

RELIANCE POLYESTER LIMITED
(Formerly known as Reliance Petroleum Retail Limited)

Financial Statements
2023-24

INDEPENDENT AUDITOR'S REPORT

To the Members of **RELIANCE POLYESTER LIMITED (FORMERLY KNOWN AS RELIANCE PETROLEUM RETAIL LIMITED)**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **RELIANCE POLYESTER LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and 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 accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024, its loss 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's 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 the statement of 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor’s report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor’s report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone 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 Cash Flow Statement and Statement of Changes in Equity dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid Financial Statements comply with the Ind AS 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 over financial reporting of the Company with reference to these Financial Statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting with reference to these Financial Statements;
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with 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 Company has not paid/ provided any remuneration to its directors during the year and hence the provisions of Section 197(16) of the Companies Act, 2013 are not applicable to the Company.
- 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:
- i. The Company has disclosed the impact of pending litigations on its financial position in its Financial Statements - Refer Note 32 to the Financial Statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) Management has represented to us that, to the best of it’s knowledge and belief, as disclosed in the notes to the 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) Management has represented to us that, to the best of it’s knowledge and belief, as disclosed in the notes to the accounts no funds have been received by the Company from any person(s) or entity(ies), 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.
 - (c) based on our audit procedure conducted that are considered reasonable and appropriate in the circumstances, nothing has come to our attention that cause 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.
- vi. (a) Based on our examination, which included test checks, the company has used an accounting software / softwares for maintaining its books of account for the financial year ended 31st March, 2024, 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.

(b) 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 **Pathak H. D. & Associates LLP**
Chartered Accountants
Firm Registration no. 107783W/W100593

Ashutosh Jethlia
Partner
Membership No.: 136007
Place : Mumbai
Date : 18th April, 2024
UDIN : 24136007BKELYK7194

“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE POLYESTER LIMITED (FORMERLY KNOWN AS RELIANCE PETROLEUM RETAIL LIMITED)

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

- i) In respect of its Property, Plant and Equipment:
- a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment on the basis of available information.
- (B) The Company has maintained proper records showing full particulars including quantitative details and situation of Intangible Assets on the basis of available information.
- b) As explained to us, Property, Plant and Equipment have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c) According to the information and explanations given to us and the records examined by us in respect of immovable properties disclosed as Property, Plant and Equipment in the financial statements are in the name of the Company, except following property:

Description of Property	Gross carrying value (Rs. in Crore)	Held in the name of	Whether promoter, director or their relative or employee	Period held	Reason for not being in the name of Company
Land	0.58	Shubhalakshmi Polyesters Limited	No	09.03.2023	Registration is in progress

- d) According to information and explanations given to us and books of accounts and records examined by us, Company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.
- e) According to information and explanations given to us and as represented by the management, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- ii) a) As explained to us and on the basis of the records examined by us, in our opinion, physical verification of the 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, the coverage and procedures of such verification by the management is appropriate. As explained to us and on the basis of the records examined by us, the value of the discrepancies noticed on physical verification by management did not exceed 10% or more in aggregate of each class of inventory.

- b) As per the information and explanations given to us and books of accounts and records examined by us, no working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets has been sanctioned. Therefore, clause (ii) (b) of Paragraph 3 of the Order is not applicable to the Company.
- iii) The Company has not made any investments or not provided any guarantee or given loans or advances in the nature of loan during the year to companies, firms, Limited Liability Partnerships or any other entities. Consequently, the requirement of clause (iii) (a) to clause (iii) (f) of Paragraph 3 of the Order is not applicable to the Company.
- iv) There are no loans, investments, guarantees, and security in respect of which provisions of Sections 185 and 186 of the Act are applicable and accordingly, the 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 and there are no amounts which are deemed to be deposit, within the meaning of provisions of Section 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of Paragraph 3 of the Order is not applicable to the Company.
- vi) The maintenance of cost records has been specified by the Central Government under Section 148(1) of the Act. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 as amended, prescribed by the Central Government under Section 148(1) of the Act and are of the opinion that, prima facie, the prescribed cost records have been made and 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 records of the Company, undisputed statutory dues including goods and service tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues as applicable to it have been generally regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at 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, there are no dues of goods and service tax, income tax, sales tax, provident fund, employees' state insurance, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues as applicable to it, which have not been deposited as on 31st March, 2024 on account of any dispute.
- viii) According to the information and explanations given to us, there are no transactions which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Consequently, the 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 raised any loans from financial institutions or banks or government or debenture holders. Therefore, the clause (ix) of Paragraph 3 of the Order is not applicable to the Company.
- b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) In our opinion, and according to the information and explanations given and records examined by us, the money raised by way of term loans have been applied prima facie for the purpose for which they were obtained.
- 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 no funds raised on short-term basis have been used for long-term purposes by the Company.
- e) As the Company has no subsidiaries, associates or joint ventures, hence clause (ix) (e) and (ix) (f) of Paragraph 3 or 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) and hence clause (x) (a) of Paragraph 3 of the Order is not applicable to the Company.
- b) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
- 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 on the Company by its officers or employees has been noticed or reported during the year.
- b) In our opinion and according to the information and explanations given to us and as represented to us by the Management, there are no reports under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the Management, there are no whistle blower complaints received by the Company during the year.
- xii) In our opinion Company is not a nidhi Company. Therefore, the provisions of clause (xii) of Paragraph 3 of the Order are not applicable to the Company.
- xiii) a) In our opinion and according to the information and explanations given to us, Section 177 of the Act is not applicable to the Company.

b) In our opinion and according to the information and explanations given to us, Company is in compliance with the Section 188 of the Companies Act, 2013 and requisite details have been disclosed in the financial statements.

- xiv) (a) In our opinion and based on our examination, 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) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under Section 192 of the Act. Hence, clause (xv) of the Paragraph 3 of the Order is not applicable to the Company.
- xvi) (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.
- (b) In our opinion, and according to the information and explanations provided to us and on the basis of our audit procedures, the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year as per the Reserve bank of India Act 1934.
- (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.
- (d) 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 and hence the reporting under clause (xvi)(d) of the Order is not applicable.
- xvii) The Company has incurred cash losses of Rs. 74.53 Crores during the financial year covered by the audit and Rs. 7.16 Crore in the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.
- 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) In our opinion and according to the information and explanations given to us, the provisions of Section 135 of the Companies Act, 2013 are not applicable to the Company; hence clause (xx) (a) and (xx) (b) of the Paragraph 3 are not applicable to the Company.

For Pathak H. D. & Associates LLP

Chartered Accountants

Firm Registration no. 107783W/W100593

Ashutosh Jethlia

Partner

Membership No.: 136007

Place : Mumbai

Date : 18th April, 2024

UDIN : 24136007BKELYK7194

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE POLYESTER LIMITED (FORMERLY KNOWN AS RELIANCE PETROLEUM RETAIL LIMITED)

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

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **RELIANCE POLYESTER LIMITED (FORMERLY KNOWN AS RELIANCE PETROLEUM RETAIL 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 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note issued by ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these Financial Statements was established and maintained and if such controls operated effectively in all material respects.

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

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

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

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

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

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

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these Financial Statements and such internal financial controls over financial reporting with reference to these Financial Statements were operating effectively as at 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 issued by ICAI.

