------|------------|------------|-------------------------------|------------|------------|
| | USD | EUR | GBP | USD | EUR | GBP |
| Trade and Other Payables | - | - | - | 0.88 | 18.55 | 2.91 |
| Net Exposure | - | - | - | 0.88 | 18.55 | 2.91 |

Foreign currency sensitivity analysis (assuming a currency movement of 1%) is appended in table below:

| | As at 31st March, 2024 | | | As at 31st March, 2023 | | |
|------------------------|-------------------------------|------------|------------|-------------------------------|---------------|---------------|
| | USD | EUR | GBP | USD | EUR | GBP |
| 1% Depreciation in INR | | | | | | |
| Impact on Equity | - | - | - | 0.01 | 0.19 | 0.03 |
| Total | - | - | - | 0.01 | 0.19 | 0.03 |
| 1% Appreciation in INR | | | | | | |
| Impact on Equity | - | - | - | (0.01) | (0.19) | (0.03) |
| Total | - | - | - | (0.01) | (0.19) | (0.03) |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024****(b) Interest Rate Risk**

Fluctuation in future cash flows of a financial instrument because of changes in market interest rates gives rise to interest rate risk.

Fluctuation in fair value or future cash flows of a financial instrument because of changes in market interest rates gives rise to interest rate risk.

The company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in IND AS 107.

Interest rate exposure profile appended in table below

(₹ in Lakhs)

| Particulars | As at 31st March, 2024 | As at 31st March, 2023 |
|----------------------|------------------------|------------------------|
| Loans | | |
| Floating Rate | - | - |
| Long Term Fixed Rate | 16,800.00 | 40,300.00 |
| Total | 16,800.00 | 40,300.00 |

The Rate of interest is linked to bank MCLR and remains fixed till next date

(c) Commodity and Other price risk

The Company is not exposed to commodity and other price risk as at the respective reporting dates.

29 Details of loans given, investments made and guarantee given and securities provided during the year covered u/s 186 (4) of the Companies Act, 2013.

No investments made by the Company during the current year (Previous year Nil)

No Loans, Guarantees and Securities are given/provided by the Company during the current year (Previous year Nil)

30 Segment Information

The Company is mainly engaged in the business of providing pipeline infrastructure services for transportation of ethane and buying and selling of ethane, acquiring and dealing in all types of hydrocarbons including natural gas and other related activities. All the activities of the Company revolve around this main business. Accordingly, the Company has only one identifiable segment reportable under Ind AS-108 "Operating Reporting". The Board (the 'Chief Operating Decision Maker' as defined in Ind AS 108 'Operating Segments'), who is responsible for allocating resources and assessing performance obtains financial information.

Revenue from one Customer contributed 10% or more to the Company's revenue for FY 2023-24 & FY 2022-23.

31 Ratio Analysis

| Sr. No. | Particulars | As at 31st March, 2024 | As at 31st March, 2023 | % Changes |
|---------|-----------------------------------|------------------------|------------------------|-----------|
| 1 | Current Ratio | 1.11 | 1.11 | -0.13% |
| 2 | Debt-Equity Ratio\$ | 0.20 | 0.59 | -65.37% |
| 3 | Debt Service Coverage Ratio | 0.82 | 0.93 | -11.99% |
| 4 | Return on Equity Ratio | 18.53% | 23.47% | -21.03% |
| 5 | Inventory Turnover Ratio* | 310.30 | 492.55 | -37.00% |
| 6 | Trade Receivables Turnover Ratio# | 17.96 | 26.24 | -31.56% |
| 7 | Trade Payables Turnover Ratio^ | 18.20 | 27.18 | -33.05% |
| 8 | Net Capital Turnover Ratio | 137.75 | 172.02 | -19.92% |
| 9 | Net Profit Ratio | 1.56% | 1.31% | 18.96% |
| 10 | Return on Capital Employed | 17.22% | 19.43% | -11.36% |
| 11 | Return on Investment+ | 8.35% | 6.55% | 27.50% |

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

- \$ Debt-Equity Ratio decreased due to repayment of debt
- * Decreased in cost of goods sold resultant into decreased in inventory ratio
- # Trade Receivables Turnover Ratio decreased primarily due to increase in average trade receivables.
- ^ Trade payable Turnover Ratio decreased primarily due to decrease in average trade payables.
- + Return on Investment ratio increased due to higher income from Mutual fund

