

Reliance Jio Infocomm Limited
FINANCIAL ACCOUNTS
2014-15

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF RELIANCE JIO INFOCOMM LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **Reliance Jio Infocomm Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone 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 provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and 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 standalone 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 the disclosures in the financial statements. 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. 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 the 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 standalone 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

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 it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

- (d) In our opinion, the aforesaid standalone 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 the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27(a)(iii) to the financial statements;
 - (ii) The Company has made provision, as and to the extent required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

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

R. Koria
Partner
Membership No. 35629

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Registration No.117366W / W-100018)

Abhijit A. Damle
Partner
Membership No. 102912

For **Atul Kulshrestha & Co.**
Chartered Accountants
(Registration No.013768N)

R. Varadharajan
Partner
Membership No. 207728

Mumbai, dated 16th April 2015

Balance Sheet as at 31st March, 2015

(₹ in Lakhs)

	Note	As at 31st March, 2015		As at 31st March, 2014	
I EQUITY AND LIABILITIES					
1. Shareholders' Funds					
(a) Share Capital	2	30125,00		23072,00	
(b) Reserves and Surplus	3	(50,83)	30074,17	(27,39)	23044,61
2. Non - Current Liabilities					
(a) Long Term Borrowings	4	18691,29		14285,44	
(b) Deferred Payment Liabilities	5	7388,04		-	
(c) Other Long Term Liabilities	6	1545,47	27624,80	807,12	15092,56
3. Current Liabilities					
(a) Short Term Borrowings	7	8		5,53	
(b) Other Current Liabilities	8	24297,83		3761,15	
(c) Short Term Provisions	9	18,21	24316,12	7,13	3773,81
TOTAL			82015,09		41910,98
II ASSETS					
1. Non - Current Assets					
(a) Fixed Assets					
(i) Tangible Assets	10	882,11		710,16	
(ii) Intangible Assets	11	3,67		1,07	
(iii) Capital Work-in-Progress	12	37595,65		14045,75	
(iv) Intangible Assets under Development	12	34702,12		19619,56	
Total		73183,55		34376,54	
(b) Non-Current Investments	13	524,36		37,60	
(c) Long Term Loans and Advances	14	4224,29		6103,21	
(d) Other Non-Current Assets	15	14,11	77946,31	-	40517,35
2. Current Assets					
(a) Current Investments	16	268,00		6	
(b) Trade Receivables	17	3		3	
(c) Cash and Bank Balances	18	27,01		37,46	
(d) Short Term Loans and Advances	19	3680,98		1356,08	
(e) Other Current Assets	20	92,76	4068,78	-	1393,63
TOTAL			82015,09		41910,98
Significant Accounting Policies	1				
Notes to the Financial Statements	2 - 41				

As per our Report of even date

For Chaturvedi & Shah Chartered Accountants Firm Regn No: 101720W	For Deloitte Haskins & Sells LLP Chartered Accountants Firm Regn No: 117366W / W-100018	For Atul Kulshrestha & Co Chartered Accountants Firm Regn No: 013768N
R.Koria Partner Membership No: 35629	Abhijit A. Damle Partner Membership No: 102912	R.Varadharajan Partner Membership No: 207728

For and on behalf of the Board

Mukesh D. Ambani Chairman DIN : 00001695	Manoj H. Modi Director DIN : 00056207	Akash M. Ambani Director DIN : 06984194
Isha M. Ambani Director DIN : 06984175	Sanjay Mashruwala Managing Director DIN : 01259774	Adil Zainulbhai Director DIN : 06646490
Prof. Dipak C. Jain Director DIN: 00228513		
Rajneesh Jain Chief Financial Officer PAN: ABFPJ1815L	Jyoti Jain Company Secretary Membership No.: A18825	

Place: Mumbai

Date: 16th April, 2015

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

	Note	2014-15	(₹ in Lakhs) 2013-14
INCOME			
I			
Revenue from Operations	21	4	4
II			
Other Income	22	1,33	43
Total Revenue		1,37	47
III EXPENDITURE			
Employee Benefits Expense	23	3,16	2,47
Finance Costs (Interest)		1,63	73
Depreciation and Amortisation Expense		3,36	1,43
Operating and Other expenses	24	16,34	6,35
Total Expenses		24,49	10,98
IV Loss for the year		(23,12)	(10,51)
V Earnings per equity share of face value ₹ 10 each	31		
Basic and Diluted (in ₹)		(0.01)	(0.02)
Significant Accounting Policies	1		
Notes to the Financial Statements	2 - 41		

As per our Report of even date

For Chaturvedi & Shah
Chartered Accountants
Firm Regn No: 101720W

For Deloitte Haskins & Sells LLP
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W-100018

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Partner
Membership No: 35629

Abhijit A. Damle
Partner
Membership No: 102912

R.Varadharajan
Partner
Membership No: 207728

For and on behalf of the Board

Mukesh D. Ambani
Chairman
DIN : 00001695

Manoj H. Modi
Director
DIN : 00056207

Akash M. Ambani
Director
DIN : 06984194

Isha M. Ambani
Director
DIN : 06984175

Sanjay Mashruwala
Managing Director
DIN : 01259774

Adil Zainulbhai
Director
DIN: 06646490

Prof. Dipak C. Jain
Director
DIN: 00228513

Rajneesh Jain
Chief Financial Officer
PAN: ABFPJ1815L

Jyoti Jain
Company Secretary
Membership No.: A18825

Place: Mumbai

Date: 16th April, 2015

Cash Flow Statement for the year 2014-15

	2014-15	(₹ in Lakhs) 2013-14
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Loss before tax as per Statement of Profit and Loss	(23,12)	(10,51)
Adjusted for :		
Depreciation and Amortisation Expense	3,36	1,43
Interest Income	(49)	(26)
Profit on Sale of Current Investments (Net)	(72)	(9)
Loss on Sale of Fixed Assets	41	5
Interest and Finance charges	1,63	73
Operating Loss before Working Capital Changes	(18,93)	(8,65)
Adjusted for :		
Trade and Other Receivables	(2843,94)	(1255,90)
Trade and Other Payables	61,21	9,12
Cash Generated from Operations	(2801,66)	(1255,43)
Taxes Paid	-	-
Net Cash used in Operating Activities	(2801,66)	(1255,43)
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets (Including movement in Capital Work in Progress and Intangible Assets Under Development)	(9537,32)	(16103,59)
Sale of Fixed Assets	2,23	58
Purchase of Investments	(15104,60)	(3713,70)
Sale of Investments	14843,87	3724,31
Purchase of Investment in Subsidiaries	(273,03)	(31,50)
Loan to Subsidiary (net)	-	(1110,38)
Interest Income	1,01	2
Fixed Deposits / Margin Money with the banks	(1,78)	(5,00)
Net Cash used in Investing Activities	(10069,62)	(17239,26)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from Equity Shares	7053,00	17896,80
Proceeds from Preference Shares	-	4500,00
Redemption of Preference Shares	-	(7147,00)
Proceeds from Long Term Borrowings	7181,26	4168,78
Repayment of Long Term Borrowings	(24,55)	(474,22)
Proceeds from Short Term Borrowings	13000,40	5,53
Repayment of Short Term Borrowings	(13005,85)	-
Interest and Finance Charges Paid	(1345,26)	(424,16)
Net Cash from Financing Activities	12859,00	18525,73
Net (Decrease) / Increase in Cash and Cash Equivalents	(12,28)	31,04
Opening Balance of Cash and Cash Equivalents (Refer Note)	31,54	44
Closing Balance of Cash and Cash Equivalents (Refer Note 18)	19,26	31,48

Note: Opening balance of Cash and Cash Equivalents includes ₹ 6 Lakhs acquired on amalgamation

As per our Report of even date

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Chartered Accountants
Firm Regn No: 101720W

For Deloitte Haskins & Sells LLP
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Chief Financial Officer
PAN: ABFPI1815L

Jyoti Jain
Company Secretary
Membership No.: A18825

Place: Mumbai

Date: 16th April, 2015

Significant Accounting Policies

1. 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. The financial statements are presented in Indian rupees rounded off to the nearest rupees in lakh.

B USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, 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

(i) Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates less accumulated depreciation and impairment loss, if any. The cost of tangible assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Projects under which assets are not ready for their intended use are shown as Capital Work-in-Progress.

(ii) Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

D OPERATING LEASE

Rentals are expensed with reference to lease terms and other considerations. However, rentals pertaining to the period upto the date of commissioning of the assets are capitalised.

E DEPRECIATION AND AMORTISATION

(i) Tangible Assets

Depreciation on fixed assets is provided on straight line method over their useful life and in the manner prescribed in Schedule II to the Companies Act, 2013. Leasehold land is amortised on a straight line basis over the period of lease. Leasehold improvements are depreciated on a straight line basis over the period of lease.

(ii) Intangible Assets

These are amortised as under :-

Sr. No.	Particulars	Amortisation
1.	Softwares	Over a period of 5 to 10 years
2.	Internet Service Provider (ISP) License Fee	Amortised equally over the remainder of the License period of 15 Years from the date of commencement of the commercial operation.
3.	Broadband Wireless Access (BWA) Spectrum Fees and 1800 MHz Spectrum Fees	Will be amortised from the date of commencement of commercial operation over the balance validity period.

Significant Accounting Policies (Contd..)

F IMPAIRMENT

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss 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.

G FOREIGN CURRENCY TRANSACTIONS

- (i) Transactions denominated in foreign currency are recorded at the exchange rate prevailing at the time of transaction or that approximates the actual rate on the date of the transaction.
- (ii) Monetary items denominated in foreign currency at the year end are restated at the 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 is recognised over the life of the contract.
- (iii) Non monetary foreign currency items are carried at cost.
- (iv) In respect of branches, which are integral foreign operations, all transactions are translated at rates prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction. Branch monetary assets and liabilities are restated at the year end rates.
- (v) 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.

H INVESTMENTS

Current Investments are carried at lower of cost and quoted / fair value, computed category wise. 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.

I REVENUE RECOGNITION

- (i) Revenue from services is recognised only when risks and rewards are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection as and when services are provided. The revenue is recognised net of discounts and service tax.
- (ii) Interest Income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.
- (iii) Dividend income is recognised when right to receive payment is established.

J EMPLOYEE BENEFITS

(i) 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.

(ii) 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 / Project Development expenditure during the period in which the employee renders the related service.

Significant Accounting Policies (Contd...)

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 / Project Development expenditure.

K BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized 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.

L FINANCIAL DERIVATIVE TRANSACTIONS

In respect of derivative contracts, premium paid, gains/losses on settlement and losses on restatement are recognised in the Statement of Profit and Loss except in case where they relate to the acquisition or construction of fixed assets, in which case, they are adjusted to the carrying cost of such assets.

M 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.

N 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

2. Share Capital		(₹ in Lakhs)	
		As at	As at
		31st March, 2015	31st March, 2014
Authorised Share Capital :		50000,00	29875,00
50,00,00,00,000	Equity Shares of ₹ 10 each		
(29,87,50,00,000)			
13,00,00,00,000	Preference Shares of ₹ 10 each	130,00	125,00
(12,50,00,00,000)			
		50130,00	30000,00
Issued, Subscribed and Paid up:			
30,00,00,00,000	Equity Shares of ₹ 10 each fully paid up	30000,00	22947,00
(22,94,70,00,000)			
12,50,00,00,000	0.1% Non Cumulative Redeemable	125,00	125,00
(12,50,00,00,000)	Preference Shares of ₹ 10 each fully paid up		
TOTAL		30125,00	23072,00

2.1 Terms/rights attached to equity shares :

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts in proportion to the number of equity shares held by them.

2.2 Terms/rights attached to Preference Shares :

0.1% Non Cumulative Redeemable Preference Shares of the Company are redeemable at any time at the option of the Company at ₹ 20 each but in any case not later than June 29, 2030 and carry voting rights if no dividend is paid for a period of 2 years.

2.3 Aggregate numbers of Shares issued for consideration other than cash during the period of 5 years immediately preceding the reporting date:

Pursuant to the Scheme of Amalgamation 25,25,10,000 equity shares of ₹ 10 each and 12,50,00,000 0.1% Non Cumulative Redeemable Preference Shares of ₹ 10 each were issued and allotted as fully paid up without payment being received in cash during the year 2010-11.

2.4 Reconciliation of number of shares outstanding at the beginning and at the end of the year :

Particulars	Equity Shares			
	2014-15		2013-14	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
No. of shares at the beginning of the year	22,94,70,00,000	22947,00	5,05,02,00,000	5050,20
Add: Issue of Shares	7,05,30,00,000	7053,00	17,89,68,00,000	17896,80
No. of shares at the end of the year	30,00,00,00,000	30000,00	22,94,70,00,000	22947,00
0.1% Non Cumulative Redeemable Preference Shares				
	2014-15		2013-14	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
No. of shares at the beginning of the year	12,50,00,00,000	125,00	12,50,00,00,000	125,00
Add: Issue of Shares	-	-	-	-
No. of shares at the end of the year	12,50,00,00,000	125,00	12,50,00,00,000	125,00
9% Cumulative Redeemable Preference Shares				
	2014-15		2013-14	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
No. of shares at the beginning of the year	-	-	2,64,70,00,000	2647,00
Add: Issue of Shares	-	-	4,50,00,00,000	4500,00
Less: Redemption of Shares	-	-	7,14,70,00,000	7147,00
No. of shares at the end of the year	-	-	-	-

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

2.5 Details of Shareholders holding more than 5% shares in the Company including those held by Holding Company and Subsidiaries of Holding Company

Name of Shareholders	Equity Shares			
	As at 31st March, 2015		As at 31st March, 2014	
	No. of Shares	% holding	No. of Shares	% holding
Reliance Industries Limited (Holding Company)	29,74,74,90,000	99.16%	22,69,44,90,000	98.90%
	0.1% Non Cumulative Redeemable Preference Shares			
	As at 31st March, 2015		As at 31st March, 2014	
	No. of Shares	% holding	No. of Shares	% holding
Reliance Industrial Investments and Holdings Limited (Subsidiary of Holding Company)	12,50,00,000	100%	12,50,00,000	100%

(₹ in Lakhs)

