

Reliance Strategic Business Ventures Limited
Cash Flow Statement for the year ended 31st March, 2021

	₹ in crores	
	<u>2020-21</u>	<u>2019-20</u>
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before tax as per Profit and Loss Statement	68.46	27.69
Adjusted for :		
Share of (Profit) / Loss of Associates and Joint Ventures	(0.01)	0.00
Interest Income	(518.19)	(267.50)
Net gain on Financial Assets	(10.27)	(64.65)
Loss on Sale of Financial Assets	-	51.14
Dividend Income	-	(0.72)
Finance Costs	459.35	253.00
Operating Profit / (Loss) before Working Capital Changes	(0.66)	(1.04)
Adjusted for :		
Trade and Other Receivables	40.36	(0.08)
Trade and Other Payables	9.93	24.59
Cash Generated from / (used in) Operations	49.63	23.48
Tax Paid / (Net off Refund)	(42.33)	(52.47)
Net Cash flow from / (used in) Operating Activities	7.30	(28.99)
B CASH FLOW FROM INVESTING ACTIVITIES		
Interest Received	533.16	302.71
Dividend Income	-	0.72
Movement in Loans	(3,550.80)	(41.19)
Purchase of Investments	(1,166.92)	(1,940.75)
Sale of Investments	1,806.81	984.71
Share application money paid	-	(33.72)
Net Cash (used in) / from Investing Activities	(2,377.75)	(727.52)
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Equity Share Capital	-	0.01
Proceeds from Preference Share Capital including premium	-	288.05
Proceeds from Debenture including premium	816.80	-
Proceeds from Borrowing - Non-Current	11,989.22	3,432.47
Repayment of Borrowing - Non-Current	(8,409.78)	(561.42)
Repayment of Borrowing - Current	-	(1,573.40)
Interest Paid	(459.35)	(307.58)
Net Cash from / (used in) Financing Activities	3,936.89	1,278.13
Net Increase/ (Decrease) in Cash and Cash Equivalents	1,566.44	521.62
Opening Balance of Cash and Cash Equivalents	4,304.50	-
Opening Balance of Cash and Cash Equivalents on Demerger	-	3,782.88
Closing Balance of Cash and Cash Equivalents	5,870.94	4,304.50
(Refer Note No. 4)		
Change in Liability arising from financing activity		
	<u>2020-21</u>	<u>2019-20</u>
Borrowings - Non Current (Refer Note 12)		
Opening Balance as at beginning	5,350.60	-
Changes On account of Arangement	-	2,479.55
Cash Flow during the period	3,579.44	2,871.05
Foreign Exchange	-	-
Closing Balance at the end of the year	8,930.04	5,350.60
Borrowings - Current		
Opening Balance as at beginning	-	-
Changes On account of Arangement	-	1,573.40
Cash Flow during the period	-	(1,573.40)
Foreign Exchange	-	-
Closing Balance at the end of the year	-	-

As per our Report of even date

For PATHAK H. D. & ASSOCIATES LLP
Firm Registration No : 107783W/W100593
Chartered Accountants

Ashutosh Jethlia
Partner
Membership No: 136007

Mumbai
Dated : 26th April,2021

For and on behalf of the Board

Raj Mullick
Director

Siddharth Shah
Director

Ketan Patil
Chief Financial Officer

Avani Gangapurkar
Company Secretary

Reliance Strategic Business Ventures Limited

Notes to the Financial Statements for the year ended 31st March, 2021

A. CORPORATE INFORMATION

Reliance Strategic Business Ventures Limited ['The Company'] is a limited company incorporated in India having CINU74999GJ2019PLC108789. The registered office of the Company is located at Office-101, Saffron, Nr. Centre Point, Panchwati 5 Rasta, Ambawadi, Ahmedabad - 380006, Gujarat, India. The Principal activities of the Company are trading of goods and holding strategic interests in businesses and providing business support services.

B. SIGNIFICANT ACCOUNTING POLICIES

B.1 Basis of Preparation and Presentation

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

- i) Certain financial assets and liabilities
- ii) Defined benefit plans - plan assets

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.

The Company's financial statements are presented in Indian Rupees (₹), which is also its functional currency and all values are rounded to the nearest crore (₹00,00,000), except when otherwise indicated. Amount in zero (0.00) represents amount below ₹ 50,000.

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) Cash and Cash Equivalents

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits 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.

(c) Finance Costs

Borrowing cost are charged to the Profit and Loss Statement in the period in which they are incurred.

(d) 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 recognized as a finance cost.

Reliance Strategic Business Ventures Limited

Notes to the Financial Statements for the year ended 31st March, 2021

(e) Contingent Liabilities

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made.

(f) Tax Expenses

The tax expenses 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 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.

(g) 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.

Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

(h) Revenue recognition

Revenue from contracts with customers is recognized 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 is generally the principal as it typically controls the goods or services before transferring them to the customer.

Generally, control is transferred upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Revenue from rendering of services is recognized 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 recognised when it becomes unconditional. Consideration are determined based on its most likely amount.

Difference between final settlement price and provisional price is recognised subsequently. The Company does not adjust short-term advances received from the customer for the effects of significant financing component if it is expected at the contract inception that the promised good or service will be transferred to the customer within a period of one year.

