

Reliance Strategic Investments Limited

Independent Auditor's Report

To the Members of Reliance Strategic Investments Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Reliance Strategic Investments Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of 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 financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. 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 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, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows 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 of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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2. As required by Section 143(3) of the Act, we report that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016, 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 Rules 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 does not have any pending litigations which would impact on its financial position.
 - ii) The Company did not have any material foreseeable losses on long-term contracts including derivative contracts that require provision under any law or accounting standards for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **Chaturvedi & Shah**
Chartered Accountants
(Registration no. 101720W)

Amit Chaturvedi
Partner
Membership No.: 103141

Place : Mumbai
Date : April 20th , 2016

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

K.K.Desai
Partner
Membership No.: 100805

“Annexure A” to Independent Auditors’ Report

“Annexure A” to Independent Auditors’ Report referred to in Paragraph 1 under the heading of “Report on other legal and regulatory requirements” of our report of even date.

- i) As the Company had no Fixed Assets during the year, clause (i) of paragraph 3 of the order is not applicable to the company.
- ii) As 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) The provisions of section 186 of the Act, in respect of investments, loans, guarantee or security given are not applicable to the company.
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company.
- vii) In respect of Statutory dues :
 - a) According to the records of the Company, undisputed statutory dues including provident fund, employees’ state insurance, income tax, 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, 2016 for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of 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.
- viii) The Company has not raised loans from financial institutions or banks or by issue of debentures and hence clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The money raised by company from term loans has been applied for the purpose for which they are raised.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) Company has not paid any managerial remuneration during the year and hence clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion company is not a nidhi company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the company.
- xiii) In our opinion and according to the information and explanations given to us, 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 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.

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- 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) Based on information and explanation given to us, the Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and necessary registration has been obtained by the Company.

For **Chaturvedi & Shah**
Chartered Accountants
(Registration no. 101720W)

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

Amit Chaturvedi
Partner
Membership No.: 103141

K.K.Desai
Partner
Membership No.: 100805

Place : Mumbai
Date : April 20th , 2016

“Annexure B” to Independent Auditors’ Report

“Annexure B” to Independent Auditors’ Report referred to in paragraph 2(f) under the heading “Report on other legal and regulatory requirements” of our report of even date.

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

We have audited the Internal Financial Control over financial reporting of **Reliance Strategic Investments Limited** (“the company”) as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management Responsibility for the 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 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 on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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, 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, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For **Chaturvedi & Shah**
Chartered Accountants
(Registration no. 101720W)

Amit Chaturvedi
Partner
Membership No.: 103141

Place : Mumbai
Date : April 20th , 2016

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

K.K.Desai
Partner
Membership No.: 100805

Balance Sheet as at 31st March, 2016

	Note	As at 31st March, 2016	As at 31st March, 2015	₹ in lac
EQUITY AND LIABILITIES				
Shareholders' Funds				
Share Capital	1	2 33	2 33	
Reserves and Surplus	2	1313 98	1255 78	
		1316 31		1258 11
Current Liabilities				
Short Term Borrowings	3	3024 50	2121 39	
Trade Payables	4			
Micro, Small and Medium Enterprises		-	-	
Others		74 01	55	
Other Current Liabilities	5	287 43	156 70	
Short Term Provisions	6	1 07	1 07	
		3387 01		2279 71
TOTAL		4703 32		3537 82
ASSETS				
Non-Current Assets				
Non-Current Investments	7	441 45	464 55	
Long-Term Loans and Advances	8	34 97	333 75	
		476 42		798 30
Current Assets				
Inventories	9	3167 24	2369 34	
Trade Receivable	10	225 17	-	
Cash and Bank Balances	11	351 37	201 38	
Short Term Loans and advance	12	220 68	108 11	
Other Current Assets	13	262 44	60 69	
		4226 90		2739 52
TOTAL		4703 32		3537 82

Significant Accounting Policies

See accompanying Notes to the Financial Statements 1 to 27

As per our Report of even date

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

Amit Chaturvedi
Partner
Membership No. 103141
Mumbai
Date: 20th April, 2016

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

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

L.V. Merchant Chairman

K. Sethuraman

P. Raghavendran

Dhiren Dalal

S.K. Bhardwaj

Director

Profit and Loss Statement for the year ended 31st March, 2016

	Note	2015-16	₹ in lac 2014-15
INCOME			
Revenue from operations	14	357 75	248 02
Other income	15	42	21
Total Revenue		358 17	248 23
EXPENDITURE			
Finance Cost	16	287 39	156 66
General Provision on Standard Assets		-	17
Other expenditure	17	6 61	5 09
Total Expenses		294 00	161 92
Profit before tax		64 17	86 31
Tax Expense			
Current tax		5 60	14 50
Tax for earlier years		37	(19)
Profit for the year		58 20	72 00
Earnings per equity shares of face value of ₹ 10 each	18		
Basic (in ₹)		288.09	356.40
Diluted (in ₹)		112.61	139.31
Significant Accounting Policies			
See accompanying Notes to the Financial Statements			

As per our Report of even date

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

Amit Chaturvedi
Partner
Membership No. 103141
Mumbai
Date: 20th April, 2016

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

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

L.V. Merchant Chairman
K. Sethuraman
P. Raghavendran Director
Dhiren Dalal
S.K. Bhardwaj