For **Pathak H. D. & Associates LLP**

Chartered Accountants

Firm Registration no. 107783W/W100593

Ashutosh Jethlia

Partner

Membership No.: 136007

Place : Mumbai

Date : 18th April, 2024

UDIN : 24136007BKELYK7194

RELiance POLYESTER LIMITED
(Formerly known as Reliance Petroleum Retail Limited)
BALANCE SHEET AS AT 31st March, 2024

Particulars	Note No.	(₹ in Crore)	
		As at 31st March 2024	As at 31st March 2023
I ASSETS			
1 Non-Current Assets			
(a) Property, Plant and Equipment	1	878.13	904.15
(b) Capital Work-In-progress	1	2.04	0.76
(c) Goodwill	1	66.40	66.40
(d) Other Intangible Assets	1	359.46	389.16
(e) Financial Assets			
i. Investments	2	0.00	0.00
(f) Deferred Tax Assets (Net)	3	48.67	3.87
(g) Other Non-Current Assets	4	0.78	0.79
Total Non-Current Assets		1,355.48	1,365.13
2 Current Assets			
(a) Inventories	5	261.56	196.22
(b) Financial Assets			
i. Trade Receivables	6	39.97	44.97
ii. Cash and Cash Equivalents	7	7.53	15.25
(c) Current Tax Assets	8	2.32	0.19
(d) Other Current Assets	9	37.01	101.67
Total Current Assets		348.39	358.30
TOTAL ASSETS		1,703.87	1,723.43
II EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	10	100.00	100.00
(b) Other Equity	11	(144.88)	(11.52)
Total Equity		(44.88)	88.48
LIABILITIES			
1 Non-Current Liabilities			
(a) Financial Liabilities			
i. Borrowings	12	1,530.51	1,530.51
(b) Provisions	13	1.16	0.06
(c) Other Non-Current Liabilities	14	9.40	6.65
Total Non-Current Liabilities		1,541.07	1,537.22
2 Current Liabilities			
(a) Financial Liabilities			
i. Trade Payables	15		
Micro and Small Enterprises		8.04	15.78
Other than Micro and Small Enterprises		165.29	54.32
(b) Other Current Liabilities	16	34.17	27.63
(c) Provisions	17	0.18	0.00
Total Current Liabilities		207.68	97.73
TOTAL EQUITY AND LIABILITIES		1,703.87	1,723.43

Material Accounting Policies and Notes
to Financial Statements

1 to 39

Reliance Polyester Limited (Formerly known as Reliance Petroleum Retail Limited)

As per our Report of even date

For and on behalf of the Board

For Pathak H. D. & Associates LLP

Chartered Accountants

Registration No. 107783W/W100593

Srinivasan Narayanan

Chairman

DIN 09837104

Radhika Disale

Director

DIN: 03107045

Ashutosh Jethlia

Partner

Membership No. 136007

Prabal Shrivastava

Chief Financial Officer

Date : 18th April, 2024

Purbi Khandelwal

Company Secretary

RELIANCE POLYESTER LIMITED
(Formerly known as Reliance Petroleum Retail Limited)
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2024

(₹ in Crore)

Particulars	Note No.	For the year ended 31st March, 2024	For the year ended 31st March 2023
I. Revenue from Operations	18	2,499.33	115.35
II. Other Income	19	0.92	0.02
III. Total Income (I + II)		2,500.25	115.37
IV. Expenses			
Cost of Materials Consumed		1,943.57	121.68
Purchases of Stock-in-Trade		147.26	-
Changes in Inventories of Finished Goods	20	(71.74)	(26.59)
Employee Benefits Expense	21	61.87	3.54
Finance Costs	22	138.03	7.97
Depreciation and Amortisation Expense	23	58.82	4.35
Other Expenses	24	400.59	19.80
Total Expenses (IV)		2,678.40	130.75
V. Profit Before Tax (III - IV)		(178.15)	(15.38)
VI. Tax Expenses:			
(1) Current Tax		-	-
(2) Deferred Tax		(44.80)	(3.87)
Total Tax (VI)		(44.80)	(3.87)
VII. Net Profit/ (Loss) After Tax (V - VI)		(133.35)	(11.51)
VIII. Other Comprehensive Income			
Items that will not be reclassified to profit or loss:			
(a) Re-measurement gains/ (losses) on defined benefit plans		(0.01)	-
Less: Income tax effect on above		0.00	-
Total Other Comprehensive Income		(0.01)	-
IX. Total Comprehensive Income/ (Loss) for the Year (VII + VIII) (Net of Tax)		(133.36)	(11.51)
X. Earnings per equity share of ₹ 10 each (Basic & Diluted)	25		
Face Value per Share		10.00	10.00
- Basic		(13.34)	(18.24)
- Diluted		(13.34)	(18.24)
Material Accounting Policies and Notes to Financial Statements	1 to 39		

Reliance Polyester Limited (Formerly known as Reliance Petroleum Retail Limited)

As per our Report of even date

For and on behalf of the Board

For Pathak H. D. & Associates LLP

Chartered Accountants

Registration No. 107783W/W100593

Srinivasan Narayanan

Chairman

DIN 09837104

Radhika Disale

Director

DIN: 03107045

Ashutosh Jethlia

Partner

Membership No. 136007

Prabal Shrivastava

Chief Financial Officer

Date : 18th April, 2024

Purbi Khandelwal

Company Secretary

RELIANCE POLYESTER LIMITED
 (Formerly known as Reliance Petroleum Retail Limited)
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

A. Equity Share Capital

(₹ in Crore)

Particulars	As at 31st March, 2022	Changes during 2022-23	As at 31st March, 2023	Changes during 2023-24	As at 31st March, 2024
Equity Share Capital	0.01	99.99	100.00	-	100.00

B. Other Equity

As at 31st March, 2024

	Balance as at 1st April, 2023	Transfer (to)/from Retained Earnings	Other Comprehensive Income	Balance as at 31st March, 2024
Reserve & Surplus				
Retained Earnings	(11.52)	(133.35)	-	(144.87)
Remeasurements of Defined Benefit Plans	-	-	(0.01)	(0.01)
Total	(11.52)	(133.35)	(0.01)	(144.88)

As at 31st March, 2023

	Balance as at 1st April, 2022	Transfer (to)/from Retained Earnings	Other Comprehensive Income	Balance as at 31st March, 2023
Reserve & Surplus				
Retained Earnings	(0.01)	(11.51)	-	(11.52)
Remeasurements of Defined Benefit Plans	-	-	-	-
Total	(0.01)	(11.51)	-	(11.52)

RELIANCE POLYESTER LIMITED
(Formerly known as Reliance Petroleum Retail Limited)

As per our Report of even date

For Pathak H. D. & Associates LLP

Chartered Accountants

Registration No. 107783W/W100593

Ashutosh Jethlia

Partner

Membership No. 136007

Date : 18th April, 2024

For and on behalf of the Board

Srinivasan Narayanan

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Director

DIN: 03107045

Prabal Shrivastava

Chief Financial Officer

Purbi Khandelwal

Company Secretary

RELIANCE POLYESTER LIMITED
(Formerly known as Reliance Petroleum Retail Limited)
Cash Flow Statement for the Year Ended March 31, 2024

Reliance Polyester Limited | 20

(₹ in Crore)

