

Reliance Commercial Dealers Limited

Balance Sheet as at 31st March 2017

	Notes	As at 31st March, 2017	As at 31st March, 2016	Amount in ₹ As at 1st April, 2015
ASSETS				
Non-current assets				
Property, Plant and Equipment	1	175 20 37 025	201 13 40 005	192 16 48 917
Financial Assets				
Other Non-current assets	2	128 27 42 244	76 64 04 209	36 91 80 387
Total Non-Current assets		303 47 79 269	277 77 44 215	229 08 29 304
Current assets				
Inventories	3	14 03 98 086	17 97 21 314	17 84 70 686
Financial Assets				
Investments	4	16 59 580	39 89 17 561	3 40 00 002
Trade receivables	5	77 80 34 639	25 14 50 008	16 05 03 722
Cash and cash equivalents	6	1 12 54 885	30 81 716	2 26 76 324
Loans	7	43 99 92 243	26 77 35 658	11 00 14 555
Other Current Assets	9	6 77 28 833	3 92 07 759	4 55 15 066
Total Current assets		143 90 68 267	114 01 14 016	55 11 80 355
Total Assets		447 38 47 536	391 78 58 230	284 20 09 660
EQUITY AND LIABILITIES				
Shareholders' funds				
Share capital	10	15 00 00 000	15 00 00 000	15 00 00 000
Other Equity	11	207 50 61 908	157 35 16 734	57 09 24 323
Total equity		222 50 61 908	172 35 16 734	72 09 24 323
Liabilities				
Non-current liabilities				
Financial Liabilities				
Borrowings	12	175 00 00 000	175 00 00 000	155 00 00 000
Provisions	13	1 57 82 569	1 39 60 942	1 17 02 317
Deferred Tax Liability (net)	14	6 05 31 262	6 04 81 502	5 78 26 171
Total non-current liabilities		182 63 13 832	182 44 42 444	161 95 28 488
Current liabilities				
Financial Liabilities				
Trade payables	15	39 25 25 077	35 10 76 170	48 28 97 613
Other Current Liabilities	16	1 43 26 451	1 23 67 745	1 38 49 094
Provisions	17	1 56 20 269	64 55 136	48 10 142
Total current liabilities		42 24 71 797	36 98 99 051	50 15 56 849
Total Liabilities		224 87 85 629	219 43 41 495	212 10 85 337
Total Equity and Liabilities		447 38 47 536	391 78 58 230	284 20 09 660

Significant accounting policies
Notes on financial statements

Statement of Profit and Loss for the period ended 31st March 2017

	Notes	2016-17	Amount in ₹ 2015-16
Income			
Revenue from operations			
Income from Services	18	411 02 00 415	370 76 66 558
Other income	19	2 33 13 365	4 34 24 003
Total Income		413 35 13 781	375 10 90 561
Expenses			
Employee benefits expense	20	42 05 98 600	34 95 83 120
Finance Cost	21	1 22 166	54 24 595
Depreciation and amortisation expense	1	40 68 78 338	37 67 48 745
Other expenses	22	329 73 69 740	301 34 43 659
Total expenses		412 49 68 844	374 52 00 119
Profit/(Loss) before tax		85 44 937	58 90 442
Tax expenses			
Current Tax		16 28 238	11 22 423
Deferred Tax		17 09 910	26 55 332
Profit for the Year		52 06 789	21 12 687
Other Comprehensive Income			
a) Items that will be reclassified to profit or loss	19.1(IV)	47 96 735	
Income tax relating to item that will be reclassified to profit/loss		(16 60 150)	
Total Comprehensive Income for the year		20 70 204	
Earnings per equity share of face value of (₹) each			
Basic in ₹	24	0.35	0.14
Diluted in ₹	24	0.35	0.14
Significant accounting policies			
Notes on financial statements	1 to 33		

Statement of Changes in Equity

A. EQUITY SHARE CAPITAL				Amount in ₹
Balance at the beginning of the reporting period i.e. 1st April, 2015	Changes in equity share capital during the year 2015-16	Balance at the end of the reporting period i.e. 31st March, 2016	Changes in equity share capital during the year 2016-17	Balance at the end of the reporting period i.e. 31st March, 2017
15 00 00 000	0	15 00 00 000	0	15 00 00 000

Amount in ₹

B. OTHER EQUITY

As on 31 March 2016	Equity Component of compound financial instruments	Reserves and Surplus	
		Retained Earnings	Other Comprehensive Income
Balance at the beginning of the reporting period i.e. 1st April, 2015	50 00 00 000	7 09 24 323	-
Zero coupon convertible loans from Associate companies	100 00 00 000	-	-
Total Comprehensive Income for the year	-	21 12 687	4 79 724
Balance at the end of the reporting period i.e. 31st March, 2016	150 00 00 000	7 30 37 010	4 79 724
As on 31 March 2017	Equity Component of compound financial instruments	Reserves and Surplus	
		Retained Earnings	Other Comprehensive Income
Balance at the beginning of the reporting period i.e. 1st April, 2016	150 00 00 000	7 30 37 010	4 79 724
Zero coupon convertible loans from Associate companies	50 00 00 000	-	-
Total Comprehensive Income for the year	-	20 20 176	(4 75 002)
Total	200 00 00 000	7 50 57 186	4 722

