

Naroda Power Private Limited
Financial Statements
2018-19

INDEPENDENT AUDITOR'S REPORT

To the Members of NARODA POWER PRIVATE LIMITED

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **Naroda Power Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, its Loss including Other Comprehensive Income, its Cash Flows and the Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SA") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Information Other than the Financial Statements and Auditor's Report Thereon

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report, but does not include the financial statements and our auditor's report thereon.
- Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation of these Financial Statements that give a true and fair view of the Financial Position Financial Performance including Other Comprehensive Income, Cash Flows and the Statement Of Changes in Equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India.

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

- c) The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income , the Cash Flow Statement and Statement of Changes in Equity dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act.
- e) On the basis of written representations received from the directors as on March 31 , 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31 , 2019, 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 with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting with reference to these financial statements;
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

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

K.K.Desai
Partner
Membership No.: 100805

Place: Mumbai
Date: April 16, 2019

“ANNEXURE A” TO INDEPENDENT AUDITORS’ REPORT ON THE FINANCIAL STATEMENTS OF NARODA POWER PRIVATE LIMITED

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

- i) As the Company had no Fixed Assets during the year, clause (i) of paragraph 3 of the order is not applicable to the Company.
- ii) As the Company had no Inventories during the year, clause (ii) of paragraph of 3 of the Order is 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 Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- iv) Company has not directly or indirectly advanced loan to the person or given guarantees or securities in connection with the loan taken by persons covered under Section 185 of the Act. The provisions of section 186 of the Act, in respect of investments, loans, guarantee or security given are not applicable to the Company.
- v) According to the information and explanations given to us, the Company has not accepted any deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) To the best of our knowledge and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub section (1) of Section 148 of the Act in respect of the activities undertaken by the Company.
- vii) In respect of Statutory dues :
 - a) According to the records of the Company, undisputed statutory dues including provident fund, employees’ state insurance, income tax, goods and service tax, duty of customs, duty of excise, cess and any other statutory dues have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at March 31, 2019 for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of income tax, goods and service tax , duty of customs, duty of excise, cess on account of any dispute, which have not been deposited.
- viii) In our opinion and according to the information and explanation given to us the Company has not raised loans from financial institutions or banks or government or by issue of debentures and hence clause (viii) of paragraph 3 of the Order is not applicable to the Company.
- ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) and terms loans have been used for the purpose for which it has been raised.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) The Company has not paid any managerial remuneration during the year and hence clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.
- xiii) In our opinion and according to the information and explanations given to us, the Companies transaction with its related parties are in compliance with sections 177 and 188 of the Act and their details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence reporting under clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under section 192 of the Act, hence, reporting under clause (xv) of the paragraph 3 of the Order is not applicable to the Company.

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

For Rajendra & Co.
Chartered Accountants
Registration Number 108355W

K. K. Desai
Partner
Membership No. 100805

Place: Mumbai
Date: April 16, 2019

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE FINANCIAL STATEMENTS OF NARODA POWER PRIVATE LIMITED

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

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

We have audited the Internal Financial Control over financial reporting of **Naroda Power Private Limited** (“the Company”) as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note issued by ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these financial statements 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 with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these financial statements, 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 with reference to these financial statements.

Meaning of Internal Financial Controls Over Financial Reporting With Reference To These Financial Statements

A Company’s internal financial control over financial reporting with reference to these financial statements 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 with reference to these financial statements 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 With Reference To These Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these financial statements, 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 with reference to these financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these financial statements and such internal financial controls over financial reporting with reference to these financial statements were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For Rajendra & Co.

Chartered Accountants
Registration Number 108355W

K. K. Desai

Partner
Membership No. 100805

Place: Mumbai

Date: April 16, 2019

Balance Sheet as at 31st March, 2019

	Notes	As at 31st March, 2019	(Amount ₹) As at 31st March, 2018
ASSETS			
CURRENT ASSETS			
Financial Assets			
Cash and Cash Equivalents	1	-	-
Total Current Assets		-	-
Total Assets		-	-
EQUITY AND LIABILITIES			
EQUITY			
Equity Share capital	2	1 00 000	1 00 000
Other Equity	3	(10 34 038)	(10 23 038)
Total Equity		(9 34 038)	(9 23 038)
LIABILITIES			
Current Liabilities			
Other Current Liabilities	4	9 34 038	9 23 038
Total Current Liabilities		9 34 038	9 23 038
Total Liabilities		9 34 038	9 23 038
Total Equity and Liabilities		-	-
Significant Accounting Policies			
See accompanying Notes to the Financial Statements	1 to 11		