PARTICULARS	2023-24	2022-23
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and Extraordinary Items	(178.15)	(15.38)
Adjustment For:		
Interest Income	(0.40)	(0.00)
Depreciation and Amortisation	58.82	4.35
Net Loss / (Gain) on Sale of Fixed Assets	(0.00)	-
Finance Costs	138.03	7.97
Operating Profit before Working Capital Changes	18.30	(3.06)
Adjustment For:		
Trade Receivables	5.00	(44.97)
Inventories	(65.34)	(196.22)
Trade Payables and Other Liabilities	109.31	97.72
Other Non-Current Assets	0.01	(0.79)
Other Current Assets	62.53	(101.85)
Other Non Current Liabilities	2.74	6.65
Current and Non Current Provisions	1.10	0.06
	115.35	(239.40)
Cash Generated From Operations	133.65	(242.46)
Income Tax Paid / (Refund)	-	-
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	133.65	(242.46)
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of PPE, Intangible Assets and CWIP	(4.38)	(1,298.42)
Proceeds from Disposal of PPE	0.00	-
Interest Received	0.40	0.00
Goodwill on Business Acquisition	-	(66.40)
Purchase / (Sale) of Investments	-	(0.00)
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	(3.98)	(1,364.82)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from Long Term Borrowings	136.21	1,638.28
Repayment of Long Term Borrowings	(136.21)	(107.77)
Interest Paid	(137.39)	(7.97)
Proceeds from Equity Share Capital	-	99.99
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	(137.39)	1,622.53
Net Increase/(Decrease) in Cash & Cash equivalents	(7.72)	15.25
D Cash and Cash equivalents at the beginning of the year	15.25	0.00
E Cash and Cash equivalents at the end of the year	7.53	15.25

Change in Liability arising from financing activity

	2023-24	2022-23
Borrowings - Non Current		
Opening Balance as at beginning	1,530.51	-
Cash Flow during the period (Net)	0.00	1,530.51
Closing Balance at the end of the year	1,530.51	1,530.51

Cash flow statement has been prepared as per IND-AS 7

RELIANCE POLYESTER LIMITED
(Formerly known as Reliance Petroleum Retail Limited)

As per our Report of even date

For and on behalf of the Board

For Pathak H. D. & Associates LLP

Chartered Accountants

Registration No. 107783W/W100593

Srinivasan Narayanan

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Prabal Shrivastava

Chief Financial Officer

Date : 18th April, 2024

Purbi Khandelwal

Company Secretary

RELIANCE POLYESTER LIMITED
 (Formerly known as Reliance Petroleum Retail Limited)
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

A. CORPORATE INFORMATION

Reliance Polyester Limited (Formerly known as Reliance Petroleum Retail Limited) (the Company) [CIN : U17100MH2019PLC327096] is a public limited Company incorporated in India. The Company was incorporated on 21st Day of June, 2019. The registered office of the Company is located at 2nd Floor, Maker Chambers IV, 222, Nariman Point, Mumbai, Maharashtra - 400021.

The company is mainly into the business of manufacturing & selling of Polyester and allied products.

B. MATERIAL ACCOUNTING POLICIES

B.1 Basis of Preparation and Presentation

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

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's Financial Statements are presented in Indian Rupees, which is also its functional currency and all values are rounded to the nearest ₹ crores (₹ 00,00,000) except when otherwise indicated. Amount in zero (0.00) represents amount below ₹ 50,000.

B.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Current and Non-Current Classification

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification

An asset is treated as Current when it is –

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for atleast twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Net Deferred Tax Assets/Liabilities (Net) are classified as non-current assets/liabilities.

b) Property, Plant and Equipment (PPE)

Items of Property, plant and equipment acquired or constructed are initially recognized at historical cost net of recoverable taxes, duties, trade discounts and rebates, less accumulated depreciation and impairment loss, if any. The historical cost of Property, plant and equipment comprises of its purchase price, borrowing costs and adjustment arising for exchange rate variations attributable to the assets, including any cost directly attributable to bringing the assets to their working condition for their intended use.

Capital Work-in-Progress represents Property, plant and equipment that are not ready for their intended use as at the reporting date.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

RELIANCE POLYESTER LIMITED
 (Formerly known as Reliance Petroleum Retail Limited)
 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

Depreciation is provided on straight line method based over the useful life of asset as prescribed in Para-C of Schedule II of Companies Act, 2013 except in respect of the following assets, where useful life is different than those prescribed in Schedule II

Particulars	Depreciation
Plant & Machinery	Over its useful life as technically assessed

Estimated useful lives, residual values and depreciation methods are reviewed annually, taking into account commercial and technological obsolescence as well as normal wear and tear and adjusted prospectively, if appropriate.

Gains and losses arising from derecognition of PPE are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognized.

c) Intangible assets & Goodwill:

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Intangible Assets Under Development.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

The Company's Intangible Assets include assets with finite and indefinite useful life. Assets with finite useful life are amortised on a straight-line basis over their expected useful life and assets with indefinite useful lives are not amortised but are tested for impairment annually at the cash generating unit level.

Goodwill is initially recognised based on the accounting policy for business combinations and is tested for impairment annually.

d) Cash and Cash Equivalents

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

e) Finance Costs

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

f) Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any, except in case of by-products which are valued at net realisable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

g) Impairment of non-financial assets - Property, Plant & Equipment, Goodwill and Other Tangible Assets

The Company assesses at each reporting date as to whether there is any indication, that any property, Plant & Equipment, Goodwill and Other Tangible Assets or Group of Assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the assets belongs.

RELIANCE POLYESTER LIMITED

(Formerly known as Reliance Petroleum Retail Limited)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024**h) Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

i) Contingent Liabilities

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

j) Employee Benefit Expenses**Short-term obligations**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employee are recognised as an expense during the period when the employees render the services.

Defined contribution plans

Contributions to defined contribution schemes such as employees' state insurance, provident fund, labour welfare fund etc. are charged as an expense based on the amount of contribution required to be made as and when services are rendered by the employees. The Company is a member of recognized Provident Fund scheme established under The Provident Fund & Miscellaneous Act, 1952 by the Government of India. The Company is contributing 12% of Salary & Wages of eligible employees under the scheme every month. The amount of contribution is being deposited each and every month. The contribution paid or payable under the scheme is recognized during the period under which the employee renders the related services. The above benefits are classified as Defined Contribution Schemes as the Company has no further defined obligations beyond the monthly contributions.

Defined Benefit Plans

The Company pays gratuity to the employees who have completed five years of service with the Company at the time of resignation/superannuation. The gratuity is paid @15 days basic salary for every completed year of service as per the Payment of Gratuity Act, 1972. The Company's obligation in respect of the gratuity plan, which is a defined benefit plan, is provided for based on actuarial valuation using the projected unit credit method.

k) Taxation

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

Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted at the Balance sheet date.

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

RELIANCE POLYESTER LIMITED

(Formerly known as Reliance Petroleum Retail Limited)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024**l) Foreign Currencies Transactions and Translation**

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

m) Revenue recognition

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Company is generally the principal as it typically controls the goods or services before transferring them to the customer.

Generally, control is transferred upon shipment of goods to the customer or when the goods is 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.

Revenue from rendering of services is recognized over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the Company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognised when it becomes unconditional. Consideration are determined based on its most likely amount.

