

Reliance Aromatics and Petrochemicals Limited

Independent Auditor's Report

To the Members of Reliance Aromatics and Petrochemicals Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Reliance Aromatics and Petrochemicals Limited**

("the Company"), which comprise the Balance Sheet as at March 31, 2015, 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 standalone 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 standalone 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 31st March, 2015, 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 Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

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- 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 March 31, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of section 164(2) of the Act.
- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact on its financial position.
 - ii. The Company did not have any long term contracts including derivative contracts that require provision under any law or accounting standards for which there were any material foreseeable losses.
 - iii. There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year.

For Pathak H.D & Associates
Chartered Accountants
Registration No : 107783W

Place : Mumbai
Date : April 14, 2015

Saurabh Pamecha
Partner
Membership No. : 126551

Balance Sheet as at 31st March, 2015

| | Note | As at | | | |
|--|---------|-----------------------|----------------|-----------------------|----------------|
| | | 31st March, 2015 | | As at | |
| | | ₹ | ₹ | 31st March, 2014 | |
| | | | | ₹ | ₹ |
| EQUITY AND LIABILITIES | | | | | |
| Shareholders' Funds | | | | | |
| Share Capital | 1 | 4 51 64 800 | | 4 51 64 800 | |
| Reserves and Surplus | 2 | 2705 82 35 542 | | 2705 82 77 661 | |
| | | | 2710 34 00 342 | | 2710 34 42 461 |
| Non-Current Liabilities | | | | | |
| Long Term Borrowings | 3 | 69 75 00 000 | | 71 02 00 000 | |
| Current Liabilities | | | | | |
| Other Current Liabilities | 4 | 13 483 | | 17 978 | |
| TOTAL | | 2780 09 13 825 | | 2781 36 60 439 | |
| ASSETS | | | | | |
| Non-Current Assets | | | | | |
| Non-Current Investments | 5 | 2780 06 43 630 | | 2781 36 43 630 | |
| Current Assets | | | | | |
| Cash and Bank Balances | 6 | 2 70 195 | | 16 809 | |
| TOTAL | | 2780 09 13 825 | | 2781 36 60 439 | |
| Significant Accounting Policies Notes on Financial Statements | 1 to 13 | | | | |

As per our Report of even date

For **Pathak H. D. & Associates**
Chartered Accountants
Registration No.: 107783W

Saurabh Pamecha
Partner
Membership No. :126551

Mumbai
Dated : April 14, 2015

For and on behalf of the Board

S. Sudhakar
Director
DIN : 00001330

Shivkumar R Bhardwaj
Director
DIN : 00001584

S. Rajagopal
Director
DIN : 03443308

Dhiren V Dalal
Director
DIN : 01218886

Statement of Profit and Loss for the year ended 31st March, 2015

| | Note | 2014-15 ₹ | 2013-14 ₹ |
|--|----------------|-----------------|-----------------|
| INCOME | | | |
| Revenue from Operations | 7 | <u>2 43 052</u> | <u>2 16 524</u> |
| Total Revenue | | <u>2 43 052</u> | <u>2 16 524</u> |
| EXPENDITURE | | | |
| Purchases of Stock-in-Trade | | <u>2 42 308</u> | 2 15 995 |
| Other expenditure | 8 | <u>42 863</u> | <u>62 351</u> |
| Total Expenses | | <u>2 85 171</u> | <u>2 78 346</u> |
| Loss before tax | | <u>(42 119)</u> | (61 822) |
| Taxes for earlier years | | - | (387) |
| Loss for the year | | <u>(42 119)</u> | <u>(61 435)</u> |
| Earnings per equity shares of face value of ₹10 each | 9 | | |
| Basic and Diluted (in ₹) | | (0.04) | (0.07) |
| Significant Accounting Policies | | | |
| Notes on Financial Statements | 1 to 13 | | |

As per our Report of even date

For **Pathak H. D. & Associates**
Chartered Accountants
Registration No.: 107783W

Saurabh Pamecha
Partner
Membership No. :126551

Mumbai
Dated : April 14, 2015

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Dhiren V Dalal
Director
DIN : 01218886