Cash Flow Statement for the year 2015-16

	2015-16	₹ in lac 2014-15
A Cash Flow from Operating Activities		
Net Profit before tax as per Profit and Loss Statement	64 17	86 31
Adjusted for:		
Interest income	(53 87)	(38 63)
Dividend income on investments / Stock	(37 61)	(16 86)
Share of income on investment in Venture fund	(20 67)	(21 46)
Profit on sale of non current investments	-	(54 60)
General Provisions on Standard Assets	-	17
Interest expense	287 39	156 66
	175 24	25 28
Operating Profit / (Loss) before working capital changes	239 41	111 59
Adjusted for:		
Trade and other receivables	(427 47)	(40 94)
Inventories	(797 90)	(1855 80)
Trade payables	73 47	14
	(1151 90)	(1896 60)
Cash (used in) operations	(912 49)	(1785 01)
Taxes paid	(7 12)	(15 48)
Net Cash (used in) operating activities	(919 61)	(1800 49)
B Cash flow from Investing Activities		
Purchase of investments	(77 13)	(107 88)
Sale of investments	104 33	336 54
Income/Deficit on the fund	(4 09)	(7 31)
Dividend income on investments / stock	37 61	16 86
Share of income on investment in Venture fund	20 67	21 46
Movement in loans	187 37	(67 15)
Investment in fixed deposits	(150 00)	(50 00)
Interest expense	54 39	40 74
Net Cash from Investing Activities	173 15	183 26
C Cash flow from financing Activities		
Proceeds from:		
Loan taken from the holding company	5469 94	6256 60
Loan repaid to the holding company	(4566 83)	(4606 03)
Interest paid	(156 66)	(35 35)
Net Cash Generated from Financing Activities	746 45	1615 22
Net Increase / (Decrease) in Cash and Cash Equivalents	(1)	(2 01)
Opening Balance of Cash and Cash Equivalents	38	2 39
Closing Balance of Cash and Cash Equivalents (Refer Note no. 11)	37	38

As per our Report of even date

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

Amit Chaturvedi
Partner
Membership No. 103141
Mumbai
Date: 20th April, 2016

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

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

L.V. Merchant Chairman

K. Sethuraman

P. Raghavendran

Dhiren Dalal

S.K. Bhardwaj

Director

Significant Accounting Policies

a) **Basis of Preparation of Financial Statements**

The financial statements have been prepared under the historical cost convention, in accordance with the generally accepted accounting principles in India and the provisions of the Accounting Standards notified under the relevant Companies Act, 2013.

b) **Use of Estimates**

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

c) **Revenue recognition**

The Company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis. Dividend income is recognised when right to receive is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and interest rate applicable.

d) **Investments**

Current investments are carried at the lower of cost and quoted/fair value, computed category wise. Long term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary in the opinion of the management.

e) **Inventories**

Stock in Trade is valued at cost or market value / net asset value whichever is lower.

f) **Provision for Current and Deferred Tax**

Provision for current Income Tax is made on the taxable income under the Income Tax Act, 1961. Deferred tax arising on account of "timing difference" and which are capable of reversal in one or more subsequent periods, is recognised using the tax rates and tax laws that are enacted or substantively enacted. Deferred tax assets is recognised only to the extent there is virtual or reasonable certainty with respect to reversal of the same in future years as a matter of prudence.

g) **Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

h) **Derivative transactions**

In respect of derivative contracts, premium paid, gains / losses on settlement and losses on restatement are recognised in the Profit and Loss Account.

Notes on the Financial Statement for the Year ended 31st March, 2016

		₹ in lac	
		As at 31st March, 2016	As at 31st March, 2015
1	Share Capital		
	Authorised:		
	21,00,000 Equity shares of ₹ 10 each (21,00,000)	2 10	2 10
	2,25,00,000 Preference shares of ₹ 100 each (2,25,00,000)	225 00	225 00
	5,00,00,000 Preference shares of ₹ 1 each (5,00,00,000)	5 00	5 00
		232 10	232 10
	Issued, Subscribed and Paid up:		
*	20,20,200 Equity shares of ₹ 10 each fully paid up (20,20,200)	2 02	2 02
**	4,02,800 9% Non-Cumulative Compulsorily Convertible (4,02,800) Preference Shares of ₹ 1 each	4	4
***	27,45,355 9% Non-Cumulative Compulsorily Convertible (27,45,355) Preference Shares of ₹ 1 each	27	27
		2 33	2 33

Note:

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

Name of the Shareholders	Type	As at 31st March, 2016		As at 31st March, 2015	
		No. of shares	Held (%)	No. of shares	Held (%)
* Reliance Industries Limited (Holding Company)	Equity	20 20 200	100.00	20 20 200	100.00
** Reliance Industries Limited (Holding Company)	Preference	4 02 800	100.00	4 02 800	100.00
*** Reliance World Trade Private Limited (Fellow Subsidiary Company)	Preference	27 45 355	100.00	27 45 355	100.00

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

Particulars	As at 31st March, 2016		As at 31st March, 2015	
	Equity Nos.	Preference Nos.	Equity Nos.	Preference Nos.
Shares at the beginning of the year	20 20 200	31 48 155	20 20 200	31 48 155
Add: Shares issued during the year	-	-	-	-
Shares at the end of the year	20 20 200	31 48 155	20 20 200	31 48 155

c) Terms of Preference shares

** Each Compulsorily convertible preference share (CCPS) shall be convertible into one equity share of ₹ 10 each at a premium of ₹ 2790 per share at any time after 5 years from the date of issue i.e. 31.03.2010 upto 20 years from the date of issue. Outstanding CCPS, if any on the expiry of 20 years from the date of issue will automatically and compulsorily be converted into one equity share for every one CCPS.

