

**RELIANCE INDUSTRIAL INVESTMENTS
AND HOLDINGS LIMITED
FINANCIAL STATEMENTS
2017-18**

Independent Auditor's Report

TO THE MEMBERS OF RELIANCE INDUSTRIAL INVESTMENTS AND HOLDINGS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **Reliance Industrial Investments and Holdings Limited** (“the Company”), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

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

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs (financial position) of the Company as at 31st March, 2018, and its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 (“the Order”) issued by the Central Government in terms of Section 143(11) of the Act, we give in “Annexure A” a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, 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 Indian Accounting Standards prescribed under section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements. Refer note 29(ii) to the Ind AS financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **D T S & Associates**
Chartered Accountants
Firm Registration No. 142412W

Ashish Mistry
Partner
Membership No. 132639

Place: Mumbai
Date: 24th April, 2018

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

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

- i) In respect of its fixed assets :
- The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - As the Company does not have any immovable properties, clause (c) (i) of paragraph 3 of the Order is not applicable to the company.
- ii) As explained to us, physical verification of the inventories have been conducted at reasonable intervals by the management, which in our opinion is reasonable, having regard to the size of the Company and nature of its inventories. No material discrepancies were noticed on such physical verification.
- iii) The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- iv) Company has not directly or indirectly advanced loan to the person or given guarantees or securities in connection with the loan taken by persons covered under Section 185 of the Act. Company has complied with the provisions of the section 186 of the Act, in respect of investments, loans, guarantee or security given.
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company.
- vii) In respect of Statutory dues :
- According to the records of the Company, undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at March 31, 2018 for a period of more than six months from the date they became payable.
 - According to the information and explanations given to us, the disputed dues on account of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess on account of any dispute, which have not been deposited with appropriate authorities are as under :-

Name of Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	4,89,07,550/-	A.Y. 2014-15	CIT (Appeals)

- viii) The Company has not raised any loans from financial institutions or banks or government. Further, no amounts were due for repayment to debenture holders. Therefore, the clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The company has not raised money by way of initial public offer or further public offer (including debt instruments) and term Loans has been applied for the purpose for which it has been raised.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

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

For **D T S & Associates**
Chartered Accountants
Firm Registration No. 142412W

Ashish Mistry
Partner
Membership No. 132639

Place: Mumbai
Date: 24th April, 2018

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

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

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

We have audited the internal financial controls over financial reporting of **Reliance Industrial Investments and Holdings Limited** (“the Company”) as of 31st March, 2018 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 based on our audit. We conducted our audit in accordance with the Guidance Note issued by ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal

financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **D T S & Associates**
Chartered Accountants
Firm Registration No. 142412W

Ashish Mistry
Partner
Membership No. 132639

Place: Mumbai
Date: 24th April, 2018

Balance Sheet as at 31st March, 2018

	Notes	As at 31st March, 2018	(₹ in Lakhs) As at 31st March 2017
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	1	7	9
Financial Assets			
Investments	2	16870 77	15419 85
Loans	3	11182 49	7579 54
Other Non-Current Assets	4	44 88	29 25
Deferred Tax Asset (Net)	5	-	12
Total Non-Current Assets		28098 21	23028 85
Current Assets			
Financial Assets			
Trade Receivables	6	5 64	3 91
Cash and Cash Equivalents	7	1 15	6 10
Loans	8	1521 51	402 22
Others Financial Asset	9	2144 32	3297 93
Other Current Assets	11	9 03	9 27
Total Current Assets		3681 65	3719 43
Total Assets		31779 86	26748 28
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	12	147 50	147 50
Other Equity	13	18924 81	17982 82
Total Equity		19072 31	18130 32
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Borrowings	14	12702 71	7948 48
Total Non-Current Liabilities		12702 71	7948 48
Current Liabilities			
Financial Liabilities			
Trade Payables	15	1 05	1 27
Other Financial Liabilities	16	-	596 47
Other Current Liabilities	17	1 10	69 51
Provisions	18	2 69	2 23
Total Current Liabilities		4 84	669 48
Total Liabilities		12707 55	8617 96
Total Equity and Liabilities		31779 86	26748 28

Significant Accounting Policies

See accompanying Notes to the Financial Statements **1 to 37**

As per our Report of even date

For **D T S & Associates**
Firm Registration No : 142412W
Chartered Accountants**Ashish G. Mistry**
Partner
Membership No. 132639Mumbai
Dated : 24th April, 2018

For and on behalf of the Board

H.R. Meswani
Chairman**M.N. Bajpai**
Director**Dhiren Dalal**
Director**Anshu Agarwal**
Company Secretary**Vinod Ambani**
Director**B. Chandrasekaran**
Director**Komal Chhapru**
Director**Tapas Mitra**
Chief Financial Officer

Statement of Profit and Loss for the year ended 31st March, 2018

	Notes	2017-18	(₹ in Lakhs) 2016-17
INCOME			
Revenue from Operations	19	1276 98	886 83
Other Income	20	908 70	655 38
Total Income		2185 68	1542 21
EXPENSES			
Purchases of Stock-in-Trade		1243 96	850 89
Employee Benefits Expenses	21	31 47	34 23
Finance Cost	22	902 02	666 12
Depreciation	1	5	9
Other Expenses	23	4 80	10 96
Total Expenses		2182 30	1562 29
Profit/(Loss) Before Tax		3 38	(20 08)
Tax Expenses			
Current Tax	10	-	-
Tax for earlier years		-	1
Profit / (Loss) for the year		3 38	(20 09)
Other Comprehensive Income			
i) Items that will not be reclassified to Profit or Loss			
Fair value changes relating to financial assets		473 17	171 39
Remeasurement of the Defined Benefit Plans		11	(6)
ii) Income tax relating to items that will not be reclassified to Profit or Loss			
		(4)	2
Total Other Comprehensive Income for the year (Net of Tax)		473 24	171 35
Total Comprehensive Income for the year		476 62	151 26
Earnings per Equity Shares of face value of ₹ 10 each	24		
Basic (in ₹)		0.23	(1.36)
Diluted (in ₹)		0.01	(1.36)
Significant Accounting Policies			
See accompanying Notes to the Financial Statements	1 to 37		

As per our Report of even date

 For **D T S & Associates**
 Firm Registration No : 142412W
 Chartered Accountants

Ashish G. Mistry
 Partner
 Membership No. 132639

 Mumbai
 Dated : 24th April, 2018

For and on behalf of the Board

H.R. Meswani Chairman	Vinod Ambani Director
M.N. Bajpai Director	B. Chandrasekaran Director
Dhiren Dalal Director	Komal Chhapru Director
Anshu Agarwal Company Secretary	Tapas Mitra Chief Financial Officer

Statement of Changes in Equity for the Year Ended 31st March, 2018

A. Equity Share Capital										₹ in Lakhs
Balance at the beginning of the reporting period i.e. 1st April, 2016	Changes in equity share capital during the year 2016-17	Balance at the end of the reporting period i.e. 31st March, 2017	Changes in equity share capital during the year 2017-18	Balance at the end of the reporting period i.e. 31st March, 2018						
147 50	-	147 50	-	147 50						147 50
B. Other Equity										₹ in Lakhs
	Instrument Classified as equity	Capital Reserve	Capital Redemption Reserve	Securities Premium Reserve	Reserves and Surplus Debenture Redemption Reserve	General Reserve	Retained Earnings	Other Comprehensive Income	Total	
As on 31st March, 2017										
Balance at beginning of the reporting period i.e. 1st April, 2016	15824 62	414 85	5 02	74 96	3 77	3 95	339 19	(339 67)	16326 69	
Total Comprehensive Income for the year	-	-	-	-	-	-	(20 09)	171 35	151 26	
6% Non Cumulative Optionally Convertible Preference Shares of ₹ 10 each issued	2624 42	-	-	13122 09	-	-	-	-	15746 51	
Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each issued	4750 00	-	-	-	-	-	-	-	4750 00	
Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each redeemed	(18991 00)	-	-	-	-	-	-	-	(18991 00)	
0 % Fully Convertible Unsecured Debentures of ₹ 100 each re-purchased	(279 90)	-	-	-	-	-	-	-	(279 90)	
On Amalgamation (Refer note no. 26)	104 40	138 03	1	43 50	-	-	(6 68)	-	279 26	
Balance at the end of the reporting period i.e. 31st March, 2017	4032 54	552 88	5 03	13240 55	3 77	3 95	312 42	(168 32)	17982 82	
As on 31st March, 2018										
Balance at beginning of the reporting period i.e. 1st April, 2017	4032 54	552 88	5 03	13240 55	3 77	3 95	312 42	(168 32)	17982 82	
Total Comprehensive Income for the year	-	-	-	-	-	-	3 38	473 24	476 62	
Debenture Redemption Reserve	-	-	-	-	3 22	-	(3 22)	-	-	
6% Non Cumulative Optionally Convertible Preference Shares of ₹ 10 each issued	76 70	-	-	567 58	-	-	-	-	644 28	
10% Non Cumulative Optionally Convertible Preference Shares of ₹ 10 each redeemed	(15)	-	15	(74 36)	-	-	(15)	-	(74 51)	
Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each redeemed	(101 00)	-	-	-	-	-	-	-	(101 00)	
Zero Coupon Optionally Convertible Loan repaid	(3 40)	-	-	-	-	-	-	-	(3 40)	
Balance at the end of the reporting period i.e. 31st March, 2018	4004 69	552 88	5 18	13733 77	6 99	3 95	312 43	304 92	18924 81	