Reliance Strategic Business Ventures Limited

Notes to the Financial Statements for the year ended 31st March, 2021

Contract Balances

Trade Receivables

A receivable represents the Company's right to an amount of consideration that is unconditional.

Contract Liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier).

Contract liabilities are recognised as revenue when the Company performs under the contract.

Interest income

Interest Income from a Financial Assets is recognized using effective interest rate method.

Dividend income

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 represent 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. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

C. Investment in subsidiaries, Associates and Joint Ventures

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

D. Other equity instruments

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.

Reliance Strategic Business Ventures Limited

Notes to the Financial Statements for the year ended 31st March, 2021

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:

- 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
- 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 recognized 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 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.

(j) Earnings per share

Basic earnings per share is calculated by dividing the net profit after tax by the 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.

Reliance Strategic Business Ventures Limited

Notes to the Financial Statements for the year ended 31st March, 2021

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

The preparation of the Company's financial statements requires management to make judgment, 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.

a) 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.

b) Provisions:

The timing of recognition and quantification of the liability (including litigations) 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.

c) 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.

In case of non-financial assets Company estimates asset's recoverable amount, which is higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

d) 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.

e) Fair value measurement

For estimates relating to fair value of financial instruments refer note 27.3 of financial statements

f) GLOBAL HEALTH PANDEMIC ON COVID-19

The outbreak of corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company has taken into account the possible impact of COVID-19 in preparation of financial statements, including its assessment of recoverable value of its assets based on internal and external information upto the date of approval of these financial statements and current indicators of future economic conditions.

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

1 Investments - Non-Current	Units	As at		₹ in crores	
		31st March, 2021	Amount	Units	31st March, 2020
A) Investments measured at Cost					
In Equity Shares of Subsidiary Companies					
Unquoted, fully paid up					
Reliance Exploration & Production DMCC of AED 1000 each (₹ 1, previous year ₹ 1)	1 76 200	0.00	1 76 200	0.00	
Reliance Innovative Building Solutions Private Limited of ₹ 10 each	6 46 93 950	32.35	6 46 93 950	32.35	
Reliance Jio Messaging Services Private Limited of ₹ 10 each	9 73 28 000	97.33	9 73 28 000	97.33	
Nowfloats Technologies Private Limited of ₹ 10 each	-	-	1 80 735	189.22	
		<u>129.68</u>		<u>318.90</u>	
In Preferred Shares of Subsidiary Companies					
Unquoted, fully paid up					
Series AA Preferred Stock of Skytran, Inc. of USD 0.001 Par Value	30 11 471	23.24	-	-	
Series AAA Preferred Stock of Skytran, Inc. of USD 0.001 Par Value	55 14 355	44.92	-	-	
Series B Preferred Stock of Skytran, Inc. of USD 0.001 Par Value	2 31 01 912	194.13	-	-	
		<u>262.29</u>		<u>-</u>	
In Equity Shares of Associates /Joint Ventures / LLP					
Unquoted, fully paid up					
D.E. Shaw India Securities Private Limited of ₹ 10 each	1 07 00 000	-	1 07 00 000	-	
GenNext Ventures Investments Advisers LLP		0.11		0.10	
		<u>0.11</u>		<u>0.10</u>	
In Preference Shares of Subsidiary companies					
Unquoted, fully paid up					
5% Non Cumulative Compulsorily Convertible Preference Shares of Reliance Exploration & Production DMCC of AED 1000 each	14 90 700	1,726.67	14 90 700	1,726.67	
		<u>1,726.67</u>		<u>1,726.67</u>	
Total (A)		2,118.75		2,045.66	
B) Investments measured at Fair Value through Amortised Cost					
In PTC					
PTC - Master Trust 2019 Series I	2 300	405.19	2 300	1,672.95	
Marigold Trust	799	251.39	799	577.10	
First Business Receivables Trust	875	875.00	875	875.00	
Total (B)		1,531.58		3,125.05	

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

**C) Investments measured at Fair Value
Through Other Comprehensive Income**

In Equity Shares

Quoted, fully paid up

EIH Limited of ₹ 2 each	11 77 60 869	1,094.58	10 59 07 273	696.87
Affinity Energy and Health Limited	1 58 350 *	-	4 52 88 158	1.96
HFCL Limited of ₹ 1 each	4 85 32 764	122.06	4 85 32 764	43.92
		<u>1,216.64</u>		<u>742.75</u>

* Consolidated in the ratio of 286:1

Unquoted, fully paid up

Enercent Technologies Private Limited of ₹ 10 each	21 000	3.15	-	-
		<u>3.15</u>		<u>-</u>

In Preference Shares

Unquoted, fully paid up

6% Non-Cumulative Optionally Convertible Preference Shares of Teesta Retail Private Limited of ₹ 10 each	2 025	465.75	2 025	465.75
Zero Coupon Compulsory Convertible Preference Shares of Pipeline Infrastructure Limited of ₹10 each	400 00 00 000	4,000.00	400 00 00 000	4,000.00
Zero Coupon Redeemable Preference Shares of Pipeline Infrastructure Limited of ₹ 10 each	5 00 00 000	50.00	5 00 00 000	50.00
		<u>4,515.75</u>		<u>4,515.75</u>

In Debentures

Unquoted, fully paid up

Zero Coupon Optionally Fully Convertible Debenture of Reliance Commercial Dealers Limited of ₹ 10 Each	85 78 00 000	857.80	-	-
		<u>857.80</u>		<u>-</u>

