



Reliance Utilities And Power Private Limited

Financial Statements

2015-2016

Corporate Identity Number (CIN) of the Company:

U40100GJ1991PTC051130

Name of the Company:

Reliance Utilities And Power Private Limited

Registered Office:CPP Control Room, Village Padana,
Taluka Lalpur, District Jamnagar,
Jamnagar- 361280, Gujarat.**Corporate Office:**3rd Floor, Maker Chambers IV,
222 Nariman Point,
Mumbai 400021.
Tel: +91 22 2278 5500, Fax: +91 22 2278 5560**Board of Directors:**

Shri Kamal Nanavaty	:	Director
Shri V K Gandhi	:	Director
Shri Satish Parikh	:	Director
Ms. Geeta Fulwadaya	:	Director

Key Managerial Personnel:

Kiritkumar Brahmhatt	:	Manager
Dinesh Lahoti	:	Secretary
Paras Bhansali	:	Chief Financial Officer

Auditors:M/s. Chaturvedi & Shah
Chartered Accountants
714-715, Tulsiani Chambers,
212, Nariman Point,
Mumbai-400 021**Registrar & Transfer Agents**Karvy Computershare Private Limited
Karvy Selenium Tower B, Plot 31-32, Gachibowli,
Financial District, Nanakramguda,
Hyderabad – 500 032

DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the Twenty Sixth Annual Report and the Company's audited financial statement for the financial year ended March 31, 2016.

Financial Results

The financial performance of the Company for the financial year ended March 31, 2016 is summarized below:

(Rs. in Crore)

	2015-16	2014-15
Profit before tax	722.34	207.85
Less: Provision for Redemption of Debenture	600.21	-
Less: Provision for taxation		
Current Tax	93.27	172.50
Deferred Tax	(2.34)	(1.97)
Profit after tax	31.20	37.32
Add: Balance brought forward from the last year	2693.46	2535.93
Amount available for appropriations	2724.66	2573.25
Add/(Less): Appropriations		
Transfer (to)/from Debenture Redemption Reserve	-	120.21
Balance carried to Balance Sheet	2724.66	2693.46

- Revenue from Operations is Rs.1742.97 crore
- Profit before Interest, Depreciation, Provision for Redemption of Debentures and Tax is Rs. 1271.79 crore

Operations

During the year under review, your Company has continued to generate power without interruption for captive use by Refinery and Manufacturing Facilities of Reliance Industries Limited at Jamnagar, Hazira and Dahej.

New Projects:

The Company is implementing projects comprising of 3 Steam Turbine Generator (STGs), 4 Circulating Fluidised Bed Combustion (CFBC) boilers at Dahej; 4 STGs, 5 CFBC boilers at Hazira and 3 Gas Turbine Generators, 3 Heat Recovery Steam Generators, 2 Auxiliary boilers and 1 STG at Jamnagar for captive use for the manufacturing facilities of Reliance Industries Limited at above locations.

Above projects are expected to be completed during Financial Year 2016-2017 in a phased manner.

New Borrowings:

During the year under review, Company has made borrowings as under:

- Rupee Term Loans from Bank of Rs. 500 crore.
- External commercial borrowings from Banks of USD 300 Million.

These funds will be utilized for ongoing capital expenditure.

Dividend

Your Directors have not recommended any dividend on Class 'B' Equity Shares for the year under review.

Subsidiary, Joint Venture and Associate Company

During the year under review, Reliance Singapore Holding Pte Ltd. was Associate of the Company up to November 06, 2015. No company has become or ceased to be Company's joint venture or subsidiary company. During the year under review Reliance Utilities Private limited has become Associate of the company w.e.f. March 29, 2016. Salient feature of the financial statement of company's subsidiary/ Associate as per the Companies Act, 2013 ('the Act') is annexed to the Financial Statement of the Company.

Directors' Responsibility Statement

Your Directors state that:

- (a) in the preparation of the annual accounts for the year ended March 31, 2016, the applicable accounting standards read with requirements set out under Schedule III to the Companies Act, 2013 (the 'Act'), have been followed and there are no material departures from the same;
- (b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2016 and of the profit of the Company for the year ended on that date;
- (c) the Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- (d) the Directors have prepared the annual accounts on a 'going concern' basis;
- (e) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Contracts and arrangements with Related Parties

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were

in the ordinary course of business and on an arm's length basis.

Corporate Social Responsibility

The Board of Directors of the Company has formulated and approved a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company.

In terms of the CSR Policy, the focus areas of engagement shall be rural transformation, affordable healthcare solutions, access to quality education, environmental sustainability and protection of national heritage.