As per our Report of even date

For **D T S & Associates**
Firm Registration No : 142412W
Chartered Accountants

Ashish G. Mistry
Partner
Membership No. 132639

Mumbai
Dated : 24th April, 2018

For and on behalf of the Board

H.R. Meswani
Chairman

M.N. Bajpai
Director

Dhiren Dalal
Director

Anshu Agarwal
Company Secretary

Vinod Ambani
Director

B. Chandrasekaran
Director

Komal Chhapru
Director

Tapas Mitra
Chief Financial Officer

Cash Flow Statement for the year ended 31st March, 2018

	2017-18	₹ in Lakhs 2016-17
A Cash Flow from Operating Activities		
Net Profit Before Tax as per Statement of Profit and Loss	3 37	(20 08)
Adjusted for :		
Interest income	(873 92)	(666 41)
Dividend income	(9 53)	(6)
Net gain on sale of investments	(23 37)	14 75
Investment written off	-	750
Profit on sale of Asset	(2)	(3)
Share of profit in LLP (₹ 19446/-)	0	1
Interest expenses	902 02	662 74
Depreciation	6	8
	<u>(4 76)</u>	<u>18 58</u>
Operating Loss before Working Capital Changes	(1 39)	(1 50)
Adjusted for :		
Trade and other Receivables	(1 23)	96 08
Trade and other Payables	(2 04)	1 55
	<u>(3 27)</u>	<u>97 63</u>
Cash used in Operations	(4 66)	96 13
Taxes paid	(15 54)	(5 71)
Net Cash Flow from / (used in) Operating Activities	<u>(20 20)</u>	<u>90 42</u>
B Cash flow from Investing Activities		
Investment in subsidiaries	(19 00)	(4996 84)
Disposal of investment in subsidiaries	146 93	827 96
Purchase of other investments	(670 31)	(629 53)
Proceeds from sale of financial assets	-	3845 96
Sale of Assets	2	7
Purchase of Assets	(4)	(3)
Dividend received	9 53	6
Movement in loans	(4722 24)	(1332 46)
Preference share application money paid	-	(334 73)
Interest income	1615 54	760 76
Net Cash Flow used in Investing Activities	<u>(3639 57)</u>	<u>(1858 78)</u>

Cash Flow Statement for the year ended 31st March, 2018

	2017-18	₹ in Lakhs 2016-17
C Cash Flow from Financing Activities		
Proceeds from Borrowing - Non-Current	11954 27	9627 76
Repayment of Borrowing - Non-Current	(7203 44)	(8265 41)
Proceeds / (redemption) - issue of Debentures	(101 00)	(14520 90)
Proceeds / Redemption of Preference shares (incl Premium)	569 77	15746 50
Interest paid	(1564 78)	(816 24)
Net Cash Flow from Financing Activities	<u>3654 82</u>	<u>1771 71</u>
Net Increase / (Decrease) in Cash and Cash Equivalents	(4 95)	3 35
Add		
Opening Balance of Cash and Cash Equivalents	6 10	1 32
On Amalgamation	-	1 43
	<u>6 10</u>	<u>2 75</u>
Closing Balance of Cash and Cash Equivalents (Refer Note 7)	<u>1 15</u>	<u>6 10</u>

As per our Report of even date

For **D T S & Associates**
Firm Registration No : 142412W
Chartered Accountants

Ashish G. Mistry
Partner
Membership No. 132639

Mumbai
Dated : 24th April, 2018

For and on behalf of the Board

H.R. Meswani
Chairman

Vinod Ambani
Director

M.N. Bajpai
Director

B. Chandrasekaran
Director

Dhiren Dalal
Director

Komal Chhapru
Director

Anshu Agarwal
Company Secretary

Tapas Mitra
Chief Financial Officer

NOTES TO THE FINANCIAL STATEMENTS

A. CORPORATE INFORMATION

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

B. SIGNIFICANT ACCOUNTING POLICIES

B.1 Basis of Preparation and Presentation

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

- i) Certain financial assets and liabilities measured at fair value,
- ii) Defined benefit plans - plan assets measured at fair value,

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

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

B.2 Summary of Significant Accounting Policies

(a) Property, plant and equipment:

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

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

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013

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

Tangible assets carrying value under previous GAAP is recognised as deemed cost.

(b) Finance Cost

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

(c) Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase and other costs incurred in bringing them to their respective present location and condition.

Cost of trading and other products are determined on weighted average basis.

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

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called cash generating units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

Significant Accounting Policies (Contd.)

(e) Provisions

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

(f) Employee Benefit Expenses

Short Term Employee Benefits

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

Post-Employment Benefits

Defined Contribution Plans

The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

Defined Benefit Plans

The Company pays gratuity to the employees whoever has completed five years of service with the Company at the time of resignation/superannuation. The gratuity is paid @15 days salary for every completed year of service as per the Payment of Gratuity Act 1972.

The gratuity liability amount is contributed to the approved gratuity fund formed exclusively for gratuity payment to the employees. The gratuity fund has been approved by respective IT authorities.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income

(g) Tax Expenses

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

Current Tax

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

Deferred Tax

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

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

(h) Foreign currencies

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

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

(i) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is received. Revenue is measured at the fair value of the consideration

Significant Accounting Policies (Contd.)

received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Revenue is recognised only if following condition are satisfied:

- The Company has transferred risks and rewards incidental to ownership to the customer;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- It is probable that the economic benefit associated with the transaction will flow to the Company; and
- it can be reliably measured and it is reasonable to expect ultimate collection

Revenue from operations includes sale of goods, services, service tax, excise duty and sales during trial run period, adjusted for discounts (net), and gain/loss on corresponding hedge contracts.

Interest income

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

Dividends

Revenue is recognised when the Company's right to receive the payment is established.

(j) 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 asset are recognised using trade date accounting.

B. Subsequent measurement

a) Financial assets carried at amortised cost (AC)

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

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

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

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

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

C. Investment in subsidiaries, Associates and Joint Ventures

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

D. Other equity instruments

All equity investments are measured at fair value, with value changes recognised in statement of profit and loss, except for those equity investments for which the company has elected to present the value changes in 'Other Comprehensive Income'.

E. Impairment of financial assets

The Company assesses impairment based on expected credit loss (ECL) model for evaluating impairment.

a. Financial assets at amortised cost

b. Financial assets measured at fair value through Other Comprehensive income

The company follows 'simplified approach' for recognition of impairment loss allowance. The application of simplified approach

Significant Accounting Policies (Contd.)

does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The company uses historical loss experience to determine the impairment loss allowance on the portfolio of trade receivables. At every reporting date, the historical observed default rates are updated and changes in the forward looking estimates are analysed.

For recognition of impairment loss on other financial assets and risk exposure, the company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

ii) Financial liabilities

A. Initial recognition and measurement:

All financial liabilities are recognized initially at fair value and in case of loans and borrowings and payables, net of directly attributable cost. Fees of recurring nature are directly recognised in profit or loss as finance cost.

B. Subsequent measurement:

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

iii) Derecognition of financial instruments

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

C. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY:

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

a) Depreciation and useful lives of property plant and equipment

Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.

b) Recoverability of trade receivable:

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

c) Provisions:

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

d) Impairment of financial assets:

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The

Significant Accounting Policies (Contd.)

Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

D. STANDARDS ISSUED BUT NOT EFFECTIVE

On March 28, 2018, the Ministry of Corporate Affairs (MCA) has notified Ind AS 115 - Revenue from Contract with Customers and certain amendment to existing Ind AS. These amendments shall be applicable to the Company from April 01, 2018.

a) Issue of Ind AS 115 - Revenue from Contracts with Customers

Ind AS 115 will supersede the current revenue recognition guidance including Ind AS 18 Revenue, Ind AS 11 Construction Contracts and the related interpretations. Ind AS 115 provides a single model of accounting for revenue arising from contracts with customers based on the identification and satisfaction of performance obligations.

b) Amendment to Existing issued Ind AS

The MCA has also carried out amendments of the following accounting standards:

- i. Ind AS 21 - The Effects of Changes in Foreign Exchange Rates
- ii. Ind AS 40 - Investment Property
- iii. Ind AS 12 - Income Taxes
- iv. Ind AS 28 - Investments in Associates and Joint Ventures and
- v. Ind AS 112 - Disclosure of Interests in Other Entities

Application of above standards are not expected to have any significant impact on the Company's financial statements.

Notes on Financial Statements for the year ended 31st March, 2018

₹ in lac

Description	Gross Block			Depreciation			Net Block		
	As at 01-04-2017	Additions/ Adjustments	Deductions/ Adjustments	As at 31-03-2018	As at 01-04-2017	For the year	Deductions/ Adjustments	As at 31-03-2018	As at 31-03-2017
TANGIBLE ASSETS:									
OWN ASSETS:									
Vehicles	39	-	34	5	33	3	34	3	6
Mobile phone	3	4	-	7	0	2	-	4	3
Total	42	4	34	12	33	5	34	7	9