Difference between final settlement price and provisional price is recognised subsequently. The Company does not adjust short-term advances received from the customer for the effects of significant financing component if it is expected at the contract inception that the promised good or service will be transferred to the customer within a period of one year.

n) Financial instruments**i) Financial Assets****A. Initial recognition and measurement**

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

B. Subsequent measurement**a) Financial assets carried at amortised cost (AC)**

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

RELIANCE POLYESTER LIMITED

(Formerly known as Reliance Petroleum Retail Limited)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024**d). Investment in Subsidiaries, Associates and Joint Ventures**

The Company accounts for its investments in subsidiaries, associates and joint ventures at cost less impairment loss (if any).

e). Other Equity Investments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company decides to classify the same either as at FVTOCI or FVTPL.

The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in Other Comprehensive Income (OCI). There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on sale of such investments.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the Statement of Profit and Loss.

Cost of unquoted equity instruments has been considered as an appropriate estimate of fair value because of a wide range of possible fair value measurements and cost represents the best estimate of fair value within that range.

f). Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment assessment 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 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**A. Initial recognition and measurement**

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognised in Statement of Profit or Loss as finance cost.

B. Subsequent measurement

Financial liabilities are carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

iii) Derecognition of financial instruments

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

iv) Offsetting

Financial assets and financial liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

RELIANCE POLYESTER LIMITED

(Formerly known as Reliance Petroleum Retail Limited)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024**o) Earnings per share**

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

p) Interest income

Interest income from a financial asset is recognised using effective interest rate method.

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/Other Intangible Assets and Goodwill

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/Other Intangible Assets are depreciated/amortised 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/amortisation to be recorded during any reporting period. The depreciation/amortisation for future periods is revised if there are significant changes from previous estimates.

(b) Recoverability of trade receivable:

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

(c) Provisions

The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

(d) Impairment of Financial 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 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.

(e) Recognition of Deferred tax assets and liabilities

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

(f) Fair value measurement

For estimates relating to fair value of financial instruments refer note 30 of financial statements.

RELIANCE POLYESTER LIMITED

(Formerly known as Reliance Petroleum Retail Limited)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

1 PROPERTY, PLANT AND EQUIPMENT, GOODWILL, INTANGIBLE ASSETS AND CAPITAL WORK-IN-PROGRESS

A. Property, Plant and Equipment									(₹ in Crore)
Particulars	Land	Buildings	Plant & Equipment	Furniture and Fixtures	Vehicles	Office Equipments	Computers	Total	
Gross Block									
As at 31st March, 2023	30.85	166.12	706.37	1.91	0.09	0.60	0.68	906.62	
Additions	-	0.40	1.94	-	-	0.08	0.57	2.99	
Disposals/ Transfers	-	-	-	-	-	-	(0.00)	(0.00)	
As at 31st March, 2024	30.85	166.52	708.31	1.91	0.09	0.68	1.25	909.61	
Accumulated Depreciation									
As at 31st March, 2023	-	1.18	1.25	0.02	0.00	0.01	0.01	2.47	
Depreciation for the year	-	8.42	19.92	0.33	0.04	0.11	0.19	29.01	
Disposals	-	-	-	-	-	-	(0.00)	(0.00)	
As at 31st March, 2024	-	9.60	21.17	0.35	0.04	0.12	0.20	31.48	
NET BLOCK									
As at 31st March, 2024	30.85	156.92	687.14	1.56	0.05	0.56	1.05	878.13	
As at 31st March, 2023	30.85	164.94	705.12	1.89	0.09	0.59	0.67	904.15	

B. Goodwill		(₹ in Crore)
Particulars	Goodwill	
Gross Block		
As at 31st March, 2023	66.40	
Additions	-	
Disposals/ Transfers	-	
As at 31st March, 2024	66.40	
NET BLOCK		
As at 31st March, 2024	66.40	
As at 31st March, 2023	66.40	

C. Intangible Assets					(₹ in Crore)
Particulars	Customer Relationship	Non Compete	Software	Total	
Gross Block					
As at 31st March, 2023	242.30	147.74	1.00	391.04	
Additions	-	-	0.11	0.11	
Disposals/ Transfers	-	-	-	-	
As at 31st March, 2024	242.30	147.74	1.11	391.15	
Accumulated Amortisation					
As at 31st March, 2023	-	1.86	0.02	1.88	
Amortisation for the year	-	29.55	0.26	29.81	
Disposals	-	-	-	-	
As at 31st March, 2024	-	31.41	0.28	31.69	
NET BLOCK					
As at 31st March, 2024	242.30	116.33	0.83	359.46	
As at 31st March, 2023	242.30	145.88	0.98	389.16	

D. Capital Work-In-Progress		(₹ in Crore)
Particulars	Capital Work-In-progress	
Gross Block		
As at 31st March, 2023	0.76	
Additions	2.04	
Disposals/ Transfers	(0.76)	
As at 31st March, 2024	2.04	
NET BLOCK		
As at 31st March, 2024	2.04	
As at 31st March, 2023	0.76	

RELIANCE POLYESTER LIMITED

(Formerly known as Reliance Petroleum Retail Limited)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

CWIP Ageing Schedule

(₹ in Crore)

CWIP	Amount in CWIP as on 31.03.2024, for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	2.04	-	-	-	2.04
Grand Total	2.04	-	-	-	2.04

(₹ in Crore)

CWIP	Amount in CWIP as on 31.03.2023, for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	0.68	0.08	-	-	0.76
Grand Total	0.68	0.08	-	-	0.76

Details of Title deeds of immovable properties not held in the name of the Company:

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value (₹ in Crore)	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
PPE	Land	0.58	Shubhalakshmi Polyesters Limited	No	09-03-2023	Registration in progress

RELIANCE POLYESTER LIMITED

(Formerly known as Reliance Petroleum Retail Limited)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

2 INVESTMENTS

	As at 31st March, 2024		As at 31st March, 2023	
	(₹ in Crore)			
Investments measured at Cost				
Investment in Equity Instruments				
Unquoted, fully paid up				
Jeevandeep Co-op. Hsg. Soc. Ltd. 25 Shares @ ₹ 50 each, (Previous Year 25 Shares @ ₹ 50 each) (₹ 1,250, Previous Year ₹ 1,250)	0.00	0.00	0.00	0.00
Total		0.00		0.00
Category-wise Investment - Non current				
Financial Assets measured at Cost		0.00		0.00
Total Investments - Non current		0.00		(0.00)

3 DEFERRED TAX ASSETS (NET)

	As at 31st March, 2024		As at 31st March, 2023	
Opening Balance [DTA]	3.87		-	
Charge / (credit) to Statement of Profit and Loss	44.80		3.87	
Charge / (credit) to Other Comprehensive Income	0.00	48.67	-	3.87
		48.67		3.87
Components of Deferred Tax Liabilities / (Assets)				
PPE and Intangibles		62.27		26.69
Provisions		(0.33)		(0.03)
Other Comprehensive Income		(0.00)		-
Carry Forward Losses		(110.61)		(30.53)
Tax Liability / (Assets)		(48.67)		(3.87)
Amounts recognised in Statement of Profit and Loss				
Current Tax on profits for the year		-		-
Deferred Tax Asset for the year		(44.80)		(3.87)
Total Income Tax expenses		(44.80)		(3.87)
Reconciliation of Tax expenses and then accounting profit multiplied by Statutory Tax rate:				
Profit / (Loss) Before Tax		(178.15)		(15.38)
Applicable Tax Rate		25.17%		25.17%
Income Tax expense at the rate of 25.17%		(44.84)		(3.87)