Cash Flow Statement for the year 2014-15

| | ₹ | 2014-15 ₹ | ₹ | 2013-14 ₹ |
|---|---------|---------------|-------|-----------------|
| A. Cash Flow from Operating Activities | | | | |
| Net Loss before tax as per Statement of Profit and Loss | | (42 119) | | (61 822) |
| Adjusted for : | | - | | - |
| Operating Loss before Working Capital Changes | | (42 119) | | (61 822) |
| Adjusted for : | | | | |
| Trade and other payables | (4 495) | | 4 954 | |
| | | (4 495) | | 4 954 |
| Cash (used in) from Operations | | (46 614) | | (56 868) |
| Taxes paid (net) | | - | | - |
| Net Cash (used in) Operating Activities | | (46 614) | | (56 868) |
| B. Cash flow from Investing Activities | | | | |
| Sale / Redemption of Investments | | 1 30 00 000 | | - |
| Net Cash from Investing Activities | | 1 30 00 000 | | - |
| C. Cash flow from Financing Activities | | | | |
| Proceeds from Equity and Preference share capital (incl. premium) | | - | | 202 80 63 000 |
| Redemption of Preference Share Capital | | - | | (70 000) |
| Proceeds from Long Term Borrowings | | 1 00 000 | | - |
| Repayment of Long Term Borrowings | | (1 28 00 000) | | (202 80 00 000) |
| Dividend paid including dividend distribution tax | | - | | (17 089) |
| Net Cash (used in) Financing Activities | | (1 27 00 000) | | (24 089) |
| Net Increase/(Decrease) in Cash and Cash Equivalents | | 2 53 386 | | (80 957) |
| Opening Balance of Cash and Cash Equivalents | | 16 809 | | 97 766 |
| Closing Balance of Cash and Cash Equivalents | | 2 70 195 | | 16 809 |
| (Refer Note No. 6) | | | | |

As per our Report of even date

For **Pathak H. D. & Associates**
Chartered Accountants
Registration No.: 107783W

Saurabh Pamecha
Partner
Membership No. :126551

Mumbai
Dated : April 14, 2015

For and on behalf of the Board

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DIN : 00001584

S. Rajagopal
Director
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Dhiren V Dalal
Director
DIN : 01218886

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 relevant provisions of 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 requires estimates and assumptions to be made that affect the reported amount of the assets and 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. Inventories

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

D. 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 operation includes sale of goods.

E. Investments

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.

F. 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 losses, they are recognised if there is virtual certainty that sufficient future taxable income will be available to realise the same.

G. Provisions, Contingent Liabilities and Contingent Assets

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

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

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

Notes on Financial Statements for the year ended 31st March, 2015

| | | As at 31st March, 2015 ₹ | As at 31st March, 2014 ₹ |
|--|--|--------------------------------|--------------------------------|
| 1. Share Capital | | | |
| Authorised : | | | |
| 10,30,000 | Equity Shares of ₹ 10 each | 1 03 00 000 | 1 03 00 000 |
| (10,30,000) | | | |
| 1,000 | Preference Shares of ₹ 100 each | 1 00 000 | 1 00 000 |
| (1,000) | | | |
| 35,10,000 | Preference Shares of ₹ 10 each | 3 51 00 000 | 3 51 00 000 |
| (35,10,000) | | <u>4 55 00 000</u> | <u>4 55 00 000</u> |
| Issued, Subscribed and Paid up: | | | |
| * 10,09,300 | Equity Shares of ₹10 each fully paid up | 1 00 93 000 | 1 00 93 000 |
| (10,09,300) | | | |
| ** 28,73,500 | 10% Non-Cumulative Non-Convertible | 2 87 35 000 | 2 87 35 000 |
| (28,73,500) | Preference shares of ₹ 10 each | | |
| | (Redeemable at the end of fifteen years (Previous year five years) from the date of allotment i.e. 17-11-2009 at a price of ₹ 5000 per share or at the option of the Preference shareholder, at any time after the expiry of forty five days from the date of allotment by giving not less than thirty days notice to the Company.) | | |
| *** 6,33,680 | 9% Non-Cumulative Optionally Convertible | 63 36 800 | 63 36 800 |
| (6 33 680) | Preference shares of ₹10 each | | |
| | (Redeemable at the end of ten years from the date of allotment i.e. 13.01.2010 & 25.11.2013 at a price of ₹ 5000 per share. The Preference Shareholders have an option for early redemption any time after expiry of forty five days from the date of allotments by giving not less than thirty days notice. The Preference Shares shall at the option of Preference Shareholders, be redeemable by way of converting them into Equity shares of the Company at fair value.) | | |
| | | <u>4 51 64 800</u> | <u>4 51 64 800</u> |