Cash Flow Statement for the year ended 31st March 2017

	2016-17	Amount in ₹ 2015-16
A: CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (loss) before tax as per Profit and Loss Statement	85,44,937	58,90,442
Adjusted for:		
(Profit)/ loss on sale/ discarding of assets (net)	-	3,77,90,939
Depreciation	40,68,78,338	37,67,48,745
Effect of exchange rate change Unrealised	5,76,358	(11,71,76,739)
Profit on sale of investments (net)	(2,09,92,407)	(1,84,21,508)
Profit on Valuation of Investment at the end of year	(4,75,002)	(4,79,724)
Profit on sale of asset (Net)	(9,29,450)	-
	38,50,57,837	27,84,61,714
Operating profit/ (loss) before working capital changes	39,36,02,774	28,48,31,880
Adjusted for:		
Trade and other receivables	(75,11,29,227)	(25,14,19,612)
Inventories	3,93,23,227	(12,50,628)
Trade and other payables	5,41,85,233	(1,22,22,434)
Deposits taken	-	20,00,00,000
	(65,76,20,767)	(6,48,92,674)
Cash generated from operations	(26,40,17,993)	21,99,39,206
Taxes paid	(2,80,90,136)	(7,76,32,262)
Net cash from/ (used in) operating activities	(29,21,08,130)	14,23,06,944
B: CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(14,83,31,065)	(53,77,94,810)
Reduction/(Increase) in Capital Work In Progress (Capital Advances)	(49,45,48,660)	(31,16,54,453)
Sale of fixed assets	16,35,130	3,35,64,038
Proceeds from Sale of current investments	41,82,50,388	(34,64,96,051)
Net cash from/ (used in) investing activities	(22,29,94,208)	(1,16,19,01,552)
C: CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment)/Taken long term borrowings	50,00,00,000	1,00,00,00,000
Net cash from/ (used in) financing activities	50,00,00,000	1,00,00,00,000
Net increase/ (decrease) in cash and cash equivalents	(1,51,02,337)	(1,95,94,608)
Items that will be reclassified to profit or loss	47,96,735	
Gains/loss on actuarial valuation of gratuity		
Opening balance of cash and cash equivalents	30,81,716	2,26,76,324
Closing balance of cash and cash equivalents	(1,68,17,356)	30,81,716

Notes on financial statements for the period ended 31st March, 2017

A. CORPORATE INFORMATION

RCDL is a company incorporated in India and is inter alia engaged in providing Air Transport services to its Passengers. The addresses of its registered office and principal place of business is 9th Floor, Maker Chambers IV 222, Nariman Point Mumbai, Maharashtra

B. ACCOUNTING POLICIES

B.1 BASIS OF PREPARATION AND PRESENTATION

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

Upto the year ended March 31, 2016, the Company prepared its financial statements in accordance with the requirement of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006. These are the Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2015.

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

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

B.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Property, plant and equipment/Tangible assets:

Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and arrangements arising from exchange rate variations attributable to the assets. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow the entity and the cost can be measured reliably. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except in case of Leasehold improvements on aircraft where the depreciation is being charged on Straight line method.

(b) Leased Assets

Operating Leases : Rentals are expensed with reference to lease terms and other considerations.

(c) Foreign currency transactions

- i) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.
- iii) Non monetary foreign currency items are carried at cost.
- iv) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Profit and Loss Statement except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

(d) Investments

Investments are carried at fair value, computed category wise.

(e) Inventory

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

Notes on financial statements for the period ended 31st March, 2017

(f) Revenue recognition

Revenue is recognised when it can be reliably measured and its is reasonable to expect ultimate collection. Revenue from Operations includes sale of goods and services adjusted for discounts (net) and service tax. 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 rate applicable.

Revenue is recognised only if following condition are satisfied:

The Company has transferred risks and rewards incidental to ownership to the customer;

The Comapny retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;

It is probable that the economic benefit associated with the transaction will flow to the Company; and it can be reliably measured and it is reasonable to expect ultimate collection

(g) Provision for Current and Deferred Tax

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised if there is virtual certainty that sufficient future taxable income will be available to realise the same. Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

(h) Provisions, Contingent Liabilities and Contingent Assets

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements.

(i) Financial assets measured at fair value through Other Comprehensive income

The company follows 'simplified approach' for recognition of impairment loss allowance. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

(j) The company uses various derivative financial instruments such as interest rate swaps, currency swaps, forwards & options and commodity contracts to mitigate the risk of changes in interest rates, exchange rates and commodity price risks. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of profit or loss, except for the effective portion of cash flow hedges which is recognised in Other Comprehensive Income and later to Statement of profit or loss when the hedge item effects profit or loss or treated as basis adjustment if a hedged forecast transaction subsequently results in the recognition of a non-financial assets or non-financial liability.

Hedges that meet the criteria for hedge accounting are accounted for as follows:

(k) Cash flow hedge

The company designates derivative contracts as cash flow hedges to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions. When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in other comprehensive income and accumulated in the cash flow hedging reserve. Any ineffective portion of changes in the fair value of the derivative is recognized immediately in the net profit in the income statement. If the hedging relationship no longer meets the criteria for hedge

Notes on financial statements for the period ended 31st March, 2017

accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognized in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The cumulative gain or loss previously recognized in the cash flow hedging reserve is transferred to the net profit in the statement of profit and loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified to net profit in the statement of profit and loss.

(I) Fair Value Hedge

The company designates derivative contracts as fair value hedges to mitigate the risk of change in fair value of hedged item due to movement in interest rates and foreign exchange rates.

Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the income statement.

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

- a) The preparation of the Company's financial statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.
- b) **Depreciation and useful lives of property plant and equipment**
Property, plant and equipment are depreciated over the estimated useful lives of the assets, after taking into account their estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values are based on the Company's historical experience with similar assets and take into account anticipated technological changes. The depreciation for future periods is adjusted if there are significant changes from previous estimates.
- c) Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.
- d) In calculating the tax expense for the current period, the Company has treated certain expenditure as being deductible for tax purpose. However, the tax legislation in relation to these expenditure is not clear and the Company has applied for a private ruling to confirm their interpretation. If the ruling should not be favourable this would increase the company's tax liability and tax expenses to the extent of Rs.xx.

D. FIRST TIME ADOPTION OF IND AS:

The Company has adopted Ind AS with effect from 1st April 2016 with comparatives being restated. Accordingly the impact of transition has been provided in the Opening Reserves as at 1st April 2015 and all the periods presented have been restated accordingly.

- i) a) Exemptions from retrospective application: (i) Business combination exemption

The Company has applied the exemption as provided in Ind AS 101 on non-application of Ind AS 103, "Business Combinations" to business combinations consummated prior to April 1, 2015 (the "Transition Date"), pursuant to which goodwill arising from a business combination has been stated at the carrying amount prior to the date of transition under Indian GAAP. The Company has also applied the exemption for past business combinations to acquisitions of investments in associates consummated prior to the Transition Date.

- (ii) Share-based payment transactions

Ind AS 101 encourages, but does not require, first time adopters to apply Ind AS 102 Share based Payment to equity instruments that were vested before the later of the date of transition to Ind AS. The Company has elected not to apply Ind AS 102 to awards that vested prior to April 1, 2015.

- (iii) Fair value as deemed cost exemption:

The Company has elected to measure any item of property, plant and equipment at its carrying value at the transition date except for certain assets which are measured at fair value as deemed cost.

Notes on financial statements for the period ended 31st March, 2017

(iv) Cumulative translation differences

The Company has chosen to apply this election and has eliminated the cumulative translation difference and adjusted retained earnings by the same amount at the date of transition to Ind AS.

(v) Long Term Foreign Currency Monetary Items

The Company has elected to continue the policy adopted for accounting for exchange differences arising from translation of long-term foreign currency monetary items.

(vi) Investments in subsidiaries, joint ventures and associates

The Company has elected to measure investment in subsidiaries, joint venture and associate at cost.

(vii) Decommissioning liabilities included in the cost of property, plant and Equipment

The Company has elected to apply the transitional provision given in Appendix A to Ind AS 16 with respect recognition of Decommissioning, Restoration and Similar Liabilities.

Notes on financial statements for the period ended 31st March, 2017

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation

Description	Gross block										Depreciation					Net block			
	As at 1st April, 2015	Impact on INS AS transition	Additions/adjustment	As at 1st April, 2016	Additions/Adjustments	Deductions/Adjustments	As at 31st March, 2017	As at 1st April, 2015	Impact on IND AS transition	Additions/ deductions/ Adjustments	As at 1st April, 2016	For the year 16-17	Deductions/ Adjustments	Up to 31st March, 2017	As at 31st March, 2017	As at 31st March, 2016	As at 1st April 2015		
(i) Tangible assets																			
Own assets																			
Aircrafts and Helicopters	279,03,82,635	-	31,57,31,346	310,61,13,981	7,49,59,125	-	318,10,73,105	89,06,46,869	-	22,14,55,976	111,20,48,532	38,34,99,760	-	149,35,48,292	168,55,24,813	199,38,66,236	189,97,35,766		
Vehicles	2,07,85,456	-	(4,98,738)	2,02,86,698	-	27,18,917	1,75,67,781	1,40,39,252	-	16,62,097	1,57,16,065	17,53,936	20,13,237	1,54,58,763	21,09,018	45,70,633	68,21,999		
Aircraft Pushback Tractor	34,82,000	-	-	34,82,000	-	-	34,82,000	31,82,488	-	1,25,412	33,07,900	-	-	33,07,900	1,74,100	1,74,100	2,99,512		
Equipment	1,89,17,492	-	11,76,409	2,00,93,901	7,33,71,941	-	9,34,65,842	76,38,149	-	28,68,592	1,05,21,081	2,07,30,289	-	3,12,71,370	6,21,94,472	95,72,821	1,12,79,343		
Furniture and Fixtures	90,76,486	-	4,38,330	95,34,816	-	-	95,34,816	55,64,189	-	10,63,662	66,27,841	8,72,352	-	75,00,193	20,34,622	29,06,974	35,12,297		
Total	284,26,44,069	-	31,68,67,327	315,95,11,396	14,83,31,065	27,18,917	330,51,23,544	92,10,69,947	-	22,71,76,240	114,82,21,419	40,68,78,337	20,13,237	155,90,86,518	175,20,37,026	201,09,10,764	192,16,48,917		
Previous year	140,35,74,074	-	143,91,44,790	284,27,18,864	57,794,810	22,09,27,483	315,95,86,191	76,30,87,024	-	15,79,82,923	92,10,69,947	37,67,48,745	14,95,72,586	114,82,46,186	201,13,40,005	192,16,48,917	64,04,87,050		

1. Property, Plant & Equipment

(Amount in ₹)

