

# **Reliance Gas Pipelines Limited**

## Independent Auditor's Report

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### To the Members of Reliance Gas Pipelines Limited

#### Report on the Financial Statements

We have audited the accompanying financial statements of **Reliance Gas Pipelines Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the 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 we are 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.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

#### Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2016, and its loss and its cash flows for the year ended on that date.

#### 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:

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- 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 and Cash Flow Statement 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2016, 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 and the operating effectiveness of such controls, refer to our separate Report in “Annexure B”.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rules 11 of the Companies (Audit and Auditors) Rules, 2014, 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 material foreseeable losses on long-term contracts including derivative contracts that require provision under any law or accounting standards for which there were any material foreseeable losses.
- iii) There were no amount which required to be transferred to the Investor Education and Protection Fund by the Company.

For **Chaturvedi & Shah**  
Chartered Accountants  
(Firm Registration no. **101720W**)

**Jignesh Mehta**  
Partner  
Membership No.: 102749

Mumbai  
Date: 18<sup>th</sup> April, 2016

## **“Annexure A” to Independent Auditors’ Report**

**“Annexure A” to Independent Auditors’ Report 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) In our opinion and according to the information and explanation given to us, title deeds of immovable properties are held in the name of the company.
- 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 has 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 and has complied with the provisions of section 186 of the Act, in respect of investments, loans, guarantee or security given, as applicable.
- 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, sales tax, service tax, duty of customs, duty of excise, value added tax, 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, 2016 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, sales tax, service tax, duty of customs, duty of excise, value added tax, cess on account of any dispute, which have not been deposited.
- viii) In our opinion and according to the information and explanations given to us, since the repayment of dues to financial institution and bank is not due, the clause (viii) of paragraph 3 of the order is not applicable to the Company.
- ix) The money raised by company from term loans has 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) Company has not paid any managerial remuneration during the year and hence clause (xi) of paragraph 3 of the Order is not applicable to the Company.
- xii) In our opinion company is not a nidhi company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the company.
- xiii) In our opinion and according to the information and explanations given to us, 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.

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- 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 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 **Chaturvedi & Shah**  
Chartered Accountants  
(Firm Registration no. **101720W**)

**Jignesh Mehta**  
Partner  
Membership No.: 102749

Mumbai  
Date: 18<sup>th</sup> April, 2016

## **“Annexure B” to Independent Auditors’ Report**

**“Annexure B” to Independent Auditors’ Report referred to in paragraph 2(f) under the heading “Report on other legal and regulatory requirements” of our report of even date.**

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

We have audited the Internal Financial Control over financial reporting of **Reliance Gas Pipelines Limited** (“the company”) as of 31<sup>st</sup> March, 2016 in conjunction with our audit of the financial statements of the Company for the year then ended.

#### **Management Responsibility for the 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 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 based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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 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 and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company’s internal financial control over financial reporting 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 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**

Because of the inherent limitations of internal financial controls over financial reporting, 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,

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projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2016, 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 issued by the ICAI.

For **Chaturvedi & Shah**  
Chartered Accountants  
(Firm Registration no. **101720W**)

Mumbai  
Date: 18<sup>th</sup> April, 2016

**Jignesh Mehta**  
Partner  
Membership No.: 102749

## Balance Sheet as at 31st March, 2016

	Note	As at 31st March, 2016	As at 31st March, 2015
(In Rupees)			
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share Capital	1	150,00,00,000	150,00,00,000
Reserves and Surplus	2	(1,53,12,586)	(1,48,03,157)
		<b>148,46,87,414</b>	148,51,96,843
<b>Non - Current Liabilities</b>			
Long Term Borrowing	3	1067,65,00,000	398,30,00,000
		<b>1067,65,00,000</b>	398,30,00,000
<b>Current Liabilities</b>			
Other Current Liabilities	4	112,19,11,456	83,75,00,173
Short Term Provisions	5	25,58,973	19,95,291
		<b>112,44,70,429</b>	83,94,95,464
<b>TOTAL</b>		<b>1328,56,57,843</b>	<b>630,76,92,307</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Fixed Assets			
Tangible Assets	6	11,00,57,873	5,83,16,514
Capital Work-in-Progress		1122,39,56,435	514,72,07,095
Long-term Loans and Advances	7	49,06,23,154	41,25,28,800
		<b>1182,46,37,462</b>	561,80,52,409
<b>Current assets</b>			
Current Investments	8	43,99,27,759	23,61,11,390
Cash and Bank Balances	9	4,18,97,171	1,11,26,950
Short-Term Loans and Advances	10	97,88,87,156	44,24,01,558
Other Current Assets	11	3,08,295	-
		<b>146,10,20,381</b>	68,96,39,898
<b>TOTAL</b>		<b>1328,56,57,843</b>	<b>630,76,92,307</b>