4 OTHER NON-CURRENT ASSETS

	As at 31st March, 2024		As at 31st March, 2023	
Other Deposits	0.49		0.79	
Advance for Capital Goods	0.29		-	
		0.78		0.79
Total		0.78		0.79

5 INVENTORIES

	As at 31st March, 2024		As at 31st March, 2023	
Raw Materials (Including Material in Transit)	39.33		42.10	
Stores, Spares & Packing Materials	34.58		38.21	
Finished Goods (Including Material in Transit)	187.65	261.56	115.91	196.22
Total		261.56		196.22

RELIANCE POLYESTER LIMITED

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

6 TRADE RECEIVABLES

	As at 31st March, 2024	As at 31st March, 2023
(₹ in Crore)		
Unsecured, Considered Good		
Trade Receivables	39.97	44.97
Total	39.97	44.97

6.1 Trade Receivables Ageing as on 31st March 2024

(₹ in Crore)

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	38.80	1.15	0.02	-	-	-	39.97
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	38.80	1.15	0.02	-	-	-	39.97

6.2 Trade Receivables Ageing as on 31st March 2023

(₹ in Crore)

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	32.00	12.97	-	-	-	-	44.97
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	32.00	12.97	-	-	-	-	44.97

7 CASH AND CASH EQUIVALENTS

	As at 31st March, 2024	As at 31st March, 2023
Cash in hand	0.02	0.07
Balance with banks	7.51	15.18
Cash and Cash Equivalents as per Balance Sheet	7.53	15.25
Cash and Cash Equivalents as per Statement of Cash Flows	7.53	15.25

8 CURRENT TAX ASSETS

	As at 31st March, 2024	As at 31st March, 2023
Advance Income-Tax (Net of Provision)	2.32	0.19
Total	2.32	0.19

9 OTHER CURRENT ASSETS

	As at 31st March, 2024	As at 31st March, 2023
Balance with Govt. Authorities	36.02	28.63
Others (Includes Prepaid Expenses)	0.99	73.04
Total	37.01	101.67

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

10 SHARE CAPITAL

	(₹ in Crore)	
	As at 31st March, 2024	As at 31st March, 2023
Authorised Share Capital		
10,00,00,000 (Previous Year 10,00,00,000) Equity Shares of ₹ 10 each	100.00	100.00
	<u>100.00</u>	<u>100.00</u>
Issued, Subscribed and Paid up Capital		
10,00,00,000 (Previous Year 10,00,00,000) Equity Shares of ₹ 10 each fully paid up	100.00	100.00
Total	<u>100.00</u>	<u>100.00</u>

10.1 Reconciliation of the number of Equity Shares outstanding at the beginning and at the end of the year

	2023-24		2022-23	
	No. of Shares	₹ in Crore	No. of Shares	₹ in Crore
Shares outstanding at the beginning of the year	10,00,00,000	100.00	10,000	0.01
Add: Shares issued during the year	-	-	9,99,90,000	99.99
Shares outstanding at the end of the year	<u>10,00,00,000</u>	<u>100.00</u>	<u>10,00,00,000</u>	<u>100.00</u>

10.2 Details of shareholders holding more than 5% shares:

	As at 31st March, 2024		As at 31st March, 2023	
	No. of Shares	% held	No. of Shares	% held
Reliance Strategic Business Ventures Limited	10,00,00,000	100%	10,00,00,000	100%

RIGHTS, PREFERENCES AND RESTRICTIONS ATTACHED TO SHARES

The Company has only one class of Equity Share having face value of Rs. 10/- Each. The Equity Shareholder is eligible for one vote per share held. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, after distribution of all liabilities, in proportion of their shareholding.

10.3 Details of shareholding of promoters as at 31st March, 2024

Promoter Name	No of Shares at the beginning of the year	Change during the year	No of Shares at the end of the year	% Change during the year
Reliance Strategic Business Ventures Limited	10,00,00,000	-	10,00,00,000	-
Total	10,00,00,000	-	10,00,00,000	

10.4 Details of shareholding of promoters as at 31st March, 2023

Promoter Name	No of Shares at the beginning of the year	Change during the year	No of Shares at the end of the year	% Change during the year
Reliance Strategic Business Ventures Limited	-	10,00,00,000	10,00,00,000	100%
Reliance Industrial Investments And Holding Limited	10,000	(10,000)	-	-100%
Total	10,000	9,99,90,000	10,00,00,000	

10.5 The above Equity Shares 10,00,00,000 are held by Reliance Strategic Business Ventures Limited, the Holding Company.

11 OTHER EQUITY

	As at 31st March, 2024		As at 31st March, 2023	
Retained Earnings				
As per Last Balance Sheet	(11.52)		(0.01)	
Add: Profit for the year	<u>(133.35)</u>	(144.87)	<u>(11.51)</u>	(11.52)
Other Comprehensive Income				
As per Last Balance Sheet	-		-	
Add: Total Comprehensive Income for the year	<u>(0.01)</u>	(0.01)	<u>-</u>	-
		<u>(144.88)</u>		<u>(11.52)</u>

RELIANCE POLYESTER LIMITED

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

12 BORROWINGS - NON CURRENT

	As at 31st March, 2024	(₹ in Crore) As at 31st March, 2023
From Related Parties (Refer Note No. 26)		
(a) Unsecured Loan From Holding Company	1,530.51	1,530.51
Total	<u>1,530.51</u>	<u>1,530.51</u>

13 PROVISIONS - NON-CURRENT

	As at 31st March, 2024	As at 31st March, 2023
Provision for Gratuity	0.49	-
Provision for Leave Encashment	0.67	0.06
Total	<u>1.16</u>	<u>0.06</u>

14 OTHER NON-CURRENT LIABILITIES

	As at 31st March, 2024	As at 31st March, 2023
Deposit Taken	9.40	6.65
Total	<u>9.40</u>	<u>6.65</u>

15 TRADE PAYABLES

	As at 31st March, 2024	As at 31st March, 2023
Micro & Small Enterprises	8.04	15.78
Other than Micro & Small Enterprises	165.29	54.32
Total	<u>173.33</u>	<u>70.10</u>

15.1 Trade Payables Ageing as on 31st March 2024

(₹ in Crore)

Particulars	Not Due	Outstanding from due date of payment				Total
		< 1 year	1-2 year	2-3 year	> 3 year	
MSME	8.04	-	-	-	-	8.04
Others	112.66	52.63	-	-	-	165.29
Disputed-MSME	-	-	-	-	-	-
Disputed-Others	-	-	-	-	-	-
Total	120.70	52.63	-	-	-	173.33

15.2 Trade Payables Ageing as on 31st March 2023

(₹ in Crore)

Particulars	Not Due	Outstanding from due date of payment				Total
		< 1 year	1-2 year	2-3 year	> 3 year	
MSME	15.78	-	-	-	-	15.78
Others	34.86	19.46	-	-	-	54.32
Disputed-MSME	-	-	-	-	-	-
Disputed-Others	-	-	-	-	-	-
Total	50.64	19.46	-	-	-	70.10

