

**Reliance Universal Traders Private Limited**  
**Financial Statements**  
**2019-20**

# Independent Auditor's Report

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## To the Members of RELIANCE UNIVERSAL TRADERS PRIVATE LIMITED

### Report on the Audit of Financial Statements

#### Opinion

We have audited the accompanying financial statements of **Reliance Universal Traders Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, 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, 2020, its Profit 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 standalone 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.

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

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### **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;

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- e) On the basis of written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, 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 the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 D T S & Associates LLP**

Chartered Accountants

Firm’s Registration No. 142412W/W100595

**Saurabh Pamecha**

Partner

Membership No.: 126551

UDIN : 20126551AAAADA8413

Place : Mumbai

Date : April 21, 2020

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**“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE UNIVERSAL TRADERS 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) In respect of its fixed assets :
  - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
  - c) According to the information and explanations given to us and the title deeds and other records examined by us, we report that the title deeds in respect of all the immovable properties of lands which are freehold and disclosed as fixed assets in the financial statement and buildings are held in the Company’s name or in the Company’s erstwhile name as at the balance sheet date.
- ii) As the Company had no Inventories during the year, clause (ii) of paragraph 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 not directly or indirectly advanced loan to the persons covered under Section 185 of the Act or given guarantees or securities in connection with the loan taken by such persons. Company has not made any investments or given any loan or any guarantee or security in connection with the loan to any person or body corporate covered under section 186 of the Act. Consequently, the requirement of clause (iv) of paragraph 3 of the Order is 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, 2020 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) The Company has not raised any loans from financial institutions or banks or government. Further, no amounts were due for repayment to debenture holders. Therefore, the 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 term loans have been applied for the purpose for which they are raised.
- x) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi) In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- 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.

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- xiii) In our opinion and according to the information and explanations given to us, all transactions with related parties are in compliance with sections 177 and 188 of the Act and their details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
- xiv) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence clause (xiv) of paragraph 3 of the Order is not applicable to the company.
- xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with him and covered under section 192 of the Act. Hence, clause (xv) of the paragraph 3 of the Order is not applicable to the Company.
- xvi) To the best of our knowledge and as explained, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For D T S & Associates LLP**

Chartered Accountants

Firm's Registration No. 142412W/W100595

**Saurabh Pamecha**

Partner

Membership No.: 126551

UDIN : 20126551AAAADA8413

Place : Mumbai

Date : April 21, 2020

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## **ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE FINANCIAL STATEMENTS OF RELIANCE UNIVERSAL TRADERS 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 controls over financial reporting of **Reliance Universal Traders Private Limited** (“the Company”) as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (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, 2020, 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 D T S & Associates LLP**

Chartered Accountants

Firm's Registration No. 142412W/W100595

**Saurabh Pamecha**

Partner

Membership No.: 126551

UDIN : 20126551AAAADA8413

Place : Mumbai

Date : April 21, 2020

## Balance Sheet as at 31st March, 2020

	Notes	As at 31st March, 2020	₹ in Thousand As at 31st March, 2019
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	1	19 23 610	19 15 712
Capital Work-in-Progress	1	9 94 625	4 62 920
Other Non- Current Assets	2	1 68 53 549	1 11 05 109
<b>Total Non-Current assets</b>		<b>1 97 71 784</b>	<b>1 34 83 742</b>
<b>Current Assets</b>			
Financial Assets			
Trade Receivables	3	8 267	10 956
Cash and Cash Equivalents	4	195	533
Current Tax Assets (Net)	5	4 328	826
Other Current Assets	6	2 052	872
<b>Total Current assets</b>		<b>14 842</b>	<b>13 187</b>
<b>Total Assets</b>		<b>1 97 86 626</b>	<b>1 34 96 929</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Equity Share Capital	7	1 00 000	1 00 000
Other Equity	8	1 76 35 087	25 58 658
<b>Total Equity</b>		<b>1 77 35 087</b>	<b>26 58 658</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Financial Liabilities			
Borrowings	9	19 81 122	1 07 62 500
Deferred Tax Liability (Net)	10	25 132	48 971
<b>Total Non-Current Liabilities</b>		<b>20 06 254</b>	<b>1 08 11 471</b>
<b>Current Liabilities</b>			
Other Current Liabilities	11	45 285	26 800
<b>Total Current Liabilities</b>		<b>45 285</b>	<b>26 800</b>
<b>Total Liabilities</b>		<b>20 51 539</b>	<b>1 08 38 271</b>
<b>Total Equity and Liabilities</b>		<b>1 97 86 626</b>	<b>1 34 96 929</b>

Significant Accounting Policies

See accompanying Notes to the Financial Statements

1 to 24

As per our Report of even date

**For D T S & Associates LLP**

Firm Registration No. 142412W/W100595

Chartered Accountants

**Saurabh Pamecha**

Partner

Membership No: 126551

Mumbai

Dated: 21st April 2020

For and on behalf of the Board

**Raman Seshadri**

Director

(DIN: 05244442)

**Gaurav Jain**

Director

(DIN: 02697278)

**C. S. Gokhale**

Director

(DIN: 00012666)

**Harshit Shah**

CFO

(PAN: ECKPS0237P)

**Pramod Bhawalkar**

Director

(DIN: 01114946)

**B. Chandrasekaran**

Director

(DIN: 06670563)

**Rajendra Kumar Khandelwal**

Company Secretary

(ACS: 10384)

**Sanjeev Vijayvargiya**

Manager

(PAN: ABQPV6072N)