Significant Accounting Policies

Notes to the Financial Statement

1 to 20

As per our Report of even date

For **Chaturvedi & Shah**  
Chartered Accountants  
Firm Regn No. - 101720W

**Jignesh Mehta**  
Partner  
Mem. No. - 102749

Mumbai  
April 18, 2016

For and on behalf of the Board

**S Sudhakar**  
Director

**S R Bhardwaj**  
Director

**G K Fulwadya**  
Director

**Vikas Pethe**  
Asst. Company Secretary

**Amit Mehta**  
Director

**C S Gokhale**  
Director

**V R Prekki**  
Director

**EVS Rao**  
Chief Financial Officer



## Statement of Profit and Loss for the year ended 31st March, 2016

	Note	2015-16	(In Rupees) 2014-15
<b>INCOME</b>			
Revenue from operations		-	-
Other Income		-	-
<b>Total Revenue</b>		-	-
<b>EXPENDITURE</b>			
Purchases of stock in trade		-	-
Employee Benefits and Expenses		-	-
Finance Cost		-	-
Depreciation and Amortisation Expenses		-	-
Other Expenses	13	<b>5,09,429</b>	1,47,62,209
<b>Total Expenses</b>		<b>5,09,429</b>	1,47,62,209
<b>Profit / (Loss) before tax</b>		<b>(5,09,429)</b>	(1,47,62,209)
<b>Tax expenses</b>			
Current Tax		-	-
<b>Profit / (Loss) for the Year</b>		<b>(5,09,429)</b>	(1,47,62,209)
<b>Earnings per equity share of Face Value of ₹ 10 Each</b>			
Basic (In ₹)	14	<b>(0.00)</b>	(0.16)
Diluted (In ₹)	14	<b>(0.00)</b>	(0.12)
Significant Accounting Policies			
Notes to the Financial Statement	1 to 20		

As per our Report of even date

**For Chaturvedi & Shah**  
Chartered Accountants  
Firm Regn No. - 101720W

**Jignesh Mehta**  
Partner  
Mem. No. - 102749

Mumbai  
April 18, 2016

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Director

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Director

**G K Fulwadya**  
Director

**Vikas Pethe**  
Asst. Company Secretary

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Director

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Director

**V R Prekki**  
Director

**EVS Rao**  
Chief Financial Officer

## Cash Flow Statement for the year ended 2015-16

	2015-16	2014-15
(In Rupees)		
<b>A: Cash Flow from Operating Activities</b>		
Net Profit/(Loss) before tax as per Statement of Profit & Loss	(5,09,429)	(1,47,62,209)
Adjusted for:		
Trade and Other Receivables	(58,42,81,543)	(44,05,03,801)
Trade and Other Payables	(47,82,669)	2,49,99,288
	<u>(58,90,64,212)</u>	<u>(41,55,04,513)</u>
<b>Cash Generated from Operations</b>	<b>(58,95,73,641)</b>	<b>(43,02,66,722)</b>
Net Taxes (Paid) / Refunds	(64,648)	(30,046)
<b>Net Cash (used in) Operating Activities</b>	<b>(58,96,38,289)</b>	<b>(43,02,96,768)</b>
<b>B: Cash Flow from Investing Activities</b>		
Purchase of fixed assets	(541,60,55,496)	(440,29,19,941)
Purchase of Current Investments	(532,10,27,587)	(192,01,11,390)
Sale of Current Investments	511,72,11,218	168,40,00,000
Investment in Fixed Deposits	(3,32,92,449)	(43,90,500)
<b>Net Cash (used in) Investing Activities</b>	<b>(565,31,64,315)</b>	<b>(464,34,21,831)</b>
<b>C: Cash Flow From Financing Activities</b>		
Proceeds from Issue of Share Capital	-	149,95,00,000
Proceeds from Long Term Borrowings	854,54,00,000	467,35,00,000
Repayment of Long Term Borrowings	(185,19,00,000)	(102,20,00,000)
Net proceeds from Short Term Borrowings	-	-
Interest Paid	(45,32,19,624)	(7,26,74,658)
<b>Net Cash Generated from Financing Activities</b>	<b>624,02,80,376</b>	<b>507,83,25,342</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>(25,22,229)</b>	<b>46,06,744</b>
<b>Opening balance of Cash and Cash equivalents</b>	<b>67,36,450</b>	<b>21,29,706</b>
<b>Closing balance of Cash and Cash equivalents</b>	<b>42,14,222</b>	<b>67,36,450</b>
(Refer Note No. 9)		

As per our Report of even date

For **Chaturvedi & Shah**  
Chartered Accountants  
Firm Regn No. - 101720W

**Jignesh Mehta**  
Partner  
Mem. No. - 102749

Mumbai  
April 18, 2016

For and on behalf of the Board

**S Sudhakar**  
Director

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Director

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Director

**V R Prekki**  
Director

**EVS Rao**  
Chief Financial Officer

## Notes on Financial Statements for the year ended 31st March, 2016

### SIGNIFICANT ACCOUNTING POLICIES

#### A Basis of Preparation of Financial Statements

These financial statements have been prepared to comply with Accounting Principles Generally accepted in India (Indian GAAP), the Accounting Standards notified under the Companies Act, 2013. The financial statements are prepared on accrual basis under the historical cost convention.