In Preferred Shares

Unquoted, fully paid up

Series AA Preferred Stock of Skytran, Inc. of USD 0.001 Par Value	-	-	30 11 471	24.34
Series AAA Preferred Stock of Skytran, Inc. of USD 0.001 Par Value	-	-	18 18 180	14.82
		<u>-</u>		<u>39.16</u>

Total (C)		6,593.34		5,297.66
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Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

**D) Investments measured at Fair Value
Through Profit and Loss
In Equity Shares - Unquoted fully paid up
In Equity Shares - Unquoted partly paid up
In Preference Shares - Unquoted partly paid up
In Venture fund**

GenNext Ventures Fund - Class A units of ₹ 10 each	1 98 58 351	78.08	1 98 38 351	75.82
Multiples Private Equity Fund II LLP of ₹ 1000 each	9 66 872	125.41	9 45 361	137.49
		203.49		213.31
Total (D)		203.49		213.31
Total Investment - Non-Current (A+B+C+D)		10,447.16		10,681.67

Aggregate amount of Quoted Investments	1,216.64	742.75
Market Value of Quoted Investments	1,216.64	742.75
Aggregate amount of Unquoted Investments	9,230.52	9,938.92
Aggregate provision for impairment in value of Investments	-	-

	<u>As at</u> <u>31st March, 2021</u>	₹ in crores <u>As at</u> <u>31st March, 2020</u> <u>Amount</u>
1.1 Category-wise Investment - Non-current		
Financial assets measured at Cost	2,118.75	2,045.66
Financial assets measured at Amortised Cost	1,531.58	3,125.05
Financial assets measured at Fair value Through Other Comprehensive	6,593.34	5,297.66
Financial assets measured at Fair value Through Profit and Loss	203.49	213.31
Total Investment - Non-current	10,447.16	10,681.68

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

	<u>As at</u> <u>31st March, 2021</u>	₹ in crores <u>As at</u> <u>31st March, 2020</u>
2 Loans - Non-Current (Unsecured and considered good)		
Loan to Related Parties (Refer Note no.26)	3,549.82	-
	<u>3,549.82</u>	<u>-</u>
3 Other Non-Current Assets (Unsecured and considered good)		
Advance Income Tax (Net of Provision)	145.74	169.20
	<u>145.74</u>	<u>169.20</u>
Advance Income Tax (Net of Provision)		
At start of the year	169.20	-
Charge for the Year - Current Tax	(20.39)	(3.50)
Others (Provision for Tax on OCI)	(45.40)	120.23
Tax paid / (refund received) during the year	42.33	52.47
At end of the year	<u>145.74</u>	<u>169.20</u>
4 Trade Receivables (Unsecured and considered good)		
Trade Receivables	3.91	3.91
	<u>3.91</u>	<u>3.91</u>
5 Cash and Cash Equivalents		
Balance With Bank	0.78	0.62
Deposits to Others	5,870.16	4,303.88
Cash and cash equivalents as per balance sheet	<u>5,870.94</u>	<u>4,304.50</u>
Cash and cash equivalent as per statement of cash flows	<u>5,870.94</u>	<u>4,304.50</u>

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

	<u>As at</u> <u>31st March, 2021</u>	₹ in crores <u>As at</u> <u>31st March, 2020</u>
6 Loans - Current (Unsecured and Considered Good)		
Loan to Related Parties (Refer note no. 26)	12.13	11.15
Loan to Others	25.00	25.00
	<u>37.13</u>	<u>36.15</u>
7 Other Financial Assets - Current		
Share Application Money	33.72	33.72
Interest receivable	4.71	19.69
	<u>38.43</u>	<u>53.41</u>
8 Taxation		
a) Income Tax recognised in Statement of Profit and Loss		
Current Tax		
In respect of the current year	20.39	3.50
Deferred Tax		
In respect of the current year	(2.57)	14.79
Total income tax expenses recognised in the current year	<u>17.82</u>	<u>18.29</u>
The income tax expenses for the year can be reconciled to the accounting profit as follows:		
	<u>Year ended</u> <u>31st March, 2021</u>	<u>Year ended</u> <u>31st March, 2020</u>
Profit before tax	68.46	27.69
Applicable Tax Rate	25.17%	25.38%
Computed Tax Expense	17.23	7.03
Tax effect of :		
Others	3.16	(3.53)
Current Tax Provision (A)	<u>20.39</u>	<u>3.50</u>
Incremental Deferred Tax Liability on account of Financial Assets and Other Items	(2.57)	3.12
Deferred Tax Provision (B)	<u>(2.57)</u>	<u>3.12</u>
Tax Expenses recognised in Statement of Profit & Loss (A+B)	17.82	6.62
Effective Tax Rate	26.02%	23.93%
9 Other Current Assets (Unsecured and Considered good)		
Balance with Government authorities, etc.	0.56	0.65
Other current asset to related parties (Refer note no. 26)	7.49	7.49
Other recoverables	0.08	40.34
Total	<u>8.13</u>	<u>48.48</u>