*** Each Compulsorily convertible preference share (CCPS) shall be convertible into one equity share of ₹ 10 each at a premium of ₹ 2790 per share at any time after 5 years from the date of issues i.e. 06.01.2010 & 13.01.2010 upto 20 years from the date of issues. Outstanding CCPS, if any on the expiry of 20 years from the date of issues will automatically and compulsorily be converted into one equity share for every one CCPS.

Notes on the Financial Statement for the Year ended 31st March, 2016

d) Rights, Preferences and Restrictions attached to shares

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

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.

	As at 31st March, 2016	₹ in lac As at 31st March, 2015
2 Reserves and Surplus		
Capital Redemption Reserve		
As per last Balance sheet	1 23	1 23
Securities Premium Reserve		
As per last Balance sheet	881 17	881 17
Statutory Reserve Fund @		
As per last Balance sheet	77 90	63 48
Add: Transferred from Profit and Loss Account	<u>11 70</u>	<u>14 42</u>
	89 60	77 90
Profit and Loss Account		
As per last Balance Sheet	295 48	237 90
Add: Profit for the year	<u>58 20</u>	<u>72 00</u>
	353 68	309 90
Appropriation:		
Statutory Reserve Fund	<u>11 70</u>	<u>14 42</u>
	341 98	295 48
	<u>1313 98</u>	<u>1255 78</u>

@ Created pursuant to Section 45-IC of the Reserve Bank of India Act, 1934.

	As at 31st March, 2016	₹ in lacs As at 31st March, 2015
3 Short Term Borrowings		
Unsecured Loans		
Loans from Holding Company	<u>3024 50</u>	<u>2121 39</u>
	<u>3024 50</u>	<u>2121 39</u>

4 Trade Payables

The Company does not have any creditors governed by the Micro, Small and Medium Enterprises Development Act, 2006.

Notes on the Financial Statement for the Year ended 31st March, 2016

	As at 31st March, 2016	₹ in lac As at 31st March, 2015
5 Other Current Liabilities		
Interest accrued but not due, to the Holding company	258 65	140 99
Others #	28 78	15 71
	<u>287 43</u>	<u>156 70</u>
# Includes statutory dues, and provision for revenue expenditure		
	As at 31st March, 2016	₹ in lac As at 31st March, 2015
6 Short Term Provisions		
Other provisions		
Contingent provision against standard asset ##	1 07	1 07
	<u>1 07</u>	<u>1 07</u>
## Created pursuant to Section 45JA of the Reserve Bank of India Act, 1934 and Para 10 of Prudential Norms, 2015. Provision required is ₹ 73 lacs (previous year ₹ 107 lacs)		
	As at 31st March, 2016	₹ in lac As at 31st March, 2015
7 Non-Current Investments <i>(Long Term Investments)</i> <i>(Valued at Cost less other than temporary diminution in value, if any)</i>		
Other Investments		
(A) Quoted		
In Equity shares - fully paid up		
14,87,160 Den Networks Limited of ₹ 10 each (14,87,160)	14 33	14 33
In Warrants - fully paid up		
2,036,700 HDFC Limited (—)	35 52	-
	<u>49 85</u>	<u>14 33</u>
(B) Unquoted		
In Equity shares of Subsidiary companies - fully paid up		
25,500 Reliance Global Commercial Limited (25,500) of ₹ 10 each	3	3
25,000 Reliance Universal Commercial Limited (25,000) of ₹ 10 each	2	2
	<u>5</u>	<u>5</u>
In Equity shares in Associates - fully paid up		
37,50,000 Reliance Commercial Dealers Limited (37,50,000) of ₹ 10 each	3 75	3 75
46,87,500 Extramarks Education Private Limited (46,87,500) of ₹ 10 each	125 00	125 00
	<u>128 75</u>	<u>128 75</u>

