

Reliance Strategic Investments Limited

Independent Auditor's Report

To the Members of Reliance Strategic Investments Limited

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **Reliance Strategic Investments Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2015, 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 were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 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 profit 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, the 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 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 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 have impact on its financial position.
 - ii. The Company has made provision, as 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 are required to be transferred to the Investor Education and Protection Fund by the Company.

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

Amit Chaturvedi
Partner
Membership No.: 103141

For **Rajendra & Co.**
Chartered Accountants
(Registration no. 108355W)

K.K.Desai
Partner
Membership No.: 100805

Place : Mumbai
Date : April 15, 2015

Balance Sheet as at 31st March, 2015

	Note	As at 31st March, 2015	As at 31st March, 2014
<i>₹ in lac</i>			
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	1	2 33	2 33
Reserves and Surplus	2	1255 78	1183 78
		1258 11	1186 11
Current Liabilities			
Short Term Borrowings	3	2121 39	470 82
Trade Payables	4	55	32
Other Current Liabilities	5	156 70	57 81
Short Term Provisions	6	15 57	91
		2294 21	529 86
Total		3552 32	1715 97
ASSETS			
Non-Current Assets			
Non-Current Investments	7	464 55	631 31
Long-Term Loans and Advances	8	333 75	252 40
		798 30	883 71
Current Assets			
Inventories	9	2369 34	513 54
Trade Receivable	10	-	15 16
Cash and Bank Balances	11	201 38	153 39
Short Term Loans and advance	12	122 61	121 13
Other Current Assets	13	60 69	29 04
		2754 02	832 26
Total		3552 32	1715 97

Significant Accounting Policies

See accompanying notes to the Financial Statements **1 to 27**

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Date : 15th April, 2015

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

L.V. Merchant - Chairman

K. Sethuraman

Dhiren Dalal

S. K. Bhardwaj

Director

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

	Note	2014-15	₹ in lac 2013-14
INCOME			
Revenue from operations	14	248 02	54 44
Other income	15	21	-
Total Revenue		248 23	54 44
EXPENDITURE			
Finance Cost	16	156 66	35 35
General Provision on Standard Assets		17	24
Other expenditure	17	5 09	71
Total Expenses		161 92	36 30
Profit before tax		86 31	18 14
Tax Expense			
Current tax		14 50	2 60
Tax for earlier years		(19)	(10)
Profit for the year		72 00	15 64
Earnings per equity shares of face value of ₹ 10 each	18		
Basic (in ₹)		356.40	77.42
Diluted (in ₹)		139.31	30.26
Significant Accounting Policies			
See accompanying notes to the Financial Statements	1 to 27		

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Date : 15th April, 2015

For **Rajendra & Co.**
Firm Registration No : 108355W
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K.K. Desai
Partner
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For and on behalf of the Board