3. Reserves and Surplus	As at 31st March, 2015	As at 31st March, 2014
Profit and Loss		
As per last Balance Sheet	(27,39)	(16,88)
Add: Pursuant to Scheme of amalgamation (Refer Note 25)	(24)	-
Add: Depreciation adjustment (Refer Note 10.1)	(8)	-
Add: Loss for the year	(23,12)	(10,51)
	<u>(50,83)</u>	<u>(27,39)</u>
TOTAL	<u><u>(50,83)</u></u>	<u><u>(27,39)</u></u>

3.1 In view of loss for the year, the Company has not created the Debenture Redemption Reserve for cumulative amount of ₹ 465,31 Lakhs (Previous Year ₹ 351,64 Lakhs) in terms of Section 71 of the Companies Act, 2013. 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, 2015

4. Long Term Borrowings	As at 31st March, 2015		As at 31st March, 2014	
	Non Current	Current	Non Current	Current
(I) Secured				
(a) Term Loans- from Banks	11,67	5,18	6,45	2,71
(b) Term Loans- from Others	1500,00	-	-	-
	1511,67	5,18	6,45	2,71
(II) Unsecured				
(a) Non Convertible Debentures *	7000,00	-	2000,00	-
(b) Term Loans from Banks	9693,55	3500,00	12037,90	449,36
(c) Long Term Loan from Others	486,07	108,32	241,09	19,71
	17179,62	3608,32	14278,99	469,07
TOTAL	18691,29	3613,50	14285,44	471,78

- 4.1 Secured term loans from banks referred to in 4(I)(a) above are secured by hypothecation of specific vehicles and repayable over a period of 4 years in equated monthly instalments.
- 4.2 Secured term loan from others referred to in 4(I)(b) above is to be secured by hypothecation of entire movable properties of the Company except telecom licenses and spectrum and carries interest @ 9.5 - 9.8% p.a. compounding monthly repayable in 18 equated quarterly instalments starting September, 2017.
- 4.3 Debentures referred to in 4(II)(a) above consist of:
- 10,000 (Previous Year NIL) 9.00% p.a. Unsecured Redeemable Non Convertible Debentures (NCD - PPD5) of face value of ₹ 10,00,000/- each, aggregating to ₹ 1000,00 Lakhs (Previous Year ₹ NIL) redeemable at par on 20th January, 2025.
 - 25,000 (Previous Year NIL) 9.25% p.a. Unsecured Redeemable Non Convertible Debentures (NCD - PPD3) of face value of ₹ 10,00,000/- each, aggregating to ₹ 2500,00 Lakhs (Previous Year ₹ NIL) redeemable at par on 16th June, 2024.
 - 10,000 (Previous Year 10,000) 8.95% p.a. Unsecured Redeemable Non Convertible Debentures (NCD - PPD2) of face value of ₹ 10,00,000/- each, aggregating to ₹ 1000,00 Lakhs (Previous Year ₹ 1000,00 Lakhs) redeemable at par on 4th October, 2020.
 - 10,000 (Previous Year 10,000) 8.95% p.a. Unsecured Redeemable Non Convertible Debentures (NCD - PPD1) of face value of ₹ 10,00,000/- each, aggregating to ₹ 1000,00 Lakhs (Previous Year ₹ 1000,00 Lakhs) redeemable at par on 15th September, 2020.
 - 10,000 (Previous Year NIL) 8.90% p.a. Unsecured Redeemable Non Convertible Debentures (NCD - PPD5) of face value of ₹ 10,00,000/- each, aggregating to ₹ 1000,00 Lakhs (Previous Year ₹ NIL) redeemable at par on 20th January, 2020.
 - 5,000 (Previous Year NIL) 8.95% p.a. Unsecured Redeemable Non Convertible Debentures (NCD - PPD4) of face value of ₹ 10,00,000/- each, aggregating to ₹ 500,00 Lakhs (Previous Year ₹ NIL) redeemable at par on 18th November, 2019.
- 4.4 Unsecured Term Loans from Banks referred to in 4(II)(b) above comprises of 2 sets of External Commercial Borrowings, loan from banks denominated in United States Dollars and Rupee Loan from Banks and are repayable as follows:
- Loan of ₹ 318,55 Lakhs (US\$ 50.97 Million) denominated in United States Dollars repayable in 20 semi-annual instalments starting December, 2016.
 - Loan of ₹ 3125,00 Lakhs (US\$ 500 Million)

Date	Amount
29th November, 2021	₹ 1562,50 Lakhs (US\$ 250 Million)
30th November, 2020	₹ 1562,50 Lakhs (US\$ 250 Million)
 - Loan of ₹ 6250,00 Lakhs (US\$ 1000 Million)

Date	Amount
28th May, 2020	₹ 3125,00 Lakhs (US\$ 500 Million)
28th November, 2019	₹ 3125,00 Lakhs (US\$ 500 Million)
 - Loan of ₹ 3500,00 Lakhs carries interest rate of 10% p.a. and is repayable on 28th May, 2015.
- 4.5 Unsecured loans from others referred to in 4(II)(c) above carries interest rate of 6 - 6.5% p.a. and is repayable over a period of 6 years in semi-annual instalments starting from 6 months from the date of receipt of loan.
- 4.6 All payment obligations under Unsecured Loans of ₹ 12287,94 Lakhs (Previous Year ₹ 11248,06 Lakhs) are guaranteed by Reliance Industries Limited, the Holding company.

*The Company has entered into currency and interest rate swap for the entire term of the Non Convertible Debentures (PPD1 and PPD2) in respect of ₹ 1025,00 Lakhs and corresponding exchange loss of ₹ 385,32 Lakhs (Previous Year ₹ 326,99 Lakhs) is disclosed under Other Long Term Liabilities (Refer Note 6).

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

5. Deferred Payment Liabilities		(₹ in lakhs)
	As at	As at
	31st March, 2015	31st March, 2014
Unsecured		
Payable to DoT towards Spectrum	<u>7388,04</u>	-
TOTAL	<u><u>7388,04</u></u>	<u>-</u>

Represents amount payable towards Spectrum repayable in 10 equated annual instalments starting from March, 2017 and carries interest rate of 10% p.a. (Refer Note 41)

6. Other Long Term Liabilities		(₹ in lakhs)
	As at	As at
	31st March, 2015	31st March, 2014
Interest accrued but not due on deferred payment liabilities	<u>801,75</u>	-
Creditors for Capital Expenditure	<u>240,79</u>	-
Others*	<u>502,93</u>	807,12
TOTAL	<u><u>1545,47</u></u>	<u>807,12</u>

* Comprises of Premium payable on Forward Contracts and Exchange Loss referred to in Note 4.