Notes on the Financial Statement for the Year ended 31st March, 2016

		₹ in lac	
		As at 31st March, 2016	As at 31st March, 2015
7	Non-Current Investments (Continued)		
	In Equity shares - fully paid up		
	85,000 National Stock Exchange of (85,000) India Limited of ₹ 10 each	28 48	28 48
		<u>28 48</u>	<u>28 48</u>
	In Debentures of Associate - fully paid up		
	— 9% Optionally Fully Convertible (1,00,000) Debentures of Extramarks Education Private Limited of ₹ 10,000 each	-	100 00
	In Venture fund - fully paid up		
	1,931 Peninsula Realty fund of ₹ 100000 each (2,000) Add : Income/(Deficit) of the fund	19 31 3 20	20 00 5 36
		<u>22 51</u>	<u>25 36</u>
	1,250,000 KKR India Debt Fund I of ₹ 1000 each (11,17,500) Add : Income/(Deficit) of the fund	125 00 11 51	111 75 6 11
		<u>136 51</u>	<u>117 86</u>
	2,000,000 DSP Blackrock India Enhanced Equity (1,000,000) Fund - Class B of ₹ 100 each	20 00	10 00
		<u>179 02</u>	<u>153 22</u>
	In Venture fund - partly paid up		
	5,000 Multiples Private Equity Fund - Scheme I (5,000) of ₹ 100000 each, ₹ 68219.59 (previous year ₹ 62296.75) each paid up	34 11	31 15
	Add : Income/(Deficit) of the fund	55	(14)
		<u>34 66</u>	<u>31 01</u>
	25,000 LICHFL Urban Development Fund (25,000) of ₹ 10,000 each, ₹ 7848.32 (previous year ₹ 3145) each paid up	19 62	7 86
	Add : Income/(Deficit) of the fund	102	85
		<u>20 64</u>	<u>8 71</u>
		<u>55 30</u>	<u>39 72</u>
	Total (B)	<u>391 60</u>	<u>450 22</u>
	Total (A + B)	<u>441 45</u>	<u>464 55</u>
	Aggregate amount of quoted investments	49 85	14 33
	Market Value of quoted investments	41 14	17 91
	Aggregate amount of unquoted investments	391 60	450 22

Notes on the Financial Statement for the Year ended 31st March, 2016

	As at 31st March, 2016	₹ in lac As at 31st March, 2015
8 Long Term Loans and Advances (Unsecured and considered good)		
Loan to Subsidiary Companies *	22 55	21 38
Loan to Fellow Subsidiary Companies *	2 47	42
Loan to others	9 95	311 95
	<u>34 97</u>	<u>333 75</u>
* Refer Note no. 24 & 26		
9 Inventories		
Stock-in-trade	3167 24	2369 34
	<u>3167 24</u>	<u>2369 34</u>
10 Trade Receivables (Unsecured and considered good)		
Over six months	-	-
Others	225 17	-
	<u>225 17</u>	<u>-</u>
11 Cash and Bank Balances		
Cash and cash equivalents	-	-
Balance with Banks		
In current accounts	37	38
Other bank balances		
In deposits #	351 00	201 00
	<u>351 37</u>	<u>201 38</u>

Deposits of ₹ 35100 lac (previous year ₹ 20100 lac) are given under pledge.

Notes on the Financial Statement for the Year ended 31st March, 2016

	As at 31st March, 2016	As at 31st March, 2015	₹ in lac
12 Short Term Loans and Advances			
Secured and considered good			
Loan to others	160 00	-	
Unsecured and considered good			
Loan to Fellow Subsidiary Companies *	21 15	-	
Loan to others	26 06	95 80	
Advance payment of taxes (net)	13 47	12 31	
	<u>60 68</u>	<u>108 11</u>	
	<u><u>220 68</u></u>	<u><u>108 11</u></u>	
* Refer Note no. 24 & 26			
13 Other Current Assets	As at 31st March, 2016	As at 31st March, 2015	₹ in lac
Accrued interest	-	46	
Interest receivable	25 71	26 24	
Dividend receivable	6	-	
Advance against purchase of shares	35 00	20 00	
Future and Option premium on open position (net)	200 40	13 61	
Deposits	1	1	
Income tax refund receivable	1 26	37	
	<u>262 44</u>	<u>60 69</u>	
14 Revenue from Operations	2015-16	2014-15	₹ in lac
Interest income			
on loans	24 77	9 75	
on fixed deposits	23 30	15 84	
	<u>48 07</u>	<u>25 59</u>	
Income from Non-Current investments			
Dividend income	68	1 19	
Interest on securities	5 80	13 04	
Profit on sale of investments	-	54 60	
	<u>6 48</u>	<u>68 83</u>	
Income from stock in trade			
Dividend income	36 93	1,567	
Interest on securities	90	1 21	
Profit on sale of stock in trade (Refer Note no. 25)	142 86	146 86	
	<u>180 69</u>	<u>163 74</u>	
Income from investment in venture fund			
Dividend income	90	88	
Interest and other income	21 76	22 12	
	<u>22 66</u>	<u>23 00</u>	
Less: Expenses	1 99	1 54	
	<u>20 67</u>	<u>21 46</u>	
Profit / (Loss) on Future and Option dealings	101 84	(31 60)	
	<u><u>357 75</u></u>	<u><u>248 02</u></u>	