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

	Units	As at	Units	As at
		31st March, 2021		31st March, 2020
		Amount		Amount
10 Share Capital				
Authorised Share Capital				
Equity Shares of ₹ 10 each	10 00 10 000	100.01	10 00 10 000	100.01
Preference Shares of ₹ 10 each	1 00 00 000	10.00	1 00 00 000	10.00
		<u>110.01</u>		<u>110.01</u>
Issued, Subscribed and Paid-Up:				
Equity Shares of ₹ 10 each fully paid up	10 00 00 000	100.00	10 00 00 000	100.00
TOTAL		<u>100.00</u>		<u>100.00</u>

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

	As at	As at
	31st March, 2021	31st March, 2020
Equity Shares		
Shares outstanding at the beginning of the year	10 00 00 000	-
Add: Shares subscribed on incorporation	-	10 000
Add: Shares Issued during the year	-	10 00 00 000
Less : Shares reduced as per the scheme	-	10 000
Shares outstanding at the end of the	<u>10 00 00 000</u>	<u>10 00 00 000</u>

The details of shareholder holding more than 5% shares :

Name of Shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares				
Reliance Industries Limited	10 00 00 000	100.00	10 00 00 000	100.00
	<u>10 00 00 000</u>	<u>100.00</u>	<u>10 00 00 000</u>	<u>100.00</u>

- 10.1** The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.
- 10.2** Of the above equity shares 10 00 00 000 are held by Reliance Industries Limited, the Holding Company.
- 10.3** Entire 10,00,00,000 Equity Shares of Rs.10/- each were allotted to Reliance Industries Limited without payment being received in Cash pursuant to the terms of the Composite Scheme of Arrangement sanctioned by the Hon'ble National Company Law Tribunal , Ahmedabad Bench vide its Order dated September 5, 2019.

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

₹ in crores

11 Other Equity	As at		As at	
	31st March, 2021		31st March, 2020	
Capital Reserve				
Opening Balance	1.91		-	
Add: Increase during the year	-		1.91	
		1.91		1.91
Securities Premium				
Opening Balance	10,725.27		-	
Add: Increase during the year	809.37		10,725.27	
		11,534.64		10,725.27
Debenture Redemption Reserve				
Opening Balance	-		-	
Add: Increase during the year	0.40		-	
		0.40		-
Retained Earnings				
Opening Balance	9.39		-	
Add: Profit for the year	50.65		9.39	
Less: DRR Created during the year	(0.40)			
		59.64		9.39
Instruments Classified as Equity				
6% Non Cumulative Optionally Convertible Preference Share				
Opening Balance	2.78		-	
Add: Issued taken during the year	-		2.78	
		2.78		2.78
Zero Coupon Optionally Fully Convertible Debentures				
Opening Balance	-		-	
Add: Issued taken during the year	7.43		-	
		7.43		-
Other Comprehensive Income				
Opening Balance	(932.50)		-	
Add: Total Comprehensive Income for the year	349.68		(932.50)	
		(582.82)		(932.50)
Total		11,023.98		9,806.85

11.1 During the FY 2019-20, 27 75 000 fully paid Preference Shares 6% Non Cumulative Optionally Convertible Redeemable Preference shares of ₹ 10 each issued at a premium of ₹ 1028 each held by Reliance Industries Limited, the Holding Company. Each OCPS shall either be redeemed at ₹ 1038 or converted in to 1 (one) equity share of Rs. 10 each at a premium of ₹ 1028 at any time at the option of the Company, but not later than 20 years from the date of allotment. 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		As at	
	31st March, 2021		31st March, 2020	
	No. of Shares		No. of Shares	
Shares outstanding at the beginning of the year		27 75 000		-
Add: Shares Issued during the year		-		27 75 000
Shares outstanding at the end of the year		27 75 000		27 75 000

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

11.2 During the FY 2020-21, 74 25 454 fully paid Debentures Zero Coupon Optionally Fully Convertible Redeemable Debentures of ₹ 10 each issued at a premium of ₹ 1090 each held by Reliance Industries Limited, the Holding Company. Each OFCD shall either be redeemed at ₹ 1100 or converted in to 1 (one) equity share of Rs. 10 each at a premium of ₹ 1090 at any time at the option of the Company, but not later than 20 years from the date of allotment. The OFCD 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 OFCD 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 OFCD shall carry voting rights as prescribed under the Companies Act, 2013.

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

	<u>As at</u> <u>31st March, 2021</u>	<u>As at</u> <u>31st March, 2020</u>
	No. of Debentures	No. of Debentures
Debentures outstanding at the beginning of the year	-	-
Add: Debentures Issued during the year	<u>74 25 454</u>	<u>-</u>
Debentures outstanding at the end of the year	<u>74 25 454</u>	<u>-</u>
	<u>As at</u> <u>31st March, 2021</u>	₹ in crores <u>As at</u> <u>31st March, 2020</u>
12 Borrowings - Non-Current		
From Related Parties (Refer note no. 26)		
Loan from Holding Company	5,331.31	5,350.60
Loan from Fellow Subsidiary Company	<u>3,598.73</u>	<u>-</u>
Total	<u>8,930.04</u>	<u>5,350.60</u>
	<u>As at</u> <u>31st March, 2021</u>	₹ in crores <u>As at</u> <u>31st March, 2020</u>
13 Deferred Tax Liability (Net)		
At the start of the year	14.79	-
Charge / (credit) to Statement of Profit and Loss	<u>(2.57)</u>	<u>14.79</u>
At the end of the year	<u>12.22</u>	<u>14.79</u>
Component of Deferred Tax Liabilities :		
	<u>As at</u> <u>31st March, 2020</u>	Charge/(Credit) to Statement of Profit and Loss
Deferred tax liabilities in relation to:		<u>As at</u> <u>31st March, 2021</u>
Financial Assets	14.79	(2.57)
Total	<u>14.79</u>	<u>(2.57)</u>
	<u>As at</u> <u>31st March, 2021</u>	₹ in crores <u>As at</u> <u>31st March, 2020</u>
14 Trade Payables		
Micro and Small Enterprises	-	-
Other than Micro and Small Enterprises	<u>0.20</u>	<u>0.21</u>
	<u>0.20</u>	<u>0.21</u>
14.1 There are no amounts outstanding to Micro, Small and Medium Enterprises as at March 31, 2021 and no amount were due during the year for which disclosure requirements under Micro, Small and Medium Enterprises Development Act, 2006 are applicable		
	<u>As at</u> <u>31st March, 2021</u>	₹ in crores <u>As at</u> <u>31st March, 2020</u>
15 Other Current Liabilities		
Interest accrued but not due on borrowings	-	-
Other Payables *	<u>34.82</u>	<u>24.87</u>
Total	<u>34.82</u>	<u>24.87</u>