#### B Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires judgement, estimates and assumptions to be made that affect the reported amount of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialised.

#### C Fixed Assets

Fixed Assets are stated at cost net of cenvat / value added tax, less accumulated depreciation, amortisation and impairment loss, if any. All costs, including financing costs till commencement of operations, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the fixed assets are capitalised. All the expenditure (net of income earned) related to Project incurred during the construction period till commencement of operations are treated as Project Development Expenditure pending capitalisation, and are included under Capital Work-In-Progress and the same are allocated on all the Fixed Assets of the Project on completion.

#### D Depreciation

Depreciation on fixed assets is provided based on useful life of the assets as per Straight Line Method(SLM) of Depreciation as prescribed in Schedule II to the Companies Act, 2013. Cost of leasehold land is amortised over the period of lease.

#### E Foreign Currency Transactions

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

#### F Investments

Investments that are readily realisable and intended to be held for not more than 12 months from the date of acquisition are classified as current investment.

All other investments are classified as non-current investments. Current investments are carried at the lower of cost and quoted/ fair value, computed category wise. Non Current Investments i.e., Long term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary.

#### G Inventories

Items of inventories are measured at lower of cost or net realisable value after providing for obsolescence if any. Cost of inventories comprises of all cost of purchase, cost of conversion and other cost incurred in bringing the inventory to their present location and condition. Costs are determined on weighted average basis.

#### H Revenue Recognition

Revenue is recognised only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of services, service tax adjusted for discounts (net).

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

## Notes on Financial Statements for the year ended 31st March, 2016

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### **I Employee Benefits**

#### **Short term employee benefits**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services. These benefits include performance incentive and compensated absences.

#### **Post-employment benefits**

##### Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

##### Defined Benefit Plans

The liability in respect of defined benefit plans and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Actuarial gains and losses in respect of post-employment and other long term benefits are charged to the Statement of Profit and Loss.

##### Employee Separation Costs

Compensation to employees who have opted for retirement under the voluntary retirement scheme of the Company is charged to the Profit and Loss Statement in the year of exercise of option by the employee.

### **J Borrowing Costs**

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

### **K Income Taxes**

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

Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

### **L Provision, Contingent Liabilities and Contingent Assets**

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements.

### **M Impairment**

The Company assess at each reporting date as to whether there is any indication that an asset (tangible and intangible) may be impaired. An asset is treated as impaired, when the carrying cost of the asset exceeds its recoverable value. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

An impairment loss is charged to Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

## Notes on Financial Statements for the year ended 31st March, 2016

1	Share Capital	(In Rupees)	
		As at 31st March, 2016	As at 31st March, 2015
	<b>Authorised Share Capital</b>		
	15,00,00,000 Equity Shares of ₹ 10 each (15,00,00,000)	150,00,00,000	150,00,00,000
	<b>TOTAL</b>	<b>150,00,00,000</b>	<b>150,00,00,000</b>
	<b>Issued, Subscribed and Paid up:</b>		
	15,00,00,000 Equity Shares of ₹ 10 each fully paid up (15,00,00,000)	150,00,00,000	150,00,00,000
	<b>TOTAL</b>	<b>150,00,00,000</b>	<b>150,00,00,000</b>
a)	All the above 15,00,00,000 (Previous Year 15,00,00,000) equity shares of ₹ 10 each, fully paid up are held by Reliance Industries Limited, the holding company.		
b)	Reconciliation of Equity shares outstanding at the beginning and at the end of the year		
	<b>Particulars</b>	<b>As at 31st March, 2016</b>	<b>As at 31st March, 2015</b>
	Equity shares at the beginning	15,00,00,000	50,000
	Add: Shares issued during the year	-	14,99,50,000
	Equity shares at the end of the year	15,00,00,000	15,00,00,000
c)	Details of Share holders holding more than 5% shares		
	<b>Name of Shareholder</b>	<b>31st March, 2016</b>	<b>31st March, 2015</b>
		<b>No. of shares</b>	<b>Held (%)</b>
	Reliance Industries Limited	15,00,00,000	100
	<b>TOTAL</b>	<b>15,00,00,000</b>	<b>100</b>
d)	No bonus shares have been issued during the last five years.		
e)	Refer Note 3 for option on unissued share capital.		
f)	The Company has one class of ordinary shares which carry equal voting rights on income and distribution of assets on liquidation or otherwise.		
2	<b>Reserves and Surplus</b>	(In Rupees)	
		<b>As at 31st March, 2016</b>	<b>As at 31st March, 2015</b>
	Surplus / (Deficit)		
	<b>Profit and Loss Account</b>		
	As per last Balance Sheet	(1,48,03,157)	(40,948)
	Add: (Loss) for the Year	(5,09,429)	(1,47,62,209)
	<b>TOTAL</b>	<b>(1,53,12,586)</b>	<b>(1,48,03,157)</b>

2.1 In view of the loss as on 31st March 2016, the company has not created the Debenture Redemption Reserve for ₹ 3,14,89,347/- (Previous Year ₹ 48,66,048) in terms of section 71(4) of the Companies Act, 2013 and Rule 18(7) of the Companies (Share Capital and Debenture) Rules, 2014. The Company shall create the Debenture Redemption Reserve out of profits, if any, in the future years."