RELIANCE POLYESTER LIMITED

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024**Micro, small and medium enterprises**

The Management has establish the process of identifying enterprises, which have provided goods, and services to the Company and which qualify under the definition of medium and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. The disclosures relating to the micro, small and medium enterprises as at March 31, 2024 are as under:

Particulars	(₹ in Crore)	
	31st March, 2024	31st March, 2023
Amount remaining unpaid to suppliers under MSMED (suppliers) as at the end of Year are as under:		
Principal amount (unpaid but not due)	8.04	15.78
Interest due thereon	-	-
Amount of payments made to suppliers beyond the appointed day during the year are as under:		
Principal amount	-	-
Interest actually paid u/s 16 of MSMED Act	-	-
Amount of interest due and payable for delay in payment (which has been paid but beyond the appointed day during the year) but without adding interest under MSMED are as under:		
Interest accrued during the year	-	-
Interest remaining unpaid as at the end of the year	-	-
Interest remaining disallowable as deductible expenditure under the Income-tax Act, 1961.	-	-

16 OTHER CURRENT LIABILITIES

	As at 31st March, 2024	As at 31st March, 2023
Statutory Dues	2.85	7.91
Others	31.32	19.72
Total	34.17	27.63

17 PROVISIONS - CURRENT

	As at 31st March, 2024	As at 31st March, 2023
Provision for Gratuity	0.08	-
Provision for Leave Encashment	0.10	0.00
	0.18	0.00

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

18 REVENUE FROM OPERATIONS

	As at 31st March 2024	As at 31st March' 2023
		(₹ in Crore)
Sale of Products	-	115.35
- Manufacturing	2,347.91	-
- Trading	148.69	-
Export Incentives	2.73	-
Total	2,499.33	115.35

19 OTHER INCOME

	As at 31st March 2024	As at 31st March' 2023
Interest Income	0.40	0.00
Miscellaneous Income	0.26	0.02
Insurance Claim Settlement	0.26	-
Total	0.92	0.02

20 CHANGES IN INVENTORIES OF FINISHED GOODS

	As at 31st March 2024	As at 31st March' 2023
<u>At the end of the year</u>		
Finished Goods	187.65	115.91
<u>At the beginning of the year</u>		
Finished Goods	115.91	89.32
Total	(71.74)	(26.59)

21 EMPLOYEE BENEFITS EXPENSE

	As at 31st March 2024	As at 31st March' 2023
Salaries, Wages and Allowances	54.91	3.14
Contribution to Provident Fund and ESIC	2.62	0.17
Leave Salary and Gratuity	1.31	0.06
Employees Welfare and Other Amenities	3.03	0.17
Total	61.87	3.54

22 FINANCE COSTS

	As at 31st March 2024	As at 31st March' 2023
Bill Discounting & Other Charges	0.04	-
Interest Expense	137.99	7.97
Total	138.03	7.97

RELIANCE POLYESTER LIMITED

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

23 DEPRECIATION AND AMORTISATION EXPENSE

	(₹ in Crore)	
	As at 31st March 2024	As at 31st March' 2023
Depreciation on Tangible Assets	29.01	2.47
Amortisation on Intangible Assets	29.81	1.88
Total	58.82	4.35

24 OTHER EXPENSES

	As at 31st March 2024		As at 31st March' 2023	
Manufacturing Expenses				
Power & Fuel	194.05		11.11	
Repairs to Building	0.06		-	
Repairs to Plant and Machinery	3.06		0.17	
Labour Charges	18.08		0.83	
Stores & Packing Materials Consumed	83.25		4.44	
Other Manufacturing Expenses	15.47	313.97	0.70	17.25
Selling and Distribution Expenses				
Warehousing & Distribution Expenses	30.29		1.38	
Brokerage & Commission	16.31	46.60	0.64	2.02
Administrative and General Expenses				
Electricity Expenses	0.31		0.01	
Applicable Net loss/ (profit) on foreign currency transaction and translation	(0.74)		0.00	
General Expenses	0.68		0.00	
Insurance	3.44		0.16	
Legal and Professional Expenses	30.68		0.02	
Payment to Auditors (Refer Note No. 34)	0.13		0.01	
Printing and Stationery	0.17		0.01	
Rent, Rates & Taxes	0.76		0.08	
Repairs & Maintenance	1.26		0.13	
Security Charges	2.28		0.10	
Subscriptions & Memberships	0.07		0.00	
Telephone and Internet Charges	0.51		0.00	
Travelling & Conveyance Expenses	0.47	40.02	0.01	0.53
Total		400.59		19.80

25 EARNINGS PER SHARE

	As at 31st March 2024	As at 31st March' 2023
Face value per equity share (₹)	10	10
Basic Earnings per equity share (₹)	(13.34)	(18.24)
Net profit for the year attributable to Equity Shareholders (₹)	(1,33,35,01,073)	(11,51,16,932)
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	10,00,00,000	63,10,740
Diluted Earnings per equity share of ₹ 10 each (in ₹)	(13.34)	(18.24)
Net profit for the year attributable to Equity Shareholders (₹)	(1,33,35,01,073)	(11,51,16,932)
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	10,00,00,000	63,10,740

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

26 Related Party Disclosure

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

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

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Ultimate Holding Company
2	Reliance Strategic Business Ventures Limited	Holding Company
3	Reliance Corporate IT Park Limited	Fellow Subsidiary Company
4	Sintex Industries Limited	Joint Venture of Ultimate Holding Company
5	Alok Industries Limited	Joint Venture of Ultimate Holding Company
6	BVM Overseas Limited	Joint Venture of Ultimate Holding Company
7	Jio Platforms Limited	Fellow Subsidiary Company
8	Reliance Jio Infocomm Limited	Fellow Subsidiary Company
9	Reliance Retail Limited	Fellow Subsidiary Company
10	Shri Rajkumar Verma*	Key Managerial Personnel
11	Shri Prabal Shrivastava*	Key Managerial Personnel
12	Ms Purbi Khandelwal*	Key Managerial Personnel

*KMP for part of the financial year

ii) Transactions during the year with related parties:

(₹ in Crore)

No	Particulars	Ultimate Holding	Holding	Fellow Subsidiary	Joint Venture of Ultimate Holding Company	Key Managerial Personnel	Total
1	Purchase of Goods	1,719.42 <i>(121.43)</i>	- <i>(-)</i>	0.08 <i>(-)</i>	149.44 <i>(-)</i>	- <i>(-)</i>	1,868.94 <i>(121.43)</i>
2	Sale of Goods	93.51 <i>(9.74)</i>	- <i>(-)</i>	- <i>(-)</i>	102.54 <i>(0.27)</i>	- <i>(-)</i>	196.05 <i>(10.01)</i>
3	Purchase of Fixed Assets	0.04 <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	0.04 <i>(-)</i>
4	Issue of Equity share capital	- <i>(-)</i>	- <i>(99.99)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(99.99)</i>
5	Unsecured Loan Received	- <i>(-)</i>	136.21 <i>(1,638.28)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	136.21 <i>(1,638.28)</i>
6	Unsecured Loan Repaid	- <i>(-)</i>	136.21 <i>(107.77)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	136.21 <i>(107.77)</i>
7	Interest on Unsecured Loan	- <i>(-)</i>	137.34 <i>(7.95)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	137.34 <i>(7.95)</i>
8	Business Support Service	30.09 <i>(-)</i>	- <i>(-)</i>	0.56 <i>(0.00)</i>	- <i>(-)</i>	- <i>(-)</i>	30.65 <i>(0.00)</i>
9	Other Interest Payment	0.06 <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	0.06 <i>(-)</i>
10	Job Conversion Charges	1.23 <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	1.23 <i>(-)</i>
11	Internet Charges	- <i>(-)</i>	- <i>(-)</i>	0.31 <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	0.31 <i>(-)</i>
12	Rent	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	0.00 <i>(-)</i>	- <i>(-)</i>	0.00 <i>(-)</i>
13	Remuneration	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	- <i>(-)</i>	0.88 <i>(-)</i>	0.88 <i>(-)</i>