* Includes statutory liabilities

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

	<u>2020-21</u>	<u>2019-20</u>
		₹ in crores
16 Revenue from Operations		
Sale of Electronic Goods	-	151.26
Sales of Exempted Goods	645.60	184.60
Less : Service Tax / GST Recovered	-	(16.21)
Total^^	<u>645.60</u>	<u>319.65</u>

^^ Net of GST

Revenue from contract with customers differ from the revenue as per contracted price due to factors such as taxes recovered, volume rebate, discounts, hedge etc.

	<u>2020-21</u>	<u>2019-20</u>
		₹ in crores
17 Other Income		
Interest on Financial assets measured at amortised cost		
On Loans / Deposits	267.03	94.17
On investment in PTCs	<u>251.16</u>	<u>173.33</u>
	518.19	267.50
Dividend		
On investments designated at FVTPL	-	0.23
On investments designated at FVOCI	<u>-</u>	<u>0.49</u>
	-	0.72
Gain / (loss) on Financial Assets measured at FVTPL		
Realised Gain / (Loss)	-	(51.14)
Unrealised Gain / (Loss)	<u>(11.44)</u>	<u>64.65</u>
	(11.44)	13.51
Other income from venture fund investment designated at FVTPL	21.71	0.00
Foregin Exchange Gain	0.00	0.71
	<u>528.46</u>	<u>282.44</u>

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

	<u>2020-21</u>	<u>2019-20</u>
		₹ in crores
18 Finance Cost		
Interest expenses	459.35	253.00
	<u>459.35</u>	<u>253.00</u>
19 Other Expenditure		
Rates & Taxes	0.17	0.88
Demat / Custody Fees	-	0.00
Professional Fees *	0.58	0.44
Rent	0.01	0.00
Transport Charges	0.13	0.04
Share of (Profit) / Loss	(0.01)	0.00
Misc Expenses	0.01	0.46
CSR Expenses	0.25	-
Payment to Auditors		
Audit Fees	0.02	0.02
Tax Audit Fees	0.01	0.01
	<u>0.03</u>	<u>0.03</u>
Total	<u>1.17</u>	<u>1.85</u>

* Professional Fees include payment to Key Managerial Personnel **₹ 31 64 762** (PY 2019-20 ₹ 13 23 752)

19.1 Corporate Social Responsibility (CSR):

a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year is ₹ 0.25 crore (Previous Year ₹ Nil)

b) Company spent CSR amount in below areas:-

	<u>2020-21</u>	<u>2019-20</u>
		₹ in crores
Support to Preventive Healthcare Facilities	0.25	-
Total	<u>0.25</u>	<u>-</u>

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

20 EARNINGS PER SHARE (EPS)	2020-21	2019-20
FACE VALUE PER EQUITY SHARE (₹)	10	10
BASIC EARNINGS PER SHARE (₹)	5.06	1.25
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹)	50,64,74,745	9,39,35,348
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	10,00,00,000	7,50,02,570
DILUTED EARNINGS PER SHARE (₹)	4.89	1.25
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹)	50,64,74,745	9,39,35,348
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	10,35,07,374	7,50,12,342
RECONCILIATION OF WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING		
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	10,00,00,000	7,50,02,570
Total Weighted Average Potential Equity Shares	35,07,374	9,772
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	10,35,07,374	7,50,12,342

21 Previous Year was the first year in which the Company got incorporated.

₹ in crores

22 Contingent Liabilities and Commitments	As at	
	31st March, 2021	31st March, 2020
i) Commitments towards LLP investments	0.96	6.60

23 Disclosure under Para 2 of Schedule V of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015

(a) Loans and advances in the nature of loans to Subsidiaries and Associates etc.

₹ in crores

Sr. No.	Name of the Company	Relation	As at 31st March, 2021	Maximum balance during the year
1	Reliance Innovative Building Solutions Limited	Subsidiary	12.13	12.13

Loans and Advances (Loans) shown above are given towards business purpose and in the nature of

i) Loans to above Subsidiary company fall under the category long term interest bearing loans.