7. Short Term Borrowings		(₹ in lakhs)
	As at	As at
	31st March, 2015	31st March, 2014
Unsecured		
Loans repayable on demand		
Bank Overdraft	<u>8</u>	5,53
TOTAL	<u><u>8</u></u>	<u>5,53</u>

8. Other Current Liabilities		(₹ in lakhs)
	As at	As at
	31st March, 2015	31st March, 2014
(a) Current maturities of long term debt (Secured)	<u>5,18</u>	2,71
(b) Current maturities of long term debt (Unsecured)	<u>3608,32</u>	469,07
(c) Interest accrued but not due on borrowings	<u>378,48</u>	130,56
(d) Creditors for Capital Expenditure	<u>19079,75</u>	3019,81
(e) Other Payables	<u>1226,10</u>	139,00
TOTAL	<u><u>24297,83</u></u>	<u>3761,15</u>

8.1 Other Payable includes statutory dues, Premium payable on Forward Contracts, etc.

8.2 Disclosures relating to amount unpaid as at year end together with interest paid/payable to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) have been determined based on the available information with the Company and are as under:

		(₹ in lakhs)
	As at	As at
	31st March, 2015	31st March, 2014
1. Principal amount due and remaining unpaid	-	-
2. Interest due thereon	-	-
3. Interest paid by the Company on all delayed payments under the MSMED Act	-	-
4. Payment made beyond the appointed day during the year	-	-
5. Interest due and payable for the period of delay other than (3) above	-	-
6. Interest accrued and remaining unpaid	-	-
7. Further Interest remaining due and payable in succeeding years	-	-

9. Short Tem Provisions		(₹ in lakhs)
	As at	As at
	31st March, 2015	31st March, 2014
Provisions for employee benefits (Refer Note 28)	<u>18,21</u>	7,13
TOTAL	<u><u>18,21</u></u>	<u>7,13</u>

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

10. TANGIBLE ASSETS

(₹ in Lakhs)

Description	Gross Block				Depreciation				Net Block	
	As at 01-04-2014	Additions	Deductions/ Adjustments	As at 31-03 2015	As at 01-04- 2014	For the Year	Deductions/ Adjustments	Upto 31-03 2015	As at 31-03 2015	As at 31-03 2014
OWN ASSETS:										
Leasehold Land	133,88	17,14	59	150,43	6,54	6,68	-	13,22	137,21	127,34
Freehold Land	4,02	11,63	(59)	16,24	-	-	-	-	16,24	4,02
Leasehold Improvements	93	-	-	93	8	11	-	19	74	85
Buildings - Temporary Structures	1,08	45	-	1,53	1,08	7	-	1,15	38	-
Plant and Equipments	15,42	84,21	1,87	97,76	2,18	11,05	21	13,02	84,74	13,24
Construction Equipments	571,97	111,84	-	683,81	50,42	49,53	-	99,95	583,86	521,55
Office Equipments	13,12	6,92	-	20,04	1,80	2,12	(3)	3,95	16,09	11,32
Furniture and Fixtures	8,91	4,22	-	13,13	96	1,00	-	1,96	11,17	7,95
Vehicles	25,71	12,53	1,17	37,07	1,82	3,76	19	5,39	31,68	23,89
Total	775,04	248,94	3,04	1020,94	64,88	74,32	37	138,83	882,11	710,16
Previous Year Figures	234,20	541,65	81	775,04	8,18	56,88	18	64,88	710,16	

10.1 Pursuant to the enactment of Companies Act, 2013, the Company has applied the estimated useful lives as specified in Schedule II. Accordingly, the unamortised carrying value is being depreciated/amortised over the revised/remaining useful lives. The written down value of Fixed Assets whose lives have expired as at 1st April, 2014 have been adjusted in the Profit and Loss Account.

11. INTANGIBLE ASSETS

(₹ in Lakhs)

Description	Gross Block				Amortisation				Net Block	
	As at 01-04-2014	Additions	Deductions/ Adjustments	As at 31-03 2015	As at 01-04- 2014	For the Year	Deductions/ Adjustments	Upto 31-03 2015	As at 31-03 2015	As at 31-03 2014
Software *	60	3,44	-	4,04	9	74	-	83	3,21	51
ISP License Fee	20	-	-	20	7	2	-	9	11	13
Others *	43	-	-	43	0	8	-	8	35	43
Total	1,23	3,44	-	4,67	16	84	-	1,00	3,67	1,07
Previous Year Figures	20	1,03	-	1,23	6	10	-	16	1,07	

* Other than internally generated

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

12. Capital Work-in-Progress and Intangible Assets under Development:

The Company emerged as a successful bidder in all the 22 circles in the 2300 MHz band and 14 circles in the 1800 MHz band in the auction for Spectrum conducted by the Department of Telecommunications, Government of India. The Company is implementing broadband project ("Project") and the expenditure towards the same comprises of Capital Work in Progress amounting to ₹ 37595,65 Lakhs (Previous Year ₹ 14045,75 Lakhs) and Intangible Assets under Development amounting to ₹ 34702,12 Lakhs (Previous Year ₹ 19619,56 Lakhs).

Capital Work-in-Progress includes:

- (a) ₹ 10280,31 Lakhs (Previous Year ₹ 6037,51 Lakhs) on account of capital goods inventory.
 (b) ₹ 153,94 Lakhs (Previous Year ₹ 13,98 Lakhs) on account of foreign currency exchange loss (net).
 (c) ₹ 5999,98 Lakhs (Previous Year ₹ 1875,37 Lakhs) on account of Project Development Expenditure.

Project Development Expenditure as detailed below:	(₹ in Lakhs)	
	2014-15	2013-14
Opening Balance	1875,37	547,77
Add:		
Salaries and Wages	656,36	296,47
Contribution to Provident and other Funds	43,79	16,33
Staff Welfare Expenses	27,46	16,45
Depreciation	71,80	55,55
Insurance	18,28	7,96
Travelling Expenses	41,36	14,73
Professional Fees	1129,62	743,81
Interest and Finance Charges	1059,24	18,08
Rent	836,58	92,66
Repairs and Maintenance	20,71	12,88
Other Expenses	226,83	52,68
Less: Other Income *	(7,42)	-
Closing Balance	5999,98	1875,37

*Includes Interest Income of ₹ 91 Lakhs (Previous Year ₹ Nil) and Profit on sale of Current Investment ₹ 6,45 Lakhs (Previous Year ₹ Nil).

Intangible Assets under Development includes:

- (a) Payment of ₹ 12847,77 Lakhs (Previous Year ₹ 12847,77 Lakhs) to Department of Telecommunications, Government of India, towards allotment of Broadband Wireless Spectrum of 20 MHz each in all 22 telecom circles valid for a period of 20 years from 17th August, 2010.
 (b) Payment of ₹ 1673,46 Lakhs (Previous Year ₹ 1673,46 Lakhs) to Department of Telecommunications, Government of India, towards grant of Unified License in all 22 telecom circles valid for a period of 20 years from 21st October, 2013.
 (c) ₹ 11026,93 Lakhs (Previous Year ₹ Nil) being cost of acquisition of Spectrum of 1800 MHz in 14 telecom circles valid for a period of 20 years from 8th September, 2014.
 (d) ₹ 127,04 Lakhs (Previous Year ₹ 127,04 Lakhs) being cost of acquisition of Spectrum charges in accordance with the Scheme of Amalgamation in year ended March, 2011.
 (e) ₹ 2003,72 Lakhs (Previous Year ₹ 1997,18 Lakhs) on account of foreign currency Exchange Loss (net).
 (f) ₹ 5153,83 Lakhs (Previous Year ₹ 2753,20 Lakhs) on account of Project Development Expenditure.

