

Surela Investment & Trading Private Limited

Independent Auditor's Report

**To the Members of
Surela Investment & Trading Private Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of **Surela Investment & Trading Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the 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. 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 judgments 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 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 misstatements.

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 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 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 loss and its cash flows for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. 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 purpose 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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

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- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 A”. 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 financial statements – Refer Note 18 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. 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 B” a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Pathak H.D. & Associates
Chartered Accountants
(Registration No.107783W)

(Mukesh Mehta)
Partner
Membership No.:043495

Place: Mumbai
Date: 15th April, 2016.

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1 (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 **Surela Investment & Trading Private Limited** (“the Company”) as of March 31, 2016 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 issued by the Institute of Chartered Accountants of India. 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 Companies Act, 2013.

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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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 March 31, 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 Institute of Chartered Accountants of India.

For **Pathak H.D. & Associates**
Chartered Accountants
(Registration No.107783W)

(Mukesh Mehta)
Partner
Membership No.:043495

Place: Mumbai
Date: 15thApril,2016.

Annexure B to the Independent Auditor's Report

(Referred to in paragraph 2, under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

- i. In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such physical verification.
 - c) According to the information and explanations given to us and the records examined by us and based on the examination of documents provided to us, we report that, the title deeds of freehold land and building are not in the name of the Company and the Company is in process of taking necessary legal steps in this regard.
- ii. The Company does not have any inventory during the year under audit. Therefore, the provisions of Clause (ii) of paragraph 3 of the Order are not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 during the year under audit. Therefore, the provisions of Clause (iii) (a), (b), (c) of paragraph 3 of the Order are not applicable to the Company.
- iv. The Company has not granted any loans, made any investments and provided guarantees and securities as per Sections 185 and 186 during the year under audit. Therefore, the provisions of Clause (iv) of paragraph 3 of the Order are not applicable to the Company.
- v. According to the information and explanations given to us, the Company has not accepted any deposit from the public. Therefore, the provisions of Clause (v) of paragraph 3 of the Order are not applicable to the Company.
- vi. To the best of our knowledge and according to the information and explanations provided to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013.
- 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, Customs Duty, Excise Duty, Value Added Tax, Cess and other material statutory dues have been generally regularly deposited with the 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 of becoming payable.
 - b) According to the information and explanations given to us, there are no dues of sales tax, income tax, wealth tax, custom duty, service tax and cess which have not been deposited on account of any dispute.
- viii. The Company does not have any loans or borrowings from financial institutions, banks and government. Therefore, the provisions of Clause (viii) of paragraph 3 of the Order are not applicable to the Company.
- ix. The Company has not raised any money by way of initial public offer or further public offer. Therefore, the provisions of Clause (ix) of paragraph 3 of the Order are not applicable to the Company.
- x. In our opinion and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. The Company has not paid any managerial remuneration during the year under audit. Therefore, the provisions of Clause (xi) of paragraph 3 of the Order are not applicable to the Company.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us the company is in compliance with section 177 and 188 of Companies Act, 2013, where applicable and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.

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- xiv. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- xvi. In our opinion and according to information and explanations provided to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **Pathak H.D. & Associates**
Chartered Accountants
(Registration No.107783W)

(Mukesh Mehta)
Partner
Membership No.:043495

Place: Mumbai
Date: 15thApril,2016.

Balance Sheet as at 31st March, 2016

	Note	As at 31st March, 2016		(Amount in ₹)	
		₹	₹	As at 31st March, 2015	₹
EQUITY AND LIABILITIES					
SHAREHOLDERS' FUNDS					
Share Capital	1	5 00 000		5 00 000	
Reserves and Surplus	2	(123 79 233)		(98 89 876)	
			(118 79 233)		(93 89 876)
NON - CURRENT LIABILITIES					
Other Long Term Liabilities	3		21 00 00 000		21 00 00 000
CURRENT LIABILITIES					
Trade Payables	4	1 49 379		1 43 191	
Other Current Liabilities	5	1 04 82 188		1 04 58 063	
			1 06 31 567		1 06 01 254
TOTAL			20 87 52 334		21 12 11 378
ASSETS					
NON-CURRENT ASSETS					
Fixed Assets - Tangible Assets	6		16 44 28 838		16 68 37 853
CURRENT ASSETS					
Current Investments	7	2 58 87 813		2 60 12 735	
Cash and Bank Balances	8	30 335		1 35 932	
Short-Term Loans and Advances	9	1 84 05 348		1 82 24 858	
			4 43 23 496		4 43 73 525
TOTAL			20 87 52 334		21 12 11 378