Note

a) Details of Share holders holding more than 5% shares

| Name of the Shareholders | As at 31st March, 2015 | | As at 31st March, 2014 | |
|--|---------------------------|--------|---------------------------|--------|
| | Nos. of shares | % held | Nos. of shares | % held |
| Holding Company | | | | |
| * Reliance Industrial Investments and Holdings Limited | 10 09 300 | 100.00 | 10 09 300 | 100.00 |
| Fellow Subsidiary Companies | | | | |
| ** Reliance Universal Enterprises Limited | 28 73 500 | 100.00 | 28 73 500 | 100.00 |
| *** Reliance World Trade Private Limited | 6 33 680 | 100.00 | 6 33 680 | 100.00 |

Notes on Financial Statements for the year ended 31st March, 2015

b) Reconciliation of shares outstanding at the beginning and at the end of the year

| | As at 31st March, 2015 | | As at 31st March, 2014 | |
|---------------------------------------|---------------------------|--------------------|---------------------------|--------------------|
| | Equity Nos. | Preference Nos. | Equity Nos. | Preference Nos. |
| Shares at the beginning | 10 09 300 | 35 07 180 | 10 09 300 | 31 02 280 |
| Add : Shares issued during the year | - | - | - | 4 05 600 |
| Less: Shares redeemed during the year | - | - | - | 700 |
| Shares at the end of the year | 10 09 300 | 35 07 180 | 10 09 300 | 35 07 180 |

c) No bonus shares issued in the last five years.

d) Rights, Preferences and Restrictions attached to shares

The Equity Shareholder is eligible for one vote per share held. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to their shareholding.

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

| 2. Reserves and Surplus | As at 31st March, 2015 | | As at 31st March, 2014 | |
|--|---------------------------|----------------|---------------------------|----------------|
| | ₹ | ₹ | ₹ | ₹ |
| Capital Redemption Reserve | | | | |
| As per last Balance Sheet | 64 18 000 | | 63 48 000 | |
| Add : Transferred from Profit and Loss Account | - | | 70 000 | |
| | | 64 18 000 | | 64 18 000 |
| Securities Premium Reserve | | | | |
| As per last Balance Sheet | 1750 08 28 200 | | 1547 68 84 200 | |
| Add : Received during the year | - | | 202 39 44 000 | |
| | | 1750 08 28 200 | | 1750 08 28 200 |
| Surplus in Profit and Loss Account | | | | |
| As per last Balance Sheet | 955 10 31 461 | | 955 11 68 519 | |
| Less: Loss for the year | (42 119) | | (61 435) | |
| | 955 09 89 342 | | 955 11 07 084 | |
| Appropriation : | | | | |
| Proposed Dividend on Preference shares | - | | 4 806 | |
| Tax on Dividend | - | | 817 | |
| Transferred to Capital Redemption Reserve | - | | 70 000 | |
| | - | | 75 623 | |
| | | 955 09 89 342 | | 955 10 31 461 |
| | | 2705 82 35 542 | | 2705 82 77 661 |

Notes on Financial Statements for the year ended 31st March, 2015

| | As at 31st March, 2015 ₹ | As at 31st March, 2014 ₹ |
|---|--------------------------------|--------------------------------|
| 3. Long Term Borrowings | | |
| Unsecured loan from the holding company | 69 75 00 000 | 71 02 00 000 |
| | <u>69 75 00 000</u> | <u>71 02 00 000</u> |
| Above loan is repayable in three to five years | | |
| 4. Other Current Liabilities | As at 31st March, 2015 ₹ | As at 31st March, 2014 ₹ |
| Other Payables * | 13 483 | 17 978 |
| | <u>13 483</u> | <u>17 978</u> |
| * Includes liability for expenses The Company does not have any creditors governed by the Micro, Small and Medium Enterprises Development Act, 2006. | | |
| 5. Non-Current Investments | As at 31st March, 2015 ₹ | As at 31st March, 2014 ₹ |
| Long Term Investments (Valued at Cost, less other than temporary diminution in value, if any.) | | |
| Other Investments | | |
| Quoted, fully paid up | | |
| In Equity shares of Ultimate Holding Company | | |
| 2,98,89,898 Reliance Industries Limited of ₹ 10 each (2,98,89,898) | 1671 77 43 630 | 1671 77 43 630 |
| Unquoted, fully paid up | | |
| In Preference shares - Fellow Subsidiary Companies | | |
| 50,92,700 10% Non-Cumulative Redeemable (50,99,200) Preference shares of Reliance Chemicals Limited of ₹10 each | 1018 54 00 000 | 1019 84 00 000 |
| 1,79,500 11% Non-Cumulative Redeemable (1,79,500) Preference Shares of Reliance Universal Enterprises Limited of ₹10 each | 89 75 00 000 | 89 75 00 000 |
| | <u>1108 29 00 000</u> | <u>1109 59 00 000</u> |
| | <u>2780 06 43 630</u> | <u>2781 36 43 630</u> |
| Aggregate amount of quoted investments | 1671 77 43 630 | 1671 77 43 630 |
| Market Value of quoted investments | 2468 90 55 748 | 2782 00 22 564 |
| Aggregate amount of unquoted investments | 1108 29 00 000 | 1109 59 00 000 |
| 6. Cash and Bank Balances | As at 31st March, 2015 ₹ | As at 31st March, 2014 ₹ |
| Cash and cash equivalents | | |
| Balance with Bank in current account | 2 70 195 | 16 809 |
| | <u>2 70 195</u> | <u>16 809</u> |