Notes on Financial Statements for the year ended 31st March, 2018

2 Investments - Non-Current	As at 31st March, 2018		₹ in Lakhs As at 31st March, 2017	
	Units	Amounts	Units	Amounts
(A) Investments measured at Cost				
In Equity Shares of Subsidiary Companies				
Unquoted, fully paid up				
Reliance Aromatics and Petrochemicals Limited of ₹ 10 each	1,009,300	484 39	1,009,300	484 39
Reliance Energy and Project Development Limited of ₹ 10 each	1,009,280	956 35	1,009,280	956 35
Reliance Chemicals Limited of ₹ 10 each	1,010,600	947 96	1,010,600	947 96
Reliance Polyolefins Limited of ₹ 10 each	1,010,000	1360 73	1,010,000	1360 73
Reliance Retail Finance Limited of ₹ 10 each	2,020,000	101 84	2,020,000	101 84
Reliance Retail Insurance Broking Limited of ₹ 10 each	4,000,000	9 08	4,000,000	9 08
Reliance Universal Enterprises Limited of ₹ 10 each	6,425,000	2	6,425,000	2
Reliance Payment Solutions Limited of ₹ 10 each	115,000,000	115 00	115,000,000	115 00
Kanhatech Solutions Limited of ₹ 10 each	75,000,000	75 00	68,000,000	68 00
Indiawin Sports Private Limited of ₹ 10 each	2,650,000	2 65	26,50,000	2 65
Reliance World Trade Private Limited of ₹ 10 each (₹ 10000, previous year ₹ 10000)	1,000	0	1,000	0
Reliance Exploration & Production DMCC of AED 1000 each (₹ 1, previous year ₹ 1)	176,200	0	1,76,200	0
RIL Exploration and Production (Myanmar) Company Ltd of USD 1 each	74,999	51	74,999	51
Reliance Jio Digital Services Limited of ₹ 10 each	10,000,000	10 00	10,000,000	10 00
Reliance Jio Media Limited of ₹ 10 each	86,010,000	86 01	86,010,000	86 01
Reliance Jio Infratel Private Limited of ₹ 10 each	1,000,000	1 00	1,000,000	1 00
Reliance Innovative Building Solutions Private Limited of ₹ 10 each	64,693,950	32 35	64,693,950	32 35
Reliance Content Distribution Limited of ₹ 10 each	50,000	5	-	-
Reliance Digital Media Distribution Limited of ₹ 10 each	10,000	1	-	-
Naroda Power Private Limited of ₹ 1 each (₹ 24,000)	24,000	0	-	-
Reliance Corporate IT Park Limited of ₹ 10 each ^	2,379,994,480	2434 99	2,379,994,480	2434 99
Reliance Eminent Trading & Commercial ^ Private Limited of ₹ 10 each	10,000,000	10 00	10,000,000	10 00
Reliance Prolific Traders Private Limited of ₹ 10 each ^	10,000,000	10 00	10,000,000	10 00
Reliance Progressive Traders Private Limited of ₹ 10 each ^	10,000,000	10 00	10,000,000	10 00
Reliance Universal Traders Private Limited of ₹ 10 each ^	10,000,000	10 00	10,000,000	10 00
Reliance Prolific Commercial Private Limited of ₹ 10 each ^	1,000,000	1 00	1,000,000	1 00
Reliance Comtrade Private Limited of ₹ 10 each ^	1,000,000	1 00	1,000,000	1 00
Reliance Ambit Trade Private Limited of ₹ 10 each ^	1,000,000	1 00	1,000,000	1 00
Reliance Vantage Retail Limited of ₹ 10 each ^	560,000	49 40	560,000	49 40
Surela Investment and Trading Private Limited of ₹ 100 each ^	5,000	5	5,000	5
Reliance Commercial Dealers Limited of ₹ 10 each ^	3,749,990	3 75	3,749,990	3 75
		6714 14		6707 08

Notes on Financial Statements for the year ended 31st March, 2018

2	Investments - Non-Current (Contd.)	₹ in Lakhs			
		As at		As at	
		31st March, 2018		31st March, 2017	
	Units	Amounts	Units	Amounts	
	In Equity Shares of Associates / Joint Ventures/ LLP - Unquoted, fully paid up				
	D.E. Shaw India Securities Private Limited of ₹ 10 each	10,700,000	-	10,700,000	-
	India Gas Solutions Private Limited of ₹ 10 each	4,505,000	4 51	45,05,000	4 51
	IMG Reliance Limited of ₹ 10 each	53,360,074	201 23	51,263,483	192 01
	Football Sports Development Limited of ₹ 10 each	912,531	83 43	775,977	41 91
	Clayfin Technologies Private Limited of ₹ 10 each (Formerly Vayana Private Limited)	3,593,552	24 67	3,593,552	24 67
	Vay Network Services Private Limited of ₹ 2 each	1,957,413	39	-	-
	Gaurav Overseas Private Limited of ₹ 10 each ^	323,000	32	210,000	21
	The Indian Film Combine Private Limited of ₹ 100 each	66,360	340 00	-	-
	GenNext Ventures Investments Advisers LLP		10		10
			654 65		263 41
	In Preference Shares of Subsidiary companies Unquoted, fully paid up				
	5% Non Cumulative Compulsorily Convertible Preference Shares of Reliance Exploration & Production DMCC of AED 1000 each	1,488,017	1721 58	1,481,219	1709 65
	6% Non Cumulative Optionally Convertible Preference Shares of Reliance Energy and Project Development Limited of ₹ 10 each	168,934	158 79	322,600	303 24
	9% Non Cumulative Optionally Convertible Preference Shares of ₹ 10 each of Indiwain Sports Private Limited	311,996,000	312 00	-	-
	9% Non Cumulative Optionally Convertible Preference Shares of ₹ 10 each of Reliance Payment Solutions Limited	10,000,000	100 00	-	-
	2% Non-Cumulative Optionally Convertible ^ Preference Shares of ₹ 10 each of Reliance Corporate IT Park Limited	594,998,620	595 00	594,998,620	595 00
	9% Non-Cumulative Optionally Convertible ^ Preference Shares of ₹ 10 each of Reliance Corporate IT Park Limited	510,870,000	510 87	510,870,000	510 87
	9% Non-Cumulative Optionally Convertible ^ Preference Shares of ₹ 10 each of Reliance Eminent Trading & Commercial Private Limited	1,737,000	208 44	1,737,000	208 44
	9% Non-Cumulative Optionally Convertible ^ Preference Shares of ₹ 10 each of Reliance Progressive Traders Private Limited	14,706,000	294 12	14,706,000	294 12
			3900 80		3621 32
	In Preference Shares of Fellow Subsidiary Companies Unquoted, fully paid up				
	0.10% Non Cumulative Optionally Convertible Preference Shares of Reliance Jio Infocomm Limited of ₹ 10 each	125,000,000	250 00	125,000,000	250 00

Notes on Financial Statements for the year ended 31st March, 2018

2	Investments - Non-Current (Contd.)	As at		₹ in Lakhs	
		31st March, 2018		31st March, 2017	
		Units	Amounts	Units	Amounts
	In Debentures of Subsidiary companies				
	Unquoted, fully paid up				
	Zero Coupon Unsecured Optionally Fully Convertible Debentures of Reliance Payment Solutions Limited of ₹ 10 each	750,000,000	750 00	550,000,000	550 00
	Zero Coupon Unsecured Optionally Fully Convertible Debentures of Reliance Aromatics and Petrochemicals Limited of ₹ 10 each	69,750,000	69 75	69,750,000	69 75
	Zero Coupon Unsecured Optionally Fully ^ Convertible Debentures of Reliance Universal Traders Private Limited of ₹ 10 each	40,750,000	40 75	40,750,000	40 75
	Zero Coupon Unsecured Optionally Fully ^ Convertible Debentures of Reliance Prolific Commercial Private Limited of ₹ 10 each	45,070,000	45 07	45,070,000	45 07
	Zero Coupon Unsecured Optionally Fully ^ Convertible Debentures of Reliance Ambit Trade Private Limited of ₹ 10 each	30,420,000	30 42	30,420,000	30 42
	Zero Coupon Unsecured Optionally Fully ^ Convertible Debentures of Reliance Vantage Retail Limited of ₹ 10 each	123,500,000	123 50	125,980,000	125 98
			<u>1059 49</u>		<u>861 97</u>
	Interest in Beneficiary Trust (Refer Note no. 27)		<u>1654 96</u>		<u>1654 96</u>
	Total (A)		<u>14234 04</u>		<u>13358 73</u>
(B)	Investments measured at Fair Value Through Other Comprehensive Income				
	In Equity Shares				
	Quoted, fully paid up				
	EIH Limited of ₹ 2 each	105,907,273	1684 98	105,907,273	1275 65
	Algae. Tech Limited of AU\$ 0.1636 each	45,288,158	5 89	45,288,158	11 68
	Himachal Futuristic Communications * Limited of ₹ 1 each	48,532,764	125 46	-	-
			<u>1816 33</u>		<u>1287 33</u>
	In Equity Shares				
	Unquoted, fully paid up				
	Eshwar Land Private Limited of ₹ 10 each ^ *	400	79 71	-	-
	In Preference Shares				
	Unquoted, fully paid up				
	6% Non-Cumulative Optionally Convertible * Preference Shares of Teesta Retail Private Limited of ₹ 10 each	2,025	465 75	-	-
	In Preferred Shares				
	Unquoted, fully paid up				
	EdCast Inc. - Series B *	234,302	4 65	-	-
	Netradyne INC. - Series A *	15,075,708	111 24	-	-
			<u>115 89</u>		<u>-</u>
	TOTAL (B)		<u>2477 68</u>		<u>1287 33</u>

Notes on Financial Statements for the year ended 31st March, 2018

	As at 31st March, 2018	₹ in Lakhs As at 31st March, 2017	
3 Loans - Non - Current (Unsecured and considered good)			
Loan to Related Parties (Refer Note 31 & 32)	10239 73	6543 15	
Loan to others	942 76	1036 39	
	<u>11182 49</u>	<u>7579 54</u>	
4 Other Non-Current Assets			
Advance payment of taxes (net)	44 88	29 25	
	<u>44 88</u>	<u>29 25</u>	
4.1 Current Tax Assets (Net)			
At start of year	29 25	16 52	
Charge for the year	-	-	
Others (provision for tax on other comprehensive income)	(4)	2	
Tax paid during the year	15 67	12 71	
At end of year	<u>44 88</u>	<u>29 25</u>	
5 Deferred Tax Asset			
The movement on the deferred tax account is as follows:			
At the start of the year	12	10	
Charged/(Credit) to Statement of Profit and Loss	(12)	2	
At the end of year	<u>-</u>	<u>12</u>	
Component of Deferred tax Asset			
	As at 31st March, 2017	Charge/(Credit) Statement of to Profit and Loss	As at 31st March, 2018
Deferred Tax Asset relates to:			
Provisions - Employee Benefit expenses	12	(12)	-
Total	<u>12</u>	<u>(12)</u>	<u>-</u>
Note			
In accordance with Indian Accounting Standard (Ind AS) 12 "income Taxes", the Company has amount of carried forward losses and disallowances under Income Tax Act. However, as a matter of prudence, deferred tax assets in respect thereof has not been recognised.			
6 Trade Receivables (Unsecured and Considered Good)			
Trade Receivables	5 64	3 91	
	<u>5 64</u>	<u>3 91</u>	

Notes on Financial Statements for the year ended 31st March, 2018

	As at 31st March, 2018	₹ in Lakhs As at 31st March, 2017
7 Cash and Cash Equivalents		
Cash on Hand	-	-
Balance with bank *	<u>1 15</u>	<u>6 10</u>
	<u><u>1 15</u></u>	<u><u>6 10</u></u>

*Includes Fixed Deposit of ₹ 6 Lakhs (previous year ₹ 6 Lakhs), deposits ₹ 3.97 Lakhs (Previous year ₹ 3.10 Lakhs) with maturity period of more than 12 months, and deposits ₹ 2.91 Lakhs (Previous year ₹ 2.91 Lakhs) held by tax authority as security and by bank as margin money for bank guarantees, forward contracts and working capital loan.