Significant Accounting Policies

Notes on Financial Statements

1 to 19

As per our Report of even date

For **PATHAK H.D. & ASSOCIATES**
Firm Registration No. 107783W
Chartered Accountants

Mukesh Mehta
Partner
Membership No: 043495

Place: Mumbai
Dated : 15th April, 2016

For and on behalf of the Board

Ashwin Khasgiwala
Director
(DIN: 00006481)

Aspi Mistry
Director
(DIN: 06463615)

Rajmal Nahar
Director
(DIN: 05345572)

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

INCOMES	Note	2015-16	2014-15
Revenue from Operations	10	25 078	5 76 271
Other Income	11	-	7 692
Total Revenue		25 078	5 83 963
EXPENSES			
Depreciation		24 09 015	24 09 014
Other Expenses	12	1 05 464	69 498
Total Expenses		25 14 479	24 78 512
Profit / (Loss) before tax		(24 89 401)	(18 94 549)
Less: Tax expenses			
Current Tax		-	1 80 446
Income Tax for earlier years		(44)	27 51 026
Profit / (Loss) After Tax		(24 89 357)	(48 26 021)
Earnings per equity share of face value of ₹ 100 each			
Basic and Diluted (in ₹)	13	(497.87)	(965.20)
Significant Accounting Policies			
Notes on Financial Statements	1 to 19		

As per our Report of even date

For **PATHAK H.D. & ASSOCIATES**
Firm Registration No. 107783W
Chartered Accountants

Mukesh Mehta
Partner
Membership No: 043495

Place: Mumbai
Dated : 15th April, 2016

For and on behalf of the Board

Ashwin Khasgiwala
Director
(DIN: 00006481)

Aspi Mistry
Director
(DIN: 06463615)

Rajmal Nahar
Director
(DIN: 05345572)

Cash Flow Statement for the year 2015-2016

	2015-16	(Amount in ₹) 2014-15
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before tax as per Statement of Profit and Loss	(24 89 401)	(18 94 549)
Adjusted for :		
Net Gain on Sale of Investments	(25 078)	(5 76 271)
Interest Income	0	(7 692)
Depreciation	24 09 015	24 09 014
	<u>23 83 937</u>	<u>18 25 051</u>
Operating Loss before Working Capital Changes		(69 498)
Adjusted for :		
Trade and Other Receivables	-	-
Trade and Other Payables	30 313	5 618
	<u>30 313</u>	<u>5 618</u>
Cash Generated from / (used in) Operations	(75 151)	(63 880)
Tax Paid / (Refund)	(1 80 446)	3 37 594
Net Cash from Operating Activities	<u>(2 55 597)</u>	<u>2 73 714</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investments	0	(37 50 000)
Sale of Investments	1 50 000	35 00 000
Net Cash generated / (used in) Investing Activities	<u>1 50 000</u>	<u>(2 50 000)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long term borrowings	-	-
Net Cash from Financing Activities	<u>-</u>	<u>-</u>
Net Increase/ (Decrease) in Cash and Cash Equivalents	(1 05 597)	23 714
Opening Balance of Cash and Cash Equivalents	1 35 932	1 12 218
Closing Balance of Cash and Cash Equivalents	<u>30 335</u>	<u>1 35 932</u>
(Refer Note No. 8)		

As per our Report of even date

For **PATHAK H.D. & ASSOCIATES**
Firm Registration No. 107783W
Chartered Accountants

Mukesh Mehta
Partner
Membership No: 043495

Place: Mumbai
Dated : 15th April, 2016

For and on behalf of the Board

Ashwin Khasgiwala
Director
(DIN: 00006481)

Aspi Mistry
Director
(DIN: 06463615)

Rajmal Nahar
Director
(DIN: 05345572)

SIGNIFICANT ACCOUNTING POLICIES**A. BASIS OF ACCOUNTING**

The financial statements have been prepared under historical cost of convention, in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013 as consistently adopted by the Company.

B. USE OF ESTIMATES

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and 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

Revenues are recognised when it is earned and no significant uncertainty exists as to its ultimate collection and includes, service tax, wherever applicable. Dividend is recognized when right to receive payment is established by balance sheet date. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

D. FIXED ASSETS

Fixed Assets are stated at cost of acquisition less accumulated depreciation.

E. DEPRECIATION

Depreciation on fixed assets is provided on straight line method at the rates and in the manner prescribed in Schedule II to the Companies Act, 2013 over their useful life.

F. INVESTMENTS

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

G. TAXATION

Provision for current tax is made on the basis of the amount of tax payable on taxable income for the year in accordance with the Income-tax Act, 1961. Deferred tax resulting from "timing differences" between book and taxable profit, is accounted for using the tax rates and laws that have been enacted or substantively enacted as on balance sheet date. Deferred tax assets, are recognized and carried forward only to the extent that there is reasonable/virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

H. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized 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 recognized but are disclosed in the notes to the financial statements. Contingent Assets are neither recognized nor disclosed in the financial statements.