As per our Report of even date

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

K. K. Desai
Partner
Membership No : 100805

Mumbai
Dated : April 16, 2019

For and on behalf of the Board

Jayesh B. Dholakia
Director

Anandkumar M. Parekh
Director

Statement of Profit and Loss for the year ended 31st March, 2019

(Amount ₹)

	Notes	2018-19	2017-18
INCOME			
REVENUE FROM OPERATION			
Total Income		-	-
EXPENSES			
Other Expenses	5	11 000	2 518
Total Expenses		11 000	2 518
Profit / (Loss) Before Tax		(11 000)	(2 518)
Tax Expenses		-	-
Profit / (Loss) for the Year		(11 000)	(2 518)
Other Comprehensive Income		-	-
Total Comprehensive Income for the year		(11 000)	(2 518)
Earnings per equity share of face value of ₹ 10 each			
Basic (in ₹)	6	(0.11)	(0.03)
Diluted (in ₹)	6	(0.11)	(0.03)
Significant Accounting Policies			
See accompanying Notes to the Financial Statements	1 to 11		

As per our Report of even date

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

K. K. Desai
Partner
Membership No : 100805

Mumbai
Dated : April 16, 2019

For and on behalf of the Board

Jayesh B. Dholakia
Director

Anandkumar M. Parekh
Director

Statement of changes in Equity for the year ended 31st March, 2019

A. EQUITY SHARE CAPITAL

(Amount ₹)

Balance as at 1st April, 2017	Change during the year 2017-18	Balance as at 31st March, 2018	Change during the year 2018-19	Balance as at 31st March, 2019
1 00 000	-	1 00 000	-	1 00 000

B. OTHER EQUITY

(Amount ₹)

	Reserves and Surplus	Total
	Retained Earnings	
As at 31st March, 2018		
Balance at beginning of reporting period	(10 20 520)	(10 20 520)
Total Comprehensive Income for the year	(2 518)	(2 518)
Balance at the end of the reporting period	(10 23 038)	(10 23 038)
As at 31st March, 2019		
Balance at beginning of reporting period	(10 23 038)	(10 23 038)
Total Comprehensive Income for the year	(11 000)	(11 000)
Balance at the end of the reporting period	(10 34 038)	(10 34 038)

As per our Report of even date

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

K. K. Desai
Partner
Membership No : 100805

Mumbai
Dated : April 16, 2019

For and on behalf of the Board

Jayesh B. Dholakia
Director

Anandkumar M. Parekh
Director

Cash Flow Statement for the year ended 31st March, 2019

	2018-19	(Amount ₹) 2017-18
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/ (Loss) Before Tax as per Statement of Profit and Loss	(11 000)	(2 518)
Adjusted for :		
	-	-
Operating Loss before Working Capital Changes	(11 000)	(2 518)
Adjusted for :		
Trade and Other Payables	11 000	(97 482)
Cash used in Operations	-	(1 00 000)
Taxes Paid (Net)	-	-
Net Cash Flow used in Operating Activities	-	(1 00 000)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Net Cash Flow used in Investing Activities	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Equity Share Capital	-	1 00 000
Net Cash Flow from Financing Activities	-	1 00 000
Net Increase in Cash and Cash Equivalents	-	-
Opening Balance of Cash and Cash Equivalents	-	-
Closing Balance of Cash and Cash Equivalents (Refer Note 1)	-	-

As per our Report of even date

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

K. K. Desai
Partner
Membership No : 100805

Mumbai
Dated : April 16, 2019

For and on behalf of the Board

Jayesh B. Dholakia
Director

Anandkumar M. Parekh
Director

Notes to the Financial Statements for the year ended 31st March, 2019

A. CORPORATE INFORMATION

Naroda Power Private Limited [CIN : U40108GJ2016PTC093588] is a private limited company incorporated in India. The registered office of the Company is located at 384/2, Near Abhishek Complex, Opp : Amola Chambers, C. G. Road, Ahmedabad - 380009.

B. SIGNIFICANT ACCOUNTING POLICIES

B.1 Basis of Preparation and Presentation

The financial statements have been prepared on the historical cost.