Notes on the Financial Statement for the Year ended 31st March, 2016

		₹ in lac
15 Other Income	2015-16	2014-15
Interest others	42	21
	<u>42</u>	<u>21</u>
16 Finance Cost	2015-16	₹ in lac 2014-15
Interest on Loans	287 39	156 66
	<u>287 39</u>	<u>156 66</u>
17 Other Expenses	2015-16	₹ in lac 2014-15
Auditors remuneration		
Statutory audit fees	3	3
Tax audit fees	1	1
Certification fees (₹ 5,725/-, previous year ₹ NIL)	0	-
	<u>4</u>	<u>4</u>
Professional fees	1	2
Brokerage	30	87
Securities Transaction Tax	5 51	3 64
Director sitting fees (previous year ₹ 25,000/-)	8	0
Charity and donations **	65	50
Other administrative expenses	2	2
	<u>6 61</u>	<u>5 09</u>
** Expenditure related to Corporate Social Responsibility (CSR) as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof		
a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the company during the year is ₹ 63 lacs (previous year ₹ 41 lacs)		
b) Expenditure related to CSR is ₹ 65 lacs (previous year ₹ 50 lacs)		
Particulars	2015-16	₹ in lac 2014-15
Education	65	50
Total	<u>65</u>	<u>50</u>
18 Earnings per share (EPS)	2015-16	2014-15
Net Profit after Tax as per Statement of Profit and Loss Account attributable to Equity Shareholders (₹ in lac)	58 20	72 00
Weighted average number of equity shares used as denominator for calculating EPS	20 20 200	20 20 200
Basic earnings per share (₹)	288.09	356.40
Face value per equity share (₹)	10	10
Net Profit after Tax as per Statement of Profit and Loss Account attributable to Equity Shareholders (₹ in lac)	58 20	72 00
Diluted number of equity shares used as denominator for calculating EPS	51 68 355	51 68 355
Diluted earnings per equity share (₹)	112.61	139.31
Face value per equity share (₹)	10	10

Notes on the Financial Statement for the Year ended 31st March, 2016

- 19 The Previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.
- 20 The Company does not have any Timing differences between taxable income and accounting income requiring provision for deferred tax liability. The company has available amount of carried forward losses under Income Tax Act, however as a matter of prudence no deferred tax asset has been recognised.

21 Contingent Liabilities and Commitments	As at 31st March, 2016 ₹ in lac	As at 31st March, 2015 ₹ in lac
i) Arrears of Dividend on Cumulative Preference Shares	-*	71 90
ii) Commitments towards venture fund units	5 37	36 98

* Dividend amount payable to Reliance Industries Limited (RIL) has been waived during the year by RIL.

22 Segment Reporting

The Company is engaged in business of finance, Trading / investments in shares and securities in India only and there are no separate business / geographical segments as per Accounting Standard - 17 "Segment Reporting".

- 23 a) Details of Option contracts outstanding at the year end - total premium carried forward at the year end net of provision

Sr. No.	Option Type	As at 31st March, 2016 (₹ in lac)
1	Nifty Index - Bought	225 71
2	Nifty Index - Sold	(22 25)
3	Bank Nifty Index - Sold	(22)
4	Equity Stock - Bought	1
5	Equity Stock - Sold	(2 41)
	Total	200 84

- b) Details of future contracts outstanding at the year end 31st March, 2016

Sr. No.	Scrip	No. of Contracts	No. of Units Long	No. of Units Short
1	Nifty - April 2016	1	15 450	-
2	Bank Nifty - April 2016	1	4 500	-
3	Just Dial - April 2016	3	2 37 500	-
4	Adani Ports - April 2016	1	-	27 200
5	ACC - April 2016	1	-	30 000
6	Ambuja Cement - April 2016	1	-	2 100
7	Asian Paints - April 2016	1	-	21 000
8	Bharat Forge - April 2016	2	1 92 000	-
9	Coal India - April 2016	1	-	6 000
10	Hindustaniliver - April 2016	1	-	20 400
11	India Bull Housing Finance - April 2016	1	-	27 200
12	IGL - April 2016	1	-	11 000
13	Lupin - April 2016	1	-	1 72 200
14	ONGC - April 2016	2	-	7 32 000
15	Power Grid - April 2016	1	-	1 24 000
16	REC Ltd- April 2016	1	-	28 000
17	Titan Industries Ltd- April 2016	1	-	3 000
18	TCS Ltd- April 2016	1	-	41 800

Notes on the Financial Statement for the Year ended 31st March, 2016

24 Disclosure under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

a) Loans and advances in the nature of loans

₹ in lac

Sr. No.	Name of the Company		As at 31st March, 2016	Maximum balance during the year	As at 31st March, 2015	Maximum balance during the year
1	Reliance Global Commercial Limited		4 43	4 43	4 43	4 43
2	Reliance Universal Commercial Limited	Subsidiaries	4 43	4 43	4 43	4 43
3	Reliance Petroinvestments Limited		13 69	13 69	12 52	12 52
4	Kanhatech Solutions Limited		-	165	42	42
5	Reliance Aromatic & Petrochemicals Limited		5	5	-	1
6	Reliance Energy & Project Development Ltd	Fellow	6	6	-	-
7	Reliance Universal Enterprises Limited	subsidiary	1 17	1 17	-	-
8	Reliance World Trade Private Limited	companies	1 19	1 19	-	-
9	Reliance Jio Infratel Limited		11 15	11 15	-	-
10	Reliance Jio Media Limited		10 00	10 00	-	-
11	Ojasvi Trading Private Limited		-	126 00	126 00	126 08
12	Shinano Retail Private Limited		-	176 00	176 00	176 00
13	Reliance Fire Brigade Services Private Limited		50	50	50	50
14	Reliance Group Support Services Private Limited		2 45	2 45	2 45	2 45
15	Abans Finance Limited	Others	-	60 00	60 00	60 00
16	Abans Realty & Infrastructure Private Limited		-	20 00	20 00	20 00
17	Abans Jewels Private Limited		-	15 00	15 00	15 00
18	JM Financial Products Limited		25 00	25 00	-	25 00
19	Raghuleela Builders Private Limited		160 00	160 00	-	-