L.V. Merchant - Chairman

K. Sethuraman Director

Dhiren Dalal

S. K. Bhardwaj

Cash Flow Statement for the year 2014-15

	2014-15	2013-14	<i>₹ in lac</i>
A Cash Flow from Operating Activities			
Net Profit before tax as per Profit and Loss Statement	86 31		18 14
Adjusted for :			
Interest received	(38 63)	(54 32)	
Dividend income on investments / Stock	(16 86)	(6 06)	
Share of income on investment in Venture fund	(21 46)	27	
Profit on sale of non current investments	(54 60)	(7 40)	
General Provisions on Standard Assets	17	24	
Interest expenses	156 66	35 35	
	<u>25 28</u>		(31 92)
Operating Profit / (Loss) before working capital changes	111 59		(13 78)
Adjusted for :			
Trade and other receivables	(5 00)	(13 65)	
Inventories	(1855 80)	(398 13)	
Trade payables	14	(5 17)	
F&O premium on open position	(35 94)	32 22	
	<u>(1896 60)</u>		(384 73)
Cash (used in) operations	(1785 01)		(398 51)
Taxes paid	(15 48)		(5 43)
Net Cash (used in) operating activities	<u>(1800 49)</u>		<u>(403 94)</u>
B. Cash flow from Investing Activities			
Purchase of investments	(107 88)	(55 24)	
Sale of investments	336 54	44 30	
Income/Deficit on the fund	(7 31)	72	
Dividend income on investments / stock	16 86	6 06	
Share of income on investment in Venture fund	21 46	(27)	
Movement in loans	(67 15)	(148 89)	
Investment in fixed deposits	(50 00)	50 00	
Interest income	40 74	43 06	
Net Cash from / (used in) Investing Activities	<u>183 26</u>		(60 26)
C. Cash flow from financing Activities			
Proceeds from :			
Loan taken from the holding company	6256 60	4262 70	
Loan repaid to the holding company	(4606 03)	(3791 88)	
Interest paid	(35 35)	(8 57)	
Net Cash Generated from Financing Activities	<u>1615 22</u>		462 25
Net Increase/(Decrease) in Cash and Cash Equivalents	(2 01)		(1 95)
Opening Balance of Cash and Cash Equivalents	2 39		4 34
Closing Balance of Cash and Cash Equivalents	<u>38</u>		<u>2 39</u>
(Refer Note no. 11)			

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Date : 15th April, 2015

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

L.V. Merchant

- Chairman

K. Sethuraman**Dhiren Dalal****S. K. Bhardwaj**

Director

Significant Accounting Policies

a) Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of the accounting standard notified under the relevant Companies Act, 2013.

b) Revenue recognition

The Company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis. Dividend income is recognised when right to receive is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and rate applicable.

c) Investments

Current investments are carried at the 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 in the opinion of the management.

d) Inventories

Stock in Trade is valued at cost or market value / net asset value whichever is lower.

e) Provision for Current and Deferred Tax

Provision for current Income Tax is made on the taxable income under the Income Tax Act, 1961. Deferred tax arising on account of “timing difference” and which are capable of reversal in one or more subsequent periods, is recognised using the tax rates and tax laws that are enacted or substantively enacted. Deferred tax assets is recognised only to the extent there is virtual or reasonable certainty with respect to reversal of the same in future years as a matter of prudence.

f) Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

g) Derivative transactions

In respect of derivative contracts, premium paid, gains / losses on settlement and losses on restatement are recognised in the Profit and Loss Account.

Notes on the Financial Statement for the Year ended 31st March, 2015

		₹ in lac	
		As at 31 March 2015	As at 31 March 2014
1. Share capital			
Authorised :			
21,00,000	Equity shares of ₹ 10 each	2 10	2 10
(21,00,000)			
2,25,00,000	Preference shares of ₹ 100 each	225 00	225 00
(2,25,00,000)			
5,00,00,000	Preference shares of ₹ 1 each	5 00	5 00
(5,00,00,000)			
		<u>232 10</u>	<u>232 10</u>
Issued, Subscribed and Paid up:			
* 20,20,200	Equity shares of ₹ 10 each fully paid up	2 02	2 02
(20,20,200)			
** 4,02,800	9% Non-Cumulative Compulsorily Convertible	4	4
(4,02,800)	Preference Shares of ₹ 1 each		
*** 27,45,355	9% Non-Cumulative Compulsorily Convertible	27	27
(27,45,355)	Preference Shares of ₹ 1 each		
		<u>2 33</u>	<u>2 33</u>

Note :

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

Name of the Shareholders	Type	As at 31st March, 2015		As at 31st March, 2014	
		No. of shares	% held	No. of shares	% held
* Reliance Industries Limited (Holding Company)	Equity	20 20 200	100.00	20 20 200	100.00
** Reliance Industries Limited (Holding Company)	Preference	4 02 800	100.00	4 02 800	100.00
*** Reliance World Trade Private Limited (Fellow Subsidiary Company)	Preference	27 45 355	100.00	27 45 355	100.00

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

Particulars	As at 31st March, 2015		As at 31st March, 2014	
	Equity Nos.	Preference Nos.	Equity Nos.	Preference Nos.
Shares at the beginning of the year	20 20 200	31 48 155	20 20 200	31 48 155
Add : Shares issued during the year	-	-	-	-
Shares at the end of the year	20 20 200	31 48 155	20 20 200	31 48 155

c) Terms of Preference shares

** Each Compulsorily convertible preference share (CCPS) shall be convertible into one equity share of ₹ 10 each at a premium of ₹ 2790 per share at any time after 5 years from the date of issue i.e. 31.03.2010 upto 20 years from the date of issue. Outstanding CCPS, if any on the expiry of 20 years from the date of issue will automatically and compulsorily be converted into one equity share for every one CCPS.