	As at 31st March, 2018	₹ in Lakhs As at 31st March, 2017
8 Loans - Current (Unsecured and Considered Good)		
Loan to Related Parties (Refer Note 31 & 32)	49 51	402 22
Loan to others	<u>1472 00</u>	<u>-</u>
	<u><u>1521 51</u></u>	<u><u>402 22</u></u>

	As at 31st March, 2018	₹ in Lakhs As at 31st March, 2017
9 Other Financial Assets - Current		
Application money to Related Parties	-	412 00
Interest receivable	1 04	742 65
Advance against purchase of shares	<u>2143 28</u>	<u>2143 28</u>
	<u><u>2144 32</u></u>	<u><u>3297 93</u></u>

Notes on Financial Statements for the year ended 31st March, 2018

	Year ended 31st March, 2018	₹ in Lakhs Year ended 31st March, 2017
10 Taxation		
a) Income Tax recognised in Statement of Profit and Loss		
Current Tax	-	-
Deferred Tax	-	-
Total income tax expenses recognised in the current year	<u>-</u>	<u>-</u>
The income tax expenses for the year can be reconciled to the accounting profit as follows:		
	Year ended 31st March, 2018	Year ended 31st March, 2017
Profit Before Tax	3 38	(20 08)
Applicable Tax Rate	34.61%	34.61%
Computed Tax Expense	1 17	(6 95)
Tax Effect of :		
Income not considered	(1 17)	6 95
Current Tax Provision (A)	<u>-</u>	<u>-</u>
Incremental Deferred Tax Liability on account of PPE	-	-
Incremental Deferred Tax Asset on account of Financial Assets and Other items	-	-
Deferred Tax Provision (B)	<u>-</u>	<u>-</u>
Tax Expenses recognised in Statement of Profit and Loss (A+B)	<u>-</u>	<u>-</u>
11 Other Current Assets		
(Unsecured and Considered Good)		
Balance with service tax/sales tax authorities, etc.	82	88
Other current Asset to Related Party (Refer to 32(ii))	7 49	7 49
Other recoverables	72	90
	<u>9 03</u>	<u>9 27</u>

Notes on Financial Statements for the year ended 31st March, 2018

12 Share Capital	As at 31st March, 2018		₹ in Lakhs As at 31st March, 2017	
	Units	Amounts	Units	Amounts
Authorised :				
Equity Shares of ₹ 10 each	300,000,000	300 00	300,000,000	300 00
Preference Shares of ₹ 10 each	3,200,000,000	3200 00	2,700,000,000	2700 00
		<u>3500 00</u>		<u>3000 00</u>
Equity Shares of ₹ 10 each fully paid up	147,504,400	147 50	147,504,400	147 50
		<u>147 50</u>		<u>147 50</u>

Note :

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

Name of the Shareholders	As at 31st March, 2018		As at 31st March, 2017	
	No. of shares	% held	No. of shares	% held
Holding Company				
Reliance Industries Limited	147,504,400	100.00	147,504,400	100.00

- b) Reconciliation of shares outstanding at the beginning and at the end of the year

	As at 31st March, 2018	As at 31st March, 2017
	Equity Nos.	Equity Nos.
Shares at the beginning of the year	147,504,400	147,504,400
Add : Shares issued during the year	-	-
Shares at the end of the year	147,504,400	147,504,400

Rights, Preferences and Restrictions attached to shares

The Equity Shareholder is eligible for one vote per share held. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to the number of equity shares held.

Notes on Financial Statements for the year ended 31st March, 2018

	₹ in Lakhs	
	As at 31st March, 2018	As at 31st March, 2017
13 Other Equity		
Instruments Classified as Equity		
10% Non-Cumulative OCPS (1)	-	15
6% Non-Cumulative OCPS (2)	2624 42	2624 42
6% Non-Cumulative OCPS (3)	76 70	-
	<u>2701 12</u>	<u>2624 57</u>
Zero Coupon Unsecured Optionally Fully Convertible Debentures (4)	441 57	441 57
Zero Coupon Unsecured Optionally Fully Convertible Debentures (5)	862 00	862 00
Zero Coupon Unsecured Optionally Fully Convertible Debentures (6) *	-	101 00
Zero Coupon Optionally Convertible Loan (7) *	-	3 40
	<u>4004 69</u>	<u>4032 54</u>
Capital Reserve		
As per last Balance Sheet	552 88	414 85
Add : On Amalgamation *	-	138 03
	<u>552 88</u>	<u>552 88</u>
Capital Redemption Reserve		
As per last Balance Sheet	5 03	5 02
Add : Transferred from Retained Earnings	15	-
Add : On Amalgamation *	-	1
	<u>5 18</u>	<u>5 03</u>
Securities Premium Reserve		
As per Last Balance Sheet	13240 55	74 96
Add : On Amalgamation *	-	43 50
Add : On issue of shares	567 58	13122 09
Less :On redemption of shares	(74 36)	-
	<u>13733 77</u>	<u>13240 55</u>
Debentures Redemption Reserve		
As per last Balance Sheet	3 77	3 77
Add: Transferred from Retained Earnings	3 22	-
	<u>6 99</u>	<u>3 77</u>
General Reserve		
As per last Balance Sheet	3 95	3 95
Retained Earnings		
As per Last Balance Sheet	312 42	339 19
Add : On Amalgamation *	-	(6 68)
Add: Profit / (Loss) for the year	3 38	(20 09)
	<u>315 80</u>	<u>312 42</u>
Less: Appropriations		
Transferred to Capital Redemption Reserve	15	-
Transferred to Debentures Redemption Reserve	3 22	-
	<u>312 43</u>	<u>312 42</u>
Other Comprehensive Income (OCI)		
As per last Balance Sheet	(168 32)	(339 67)
Add : Movement in OCI (Net) during the year	473 24	171 35
	<u>304 92</u>	<u>(168 32)</u>
Total	<u><u>18924 81</u></u>	<u><u>17982 82</u></u>

* Refer note no. 26

Notes on Financial Statements for the year ended 31st March, 2018

Note

All the Preference Shares shall carry a preferential right over the Equity shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding-up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting.

- (1) 10% Non-Cumulative Optionally Convertible preference shares (OCPS) of ₹ 10 each amounting to ₹ NIL (previous year ₹15 Lakhs) (149020 OCPS held by Reliance Polyolefins Limited - subsidiary company) Redeemable at the end of ten years from the date of allotment i.e. 20.01.2011 at a price of ₹ 5000 per OCPS or at the option of the Preference Shareholder, at any time after the expiry of forty five days from the date of allotment by giving not less than 30 days notice to the Company. At any time during the tenure, the Issuer will have an option for early conversion at any time by giving one month notice to the holder of the Preference Shares. The conversion of the Redeemable value of Preference Shares will be based on higher of the book value or face value of equity shares as at March 31, 2015. These Preference shares are redeemed during the year.

Reconciliation of shares outstanding at the beginning and at the end of the year

	As at 31st March, 2018	As at 31st March, 2017
	No. of shares	No. of shares
Shares at the beginning of the year	149,020	149,020
Less : Redeemed during the year	149,020	
Shares at the end of the year	-	<u>149,020</u>

- (2) 6% Non-Cumulative Optionally Convertible preference shares (OCPS) of ₹ 10 each amounting to ₹ 262442 Lakhs (2624417000 OCPS held by Reliance Industries Limited - holding company) are convertible at the option of the Company into 1 (One) Equity Share of ₹ 10 each at a premium of ₹ 50 per share at any time at the option of the Company, but not later than 20 years from the date of allotment i.e March 31, 2017. Each OCPS, if not opted for conversion, shall be redeemable at ₹ 10 and a premium of ₹ 50 at any time at the option of the Company, but not later than 20 years from the date of allotment.

Reconciliation of shares outstanding at the beginning and at the end of the year

	As at 31st March, 2018	As at 31st March, 2017
	No. of shares	No. of shares
Shares at the beginning of the year	2,624,417,000	2,624,417,000
Add : Shares issued during the year	-	
Shares at the end of the year	2,624,417,000	<u>2,624,417,000</u>

- (3) 6% Non-Cumulative Optionally Convertible preference shares (OCPS) of ₹ 10 each amounting to ₹ 7670 Lakhs (76700000 OCPS held by Reliance Industries Limited - holding company) are convertible at the option of the Company into 1 (One) Equity Share of ₹ 10 each at a premium of ₹ 74 per share at any time at the option of the Company, but not later than 20 years from the date of allotment i.e March 28, 2018. Each OCPS, if not opted for conversion, shall be redeemable at ₹ 10 and a premium of ₹ 74 at any time at the option of the Company, but not later than 20 years from the date of allotment.

Reconciliation of shares outstanding at the beginning and at the end of the year

	As at 31st March, 2018	As at 31st March, 2017
	No. of shares	No. of shares
Shares at the beginning of the year	-	-
Add : Shares issued during the year	76,700,000	
Shares at the end of the year	76,700,000	<u>-</u>

- (4) Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 5000 each amounting to ₹ 44157 Lakhs (883143 debentures held by Reliance Industries Limited - holding company) the Issuer and the Debenture holder will have an option for early conversion at any time by giving one month notice. The conversion of the debentures will be based on higher of the book value or face value of equity shares as at March 31, 2015. The Debentures are redeemable at a premium of 5% of the face value of the Debentures. In the event of the option not being granted by the Company or debenture holders not exercising their option to convert, it may redeem the said Debentures in part or in full at any time during the tenure of the

Notes on Financial Statements for the year ended 31st March, 2018

said Debentures but not later than 25 years commencing from the respective dates of allotment. Premium payable on Debentures redeemed during any financial year will become due at the end of the said financial year.