Note: All above loans and advances (Loans) are towards business purpose:

- Loans shown above, to Subsidiary companies fall under the Category of "Loans and Advances" in nature of zero coupon optionally convertible. Loan under item no. 1 & 2 are for one to two year and loan under item no. 3 is for 10 years
- Loans shown above under item no. 5 to 8, to Fellow subsidiary companies fall under the Category of "Loans and Advances" - in nature of zero coupon optionally convertible for a period of 10 years
- Loans shown above under item no. 4, 9 & 10, to Fellow subsidiary companies fall under the Category of "Loans and Advances" - in nature of short term interest bearing loan
- Loans shown above, to others under item no. 11 to 12 are long term zero coupon convertible loans, now repaid
- Loans shown above, to others under item no. 13 to 14 are long term interest bearing loan for one to two years
- Loans shown above, to others under item no. 15 to 19 are short term interest bearing loans

b) Investment by the loanee in the shares of the Company, out of loans given is NIL

Notes on the Financial Statement for the Year ended 31st March, 2016

25 Details of income from trading in shares / securities

	Unit	As at 31st March, 2016		As at 31st March, 2015	
		Quantity nos.	Value ₹ in lac	Quantity nos.	Value ₹ in lac
Opening Stock					
Equity shares	Nos.	41816937	2356 46	8734808	497 66
Units	Nos.	-	-	-	-
Bonds	Nos.	31	3 26	43	4 17
Government Securities	Nos.	936400	9 63	1201600	11 71
			<u>2369 34</u>		<u>513 54</u>
Purchases					
Equity shares	Nos.	77420675	3099 30	51104751	2602 36
Units	Nos.	64339629	2050 80	83837617	3402 00
Bonds	Nos.	759	77 45	1121	114 53
Government Securities	Nos.	9064700	92 21	9260800	91 67
			<u>5319 76</u>		<u>6210 57</u>
Sales					
Equity shares	Nos.	55510017	2429 61	18022622	881 16
Units	Nos.	64339629	2052 43	83837617	3410 91
Bonds	Nos.	790	80 63	1133	115 67
Government Securities	Nos.	10001100	102 05	9526000	93 89
			<u>4664 72</u>		<u>4501 63</u>
Closing Stock					
Equity shares	Nos.	63727595	3167 24	41816937	2356 46
Units	Nos.	-	-	-	-
Bonds	Nos.	-	-	31	3 26
Government Securities	Nos.	-	-	936400	9 63
			<u>3167 24</u>		<u>2369 34</u>
			<u>142 86</u>		<u>146 86</u>

Notes on the Financial Statement for the Year ended 31st March, 2016

26 Related Party

As per Accounting Standard 18, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

i) List of related parties with whom transactions have taken place and relationship:

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Holding Company
2	Reliance Global Commercial Limited	Subsidiary Companies
3	Reliance Universal Commercial Limited	
4	Reliance Petroinvestments Limited	
5	Reliance Industrial Investments and Holdings Limited	
6	Reliance Polyolefins Limited	Fellow Subsidiary Companies
7	Reliance Energy and Project Development Limited	
8	Reliance Aromatics and Petrochemicals Limited	
9	Reliance Universal Enterprises Limited	
10	Reliance World Trade Private Limited	
11	Kanhatech Solutions Limited	
12	Reliance Jio Infratel Private Limited	
13	Reliance Jio Media Private Limited	
14	Reliance Commercial Dealers Limited	Associate Companies
15	Extramarks Education Private Limited	

ii) Transactions during the year with related parties:

(₹ in lac)

Sr. No.	Nature of Transaction	Holding Company	Subsidiary Companies	Fellow Subsidiaries	Associates	Total
1	Loans taken / (repaid) (net)	903 11 1759 74	- -	- -	- -	903 11 1759 74
2	Loans and Advances given / (returned) (net)	- -	1 17 87	23 20 -	- -	24 37 87
3	Sale / Redemption of Investments	- -	- -	- -	100 00 -	100 00 -
4	Interest income	- -	- -	77 -	5 80 9 00	6 57 9 00
5	Finance Cost	287 39 156 66	- -	- -	- -	287 39 156 66
Balance as at 31st March, 2016						
6	Equity share capital	2 02 2 02	- -	- -	- -	2 02 2 02
7	Preference share capital (including premium)	112 78 112 78	- -	768 70 768 70	- -	881 48 881 48

Notes on the Financial Statement for the Year ended 31st March, 2016

26 Related Party (Continued)

ii) Transactions during the year with related parties: (Continued) (₹ in lac)