Notes on Financial Statements for the year ended 31st March, 2015

| | 2014-15 ₹ | 2013-14 ₹ |
|--|-----------------|-----------------|
| 7. Revenue from Operations | | |
| Sales of Fabrics | 2 43 052 | 2 16 524 |
| | <u>2 43 052</u> | <u>2 16 524</u> |
| | 2014-15 | 2013-14 |
| | ₹ | ₹ |
| 8. Other Expenses | | |
| Audit fees | 13 483 | 9 551 |
| Professional fees | 15 500 | 28 784 |
| Filing fees | 7 200 | 3 000 |
| Filing fees and stamp duty on increase in authorised capital | - | 17 500 |
| Profession Tax | 2 500 | 2 500 |
| Demat / Custodian charges | 1 798 | 899 |
| General expenses | 2 382 | 117 |
| | <u>42 863</u> | <u>62 351</u> |
| | 2014-15 | 2013-14 |
| 9. Earnings per share | | |
| Basic & Diluted Earnings per share (₹) | (0.04) | (0.07) |
| Net Loss after tax as per Statement of Profit and Loss after Preference Dividend and tax on Dividend (₹) | (42 119) | (67 058) |
| Weighted Average number of equity shares used as denominator for calculating EPS | 10 09 300 | 10 09 300 |

The Company has dilutive capital in the form of Non Cumulative Optionally Convertible Preference Shares. Since the Preference Share holder has the option to convert the preference shares into equity shares at fair value, which is not ascertainable at present, diluted potential equity shares for the said convertible preference shares are not quantified / considered for calculating diluted earnings per share.

10. The Previous year's figures have been regrouped / reclassified wherever necessary to conform to the current year presentation.
11. a) The Company has no deferred tax assets or liabilities in accordance with Note F of Significant Accounting policies.
- b) The Income-Tax assessments of the Company have been completed up to Assessment Year 2012-13. The disputed demand outstanding up to the said Assessment Year is ₹ Nil.
- c) Details of Loans given, Investment made and Guarantee given covered u/s. 186 (4) of the Companies Act, 2013
- i) Investments made by the Company as at 31st March, 2015 (Refer Note No. 5)
 - ii) No Loans are given by the Company as at 31st March, 2015.
 - iii) No Guarantees are given by the Company as at 31st March, 2015.

Notes on Financial Statements for the year ended 31st March, 2015

12. Segment Reporting

The Company has identified two reportable segments viz. Finance & Investments and Trading. Segments have been identified and reported taking into account nature of activities, 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.

- a) Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Unallocable".
- b) Segment assets and segment liabilities represent assets and liabilities in respective segments.
 - i) Primary Segment Information

| Sr No | Particulars | Finance & Investments | | Trading | | Unallocable | | Total | |
|-------|--|-----------------------|----------------|----------|----------|-------------|----------|----------------|----------------|
| | | 2014-15 | 2013-14 | 2014-15 | 2013-14 | 2014-15 | 2013-14 | 2014-15 | 2013-14 |
| | | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ |
| 1. | Segment Revenue | | | | | | | | |
| | External Turnover | - | - | 2 43 052 | 2 16 524 | - | - | 2 43 052 | 2 16 524 |
| 2. | Segment results before Interest and Taxes | - | - | 744 | 529 | (42 863) | (62 351) | (42 119) | (61 822) |
| | Less: Interest expense | - | - | - | - | - | - | - | - |
| | Add : Interest Income | - | - | - | - | - | - | - | - |
| | Profit before tax | - | - | 744 | 529 | (42 863) | (62 351) | (42 119) | (61 822) |
| | Current Tax / Taxes for earlier years | - | - | - | - | - | (387) | - | (387) |
| | Net profit after tax | - | - | 744 | 529 | (42 863) | (61 964) | (42 119) | (61 435) |
| 3. | Other Information | | | | | | | | |
| | Segment Assets | 2780 09 13 825 | 2781 36 60 439 | - | - | - | - | 2780 09 13 825 | 2781 36 60 439 |
| | Segment Liabilities | 69 75 13 483 | 71 02 17 978 | - | - | - | - | 69 75 13 483 | 71 02 17 978 |
| | Capital Expenditure | - | - | - | - | - | - | - | - |
| | Depreciation | - | - | - | - | - | - | - | - |

- ii) Since all the operations of the Company are conducted within India, as such there is no separate reportable geographical segment.