## Statement of Profit & Loss for the year ended 31st March, 2020

	Notes	2019-20	₹ in Thousand 2018-19
<b>INCOME</b>			
Income from Services		43 659	42 262
Less: GST Recovered		6 660	6 454
<b>Revenue from Operations</b>	<b>12</b>	<b>36 999</b>	<b>35 808</b>
Other Income	<b>13</b>	21	-
<b>Total Income</b>		<b>37 020</b>	<b>35 808</b>
<b>EXPENSES</b>			
Depreciation and Amortisation Expenses	<b>1</b>	13 027	12 132
Other Expenses	<b>14</b>	19 403	17 469
<b>Total Expenses</b>		<b>32 430</b>	<b>29 601</b>
<b>Profit/(Loss) Before Tax</b>		4 590	6 207
<b>Tax Expenses</b>	<b>5</b>		
Current Tax		-	-
Deferred Tax		(23 839)	(5 693)
<b>Profit For the Year</b>		<b>28 429</b>	<b>11 901</b>
<b>Other Comprehensive Income:</b>			
a) Items that will be reclassified to Statement of Profit & loss		-	-
b) Items that will not be reclassified to Statement of Profit & loss		-	-
<b>Total Other Comprehensive Income for the Year (Net of Tax)</b>		-	-
<b>Total comprehensive income for the year</b>		<b>28 429</b>	<b>11 901</b>
<b>EARNINGS PER EQUITY SHARE OF FACE VALUE OF ₹ 10 EACH</b>			
Basic (in ₹)	<b>15</b>	2.84	1.19
Diluted (in ₹)	<b>15</b>	0.22	0.09
Significant Accounting Policies			
See accompanying Notes to the Financial Statements	<b>1 to 24</b>		

As per our Report of even date

**For D T S & Associates LLP**

Firm Registration No. 142412W/W100595  
Chartered Accountants

**Saurabh Pamecha**

Partner  
Membership No: 126551

Mumbai  
Dated: 21st April 2020

For and on behalf of the Board

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**Rajendra Kumar Khandelwal**  
Company Secretary  
(ACS: 10384)

**Sanjeev Vijayvargiya**  
Manager  
(PAN: ABQPV6072N)

## Statement of Change in Equity for the year ended 31st March, 2020

### A. Equity Share Capital ₹ in Thousand

Balance as at 1st April 2018	Change during the year 2018-19	Balance as at 31st March, 2019	Change during the year 2019-20	Balance as at 31st March, 2020
1 00 000	-	1 00 000	-	1 00 000

### B. Other Equity ₹ in Thousand

Particulars	Reserve and Surplus			Instruments Classified as Equity *	Total
	Retained Earnings	Debenture Redemption Reserve	Securities Premium		
<b>As at 31st March, 2019</b>					
Balance as at 1st April 2018	4 71 714	13 704	14 80 952	5 80 388	25 46 758
Add: Total Comprehensive Income for the year	11 901	-	-	-	11 901
Add: Transfer to / (from) retained earnings	(6 787)	6 787	-	-	-
<b>Balance as at 31st March, 2019</b>	<b>4 76 828</b>	<b>20 490</b>	<b>14 80 952</b>	<b>5 80 388</b>	<b>25 58 658</b>
<b>As at 31st March, 2020</b>					
Balance as at 1st April 2019	4 76 828	20 490	14 80 952	5 80 388	25 58 658
Add: Addition during the year	-	-	1 43 28 000	7 20 000	1 50 48 000
Add: Total Comprehensive Income for the year	28 429	-	-	-	28 429
<b>Balance as at 31st March, 2020</b>	<b>5 05 257</b>	<b>20 490</b>	<b>1 58 08 952</b>	<b>13 00 388</b>	<b>1 76 35 087</b>

\* For further details, refer note 8.

As per our Report of even date

**For D T S & Associates LLP**

Firm Registration No. 142412W/W100595

Chartered Accountants

**Saurabh Pamecha**

Partner

Membership No: 126551

Mumbai

Dated: 21st April 2020

For and on behalf of the Board

**Raman Seshadri**

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Company Secretary

(ACS: 10384)

**Sanjeev Vijayvargiya**

Manager

(PAN: ABQPV6072N)

## Cash Flow Statement for the year ended 31st March, 2020

	2019-20	₹ in Thousand 2018-19
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit / (Loss) before tax as per Statement of Profit and Loss	4 590	6 207
Adjusted for:		
Interest Income	(21)	-
Depreciation / Amortisation and Depletion Expense	13 027	12 132
<b>Operating Profit / (Loss) before Working Capital Changes</b>	<b>17 596</b>	<b>18 339</b>
Adjusted for:		
Trade and Other Receivables	1 509	10 799
Trade and Other Payables	18 486	17 637
<b>Cash Generated from / (used in) Operations</b>	<b>37 591</b>	<b>46 776</b>
Taxes Paid (Net)	(3 502)	(530)
<b>Net Cash flow from / (used in) Operating Activities</b>	<b>34 089</b>	<b>46 246</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant and Equipment	(52 99 835)	(88 89 159)
Interest Income	21	-
Movement in Security Deposits	(4 48 440)	(2 04 258)
<b>Net Cash from / (used in) Investing Activities</b>	<b>(57 48 254)</b>	<b>(90 93 417)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Borrowings	65 17 500	90 75 400
Repayment of Long Term Borrowings	(9 90 538)	(28 000)
Movements in Deposits	(1 43 08 340)	-
Proceeds from issue of Preference Shares (including Premium)	1 50 48 000	-
Interest Paid	(5 52 795)	-
<b>Net Cash Generated from / (used in) Financing Activities</b>	<b>57 13 827</b>	<b>90 47 400</b>
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents</b>	<b>(337)</b>	<b>229</b>
<b>Opening Balance of Cash and Cash Equivalents</b>	<b>533</b>	<b>304</b>
<b>Closing Balance of Cash and Cash Equivalents (Refer Note No. 4)</b>	<b>195</b>	<b>533</b>
<b>CHANGE IN LIABILITY ARISING FROM FINANCING ACTIVITIES</b>		

	1st April, 2019	Cash Flows	Other	₹ in thousand 31st March, 2020
Borrowings- Non-current (Note No. 9)	1 07 62 500	55 26 962	(1 43 08 340)	19 81 122
<b>Total</b>	<b>86 40 100</b>	<b>33 73 137</b>	<b>(1 14 97 792)</b>	<b>19 81 122</b>
				₹ in thousand
	1st April, 2018	Cash Flows	Other	31st March, 2019
Borrowings- Non-current (Note No. 9)	17 15 100	90 47 400	-	1 07 62 500
<b>Total</b>	<b>44 83 500</b>	<b>41 56 600</b>	-	<b>1 07 62 500</b>