## Notes on Financial Statements for the year ended 31st March, 2016

3 Long Term Borrowing	(In Rupees)	
	As at 31st March, 2016	As at 31st March, 2015
<b>Secured</b>		
Term Loan - from Banks	<b>700,00,00,000</b>	300,00,00,000
<b>Unsecured</b>		
Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10 each	<b>367,65,00,000</b>	65,15,00,000
Loans and advances from Holding Company	-	33,15,00,000
<b>TOTAL</b>	<b>1067,65,00,000</b>	<b>398,30,00,000</b>

3.1 The Term Loans referred above are from IDFC Bank Limited and HDFC Bank Limited

3.2 The Term Loan from IDFC Limited which is to be secured on first ranking pari passu basis by way of mortgage in respect of all immovable properties, present and future, of the Shahdol Phulpur Pipeline (SHPPL) Project, hypothecation of all movable assets of SHPPL Project excluding Specified Investments and Loans and Advances made out of free surplus cash or out of the additional funds infused by Reliance Industries Limited and Specified Bank Accounts, both present and future, first charge/ assignment of all intangible assets of SHPPL Project and uncalled capital, both present and future, first charge on all bank accounts in respect of SHPPL Project excluding Specified Bank Accounts and exclusive first charge on Debt Service Reserve Account (DSRA), first floating charge on all other current assets of the SHPPL Project including receivables but excluding Cenvatable taxes and also excluding investments made out of balance proceeds lying in the DSRA and Specified Investments and Loans and Advances, assignment of all rights, title and interest in the SHPPL Project Documents [with value exceeding ₹ 10 (ten) Crore during construction period and SHPPL Project Document with value exceeding ₹ 30 (thirty) Crore after construction period] (excluding Authorization letter from PNGRB), Assignment/co-insurance in favour of the Lender or Security Trustee of all insurance policies in relation to SHPPL Project Assets noting the interest of Lender/Security Trustee.

3.3 The Term Loan from HDFC Bank is to be secured (i) on a first ranking pari passu basis by way of equitable or registered mortgage on all immovable assets, both present and future, related to SHPPL Project and exclusive first charge by way of equitable or registered mortgage on all the immovable assets, both present and future, related to DNEPL (Dahej – Nagothane Ethane Pipeline) Project, excluding the respective projects goodwill, right of use/way and intangible assets and any other investment made out of any additional funds brought in by the Promoter (over and above the Promoter Contribution) or any free cash flow, if any. (ii) in case of SHPPL Project by way of first ranking pari passu charge and in case of DNEPL Project by way of second ranking pari passu charge (ranking subordinate only to the lenders providing working capital facilities, which are secured by a first charge over the current assets pertaining to DNEPL for DNEPL's working capital requirements) on the respective projects current assets, operating cash flows, loans and advances, receivables, commissions, revenues of whatsoever nature and wherever arising, excluding any other investments/loans and/ or advances made out of any additional funds brought in by the Promoter (over and above the Promoter Contribution) or any free cash flow, if any.

3.4 Maturity Profile of Secured Term Loan is as set out below:

	Maturity Profile		TOTAL
	6 year	2-5 years	
Term Loans - from Banks	425,76,57,143	274,23,42,857	<b>700,00,00,000</b>

3.5 Debentures represents: ₹ 367,65,00,000/- (Previous Year ₹ 65,15,00,000) as Zero Coupon Unsecured Optionally Fully Convertible Debentures of ₹ 10/- each, have been issued to Reliance Industries Limited. The Company and Reliance Industries Limited shall have an option for an early conversion at any time after allotment of the OFCDs by giving one month notice to the other party. The conversion will be based on higher of book value or face value as at March 31, 2015. The outstanding Debentures shall be redeemed on expiry of 15 years i.e. Financial year 2029-30, from the date of allotment

3.6 Loan represents ₹ NIL (Previous Year ₹ 33,15,00,000/-) Interest free Loan from Reliance Industries Limited, repayable after 31st March 2025.