Balances as at 31st March 2024

No	Particulars	Ultimate Holding	Holding	Fellow Subsidiary	Joint Venture of Ultimate Holding Company	Total
1	Loan Taken	- <i>(-)</i>	1,530.51 <i>(1,530.51)</i>	- <i>(-)</i>	- <i>(-)</i>	1,530.51 <i>(1,530.51)</i>
2	Trade Receivables	1.50 <i>(11.38)</i>	- <i>(-)</i>	- <i>(-)</i>	0.01 <i>(0.32)</i>	1.51 <i>(11.70)</i>
3	Trade Payables	158.17 <i>(25.01)</i>	- <i>(-)</i>	0.35 <i>(0.00)</i>	0.01 <i>(-)</i>	158.53 <i>(25.01)</i>

Figures in Italic represents Previous Year's amounts.

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

(₹ in Crore)				
Sr No.	Particulars	Relationship	2023-24	2022-23
1	Purchase of Goods			
	Reliance Industries Limited	Ultimate Holding Company	1,719.42	121.43
	Reliance Retail Limited	Fellow Subsidiary Company	0.08	-
	Sintex Industries Limited	Joint Venture of Ultimate Holding Co.	147.26	-
	Alok Industries Limited	Joint Venture of Ultimate Holding Co.	2.18	-
2	Sale of Goods			
	Reliance Industries Limited	Ultimate Holding Company	93.51	9.74
	Alok Industries Limited	Joint Venture of Ultimate Holding Co.	0.01	-
	Sintex Industries Limited	Joint Venture of Ultimate Holding Co.	0.49	0.27
	BVM Overseas Limited	Joint Venture of Ultimate Holding Co.	102.04	-
3	Purchase of Fixed Assets			
	Reliance Industries Limited	Ultimate Holding Company	0.04	-
4	Issue of Equity share capital			
	Reliance Strategic Business Ventures Limited	Holding Company	-	99.99
5	Unsecured Loan Received			
	Reliance Strategic Business Ventures Limited	Holding Company	136.21	1,638.28
6	Unsecured Loan Repaid			
	Reliance Strategic Business Ventures Limited	Holding Company	136.21	107.77
7	Interest on Unsecured Loan			
	Reliance Strategic Business Ventures Limited	Holding Company	137.34	7.95
8	Business Support Services			
	Reliance Industries Limited	Ultimate Holding Company	30.09	-
	Reliance Corporate IT Park Limited	Fellow Subsidiary Company	0.56	0.00
9	Other Interest Payment			
	Reliance Industries Limited	Ultimate Holding Company	0.06	-
10	Job Conversion Charges			
	Reliance Industries Limited	Ultimate Holding Company	1.23	-
11	Internet Charges			
	Jio Platforms Limited	Fellow Subsidiary Company	0.00	-
	Reliance Jio Infocomm Limited	Fellow Subsidiary Company	0.31	-
12	Rent			
	Sintex Industries Limited	Joint Venture of Ultimate Holding Co.	0.00	-
13	Remuneration			
	Sh Rajkumar Verma (Manager)	Key Managerial Personnel	0.57	-
	Sh Prabal Shrivastava (CFO)	Key Managerial Personnel	0.24	-
	Ms Purbhi Khandelwal (Company Secretary) - Reimbursed to Reliance Industries Limited	Key Managerial Personnel	0.07	-

27 Segment Reporting

For management purposes the Company has only one reportable segment as follows:

- Polyester Business.

The Executive Committee of the Company acts as the Chief Operating Decision Maker ("CODM").

The CODM evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by operating segments

RELIANCE POLYESTER LIMITED

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024**28 Details Of Loans Given, Investments Made, Guarantee Given and Security Provided during the year Covered Under Section 186 (4) of the Companies Act, 2013**

- i) Loans given ₹ Nil (Previous year ₹ Nil)
 ii) Investment made ₹ Nil (Previous year - ₹ 0.00)

Sr No	Name of the Entity	Nature of Investment	Opening Balance as on April 01, 2023	Investment made during the year	Investment Sold during the year	Closing Balance as at March 31, 2024
1	Jeevandeep Co-operative Housing Society Limited* (25 Shares of ₹ 50 each)	Shares of Co-Operative Housing Society	0.00	-	-	0.00

*Above shares has been transferred from Shubhalakshmi Polyesters Limited and Shubhlaxmi Polytex Limited under business transfer agreement. Shares are issued by Jeevandeep Co-Operative Housing Society Limited to its members on becoming owner of the office premises in the Society.

- iii) Guarantees given and Securities provided by the Company in respect of loans ₹ Nil (Previous year ₹ Nil)

29 Capital Management

The Company manages its capital to ensure that it will continue as going concern while maximising the return to stakeholders. The Company manages its capital structure and make adjustment in light of changes in business condition.

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

	(₹ in Crore)	
	As at	
	31st March, 2024	31st March, 2023
Gross Debt	1,530.51	1,530.51
Cash and Marketable Securities	7.53	15.25
Net debt (A)	1,522.98	1,515.26
Total Equity (As per Balance Sheet) (B)	(44.88)	88.48
Net Gearing Ratio (A/B)	(33.93)	17.13

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30 Financial Instruments

The Company's activities expose it to credit risk and liquidity risk.

Credit risk

Credit risk is the risk that a customer or counterparty to a financial instrument will fail to perform or pay amounts due causing financial loss to the company. It arises from cash and cash equivalents, financial instruments and from credit exposures relating to outstanding receivables.

Liquidity risk

Liquidity risk is the risk that suitable sources of funding for the company's business activities may not be available. Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due, so that the company is not forced to obtain funds at higher rates.

Fair Value Measurement

All financial assets and financial liabilities are measured at amortised cost. Consequently, application of fair value accounting and the related disclosure is not applicable.

Fair Valuation Measurement hierarchy

(₹ in Crore)

Particulars	As at 31st March, 2024				As at 31st March, 2023			
	Carrying Amount	Fair Value			Carrying Amount	Fair Value		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
Financial Assets								
At Amortised Cost								
Trade Receivables	39.97	-	-	-	44.97	-	-	-
Cash and Cash Equivalents	7.53	-	-	-	15.25	-	-	-
Other Financial Assets	0.78	-	-	-	0.79	-	-	-
Financial Liabilities								
At Amortised Cost								
Trade Payables	173.33	-	-	-	70.10	-	-	-

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, either directly or indirectly.