Project Development Expenditure as detailed below:	(₹ in Lakhs)	
	2014-15	2013-14
Opening Balance	2753,20	1930,31
Add:		
Interest	1415,40	427,69
Other Borrowing Costs	148,36	34,53
Loss/(Gain) on Derivative Contracts	57,48	132,50
Premium on Forward Exchange Contract	742,47	230,63
Spectrum Usage Charge/License Fees	16,16	-
Maintenance Cost incurred on fibre taken on IRU	20,76	-
Less: Profit on Sale of Current Investment	-	(2,46)
Closing Balance	5153,83	2753,20

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

		(₹ in Lakhs)	
	As at	As at	
	31st March, 2015	31st March, 2014	
13. Non Current Investments			
<i>(Long Term Investments)</i>			
Trade Investments (valued at cost)			
In Equity Shares of wholly owned subsidiary companies -			
Unquoted, fully paid up			
666,00,000 (Previous Year Nil) Shares of USD 1 each in Reliance Jio Infocomm Pte. Ltd*	399,68	-	
NIL (Previous Year 60,50,000) Shares of ₹ 10/- each in Infotel Telecom Limited #	-	605	
NIL (Previous Year 50,000) Shares of ₹ 10/- each in Rancore Technologies Private Limited #	-	5	
1,000 (Previous Year 1,000) shares of USD 0.01 each in Reliance Jio Infocomm USA Inc. [including additional paid in capital of USD 198,92,654 (previous year USD 26,49,990)]	121,38	31,30	
3,33,333 (Previous Year 3,33,333) shares of GBP 1 each in Reliance Jio Infocomm UK Limited (GBP 0.90 partly paid up, previous year GBP 0.06)	3,30	20	
TOTAL	524,36	37,60	
Aggregate amount of Unquoted Investments	524,36	37,60	
* Previous Year 370,50,000 Shares of USD 1 each in Reliance Jio Infocomm Pte Ltd amounting to ₹ 219,83 Lakhs were held by Infotel Telecom Limited, which has been amalgamated with the Company. (Refer Note 25)			
# Amalgamated with the Company.			
14. Long Term Loans and Advances			(₹ in Lakhs)
<i>(Unsecured and Considered Good)</i>	As at	As at	
	31st March, 2015	31st March, 2014	
(a) Loans and Advances to related parties	-	1178,09	
(b) Capital Advances (Refer Note 41)	3441,70	4766,92	
(c) Security Deposits	782,15	157,76	
(d) Advance Income Tax and TDS	44	44	
TOTAL	4224,29	6103,21	
14.1 Loans and Advances to related parties represents Interest Free Loan given to Infotel Telecom Limited (Wholly owned Subsidiary) ₹ Nil (Previous Year ₹ 1178,09 Lakhs) which has been amalgamated with the Company. (Refer Note 25)			
15. Other Non-Current Assets			(₹ in Lakhs)
	As at	As at	
	31st March, 2015	31st March, 2014	
(a) Others*	14,11	-	
TOTAL	14,11	-	
*On account of revaluation of Forward Contracts			
16. Current Investments			(₹ in Lakhs)
<i>(Carried at lower of cost and fair value)</i>	As at	As at	
	31st March, 2015	31st March, 2014	
Other Investments			
In Mutual Fund Units - Unquoted			
7,65,504 (Previous Year 277) units of SBI-Premier Liquid Fund - Growth Option (Face value of ₹ 1,000 each)	168,00	6	
48,30,864 (Previous Year NIL) units of ICICI Prudential Liquid Fund - Direct Plan - Growth Option (Face value of ₹ 10 each)	100,00	-	
TOTAL	268,00	6	
Aggregate amount of Unquoted Investments	268,00	6	

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

	(₹ in Lakhs)	
	As at	As at
	31st March, 2015	31st March, 2014
17. Trade Receivables		
(Unsecured and considered good)		
Over six months	-	-
Others	3	3
TOTAL	<u>3</u>	<u>3</u>

	(₹ in Lakhs)	
	As at	As at
	31st March, 2015	31st March, 2014
18. Cash and Bank Balances		
Cash and Cash Equivalents		
Balances with Banks in current accounts	19,26	31,48
Other bank balances		
Fixed Deposits with Banks	7,45	5,68
Margin Money Deposit	30	30
TOTAL	<u>27,01</u>	<u>37,46</u>

18.1 Fixed Deposits with Banks have been pledged with Semi government authorities and include deposits of ₹ 2,89 Lakhs (Previous Year ₹ 75 Lakhs) with maturity of more than 12 months.

18.2 Margin Money Deposit held with banks against bank guarantee issued with maturity more than 12 months.

	(₹ in Lakhs)	
	As at	As at
	31st March, 2015	31st March, 2014
19. Short Term Loans and Advances		
(Unsecured and considered good)		
(a) Balance with Customs, Central Excise Authorities	2829,68	494,86
(b) Other Loans and Advances	851,30	861,22
TOTAL	<u>3680,98</u>	<u>1356,08</u>

19.1 Other Loans and Advances includes CENVAT credit pending for credit availment of ₹ 740,54 Lakhs (Previous Year ₹ 813,03 Lakhs) and loans to employees as per the Company policy.

	(₹ in Lakhs)	
	As at	As at
	31st March, 2015	31st March, 2014
20. Other Current Assets		
Others*	92,76	-
TOTAL	<u>92,76</u>	<u>-</u>

*Includes revaluation of Forward Contracts

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

	2014-15	(₹ in Lakhs) 2013-14
21. Revenue from Operations:		
Sale of Services	4	4
Less: Service Tax recovered [₹ 42,472 (Previous Year ₹ 46,721)]	0	0
TOTAL	4	4
	2014-15	(₹ in Lakhs) 2013-14
22. Other Income:		
(i) Interest Income	49	26
(ii) Profit on sale of current investments (net)	72	9
(iii) Commission on Corporate Guarantee	3	6
(iv) Others	9	2
TOTAL	1,33	43
	2014-15	(₹ in Lakhs) 2013-14
23. Employee Benefits Expense		
(i) Salaries and Wages	2,87	2,25
(ii) Contribution to Provident and Other Funds	19	13
(iii) Staff Welfare Expenses	10	9
TOTAL	3,16	2,47
	2014-15	(₹ in Lakhs) 2013-14
24. Operating & Other expenses		
(i) Operating Expenses		
License Fees	70	24
Network and other Operating Expenses	6	3
	76	27
(ii) Other Expenses		
Rent	-	43
Repairs and Maintenance - Others	92	69
Insurance	32	1
Rates and taxes	20	8
Professional Fees	1,20	67
Payment to Auditors	72	68
Sponsorship Expenses	3,70	-
Travelling Expenses	1	10
Telephone Expenses	3	8
Training Expenses	1,09	17
Printing and Stationery	54	1,18
Subscription Fees	4	7
Loss on Sale of Fixed Assets	41	5
General Expenses	6,40	1,87
TOTAL	15,58	6,08
	16,34	6,35

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

25. Infotel Telecom Limited engaged in the business of providing telecommunication and NLD/ILD services and Rancore Technologies Private Limited engaged in the field of research and development on telecommunication systems and networking respectively, collectively referred to as "Transferor companies" were amalgamated with the Company with effect from 1st April, 2013 as per the Scheme of Amalgamation (the Scheme) sanctioned by the Hon'ble High Court of Judicature at Bombay ("the High Court"). The Scheme became effective on 1st September, 2014, the appointed date of the Scheme being 1st April, 2013. In accordance with the Scheme and as per approval of the High Court :-
- The assets, liabilities, reserves, rights and obligations of erstwhile transferor companies have been transferred to and vested with the Company with effect from 1st April, 2013 and have been recorded at their respective book values, under the pooling of interest method of accounting for amalgamation as prescribed in Accounting Standard 14 on Accounting for Amalgamations.
 - Being wholly owned subsidiary companies, 60,50,000 equity shares of erstwhile Infotel Telecom Limited and 50,000 equity shares of erstwhile Rancore Technologies Private Limited held by the Company have been cancelled against Share Capital of the transferor companies and no shares have been issued in pursuance to the Scheme of Amalgamation.
26. The figures for the current year include the figures for the companies amalgamated with the Company as mentioned in Note 25 above and hence previous year's figures are not comparable to that extent. The previous year figures have been reworked, regrouped, rearranged and reclassified where ever necessary to make them comparable with those of current year.