Notes on financial statements for the period ended 31st March, 2017

			(Amount in ₹)		
	As at		As at		As at
	31st March, 2017		31st March, 2016		31st March, 2015
2 Other Non-current assets					
(unsecured and considered good)					
Capital Advances	102 94 53 114		53 49 04 453		22 32 50 000
Deposits	2 69 56 687		3 12 61 992		2 22 02 462
Advances Income Tax (Net of Provision)	22 63 32 443		20 02 37 764		12 37 27 925
Total	128 27 42 244		76 64 04 209		36 91 80 387
Other Non-current assets					
Advance Income Tax (Net of Provision)					
At start of year	20 02 37 764		12 37 27 925		
Charge for the year	2 44 66 440		7 53 87 416		
Others*	16 60 150				
Tax paid during the year	16 28 238		11 22 423		7 00 000
At end of year	22 63 32 443		20 02 37 764		12 37 27 925
* Mainly pertains to Provision for tax on Other Comprehensive Income					
			(Amount in ₹)		
3 Inventories					
(valued at lower of cost and net realisable value)					
Stores & Spares	14 03 98 086		17 97 21 313		17 84 70 686
Total	14 03 98 086		17 97 21 313		17 84 70 686
			(Amount in ₹)		
4 Current investments					
(Investments measured at Amortised Cost)					
Investments measured at Fair Value through Other Comprehensive Income					
Investment in mutual funds					
In Units - Unquoted					
ICICI Prudential Institutional Liquid Plan-Super Institutional Growth Plan- Liquid SIP	16 59 580		39 89 17 561		3 40 00 002
Total of Investments measured at Fair Value Through Other Comprehensive Income	16 59 580		39 89 17 561		3 40 00 002
Aggregate value of					
Unquoted investments	16 59 580		39 89 17 561		3 40 00 002
			(Amount in ₹)		
4.1 Category-wise current investment					
	As at		As at		As at
	31st March, 2017		31st March, 2016		1st April, 2015
Financial assets carried at amortised cost	-		-		-
Financial assets measured at Fair value through other comprehensive income	16 59 580		39 89 17 561		3 40 00 002
Financial assets measured at Fair value through Profit & Loss	-		-		-
	16 59 580		39 89 17 561		3 40 00 002

Notes on financial statements for the period ended 31st March, 2017

	As at 31st March, 2017	As at 31st March, 2016	(Amount in ₹) As at 1st April, 2015
5. Trade Receivables (unsecured and considered good)			
Trade Receivables	77 80 34 639	25 14 50 008	16 05 03 722
Total	77 80 34 639	25 14 50 008	16 05 03 722
			(Amount in ₹)
6. Cash and Bank Balances	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Cash & cash equivalents			
Balance with banks - In current Account	1 12 54 885	30 81 716	2 26 76 324
Total	1 12 54 885	30 81 716	2 26 76 324
			(Amount in ₹)
7. Loans (unsecured and considered good)	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Loans Others*	43 99 92 244	26 77 35 658	11 00 14 555
Total	43 99 92 243	26 77 35 658	11 00 14 555
* Includes advances to employees and vendors			
8. Taxation Note		Year Ended 31st March, 2017	Year Ended 31st March, 2016
a) Income Tax recognised in Profit or Loss			
Current Tax		16,28,238	11,22,423
Deferred Tax		17,09,910	26,55,332
Total Income Tax Expense recognised in the current year relating to Continuing Operations.		33,38,148	37,77,755
The Income Tax expenses for the year can be reconciled to the accounting profit as follows:			
Particulars		Year Ended 31st March, 2017	Year Ended 31st March, 2016
Profit before Tax from Continuing Operations		85,44,937	58,90,442
Applicable Tax Rate		34.610%	34.61%
Computed Tax Expense		29,57,403	20,38,682
Tax Effect of :			
Income not Considered		(9,29,450)	
Expenses not Allowed		41,31,34,254	42,02,43,788
Additional Allowances		(39,99,86,959)	(51,46,31,567)
- Profit on Sale of Invt as per FIFO		1,91,23,612	1,85,75,254
Unabsorbed depn as per IT Act utilized/generated		(3,98,86,395)	6,99,22,083
MAT Credit Generated		16,28,238	11,22,423
Current Tax Provision (A)		16,28,238	11,22,423

Notes on financial statements for the period ended 31st March, 2017

Incremental Deferred Tax Liability on account of PPE	(94,89,330)	-2,82,76,231
Incremental Deferred Tax Asset on account of Financial Assets & Other items	95,39,090	2,56,20,899
Deferred Tax Provision (B)	49,760	26,55,332
Others temporary differences	0.00	(15.12)
Tax Expenses recognised in Statement of Profit and Loss (A+B)	16,77,998	37,77,755
Effective Tax Rate	19.64%	64.13%

The figures in the above table are based on the provision for Income Tax and Deferred Tax in Accounts.

b) Current Tax Assets (Net)	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
At start of year	-	0	-
Charge for the year	(16,60,150)	0	-
Others*			
Tax paid during the year			
At end of year	-16,60,150	-	-

* Mainly pertains to Provision for Tax on Other Comprehensive Income

9. Other Current Assets (unsecured and considered good)	As at 31st March, 2017	As at 31st March, 2016	(Amount in ₹) As at 1st April, 2015
Balance with service tax/ sales tax authorities, etc.	3 60 76 437	1 11 35 519	2 17 18 348
Others*	3 16 52 396	2 80 72 240	2 37 96 718
Total	6 77 28 833	3 92 07 759	4 55 15 066