*** Each Compulsorily convertible preference share (CCPS) shall be convertible into one equity share of ₹ 10 each at a premium of ₹ 2790 per share at any time after 5 years from the date of issues i.e. 06.01.2010 & 13.01.2010 upto 20 years from the date of issues. Outstanding CCPS, if any on the expiry of 20 years from the date of issues will automatically and compulsorily be converted into one equity share for every one CCPS.

Notes on the Financial Statement for the Year ended 31st March, 2015

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.

	As at 31st March, 2015	As at 31st March, 2014
<i>₹ in lac</i>		
2. Reserves and Surplus		
Capital Redemption Reserve		
As per last Balance sheet	1 23	1 23
Securities Premium Reserve		
As per last Balance sheet	881 17	881 17
Statutory Reserve Fund*		
As per last Balance sheet	63 48	60 33
Add : Transferred from Profit and Loss Account	14 42	3 15
	<u>77 90</u>	<u>63 48</u>
Profit and Loss Account		
As per last Balance Sheet	237 90	225 41
Add: Profit for the year	72 00	15 64
	<u>309 90</u>	<u>241 05</u>
Appropriation :		
Statutory Reserve Fund	14 42	3 15
	<u>295 48</u>	<u>237 90</u>
	<u><u>1255 78</u></u>	<u><u>1183 78</u></u>

* Created pursuant to Section 45-IC of the Reserve Bank of India Act, 1934.

	As at 31st March, 2015	As at 31st March, 2014
<i>₹ in lac</i>		
3. Short Term Borrowings		
Unsecured Loans		
Loans from Holding Company	2121 39	470 82
	<u>2121 39</u>	<u>470 82</u>
<i>₹ in lac</i>		
4. Trade Payable	As at 31st March, 2015	As at 31st March, 2014
Micro, Small and Medium Enterprises	-	-
Others	55	32
	<u>55</u>	<u>32</u>

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

	As at 31st March, 2015	₹ in lac As at 31st March, 2014
5. Other Current Liabilities		
Interest accrued but not due, to the Holding company	140 99	31 82
Future and Option premium on open position (net)	-	22 33
*Others	15 71	3 66
	<u>156 70</u>	<u>57 81</u>
* Includes statutory dues, and provision for revenue expenditure		
	As at 31st March, 2015	₹ in lac As at 31st March, 2014
6. Short Term Provisions		
Other provisions		
# Contingent provision against standard asset	1 07	91
For taxation	14 50	-
	<u>15 57</u>	<u>91</u>
# Created pursuant to Section 45JA of the Reserve Bank of India Act, 1934 and Para 10 of Prudential Norms, 2015		
	As at 31st March, 2015	₹ in lac As at 31st March, 2014
7. Non-Current Investments		
<i>(Long Term Investments)</i>		
<i>(Valued at Cost less other than temporary diminution in value, if any)</i>		
Other Investments		
(A) Quoted		
In Equity shares - fully paid up		
— HDFC Limited of ₹ 2 each (16,46,657)	-	108 37
14,87,160 Den Networks Limited of ₹ 10 each (14,87,160)	14 33	14 33
Total (A)	<u>14 33</u>	<u>122 70</u>
(B) Unquoted		
In Equity shares of Subsidiary companies - fully paid up		
25,500 Reliance Global Commercial Limited (25,500) of ₹ 10 each	3	3
25,000 Reliance Universal Commercial Limited (25,000) of ₹ 10 each	2	2
	<u>5</u>	<u>5</u>
In Equity shares in Associates - fully paid up		
37,50,000 Reliance Commercial Dealers Limited (37,50,000) of ₹ 10 each	3 75	3 75
46,87,500 Extramarks Education Private Limited (46,87,500) of ₹ 10 each	125 00	125 00
	<u>128 75</u>	<u>128 75</u>