27. Contingent Liabilities and Commitments (₹ in Lakhs)
(To the extent not provided for)

	As at 31st March, 2015	As at 31st March, 2014
(a) Contingent Liabilities		
(i) Corporate Guarantees	19,30	71,78
(ii) Bank Guarantees	7270,76	2071,12
(iii) Claims/disputed liabilities against the Company not acknowledged as debts*	56,30	17,64
* The disputed liabilities are not likely to have any material effect on financial position of the Company.		
(b) Commitments		
(i) Estimated amount of contracts remaining to the executed on Capital account not provided for	16445,37	14153,28

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

Defined Contribution Plans

Contribution to Defined Contribution Plans, recognised as expenses for the year is as under:

	2014-15	2013-14
Particulars		
Employer's Contribution to Provident Fund	20,99	10,45
Employer's Contribution to Superannuation Fund	48	13
Employer's Contribution to Pension Scheme	5,35	1,68

Defined Benefit Plan

I) Reconciliation of opening and closing balances of Defined Benefit Obligation

	Gratuity (Funded)		Compensated Absences (Unfunded)	
	2014-15	2013-14	2014-15	2013-14
Defined Benefit obligation at the beginning of the year	6,92	1,63	7,13	1,23
Add: Transfers	22	81	4	71
Current Service Cost	4,30	3,73	1,33	1,32
Interest Cost	55	19	57	14
Actuarial (gain) / loss	13,51	56	10,03	3,94
Benefits paid	(25)	-	(93)	(21)
Defined Benefit obligation at year end	25,25	6,92	18,17	7,13

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

II) Reconciliation of opening and closing balances of fair value of Plan Assets					(₹ in Lakhs)	
	Gratuity (Funded)		Compensated Absences (Unfunded)			
	2014-15	2013-14	2014-15	2013-14		
Fair Value of Plan assets at beginning of year	6,92	-	-	-		
Add: Transfers	22	50	-	-		
Expected return on plan assets	55	12	-	-		
Actuarial gain / (loss)	16	3	-	-		
Employer contribution	17,65	6,27	-	-		
Benefits paid	(25)	-	-	-		
Fair Value of Plan assets at year end	25,25	6,92	-	-		
Actual return on plan assets	71	15	-	-		

III) Reconciliation of fair value of assets and obligations					(₹ in Lakhs)	
	Gratuity (Funded)		Compensated Absences (Unfunded)			
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014		
Fair Value of Plan assets	25,25	6,92	-	-		
Present Value of Obligation	25,25	6,92	18,17	7,13		
Amount recognised in Balance sheet	-	-	18,17	7,13		

IV) Expenses recognised during the year					(₹ in Lakhs)	
	Gratuity (Funded)		Compensated Absences (Unfunded)			
	2014-15	2013-14	2014-15	2013-14		
Current Service Cost	4,30	3,73	1,33	1,32		
Interest Cost	55	19	57	14		
Expected return on Plan assets	(55)	(12)	-	-		
Actuarial (gain) / loss	13,35	53	10,03	3,94		
Net Cost	17,65	4,33	11,93	5,40		

V) Investment Details				
	As at 31st March, 2015		As at 31st March, 2014	
	(₹ in Lakhs)	% invested	(₹ in Lakhs)	% invested
Insurance Policies	25,25	100	6,92	100
Total	25,25	100	6,92	100

VI) Actuarial assumptions				
	Gratuity (Funded)		Compensated Absences (Unfunded)	
	2014-15 2006-08 (Ultimate)	2013-14 2006-08 (Ultimate)	2014-15 2006-08 (Ultimate)	2013-14 2006-08 (Ultimate)
Mortality Table IALM (LIC)				
Discount Rate (per annum)	8.00%	8.00%	8.00%	8.00%
Expected rate of return on plan assets (per annum)	8.00%	8.00%	N.A.	N.A.
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 applicable 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.

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

VII) Amounts recognised in current year and previous four years

Particulars	As at 31st March				(₹ in Lakhs)
	2015	2014	2013	2012	
Gratuity					2011
Defined benefit obligation	25,25	6,92	1,63	44	19
Fair value of plan assets	25,25	6,92	1,63	44	19
Actuarial (gain) / loss on plan obligation	13,51	56	11	1	-
Actuarial gain / (loss) on plan assets	16	3	-	-	-

VIII) The expected contributions for Defined Benefit Plan for the next financial year will be in line with FY 2014-15.

29. During the current year, the Company is required to provide for cumulative amount of ₹ 29,73 Lakhs (Previous Year ₹ 23,48 Lakhs) on prorata basis towards premium payable on redemption of Preference Shares. In view of loss for the year, the Company has not provided for the said premium on preference shares. The Company shall provide the Premium on Preference Shares out of profits, if any, in the future years.

30. Deferred Tax Asset (net) is not recognised on consideration of prudence.

31. Earnings Per Share (EPS)

	2014-15	2013-14
i) Loss for the year as per Statement of Profit and Loss (₹ in Lakhs)	(23,12)	(10,51)
Less: Arrears of Dividend on Cumulative Preference Shares and attributable tax thereto (₹ in Lakhs)	-	-
Earnings attributable to Equity Share holders (₹ in Lakhs)	(23,12)	(10,51)
ii) Weighted Average number of equity shares used as denominator for calculating EPS	22,96,63,23,288	6,43,01,73,699
iii) Basic and Diluted Earnings per share (₹)	(0.01)	(0.02)
iv) Face Value per equity share (₹)	10	10

32. Related Party Disclosures

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

Sr. No.	Name of the Related Party	Relationship
1.	Reliance Industries Limited	Holding Company
2.	Reliance Jio Infocomm Pte Ltd.	Subsidiary Company
3.	Reliance Jio Infocomm USA Inc.	
4.	Reliance Jio Infocomm UK Limited	
5.	Reliance Jio Global Resources LLC (w.e.f. 15th January, 2015)	
6.	Infotel Telecom Limited (amalgamated with the Company)	
7.	Rancore Technologies Private Limited (amalgamated with the Company)	
8.	Reliance Trading Limited	
9.	Reliance Industrial Investments and Holdings Limited	
10.	Reliance Retail Limited	
11.	Reliance Universal Traders Private Limited	
12.	Reliance Progressive Traders Private Limited	
13.	Reliance Prolific Traders Private Limited	
14.	Reliance Strategic Investments Limited	
15.	Reliance Security Solutions Limited	
16.	Reliance Corporate IT Park Limited	
17.	Strategic Manpower Solutions Limited	
18.	Reliance Payment Solutions Limited	
19.	Reliance Eminent Trading & Commercial Private Limited	
20.	Sh. Sanjay Mashruwala	Key Managerial Personnel
21.	Sh Sandip Das (upto 15th January, 2015)	