As per our Report of even date

**For D T S & Associates LLP**

Firm Registration No. 142412W/W100595

Chartered Accountants

**Saurabh Pamecha**

Partner

Membership No: 126551

Mumbai

Dated: 21st April 2020

For and on behalf of the Board

**Raman Seshadri**

Director

(DIN: 05244442)

**Gaurav Jain**

Director

(DIN: 02697278)

**C. S. Gokhale**

Director

(DIN: 00012666)

**Harshit Shah**

CFO

(PAN: ECKPS0237P)

**Pramod Bhawalkar**

Director

(DIN: 01114946)

**B. Chandrasekaran**

Director

(DIN: 06670563)

**Rajendra Kumar Khandelwal**

Company Secretary

(ACS: 10384)

**Sanjeev Vijayvargiya**

Manager

(PAN: ABQPV6072N)

## Notes to the Financial Statements for the year ended 31st March, 2020

### A. CORPORATE INFORMATION

Reliance Universal Traders Private Limited [‘the company’] is a public limited company incorporated in India having its registered office and principal place of business at 5th Floor, Court House, Dhobi Talao, Lokmanya Tilak Marg, Mumbai- 400002. The principal activity of the company is business of real estate and development of commercial properties in India.

### B. ACCOUNTING POLICIES

#### B.1 BASIS OF PREPARATION AND PRESENTATION

The Financial Statements have been prepared on the historical cost basis except for certain assets and liabilities which has been measured at fair value as per requirement of IndAS.

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.

With effect from 1st April 2019, Ind AS 116 – “Leases” (Ind AS 116) supersedes Ind AS 17 – “Leases”. The Company has adopted Ind AS 116 using the prospective approach. Company’s Financial Statements are presented in Indian Rupees (₹), which is also its functional currency, and all the values are rounded of to the nearest thousands (‘000), except when otherwise indicated

#### B.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### (a) Current and Non-Current Classification

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it is –

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

##### (b) Property, Plant and Equipment:

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 adjustments arising from exchange rate variations attributable to the assets. In case of land the Company has availed fair value as deemed cost on the date of transition to Ind AS. 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 to the entity and the cost can be measured reliably.

Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Capital Work-in-Progress.

Depreciation on Property, Plant and Equipment is provided using straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except for premium paid on Leasehold Land which

## Notes to the Financial Statements for the year ended 31st March, 2020

is amortised over the period of the lease. The residual values, useful lives and methods of depreciation of Property, Plant and Equipment are reviewed at each Financial year end and adjusted prospectively, if appropriate.

Gains or losses arising from derecognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

### (c) Leases

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases. For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

The Company, as a lessee, recognizes a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

For short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the lease term.

### (d) Intangible Assets

Intangible Assets are stated at cost of acquisition. Intangible Assets are annually tested for impairment

### (e) Cash and Cash Equivalent

Cash and cash equivalents comprise of cash on hand and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value

### (f) Finance Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

### (g) Impairment of non-Financial assets - property, plant and equipment and intangible assets :

The Company assesses at each reporting date as to whether there is any indication that any Property, Plant and Equipment and Intangible Assets or group of Assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

### (h) 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.

## Notes to the Financial Statements for the year ended 31st March, 2020

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.

### (i) Tax Expenses

The tax expense for the period comprises of current tax and deferred income tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income. In which case, the tax is also recognised in Other Comprehensive Income.

#### - Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax 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 assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilized

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.

### (j) Foreign Currencies transactions and translation

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e. translation differences on items whose fair value gain or loss is recognised in Other Comprehensive Income or Statement of Profit and Loss are also recognised in Other Comprehensive Income or Statement of Profit and Loss, respectively).

In case of an asset, expense or income where an advance is paid/received, the date of transaction is the date on which the advance was initially recognized. If there were multiple payments or receipts in advance, multiple dates of transactions are determined for each payment or receipt of advance consideration.

### (k) Revenue recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangement, because it typically controls the goods or services before transferring them to the customer.

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when the it becomes unconditional. Generally, the credit period varies between 0-60 days from the shipment or delivery of goods or services as the case may be.

## Notes to the Financial Statements for the year ended 31st March, 2020

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting period

### Interest income

Interest income from a Financial asset is recognised using effective interest rate method.

### Dividends

Dividend Income is recognised when the Company's right to receive the amount has been established.

## (I) Financial Instruments

### i) Financial Assets

#### A. Initial recognition and measurement:

All Financial Assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

#### B. Subsequent measurement

##### a) Financial Assets measured at Amortised Cost (AC)

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

##### b) Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

##### c) Financial Assets measured at Fair Value Through Profit or Loss (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

#### C. Investment in Associates

The Company has accounted for its investments in subsidiaries, associates and joint venture at cost at cost less impairment loss (if any).

#### D. Other Equity Investments

All other equity investments are measured at fair value, with value changes recognized in Statement of Profit and Loss, except for those equity investments for which the Company has elected to present the value changes in 'Other Comprehensive Income'. However, dividend on such equity investments are recognised in Statement of Profit and loss when the company's right to receive payment is established.

#### E. Impairment of Financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).

Expected credit losses are measured through a loss allowance at an amount equal to:

- (a) The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

## Notes to the Financial Statements for the year ended 31st March, 2020

- (b) Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

### ii) Financial liabilities

#### A. Initial recognition and measurement:

All Financial Liabilities are recognised at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

#### B. Subsequent measurement:

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

### iii) Derecognition of Financial Instruments

The Company derecognises a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for derecognition under Ind AS 109. A Financial liability (or a part of a Financial liability) is derecognised from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

### iv) Offsetting

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

### (m) Non-current Assets Held for Sale

Non-current Assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable.

A sale considered as highly probable when decision has been made to sell, assets are available for immediate sale in its present condition, assets are being actively marketed and sale has been agreed or is expected to be concluded within 12 months of the date of classification.