The Company's average net profit for the three immediately preceding financial years is Rs. 429.14 crore. During the year, the Company has spent Rs. 8.60 Crore (around 2.004% of the average net profit of last three financial year) on CSR activities.

The CSR Policy may be accessed on the Company's website.

The Annual Report on CSR activities is annexed herewith marked as **Annexure I**.

Risk Management

The Company has in place a Risk Management Policy which provides for a robust risk management framework to identify and assess risks such as operational, financial, regulatory and other risks. There is an adequate risk management infrastructure in place capable of addressing these risks.

Internal Financial Controls

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation were observed.

Directors and Key Managerial Personnel

The Company has in place a Policy for performance evaluation of Board, Committees and other Individuals Directors which includes criteria for performance evaluation of the non-executive directors and executive directors.

On the basis of the Policy for performance evaluation of Board, Committees and other Individual Directors, feedback was obtained from all the Directors by way of structured questionnaire for the evaluation of the Board, its Committees and the Individual directors covering, *inter-alia*, various

aspects of their performance including composition and skills, board dynamics, understanding of Company's operations, contribution at the meetings and inter-personal skills. The responses received were evaluated by the Board.

The following policies of the Company are attached annexed herewith marked as **Annexure II-A** and **Annexure II-B**:

- a) Policy for Appointment of Directors; and
- b) Remuneration Policy for Directors, Key Managerial Personnel and other employees.

Auditors and Auditors' Report:

Statutory Auditors

M/s. Chaturvedi & Shah, Chartered Accountants Statutory Auditors of the Company, hold office until the conclusion of the ensuing Annual General Meeting of the Company and are eligible for re-appointment. They have confirmed their eligibility to the effect that their re-appointment, if made, would be within the prescribed limits under the Act and that they are not disqualified for re-appointment.

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer.

Secretarial Auditor

The Board has appointed Ms. Shashikala Rao, Practising Company Secretary, to conduct Secretarial Audit for the financial year 2015-16. The Secretarial Audit Report for the financial year ended March 31, 2016 is annexed herewith marked as **Annexure III** to this Report. The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer.

Disclosures:

Audit Committee

The Audit Committee of the Company comprises Shri K. P. Nanavaty (DIN: 00001580) as Chairman and Shri V K Gandhi (DIN: 00012921) and Shri Satish Parikh (DIN: 00094560) as members. All the recommendations made by the Audit Committee were accepted by the Board.

Corporate Social Responsibility Committee

The Corporate Social Responsibility Committee (CSR Committee) comprises Shri K. P. Nanavaty as Chairman and Shri V K Gandhi and Shri Satish Parikh as members.

Vigil Mechanism

The Company has in place Vigil Mechanism Policy for employees including Directors of the Company to report their genuine concerns or grievances. The provisions of this Policy are in line with the provisions of Section 177(9) of the Act.

The policy on vigil mechanism may be accessed on the Company's website.

Meetings of the Board

Four meetings of the Board were held during the financial year.

Particulars of loans given, investments made, guarantees given and securities provided

The Company is providing Infrastructural facilities and hence is exempted from the provisions of Section 186 of the Act relating to loan made, guarantee given and security provided. Particulars of investments made are provided in the financial statement.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

A. Conservation of Energy

i) Steps taken for conservation of energy:

Energy conservation dictates how efficiently a company can conduct its operations. Your Company has recognized the importance of energy conservation in decreasing the deleterious effects of global warming and climate change. Your Company carries out its operations in an environmental friendly manner and periodically reviews and implements measures to reduce the consumption of energy in its operations.

The following energy conservation measures were undertaken during the year resulting in saving of energy:

- a) Usage of alternate pumps to reduce LP steam dumping.
- b) Decommissioning/stoppage of standby equipment's.

ii) Steps taken by the Company for utilising alternate sources of energy:

Use of synthesis gas (Syngas) as an alternate fuel

instead of natural gas/liquid fuel is being implemented at Jamnagar.

(iii) The capital investment on energy conservation equipment:

Nil

B. Technology Absorption

i) Major efforts made towards technology absorption:

The ongoing projects of the Company comprise of setting up of coal based power plants running on Circulating Fluidized-bed Combustion Technology

ii) The benefits derived like product improvement, cost reduction, product development or import substitution:

None

iii) Information regarding imported technology (Imported during last three years):

The Company has not imported any technology during the last three years.

iv) Expenditure incurred on research and development:

None

C. Foreign Exchange Earnings and Outgo:

Foreign Exchange earned in terms of actual inflows - Rs. 596.08 crore

Foreign Exchange outgo in terms of actual outflows - Rs. 682.44 crore

Extract of Annual Return

Extract of Annual Return of the Company is annexed herewith marked as **Annexure IV** to this Report.