* Includes Prepaid expenses & claims receivables

10. Share capital	As at 31st March, 2017	As at 31st March, 2016	(Amount in ₹) As at 1st April, 2015
Authorised:			
1,50,00,000 Equity shares of ₹ 10 each (1,50,00,000)	15 00 00 000	15 00 00 000	15 00 00 000
Total	15 00 00 000	15 00 00 000	15 00 00 000
Issued, subscribed and paid-up:			
Fully paid-up			
1,50,00,000 Equity shares of ₹ 10 each (1,50,00,000) (Fully Paid -up)	15 00 00 000	15 00 00 000	15 00 00 000
Total	15 00 00 000	15 00 00 000	15 00 00 000

Notes on financial statements for the period ended 31st March, 2017

(i) Details of Shareholders holding more than 5% Shares

Name of Shareholder	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	No of Shares	(% held)	No of Shares	(% held)	No of Shares	(% held)
Reliance Strategic Investments Ltd	37 50 000	(25%)	37 50 000	(25%)	37 50 000	(25%)
Reliance Petro investments Ltd and its Nominees	37 49 990	(25%)	37 49 990	(25%)	37 49 990	(25%)
Reliance Commercial Trading Private Ltd	75 00 000	(50%)	75 00 000	(50%)	75 00 000	(50%)

(ii) Reconciliation of opening and closing number of shares

Particulars	As at 31st March, 2017 No. of shares	As at 31st March, 2016 No. of shares	As at 1st April, 2015 No. of shares
Equity shares outstanding at the beginning of the year	1,50,00,000	1,50,00,000	1,50,00,000
Add: Equity shares issued during the year	-	-	-
Equity shares outstanding at the end of the year	<u>1,50,00,000</u>	<u>1,50,00,000</u>	<u>-</u>

11 Statement of Other Equity

	As at 31st March, 2017	As at 31st March, 2016	(Amount in ₹) As at 1st April, 2015
Zero coupon convertible loans from Associate companies for a tenure of 10 years	200 00 00 000	150 00 00 000	50 00 00 000
Retained Earnings			
Profit and Loss Account			
As per last Balance Sheet	7 35 16 734	7 09 24 323	4 68 10 027
Add: Adjustment related to IND AS	(4 79 724)	4 79 724	
Add: Adjustment related to Fixed Assets (16-17)	(50 028)	-	(1 24 719)
Add: Profit for the year	20 70 204	21 12 687	2 42 39 015
Add: Diff in Market value and original cost of Invt	4 722		
Total	<u>207 50 61 908</u>	<u>157 35 16 734</u>	<u>57 09 24 323</u>

12. Long-term Liabilities

	As at 31st March, 2017	As at 31st March, 2016	(Amount in ₹) As at 1st April, 2015
Unsecured			
Deposits received from Customer	175 00 00 000	175 00 00 000	175 00 00 000
Total	<u>175 00 00 000</u>	<u>175 00 00 000</u>	<u>175 00 00 000</u>

13. Long-term provisions

	As at 31st March, 2017	As at 31st March, 2016	(Amount in ₹) As at 31st March, 2015
Provision for employee benefits (Compensated Absences & super annuation)*	1 57 82 569	1 39 60 942	1 17 02 317
Total	<u>1 57 82 569</u>	<u>1 39 60 942</u>	<u>1 17 02 317</u>

* Refer Note 19.1

Notes on financial statements for the period ended 31st March, 2017

(Amount in ₹)

14. Deferred tax Liability (net)

Deferred tax is calculated, in full, on all temporary timing differences under the liability method using a principal tax rate prevalent in Company operates. The movement on the deferred tax account is as follows:

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
At the start of the year	6 04 81 502	5 78 26 170	
Charge/(credit) to profit or loss	49 760	26 55 332	
At the end of year	<u>6 05 31 262</u>	<u>6 04 81 502</u>	<u>5 78 26 170</u>

Deferred tax liabilities and assets at the end of the reporting period and deferred tax (credit) / charge in profit or loss and other comprehensive income

	As at 31st March, 2016	Charge/(credit) to profit or loss	As at 31st March, 2017
Deferred tax liabilities / (asset) in relation to:			
Property, plant and equipment	30 31 46 316	- 94 89 330	29 36 56 986
Financial assets	-24 26 64 814	95 39 090	-23 31 25 724
Loan and advances			
Provisions			
Total	<u>6 04 81 502</u>	<u>49 760</u>	<u>6 05 31 262</u>

(Amount in ₹)

15. Trade payables

	As at 31st March, 2017	As at 31st March, 2016
Trade payables		
Micro and Small Enterprises ⁽ⁱ⁾	-	-
Others	39 25 25 077	35 10 76 170
Total	<u>39 25 25 077</u>	<u>35 10 76 170</u>

(i) The details outstanding to Micro and Small Enterprise based on available Information with the company is as under:

	As at 31st March, 2017	As at 31st March, 2016
Principal amt due & remaining unpaid	-	-
Int.due on above & the unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due & payable for the period of delay	-	-
Interest accrued & remaining unpaid	-	-
Amount of further interest remaining due & payable in succeeding year	-	-

(Amount in ₹)

16. Other Current Liabilities

	As at 31st March, 2017	As at 31st March, 2016
Others ⁽ⁱⁱ⁾	1 43 26 451	1 23 67 745
Total	<u>1 43 26 451</u>	<u>36 34 43 915</u>

(ii) Includes advances/ deposits received and statutory liabilities.