## Notes on Financial Statements for the year ended 31st March, 2016

### 4 Other Current Liabilities

	As at 31st March, 2016	(In Rupees) As at 31st March, 2015
Interest accrued but not due on borrowings	1,72,04,874	1,32,73,973
Creditors for Capital Expenditure	108,61,95,182	80,03,68,450
Other Payables *	1,85,11,399	2,38,57,750
<b>TOTAL</b>	<b>112,19,11,456</b>	<b>83,75,00,173</b>

\* Other Payables include Statutory dues

### 5 Short Term Provisions

	As at 31st March, 2016	(In Rupees) As at 31st March, 2015
Provision for Employee Benefits	25,58,973	19,95,291
<b>TOTAL</b>	<b>25,58,973</b>	<b>19,95,291</b>

### 6 Fixed Assets

Description	Gross Block				Depreciation				Net Block	
	As at 1/4/2015	Additions	Deductions/ Adjustments	As at 31/3/2016	As at 1/4/2015	For the Year	Deductions/ Adjustments	Upto 31/3/2016	As at 31/3/2016	As at 31/3/2015
<b>TANGIBLE ASSETS OWNED ASSETS:</b>										
Leasehold Land	83,84,068	-	-	83,84,068	3,85,607	2,80,279	-	6,65,886	77,18,182	79,98,461
Freehold Land	3,64,86,161	5,50,30,210	-	915,16,371	-	-	-	-	915,16,371	3,64,86,161
Buildings	51,82,187	-	-	51,82,187	12,18,860	22,35,499	-	34,54,359	17,27,828	39,63,327
Plant & Machinery	5,85,699	-	-	5,85,699	1,78,226	1,63,240	-	3,41,466	2,44,234	4,07,473
Electrical Installations	35,03,358	-	-	35,03,358	3,32,080	3,18,673	-	6,50,753	28,52,605	31,71,278
Equipments	17,67,081	-	-	17,67,081	3,55,785	3,51,887	-	7,07,672	10,59,409	14,11,296
Furniture & Fixtures	54,44,326	-	-	54,44,326	5,65,808	5,21,305	-	10,87,113	43,57,213	48,78,518
Vehicles	-	6,70,732	-	6,70,732	-	88,701	-	88,701	5,82,031	-
<b>Total</b>	<b>6,13,52,881</b>	<b>5,57,00,942</b>	<b>-</b>	<b>11,70,53,823</b>	<b>30,36,367</b>	<b>39,59,583</b>	<b>-</b>	<b>69,95,949</b>	<b>11,00,57,873</b>	<b>5,83,16,514</b>
<b>Previous Year</b>	<b>2,34,46,139</b>	<b>3,79,06,741</b>	<b>-</b>	<b>6,13,52,881</b>	<b>273,012</b>	<b>27,63,355</b>	<b>-</b>	<b>30,36,367</b>	<b>5,83,16,514</b>	<b>2,31,73,128</b>
<b>Capital Work In Progress</b>									<b>1122,39,56,435</b>	<b>51,472,07,096</b>

#### 6.1 Capital Work in Progress includes:

Cost of Construction Materials at Site ₹ 310,45,92,121/- (Previous Year ₹ 347,35,40,469 /-)

#### 6.2 Capital Work-in-Progress includes Project Development Expenditure ₹ 112,46,94,402/- (Previous year ₹ 16,57,41,940/-)

Details of Project Development Expenditure:

	2015-16	2014-15
<b>Opening Balance</b>	<b>16,57,41,940</b>	55,43,876
Interest and Finance charges	39,85,47,974	6,69,16,509
Other Indirect Costs	55,64,44,905	9,05,18,200
Depreciation	39,59,583	27,63,355
<b>Closing Balance</b>	<b>112,46,94,402</b>	16,57,41,940

## Notes on Financial Statements for the year ended 31st March, 2016

7	<b>Long-Term Loans and Advances</b> (Unsecured & Considered Good)	As at 31st March, 2016	(In Rupees) As at 31st March, 2015
	Capital Advances	43,72,08,584	40,66,66,528
	Deposits	5,31,67,070	58,62,272
	Other Loans and Advances	2,47,500	-
	<b>TOTAL</b>	<b>49,06,23,154</b>	<b>41,25,28,800</b>
8	<b>Current Investments</b> (carried at lower of cost & quoted value)	As at 31st March, 2016	(In Rupees) As at 31st March, 2015
	Investment in Mutual Fund - Unquoted		
	2,87,771 Reliance Liquid Fund	43,99,27,759	-
	- IDFC Cash Fund - Growth (1,41,794)	-	23,61,11,390
	<b>TOTAL</b>	<b>43,99,27,759</b>	<b>23,61,11,390</b>
	Aggregate value of Unquoted Investments	43,99,27,759	23,61,11,390
9	<b>Cash and Bank Balances</b>	As at 31st March, 2016	(In Rupees) As at 31st March, 2015
	<b>Cash &amp; Cash Equivalents</b>		
	Balance with Bank - In Current Accounts	42,14,222	67,36,450
	<b>Other Bank Balance</b>		
	Fixed Deposits with Banks*	3,76,82,949	43,90,500
	<b>TOTAL</b>	<b>4,18,97,171</b>	<b>1,11,26,950</b>
	* Deposits of ₹ 3,00,44,049 (Previous Year ₹ NIL) with maturity of more than 12 months		
	* Deposits of ₹ 3,76,82,949 (Previous Year ₹ 43,90,500) held with government authorities		
10	<b>Short-Term Loans and Advances</b> (Unsecured and Considered Good)	As at 31st March, 2016	(In Rupees) As at 31st March, 2015
	Advance Income Tax (Net of Provision)	94,795	30,146
	Balance with customs, central Excise and Sales Tax authorities	50,24,20,406	18,19,27,379
	Others*	47,63,71,956	26,04,44,033
	<b>TOTAL</b>	<b>97,88,87,156</b>	<b>44,24,01,558</b>
	* Includes Advances to Vendors/Employee		
11	<b>Other Current Assets</b>	As at 31st March, 2016	(In Rupees) As at 31st March, 2015
	Interest Receivable on FD	3,08,295	-
	<b>TOTAL</b>	<b>3,08,295</b>	<b>-</b>