Notes on Financial Statements for the year ended 31st March, 2016

	(Amount in ₹)	
	As at 31st March, 2016	As at 31st March, 2015
1. Share Capital		
Authorised		
5 000 Equity Shares of ₹ 100/- each (5 000)	5 00 000	5 00 000
	<u>5 00 000</u>	<u>5 00 000</u>
Issued, Subscribed and Paid-up		
5 000 Equity Shares of ₹ 100/- each (5 000) fully paid up	5 00 000	5 00 000
TOTAL	<u>5 00 000</u>	<u>5 00 000</u>
1.1 Details of Shareholders holding more than 5% shares		
Name of Shareholder	As at 31st March, 2016	As at 31st March, 2015
	No. of Shares	No. of Shares
	% held	% held
Reliance Commercial Land & Infrastructure Ltd.	5 000	5 000
	100	100
Note: The entire paid up Share Capital of the Company is held by Reliance Commercial Land & Infrastructure Limited the Parent Holding Company along with its nominee(s).		
1.2 The reconciliation of the number of shares outstanding is set out below:		
Particulars	As at 31st March, 2016	As at 31st March, 2015
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	5 000	5 000
Add: Shares Issued during the year	-	-
Equity Shares at the end of the year	5 000	5 000
1.3 Terms / Rights attached to Equity Shares :		
The company has only one class of equity shares having a par value of Rs. 100 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holder of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts in proportion to the number of equity shares held by them.		
	(Amount in ₹)	
	As at 31st March, 2016	As at 31st March, 2015
2. Reserves and Surplus		
Profit & Loss Account		
As per last Balance Sheet	(98 89 876)	(50 63 855)
Add: Profit /(Loss) for the year	(24 89 357)	(48 26 021)
	<u>(123 79 233)</u>	<u>(98 89 876)</u>
TOTAL	<u>(123 79 233)</u>	<u>(98 89 876)</u>

Notes on Financial Statements for the year ended 31st March, 2016

	As at 31st March, 2016	(Amount in ₹) As at 31st March, 2015
3. Other Long Term Liabilities		
Unsecured		
Earnest Deposit against Pre-emption right	21 00 00 000	21 00 00 000
TOTAL	21 00 00 000	21 00 00 000

- 3.1** The Company has an agreement of pre-emption of rights with Reliance Industries Limited (RIL). Against the said agreement, the Company has received ₹ 21,00,00,000/- from RIL. Further, expenses incurred for common utility services are reimbursed / paid by them.

	As at 31st March, 2016	(Amount in ₹) As at 31st March, 2015
4. Trade Payables		
Trade Payables*	1 49 379	1 43 191
TOTAL	1 49 379	1 43 191

* There is no supplier covered under the provision of Micro, Small and Medium Enterprises Development Act, 2006.

	As at 31st March, 2016	(Amount in ₹) As at 31st March, 2015
5. Other Current Liabilities		
Creditors for Capital Expenditure	99 22 552	99 22 552
Other payables	5 59 636	5 35 511
TOTAL	1 04 82 188	1 04 58 063

6. Fixed Assets

Amount in ₹

Description	Gross Block			Depreciation			Net Block	
	Asat 01-04-2015	Additions	Asat 31-03-2016	Upto 01-04-2015	For the Year	Upto 31-03-2016	Asat 31-03-2016	Asat 31-03-2015
TANGIBLEASSETS OWNASSETS:								
Freehold Land	4 63 87 146	-	4 63 87 146	-	-	-	4 63 87 146	4 63 87 146
Buildings	12 91 76 449	-	12 91 76 449	87 25 742	24 09 015	1 11 34 757	11 80 41 692	12 04 50 707
TOTAL	17 55 63 595	-	17 55 63 595	87 25 742	24 09 015	1 11 34 757	16 44 28 838	16 68 37 853
<i>Previous Year</i>	17 55 63 595	-	17 55 63 595	63 16 728	24 09 014	87 25 742	16 68 37 853	