24 During the FY 2019-20 The National Company Law Tribunal, Ahmedabad, vide order dated 5th September, 2019 approved a Composite Scheme of arrangement ("Scheme") between the Company and Reliance Industrial Investments and Holdings Limited ("RIIHL") and other companies, which inter alia, provided for transfer of Investment and trading business undertaking by RIIHL from appointed dated 1st September, 2019. The Scheme became effective from 13th September, 2019. As per the Scheme, as on appointed date, all assets and liabilities of the demerged undertakings have being transferred at the respective book values appearing in the books of RIIHL; Company has issued 10,00,00,000 equity shares of face value Rs.10 each at premium of Rs. 1,044 per share to the shareholders of equity shares and preference shares of RIIHL; Share capital of Rs. 0.01 crores held by RIIHL has been cancelled; and the difference between net assets recorded in books and face value and share premium of the equity shares issued and cancelled as above of Rs. 1.91 crores has been credited to capital reserve.

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

25 Segment Reporting

The Company has identified two reportable segments viz. Finance & Investment, Trading and Others. Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting.

Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment.

Segment assets and segment liabilities represent assets and liabilities in respective segments.

i) Primary Segment Information

₹ in crores

Sr. No.	Particulars	Finance & Investment		Trading		Others		Total	
		2020-21	2019-20	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20
1	Segment Revenue								
	External Turnover (including other income)	528.46	282.44	645.60	319.65	-	0	1,174.06	602.09
2	Segment results before Interest and Taxes	69.11	29.44	0.52	0.10	(1.17)	(1.85)	68.47	27.69
	Less: Interest expense	-	-	-	-	-	-	-	-
	Add: Interest Income	-	-	-	-	-	-	-	-
	Less: Exceptional item	-	-	-	-	-	-	-	-
	Profit/(loss) before tax	69.11	29.44	0.52	0.10	(1.17)	(1.85)	68.47	27.69
	Current Tax	-	-	-	-	20.39	3.50	20.39	3.50
	Deferred Tax	-	-	-	-	(2.57)	14.79	(2.57)	14.79
	Net profit/(loss) after tax	69.11	29.44	0.52	0.10	(18.98)	(20.14)	50.65	9.40
3	Other Information								
	Segment Assets	6.00	15,124.21	3.91	3.91	145.74	169.20	155.66	15,297.32
	Segment Liabilities	8,977.08	5,390.26	0.20	0.21	-	-	8,977.28	5,390.47
	Capital Expenditure	-	-	-	-	-	-	-	-
	Depreciation	-	-	-	-	-	-	-	-

i) Secondary Segment Information

(a) Segment Revenue – External Turnover

Within India
 Outside India
 Total

		₹ in crores	
		2020-21	2019-20
		1,173.92	601.77
		0.14	0.32
Total		1,174.06	602.09

(b) Non-Current Assets

Within India
 Outside India
 Total

		12,153.76	9,083.09
		1,988.95	1,767.78
Total		14,142.72	10,850.87

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

26 Related Party

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 related parties with whom transactions have taken place and relationships:

Sr. No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Holding Company
2	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary Company
3	Reliance Strategic Investments Limited	
4	Reliance Projects & Property Managemme Services Limited (Formerly known as Reliance Digital Platform & Product Services Limited)	
5	Reliance Retail Finance Limited	
6	Reliance Commercial Dealers Limited	
7	Jio Platform Limited	
8	Reliance O2C Limited	
9	Reliance Ventures Limited	
10	Reliance Exploration & Production DMCC	
11	Reliance Innovative Building Solutions Private Limited	
12	Reliance Jio Messaging Services Private Limited	
13	Nowfloats Technologies Private Limited (Upto 2nd September,2020)*	
14	SkyTran Inc.* (w.e.f 26th February,2021)	
15	Asteria Aerospace Private Limited (Upto 31st March,2020)*	
16	D E Shaw Securities Private Limited	Joint Venture
17	GenNext Ventures Investments Advisers LLP	LLP
18	Shri Ketan Patil	Key Managerial Personnel (KMP)
19	Shri Manoj Anchlia	
20	Ms Avani Gangapurkar	

* Related party part of the year

ii) Transactions during the year with Related Parties:

₹ in crores

Sr. No.	Nature of Transactions (Excluding Reimbursements)	Holding Company	Fellow Subsidiary Company	Subsidiary Company	Joint Venture	Key Managerial Personnel	Total
1	Loans Taken / (Repaid)	(19.29) 2,871.05	3,598.73 (1,573.40)	- -	- -	- -	3,579.44 1,297.65
2	Finance Costs	417.48 196.30	41.87 56.70	- -	- -	- -	459.35 253.00
3	Issue of Equity Shares at premium	- 10,540.00	- 0.01	- -	- -	- -	- 10,540.01
4	Issue of Preference Shares at premium	- 288.05	- -	- -	- -	- -	- 288.05
5	Issue of OFCD at premium	816.80 -	- -	- -	- -	- -	816.80 -