Reconciliation of debentures outstanding at the beginning and at the end of the year

	As at 31st March, 2018	As at 31st March, 2017
	No. of Debentures	No. of Debentures
Debentures at the beginning of the year	883,143	883,143
Add : Debentures issued during the year	-	-
Shares at the end of the year	883,143	883,143

- (5) Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each amounting to ₹ 86200 Lakhs (86200000 debentures held by Reliance Industrise Limited - holding company) the Issuer and the Debenture holder will have an option for early conversion at any time by giving one month notice. The conversion of the debentures will be based on higher of the book value or face value of equity shares as at March 31, 2016. The Company will redeem the outstanding debentures on expiry of 15 years from the date of allotment ie 08.09.2016 at its face value. The Company and the debenture holder may mutually agree for early redemption of the outstanding debentures on any date after expiry of 30 days from the date of allotment at its face value.

Reconciliation of debentures outstanding at the beginning and at the end of the year

	As at 31st March, 2018	As at 31st March, 2017
	No. of Debentures	No. of Debentures
Debentures at the beginning of the year	862,000,000	862,000,000
Add : Debentures issued during the year	-	-
Shares at the end of the year	862,000,000	862,000,000

- (6) Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCDs) of ₹ 10 each amounting to ₹ NIL (previous year ₹ 10100 Lakhs) (10,10,00,000 held by Reliance Retail Finance Limited - subsidiary company). The Company has an option for conversion of OFCDs in to equity shares at higher of book value or face value as at 31st March, 2015. The Company will redeem the outstanding OFCDs on expiry of 10 years from the date of allotment i.e. 25.03.2016. These debentures are redeemed during the year.

Reconciliation of debentures outstanding at the beginning and at the end of the year

	As at 31st March, 2018	As at 31st March, 2017
	No. of Debentures	No. of Debentures
Debentures at the beginning of the year	101,000,000	101,000,000
Less : Debentures redeemed during the year	101,000,000	-
Shares at the end of the year	-	101,000,000

- (7) Zero Coupon Optionally Convertible loan of ₹ NIL (previous year ₹ 340 Lakhs) from Reliance Strategic Investments Limited - fellow subsidiary company). Loan is repaid during the year.

Notes on Financial Statements for the year ended 31st March, 2018

	As at 31st March, 2018	₹ in Lakhs As at 31st March, 2017
14 Borrowings - Non-Current Unsecured at Amortised Cost		
Loan from the Holding Company	12702 71	7948 48
	<u>12702 71</u>	<u>7948 48</u>
Note: Loan referred above is re-payable over a period of three years.		
15 Trade Payables		
Micro, Small and Medium Enterprises	-	-
Other payables	1 05	1 27
	<u>1 05</u>	<u>1 27</u>
16 Other Financial Liabilities - Non-Current		
Interest accrued but not due on borrowings, to holding company	-	596 47
	<u>-</u>	<u>596 47</u>
17 Other Current Liabilities		
Others payables *	1 10	69 51
	<u>1 10</u>	<u>69 51</u>
* Includes statutory dues, and provisions for revenue expenditure		
18 Provisions - Current		
Provisions for Employee Benefits (Refer Note 21.1)	2 69	2 23
	<u>2 69</u>	<u>2 23</u>
19 Revenue from Operations	2017-18	₹ in Lakhs 2016-17
Sale of Petroleum Products and goods	1244 92	851 70
Income from Services		
Manpower Supply Services	37 57	40 37
Less : Service Tax / GST Recoverable	5 51	5 24
	<u>32 06</u>	<u>35 13</u>
	<u>1276 98</u>	<u>886 83</u>

Notes on Financial Statements for the year ended 31st March, 2018

		₹ in Lakhs
20 Other Income	2017-18	2016-17
Interest		
On loans	873 92	669 87
On Fixed Deposit	15	-
Others	1 64	9
	<u>875 71</u>	<u>669 96</u>
Dividend from long term investments	9 53	5
Gain on Financial Assets		
Realised Gain	-	1
Unrealised Gain / (Loss)	23 37	(16 37)
	<u>23 37</u>	<u>(16 36)</u>
Profit on sale of property, plant and equipment	2	3
Income from investment in LLP fund	-	1 61
Share of profit in LLP (₹ 19,446/-)	0	1
Miscellaneous income	7	8
	<u>908 70</u>	<u>655 38</u>
		₹ in Lakhs
20.1 Other Comprehensive Income	2017-2018	2016-2017
Dividend from long term investments	9 53	-
	<u>9 53</u>	<u>-</u>
		₹ in Lakhs
21 Employee Benefits Expense	2017-2018	2016-2017
Salaries and Wages	26 63	30 07
Contribution to other funds	1 16	(5)
Staff Welfare Expenses	3 68	4 21
	<u>31 47</u>	<u>34 23</u>

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

Defined Contribution Plan

Contribution to Defined contribution plan, recognised as expenses for the year are as under: ₹ in Lakhs

	2017-18	2016-17
Employer's contribution to Provident Fund	0.94	0.62
Employer's contribution to Pension Scheme	1.33	1.14

Defined Benefit Plan

	₹ in Lakhs	
	Gratuity (Unfunded)	
	2017-18	2016-17
i) Reconciliation of opening and closing balances of Defined Benefit obligation		
Defined benefit obligation at beginning of the year	1 18	103
Current service cost	53	1
Interest cost	8	8
Actuarial (gain)/loss	(11)	6
Benefits paid	(14)	-
Defined benefit obligation at year end	1 55	1 18

Notes on Financial Statements for the year ended 31st March, 2018

		₹ in Lakhs	
ii) Reconciliation of fair value of assets and obligations	Gratuity (Unfunded)		
	As at 31st March,		
	2018		2017
Fair value of plan assets	-		-
Present value of obligation	1 55		1 18
Amount recognised in Balance sheet	1 55		1 18
iii) Expenses recognised during the year	Gratuity (Unfunded)		
	2017-18		2016-17
In Income statement			
Current service cost	53		1
Interest cost	9		9
Return on plan assets	-		-
Net Cost	62		10
In Other Comprehensive Income			
Actuarial (gain)/loss	(11)		6
Return on Plan Assets	-		-
Net (Income)/Expense for the period recognised in OCI	(11)		6
iv) Actuarial assumptions	Gratuity (Unfunded)		
	2017-18		2016-17
Mortality Table (LIC)	2006-08		2006-08
	(Ultimate)		(Ultimate)
Discount rate (per annum)	8.00%		7.46%
Rate of escalation in salary (per annum)	6.00%		6.00%

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

v) Sensitivity Analysis

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

		₹ in Lakhs			
		As at 31st March, 2018		As at 31st March, 2017	
		Decrease	Increase	Decrease	Increase
Change in rate of discounting		114.71	113.57	0.38	(0.34)
delta effect of +/- 0.5% (previous year +/- 0.5%)					
Change in rate of salary increase		113.55	114.22	(0.35)	0.38
delta effect of +/- 0.5% (previous year +/- 0.5%)					
Change in rate of employee turnover		114.05	113.70	(0.07)	0.06
delta effect of +/- 0.25% (previous year +/- 0.5%)					

Notes on Financial Statements for the year ended 31st March, 2018

	2017-18	₹ in Lakhs 2016-17
22 Finance Cost		
Interest expenses	902 02	666 12
	<u>902 02</u>	<u>666 12</u>
		₹ in Lakhs 2016-17
23 Other Expenses	2017-18	
Auditors Remuneration		
Statutory audit fees	3	6
Tax audit fees	-	1
Certification fees (previous year ₹ 11500)	-	0
	<u>3</u>	<u>7</u>
Professional fees	2 96	2 55
Loss on exchange rate difference	1	30
Filing fees	1 50	1
Directors sitting fees	8	14
Merger expenses	18	-
Securities Transaction Tax	-	3
Investment written off	-	7 50
General expenses	4	36
	<u>4 80</u>	<u>10 96</u>
	2017-18	2016-17
24 Earnings per share (EPS)		
Face value per equity share (₹)	10	10
Basic Earnings per share (₹)	0.23	(1.36)
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in Lakhs)	3 38	(20 09)
Weighted average number of Equity shares used as denominator for calculating Basic EPS	14 75 04 400	14 75 04 400
Diluted Earnings per share (₹)	0.01	(1.36)
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in Lakhs)	3 38	(20 09)
Weighted average number of Equity shares used as denominator for calculating Diluted EPS	298 79 43 773	31 26 11 446
Reconciliation of weighted number of shares outstanding		
Weighted average number of Equity shares used as denominator for calculating Basic EPS	14 75 04 400	14 75 04 400
Total Weighted Average Potential Equity Shares	284 04 39 373	16 51 07 046
Weighted average number of Equity shares used as denominator for calculating Diluted EPS	298 79 43 773	31 26 11 446
25	The Previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.	

Notes on Financial Statements for the year ended 31st March, 2018

26 Pursuant to Scheme of Amalgamation ('the Scheme') of Reliance Aerospace Technologies Limited, Reliance Commercial Land & Infrastructure Limited, Reliance Global Commercial Limited, Reliance Petroinvestments Limited, Reliance Supply Solutions Private Limited, Reliance Trading Limited and Reliance Universal Commercial Limited (jointly termed as 'Transferor Companies') with the Company under Sections 230 to 232 of the Companies Act, 2013 sanctioned by the Honorable National Company Law Tribunal, Mumbai Bench on November 2, 2017, the assets and liabilities of Transferor Companies are transferred to and vested in the Company with effect from the Appointed date i.e October 1, 2016 with previous year figures being restated to give effect to the Business Combination from the appointed date.