### (n) Earnings per share

Basic earnings per share is calculated by dividing the net profit after tax by weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date

### 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 next financial years.

## Notes to the Financial Statements for the year ended 31st March, 2020

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**(a) PROPERTY PLANT AND EQUIPMENT / INTANGIBLE ASSETS**

Property, Plant and Equipment / Intangible Assets are depreciated / amortised over their estimated useful lives, after taking into account estimated residual value. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation / amortisation 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 / amortisation for future periods is revised if there are significant changes from previous estimates.

**(b) RECOVERABILITY OF TRADE RECEIVABLES**

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.

**(c) PROVISIONS**

Provisions and liabilities are recognised in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

**(d) IMPAIRMENT OF NON-FINANCIAL ASSETS**

The Company assesses at each reporting date as to whether there is any indication that any Property, Plant and Equipment and Intangible Assets or group of Assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs

An impairment loss is recognised in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount

**(e) IMPAIRMENT OF FINANCIAL ASSETS**

The impairment provisions for Financial Assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward-looking estimates at the end of each reporting period.

**(f) RECOGNITION OF DEFERRED TAX ASSETS AND LIABILITIES**

Deferred tax assets and liabilities are recognised for deductible temporary differences and unused tax losses for which there is probability of utilisation against the future taxable profit. The Company uses judgement to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits and business developments.

**(g) FAIR VALUE MEASUREMENT**

For estimates relating to fair value of financial instruments refer note 22 of financial statements

## Notes to the Financial Statements for the year ended 31st March, 2020

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### **B.3 ESTIMATION UNCERTAINTY RELATING TO THE GLOBAL HEALTH PANDEMIC ON COVID 19**

The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In many countries, businesses are being forced to cease or limit their operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown.

In assessing the recoverability of Company's assets such as Investments, Loans, intangible assets, Goodwill, Trade receivable etc. the Company has considered internal and external information. The company has performed sensitivity analysis on the assumptions used basis the internal and external information / indicators of future economic conditions, the Company expects to recover the carrying amount of the assets.

## Notes to the Financial Statements for the year ended 31st March, 2020

### 1 Property, Plant and Equipment and Capital Work-in-Progress

(₹ in Thousand)

Description	Gross Block			Depreciation/ Amortisation				Net Block		
	As at 01-04-2019	Additions/ Adjust- ments	Deductions/ Adjust- ments	As at 31-03-2020	As at 01-04-2019	For the year	Deductions/ Adjust- ments	As at 31-03-2020	As at 31-03-2020	As at 31-03-2019
<b>Property, Plant and Equipment</b>										
<b>Own Assets:</b>										
Freehold Land	14 72 958	-	-	14 72 958	-	-	-	-	14 72 958	14,72,958
Building	4 13 081	20,878	-	4 33 959	30,681	6 945	-	37 626	3 96 333	3,82,400
Plant & Machinery	865	-	-	865	130	144	-	274	591	735
Electrical Instal- lations	43 145	46	-	43 191	3,923	4 316	-	8 239	34 952	39,222
Equipment	17 008	-	-	17 008	1,038	1 134	-	2 172	14 837	15,970
Furniture & Fixtures	4 874	-	-	4 874	447	488	-	935	3 939	4,426
<b>Total (A)</b>	<b>19 51 931</b>	<b>20 924</b>	<b>-</b>	<b>19 72 855</b>	<b>36 219</b>	<b>13 027</b>	<b>-</b>	<b>49 246</b>	<b>19 23 610</b>	<b>19 15 712</b>
<i>Previous Year</i>	<i>16 83 289</i>	<i>2 68 641</i>	<i>-</i>	<i>19 51 931</i>	<i>24 086</i>	<i>12 132</i>	<i>-</i>	<i>36 219</i>	<i>19 15 712</i>	
<b>Capital Work-in-Progress *</b>									<b>9 94 625</b>	<b>4 62 920</b>

\* Capital Work-in-Progress includes Capital Goods Inventory ₹ 19 thousand (Previous Year ₹ Nil).

\* Capital Work-in-Progress includes ₹ 9 83 393 thousand (Previous Year ₹ 4 30 599 thousand) on account of Project Development Expenditure.

## Notes to the Financial Statements for the year ended 31st March, 2020

	As at 31st March, 2020	(₹ in Thousand) As at 31st March, 2019
<b>2 OTHER NON-CURRENT ASSETS (Unsecured and Considered good)</b>		
Capital Advances	1 61 64 000	1 08 64 000
Security Deposits	6 89 549	2 41 109
<b>Total</b>	<b>1 68 53 549</b>	<b>1 11 05 109</b>
	As at 31st March, 2020	(₹ in Thousand) As at 31st March, 2019
<b>3 TRADE RECEIVABLES (Unsecured and Considered good)</b>		
Receivable from Related Parties	8 213	10 956
Other Trade Receivables (Refer Note 18)	54	-
<b>Total</b>	<b>8 267</b>	<b>10 956</b>
	As at 31st March, 2020	(₹ in Thousand) As at 31st March, 2019
<b>4 CASH AND CASH EQUIVALENTS</b>		
Balances with Bank	195	533
<b>Cash and Cash Equivalents as per Balance Sheet</b>	<b>195</b>	<b>533</b>
<b>Cash and Cash Equivalents as per Cash Flow Statement</b>	<b>195</b>	<b>533</b>
	Year ended 31st March, 2020	(₹ in Thousand) Year ended 31st March, 2019
<b>5 TAXATION</b>		
a) <b>Income tax recognised in Statement of Profit &amp; Loss</b>		
<b>Current Tax</b>	-	-
In respect of the current year	-	-
In respect of earlier years	-	-
<b>Deferred Tax</b>		
In respect of the current year	(23 839)	(5 693)
<b>Total Income Tax expenses recognised in the current year</b>	<b>(23 839)</b>	<b>(5 693)</b>

## Notes to the Financial Statements for the year ended 31st March, 2020

The income tax expenses for the year can be reconciled to the accounting profit as follows:

	Year ended 31st March, 2020	Year ended 31st March, 2019
Profit before tax	4 590	6 207
Applicable Tax Rate	25.17%	25.75%
Computed Tax Expense	1 155	1 598
<b>Tax Effect of:</b>		
Others	(1 155)	(1 598)
<b>Current Tax Provision (A)</b>	<u>-</u>	<u>-</u>
Incremental Deferred Tax Liability on account of Tangible and Intangible Assets		
Incremental Deferred Tax Asset on account of Financial Assets and Other Items	(23 839)	(5 693)
<b>Deferred tax Provision (B)</b>	<u>(23 839)</u>	<u>(5 693)</u>
<b>Tax Expenses recognised in Statement of Profit &amp; Loss (A + B)</b>	<u>(23 839)</u>	<u>(5 693)</u>
Effective Tax Rate	0%	0%
	As at	(₹ in Thousand) As at
	31st March, 2020	31st March, 2019
<b>b) Advance Income Tax (Net of Provision)</b>		
At start of year	826	296
Charge for the year - Current Tax	-	-
Tax paid (Net) during the year	3 502	530
At end of year	<u>4 328</u>	<u>826</u>
	As at	(₹ in Thousand) As at
	31st March, 2020	31st March, 2019
<b>6 OTHER CURRENT ASSETS (Unsecured and Considered good)</b>		
Balance with Customs, Central Excise Authorities	1 977	840
Others	75	32
<b>Total</b>	<u>2 052</u>	<u>872</u>

## Notes to the Financial Statements for the year ended 31st March, 2020

	As at 31st March, 2020		(₹ in Thousand) As at 31st March, 2019	
	Units	Amount	Units	Amount
<b>7 SHARE CAPITAL</b>				
<b>Authorised Share Capital</b>				
Class A Equity Shares of ₹ 10 each	1 00 00 000	1 00 000	1 00 00 000	1 00 000
Class B Equity Shares of ₹ 10 each	1 50 000	1 500	1 50 000	1 500
Preference Shares of ₹ 10 each	9 00 00 000	9 00 000	1 98 50 000	1 98 500
		<b>10 01 500</b>		<b>3 00 000</b>
<b>Issued, Subscribed and Paid-Up</b>				
Class A Equity Shares of ₹ 10 each fully paid up	1 00 00 000	1 00 000	1 00 00 000	1 00 000
<b>Total Paid up Capital</b>	<b>1 00 00 000</b>	<b>1 00 000</b>	<b>1 00 00 000</b>	<b>1 00 000</b>
<b>TOTAL</b>		<b>1 00 000</b>		<b>1 00 000</b>

The reconciliation of the number of outstanding shares is set out below:

	As at 31st March, 2020	As at 31st March, 2019
Equity Shares	No. of Shares	No. of Shares
Shares outstanding at the beginning of the year	1 00 00 000	1 00 00 000
Add: Shares Issued during the year	-	-
Shares outstanding at the end of the year	<b>1 00 00 000</b>	<b>1 00 00 000</b>

The details of shareholder holding more than 5% shares:

Name of the Shareholder	As at 31st March, 2020		As at 31st March, 2019	
	No. of Shares	% held	No. of Shares	% held
<b>Equity Shares</b>				
Reliance 4IR Realty Development Limited*	1 00 00 000	100.00	-	-
Reliance Industrial Investments and Holdings Ltd.	-	-	1 00 00 000	100.00
	<b>1 00 00 000</b>	<b>100.00</b>	<b>1 00 00 000</b>	<b>100.00</b>

- 7.1 The Equity Shareholder is eligible for one vote per share held. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting, except in case of interim dividend. In the event of liquidation, the Equity Shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.
- 7.2 Of the above Class A Equity Shares 1 00 00 000 (Previous year 1 00 00 000) are held by Reliance 4IR Realty Development Limited (previous year held by Reliance Industrial Investments and Holdings Limited), the Holding Company.
- 7.3 The Preference Shares shall carry a preferential right over the Equity Shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding-up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting.

\* The National Company Law Tribunal, Ahmedabad, vide order dated 5th September, 2019 approved a Composite Scheme of Arrangement (“Scheme”) between Reliance 4IR Realty Development Limited (“R4IR”) and Reliance Industrial Investments and Holdings Limited (“RIIHL”) and other companies, which inter alia, provided for transfer of Real Estate undertaking (“the demerged undertaking”) from RIIHL to R4IR from the appointed date i.e. 1st September, 2019.

## Notes to the Financial Statements for the year ended 31st March, 2020

8 OTHER EQUITY	As at 31st March, 2020	As at 31st March, 2019	(₹ in Thousand)
<b>Retained Earnings</b>			
As per Last Balance Sheet	4 76 828	4 71 714	
Add: Profit for the year	28 429	11 901	
Add: Transfer to Debenture Redemption Reserve	-	(6 787)	
	<u>5 05 257</u>	<u>4 76 828</u>	
<b>Debenture Redemption Reserve</b>			
As per Last Balance Sheet	20 490	13 704	
Add: Transfer from Retained Earnings	-	6 787	
	<u>20 490</u>	<u>20 490</u>	
<b>Securities Premium</b>			
As per Last Balance Sheet	14 80 952	14 80 952	
Add: Taken during the year	1 43 28 000	-	
	<u>1 58 08 952</u>	<u>14 80 952</u>	
<b>Instruments Classified as Equity</b>			
As per Last Balance Sheet	5 80 388	5 80 388	
Add: Addition during the year	7 20 000	-	
	<u>13 00 388</u>	<u>5 80 388</u>	
<b>Total</b>	<u><u>1 76 35 087</u></u>	<u><u>25 58 658</u></u>	

- 8.1 1 24 800 fully paid Preference Shares (Previous year 1 24 800) 10% Non Cumulative Optionally Convertible Redeemable Preference Shares of ₹ 10 each held by Reliance Industries Limited, the Ultimate Holding Company. These Preference Shares shall carry a preferential right over the Equity Shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding-up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. The Company (issuer) & Preference-holder will have an option for early conversion at any time after allotment of the Preference Shares by giving one month notice to the Company. The Preference Shares shall, unless converted, be redeemable at the end of 20 year from the date of allotment i.e. 13th March, 2009 or earlier as may be decided by the Company. Each Preference Share may, at the option of the holder and the Company, be converted into 500 (five hundred) Class B Equity Shares at any time from the date of its allotment upto the date of redemption. The Original Allottee, i.e. Reliance Industries Limited has the right to hold all the immovable properties for the time being of the Company.