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

(ii) Transactions during the year with related parties -2014-15						(₹ in Lakhs)
Sr. No.	Nature of Transactions (excluding reimbursements)	Holding Company	Subsidiary	Fellow Subsidiary	Key Managerial Personnel	Total
1.	Purchase / Subscription of Investment	-	273,03	-	-	273,03
			(31,50)	-	-	(31,50)
2.	Shares issued and allotted	7053,00	-	-	-	7053,00
		(22396,80)	-	-	-	(22396,80)
3.	Shares redeemed	-	-	-	-	-
		(7147,00)	-	-	-	(7147,00)
4.	Loans / Advances given	-	-	-	-	-
		-	(1182,38)	-	-	(1182,38)
5.	Loans / Advances recovered	-	-	-	-	-
		-	(72,00)	-	-	(72,00)
6.	Guarantee Charges	12,52	-	-	-	12,52
		(33,80)	-	-	-	(33,80)
7.	Purchase of Fixed Assets/ Project Development Expenditure	372,35	11,32	2500,46	-	2,884,13
		(486,94)	(2)	(204,34)	-	(691,30)
8.	General Expenses	-	-	42	-	42
		-	-	(57)	-	(57)
9.	Corporate Guarantee given	-	-	-	-	-
		-	(52,48)	-	-	(52,48)
10.	Lease Rent	-	-	-	-	-
		(2)	-	(7)	-	(9)
11.	Professional Fees	-	-	691,35	-	691,35
		-	-	(366,72)	-	(366,72)
12.	Interest paid	28,01	-	-	-	28,01
		(10,42)	-	(60)	-	(11,02)
13.	Loan taken	4710,66	-	-	-	4710,66
		(400,00)	-	-	-	(400,00)
14.	Loan repaid	4710,66	-	-	-	4710,66
		(400,00)	-	(72,50)	-	(472,50)
15.	Sale of Fixed Assets	-	-	1,75	-	1,75
		-	(38)	-	-	(38)
16.	Payment to Key Managerial Personnel	-	-	-	6,87	6,87
		-	-	-	-	-
Balances as at 31st March, 2015						(₹ in Lakhs)
17.	Other Payables	31,35	2,90	3415,99	-	3450,24
		(62,85)	-	(197,80)	-	(260,65)
18.	Other current assets	-	6	66	-	72
		-	-	-	-	-
19.	Corporate Guarantees taken	12769,73	-	-	-	12769,73
		(11268,05)	-	-	-	(11268,05)
20.	Loans / Advances recoverable	-	-	-	-	-
		-	(1178,09)	-	-	(1178,09)
21.	Investments	-	524,36	-	-	524,36
		-	(37,60)	-	-	(37,60)
22.	Share Capital	29747,49	-	125,00	-	29872,49
		(22694,49)	-	(125,00)	-	(22819,49)
23.	Bank Guarantees taken	15,71	-	-	-	15,71
		(22,69)	-	-	-	(22,69)
24.	Corporate Guarantee given	-	-	-	-	-
		-	(52,48)	-	-	(52,48)

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

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

(iii) **Disclosure in Respect of Material Related Party Transactions during the year :** (₹ in Lakhs)

Sr. No.	Particulars	Relationship	2014-15	2013-14
1. Purchase / Subscription of Investment				
	Reliance Jio Infocomm USA Inc	Subsidiary	90,08	31,30
	Reliance Jio Infocomm UK Limited	Subsidiary	3,11	20
	Reliance Jio Infocomm Pte Ltd.	Subsidiary	179,84	-
2. Shares issued and allotted				
	Reliance Industries Limited	Holding	7053,00	22396,80
3. Shares redeemed				
	Reliance Industries Limited	Holding	-	7147,00
4. Loans / Advances given				
	Rancore Technologies Private Limited	Subsidiary	-	4,29
	Infotel Telecom Limited	Subsidiary	-	1178,09
5. Loans / Advances recovered				
	Rancore Technologies Private Limited	Subsidiary	-	72,00
6. Guarantee Charges				
	Reliance Industries Limited	Holding	12,52	33,80
7. Income from Guarantee Commission				
	Reliance Jio Infocomm Pte Ltd	Subsidiary	6	-
8. Purchase of Fixed Assets/Project Development Expenditure				
	Reliance Retail Limited	Fellow Subsidiary	30,66	8,50
	Rancore Technologies Private Limited	Subsidiary	-	2
	Reliance Industries Limited	Holding	372,35	486,94
	Reliance Corporate IT Park Limited	Fellow Subsidiary	2469,80	194,93
	Reliance Jio Infocomm Pte Ltd.	Subsidiary	11,32	-
	Reliance Security Solutions Limited (₹ 45,126)	Fellow Subsidiary	0	91
9. General Expenses				
	Reliance Retail Limited	Fellow Subsidiary	42	57
10. Corporate Guarantee given				
	Infotel Telecom Limited	Subsidiary	-	42,50
	Reliance Jio Infocomm Pte Ltd	Subsidiary	-	9,98
11. Lease Rent				
	Reliance Eminent Trading & Commercial Private Limited	Fellow Subsidiary	-	2
	Reliance Progressive Traders Private Limited	Fellow Subsidiary	-	2
	Reliance Prolific Traders Private Limited	Fellow Subsidiary	-	3
	Reliance Universal Traders Private Limited (Previous Year ₹ 30,000)	Fellow Subsidiary	-	0
	Reliance Industries Limited	Holding	-	2

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

		(₹ in Lakhs)	
Sr. Particulars No.	Relationship	2014-15	2013-14
12. Professional Fees			
Reliance Security Solutions Limited	Fellow Subsidiary	5	2,72
Strategic Manpower Services Limited	Fellow Subsidiary	31,23	-
Reliance Corporate IT Park Limited	Fellow Subsidiary	660,07	364,00
13. Interest paid			
Reliance Strategic Investments Limited	Fellow Subsidiary	-	60
Reliance Industries Limited	Holding	28,01	10,42
14. Loan Taken			
Reliance Industries Limited	Holding	4710,66	400,00
15. Sale of Fixed Assets			
Reliance Jio Infocomm USA Inc	Subsidiary	-	38
Reliance Retail Limited	Fellow Subsidiary	1,75	-
16. Payment to Key Managerial Personnel			
Sh. Sanjay Mashruwala	Key Managerial Personnel	1,62	-
Sh. Sandip Das	Key Managerial Personnel	5,25	-
17. Loan repaid			
Reliance Industries Limited	Holding	4710,66	400,00
Reliance Strategic Investments Limited	Fellow Subsidiary	-	72,50