In accordance with the said Scheme and as per the approval of Honorable National Company Law Tribunal, Mumbai Bench:

- a) The assets, liabilities and reserves of the transferor companies have been vested with the Company with effect from 1st October, 2016 and have been recorded at their respective book values after making adjustment to ensure uniformity of accounting policies under pooling of interest method of amalgamation.
- b) 14,00,000 Equity Shares of ₹ 10 each of Reliance Aerospace Technologies Limited, 5,30,10,000 Equity Shares of ₹ 10 each and 4,17,83,20,000 Optionally Fully Convertible Debentures of ₹ 10 each of Reliance Commercial Land & Infrastructure Limited, 50,000 Equity Shares of ₹ 10 each of Reliance Global Commercial Limited, 88,77,554 Equity Shares of ₹ 10 each of Reliance Petroinvestments Limited, 13,69,22,912, Equity Shares - Class A of ₹ 10 each, 1,000 Equity Shares - Class B of ₹ 10 each and 3,702 Equity Shares - Class C of ₹ 10 each of Reliance Supply Solutions Private Limited, 10,50,000 Equity Shares of ₹ 10 each of Reliance Trading Limited and 50,000 Equity shares of ₹ 10 each of Reliance Universal Commercial Limited held by the Company have been cancelled and no shares of the Company have been issued pursuant to the Scheme of Amalgamation. 1200 Preference shares of ₹ 10 each of the Company held by Reliance Petroinvestments Limited at premium of ₹ 59,88,000/- has been cancelled and no shares of the Company have been issued pursuant to the Scheme of Amalgamation.
- c) Capital Reserves on amalgamation include ₹ 136,72,30,760/- difference between cost of investments by the Company in the transferor companies and share capital of the transferor companies. Further balance in transferor companies of Capital Reserve ₹ 1,31,23,619/-, Securities Premium ₹ 44,10,37,062 and Capital Redemption Reserve ₹ 64,700/- added to respective account of the company.

The above Scheme is in accordance with Indian Accounting Standards i.e. Ind AS 103 - Business Combination.

- 27** The Company is a beneficiary of a Trust viz. Petroleum Trust settled by it on May 2, 2002, into which 10,46,60,154 equity shares of Reliance Industries Limited (RIL), the holding company have been allotted pursuant to the scheme of amalgamation of erstwhile Reliance Petroleum Limited (amalgamated in the year 2002) with RIL. At the year end the beneficial interest in the Petroleum Trust amounting to ₹ 1654 96 Lakhs representing cost of shares of RIL is shown as Non-Current Investment in the Balance Sheet.
- 28** No provision is made for premium on redemption of debentures since the amount so payable is uncertain. The premium paid will therefore be accounted for in the year of redemption.

29 Contingent Liabilities	₹ in Lakhs	
	As at 31st March, 2018	As at 31st March, 2017
i) Commitments towards LLP investments	20 50	43 40
ii) Income tax liability	6 77	6 77
iii) Outstanding guarantees furnished to banks including in respect of LC	-	11

30 Debenture Redemption Reserve (DRR) required to be created for the year is ₹ 1877 lakhs, due to inadequate profit for the year company has created DRR to the extend of profit for the year ie ₹ 322 lakhs, balance will be created in the year of profit.

Notes on Financial Statements for the year ended 31st March, 2018

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

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

₹ in Lakhs

Sr. No.	Name of the Company		As at 31st March, 2018	Maximum balance during the year	As at 31st March, 2017	Maximum balance during the year
1	Kanhatech Solutions Limited		-	7 66	6 66	6 66
2	Reliance Commercial Land & Infrastructure Limited		-	-	-	1429 95
3	Reliance Corporate IT Park Limited		6750 20	6750 20	4593 90	4956 90
4	Reliance Jio Digital Services Limited		-	300 00	300 00	300 00
5	Reliance Jio Infratel Private Limited		-	11 15	11 15	11 15
6	Reliance Innovative Building Solutions Private Limited	Subsidiaries	7 51	7 51	4 43	4 43
7	Reliance Aerospace Technologies Limited		-	-	-	1 35
8	Indiawin Sports Private Limited		-	-	-	53 00
9	Reliance Abmit Trade Private Limited		11 45	12 41	720	720
10	Reliance Eminent Trading & Commercial Private Limited		404 79	404 79	1,438	4,537
11	Reliance Progressive Traders Private Limited		448 35	448 35	12	2,224
12	Reliance Prolific Commercial Private Limited		6 88	8 53	345	348
13	Reliance Prolific Traders Private Limited		65 21	65 40	677	1,672
14	Reliance Universal Traders Private Limited		171 51	171 51	5,407	5,449
15	Reliance Vantage Retail Private Limited		-	94	66	66
16	Reliance Comtrade Private Limited		1	1	-	-
17	Model Economic Township Limited	Fellow Subsidiary	2381 34	2381 34	1942 59	6047 54
18	Football Sports Development Limited	Joint Venture	42 00	42 00	-	-

Note :

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

- (i) Loans to Subsidiary company under serial no. 3 fall under the category long term interest bearing loans repayable in one to two years
- (ii) Loans to Subsidiary company under serial no. 6 fall under the category short term interest bearing loans
- (iii) Loans to Subsidiary company under serial no. 9 to 16 fall under the category long term interest bearing loans repayable in four years.
- (iv) Loans to Fellow subsidiary company under serial no. 17 fall under the category long term interest bearing loans repayable in three years
- (v) Loans to Joint Venture under serial no. 18 fall under the category long term interest bearing loans repayable in one to two years

Notes on Financial Statements for the year ended 31st March, 2018

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

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

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

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

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

In Equity shares :

1	Reliance SMSL Limited	50 000
2	Naroda Power Private Limited	50 000
3	Reliance Commercial Dealers Limited	75 00 000
4	Reliance LNG Limited	22 500

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

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

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Holding Company
2	Reliance Universal Enterprises Limited	Subsidiary Companies
3	Reliance Energy and Project Development Limited	
4	Reliance Aromatics and Petrochemicals Limited	
5	Reliance Chemicals Limited	
6	Reliance Polyolefins Limited	
7	Reliance Retail Finance Limited	
8	Reliance Retail Insurance Broking Limited	
9	Reliance World Trade Private Limited *	
10	Reliance Innovative Building Solutions Private Limited	
11	Reliance Aerospace Technologies Limited **	
12	Reliance Petroinvestments Limited **	
13	Reliance Global Commercials Limited **	
14	Reliance Universal Commercials Limited **	
15	Reliance Trading Limited **	
16	Reliance Commercial Land & Infrastructure Limited **	
17	Reliance Supply Solutions Private Limited (formerly Office Depot Reliance Supply Solutions Private Limited) **	
18	Kanhatech Solutions Limited	
19	Indiawin Sports Private Limited	
20	Reliance Corporate IT Park Limited	
21	Reliance Eminent Trading & Commercial Private Limited	
22	Reliance Prolific Traders Private Limited	
23	Reliance Progressive Traders Private Limited	

Notes on Financial Statements for the year ended 31st March, 2018

Related Party Disclosures (Contd..)

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	
24	Reliance Universal Traders Private Limited	Subsidiary Companies	
25	Reliance Prolific Commercial Private Limited		
26	Reliance Comtrade Private Limited		
27	Reliance Ambit Trade Private Limited		
28	Reliance Vantage Retail Limited		
29	Reliance Jio Asiainfo Innovation Centre Limited (Upto 04.09.2017)		
30	Surela Investment and Trading Private Limited		
31	Reliance SMSL Limited (Formerly known as Strategic Manpower Solutions Limited)		
32	Reliance Payment Solutions Limited		
33	Reliance Jio Digital Services Limited		
34	Reliance Jio Media Limited		
35	Reliance Jio Infratel Private Limited (from 17.02.2016)		
36	Reliance Exploration & Production DMCC		
37	Central Park Enterprises DMCC (Upto 18.06.2017)		
38	Gulf Africa Petroleum Corporation (Upto 28.03.2017)		
39	Gapco Uganda Limited (Upto 28.03.2017)		
40	Gapco Kenya Limited (Upto 28.03.2017)		
41	Gapco Tanzania Limited (Upto 28.03.2017)		
42	Gapoil Zanzibar Limited (Upto 28.03.2017)		
43	RIL Exploration and Production (Myanmar) Company Limited		
44	Reliance Commercial Trading Private Limited (Upto 04.09.2017)		
45	Reliance Commercial Dealers Limited (From 10.01.2017)		
46	Reliance Content Distribution Limited (From 05.09.2017)		
47	Reliance Digital Media Distribution Limited (From 05.09.2017)		
48	Naroda Power Private Limited (From 12.12.2017)		
49	Model Economic Township Limited		Fellow Subsidiary Companies
50	Reliance Strategic Investments Limited		
51	Reliance Jio Infocomm Limited		
52	Reliance Retail Ventures Limited		
53	Reliance Retail Limited		
54	Reliance Energy Generation and Distribution Limited		
55	Reliance Ethane Holding Pte Limited		
56	Independent Media Trust - Trust Fully controlled by the Holding Company	Fully Controlled Trusts	
57	Petroleum Trust - Beneficiary Trust		

Notes on Financial Statements for the year ended 31st March, 2018

32 Related Party Disclosures (contd...)

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

Sr. No.	Name of the Related Party	Relationship
58	GenNext Ventures Investment Advisers LLP	Joint Ventures / Associate Companies / LLP
59	D.E. Shaw India Securities Private Limited	
60	Gaurav Overseas Private Limited	
61	IMG Reliance Limited	
62	Football Sports Development Limited	
63	The Indian Film Combine Private Limited (From 28.02.2018)	
64	India Gas Solution Private Limited	
65	Clayfin Technologies Private Limited (formerly Vayana Private Limited)	
66	Vay Network Services Private Limited (from 03.06.2017)	Key Managerial Personnel
67	Dipan Dalal	
68	Tapas Mitra	
69	Anshu Agarwal	

* Company held through a Trust; ** Companies amalgamated - Refer note. 26 (relationship existed for part of the year).

ii) Transactions during the year with related parties:

₹ in Lakhs

Sr. No.	Nature of Transaction (Excluding Reimbursements)	Holding Company	Subsidiary Companies	Fellow Subsidiaries	Fully Controlled Trusts	Joint Ventures / Associates / LLP	Key Managerial Person (Manager)	Total
1	Preference Share capital issued/ (redeemed) - including premium	644 28 15746 50	(74 51)	-	-	-	-	569 77 15746 50
2	Loans taken / (repaid) (net)	4754 23 1362 35	-	(3 40) (10 85)	-	-	-	4750 83 1351 50
3	Debentures issued/redeemed	- (14520 90)	(101 00)	-	-	-	-	(101 00) (14520 90)
4	Purchase / subscription of Investments	-	624 00	-	-	50 85	-	674 85
		-	6000 24	3329 53	-	48 66	-	9378 43
5	Sale / Redemption of Investments	-	146 93	-	-	-	-	146 93
		61	1898 51	3319 50	-	-	-	5218 62
6	Loans and Advances given / (returned) (net)	-	2863 12	438 75	-	42 00	-	3343 87
		-	4180 50	(3388 75)	0	0	-	791 75
7	Share / Debenture application money paid	-	(412 00)	-	-	0	-	(412 00)
		-	412 00	-	-	-	-	412 00
8	Purchase of Fixed Asset	-	-	4	-	-	-	4
		-	-	3	-	-	-	3

Notes on Financial Statements for the year ended 31st March, 2018

Related Party Disclosures (contd...)

ii) Transactions during the year with related parties:

₹ in Lakhs

Sr. No.	Nature of Transaction (Excluding Reimbursements)	Holding Company	Subsidiary Companies	Fellow Subsidiaries	Fully Controlled Trusts	Joint Ventures / Associates / LLP	Key Managerial Person (Manager)	Total
9	Income							
	Sales	-	-	-	-	-	-	-
		<i>17 62</i>	-	<i>5 72</i>	-	-	-	<i>23 34</i>
	Interest	-	473 28	189 74	-	2 27	-	665 29
		-	<i>269 14</i>	<i>332 16</i>	-	-	-	<i>601 30</i>
	Man Power Supply	-	32 06	-	-	-	-	32 06
		-	<i>35 13</i>	-	-	-	-	<i>35 13</i>
	Share of income in LLP /	-	-	-	-	0.19	-	0.19
	Other income	-	8	-	-	<i>1</i>	-	<i>9</i>
10	Expenditure							
	Purchases	1243 96	-	-	-	-	-	1243 96
		<i>827 63</i>	-	-	-	-	-	<i>827 63</i>
	Finance Cost	902 02	-	-	-	-	-	902 02
		<i>662 74</i>	-	-	-	-	-	<i>662 74</i>
	Professional fees/others	39#	34#	4	-	-	1 02	1 10
		<i>1 12</i>	<i>53</i>	-	-	-	<i>65</i>	<i>2 30</i>
	Balance as at 31st March, 2018							
1	Equity share capital	147 50	-	-	-	-	-	147 50
		<i>147 50</i>	-	-	-	-	-	<i>147 50</i>
2	Preference share capital (including premium)	16390 78	-	-	-	-	-	16390 78
		<i>15746 50</i>	<i>74 51</i>	-	-	-	-	<i>15821 01</i>
3	Loans taken (including Debenture)	14006 28	-	-	-	-	-	14006 28
		<i>9252 05</i>	-	<i>104 40</i>	-	-	-	<i>9356 45</i>
4	Interest accrued but not due	-	-	-	-	-	-	-
		<i>596 47</i>	-	-	-	-	-	<i>596 47</i>
5	Trade Payables	1	13	2	-	-	-	6
		<i>45</i>	<i>6</i>	<i>1</i>	-	-	-	<i>52</i>
6	Trade Receivables and other recoverables	-	1 74	66	-	7 49	-	9 88
		<i>45</i>	<i>6</i>	<i>1</i>	-	-	-	<i>52</i>
7	Loans and Advances given	-	7865 90	2381 34	-	42 00	-	10289 24
		-	<i>5002 78</i>	<i>1942 59</i>	-	-	-	<i>6945 37</i>
8	Share / Debenture application money	-	-	-	-	-	-	-
		-	<i>412 00</i>	-	-	-	-	<i>412 00</i>
9	Investments	-	11674 44	250 00	1654 96	654 62	-	14234 02
		-	<i>11190 36</i>	<i>250 00</i>	<i>1654 96</i>	<i>263 38</i>	-	<i>13358 70</i>
10	Interest receivables	-	-	-	-	-	-	-
		-	<i>244 58</i>	<i>331 79</i>	-	-	-	<i>576 37</i>

Professional fees towards key managerial personnel payment ₹ 69 lakhs reimbursed to Reliance Industries Limited & Reliance Corporate IT Park Ltd.

Note: Figures in italic represents previous year's amounts

Notes on Financial Statements for the year ended 31st March, 2018

Related Party Disclosures (contd...)

Disclosure in Respect of Material Related Party Transactions during the year:		₹ in Lakhs	
Particulars	Relationship	2017-18	2016-17
1 Preference Share capital issued / (redeemed) - including premium			
Reliance Industries Limited	Holding Company	644 28	15746 50
Reliance Polyolefins Limited	Subsidiary Company	(74 51)	-
2 Loans taken / (repaid) (net)			
Reliance Industries Limited	Holding Company	4754 23	1362 35
Reliance Strategic Investments Limited	Fellow Subsidiary Company	(3 40)	(10 85)
3.1 Debentures issued			
Reliance Industries Limited	Holding Company	-	4750 00
3.2 Debentures redeemed			
Reliance Industries Limited	Holding Company	-	19270 90
Reliance Retail Finance Limited	Subsidiary Company	(101 00)	
4 Purchase / subscription of Investments			
Reliance Payment Solutions Limited	Subsidiary Company	300 00	100 00
Reliance Jio Digital Services Limited	Subsidiary Company	-	300 00
Reliance Jio Media Limited	Subsidiary Company	-	75 00
Reliance Exploration & Production DMCC	Subsidiary Company	11 94	18 90
Reliance Exploration and Production Myanmar Co., Ltd	Subsidiary Company	-	(0.06)
Indiawin Sports Private Limited	Subsidiary Company	312 00	-
Reliance Commercial Land & Infrastructure Limited	Subsidiary Company	-	4188 32
Reliance Energy and Project Development Limited	Subsidiary Company	-	303 24
Reliance Aerospace Technologies Limited	Subsidiary Company	-	1 35
Reliance Digital Media Distribution Ltd	Subsidiary Company	1	-
Reliance Content Distribution Limited	Subsidiary Company	5	-
Naroda Power Private Limited	Subsidiary Company	0	-
Reliance Corporate IT Park Limited	Subsidiary Company	-	510 87
Reliance Eminent Trading & Commercial Private Limited	Subsidiary Company	-	208 44
Reliance Progressive Traders Private Limited	Subsidiary Company	-	294 12
Reliance Energy Generation and Distribution Limited	Fellow Subsidiary Company	-	3319 50
Reliance Retail Limited	Fellow Subsidiary Company	-	1 05
Reliance Strategic Investments Limited	Fellow Subsidiary Company	-	5
Reliance Global Commercial Limited	Fellow Subsidiary Company	-	4 46
Reliance Universal Commercial Limited	Fellow Subsidiary Company	-	4 46
IMG Reliance Limited	Joint Venture	9 23	7 19
Football Sports Development Limited	Joint Venture	41 51	41 28
Vayana Private Limited	Associate Company	-	19
Gaurav Overseas Private Limited	Associate Company	11	-

Notes on Financial Statements for the year ended 31st March, 2018

Related Party Disclosures (contd...)

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

₹ in Lakhs

Particulars	Relationship	2017-18	2016-17
5 Sale / Redemption of Investments			
Reliance Industries Limited	Holding Company	-	61
Indiawin Sports Private Limited	Subsidiary Company	-	224 09
Reliance Energy and Project Development Limited	Subsidiary Company	144 45	303 25
Reliance Jio Digital Services Limited	Subsidiary Company	-	300 00
Reliance Corporate IT Park Limited	Subsidiary Company	-	510 88
Reliance Eminent Trading & Commercial Private Limited	Subsidiary Company	-	198 37
Reliance Progressive Traders Private Limited	Subsidiary Company	-	361 92
Reliance Vantage Retail Private Limited	Subsidiary Company	2 48	-
Reliance Energy Generation and Distribution Limited	Fellow Subsidiary Company	-	3319 50
6 Loans and Advances given/(returned) (net)			
Reliance Commercial Land & Infrastructure Limited	Subsidiary Company	-	(632 26)
Reliance Aerospace Technologies Limited	Subsidiary Company	-	(1 35)
Reliance Abmit Trade Private Limited	Subsidiary Company	4 25	4 89
Reliance Comtrade Private Limited	Subsidiary Company	1	-
Reliance Eminent Trading & Commercial Private Limited	Subsidiary Company	390 41	(28 74)
Reliance Progressive Traders Private Limited	Subsidiary Company	448 23	(4 56)
Reliance Prolific Commercial Private Limited	Subsidiary Company	3 43	1 65
Reliance Prolific Traders Private Limited	Subsidiary Company	58 44	(5 80)
Reliance Universal Traders Private Limited	Subsidiary Company	117 44	20 00
Reliance Vantage Retail Private Limited	Subsidiary Company	(66)	8
Reliance Corporate IT Park Limited	Subsidiary Company	2156 30	4593 90
Reliance Jio Digital Services Limited *	Subsidiary Company	(300 00)	213 00
Reliance Jio Infratel Private Limited **	Subsidiary Company	(11 15)	11 15
Kanhatech Solutions Limited **	Subsidiary Company	(6 66)	6 66
Indiawin Sports Private Limited	Subsidiary Company	-	-
Reliance Energy and Project Development Limited	Subsidiary Company	-	-
Reliance Aromatics and Petrochemicals Limited	Subsidiary Company	-	-
Reliance Innovative Building Solutions Private Limited	Subsidiary Company	3 08	1 88
Model Economic Township Limited	Fellow Subsidiary Company	438 75	(3388 75)
Football Sports Development Limited	Joint Venture	42 00	-
* On account of slum sale of Reliance Jio Digital Services Limited business to Reliance Industries Limited (RIL), loan repaid by RIL			
** On account of slum sale of Reliance Jio Infratel Private Limited and Kanhatech Solutions Limited business to Reliance Corporate IT Park Limited (RCITPL), loan repaid by RCITPL			
7 Share / Debenture application money paid			
Indiawin Sports Private Limited	Subsidiary Company	(312 00)	312 00
Reliance Payment Solutions Limited	Subsidiary Company	(100 00)	100 00
8 Purchase of Fixed Assets			
Reliance Retail Limited	Fellow Subsidiary Company	4	3

Notes on Financial Statements for the year ended 31st March, 2018

Related Party Disclosures (contd...)