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

Company's financial statements are presented in Indian Rupees (₹), which is also its functional currency.

B.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Provisions

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

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(b) Taxation

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

Current Tax

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

Deferred Tax

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

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

C. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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.

(a) Provisions

The timing of recognition and quantification of the liability require the application of judgement to existing facts and circumstances, which can be subject to change. Since the cash outflows can take place many years in the future, the carrying amounts of provisions and liabilities are reviewed regularly and adjusted to take account of changing facts and circumstances.

Notes to the Financial Statements for the year ended 31st March, 2019

D. STANDARDS ISSUED BUT NOT EFFECTIVE

On March 30, 2019, the Ministry of Corporate Affairs (MCA) has notified Ind AS 116 -Leases and certain amendment to existing Ind AS. These amendments shall be applicable to the Company from April 01, 2019.

a) Issue of Ind AS 116 - Leases

Ind AS 116 will replace the existing leasing standard i.e. Ind AS 17 and related interpretations. Ind AS 116 introduces a single lessee accounting model and requires lessee to recognize assets and liabilities for all leases with non-cancellable period of more than twelve months except for low value assets. Inds AS 116 substantially carries forward the lessor accounting requirement in Ind AS 17.

b) Amendment to Existing Standard

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

- i. Ind AS 101 - First time adoption of Indian Accounting Standards
- ii. Ind AS 103 - Business Combinations
- iii. Ind AS 109 - Financial Instruments
- iv. Ind AS 111 - Joint Arrangements
- v. Ind AS 12 - Income Taxes
- vi. Ind AS 19 - Employee Benefits
- vii. Ind AS 23 - Borrowing Costs
- viii. Ind AS 28 - Investment in Associates and Joint Ventures

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

Notes to the Financial Statements for the year ended 31st March, 2019

	(Amount ₹)	
	As at 31st March, 2019	As at 31st March, 2018
1. CASH AND CASH EQUIVALENTS		
Balances with Bank	-	-
Cash and Cash Equivalents as per Balance Sheet	-	-
Cash and Cash Equivalents as per Cash Flow Statement	-	-

	(Amount ₹)			
	As at 31st March, 2019		As at 31st March, 2018	
	Units	Amount	Units	Amount
2. SHARE CAPITAL				
AUTHORISED SHARE CAPITAL				
Class 'A' Equity Shares of ₹ 1 each	10,000,000	1 00 00 000	10,000,000	1 00 00 000
Class 'B' Equity Shares of ₹ 1 each	50,000,000	5 00 00 000	50,000,000	5 00 00 000
Class 'C' Equity Shares of ₹ 1 each	10,000,000	1 00 00 000	10,000,000	1 00 00 000
		7 00 00 000		7 00 00 000
ISSUED, SUBSCRIBED AND PAID UP				
Class 'A' Equity Shares of ₹ 1 each fully paid up	100,000	1 00 000	100,000	1 00 000
Total		1 00 000		1 00 000

2.1 THE DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES:

Name of the Shareholder	As at 31st March, 2019		As at 31st March, 2018	
	No. of Shares	% held	No. of Shares	% held
Reliance Corporate IT Park Limited	50,000	50.00	50,000	50.00
Jio Information Solutions Limited (Formerly Reliance Textiles Ltd.)	26,000	26.00	26,000	26.00
Reliance Industrial Investments and Holdings Limited	24,000	24.00	24,000	24.00

2.2 THE RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING IS SET OUT BELOW:

Particulars	As at 31st March, 2019	As at 31st March, 2018
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	100,000	1 00 000
Add : Shares issued during the year	-	-
Equity Shares at the end of the year	100,000	100,000

2.3 RIGHTS, PREFERENCES AND RESTRICTIONS ATTACHED TO SHARES:

- a) Class 'A' Equity Shares shall carry rights as to voting but shall not be entitled to rights to dividend and to participate in the surplus assets of the Company, if any;
- b) Class 'B' Equity Shares shall carry rights to dividend and to participate in the surplus assets, if any, but shall not carry rights as to voting at the general meetings save and except voting rights at the court convened meetings and class meetings;
- c) Class 'C' Equity Shares shall carry rights as to voting, dividend and to participate in surplus assets, if any.