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

		₹ in lac	
		As at 31st March, 2015	As at 31st March, 2014
7. Non-Current Investments (contd.)			
(B) Unquoted:			
In Equity shares - fully paid up			
85,000 National Stock Exchange of India Limited	28 48		28 48
(85,000) of ₹ 10 each			
	28 48		28 48
In Debentures of Associate - fully paid up			
1,00,000 9% Optionally Fully Convertible Debentures	100 00		100 00
(1,00,000) of Extramarks Education Private Limited			
of ₹ 10,000 each			
In Debentures - fully paid up			
— 7.90% Optionally Convertible Debentures	-		148 06
(1,48,06,285) of D.E. Shaw India Securities Private			
Limited of ₹ 100 each			
In Venture fund - fully paid up			
2,000 Peninsula Realty fund of ₹ 100000 each	20 00		20 00
(2,000) Add : Income/(Deficit) of the fund	5 36		5 36
	25 36		25 36
11,17,500 KKR India Debt Fund I of ₹ 1000 each	111 75		36 25
(3,62,500) Add : Income/(Deficit) of the fund	611		-
	117 86		36 25
10,00,000 DSP Blackrock India Enhanced Equity	10 00		-
(—) Fund - Class B of ₹ 100 each			
	153 22		61 61
In Venture fund - partly paid up			
5,000 Multiples Private Equity Fund - Scheme I	31 15		34 97
(5,000) of ₹ 100000 each,			
₹ 62297 (previous year ₹ 69940) each			
paid up			
Add : Income/(Deficit) of the fund	(14)		(49)
	31 01		34 48
25,000 LICHL Urban Development Fund	7 86		7 18
(25,000) of ₹ 10,000 each,			
₹ 3145 (previous year ₹ 2,870) each			
paid up			
Add : Income/(Deficit) of the fund	85		-
	8 71		7 18
	39 72		41 66
Total (B)	450 22		508 61
Total (A+B)	464 55		631 31
Aggregate amount of quoted investments	14 33		122 70
Market Value of quoted investments	17 91		174 01
Aggregate amount of unquoted investments	450 22		508 61

Notes on the Financial Statement for the Year ended 31st March, 2015

	As at 31st March, 2015	₹ in lac As at 31st March, 2014
8. Long Term Loans and Advances (Unsecured and considered good)		
Loan to Subsidiary Companies*	21 38	20 51
Loan to Fellow Subsidiary Companies*	42	42
Loan to others	311 95	231 47
	<u>333 75</u>	<u>252 40</u>
* Refer Note no. 24 & 26		
9. Inventories		
Stock-in-trade	2369 34	513 54
	<u>2369 34</u>	<u>513 54</u>
10. Trade Receivables (Unsecured and considered good)		
Over six months	-	-
Others	-	15 16
	<u>-</u>	<u>15 16</u>
11. Cash and Bank Balances Cash and cash equivalents Balance with Banks		
In current accounts	38	2 39
Other bank balances In deposits #	201 00	151 00
	<u>201 38</u>	<u>153 39</u>
# Deposits with banks of ₹ NIL (previous year ₹ 5000 lac) with maturity more than 12 months. Deposits of ₹ 20100 lac (previous year ₹ 15100 lac) are given under pledge.		
12. Short Term Loans and Advances (Unsecured and considered good)		
Loan to others	95 80	110 00
Advance payment of taxes (net)	26 81	11 13
	<u>122 61</u>	<u>121 13</u>