Notes on financial statements for the period ended 31st March, 2017

17 Provisions	(Amount in ₹)		
	As at 31st March, 2017	As at 31st March, 2016	As at 31st March, 2015
Provision for employee benefits*	1 56 20 269	64 55 136	48 10 142
Total	1 56 20 269	64 55 136	48 10 142

* Refer Note 18.1

18. Revenue from operations	(Amount in ₹)	
	2016-17	2015-16
Income from Services	472 39 38 250	430 49 19 311
Less: Service Tax recovered	61 37 37 835	59 72 52 753
Total	411 02 00 415	370 76 66 558

18.1 Broad Category of services	(Amount in ₹)	
	2016-17	2015-16
Sevices rendered		
Income from Air Transportation of Passengers	411 02 00 415	370 76 66 558

19. Other income	(Amount in ₹)	
	2016-17	2015-16
Net gain on sale of Current investments	2 09 92 407	1 84 21 508
Profit on sale of assets	9 29 450	-
Other non-operating income	13 91 508	2 50 02 495
Total	2 33 13 365	4 34 24 003

20 Employee benefits expense	(Amount in ₹)	
	2016-17	2015-16
Salaries and wages	38 49 33 008	32 30 70 435
Contribution to provident and other funds	2 86 03 102	1 83 99 873
Staff welfare expenses	70 62 490	81 12 812
Total	42 05 98 600	34 95 83 120

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

Defined Contribution Plan

Contribution to Defined Contribution Plan, recognized as expense for the year are as under :

Particulars	(In ₹ Crore)	
	2016-17	2015-16
Employer's Contribution to Provident Fund	1 42 39 654	98 24 503
Employer's Contribution to Superannuation Fund	9 28 825	12 30 542
Employer's Contribution to Pension Fund	12 62 658	8 77 861

Notes on financial statements for the period ended 31st March, 2017

I. Reconciliation of opening and closing balances of Defined Benefit Obligation

Particulars	(In ₹ Crore)	
	2016-17	2015-16
Gratuity (Funded)		
As at 31st March		
Defined Benefit Obligations at the beginning of the year	2 59 04 137	2 18 97 805
Current Service Cost	31 33 771	27 84 498
Add: on Acquisition/Transfer		3 55 711
Interest Cost	20 72 331	17 51 824
Actuarial (Gain / Loss)	49 35 299	7 80 112
Benefits Paid	(23 65 018)	(16 65 813)
Defined Benefit Obligations at the end of the year	3 36 80 520	2 59 04 137

II. Reconciliation of Opening and Closing Balances of Fair Value of Plan Assets

Particulars	(In ₹ Crore)	
	2016-17	2015-16
Gratuity Funded		
Fair value of Plan Assets at beginning of year	2 59 04 137	2 18 97 805
Expected Return on Plan Assets (Interest income)	20 72 331	17 51 824
Assets Transferred In/Acquisition		3 55 711
Actuarial Gain / (Loss)		
Employer Contribution		32 58 074
Benefits Paid	(23 65 018)	(16 65 813)
Actual return on Plan Assets	1 38 564	3 06 536
Fair value of Plan Assets at year end	2 57 50 014	2 59 04 137

III. Reconciliation of the Fair Value of Assets and Obligations

Particulars	2016-17		2015-16	
	Gratuity (Funded)	Gratuity (Unfunded)	Gratuity (Funded)	Gratuity (Unfunded)
	As at 31st March		As at 31st March	
Fair Value of Plan Assets	2 57 50 014	-	2 59 04 137	-
Present Value Obligation	- 3 36 80 520	2 06 92 368	2 59 04 137	1 64 15 910
Amount Recognised in Balance sheet (Surplus/Deficit)	- 79 30 506	2 06 92 368	-	1 64 15 910

IV. Expenses recognized during the year

Particulars	2016-17		2015-16	
	Gratuity (Funded)	Gratuity (Unfunded)	Gratuity (Funded)	Gratuity (Unfunded)
	As at 31st March		As at 31st March	
In Income Statement				
Current Service Cost	31 33 771	8 70 753	27 84 498	8 59 105
Interest Cost	-	13 13 273	-	12 03 493
Expected Return on Plan Assets	-	-	-	-
Actuarial (Gain / Loss)	-	34 21 033	-	402497
Net Cost	31,33,771	56,05,059	27,84,498	24 65 095

Notes on financial statements for the period ended 31st March, 2017

In Other Comprehensive Income

Actuarial (Gain / Loss)	49 35 299	7 80 112		
Return on Plan Assets	- 1 38 564	- 3 06 536		
Net (Income)/ Expense For the period Recognised in OCI	47 96 735	4 73 576	-	-

V. Investment Details

	As at 31st March,2017		As at 31st March,2016	
	Rs in crore	% Invested	Rs in crore	% Invested
GOI Securities	-	-	-	-
Public Securities	-	-	-	-
State Government Securities	-	-	-	-
Insurance Policies				
Others (including bank balances)				

VI. Actuarial Assumptions

Mortality Table (IALM)	Gratuity(Funded)		Gratuity(Unfunded)	
	2016-17	2015-16	2016-17	2015-16
Discount Rate (Per Annum)	7.46%	8.00%	8.00%	8.00%
Expected Rate of Return on Plan Assets(Per Annum)	7.46%	8.00%		
Rate of Escalation in Salary (Per Annum)	6.00%	6.00%	6.00%	6.00%