## Notes on Financial Statements for the year ended 31st March, 2016

12 As per Accounting Standard 15 "Employee benefits", the disclosures as defined in the Accounting Standard are given below:

### Defined Contribution Plan

Contribution to Defined Contribution Plans, recognised as expense for the year is as under	(In Rupees)	
	2015-16	2014-15
Employers Contribution to Provident Fund	21,30,570	8,61,839
Employers Contribution to Pension Fund	7,75,781	3,20,419
Employers Contribution to Superannuation Fund	1,666	1,666
<b>TOTAL</b>	<b>29,08,017</b>	<b>11,83,924</b>

### Defined Benefit Plan

The Employees Gratuity Scheme is a defined benefit plan. The Present value of obligation is determined based on actuarial valuation using the projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognised in the same manner as gratuity.

### I Reconciliation of Opening and closing balances of Defined Benefit obligation

	(In Rupees)			
	Gratuity (Funded)		Compensated Absences (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Defined Benefit obligation at beginning of the year	11,65,462	-	8,28,163	-
Current Service Cost	6,78,233	11,65,462	2,13,872	8,28,163
Interest cost	93,237	-	66,253	-
Actuarial (gain) / loss on obligations	13,44,862	-	16,16,594	-
Benefits paid	-	-	-1,65,909	-
Defined Benefit obligation at end of the year	32,81,794	11,65,462	25,58,973	8,28,163

### II Reconciliation of Opening and closing balances of fair value of plan assets

	(In Rupees)			
	Gratuity (Funded)		Compensated Absences (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Fair value of plan assets at the beginning of the year	-	-	-	-
Expected return on plan assets	-	-	-	-
Actuarial Gain / (Loss)	9,292	-	-	-
Employer Contribution	32,72,502	-	-	-
Other Transfers	-	-	-	-
Benefits Paid	-	-	-	-
Fair value of plan assets at the end of the year	32,81,794	-	-	-

### III Reconciliation of fair value of assets and obligations

	(In Rupees)			
	Gratuity (Funded)		Compensated Absences (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Fair value of plan assets at end of year	32,81,794	-	-	-
Present Value of obligation	32,81,794	11,65,462	25,58,973	8,28,163
Amount recognised in Balance Sheet	-	11,65,462	25,58,973	8,28,163

## Notes on Financial Statements for the year ended 31st March, 2016

	(In Rupees)			
	Gratuity (Funded)		Compensated Absences (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Current Service Cost	6,78,233	11,65,462	2,13,872	8,28,163
Interest Cost	93,237	-	66,253	-
Expected return on plan assets	-	-	-	-
Actuarial (gain) / loss	13,35,570	-	16,16,594	-
Other Transfers	-	-	-	-
Net cost	21,07,040	11,65,462	18,96,719	8,28,163

	(In Rupees)			
	As at 31st March, 2016		As at 31st March, 2015	
	(Rs in crore)	% invested	(Rs in crore)	% invested
GOI Securities				
Public Securities				
State Government Securities				
Insurance Policies	32,81,794	100%		
Others (including bank balances)	32,81,794	100%	-	-

	(In Rupees)			
	Gratuity (Funded)		Compensated Absences (Unfunded)	
	2015-16 (Ultimate)	2014-15 (Ultimate)	2015-16 (Ultimate)	2014-15 (Ultimate)
Mortality Table (LIC)	8.00%	8.00%	8.00%	8.00%
Discount rate (per annum)	8.00%	8.00%	8.00%	8.00%
Expected rate of return on plan assets (per annum)	8.00%	-	-	-
Rate of escalation in salary (per annum)	6.00%	6.00%	6.00%	6.00%

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

The expected rate of return on plan assets is determined considering several factors, mainly the composition of plan assets held, assessed risks, historical results of return on plan assets and the company's policy for plan assets management.

