Ethane Emerald LLC
INDEPENDENT AUDITORS’ REPORT

TO THE BOARD OF DIRECTORS OF ETHANE EMERALD LLC

Report on the Standalone Financial Statements
1. We have audited the accompanying standalone financial statements of ETHANE EMERALD LLC (“the Company”), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss and the Cash Flow Statement for the period then ended, and a summary of the significant accounting policies and other explanatory information.

Management’s Responsibility for the Standalone Financial Statements
2. 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 standalone 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 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 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.

Auditors’ Responsibility
3. Our responsibility is to express an opinion on these standalone financial statements based on our audit.

4. 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.

5. 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 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 Company’s directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion
7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:
   (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2015;
   (b) in the case of the Statement of Profit and Loss, of the loss of the Company for the period ended on that date; and
   (c) in the case of the Cash Flow Statement, of the cash flows of the Company for the period ended on that date.

Other Reporting Requirements
8. 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.
INDEPENDENT AUDITORS’ REPORT

9. 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.

Other Matters
10. This report is issued for the information and use of the board of directors of the Company and of Reliance Industries Limited, the ultimate holding company in India to comply with the financial reporting requirements in India and should not be used for any other purposes without our prior written consent.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm’s Registration No. 117366W/W-100018)

Abhijit A. Damle
Partner
Membership No. 102912
Mumbai,
dated: 14 April, 2015
Balance Sheet as at 31st March, 2015

<table>
<thead>
<tr>
<th></th>
<th>Note No.</th>
<th>USD</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>EQUITY AND LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Members’ fund</td>
<td></td>
<td>USD</td>
</tr>
<tr>
<td>Member contributions</td>
<td>2</td>
<td>2,38,00,300</td>
</tr>
<tr>
<td>Reserves and surplus</td>
<td>3</td>
<td>(3,721)</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>2,37,96,579</td>
</tr>
<tr>
<td><strong>Current liabilities</strong></td>
<td></td>
<td>USD</td>
</tr>
<tr>
<td>Trade payables</td>
<td>4</td>
<td>3,663</td>
</tr>
<tr>
<td>Other current liabilities</td>
<td>5</td>
<td>1,26,219</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>1,29,882</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td>2,39,26,461</td>
</tr>
<tr>
<td><strong>ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Non-current Assets</strong></td>
<td></td>
<td>USD</td>
</tr>
<tr>
<td>Capital work-in-progress</td>
<td></td>
<td>7,64,529</td>
</tr>
<tr>
<td>Long-term loans and advances</td>
<td>6</td>
<td>2,31,60,000</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>2,39,24,529</td>
</tr>
<tr>
<td><strong>Current assets</strong></td>
<td></td>
<td>USD</td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>7</td>
<td>1,932</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>1,932</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td>2,39,26,461</td>
</tr>
</tbody>
</table>

Notes to the Financial Statements 1 to 13

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on Behalf of the Board

Abhijit A. Damle
Partner

Place: Mumbai
Date: 14 April, 2015

Place: London
Date: April 11, 2015
Statement of Profit and Loss for the period from 10th September, 2014 to 31st March, 2015

<table>
<thead>
<tr>
<th></th>
<th>Note No.</th>
<th>USD</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>INCOME</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Revenue</td>
<td></td>
<td>-</td>
</tr>
<tr>
<td><strong>EXPENDITURE</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Expenses</td>
<td>8</td>
<td>3,721</td>
</tr>
<tr>
<td>Total Expenses</td>
<td></td>
<td>3,721</td>
</tr>
<tr>
<td>Loss for the period</td>
<td></td>
<td>(3,721)</td>
</tr>
</tbody>
</table>

Notes to the Financial Statements 1 to 13

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on Behalf of the Board

Abhijit A. Damle
Partner

Place: Mumbai
Date: 14 April, 2015

Place: London
Date: April 11, 2015
# Cash Flow Statement for the period from 10th September, 2014 to 31st March, 2015