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

6	Interest Income	-	66.66	0.87	-	-	67.53
		-	-	0.53	-	-	0.53
7	Loans Given / (Repaid)	-	3,549.82	0.98	-	-	3,550.80
		-	-	0.92	-	-	0.92
8	Sale of Investments	-	189.22	-	-	-	189.22
		-	63.12	-	-	-	63.12
9	Rental Expenses	-	-	0.01	-	-	0.01
		-	-	0.00	-	-	0.00
10	Share Application Money Paid	-	-	-	-	-	-
		-	-	33.72	-	-	33.72
11	Professional Fees	-	-	0.32	-	0.32	0.63
		-	-	-	-	0.13	0.13
12	Purchase of Investments	-	857.80	224.89	-	-	1,082.69
		-	-	87.58	-	-	87.58
Balances as at 31st March, 2021							
1	Equity Share Capital (including premium)	10,540.01 <i>10,540.01</i>	-	-	-	-	10,540.01 <i>10,540.01</i>
2	Optionally Convertible Preference Shares (including premium)	288.05 <i>288.05</i>	-	-	-	-	288.05 <i>288.05</i>
3	Optionally Fully Convertible Debenture (including premium)	816.80 -	-	-	-	-	816.80 -
4	Investments	-	857.80	1,856.34	0.11	-	2,714.25
		-	-	2,045.56	-	-	2,045.56
5	Loans Taken	5,331.31 <i>5,350.60</i>	3,598.73	-	-	-	8,930.04 <i>5,350.60</i>
6	Share Application Money	-	-	33.72	-	-	33.72
		-	-	33.72	-	-	33.72
7	Loans Given	-	3,549.82	12.13	-	-	3,561.95
		-	-	11.15	-	-	11.15
8	Other Current Assets	-	-	-	7.49	-	7.49
		-	-	-	7.49	-	7.49

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

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

				₹ in crores	
Sr. No.	Particulars	Relationship	2020-21	2019-20	
1	Loans Taken / (Repaid)				
	Reliance Industries Limited	Holding Company	8,352.54	3,432.47	
	Reliance Industries Limited	Holding Company	(8,371.83)	(561.42)	
	Reliance Retail Finance Limited	Fellow Subsidiary Company	3,636.68	-	
	Reliance Retail Finance Limited	Fellow Subsidiary Company	(37.95)	-	
	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary Company	-	2,517.12	
	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary Company	-	(2,517.12)	
	Reliance Strategic Investments Limited	Fellow Subsidiary Company	-	(244.40)	
	Reliance Ventures Limited	Fellow Subsidiary Company	-	117.95	
	Reliance Ventures Limited	Fellow Subsidiary Company	-	(1,446.95)	
2	Finance Costs				
	Reliance Industries Limited	Holding Company	417.48	196.30	
	Reliance Retail Finance Limited	Fellow Subsidiary Company	41.87	-	
	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary Company	-	34.71	
	Reliance Strategic Investments Limited	Fellow Subsidiary Company	-	1.57	
	Reliance Ventures Limited	Fellow Subsidiary Company	-	20.42	
3	Issue of Equity Shares (including premium)				
	Reliance Industries Limited	Holding Company	-	10,540.00	
	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary Company	-	0.01	
4	Issue of Preference Shares at premium				
	Reliance Industries Limited	Holding Company	-	288.05	
5	Issue of OFCD at premium				
	Reliance Industries Limited	Holding Company	816.80	-	
6	Interest Income				
	Reliance Innovative Building Solutions Private Limited	Subsidiary Company	0.87	0.53	
	Reliance Projects & Property Manageme Services Limited	Fellow Subsidiary Company	66.66	-	
	Reliance O2C Limited	Fellow Subsidiary Company	0.00	-	
7	Loans Given / (Repayment)				
	Reliance Innovative Building Solutions Private Limited	Subsidiary Company	0.98	0.92	
	Reliance Projects & Property Manageme Services Limited	Fellow Subsidiary Company	5,399.82	-	
	Reliance Projects & Property Manageme Services Limited	Fellow Subsidiary Company	(1,850.00)	-	
	Reliance O2C Limited	Fellow Subsidiary Company	0.16	-	
	Reliance O2C Limited	Fellow Subsidiary Company	(0.16)	-	

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

8	Sale of Investments Reliance Retail Ventures Limited	Fellow Subsidiary Company	189.22	63.12
9	Rental Expenses Reliance Industries Limited	Holding Company	0.01	0.00
10	Share Application Money Paid Reliance Exploration & Production DMCC	Subsidiary Company	-	33.72
11	Professional Fees Shri Ketan Patil (CFO) Shri Manoj Anchlia (Manager) Ms Avani Gangapurkar (Company Secretary)	KMP KMP KMP	0.05 0.22 0.05	0.06 0.05 0.03
12	Purchase of Investments Nowfloats Technologies Private Limited Asteria Aerospace Private Limited SkyTran Inc Reliance Commercial Dealers Limited	Subsidiary Company Subsidiary Company Subsidiary Company Fellow Subsidiary Company	- - 224.89 857.80	47.58 40.00 - -
13	Expenditure - Share of Profit/(Loss) GenNext Ventures Investment Advisor LLP	LLP	0.01	(0.00)

27 NON DERIVATIVES FINANCIAL INSTRUMENTS

27.1 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.

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

	As at 31st March, 2021 31st March, 2020	
Gross Debt	8,930.04	5,350.60
Cash and Marketable Securities	5,870.94	4,304.50
Net debt (A)	3,059.10	1,046.10
Total Equity (As per Balance Sheet) (B)	11,123.98	9,906.85
Net Gearing Ratio (A/B)	0.28	0.11

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

27.2 Financial Risk Management

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

The Company's risk management is carried out by the Company as per policies approved by the management. The Company identifies, evaluates and mitigates financial risk in close co-operation with its operation team. The Company's overall risk management programme focuses on unpredictability of financial markets and seeks to minimise potential adverse effects on the Company's financial performance.