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

	As at 31st March, 2015	₹ in lac As at 31st March, 2014
13. Other Current Assets		
Accrued interest	46	29
Interest receivable	26 24	28 36
Advance against purchase of shares	20 00	-
Future and Option premium on open position (net)	13 61	-
Deposits	1	2
Income tax refund receivable	37	37
	<u>60 69</u>	<u>29 04</u>
	2014-15	2013-14
14. Revenue from Operations		
Interest income		
on loans	9 75	19 48
on fixed deposits	15 84	14 19
	<u>25 59</u>	33 67
Income from Non-Current investments		
Dividend income	1 19	3 10
Interest on securities	13 04	20 65
Profit on sale of investments	54 60	7 40
Share in LLP (₹ NIL, previous year loss ₹ 4486/-)	-	0
	<u>68 83</u>	31 15
Income from stock in trade		
Dividend income	15 67	296
Interest on securities	1 21	7 85
Profit on sale of stock in trade (Refer Note no. 25)	146 86	5 66
	<u>163 74</u>	16 47
Income from investment in venture fund		
Dividend income	88	5
Interest and other income	22 12	(29)
	<u>23 00</u>	(24)
Less : Expenses	1 54	3
	<u>21 46</u>	(27)
Loss on Future and Option dealings	(31 60)	(26 58)
	<u>248 02</u>	<u>54 44</u>

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

19. The Previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.
20. The Company does not have any Timing differences between taxable income and accounting income requiring provision for deferred tax liability. The company has available amount of carried forward losses under Income Tax Act, however as a matter of prudence no deferred tax asset has been recognised.

21. Contingent Liabilities

	As at 31st March, 2015 ₹ in lac	As at 31st March, 2014 ₹ in lac
i) Arrears of Dividend on Cumulative Preference Shares	71 90	71 90
ii) Commitments towards venture fund units	36 98	121 61

22. Segment Reporting

The Company is engaged in business of finance, Trading / investments in shares and securities in India only and there are no separate business / geographical segments as per Accounting Standard - 17 "Segment Reporting".

23. a) Details of Option contracts outstanding at the year end - total premium carried forward at the year end net of provision

Sr No	Option Type	As at 31st March, 2015 (₹ in lac)
1.	Nifty Index - Bought	14 81
2.	Bank Nifty Index - Bought	48
3.	Bank Nifty Index - Sold	(50)
	Total	14 79

- b) Details of future contracts outstanding at the year end 31st March, 2015

Sr No	Scrip	No. of Contracts	No. of Units Long	No. of Units Short
1.	Nifty - April 2015	7	-	2 56 350
2.	HDFC Bank - April 2015	1	24 750	-
3.	HDFC - April 2015	1	-	18 500
4.	Axis Bank - April 2015		1 23 000	-
5.	Bajaj Auto - April 2015		14 375	-
6.	Hero Moto - April 2015	1	-	7 875
7.	Tata Motors Co - April 2015		-	3 75 000
8.	Tata MTRDVR - April 2015		5 76 000	-
9.	Titan - April 2015	1	-	78 000
10.	Arvind - April 2015	1	76 000	-
11.	Maruti - April 2015	1	-	13 500
12.	SBIN - April 2015	1	2 55 000	-
13.	Bank Baroda - April 2015	1	4 15 000	-
14.	Hind Unilvr - April 2015	1	57 000	-
15.	ITC - April 2015	1	1 52 000	-