13. Related Party Disclosure

As per Accounting Standard 18, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below :

- i) List of related parties with whom transactions have taken place and relationship:

| Sr. No. | Name of the Related Party | Relationship |
|---------|--|-----------------------------|
| 1 | Reliance Industries Limited | Ultimate Holding Company |
| 2 | Reliance Industrial Investments and Holdings Limited | Holding Company |
| 3 | Reliance Chemicals Limited | Fellow Subsidiary Companies |
| 4 | Reliance Universal Enterprises Limited | |
| 5 | Reliance World Trade Private Limited | |
| 6 | Reliance Strategic Investments Limited | |

Notes on Financial Statements for the year ended 31st March, 2015

ii) Transactions during the year with related parties:

| Sr. No. | Nature of Transaction | Ultimate Holding Company | Holding Company | Fellow subsidiary Companies | Total |
|---------------------------------------|--|--------------------------|-----------------|-----------------------------|-----------------|
| | | ₹ | ₹ | ₹ | ₹ |
| 1. | Proceeds from issue of Share Capital | – | – | – | – |
| | | – | 63,000 | – | 63,000 |
| 2. | Net Loans taken / (repaid) | – | (1 27 00 000) | – | (1 27 00 000) |
| | | – | (202 80 00 000) | – | (202 80 00 000) |
| 3. | Sale / Redemption of Investments | – | – | 1 30 00 000 | 1 30 00 000 |
| | | – | – | – | – |
| 4. | Purchases | 2 42 308 | – | – | 2 42 308 |
| | | 2 15 995 | – | – | 2 15 995 |
| Balance as at 31st March, 2015 | | | | | |
| 5. | Equity Share Capital | – | 1 00 93 000 | – | 1 00 93 000 |
| | | – | 1 00 93 000 | – | 1 00 93 000 |
| 6. | Preference Share Capital (including premium) | – | – | 1753 59 00 000 | 1753 59 00 000 |
| | | – | – | 1753 59 00 000 | 1753 59 00 000 |
| 7. | Unsecured Loan | – | 69 75 00 000 | – | 69 75 00 000 |
| | | – | 71 02 00 000 | – | 71 02 00 000 |
| 8. | Investments | 1671 77 43 630 | – | 1108 29 00 000 | 2780 06 43 630 |
| | | 1671 77 43 630 | – | 1109 59 00 000 | 2781 36 43 630 |

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

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

| Particulars | Relationship | 2014-15 | 2013-14 |
|--|-------------------|---------------|-----------------|
| 1. Proceeds from issue of Share Capital | | | |
| Reliance Industrial Investments and Holdings Ltd. | Holding Company | – | 63 000 |
| 2. Net Loans taken / (repaid) | | | |
| Reliance Industrial Investments and Holdings Limited | Holding | – | (202 80 00 000) |
| Reliance Strategic Investments Limited | Fellow Subsidiary | (1 00 000) | – |
| Reliance Strategic Investments Limited | Fellow Subsidiary | 1 00 000 | – |
| Reliance Industrial Investments and Holdings Limited | Holding | (1 27 00 000) | – |
| 3. Sale / Redemption of Investments | | | |
| Reliance Chemicals Limited | Fellow Subsidiary | 1 30 00 000 | – |
| 4. Purchases | | | |
| Reliance Industries Limited | Ultimate Holding | 2 42 308 | 2 15 995 |

As per our Report of even date
 For **Pathak H. D. & Associates**
 Chartered Accountants
 Registration No.: 107783W
Saurabh Pamecha
 Partner
 Membership No. :126551
 Mumbai
 Dated : April 14, 2015

For and on behalf of the Board

| | |
|---|---|
| S. Sudhakar Director DIN : 00001330 | S. Rajagopal Director DIN : 03443308 |
| Shivkumar R Bhardwaj Director DIN : 00001584 | Dhiren V Dalal Director DIN : 01218886 |