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

₹ in Lakhs

Particulars	Relationship	2017-18	2016-17
9.1 Income - Sales			
Reliance Industries Limited	Holding Company	-	17 62
Reliance Retail Limited	Fellow Subsidiary Company	-	5 72
9.2 Income - Interest received			
Reliance Commercial Land & Infrastructure Limited	Subsidiary Company	-	20 68
Reliance Eminent Trading & Commercial Private Limited	Subsidiary Company	11 09	70
Reliance Prolific Traders Private Limited	Subsidiary Company	3 08	47
Reliance Progressive Traders Private Limited	Subsidiary Company	19 22	74
Reliance Universal Traders Private Limited	Subsidiary Company	5 33	1 24
Reliance Ambit Trade Private Limited	Subsidiary Company	89	18
Reliance Prolific Commercial Private Limited	Subsidiary Company	55	10
Reliance Comtrade Private Limited	Subsidiary Company	0.01	-
Reliance Vantage Limited	Subsidiary Company	7	3
Reliance Corporate IT Park Limited	Subsidiary Company	417 64	237 52
Indiawin Sports Private Limited	Subsidiary Company	-	3 16
Kanhatech Solutions Limited	Subsidiary Company	-	25
Reliance Jio Infratel Private Limited	Subsidiary Company	-	77
Reliance Aerospace Technologies Limited	Subsidiary Company	-	6
Reliance Jio Digital Services Limited	Subsidiary Company	14 95	2 81
Reliance Innovative Building Solutions Private Limited	Subsidiary Company	47	44
Model Economic Township Limited	Fellow Subsidiary Company	189 74	332 16
Football Sports Development Limited	Joint Venture	2 27	-
IMG Reliance Limited	Joint Venture	-	-
9.3 Income - Man Power Supply			
Reliance Corporate IT Park Limited	Subsidiary Company	32 06	35 13
9.4 Income - Share of Income in LLP/ Other income			
Reliance Exploration & Production DMCC	Subsidiary Company	-	8
GenNext Ventures Investment Advisers LLP	LLP	0.19	1
10.1 Expenditure - Purchases			
Reliance Industries Limited	Holding Company	1243 96	827 63
10.2 Expenditure - Finance Cost			
10.3 Expenditure - Professional fees			
Reliance Industries Limited	Holding Company	39#	112
Reliance Corporate IT Park Limited	Subsidiary Company	34#	46
Reliance SMSL Limited	Subsidiary Company	-	7
Reliance Jio Infocomm Limited	Fellow Subsidiary Company	4	-
Dipan Dalal	Key Managerial Personnel (Manager)	31	65
Tapas Mitra	Key Managerial Personnel (CFO)	33	-
Anshu Agarwal	Key Managerial Personnel (CS)	38	-

Professional fees towards key managerial personnel payment ₹ 69 lakhs reimbursed to Reliance Industries Limited & Reliance Corporate IT Park Ltd.

Notes on Financial Statements for the year ended 31st March, 2018

33 Segment Reporting

The Company has identified three reportable segments viz. Finance & Investments, Trading and Others (include Man Power Supply). Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the company with following additional policies for segment reporting.

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment.

Segment assets and segment liabilities represent assets and liabilities in respective segments.

i) Primary Segment Information

₹ in Lakhs

Sr. No.	Particulars	Finance & Investments		Trading		Others		Total	
		2017-18	2016-17	2017-18	2016-17	2017-18	2016-17	2017-18	2016-17
1	Segment Revenue								
	External Turnover	908 71	655 38	1244 92	851 70	32 06	35 13	2185 68	1542 21
2	Segment results before Interest and Taxes	6 68	(10 74)	96	80	(4 26)	(10 14)	3 38	(20 08)
	Less: Interest expense	-	-	-	-	-	-	-	-
	Add : Interest Income	-	-	-	-	-	-	-	-
	Less : Exceptional item	-	-	-	-	-	-	-	-
	Profit / (loss) before tax	6 68	(10 74)	96	80	(4 26)	(10 14)	3 38	(20 08)
	Current Tax	-	-	-	-	-	1	-	1
	Net profit / (loss) after tax	6 68	(10 74)	96	80	(4 26)	(10 15)	3 38	(20 09)
3	Other Information								
	Segment Assets	31772 10	26735 19	-	-	7 76	13 09	31779 86	26748 28
	Segment Liabilities	12702 71	8611 24	-	-	4 84	6 72	12707 55	8617 96
	Capital Expenditure	-	-	-	-	-	-	-	-
	Depreciation	-	-	-	-	5	9	5	9

ii) Secondary Segment Information

₹ in Lakhs

a)	Segment Revenue - External Turnover	2017-18	2016-17
	Within India	940 76	690 51
	Outside India	1244 92	851 70
	Total revenue	2185 68	1542 21
b)	Segment Assets		
	Within India	17228 44	16408 50
	Outside India	1843 87	1721 82
	Total Assets	19072 31	18130 32

Notes on Financial Statements for the year ended 31st March, 2018

34 Capital Management

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

	As at 31st March, 2018	As at 31st March, 2017
The Net Gearing Ratio at end of the reporting period was as follows		
Gross Debt	12702 71	7948 48
Cash and Marketable Securities	1 15	6 10
Net debt (A)	12703 86	7954 58
Total Equity (as per Balance Sheet) (B)	19072 31	18130 32
Net Gearing Ratio (A/B)	0.67	0.44

₹ in Lakhs

35 Financial Instruments

A. Fair Valuation Measurement hierarchy

₹ in Lakhs

Particulars	As at 31st March, 2018				As at 31st March, 2017			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
Financial Assets								
At Amortised Cost								
Investments *	-	-	-	-	-	-	-	-
Trade Receivables	5 64	-	-	-	3 91	-	-	-
Cash and Bank balances	1 15	-	-	-	6 10	-	-	-
Loans	12704 00	-	-	-	7981 76	-	-	-
Other Financial Assets	2144 32	-	-	-	3297 93	-	-	-
At FVTPL								
Investments	159 05	-	159 05	-	773 80	61 88	108 53	603 39
At FVTOCI								
Investments	2477 68	1816 33	-	661 35	1287 33	1287 33	-	-
Financial Liabilities								
At Amortised Cost								
Borrowings	12702 71	-	-	-	7948 48	-	-	-
Trade Payables	1 05	-	-	-	1 27	-	-	-
Other Financial liabilities	-	-	-	-	596 47	-	-	-
At FVTPL								
	-	-	-	-	-	-	-	-

* Excludes financial assets measured at cost (Refer note 2.1)

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

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

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

Level 3: Inputs based on unobservable market data.

Notes on Financial Statements for the year ended 31st March, 2018

Valuation Methodology

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

The fair value of investment in quoted Equity Shares and Ventures Funds is measured at quoted price or NAV.

B. Financial Risk Management

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

Foreign currency risk

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

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

Interest rate risk

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

Credit risk

Credit risk is the risk that a Broker or counterparty to a financial instrument will fail to perform or pay amounts due causing financial loss to the company.

It arises from cash and cash equivalents, financial instruments and from credit exposures relating to outstanding receivables.

The Company has a prudent and conservative process for managing its credit risk arising in the course of its business activities.

Liquidity risk

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

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

a) Details of Investments made during the Financial Year 2017-18 (also Refer Note no. 2 & 32)

Sr No	Name of the Entity	Nature of Investment	Opening balance as on April 1, 2017	Investment made during the year	Investment sold during the year	Closing balance as on March 31, 2018
			₹ in Lakhs	₹ in Lakhs	₹ in Lakhs	₹ in Lakhs
1	Himachal Futuristic Communications Limited	Equity share	57 00	-	-	57 00
2	Teesta Retail Private Limited	Preference share	465 75	-	-	465 75
3	Algae Tech Ltd	Equity share	22 04	-	-	22 04
4	Edcast Inc.	Preferred share	4 65	-	-	4 65
5	Netradyne Inc.	Preferred share	53 66	51 92	-	105 58
6	GenNext Venture Fund	Venture fund	56 26	3 46	-	59 72
7	Multiples Private Equity Fund II LLP	Venture fund	51 51	23 69	-	75 20

Notes on Financial Statements for the year ended 31st March, 2018

b) Details of Loans given during the Financial Year 2017-18 (also Refer Note no. 3, 8 & 32)

Sr No	Name of the Entity	Opening balance as on April 1, 2017	Loans given during the year	Loans repaid during the year	Closing balance as on March 31, 2018	Purpose for which the loan is proposed to be utilised by the recipient
		₹ in Lakhs	₹ in Lakhs	₹ in Lakhs	₹ in Lakhs	
1	Nexg Venture India Private Limited	124.66	-	124.66	-	Business
2	Teesta Retail Private Limited	911.73	2252.75	2226.42	938.06	Business
3	Finetech Corporation Private Limited	-	1472.00	-	1472.00	Business
4	Reliance Group Support Services P Ltd.	-	2.45	-	2.45	Business
5	Reliance Fire Brigade Private Limited	-	2.33	8	2.25	Business

c) No Guarantees were given or security was provided by the company during the Financial year 2017-18

37 Approval of Financial Statements

The Financial statements were approved for issue by the Board of Directors on 24th April, 2018.

As per our Report of even date

For **D T S & Associates**
Firm Registration No : 142412W
Chartered Accountants

Ashish G. Mistry
Partner
Membership No. 132639

Mumbai
Dated : 24th April, 2018

For and on behalf of the Board

H.R. Meswani
Chairman

M.N. Bajpai
Director

Dhiren Dalal
Director

Anshu Agarwal
Company Secretary

Vinod Ambani
Director

B. Chandrasekaran
Director

Komal Chhapru
Director

Tapas Mitra
Chief Financial Officer