## Notes to the Financial Statements for the year ended 31st March, 2020

### The reconciliation of the number of outstanding shares is set out below:

	As at 31st March, 2020 No. of Shares	As at 31st March, 2019 No. of Shares
Shares outstanding at the beginning of the year	1 24 800	1 24 800
Add: Shares Issued during the year	-	-
Shares outstanding at the end of the year	<u>1 24 800</u>	<u>1 24 800</u>

- 8.2 1 71 64 000 fully paid Preference Shares (Previous year 1 71 64 000) 9% Non Cumulative Optionally Convertible Redeemable Preference Shares of ₹ 10 each held by Reliance Industries Limited, the Ultimate Holding Company. Each OCPS shall either be redeemed at ₹ 60 or converted in to 1 (one) Equity Share of Rs. 10 each at any time at the option of the Company, but not later than 10 years from the date of allotment of OCPS. The OCPS will carry a preferential right vis-à-vis Equity Shares of the Company with respect to payment of dividend and repayment of capital during winding-up. The OCPS shall be non-participating in the surplus funds and shall also be non-participating in surplus assets and profits on winding-up, which may remain after the entire capital has been repaid. The OCPS shall carry voting rights as prescribed under the Companies Act, 2013.

### The reconciliation of the number of outstanding shares is set out below:

	As at 31st March, 2020 No. of Shares	As at 31st March, 2019 No. of Shares
Shares outstanding at the beginning of the year	1 71 64 000	1 71 64 000
Add: Shares Issued during the year	-	-
Shares outstanding at the end of the year	<u>1 71 64 000</u>	<u>1 71 64 000</u>

- 8.3 4 07 50 000 fully paid (previous year 4 07 50 000) Zero Coupon Unsecured Optionally Fully Convertible Debentures (OFCD) of ₹ 10 each held by Reliance 4IR Realty Development Limited (previous year held by Reliance Industrial Investments and Holdings Limited). The Company (issuer) & Debenture-holder will have an option for early conversion at any time after allotment of the OFCDs by giving one month notice to the Company. The conversion will be based on higher of book value or face value as at March 31, 2016. The Equity Shares arising out of conversion of the OFCDs will rank pari passu in all respects with the then outstanding Equity Shares of the Company on the date of such conversion, except for dividend, which if declared, shall be paid on pro-rata basis from the date of allotment of such Equity Shares. The Company will settle the outstanding OFCDs on expiry of 15 years. Since the OFCDs are unsecured, no security is required to be created.

- 8.4 7 20 00 000 fully paid 9% Non-cumulative Optionally Convertible Preference Shares (OCPS) of ₹ 10 each issued on 31.03.2020 to Reliance 4IR Realty Development Limited, the Parent Holding Company. Each OCPS shall either be redeemed at Rs. 10 or converted in to 1 (one) Equity Share of Rs. 10 each at any time at the option of the Company, but not later than 10 years from the date of allotment of OCPS. The OCPS will carry a preferential right vis-à-vis Equity Shares of the Company with respect to payment of dividend and repayment of capital during winding-up.

### The reconciliation of the number of outstanding shares is set out below:

	As at 31st March, 2020 No. of Shares	As at 31st March, 2019 No. of Shares
Shares outstanding at the beginning of the year	-	-
Add: Shares Issued during the year	7 20 00 000	-
Shares outstanding at the end of the year	<u>7 20 00 000</u>	<u>-</u>

- 8.5 The Preference Shares shall carry a preferential right over the Equity shares of the Company as regards to payment of dividend and repayment of capital, in the event of winding-up of the Company. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting.

## Notes to the Financial Statements for the year ended 31st March, 2020

	(₹ in Thousand)			
	As at 31st March, 2020		As at 31st March, 2019	
	Non Current	Current	Non Current	Current
<b>9 BORROWINGS</b>				
<b>Unsecured - At Amortised Cost</b>				
Term Loans – from Related Party #	19 81 122	-	1 07 62 500	-
<b>Total</b>	<u>19 81 122</u>	<u>-</u>	<u>1 07 62 500</u>	<u>-</u>

# Represents Interest bearing Loan taken from Holding Company, repayable after 5 years. (Refer Note No.18)

	(₹ in Thousand)	
	As at 31st March, 2020	As at 31st March, 2019
<b>10 DEFERRED TAX LIABILITY</b>		
At the start of the year	48 971	54 664
Charge / (credit) to Statement of Profit and Loss	(23 839)	(5 693)
At the end of the year	<u>25 132</u>	<u>48 971</u>

### Component of Deferred Tax Liabilities:

	(₹ in Thousand)		
	As at 31st March, 2019	Charge/(credit) to Statement of Profit and Loss	As at 31st March, 2020
<b>Deferred tax liabilities / (asset) in relation to:</b>			
Property, Plant and Equipment	48 971	(23 839)	25 132
<b>Total</b>	<u>48 971</u>	<u>(23 839)</u>	<u>25 132</u>

	(₹ in Thousand)	
	As at 31st March, 2020	As at 31st March, 2019
<b>11 OTHER CURRENT LIABILITIES</b>		
Creditors for Capital Expenditure	4 146	3 504
Other Payables +	41 140	23 296
<b>Total</b>	<u>45 285</u>	<u>26 800</u>