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

VII. The expected contributions for Defined Benefit Plan for the next financial year will be in line with FY 2016-17.

VIII. Sensitivity Analysis

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

Particulars	As at 31st March, 2017		As at 31st March, 2016	
	Decrease	Increase	Decrease	Increase
Change in rate of discounting (delta effect of +/- 0.5%)	0.54%	-	-	-
Change in rate of salary increase (delta effect of +/- 0.5%)	-	-	-	-
Change in rate of employee turnover (delta effect of +/- 0.5%)	-	-	-	-

(In ₹ Crore)

21 Finance Costs	2016-17	2015-16
Interest Expenses	1 22 166	54 24 595
Total	1 22 166	54 24 595

Notes on financial statements for the period ended 31st March, 2017

		(Amount in ₹)	
	2016-17	2015-16	
22. Other expenses			
Operational Expenses			
Lease Rent	129 68 16 356	111 26 57 901	
Fuel Expenses	27 64 25 062	46 76 67 588	
Airport charges	26 81 38 915	24 28 26 976	
Maintenance and spares Charges	67 92 05 812	70 80 02 186	
Subscription for Aircraft	2 89 05 625	58 07 206	
CHA charges	-	1 38 656	
Loss on sale of Discarded Assets	-	3 77 90 939	
	<u>254 94 91 770</u>	<u>257 48 91 452</u>	
Establishment expenses			
Professional fees	1 82 84 596	5 57 81 868	
General expenses	5 73 793	73 54 768	
Rent Rates & Taxes	37 86 981	41 81 853	
Insurance	7 94 53 621	5 04 63 051	
Other Repairs	1 46 10 187	3 28 06 681	
Travelling Expenses	12 02 42 283	11 95 59 352	
Payments to Auditors (Refer Note 18.1)	6 20 000	3 25 000	
Catering/Canteen Expenses	9 04 32 681	9 43 30 693	
Administration Expenses	32 71 25 233	9 82 98 705	
Seminar & Training Expenses	9 22 58 367	9 14 70 763	
Exchange Gain(Realised and Unrealised) net	4 90 227	(11 60 20 527)	43 85 52 207
Total	<u><u>329 73 69 740</u></u>	<u><u>301 34 43 659</u></u>	
22.1 Payments to Auditors (excluding service tax)			(Amount in ₹)
			2015-16
	2016-17		
Audit fees	2 90 000	2 70 000	
Tax Audit Fees	60 000	55 000	
Total	<u><u>3 50 000</u></u>	<u><u>3 25 000</u></u>	
22.2 Expenditure in foreign currency:			(Amount in ₹)
			2015-16
	2016-17		
(i) Lease Rent	129 68 16 356	111 26 57 901	
(ii) Fuel	9 40 75 614	10 74 01 846	
(iii) Professional fees	-	58 00 653	
(iv) Subscription	1 84 87 726	58 02 357	
(v) Maintenance charges including spares	88 10 38 360	117 68 97 310	
(vi) Other Charges (includes Insurance)	96 64 037	9 09 719	
Total	<u><u>230 00 82 093</u></u>	<u><u>240 94 69 786</u></u>	

Notes on financial statements for the period ended 31st March, 2017

23 The previous year's figures have been reworked, regrouped and reclassified wherever necessary and are to be read in relation to the amounts and other disclosures relating to the current year.

24 The Company is mainly engaged in 'Air Transportation of Passengers' in and outside India. All the activities of the Company revolve around this main business. Accordingly, the Company has only one identifiable segment reportable under Accounting Standard 17 "Segment Reporting".

25 Earnings per share (EPS)

	2016-17	2015-16
(i) Net profit/ (loss) after tax as per Profit and Loss Statement (₹)	52 06 789	21 12 687
(ii) Weighted average number of equity shares used as denominator for calculating EPS	1 50 00 000	1 50 00 000
(iii) Basic and diluted earnings/ (loss) per share of face value of ₹ 10 each (In ₹)	0.35	.14

26 Value of Stores and packing materials consumed:

	(Amount in ₹)	2016-17 % of Consumption	(Amount in ₹)	(Amount in ₹) 2015-16 % of Consumption
Imported	66 84 61 475	99.86	79 68 99 098	99.87
Indigenous	9 57 088	0.14	10 38 530	0.13
Total	66 94 18 563	100.00	79 79 37 628	100.00

27 Value of Imports on CIF basis in respect of:

	2016-17	(Amount in ₹) 2015-16
Components and Goods (Including Capital goods)	31 92 68 141	56 17 13 428
	<u>31 92 68 141</u>	<u>56 17 13 428</u>

28 Operating Lease

The Company has taken aircrafts on non-cancellable Operating Lease. The future minimum lease payments in respect of non-cancellable period as at 31st March 2016 are as follows:

As at 31st March	2017	(Amount in ₹) 2016
Within one year	170 62 89 588	241 59 31 581
Later than one year and not later than five years	1041 66 18 827	920 66 57 735
Later than five years		266 98 18 106
Total	1212 29 08 414	1429 24 07 422

29 Foreign currency Exposure not hedged by Derivative instruments from trade payables amounts to ₹ NIL (P.Y. ₹ 22,39,91,576 and from Capital advances amounts to ₹1,00,51,75,000(P. Y. ₹ 53,49,04,453)

30 The Income Tax Assessments of the Company have been completed upto Assessment Year 13-14.The additional demand raised on the Company amounts to ₹ NIL.