Particulars of Employees and related disclosures

In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules is annexed herewith marked as **Annexure V** to this Report.

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed herewith marked as **Annexure VI** to this Report.

General

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- i) Details relating to deposits covered under Chapter-V of the Act.
- ii) Issue of equity shares with differential rights as to dividend, voting or otherwise.
- iii) Issue of shares (including sweat equity shares and ESOS) to employees of the Company under any scheme.
- iv) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- v) No fraud was reported by the Auditors to the Audit Committee or the Board of Directors of the Company.
- vi) The Company does not have any scheme of provision of money for the purchase of its own shares by employees or by trustees for the benefit of employees.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Acknowledgement

Your Directors would like to express their sincere appreciation for the assistance and co-operation received from the financial institutions, banks, Government authorities, customers, vendors and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Company's executives, staff and workers.

For and on behalf of the Board of Directors

(K. P. Nanavaty)
Director

(Satish Parikh)
Director

May 26, 2016

DIN: 00001580

DIN: 00094560

Annexure I**Annual Report on Corporate Social Responsibility (CSR) activities for the financial year 2015-16**

1.	A brief outline of the Company's CSR Policy including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs	Refer Annexure A on Corporate Social Responsibility Policy http://rupl.co.in/pdf/RUPLAnnualReportonCSR.pdf
2.	The Composition of the CSR committee	Details of Corporate Social Responsibility Committee is given under the heading "Disclosures" in the Directors' Report
3.	Average net profit of the Company for last three financial years	Rs. 429.14 crore
4.	Prescribed CSR expenditure (two percent of the amount mentioned in item 3 above)	Rs. 8.58 crore
5.	Details of CSR spent during the financial year:	
	(a) Total amount to be spent for the financial year	Rs. 8.58 crore
	(b) Amount unspent, if any	Nil
	(c) Manner in which the amount spent during the financial year	Refer Annexure B

RESPONSIBILITY STATEMENT

The Responsibility Statement of the Corporate Social Responsibility Committee of the Board of Directors of the Company, is reproduced below:

'The implementation and monitoring of Corporate Social Responsibility (CSR) Policy, is in compliance with CSR objectives and policy of the Company.'

K. P. Nanavaty
Chairman, CSR Committee
DIN: 00001580

Satish Parikh
Director
DIN: 00094560

Corporate Social Responsibility Policy

1. Policy Statement

1.1 Reliance Utilities And Power Private Limited ("the Company") believes that Corporate Social Responsibility ("CSR") extends beyond the ambit of business and should focus on a broad portfolio of assets - human, physical, environmental and social.

1.2 This Policy is framed pursuant to the provisions of Section 135 of the Companies Act, 2013.

2. CSR Vision

Promote sustainable and inclusive development as a responsible corporate citizen.

3. CSR Objective

Promote a comprehensive and integrated development through social and economic transformation.

4. Core CSR Commitments (Programs/Activities)

- Addressing identified needs of the underprivileged through initiatives directed towards
 - o improving livelihood,
 - o alleviating poverty,
 - o promoting education,
 - o empowerment through vocational skills and
 - o promoting health and well-being.
- Preserve, protect and promote art, culture and heritage
 - o promoting India's art, culture and heritage,
 - o conducting promotional and developmental activities/programs.
- Ensuring environmental sustainability, ecological balance and protection of flora and fauna
 - o conducting activities which promote biodiversity,
 - o conducting activities which promote ecological sustainability.

- Any other activity falling within the scope of Schedule VII of the Companies Act, 2013 which would enable the Company to achieve its CSR objectives.

The CSR programs/activities of the Company, as above, are related/will relate to the activities included in Schedule VII of the Companies Act, 2013.

5. CSR Governance and Implementation

The Company would be carrying on its CSR programs/activities through Reliance Foundation and the contributions made by the Company to Reliance Foundation will be utilized for CSR programs/activities on behalf of the Company.

To provide an impetus to various philanthropic initiatives, Reliance Foundation (RF) was set up by Reliance Group in 2010 as an expression of its vision towards sustainable growth in India.

Reliance Foundation has taken the path of inclusive development to address the basic needs of the vulnerable sections of the society. The Foundation has cumulatively touched the lives of 4 million people in over 5000 villages and various urban locations. The Foundation works with some of the most vulnerable and marginalized communities across India, with the objective of integrating them into mainstream development process of the country.

Reliance Foundation focuses on these core pillars - Rural Transformation, Education, Health, Urban Renewal and Arts, Culture & Heritage.