Level 3: Inputs based on unobservable market area

31 Ratio Analysis

a) Ratios

Particulars	2023-24	2022-23	% Changes*
1. Current Ratio	1.68	3.67	-54%
2. Debt Equity Ratio	(34.10)	17.30	-297%
3. Debt Service Coverage Ratio	0.14	(0.38)	-135%
4. Return on Equity Ratio	(612%)	(26%)	2251%
5. Inventory Turnover Ratio	15.37	1.94	693%
6. Trade Receivable Turnover Ratio	58.85	5.13	1047%
7. Trade Payable Turnover Ratio	20.47	4.04	407%
8. Net Capital Turnover Ratio	17.76	0.44	3912%
9. Net Profit Ratio	(5%)	(10%)	-47%
10. Return on Capital Employed	(3%)	(1%)	191%
11. Return on Investments	4%	0%	46493%

* Previous years' figures are not fully comparable as stated in note 37

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b) Formula for Computation of ratios are as follows :

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	$\frac{\text{Earnings before Interest, Depreciation/Amortisation and Tax}}{\text{Interest Expense + Principal Repayments made during the year for long term loans}}$
4. Return on Equity Ratio	$\frac{\text{Profit After Tax (Attributable to Owners)}}{\text{Average Net Worth}}$
5. Inventory Turnover Ratio *	$\frac{\text{Cost of Goods Sold}}{\text{Average Inventories of Finished Goods \& Stock in Trade}}$
6. Trade Receivables Turnover Ratio	$\frac{\text{Value of Sales \& Services}}{\text{Average Trade Receivables}}$
7. Trade Payables Turnover Ratio	$\frac{\text{Cost of Materials Consumed+ Purchase of Stock in Trade+ Other Expenses}}{\text{Average Trade Payables}}$
8. Net Capital Turnover Ratio	$\frac{\text{Value of Sales \& Services}}{\text{Working Capital (Current Assets - Current Liabilities)}}$
9. Net Profit Ratio	$\frac{\text{Profit After Tax}}{\text{Value of Sales \& Services}}$
10. Return on Capital Employed**	$\frac{\text{Net Profit After Tax + Deferred Tax Expense/(Income) + Finance Cost (-) Other Income}}{\text{Average Capital Employed}}$
11. Return on Investment	$\frac{\text{Interest (Finance Income)}}{\text{Average Cash and Cash Equivalents}}$

* Cost of Goods Sold includes Cost of Materials Consumed, Purchases of Stock-in-Trade, Changes in inventories of Finished Goods and Stock-in-Trade and Manufacturing Expenses.

**Capital Employed includes Equity, Borrowings and reduced by Deferred Tax Assets, Cash and Cash Equivalents and Capital Work in Progress.

32 Contingent Liabilities and Commitments

1. Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 4.41 Cr. (Previous Year ₹ Nil)
2. Other Commitments - Investments for ₹ 15.42 Cr (Previous Year ₹ Nil) (Refer Note No. 36)

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024

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

Defined Contribution Plans

i) Contribution to Defined contribution plans, recognised as expense for the year as under

(₹ in Crore)

Particulars	2023-24	2022-23
Employer's Contribution to Provident Fund	0.87	0.05
Employer's Contribution to Pension Scheme	1.54	0.11

Defined Benefit Plans

i) Reconciliation of opening and closing balances of defined benefit obligation

(₹ in Crore)

Particulars	Gratuity (unfunded)	
	March 31, 2024	March 31, 2023
Defined Benefit Obligation at the beginning of the year	-	-
Current service cost	(0.55)	-
Interest cost	-	-
Actuarial loss/(gain)	(0.01)	-
Benefits paid	0.00	-
Liability transferred In/(out)(net)	-	-
Defined Benefit Obligation at the end of the year	(0.56)	-

ii) Expenses recognised during the year

(₹ in Crore)

Particulars	Gratuity (unfunded)	
	March 31, 2024	March 31, 2023
Current service cost	0.55	-
Interest Cost	-	-
Net Cost	0.55	-
In Other Comprehensive Income		
Actuarial loss/(gain)	0.01	-
Net (Income) / Expenses recognised in P&L and OCI	0.56	-

iii) Actuarial Assumptions

Particulars	Gratuity (unfunded)	
	March 31, 2024	March 31, 2023
Discount rate (Per Annum)	7.20%	7.50%
Expected return on plan assets	N/A	N/A
Expected rate of salary escalation (Per Annum)	6.00%	6.00%
Duration (in years)	9	10

The discount rate for current year has been determined to be 7.20% p.a. based on government bond rate as at March 31, 2024 and weighted average duration of 9 years

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.

iv) Sensitivity Analysis

(₹ in Crore)

Particulars	As at	
	March 31, 2024	March 31, 2023
Change in rate of discounting (Delta effect of +/-50 BP)	0.54 Cr/0.59 Cr	-
Change in rate of salary increase (Delta effect of +/-50 BP)	0.59 Cr/0.55 Cr	-

34 Payment to Auditors as:

(₹ in Crore)

Sr No	Particulars	March 31, 2024	March 31, 2023
(a)	Fees as Auditor	0.08	0.01
(b)	Tax Audit Fees	0.02	0.00
(c)	Certification Fees	0.02	-
(d)	Cost Audit Fees	0.01	-
	Total	0.13	0.01

RELIANCE POLYESTER LIMITED

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NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31ST, 2024**35 OTHER STATUTORY INFORMATION**

- i) There are no balances outstanding with struck off companies as per section 248 of the Companies Act, 2013
- ii) The Company has 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.
- iii) 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.
- iv) The Company has 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.
- v) The Company has not traded or invested in crypto currency or virtual currency during the year.
- vi) The Company has not granted loans and advances in the nature of loans to Promoters, Directors, KMPs, and other related parties
- vii) The Company has not been declared willful defaulter by any bank or financial institution or other lender or government or any government authority.
- viii) The Company does not have any Subsidiary and hence the company do not have layers of subsidiaries beyond the prescribed number with respect to the Companies (Restriction on number of layers) Rules, 2017.
- ix) The Company does not have any benami property held in its name. 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.
- x) The Company has not entered in to transactions mentioned under section 230 to 237 of the Companies Act, 2013

36 Subsequent Event

The Company has signed a Share Subscription Agreement and a Shareholder Agreement to invest 26% equity in SRC Ecotex (India) Private Limited on 15th March 2024. Further the Company has invested Rs 15.42 Cr on 3rd April 2024 for its equity stake in SRC Ecotex (India) Private Limited.

37 During previous year, the Company had acquired polyetser business of Shubhalakshmi Polyesters Ltd and Shubhlaxmi Polytex Ltd on 8th March 2023, hence current year figures are not fully comparable with previous year.

38 The figures for the corresponding previous year have been regrouped / reclassified wherever necessary, to make them comparable.

39 Approval of Financial Statements

The financial statements were approved for issue by the Board of Directors on April 18, 2024.

Reliance Polyester Limited (Formerly known as Reliance Petroleum Retail Limited)

As per our Report of even date

For and on behalf of the Board

For Pathak H. D. & Associates LLP

Chartered Accountants

Registration No. 107783W/W100593

Srinivasan Narayanan

Chairman

DIN 09837104

Ashutosh Jethlia

Partner

Membership No. 136007

Radhika Disale

Director

DIN: 03107045

Prabal Shrivastava

Chief Financial Officer

Date : 18th April, 2024

Purbi Khandelwal

Company Secretary