<table>
<thead>
<tr>
<th>A: CASH FLOW FROM OPERATING ACTIVITIES:</th>
<th>USD</th>
</tr>
</thead>
<tbody>
<tr>
<td>(Loss) for the period</td>
<td>(3,721)</td>
</tr>
<tr>
<td>Operating (Loss) before working capital changes</td>
<td>(3,721)</td>
</tr>
<tr>
<td>Increase in trade payables</td>
<td>3,663</td>
</tr>
<tr>
<td>NET CASH (USED IN) OPERATING ACTIVITIES</td>
<td>(A) (58)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>B: CASH FLOW FROM INVESTING ACTIVITIES:</th>
<th>USD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Purchases of fixed assets</td>
<td>(2,37,98,310)</td>
</tr>
<tr>
<td>CASH (USED IN) INVESTING ACTIVITIES</td>
<td>(B) (2,37,98,310)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>C: CASH FLOW FROM FINANCING ACTIVITIES:</th>
<th>USD</th>
</tr>
</thead>
<tbody>
<tr>
<td>Member contributions</td>
<td>2,38,00,300</td>
</tr>
<tr>
<td>CASH GENERATED FROM FINANCING ACTIVITIES</td>
<td>(C) 2,38,00,300</td>
</tr>
<tr>
<td>Net increase in cash and cash equivalents</td>
<td>(A+B+C) 1,932</td>
</tr>
<tr>
<td>Opening Balance of Cash and Cash Equivalents</td>
<td>-</td>
</tr>
<tr>
<td>Closing Balance of Cash and Cash Equivalents (Refer Note 7)</td>
<td>1,932</td>
</tr>
</tbody>
</table>

In terms of our report attached

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants

**For and on Behalf of the Board**

____________________  
Director

Abhijit A. Damle  
Partner

Place: Mumbai  
Date: 14 April, 2015

Place: London  
Date: April 11, 2015
1. SIGNIFICANT ACCOUNTING POLICIES

   a) Basis of Accounting and Preparation of Financial Statements

      The financial statements have been prepared under historical cost convention on the accrual basis of accounting and in
      accordance with generally accepted accounting principles in India (Indian GAAP) to comply with the Accounting Standards
      specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   b) Use of Estimates

      The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions
      to be made by the management that affect the reported amount of assets and liabilities (including contingent liabilities) on
      the date of the financial statements and the reported amount of revenues and expenses during the reporting period. The
      Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Differences
      between the actual results and estimates are recognized in the period in which the results are known/ materialize.

   c) Fixed Assets

      Fixed Assets (Capital work in progress) are recorded at their original cost of acquisition and subsequent improvements
      thereto including taxes, duties, freight and other incidental expenses related to acquisition and installation of the asset
      concerned.

   d) Cash Flow Statement

      The Cash flow Statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statements
      and presents the cash flows by operating, investing and financing activities of the Company.

   e) Cash and Cash Equivalents (for purposes of Cash Flow Statement)

      Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original
      maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into
      known amounts of cash and which are subject to insignificant risk of changes in value.

   f) Foreign Currency Transactions

      Transactions in foreign currency are recorded at the original rates of exchange in force at the time the transactions are
      effected. At the year-end, monetary items denominated in foreign currency and relevant forward exchange contracts are
      reported using closing rates of exchange. Exchange difference arising thereon and on realization/ payment of foreign
      exchange are accounted, in the relevant year, as income or expense.

   g) Impairment Loss

      Impairment loss is provided to the extent the carrying amount(s) of assets exceeds their recoverable amount(s). Recoverable
      amount is the higher of an asset’s net selling price and its value in use. Value in use is the present value of estimated future
      cash-flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. Net
      selling price is the amount obtainable from sale of the asset in an arm’s length transaction between knowledgeable, willing
      parties, less the costs of disposal.