In view of the organization structure, reach and expertise of Reliance Foundation in CSR related programs/activities, the Company will continue to carry on its CSR programs/activities through Reliance Foundation.

6. Monitoring of CSR Activities

The CSR Committee of Directors of the Company will recommend to the Board of Directors of the Company the amount of expenditure to be incurred on CSR programs/activities, monitor the CSR Policy of the Company and review its implementation by the Company through Reliance Foundation.

7. CSR Reporting and Communication

The Company will report on the progress of its CSR initiatives in its Annual Report.

- CSR Committee will meet at least twice a year to review and monitor the implementation of CSR programs/activities of the Company.

8. Corporate Social Responsibility Committee (CSR Committee)

- The Board of Directors will constitute a CSR Committee comprising at least three member with at least one Independent Director, if any.
- The CSR Committee would formulate and recommend the draft CSR Policy to the Board of Directors and the Board of Directors would approve the Policy.
- The Board would approve and adopt any changes in the CSR Policy subject to prevailing provisions of laws in this regard. The CSR Committee is responsible for decision making with respect to the CSR Policy.

9. Budget

- The Board shall ensure that a minimum of 2% of the average net profits of the Company of the last 3 years is spent on the CSR programs/activities of the Company.
- In case at least 2% of the average net profits of the Company of the last 3 years is not spent in a financial year, reasons for the same shall be specified in the Board's report.
- All expenditure towards the CSR programs/activities will be diligently documented.
- Any surplus generated out of the CSR programs/activities of the Company will not be added to the normal business profits of the Company.

Annexure B

Summary of Programme/Projects towards Corporate Social Responsibility Activities carried out by Reliance Foundation for M/s Reliance Utilities and Power Private Limited in Financial Year 2015-2016

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR project or Activity Identified	Sector in which the project is covered (clause no. of Schedule VII of the Act, as amended)	Project of Programme 1. Local Area or Other 2. Specify the State and district where projects or programs was undertaken	Amount Outlay (Budget) Project or Programme-wise	Amount spent on the Projects or Programs: Sub Heads (Rs.) 1. Direct Expenditure on Projects or Programmes 2. Overheads	Cumulative Expenditure upto the reporting period i.e. FY 2015-2016	Amount Spent Direct or through Implementing Agency
1.	Rural Transformation - RF BIJ - "Enhancing Rural Livelihoods"	Cl. (x) Rural Development Projects; Cl. (i) eradicating hunger, poverty and malnutrition, Cl (iv) ensuring environmental sustainability	State: Madhya Pradesh District: Panna; State: Maharashtra District: Parbhani and State: Gujarat District: Patan	8,60,00,000	8,60,00,000	8,60,00,000	Implementing Agency - RF
			Total	8,60,00,000	8,60,00,000	8,60,00,000	

Reliance Foundation (RF) is a company within the meaning of section 8 of the Companies Act, 2013 and has a comprehensive approach towards development with an overall aim to create and support meaningful and innovative activities that address some of India's most pressing development challenges, with the aim of enabling lives, living and livelihood for a stronger and inclusive India. RF has an established track record of more than three years in undertaking such projects and programs.

Policy for Appointment of Directors

1. Introduction:

1.1 Reliance Utilities And Power Private Limited (RUPL) believes that an enlightened Board consciously creates a culture of leadership to provide a long-term vision and policy approach to improve the quality of governance. Towards this, RUPL ensures constitution of a Board of Directors with an appropriate composition, size, diversified expertise and experience and commitment to discharge their responsibilities and duties effectively.

1.2 RUPL aims to have an optimum combination of Executive and Non-Executive Directors.

2. Scope and Purpose:

2.1 This Policy sets out the guiding principles for the Nomination and Remuneration Committee for identifying persons who are qualified to become Directors.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

3.1 “Director” means a director appointed to the Board of a company.

3.2 “Nomination and Remuneration Committee” means the committee constituted by RUPL’s Board in accordance with the provisions of Section 178 of the Companies Act, 2013.

4. Policy:

4.1. Qualifications and Criteria

The Nomination and Remuneration (NR) Committee, and the Board, shall review on an annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a Board with diverse background and experience that are relevant for the Company's operations.

In evaluating the suitability of individual Board members, the NR Committee shall take into account many factors, including the following:

- General understanding of the Company's business dynamics, global business and social perspective,
- Educational and professional background;
- Standing in the profession;
- Personal and professional ethics, integrity and values;
- Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively;

The proposed appointee shall also fulfill the following requirements:

- Shall possess a Director Identification Number;
- Shall not be disqualified under the Companies Act, 2013;
- Shall give his written consent to act as a Director;
- Shall endeavour to attend all Board Meetings and wherever he is appointed as a Committee Member, the Committee Meetings;
- Shall abide by the Company’s Code of Conduct;
- Shall disclose his concern or interest in any company or companies or bodies corporate, firms, or other association of individuals including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- Such other requirements as may be prescribed, from time to time, under the Companies Act, 2013, and other relevant laws.