### VII Amounts recognised in current year and previous year (In Rupees)

Particular	As at 31st March	
	2016	2015
<b>Gratuity</b>		
Defined benefit obligation	32,81,794	11,65,462
Fair value of plan assets	32,81,794	-
(Surplus) / Deficit in the plan	-	11,65,462
Actuarial (gain) / loss on plan obligation	13,44,862	-
Actuarial (gain) / loss on plan assets	9,292	-

VIII The expected contributions for Defined Benefit Plan for the next financial year will be in line with FY 2015-16.

## Notes on Financial Statements for the year ended 31st March, 2016

<b>13 Other Expenses</b>	(In Rupees)	
<b>Establishment Expenses</b>	<b>2015-16</b>	2014-15
Professional Fees	-	3,00,000
Rates and Taxes	-	1,44,06,600
Audit Fees	<b>41,000</b>	25,000
General Expenses	<b>4,68,429</b>	30,609
<b>TOTAL</b>	<b>5,09,429</b>	1,47,62,209
<b>13.1 Payment to Auditors</b>	<b>2015-16</b>	2014-15
Statutory Audit Fees	<b>30,000</b>	25,000
Certification Fees	<b>11,000</b>	-
<b>TOTAL</b>	<b>41,000</b>	25,000
<b>13.2</b> Value of Imports on CIF basis in respect of Capital Goods ₹ 9,94,81,916 (Previous Year ₹ 11,92,01,392).		
<b>13.3 Expenditure in Foreign Currency</b>	<b>2015-16</b>	2014-15
Travelling Expenses	-	4,65,929
<b>TOTAL</b>	-	4,65,929
<b>14 Earning Per Share</b>	<b>2015-16</b>	2014-15
<b>Basic Earnings Per Share</b>		
Net Profit / (Loss) after tax as per statement of profit and loss	<b>(5,09,429)</b>	(1,47,62,209)
Net Profit / (Loss) attributable to Equity Shareholders	<b>(5,09,429)</b>	(1,47,62,209)
Weighted Average number of equity shares used as denominator for calculating EPS:	<b>15,00,00,000</b>	9,43,28,219
Basic Earnings per share of face value of ₹ 10 each (In ₹)	<b>(0.00)</b>	(0.16)
<b>Diluted Earning Per Share</b>		
Net Profit / (Loss) after tax as per statement of profit and loss	<b>(5,09,429)</b>	(1,47,62,209)
Net Profit / (Loss) attributable to Equity Shareholders	<b>(5,09,429)</b>	(1,47,62,209)
Weighted Average number of equity shares used as denominator for calculating EPS:	<b>15,00,00,000</b>	9,43,28,219
Add: Number of Zero Coupon optionally fully Convertible Debentures in to Equity Shares	<b>16,35,75,890</b>	2,53,19,452
Total weighted average number of Equity Shares (Used as denominator for calculating Diluted EPS)	<b>31,35,75,890</b>	11,96,47,671
Diluted Earnings per share of face value of ₹ 10 each (In ₹)	<b>(0.00)</b>	(0.12)
<b>15</b> The Company is mainly engaged in the business of providing Pipeline Infrastructure services in India. Accordingly, there is no separate reportable segment as defined by the Accounting Standard 17 "Segment Reporting".		
<b>16</b> Pursuant to the Authorisation received from Petroleum and Natural Gas Board (PNGRB), the Company is setting up pipeline infrastructure from Shahdol in Madhya Pradesh to Phulpur in Uttar Pradesh (SHPPL Project) for transportation of natural gas. The Company has also received the Acceptance from PNGRB, consequent to which the Company has commenced work relating to setting up pipeline infrastructure from Dahej, in Gujarat to Nagothane, in Maharashtra (DNEPL Project) for dedicated use by Reliance Industries Limited for transportation of liquid ethane.		

## Notes on Financial Statements for the year ended 31st March, 2016

### 17 Related Party Disclosures

As per Accounting Standard -18, the disclosure with related parties as designed in Accounting Standard are given below:

(i) List of related parties where control exists and relationships:

Sr No.	Name of the Related Party	Relationship
1	Reliance Industries Limited	Holding Company
2	Reliance Corporate IT Park Limited	Fellow Subsidiary
3	Reliance Retail Limited	

(ii) Transactions during the year with related parties: (In Rupees)