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

24. Disclosure under listing agreement

a) Loans and advances in the nature of loans

₹ in lac

Sr. No.	Name of the Company		As at 31st March, 2015	Maximum balance during the year	As at 31st March, 2014	Maximum balance during the year
1.	Reliance Global Commercial Limited		4 43	4 43	4 43	4 43
2.	Reliance Universal Commercial Limited	Subsidiaries	4 43	4 43	4 43	4 43
3.	Reliance Petroinvestments Limited		12 52	12 52	11 65	11 65
4.	Kanhatech Solutions Limited	Fellow	42	42	42	43
5.	Reliance Aromatic & Petrochemicals Limited	subsidiary	-	1	-	-
6.	Reliance Polyolefins Limited	companies	-	-	-	85
7.	Reliance Jio Electronics Private Limited		-	-	-	5
8.	Rancore Technologies Private Limited*		-	-	-	72 50
9.	Ojasvi Trading Private Limited		126 00	126 08	126 08	126 08
10.	Shinano Retail Private Limited		176 00	176 00	96 00	227 65
11.	Reliance Fire Brigade Services Private Limited		50	50	50	50
12.	Reliance Group Support Services Private Limited		2 45	2 45	2 45	2 45
13.	Abans Finance Limited		60 00	60 00	60 00	60 00
14.	Abans Realty & Infrastructure Private Limited		20 00	20 00	20 00	20 00
15.	Abans Jewels Private Limited		15 00	15 00	5 00	5 00
16.	JM Financial Products Limited		-	25 00	25 00	25 00
17.	Binal Estate Private Limited	Others	-	-	-	7 70
18.	Bhagyashri Mercantile Private Limited		-	-	-	3 80
19.	Chitrani Mercantile Private Limited		-	-	-	2 88
20.	Gopesh Commercials Private Limited		-	-	-	3 78
21.	Nemita Commercials Private Limited		-	-	-	4 91
22.	Nisarga Commercials Private Limited		-	-	-	3 29
23.	Prakruti Commercials Private Limited		-	-	-	56
24.	Vijayant Commercials Private Limited		-	-	-	3 77

* Amalgamated with Reliance Jio Infocom Limited w.e.f. 01.09.2014

Note : All above loans are towards business purpose :

- Loans and Advances shown above, to Subsidiary companies fall under the Category of "Loans and Advances" in nature of zero coupon optionally convertible / interest free loan for two years.
- Loans and Advances shown above, to Fellow subsidiary companies fall under the Category of "Loans and Advances" - in nature of interest free long term loan for two years.
- Loans and Advances shown above, to others under item no. 9 & 10 are long term zero coupon convertible loans and under item no. 11 & 12 are long term interest bearing loans for two years.
- Loans and Advances shown above, to others under item no. 13 to 16 is in the nature of short term interest bearing loans.

b) Investment by the loanee in the shares of the Company is NIL

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

25. Details of income from trading in shares / securities

	Unit	As at 31st March, 2015		As at 31st March, 2014	
		Quantity nos.	Value ₹ in lac	Quantity nos.	Value ₹ in lac
Opening Stock					
Equity shares	Nos.	8734808	497 66	-	-
Units	Nos.	-	-	2712060	47 00
Bonds	Nos.	43	4 17	239	26 24
Government Securities	Nos.	1201600	11 71	4198800	42 17
			<u>513 54</u>		<u>115 41</u>
Purchases					
Equity shares	Nos.	51104751	2602 36	10451153	659 46
Units	Nos.	83837617	3402 00	85066482	2721 64
Bonds	Nos.	1121	114 53	1455	143 79
Government Securities	Nos.	9260800	91 67	12351000	123 08
			<u>6210 57</u>		<u>3647 97</u>
Sales					
Equity shares	Nos.	18022622	881 16	1716345	159 39
Units	Nos.	83837617	3410 91	87778542	2781 31
Bonds	Nos.	1133	115 67	1651	163 58
Government Securities	Nos.	9526000	93 89	15348200	151 22
			<u>4501 63</u>		<u>3255 50</u>
Closing Stock					
Equity shares	Nos.	41816937	2356 46	8734808	497 66
Units	Nos.	-	-	-	-
Bonds	Nos.	31	3 26	43	4 17
Government Securities	Nos.	936400	9 63	1201600	11 71
			<u>2369 34</u>		<u>513 54</u>
			<u>146 86</u>		<u>5 66</u>

26. Related Party

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	Holding Company
2.	Reliance Strategic (Mauritius) Limited (Liquidated in previous year)	Subsidiary Companies
3.	Reliance Global Commercial Limited	
4.	Reliance Universal Commercial Limited	
5.	Reliance Petroinvestments Limited	
6.	Reliance Polymers (India) Limited (upto 22.09.2013)	