   h) Provisions and Contingencies

      A provision is recognized when the Company has a legal and constructive obligation as a result of a past event, for which
      it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. A
      contingent liability is disclosed when the Company has a possible or present obligation where it is not probable that an
      outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

   i) Borrowing Costs

      Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as
      part of cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its
      intended use. All other borrowing costs are charged to revenue.
Notes to the Financial Statements for the period ended 31st March, 2015

2 Member contributions
Received during the period
Total

2.1 The entire contribution is made by Reliance Ethane Holding Pte. Limited- the Holding Company.

3 Reserves and surplus
Balance in statement of profit and loss
(Loss) for the period
Total

4 Trade Payables
Others
Total

5 Other current liabilities
Creditors for capital expenditure
Total

6 Long-term loans and advances
(Unsecured and considered good)
Capital Advances
Total

7 Cash and Cash Equivalents
Balance with bank
Total

8 Other Expenses
Professional fees
General expenses
Total

9 Related Party Disclosures:
   i) List of Related Parties where control exists and related parties with whom transactions have taken place and relationships:

<table>
<thead>
<tr>
<th>Name of the Related Party</th>
<th>Relationship</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reliance Industries Limited</td>
<td>Ultimate Holding Company</td>
</tr>
<tr>
<td>Reliance Ethane Holding Pte Limited</td>
<td>Holding Company</td>
</tr>
<tr>
<td>Ethane Pearl LLC</td>
<td>Fellow subsidiary</td>
</tr>
<tr>
<td>Reliance Industries (Middle East) DMCC</td>
<td>Fellow subsidiary</td>
</tr>
</tbody>
</table>
Notes to the Financial Statements for the period ended 31st March, 2015

ii) Transactions during the period with related parties:

<table>
<thead>
<tr>
<th>Name of the Related Party and nature of transactions</th>
<th>Relationship</th>
<th>2014-15</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reliance Ethane Holding Pte Limited</td>
<td>Holding Company</td>
<td></td>
</tr>
<tr>
<td>Member contributions received</td>
<td></td>
<td>2,38,00,300</td>
</tr>
<tr>
<td>Reimbursement of professional fees</td>
<td></td>
<td>3,163</td>
</tr>
<tr>
<td>Balance payable as at the period end</td>
<td></td>
<td>3,163</td>
</tr>
<tr>
<td>Ethane Pearl LLC</td>
<td>Fellow subsidiary</td>
<td></td>
</tr>
<tr>
<td>Reimbursement of capital expenses</td>
<td></td>
<td>1,26,219</td>
</tr>
<tr>
<td>Balance payable as at the period end</td>
<td></td>
<td>1,26,219</td>
</tr>
<tr>
<td>Reliance Industries (Middle East) DMCC</td>
<td>Fellow subsidiary</td>
<td></td>
</tr>
<tr>
<td>Reimbursement of capital advance</td>
<td></td>
<td>2,31,60,000</td>
</tr>
<tr>
<td>Reimbursement of capital expenses</td>
<td></td>
<td>6,38,310</td>
</tr>
</tbody>
</table>

iii) There are no provisions for doubtful debts or amount written off or written back during the period in respect of debts due from / due to related parties.

As at 31st March, 2015

10 Estimated amounts of contracts remaining to be executed on Capital account and not provided for (net of capital advance). 9,26,40,000

11 These accounts have been prepared for the limited purpose of its consolidation with Reliance Industries Limited, the ultimate holding company.

12 The company does not have any reportable business/geographical segments.

13 Figures for the current period are for the period from 10th September, 2014, being the date of incorporation to 31st March, 2015 and hence previous period comparatives are not applicable.

In terms of our report attached

For Deloitte Haskins & Sells LLP  For and on Behalf of the Board
Chartered Accountants

____________________
Director

Abhijit A. Damle
Partner

Place: Mumbai  Place: London
Date: 14 April, 2015  Date: April 11, 2015