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

Balances as at 31st March, 2015		(₹ in Lakhs)		
Sr. No.	Particulars	Relationship	2014-15	2013-14
18. Other Payables				
	Reliance Industries Limited	Holding	31,35	62,85
	Reliance Corporate IT Park Limited	Fellow Subsidiary	3409,90	196,54
	Reliance Retail Limited	Fellow Subsidiary	6,02	19
	Reliance Security Solutions Limited	Fellow Subsidiary	-	1,00
	Reliance Progressive Traders Private Limited	Fellow Subsidiary	2	2
	Reliance Eminent Trading & Commercial Private Limited	Fellow Subsidiary	2	2
	Reliance Prolific Traders Private Limited	Fellow Subsidiary	3	3
	Reliance Jio Infocomm Pte Ltd	Subsidiary	2,90	-
19. Other Current Assets				
	Reliance Retail Limited (₹ 4,405)	Fellow Subsidiary	0	-
	Reliance Payment Solutions Limited	Fellow Subsidiary	62	-
	Reliance Jio Infocomm Pte Ltd.	Subsidiary	6	-
	Reliance Universal Traders Private Limited	Fellow Subsidiary	4	-
20. Corporate Guarantees taken				
	Reliance Industries Limited	Holding	12769,73	11268,05
21. Loans / Advances recoverable				
	Infotel Telecom Limited	Subsidiary	-	1178,09
22. Investments				
	Infotel Telecom Limited	Subsidiary	-	6,05
	Rancore Technologies Private Limited	Subsidiary	-	5
	Reliance Jio Infocomm USA Inc.	Subsidiary	121,38	31,30
	Reliance Jio Infocomm UK Limited	Subsidiary	3,31	20
	Reliance Jio Infocomm Pte Ltd	Subsidiary	399,68	-
23. Share Capital				
	Reliance Industries Limited	Holding	29747,49	22694,49
	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary	125,00	125,00
24. Bank Guarantees taken				
	Reliance Industries Limited	Holding	15,71	22,69
25. Corporate Guarantee given				
	Infotel Telecom Limited	Subsidiary	-	42,50
	Reliance Jio Infocomm Pte Ltd.	Subsidiary	-	9,98

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

33. Financial and Derivative Instruments

a) Derivative contracts entered into by the Company and outstanding as on 31st March, 2015

For hedging Currency and Interest Rate Related Risks:

Nominal amounts of derivative contracts entered into by the Company and outstanding as on 31st March, 2015 amount to ₹ 12795,42 Lakhs (Previous Year ₹ 11162,26 Lakhs). Category wise break up is given below:

Particulars	(₹ in Lakhs)	
	As at 31st March, 2015	As at 31st March, 2014
Forward Contract	10995,42	9262,26
Cross Currency Swaps	1025,00	1025,00
Interest Rate Swaps	775,00	875,00

b) Foreign currency exposures (excluding Currency and Interest Rate Swap) that are not hedged by derivative instruments as on 31st March, 2015 amount to ₹ 2901,54 Lakhs (Previous Year ₹ 614,72 Lakhs).

34. The remaining Unamortised Forward Contract Premium of ₹ 674,12 Lakhs (Previous Year ₹ 1282,27 Lakhs) will be amortised over the life of the Forward Contract.

35. Segment Reporting

The Company provides Internet related services. The Company has single segment as per the requirements of Accounting Standard 17 for "Segment Reporting" notified by Companies (Accounting Standard) Rules, 2006. The assets and liabilities of the Company as on 31st March, 2015 predominantly relate to this segment.

36. Payment to Auditors

	(₹ in Lakhs)	
	2014-15	2013-14
i) Statutory Audit Fees	51	45
ii) Tax Audit Fees	3	3
iii) Certification and Consultation Fees	17	15
iv) Expenses Reimbursed	1	4
Total	72	67
Cost Audit Fees	-	1

37. Value of imports calculated on CIF basis during the financial year in respect of :

	(₹ in Lakhs)	
	2014-15	2013-14
i) Capital goods	4318,21	2905,12

38. Expenditure in foreign currency

	(₹ in Lakhs)	
	2014-15	2013-14
i) Interest and Finance Charges	568,82	217,85
ii) Professional Fees	10,57	14,39
iii) Payment to Employees	-	8,23
iv) Rent	-	32
v) Travelling Expenses	8	33
vi) Other Establishment Expenses	11,91	5,97
vii) Intangible Assets under Development	218,83	30,31
viii) Other Project expenses	22,84	16,36
	833,05	293,76

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

39. Earnings in foreign currency		(₹ in Lakhs)
	2014-15	2013-14
Interest Income (₹ NIL) (Previous Year ₹ 62)	-	0
Income from Guarantee Commission	6	-

40. Details of Loans given, Investment made and Guarantee given covered u/s 186(4) of the Companies Act, 2013

- (i) The Company has not given any loans.
(ii) Investments made by the Company as at 31st March, 2015 (Refer note no. 13 & 16)
(iii) Corporate Guarantees given by the Company as at 31st March 2015

Sr. No.	Name	Purpose	(₹ in Lakhs)	
			As at 31st March, 2015	As at 31st March, 2014
1.	Smart Digivision Private Limited	Guarantee given for general business purpose	19,30	19,30
2.	Reliance Jio Infocomm Pte Ltd	Guarantee given for procurement and activation of submarine cable capacity	-	9,98
3.	Infotel Telecom Limited	Guarantee given to DoT for NLD/ILD License	-	42,50

41. (i) The Department of Telecommunication (DoT), Government of India conducted an auction for spectrum in the month of February 2014. Under the said auction, the Company has acquired the spectrum for 20 years in the 1800 MHz band in 14 Key Service Areas at the total cost of ₹11026,93 Lakhs (spectrum fees). The Company has received the Letter of Intent (LOI) from the DoT, for allotment of the said spectrum on 8th September 2014. The spectrum is valid for a period of 20 years from this date. The Company has opted for deferred payment option and paid an amount of ₹ 3638,89 Lakhs and deferred the balance amount of ₹ 7388,04 Lakhs.
- (ii) The DoT, Government of India conducted an auction for spectrum in the month of March 2015. Under the said auction, the Company has received provisional allocation of the spectrum for 20 years in the 800 MHz band and 1800 MHz band in 13 Key Service Areas for ₹ 10077,53 Lakhs (spectrum fees). After adjustment for partial spectrum in 2 service areas, the total cost of spectrum acquisition is ₹ 9763,28 Lakhs. The Company has made upfront payment of ₹ 2500,00 Lakhs which is included in Capital Advances.

As per our Report of even date

For Chaturvedi & Shah Chartered Accountants Firm Regn No: 101720W	For Deloitte Haskins & Sells LLP Chartered Accountants Firm Regn No: 117366W / W-100018	For Atul Kulshrestha & Co Chartered Accountants Firm Regn No: 013768N
R.Koria Partner Membership No: 35629	Abhijit A. Damle Partner Membership No: 102912	R.Varadharajan Partner Membership No: 207728

For and on behalf of the Board

Mukesh D. Ambani Chairman DIN : 00001695	Manoj H. Modi Director DIN : 00056207	Akash M. Ambani Director DIN : 06984194
Isha M. Ambani Director DIN : 06984175	Sanjay Mashruwala Managing Director DIN : 01259774	Adil Zainulbhai Director DIN: 06646490
Prof. Dipak C. Jain Director DIN: 00228513		
Rajneesh Jain Chief Financial Officer PAN: ABFPJ1815L	Jyoti Jain Company Secretary Membership No.: A18825	

Place: Mumbai
Date: 16th April, 2015