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

26. Related Party (Contd..)

Sr. No.	Name of the Related Party	Relationship
7.	Reliance Industrial Investments and Holdings Limited	Fellow Subsidiary Companies
8.	Reliance Polymers (India) Limited (from 23.9.2013 to 30.9.2013)	
9.	Reliance Polyolefins Limited (from 23.9.2013)	
10.	Reliance World Trade Private Limited	
11.	Kanhatech Solutions Limited	
12.	Rancore Technologies Private Limited*	
13.	GenNext Ventures LLP (upto 01.09.2013)	
14.	Reliance Commercial Dealers Limited	Associate Companies
15.	Extramarks Education Private Limited	

* Amalgamated with Reliance Jio Infocom Ltd. w.e.f. 01-09-2014

ii) Transactions during the year with related parties:

(₹ in lac)

Sr. No.	Nature of Transaction	Holding Company	Subsidiary Companies	Fellow Subsidiaries	Associates and LLP	Total
1.	Loans taken / (repaid) (net)	1759 74 <i>502 64</i>	- -	- -	- -	1759 74 <i>502 64</i>
2.	Loans and Advances given / (returned) (net)	- -	87 <i>10 50</i>	- -	- <i>70</i>	87 <i>11 20</i>
3.	Purchase / Subscription of Investments	- -	- <i>2</i>	- -	- -	- <i>2</i>
4.	Sale / redemption of Investments and Share in LLP	- -	- <i>32</i>	- <i>4 04</i>	- -	- <i>4 36</i>
5.	Interest income	- -	- -	- <i>82</i>	9 00 <i>9 00</i>	9 00 <i>9 82</i>
6.	Finance Cost	156 66 <i>35 35</i>	- -	- -	- -	156 66 <i>35 35</i>
Balance as at 31st March, 2015						
7.	Equity share capital	2 02 <i>2 02</i>	- -	- -	- -	2 02 <i>2 02</i>
8.	Preference share capital (including premium)	112 78 <i>112 78</i>	- -	768 70 <i>768 70</i>	- -	881 48 <i>881 48</i>
9.	Loans taken	2121 39 <i>470 82</i>	- -	- -	- -	2121 39 <i>470 82</i>
10.	Interest accrued but not due	140 99 <i>31 82</i>	- -	- -	- -	140 99 <i>31 82</i>
11.	Long Term Loans and Advances given	- -	21 38 <i>20 51</i>	42 <i>42</i>	- -	21 80 <i>20 93</i>
12.	Interest receivable	- -	- -	- -	18 93 <i>10 83</i>	18 93 <i>10 83</i>
13.	Investments	- -	5 <i>5</i>	- -	228 75 <i>228 75</i>	228 80 <i>228 80</i>

Note : Figures in Italic represents previous year's amount

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

26. Related Party (Contd..)

Disclosure in Respect of Material Related Party Transactions during the year: (₹ in lac)

Particulars	Relationship	2014-15	2013-14
1. Loans taken / (repaid) (net)			
Reliance Industries Limited	Holding Company	1759 74	502 64
2. Loans and Advances given / (returned) net			
Reliance Petroinvestments Limited	Subsidiary	87	10 50
GenNext Ventures LLP	LLP	-	70
3. Purchase/Subscription of Investmens			
Reliance Strategic (Mauritius) Limited	Subsidiary	-	2
4. Sale/redemption of Investments and share in LLP			
Reliance Strategic (Mauritius) Limited	Subsidiary	-	32
Reliance Industrial Investments and Holdings Ltd	Fellow Subsidiary	-	0.1
Reliance Polymers (India) Limited	Fellow Subsidiary	-	4 04
5. Interest income			
Reliance Polyolefins Limited	Fellow Subsidiary	-	0.23
Rancore Technologies Private Limited	Fellow Subsidiary	-	81
Extramarks Education Private Limited	Associate	9 00	9 00
6 Interest expenses			
Reliance Industries Limited	Holding Company	156 66	35 35

27. NBFC Disclosures

27.1 Disclosures of details as required by Paragraph 11 and 13 of Systemically Important Non Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015, are given to the extent applicable.