Notes on Financial Statements for the year ended 31st March, 2016

	As at 31st March, 2016	(Amount in ₹) As at 31st March, 2015
7. Current Investments		
Other investment (in units)		
Unquoted, Fully Paid-up		
1 46 136 ICICI Prudential Liquid Plan - Direct - Growth	2 58 87 813	2 60 12 735
(1 46 858)		
TOTAL	2 58 87 813	2 60 12 735
7.1 Aggregate amount of Unquoted Investments		2 60 12 735
7.2 Refer Note No. 'F' of Significant Accounting Policies for basis of valuation of Current Investments.		
		(Amount in ₹)
	As at 31st March, 2016	As at 31st March, 2015
8. Cash and Cash Equivalents		
Balance with Bank		
In Current Accounts	30 335	1 35 932
TOTAL	30 335	1 35 932
		(Amount in ₹)
	As at 31st March, 2016	As at 31st March, 2015
9. Short-term Loans And Advances		
Unsecured, considered good, unless otherwise stated		
Security Deposits	46 80 331	46 80 331
Advance Income Tax (Net of Provision)	1 31 68 590	1 29 88 100
Others *	5 56 427	5 56 427
TOTAL	1 84 05 348	1 82 24 858
* includes mainly reimbursement of expenses.		
		(Amount in ₹)
	2015-16	2014-15
10. Revenue from Operations		
Profit On Sale of Current Investment	25 078	5 76 271
TOTAL	25 078	5 76 271

Notes on Financial Statements for the year ended 31st March, 2016

	2015-16	(Amount in ₹) 2014-15
11. Other Income		
Interest Income		
On Income Tax Refunds	0	7 692
TOTAL	<u>0</u>	<u>7 692</u>

	2015-16	(Amount in ₹) 2014-15
12. Other Expenses		
Legal & Professional Charges	28 625	0
Profession Tax	2 500	2 500
Filing fees	5 600	5 200
Auditors' Remuneration		
Audit Fees	57 250	50 562
Cerification fees	11 450	11 236
	<u>68 700</u>	61 798
Maintaince Charges	27 87 232	-
Less: Reimbursement	<u>27 87 232</u>	-
	-	-
Rates and Taxes	0	34 74 266
Less: Reimbursement	<u>0</u>	<u>34 74 266</u>
	-	-
General Expenses	<u>39</u>	-
TOTAL	<u>1 05 464</u>	<u>69 498</u>

	2015-16	2014-15
13. Earnings per share		
Basic and Diluted earnings per equity share (₹)	(497.87)	(965.20)
Numerator - Profit / (Loss) after tax (₹)	(24 89 357)	(48 26 021)
Denominator - Weighted average number of equity shares-Basic and Diluted	5 000	5 000
Nominal value per equity share (₹)	100	100

14. Going Concern

The Company continues to prepare the accounts on a going concern concept as the Directors are exploring various alternatives for development of its properties.

15. Segment Reporting

The Company does not have more than one segment as defined in Accounting Standard - 17 "Segment Reporting".

Notes on Financial Statements for the year ended 31st March, 2016

16. Related Party

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

i) List of related parties and relationship:

Sr. No.	Name of the Related Party	Relationship
1.	Reliance Industries Limited	Ultimate Holding Company
2.	Reliance Industrial Investments and Holdings Limited	Holding of Holding Company
3.	Reliance Commercial Land & Infrastructure Ltd.	Holding Company

ii) Transactions during the year with related parties (excluding reimbursements): Nil

	Ultimate Holding Company	Parent Holding Company
Balance as at 31st March, 2016		
1. Equity Share Capital	-	5 00 000
	-	<i>5 00 000</i>
2. Earnest Deposit against Pre-emption right	21 00 00 000	
	<i>21 00 00 000</i>	-

Note : Figures in italics represent previous years amount.

17. The Company has Deferred Tax Assets of Rs 34.40 Lakhs (Previous year Rs. 26.96 Lakhs) relating to fixed assets. In the absence of virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised, as a matter of prudence, the Company has not recognised the deferred tax assets in books of account as on 31 March, 2016.

	(Amount in ₹)	
18. Contingent Liabilities	2015-16	2014-15
Disputed liabilities in appeal		
Income tax	1 31 40 742	1 29 04 732

- 18.1 The company has been advised that income tax demands are not sustainable and hence will not have any adverse impact on the financial position of the company. However the company has paid Rs.1,31,40,742 (Previous year Rs. 1,29,04,732/-) towards Income Tax under protest till 31st March, 2016

19. Previous year figures have been regrouped / reclassified to conform to the current year presentation.

As per our Report of even date

For **PATHAK H.D. & ASSOCIATES**
Firm Registration No. 107783W
Chartered Accountants

Mukesh Mehta
Partner
Membership No: 043495

Place: Mumbai
Dated : 15th April, 2016

For and on behalf of the Board

Ashwin Khasgiwala
Director
(DIN: 00006481)

Aspi Mistry
Director
(DIN: 06463615)

Rajmal Nahar
Director
(DIN: 05345572)