Notes to the Financial Statements for the year ended 31st March, 2019

	As at 31st March, 2019	As at 31st March, 2018
3. OTHER EQUITY		
RETAINED EARNINGS		
As per last Balance Sheet	(10 23 038)	(10 20 520)
Profit/(Loss) for the year	(11 000)	(2 518)
	<u>(10 34 038)</u>	<u>(10 23 038)</u>
Total	<u>(10 34 038)</u>	<u>(10 23 038)</u>

	As at 31st March, 2019	As at 31st March, 2018
4. OTHER CURRENT LIABILITIES		
Other Payables ^	9 34 038	9 23 038
Total	<u>9 34 038</u>	<u>9 23 038</u>

^ Includes payable to a body corporate towards company formation expenses.

- 4.1 There are no overdue amounts to Micro, Small and Medium Enterprises as at March 31, 2019 for which disclosure requirements under Micro, Small and Medium Enterprises Development Act, 2006 are applicable.

	2018-19	2017-18
5. OTHER EXPENSES		
ESTABLISHMENT EXPENSES		
General Expenses	-	118
Rates & Taxes	-	2 400
Payment to Auditors	11 000	-
Total	<u>11 000</u>	<u>2 518</u>

	2018-19	2017-18
5.1 PAYMENT TO AUDITORS AS:		
Statutory Audit Fees	11 000	-
Total	<u>11 000</u>	<u>-</u>

	2018-19	2017-18
6. EARNINGS PER SHARE		
Face Value per Equity Share (₹)	1	1
Basic & Diluted Earnings per share (₹)	(0.11)	(0.03)
Net Profit/ (Loss) after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (?)	(11 000)	(2 518)
Weighted Average number of Equity Shares used as denominator for calculating Basic & Diluted EPS	1 00 000	1 00 000

Notes to the Financial Statements for the year ended 31st March, 2019

7. RELATED PARTIES DISCLOSURES

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

i) List of Related Parties where control exists and relationships:

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Ultimate Holding Company
2	Reliance Industrial Investments and Holdings Limited	Holding Company
3	Reliance Corporate IT Park Limited	Fellow Subsidiary Companies
4	Jio Information Solutions Limited (Formerly Reliance Textiles Ltd.)	

ii) Transactions during the year with Related Parties: (Amount ₹)

Sr. No.	Nature of Transactions (Excluding Reimbursements)	Ultimate Holding Company	Holding Company	Fellow Subsidiary Companies	Total
1	Proceeds from Equity Share Capital	-	-	-	-
		-	24 000	76 000	1 00 000
Balances as at 31st March, 2019					
1	Other Current Liabilities	-	9 23 038	-	9 23 038
		-	9 23 038	-	9 23 038

Note : Figures in Italic represents previous year's amount.

iii) Disclosure in Respect of Major Related Party Transactions during the year:

(Amount ₹)

Sr. No.	Particulars	Relationship	2018-19	2017-18
1	Proceeds from Equity Share Capital			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	-	50 000
	Jio Information Solutions Limited	Fellow Subsidiary	-	26 000
	Reliance Industrial Investments and Holdings Limited	Holding Company	-	24 000

8. FINANCIAL INSTRUMENTS

The Company's activities expose it to credit risk and liquidity risk.

Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument will fail to perform or pay amounts due, causing financial loss to the company. It arises from cash and cash equivalents, deposits from financial institutions and principally from credit exposures to customers relating to outstanding receivables.

Liquidity Risk

Liquidity risk is the risk that suitable sources of funding for the Company's business activities may not be available. Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due, so that the company is not forced to obtain funds at higher rates.

Fair Value Measurement

All financial assets and financial liabilities are measured at amortised cost. Consequently, application of fair value accounting and the related disclosure is not applicable.

9. The Company has not commenced its commercial operation as yet and as such there are no separate business/geographical segment as per Ind AS 108- "Operating Segment".

Notes to the Financial Statements for the year ended 31st March, 2019

10. The figures for the corresponding previous year have been regrouped / reclassified wherever necessary, to make them comparable.

11. **APPROVAL OF FINANCIAL STATEMENTS**

The financial statements were approved for issue by the Board of Directors on April 16, 2019.

As per our Report of even date

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

K. K. Desai
Partner
Membership No : 100805

Mumbai
Dated : April 16, 2019

For and on behalf of the Board

Jayesh B. Dholakia
Director

Anandkumar M. Parekh
Director