Sr. No.	Nature of Transaction Company	Holding Companies	Subsidiary Subsidiaries	Fellow	Associates	Total
8	Loans taken	3024 50 <i>2121 39</i>	- -	- -	- -	3024 50 <i>2121 39</i>
9	Interest accrued but not due	258 65 <i>140 99</i>	- -	- -	- -	258 65 <i>140 99</i>
10	Long Term Loans and Advances given	- -	22 55 <i>21 38</i>	23 62 <i>42</i>	- -	46 17 <i>21 80</i>
11	Interest receivable	- -	- -	62 -	- <i>18 93</i>	62 <i>18 93</i>
12	Investments	- -	5 <i>5</i>	- -	128 75 <i>228 75</i>	128 80 <i>228 80</i>

Note: Figures in Italic represents previous year's amount

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

Particulars	Relationship	2015-16	2014-15
1 Loans taken / (repaid) (net)			
Reliance Industries Limited	Holding Company	903 11	1759 74
2 Loans and Advances given / (returned) net			
Reliance Petroinvestments Limited	Subsidiary	1 17	87
Reliance World Trade Private Limited	Fellow Subsidiary	1 19	-
Reliance Energy Project and Development Limited	Fellow Subsidiary	6	-
Reliance Aromatics and Petrochemicals Limited	Fellow Subsidiary	5	-
Reliance Universal Enterprises Limited	Fellow Subsidiary	1 17	-
Kanhatech Solutions Limited	Fellow Subsidiary	(42)	-
Reliance Jio Infratel Private Limited	Fellow Subsidiary	11 15	-
Reliance Jio Media Private Limited	Fellow Subsidiary	10 00	-
3 Sale / Redemption of Investments			
Extramarks Education Pvt. Ltd.	Associate	100 00	-
4 Interest income			
Kanhatech Solutions Limited	Fellow Subsidiary	8	-
Reliance Jio Infratel Private Limited	Fellow Subsidiary	66	-
Reliance Jio Media Private Limited	Fellow Subsidiary	3	-
Extramarks Education Private Limited	Associate	5 80	9 00
5 Interest expense			
Reliance Industries Limited	Holding Company	287 39	156 66

Notes on the Financial Statement for the Year ended 31st March, 2016

27 NBFC Disclosures

27.1 Disclosures of details as required by Paragraph 11 and 13 of Systemically Important Non Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, are given to the extent applicable.

		(₹ in lac)	
Liabilities side		Amount outstanding	Amount overdue
I	Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid		
a)	Inter-corporate loans and borrowing	3283 15	NIL
			₹ in lac
Assets side			Amount outstanding
II	Break-up of Loans and Advances including bills receivables (other than those included in (IV) below)		
a)	Secured		160 00
b)	Unsecured		568 53
III	Break up of Leased Assets and Stock on hire and other assets counting towards AFC activities		NIL
IV	Break-up of Investments		
	Current Investments (Including Stock-in-trade)		
1	Quoted		
i)	Shares		
a)	Equity		3167 24
2	Unquoted		NIL
	Long Term Investments		
1	Quoted		
i)	Shares: Equity		14 33
ii)	Warrants		35 52
2	Unquoted		
i)	Shares: Equity		157 28
ii)	Units of venture funds / AIF		234 32
V	Borrower group-wise classification of assets financed as in (II) and (III) above:		
	Category	Secured	Amount net of provision Unsecured
1	Related parties		Total
i)	Subsidiaries	NIL	22 55
ii)	Other related party	NIL	23 62
2	Other than related parties	160 00	522 36
	Total	160 00	568 53
			728 53

Notes on the Financial Statement for the Year ended 31st March, 2016

27.1 NBFC Disclosures (Contd...)

VI Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

Category	Market value/Break up or fair value or NAV	Book value (net of provisions)
1 Related Parties		
i) Subsidiaries	5	5
ii) Other related parties	128 75	128 75
2 Other than related parties	3594 15	3479 89
Total	3722 95	3608 69

VII Other information Amount

Particulars

1 Gross Non-Performing Assets	NIL
2 Net Non-Performing Assets	NIL
3 Assets acquired in satisfaction of debt	NIL

27.2 Capital to Risk Assets Ratio (CRAR)

	As at 31st March, 2016 (%)	As at 31st March, 2015 (%)
1 i) CRAR	23.95	34.77
ii) CRAR - Tier I Capital	23.93	34.74
iii) CRAR - Tier II Capital	0.02	0.03
2 Exposure to Real Estate Sector		₹ in lac
Category	As at 31st March, 2016	As at 31st March, 2015
a) Direct exposure		
i) Residential Mortgages	NIL	NIL
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to ₹.15 lakh may be shown separately)		
ii) Commercial Real Estate	160 00	NIL
Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential building, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;		
iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures		
– Residential	NIL	NIL
– Commercial Real Estate	NIL	NIL
b) Indirect Exposure *		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	239 07	34 07

* Investment in property venture funds / equity shares / warrants of HDFC Limited

Notes on the Financial Statement for the Year ended 31st March, 2016

27.2 NBFC Disclosures (Contd...)

3	Asset Liability Management - maturity pattern of certain items of assets and liabilities									₹ in lac
	1 day to 30/ 31 days one month)	Over one month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total	
Liabilities										
Borrowings from Banks	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Market Borrowings	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Assets										
Advances	277 79	(12)	176 19	189 70	16 47	45 34	NIL	23 16	728 53	
Investments	1055 75	1055 75	1055 74	NIL	22 51	125 15	136 51	157 28	3608 69	