+ Includes statutory dues

## Notes to the Financial Statements for the year ended 31st March, 2020

	2019-20	(₹ in Thousand) 2018-19
<b>12 REVENUE FROM OPERATIONS</b>		
Income from Services <sup>^</sup>	43 659	42 262
Less: Service Tax / GST Recovered	6 660	6 454
<b>Total</b>	<u>36 999</u>	<u>35 808</u>
<sup>^</sup> Net of GST. Revenue from contract with customers differ from the revenue as per contracted price due to factors such as taxes recovered, discounts, etc.		
<b>13 OTHER INCOME</b>	2019-20	(₹ in Thousand) 2018-19
Interest from Others	21	-
<b>Total</b>	<u>21</u>	<u>-</u>
<b>14 OTHER EXPENSES</b>	2019-20	(₹ in Thousand) 2018-19
<b><u>ESTABLISHMENT EXPENDITURE</u></b>		
Filing Fees	6 696	3
General Expenses	45	-
Advertisement Expenses	-	28
Sitting Fees - Directors	650	645
Professional Fees *	6 846	11 167
Security Expenses	2 004	2 313
Rates and Taxes	3 062	3 213
<u>Payment to Auditors</u>		
Audit Fees	<u>100</u>	<u>100</u>
<b>Total</b>	<u>19 403</u>	<u>17 469</u>
* Professional Fees include payment to Key Managerial Personnel ₹ 5 682 thousand (Previous Year ₹ 10 594 thousand)		
<b>15 EARNINGS PER SHARE</b>	2019-20	2018-19
<b>Face Value per Equity Share (₹)</b>	10	10
<b>Basic Earnings per Share (₹)</b>	2.84	1.19
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in thousands)	28 429	11 901
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	1 00 00 000	1 00 00 000
<b>Diluted Earnings per Share (₹)</b>	0.22	0.09
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ in thousands)	28 429	11 901
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	13 05 11 260	13 03 14 000
<b>Reconciliation of weighted average number of shares outstanding</b>		
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	1 00 00 000	1 00 00 000
Total Weighted Average Potential Equity Shares	12 05 11 260	12 03 14 000
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	13 05 11 260	13 03 14 000

- 16** The Previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

## Notes to the Financial Statements for the year ended 31st March, 2020

### 17 SEGMENT REPORTING

The Company is primarily engaged in the business of real estate and development of commercial properties in India. All the activities of the Company revolve around this main business. Accordingly, the Company has only one identifiable segment reportable under Ind AS-108 "Operating Reporting". The Board (the 'Chief Operating Decision Maker' as defined in Ind AS 108 'Operating Segments'), who is responsible for allocating resources and assessing performance obtains financial information.

Revenue from two Customer contributed 10% or more to the Company's revenue for 2019-20 and one Customer contributed 10% or more to the Company's revenue for 2018-19.

### 18 RELATED PARTY

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

List of related parties where control exists and related parties with whom transactions have taken place 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 (till 13.09.2019)
3	Reliance 4IR Realty Development Limited	Holding Company (w.e.f. 13.09.2019)
4	Reliance Jio Infocomm Limited	Fellow Subsidiary Company
5	Reliance Corporate IT Park Limited	Fellow Subsidiary Company
6	Reliance Projects and Property Management Services Limited (formerly known as Reliance Digital Platform and Project Services Limited)	Fellow Subsidiary Company
7	Rajendra Kumar Khandelwal	Key Managerial Personnel
8	Harshit Anil Shah	
9	Sanjeev Vijayvargia	

#### ii) Transactions during the year with related parties: (₹ in Thousand)

Sr. No.	Nature of Transaction (Excluding Reimbursements)	Ultimate Holding Company	Holding Company	Fellow Subsidiary Companies	KMP	Total
1	Loans Taken / (Repaid)	-	55 26 962	-	-	55 26 962
		-	<i>90 47 400</i>	-	-	<i>90 47 400</i>
2	Preference Share Capital	-	1 50 48 000	-	-	1 50 48 000
		-	-	-	-	-
3	Purchase of Fixed Assets	-	5 52 794	-	-	5 52 794
		-	<i>3 78 734</i>	-	-	<i>3 78 734</i>
4	Professional Fees	201	-	-	5 682	5 883
		<i>201</i>	-	-	<i>10 594</i>	<i>10 795</i>
5	Sale of Services	-	-	36 879	-	36 879
		-	-	<i>35 808</i>	-	<i>35 808</i>
<b>Balance as at 31st March, 2020</b>						
1	<b>Equity Share Capital</b>	-	1 00 000	-	-	1 00 000
		-	<i>1 00 000</i>	-	-	<i>1 00 000</i>
2	<b>Preference Share Capital (including premium)</b>	1 67 01 840	-	-	-	1 67 01 840
		<i>16 53 840</i>	-	-	-	<i>16 53 840</i>
3	<b>Loans Taken</b>	-	19 81 122	-	-	19 81 122
		-	<i>1 07 62 500</i>	-	-	<i>1 07 62 500</i>
4	<b>Trade Receivables</b>	-	-	8 213	-	8 213
		-	-	<i>10 956</i>	-	<i>10 956</i>
5	<b>Zero Coupon Unsecured Optionally Fully Convertible Debentures</b>	-	4 07 500	-	-	4 07 500
		-	<i>4 07 500</i>	-	-	<i>4 07 500</i>