Sr. No.	Nature of Transactions (Excluding reimbursements)	Holding Company	Fellow Subsidiaries	Total
1)	Purchase of Capital Goods	<b>4,04,28,905</b> <i>7,21,06,081</i>	<b>52,34,813</b> <i>26,08,147</i>	<b>4,56,63,718</b> <i>7,47,14,228</i>
2)	Net Unsecured Loan Taken (Returned)	<b>(33,15,00,000)</b> <i>33,15,00,000</i>	-	<b>(33,15,00,000)</b> <i>33,15,00,000</i>
3)	Equity Share Capital Issued	- <i>149,95,00,000</i>	-	- <i>149,95,00,000</i>
4)	Issue of Zero Coupon Optionally Fully Convertible Debentures	<b>302,50,00,000</b> <i>65,15,00,000</i>	-	<b>302,50,00,000</b> <i>65,15,00,000</i>
5)	Sales of Capital Goods	-	<b>1,86,96,385</b>	<b>1,86,96,385</b>
6)	Finance Charges Paid	<b>1,59,68,303</b>	-	<b>1,59,68,303</b>
<b>Balance as on 31st March, 2016</b>				
7)	Equity Shares	<b>150,00,00,000</b> <i>150,00,00,000</i>	-	<b>150,00,00,000</b> <i>150,00,00,000</i>
8)	Unsecured Loans	- <i>33,15,00,000</i>	-	- <i>33,15,00,000</i>
9)	Zero Coupon Optionally Fully Convertible Debentures	<b>367,65,00,000</b> <i>65,15,00,000</i>	-	<b>367,65,00,000</b> <i>65,15,00,000</i>
10)	Other Receivable	-	<b>16,58,018</b>	<b>16,58,018</b>
11)	Creditors	<b>31,10,279</b> <i>2,59,157</i>	<b>8,65,653</b>	<b>39,75,932</b> <i>2,59,157</i>

Note: Figures in Italic represents Previous Year's amount.

## Notes on Financial Statements for the year ended 31st March, 2016

(iii) Disclosure in respect of Material Related Party Transactions during the year:			(In Rupees)	
Particulars	Relationship	2015-16	2014-15	
1	<u>Purchase of Capital Goods</u>			
	Reliance Industries Limited	Holding Company	<b>4,04,28,905</b>	7,21,06,081
	Reliance Retail Limited	Fellow Subsidiary	<b>31,04,815</b>	9,22,747
	Reliance Corporate IT Park Limited	Fellow Subsidiary	<b>21,29,998</b>	16,85,400
2	<u>Net Unsecured Loans Taken / (Returned)</u>			
	Reliance Industries Limited	Holding Company	<b>-33,15,00,000</b>	33,15,00,000
3	<u>Issue of Equity Share Capital</u>			
	Reliance Industries Limited	Holding Company	-	149,95,00,000
4	<u>Issue of Zero Coupon Optionally Fully Convertible Debentures</u>			
	Reliance Industries Limited	Holding Company	<b>302,50,00,000</b>	65,15,00,000
5	<u>Sales of Capital Goods</u>			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	<b>1,86,96,385</b>	-
6	<u>Finance Charges Paid</u>			
	Reliance Industries Limited	Holding Company	<b>1,59,68,303</b>	-
<b>Balance as on 31st March, 2016</b>				
7	<u>Equity Share Capital</u>			
	Reliance Industries Limited	Holding Company	<b>150,00,00,000</b>	150,00,00,000
8	<u>Unsecured Loans</u>			
	Reliance Industries Limited	Holding Company	-	33,15,00,000
9	<u>Zero Coupon Optionally Fully Convertible Debentures</u>			
	Reliance Industries Limited	Holding Company	<b>367,65,00,000</b>	-
10	<u>Other Receivable</u>			
	Reliance Corporate IT Park Limited	Fellow Subsidiary	<b>16,58,018</b>	-
11	<u>Creditors</u>			
	Reliance Industries Limited	Holding Company	<b>31,10,279</b>	2,59,157
	Reliance Retail Limited	Fellow Subsidiary	<b>2,73,530</b>	
	Reliance Corporate IT Park Limited	Fellow Subsidiary	<b>5,92,123</b>	

- 18 Deferred tax assets being higher than deferred tax liabilities, the Company recognizes deferred tax assets only to the extent of deferred tax liabilities on a conservative basis and any excess of deferred tax asset has not been given effect to in the balance sheet.

## Notes on Financial Statements for the year ended 31st March, 2016

<b>19 Additional Information</b>	<b>As at 31st March, 2016</b>	<b>(In Rupees) As at 31st March, 2015</b>
<b>(A) Commitments</b>		
Estimated amount of contracts remaining to be executed on Capital Account and not provided for (Net of Advances)	<b>335,15,88,238</b>	247,25,08,218
<b>(B) Contingent Liabilities</b>		
Bank Guarantees	<b>16,16,31,726</b>	15,56,21,570

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

As per our Report of even date

For **Chaturvedi & Shah**  
Chartered Accountants  
Firm Regn No. - 101720W

**Jignesh Mehta**  
Partner  
Mem. No. - 102749

Mumbai  
April 18, 2016

For and on behalf of the Board

**S Sudhakar**  
Director

**S R Bhardwaj**  
Director

**G K Fulwadya**  
Director

**Vikas Pethe**  
Asst. Company Secretary

**Amit Mehta**  
Director

**C S Gokhale**  
Director

**V R Prekki**  
Director

**EVS Rao**  
Chief Financial Officer