Formulae for computation of ratios are as follows:

| Sr. No. | Particulars | Formula |
|---------|--|--|
| 1 | Current Ratio | $\frac{\text{Current Assets}}{\text{Current Liabilities}}$ |
| 2 | Debt-Equity Ratio | $\frac{\text{Total Debt}}{\text{Total Equity}}$ |
| 3 | Debt Service Coverage Ratio | $\frac{\text{Earnings before Interest, Tax and Exceptional Items}}{\text{Interest Expense + Principal Repayments made during the period for long term loans}}$ |
| 4 | Return on Equity Ratio | $\frac{\text{Profit After Tax (Attributable to Owners)}}{\text{Average Net Worth}}$ |
| 5 | Inventory Turnover Ratio | $\frac{\text{Cost of Goods Sold (Cost of Material Consumed + Purchases + Changes in Inventory)}}{\text{Average Inventories}}$ |
| 6 | Trade Receivables Turnover Ratio | $\frac{\text{Value of Sales \& Services}}{\text{Average Trade Receivables}}$ |
| 7 | Trade Payables Turnover Ratio | $\frac{\text{Cost of Materials Consumed + Purchases of Stock-in-Trade + Other}}{\text{Average Trade Payables}}$ |
| 8 | Net Capital Turnover Ratio | $\frac{\text{Value of Sales \& Services}}{\text{Average Working Capital (Current Assets - Current Liabilities)}}$ |
| 9 | Net Profit Ratio | $\frac{\text{Profit After Tax}}{\text{Value of Sales \& Services}}$ |
| 10 | Return on Capital Employed (Excluding Working Capital financing) | $\frac{\text{Net Profit After Tax + Deferred Tax Expense/(Income) + Finance Cost (-) Other Income}}{\text{Average Capital Employed**}}$ |
| 11 | Return on Investment | $\frac{\text{Other Income (Excluding Dividend)}}{\text{Average Cash, Cash Equivalents \& Other Marketable Securities}}$ |

** Capital employed includes Equity, Borrowings, Deferred Tax Liabilities, Creditor for Capital Expenditure and reduced by Investments, Cash and Cash Equivalents, Capital Work-in-Progress and Intangible Assets under Development.

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

32 (i) The Company does not have any investment property.

(ii) As per the Company's accounting policy, Property, Plant and Equipment are carried at historical cost (less accumulated depreciation & impairment, if any), hence the revaluation related disclosures required as per Additional Regulatory Information of Schedule III (revised) to the Companies Act, is not applicable.

(iii) The company has not granted loans or advances in the nature of loan to any promoters, directors, KMPs and the related parties (As per Companies Act, 2013), either repayable on demand or without specifying any terms or period of repayments.

(iv) No proceedings have been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made there under.

(v) The Company has not been declared a wilful defaulter, by any bank or financial institution (as defined under the Act) or consortium thereof, in accordance with the guidelines as wilful defaulters issued by the Reserve Bank of India.

(vi) The Company has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, there are no transactions with struck off companies.

(vii) There are no Charges or Satisfaction which are yet to be registered with ROC beyond the statutory period.

(viii) The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rules, 2017.

(ix) No scheme of arrangement has been approved by the competent authority in terms of Section 230 to 237 of the Companies Act, 2013.

A: The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

B: The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(x) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961.

(xi) The company has not traded or invested in Crypto currency or virtual currency during the financial year.

33 Events After The Reporting Period :

There is no major subsequent event after the reporting period for Financial Year 2023-24.

34 Trade payable are subject to confirmation, if any. The same is not expected to have any material impact on the Financial Statements

35 Approval of Financial Statements

The Financial Statements were approved for issue by the Board of Directors on 15th April, 2024.

Reliance Ethane Pipeline Limited**Notes to the Financial Statements for the year ended 31st March, 2024**

As per our Report of even date

For **Chaturvedi & Shah LLP**
Chartered Accountants
Firm Regn No. - 101720W/ W100355

For and on behalf of the Board

Gaurav Jain
Partner
Membership No. - 129439

Alok Gurtu
Whole-time Director
DIN: 09088804

Amit Mehta
Director
DIN: 05112454

Dhiren Dalal
Director
DIN: 01218886

Rajesh Rawat
Director
DIN: 09088590

Chandrakant Gokhale
Director
DIN: 00012666

Achuthan Siddharth
Director
DIN:00016278

Vidya Dharra
Director
DIN: 09440362

Date:15th April, 2024

Sakshi Raorane
Company Secretary

Kartik Kachhia
Chief Financial Officer