	Amount outstanding	Amount overdue
Liabilities side		
I. Loans and advances availed by the NBFC inclusive of interest accrued thereon but not paid		
a) Inter-corporate loans and borrowing	2262 38	NIL
		₹ in lac
Assets side		Amount outstanding
II. Break-up of Loans and Advances including bills receivables (other than those included in (IV) below)		
a) Unsecured		490 24
III. Break up of Leased Assets and Stock on hire and other assets counting towards AFC activities		NIL

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

27. NBFC Disclosures (Contd...)

IV. Break-up of Investments

Current Investments (Including Stock-in-trade)

1. Quoted		
i) Shares : (a) Equity		2356 46
ii) Bonds		3 26
2. Unquoted		
i) Government Securities		9 63

Long Term Investments

1. Quoted		
i) Shares : Equity		14 33
2. Unquoted		
i) Shares : Equity		157 28
ii) Debentures		100 00
iii) Units of venture funds		192 94

V. Borrower group-wise classification of assets financed as in (II) and (III) above :

Category	Amount net of provision		Total
	Secured	Unsecured	
1. Related parties			
i) Subsidiaries	NIL	21 38	21 38
ii) Other related party	NIL	42	42
2. Other than related parties	NIL	468 07	468 07
Total	NIL	489 87	489 87

VI. Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)

Category	Market value/Break up or fair value or NAV	Book value (net of provisions)
1. Related Parties		
i) Subsidiaries		5
ii) Other related parties		228 75
2. Other than related parties		3091 80
Total		3320 60

VII. Other information

Particulars	Amount
1. Gross Non-Performing Assets	NIL
2. Net Non-Performing Assets	NIL
3. Assets acquired in satisfaction of debt	NIL

27.2 Capital to Risk Assets Ratio (CRAR)

	As at 31st March, 2015 (%)	As at 31st March, 2014 (%)
1. i) CRAR	34.77	67.43
ii) CRAR - Tier I Capital	34.74	67.37
iii) CRAR - Tier II Capital	0.03	0.06

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

27. NBFC Disclosures (Contd...)

2.	Exposure to Real Estate Sector		₹ in lac
	Category	As at 31st March, 2015	As at 31st March, 2014
a)	Direct exposure		
	i) Residential Mortgages	NIL	NIL
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to ₹.15 lakh may be shown separately)		
	ii) Commercial Real Estate	NIL	NIL
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi-family residential building, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;		
	iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures		
	- Residential	NIL	NIL
	- Commercial Real Estate	NIL	NIL
b)	Indirect Exposure*		
	Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	34 07	140 91
	* Investment in property venture funds / Equity shares of HDFC Limited		

3.	Asset Liability Management - maturity pattern of certain items of assets and liabilities									₹ in lac
		1 day to 30/ 31 days one month)	Over one month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
	Liabilities									
	Borrowings from Banks	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	Market Borrowings	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
	Assets									
	Advances	106 32	NIL	1 26	19 19	1 55	52 55	176 00	133 00	489 87
	Investments	NIL	NIL	NIL	2369 34	39 69	49 72	NIL	375 14	2833 89

27.3 Additional Disclosures

- There is no Registration / licence/ authorisation obtained from other financial sector regulators by the Company.
- There are no ratings assigned by any credit rating agencies and hence no migration of ratings during the year.
- There is no Penalties levied by any regulator on the Company during the year.
- Country of operation is whole of India and there are no joint venture partners and Overseas Subsidiaries of the Company.

As per our Report of even date

For **Chaturvedi & Shah**
Firm Registration No : 101720W
Chartered Accountants

Amit Chaturvedi
Partner
Membership No. 103141

Mumbai
Date : 15th April, 2015

For **Rajendra & Co.**
Firm Registration No : 108355W
Chartered Accountants

K.K. Desai
Partner
Membership No. 100805

For and on behalf of the Board

L.V. Merchant - Chairman

K. Sethuraman

Dhiren Dalal

S. K. Bhardwaj

Director