A) 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.

B) Credit Risk

Credit risk is the risk that a customer will fail to pay amounts due causing financial loss to the Company. It arises from cash and cash equivalents and principally from credit exposures to customers relating to outstanding receivables.

27.3 Fair Valuation Measurements

₹ in crores

Particulars	As at 31st March, 2021				As at 31st March, 2020			
	Carrying Amount	Level of Input used			Carrying Amount	Level of Input used		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
Financial Assets								
At Amortised Cost								
Cash and Cash Equivalents	5,870.94	-	-	-	4,304.50	-	-	-
Trade Receivables	3.91	-	-	-	3.91	-	-	-
Loans	3,586.95	-	-	-	36.15	-	-	-
Other Financial Assets	38.43	-	-	-	53.41	-	-	-
Investments*	1,531.58	-	-	-	3,125.05	-	-	-
At FVTPL								
Investments	203.49	-	203.49	-	213.31	-	213.31	-
At FVTOCI								
Investments	5,735.55	1,216.64	-	4,518.90	5,297.66	740.79	-	4,556.87
Financial Liabilities								
At Amortised Cost								
Borrowings	8,930.04	-	-	-	5,350.60	-	-	-
Trade Payables	0.20	-	-	-	0.21	-	-	-

* Excludes financial assets measured at cost (Refer Note 1)

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

Reconciliation of fair value measurement of the investment categorised at level 3:

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	At FVTPL	At FVTOCI	At FVTPL	At FVTOCI
Opening Balance	-	4,556.86	-	-
Addition during the year **	-	3.15	-	4,555.10
Sale/Reduction during the year	-	-	-	-
Regrouped during the year	-	(37.39)	-	-
Fair Valuation during the year	-	(1.96)	-	-
Total Gain/(Loss)	-	(1.76)	-	1.76
Closing Balance	-	4,518.90	-	4,556.86
Line item in which gain/loss recognised				
Other Income - realised	-	-	-	-
Other Income - unrealised	-	(1.76)	-	1.76
Fair Valuation Through OCI	-	(1.96)	-	-
	-	(3.72)	-	1.76

** Additions includes on account of demerger of RIIHL.

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;

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

Level 3: Inputs based on unobservable market data.

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

i) **Details of Loans given during the Financial Year 2020-21**

							₹ in crores
Sr. No.	Name of the Entity	Opening balance as on Apr 01, 2020	Conversion into Preference Share	Loans given during the year	Loans repaid during the year	Closing balance as on 31st March, 2021	Purpose for which the loan is proposed to be utilised by the recipient
1	Teesta Retail Private Limited	2,160.60	-	1,808.13	241.85	3,726.88	Business
2	JM Financial Products Limited	25.00	-	-	-	25.00	Business
3	skyTran Inc.	29.54	(39.46)	9.92	-	0.00	Business

Reliance Strategic Business Ventures Limited
Notes to the Financial Statement for the year ended 31st March, 2021

ii) **Investments made during the Financial Year 2020-21**

							₹ in crores
Sr. No.	Name of the Entity	Nature of Investment	Opening balance as on April 01, 2020	Amalgamation Adjustment	Investment made during the year	Investment sold during the year	Closing balance as on 31st March, 2021
1	Master Trust 2019 Series I	PTC	1,672.95	-	-	1,267.76	405.19
2	Marigold Trust	PTC	577.10	-	-	325.71	251.39
3	First Business Receivables Trust	PTC	875.00	-	-	-	875.00
4	EIH Limited	Equity Shares	1,704.05	-	77.05	-	1,781.10
5	Affinity Energy and Health Limited	Equity Shares	1.96	-	-	-	1.96
6	HFCL Limited	Equity Shares	91.24	-	-	-	91.24
7	Enercent Technologies Private Limited	Equity Shares	-	-	3.15	-	3.15
8	Teesta Retail Private Limited	Preference Shares	465.75	-	-	-	465.75
9	Pipeline Infrastructure Limited	Preference Shares	4,000.00	-	-	-	4,000.00
10	Pipeline Infrastructure Limited	Preference Shares	50.00	-	-	-	50.00
11	Skytran, Inc.*	Preferred Shares	37.39	-	30.76	-	-
12	GenNext Ventures Fund - Class A units	Venture Fund	24.75	-	0.02	-	24.77
13	Multiples Private Equity Fund II LLP	Venture Fund	123.91	-	4.01	2.42	125.50

* SkyTran Inc has become subsidiary company w.e.f. February 26, 2021

iii) **Guarantees given and securities provided by the Company in respect of loans ₹ Nil (Previous year ₹ Nil)**

29 Approval of Financial Statements

The financial statements were approved for issue by the Board of Directors on April 26, 2021.

For and on behalf of the Board

As per our Report of even date

For PATHAK H. D. & ASSOCIATES LLP
 Firm Registration No : 107783W/W100593
 Chartered Accountants

Raj Mullick
 Director

Ashutosh Jethlia
 Partner
 Membership No: 136007

Siddharth Shah
 Director

Mumbai
 Dated : 26th April,2021

Ketan Patil
 Chief Financial Officer

Avani Gangapurkar
 Company Secretary