27.3 a) Disclosure pursuant to Circular No. DNBS.PD.CC. No. 256 /03.10.042 / 2011-12 dated March 02, 2012 on Monitoring of frauds, the frauds detected and reported for the year amounted to ₹ Nil (Previous year ₹ Nil).

b) Assets De-recognised	₹ in lac
Securitisation	NIL
c) Disclosure of Restructured Assets	NIL

27.4 Disclosures under Non-Banking Financial Companies – Corporate Governance (Reserve Bank) Directions, 2015

a) Capital	As at 31st March, 2016	As at 31st March, 2015
i) CRAR (%)	23.95	34.77
ii) CRAR – Tier I Capital (%)	23.93	34.74
iii) CRAR – Tier II Capital (%)	0.02	0.03
iv) Amount of subordinated debt raised as Tier-II capital (₹)	NIL	NIL
v) Amount raised by issue of Perpetual Debt instruments (₹)	NIL	NIL
b) Investments (Incl. Stock - in - Trade)	As at 31st March, 2016	As at 31st March, 2015
i) Value of Investments		₹ in lac
(a) Gross Value of Investments		As at
i) In India	3608 69	2833 89
ii) Outside India	NIL	NIL
(b) Provision for Depreciation		
i) In India	NIL	NIL
ii) Outside India	NIL	NIL
(c) Net Value of Investments		
i) In India	3608 69	2833 89
ii) Outside India	NIL	NIL
ii) Movement of provisions held towards depreciation on investments	NIL	NIL

Notes on the Financial Statement for the Year ended 31st March, 2016

27.4 NBFC Disclosures (Contd...)

	As at 31st March, 2016	₹ in lac As at 31st March, 2015
c) Derivatives: Forward Rate Agreement / Interest Rate Swap	NIL	NIL
d) Exchange Traded Interest Rate (IR) Derivatives	NIL	NIL
e) Disclosures on Risk Exposure in Derivatives		
i) Qualitative Disclosure	NIL	NIL
ii) Quantitative Disclosures	NIL	NIL
f) Securitisation	NIL	NIL
g) Financial Assets sold to Securitisation / Reconstruction Company for Asset Reconstruction	NIL	NIL
h) Assignment transactions	NIL	NIL
i) Non-Performing Financial Assets Purchased	NIL	NIL
j) Non-Performing Financial Assets Sold	NIL	NIL
k) Exposure to Real Estate Sector – Refer note: 27 (2)(2)		
l) Exposure to Capital Market		
i) Investment in quoted equity shares and bonds	3217 09	2374 04
ii) Exposure to Venture Capital Funds	234 32	192 94
	<u>3451 41</u>	<u>2566 98</u>
m) Provisions and Contingencies – Refer note: 6 & 21	6 44	109 95
		₹ in lac
		As at
		31st March, 2016
n) Details of financing of parent company products		NIL
o) Details of Single Borrower Limit / Group Borrower Limit exceeded		NIL
p) Unsecured Advances		
Total amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. has been taken as also the estimated value of such intangible collateral		NIL
q) Registration obtained from other financial sector regulators		NIL
r) Penalties imposed by RBI and other regulators		NIL
s) Ratings assigned by credit rating agencies and migration of ratings during the year		NIL
t) Remuneration of Directors and Transactions with non executive directors (Directors sitting fees)		8
u) Impact of prior period items on current year's profit and loss		NIL
v) Revenue recognition has been postponed:		NIL
w) Accounting Standard 21 - Consolidated Financial Statements (CFS)		Yes
x) Country of Operation is whole of India and there are no joint venture partners and Overseas Subsidiaries of the Companies		

Notes on the Financial Statement for the Year ended 31st March, 2016

27.4 NBFC Disclosures (Contd...)

	₹ in lac As at 31st March, 2016
y) Draw Down from Reserves	NIL
z) Concentration of Deposits, Advances, Exposures and NPAs	NIL
aa) Concentration of Deposits	NIL
ab) Concentration of Advances	
Total Advances to twenty largest borrowers	260 12
Percentage of Advances to twenty largest borrowers to total advances	100
ac) Concentration of Exposure	
Total exposure to twenty largest borrowers / customers	260 17
Percentage of exposures to twenty largest borrowers / customers to total exposure	100
ad) Concentration of NPAs	NIL
ae) Sector-wise NPAs	NIL
af) Movement of NPAs	NIL
ag) Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)	NIL
ah) Off-balance Sheet SPVs sponsored	NIL
ai) Customer Complaints	NIL
aj) Asset Liability Management Maturity pattern of certain items of Assets and Liabilities - Refer note: 27(2)(3)	

As per our Report of even date

For Chaturvedi & Shah
Firm Registration No: 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141
Mumbai
Date: 20th April, 2016

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

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

L.V. Merchant	Chairman
K. Sethuraman	
P. Raghavendran	
Dhiren Dalal	
S.K. Bhardwaj	

Director