Notes on financial statements for the period ended 31st March, 2017

31. Details of Contingent Liabilities & Commitments	IND AS As at 31st Mar 2017	IND AS As at 31st Mar 2016
Sr. Particulars No.		
(A) Claims against the company / disputed liabilities not acknowledged as debts		
(a) In respect of joint ventures		
(b) In respect of others	477 71 07 257	448 67 62 051
* this exclude Bank Guarantees issued against the disputed liabilities not acknowledged as debts of ₹ 120,19,18,541 (PY ₹ 100,00,00,000)		
(B) Guarantee		
(i) Guarantees to Banks and Financial Institutions against credit facilities extended to third parties		
(a) In respect of joint ventures		
(b) In respect of others	14 00 59 855	13 79 83 585
(ii) Performance Guarantees		
(a) In respect of joint ventures		
(b) In respect of others		
(iii) Outstanding guarantees furnished to Banks and Financial Institutions including in respect of Letters of Credits		
(a) In respect of joint ventures		
(b) In respect of others		
(C) Other Money for which the company is contingently liable		
(i) Liability in respect of bills discounted with Banks (Including third party bills discounting)		
(a) In respect of joint ventures		
(b) In respect of others		
(A) Estimated amount of contracts remaining to be executed on capital account and not provided for:		
(a) In respect of Joint Ventures		
(b) In respect of others	32 42 50 000	411 60 99 690
(B) Uncalled Liability on Shares and other investments partly paid		
(C) Other commitments		
(a) Sales tax deferral liability assigned		
(b) Guarantee against future cash calls *		

32 DETAILS OF SPECIFIED BANK NOTES (SBN) HELD AND TRANSACTED DURING THE PERIOD 08/11/2016 TO 30/12/2016 IS AS UNDER:

Particulars	SBN's	Other Denomination Notes	Total
Closing Cash in Hand as on 08.11.2016	6,39,000	34,487	6,23,487
(+) Permitted Receipts	-	2,38,000	2,38,000
(-) Permitted Payments	-	2,19,570	2,19,570
(-) Amount Deposited in Banks	6,39,000	-	6,39,000
Closing Cash in Hand as on 30.12.2016	-	-	52,917

Notes on financial statements for the period ended 31st March, 2017

33 As per Accounting Standard 18 'Related Party Disclosures', 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 relationships:**

Sr No	Name of the related party	Relationship
1	Reliance Strategic Investments Limited	Fellow subsidiary company
2	Reliance Petroinvestments Limited	Fellow subsidiary company
3	Reliance Commercial Trading Private Limited	Fellow subsidiary company
4	Reliance Industries Ltd	Ultimate holding company
5	Reliance JIO Infocomm Ltd	Fellow Subsidiary company
6	Shri Sudhir Nayak	Key management Personnel

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

Sr No	Nature of transactions	Fellow subsidiary company	Ultimate holding company	Key Management Personnel	(Amount in ₹) Total
1	Revenue from Operations	48 56 390	410 53 47 655	-	410 53 47 655
		-	(367 95 12 538)	-	(367 95 12 538)
2	Purchases	-	12 36 52 961	-	12 36 52 961
		-	(14 08 51 005)	-	(14 08 51 005)
3	Deposits taken	-	-	-	-
		-	(20 00 00 000)	-	(20 00 00 000)
4	Remuneration to Key Management Personnel	-	-	82 42 926	82 42 926
		-	-	(80 25 000)	(80 25 000)
5	Unsecured Loan Taken /Repaid	-	50 00 00 000	-	50 00 00 000
		-	(50 00 00 000)	-	(50 00 00 000)
Balance as at 31st March, 2017					
6	Share capital	15 00 00 000	-	-	15 00 00 000
		(15 00 00 000)	-	-	(15 00 00 000)
7	Unsecured Loans	200 00 00 000	-	-	200 00 00 000
		(150 00 00 000)	-	-	(150 00 00 000)
8	Long term Liabilities	-	175 00 00 000	-	175 00 00 000
		-	(175 00 00 000)	-	(175 00 00 000)
9	Trade Receivables	-	67 56 64 377	-	67 56 64 377
		-	(24 28 75 775)	-	(24 28 75 775)

34 **Disclosure in respect of major related party transactions:**

- Revenue from Operations includes Reliance Industries Limited ₹ 410,53,47,655 (previous year ₹ 3,67,95,12,538)
- Purchases includes purchase of ATF from Reliance Industries Limited ₹ 12,36,52,961 (previous year ₹14,08,51,005)
- Deposit taken includes Reliance Industries Limited ₹ NIL (previous year ₹ 20,00,00,000)
- Expenditure represents Remuneration paid to Mr Sudhir Nayak amounting to ₹ 82,42,926 (previous year ₹ 80,25,000)
- Unsecured Loans includes Reliance Ventures Ltd ₹ 200,00,00,000 (previous year ₹150,00,00,000)
- Trade Receivables includes Reliance Industries Limited ₹ 67,56,64,377 (previous year ₹ 24,28,75,775)

35 Details of loans given, investment made and guarantee given covered u/s 186(4) of the Companies Act, 2013:

- Loans given or investment made as at 31st March, 2017 is Nil (Previous Year Nil).
- Corporate guarantee given by the Company in respect of Loans as at 31st March, 2017 is Nil (Previous Year Nil).