**Note:** Figures in Italics represents previous year's amount.

\* Includes reimbursements

## Notes to the Financial Statements for the year ended 31st March, 2020

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

Sr. No.	Particulars	Relationship	₹ in Thousand	
			2019-20	2018-19
1	<b>Loans Taken / (Repaid)</b>			
	Reliance Industrial Investments and Holdings Limited	Holding Company (till 13.09.2019)	50 77 800	90 75 400
	Reliance Industrial Investments and Holdings Limited	Holding Company (till 13.09.2019)	(58 900)	(28 000)
	Reliance 4IR Realty Development Limited	Holding Company (w.e.f. 13.09.2019)	14 39 700	-
	Reliance 4IR Realty Development Limited	Holding Company (w.e.f. 13.09.2019)	(9 31 638)	-
2	<b>Preference Shares Issued during the year</b>			
	Reliance 4IR Realty Development Limited	Holding Company (w.e.f. 13.09.2019)	1 50 48 000	-
3	<b>Deposits Taken / (Repaid)</b>			
	Reliance 4IR Realty Development Limited	Holding Company (w.e.f. 13.09.2019)	7 53 350	-
	Reliance 4IR Realty Development Limited	Holding Company (w.e.f. 13.09.2019)	(1 50 61 690)	-
4	<b>Professional Fees</b>			
	Rajendra Kumar Khandelwal	Key Managerial Personnel	-	5 968
	Harshit Anil Shah	Key Managerial Personnel	1 050	1 081
	Sanjeev Vijayvargia	Key Managerial Personnel	4 632	3 545
	Reliance Industries Limited	Ultimate Holding Company	201	201
5	<b>Purchase of Fixed Assets</b>			
	Reliance Industrial Investments and Holdings Limited	Holding Company (till 13.09.2019)	5 47 404	3 78 734
	Reliance 4IR Realty Development Limited	Holding Company (w.e.f. 13.09.2019)	5 390	-
6	<b>Sale of Services</b>			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	18 930	35 808
	Reliance Projects and Property Management Services Limited (formerly known as Reliance Digital Platform and Project Services Limited)	Fellow Subsidiary	17 949	-

#### Notes:

- The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. The Outstanding Balances assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates. This balances are unsecured and their settlement occurs through banking channel.
- Professional fees towards key managerial personnel are provided by Reliance Corporate IT Park Limited, Reliance Projects and Property Management Services Limited, fellow subsidiary companies and Reliance Industries Limited, ultimate holding company.

## Notes to the Financial Statements for the year ended 31st March, 2020

### 19 LEASE

- a) Lease rental incomes are booked on the basis of agreed terms  
b) Assets are given on lease over a period of 11 months.

		(₹ in Thousand)
	<b>31st March, 2020</b>	<b>31st March, 2019</b>
<b>20 CONTINGENT LIABILITIES AND COMMITMENTS</b>		
<b>Commitments</b>		
Estimated amount of contracts remaining to be executed on capital account and not provided for in respect of others	1 90 933	4 73 696

### 21 CAPITAL MANAGEMENT

The Company manages its capital to ensure that it will continue as going concern while maximising the return to stakeholders. The company manages its capital structure and make adjustment in light of changes in business condition. The overall strategy remains unchanged as compare to last year.

#### 21.1 Gearing Ratio

The Net Gearing Ratio at end of the reporting period was as follows.

		(₹ in Thousand)
	<b>As at</b>	<b>As at</b>
	<b>31st March, 2020</b>	<b>31st March, 2019</b>
Gross Debt	19 81 122	1 07 62 500
Cash and Marketable Securities	195	533
<b>Net debt (A)</b>	<b>19 80 927</b>	<b>1 07 61 967</b>
<b>Total Equity (As per Balance Sheet) (B)</b>	<b>1 77 35 087</b>	<b>26 58 658</b>
<b>Net Gearing Ratio (A/B)</b>	<b>0.11</b>	<b>4.05</b>

Debt is defined as long-term and short-term borrowings as described in note 9.

### 22 Financial Instruments

#### A. Fair Value Measurement Hierarchy

(₹ in Thousand)

Particulars	As at 31st March, 2020				As at 31st March, 2019			
	Carrying Amount	Levels of Input used in			Carrying Amount	Levels of Input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
<b>Financial Assets</b>								
<b>At Amortised Cost</b>								
Trade Receivables	8 267	-	-	-	10 956	-	-	-
Cash and Cash Equivalents	195	-	-	-	533	-	-	-
<b>Financial Liabilities</b>								
<b>At Amortised Cost</b>								
Borrowings	19 81 122	-	-	-	1 07 62 500	-	-	-

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

**Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities; and

**Level 2:** Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3:** Inputs based on unobservable market data.

Fair value of Trade Receivables, Cash and Cash Equivalents and Borrowings are carried at amortised cost as it is not materially different from its carrying cost largely due to short-term maturities of these financial assets and liabilities.

## Notes to the Financial Statements for the year ended 31st March, 2020

### B. Financial Risk Management

The different types of risks the company is exposed to are credit risk and liquidity risk.

#### Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. Credit risk arises from company's activities in investments, dealing in derivatives and receivables from customers. The Company ensure that sales of products are made to customers with appropriate creditworthiness. Investment and other market exposures are managed against counterparty exposure limits. Credit information is regularly shared between businesses and finance function, with a framework in place to quickly identify and respond to cases of credit deterioration.

#### Liquidity Risk

Liquidity risk is the risk that suitable sources of funding for the company's business activities may not be available. Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. Company manages liquidity risk by maintaining adequate reserves and matching maturity profiles of financial assets and financial liabilities.

### 23 Details of Loans given, Investments made and Guarantees given covered under Section 186(4) of Companies Act, 2013:

- i) Loans given ₹ Nil (Previous year ₹ Nil)
- ii) Investments made ₹ Nil (Previous year ₹ Nil)
- iii) Guarantees given by the company in respect of loans ₹ Nil (Previous year ₹ Nil)

### 24 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved for issue by the Board of Directors on 21st April, 2020

As per our Report of even date

#### For D T S & Associates LLP

Firm Registration No. 142412W/W100595  
Chartered Accountants

#### Saurabh Pamecha

Partner  
Membership No: 126551

Mumbai

Dated: 21st April 2020

For and on behalf of the Board

#### Raman Seshadri

Director  
(DIN: 05244442)

#### Gaurav Jain

Director  
(DIN: 02697278)

#### C. S. Gokhale

Director  
(DIN: 00012666)

#### Harshit Shah

CFO  
(PAN: ECKPS0237P)

#### Pramod Bhawalkar

Director  
(DIN: 01114946)

#### B. Chandrasekaran

Director  
(DIN: 06670563)

#### Rajendra Kumar Khandelwal

Company Secretary  
(ACS: 10384)

#### Sanjeev Vijayvargiya

Manager  
(PAN: ABQPV6072N)