The NR Committee shall evaluate each individual with the objective of having a group that best enables the success of the Company's business.

4.2 Other Directorships/Committee Memberships

- 4.2.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit

their directorships in other listed public limited companies in such a way that it does not interfere with their role as directors of the Company. The NR Committee shall take into account the nature of, and the time involved in a Director's service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.

than 20 companies of which not more than 10 shall be Public Limited Companies.

For and on behalf of the Board of Directors

		(K.P. Nanavaty)	(Satish Parikh)
		Director	Director
4.2.2 A Director shall not serve as Director in more	May 26, 2016	DIN: 00001580	DIN: 00094560

Annexure II-B

Remuneration Policy for Directors, Key Managerial Personnel and other Employees

1. Introduction:

1.1 Reliance Utilities And Power Private Limited (RUPL) recognizes the importance of aligning the business objectives with specific and measurable individual objectives and targets. The Company has therefore formulated the remuneration policy for its directors, key managerial personnel and other employees keeping in view the following objectives:

- 1.1.1 Ensuring that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully
- 1.1.2 Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks
- 1.1.3 Ensuring that remuneration involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the company and its goals

2. Scope and Purpose:

2.1 This Policy sets out the guiding principles for the Nomination and Remuneration Committee for recommending to the Board the remuneration of the Directors, Key Managerial Personnel and other employees of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

- 3.1 “Director”** means a director appointed to the Board of a company.
- 3.2 “Key Managerial Personnel”** means
 - i) the Chief Executive Officer or the managing director or the manager;
 - ii) the company secretary;
 - iii) the whole-time director;
 - iv) the Chief Financial Officer; and
 - v) such other officer as may be prescribed under the Companies Act, 2013
- 3.3 “Nomination and Remuneration Committee”** means the committee constituted by RUPL's Board in accordance with the provisions of Section 178 of the Companies Act, 2013.

4. Policy:

4.1 Remuneration to Executive Directors and Key Managerial Personnel

4.1.1 The Board, on the recommendation of the Nomination and Remuneration (NR) Committee, shall review and approve the remuneration payable to the Executive

Directors of the Company within the overall limits approved by the shareholders.

The remuneration structure to the Executive Directors and Key Managerial Personnel shall include the following components:

- i) Basic Pay
- ii) Perquisites and Allowances
- iii) Stock Options
- iv) Commission (Applicable in case of Executive Directors)
- v) Retiral benefits
- vi) Annual Performance Bonus

4.2 Remuneration to Non-Executive Directors

The Board on the recommendation of the NR Committee shall review and approve the remuneration payable to the Non-Executive Directors of the Company within the overall limits approved by the shareholders.

Non-Executive Directors may be entitled to sitting fees for attending the meetings of the Board and the Committees thereof. The Non-Executive Directors may also be entitled to profit related commission in addition to the sitting fees.

4.3 Remuneration to Other Employees

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration is determined within the appropriate grade and is based on various factors such as job profile, skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

For and on behalf of the Board of Directors

	(K.P. Nanavaty)	(Satish Parikh)
	Director	Director
May 26, 2016	DIN: 00001580	DIN: 00094560

Annexure III

SECRETARIAL AUDIT REPORT
For the Financial Year ended March 31, 2016

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014]

To,
The Members,
Reliance Utilities And Power Private Limited
 CPP Control Room,
 Village Padana, Taluka Lalpur,
 District Jamnagar, Gujarat - 361280

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Reliance Utilities And Power Private Limited ("the Company")**. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2016 ("**the Financial Year**"), complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the Financial Year according to the provisions of:

- i) The Companies Act, 2013 ("the Act") and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment and External Commercial

Borrowings;

- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 - **Not Applicable to the Company during the Audit Period;**
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 - **Not Applicable to the Company during the Audit Period;**
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 - **Not Applicable to the Company during the Audit Period;**
 - d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 - **Not Applicable to the Company during the Audit Period;**
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client - **Not Applicable to the Company during the Audit Period;**
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - **Not Applicable to the Company during the Audit Period;** and
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 - **Not Applicable to the Company during the Audit Period.**

I have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- ii) The Listing Agreements entered into by the Company with Stock Exchange.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that, the Company has identified the following laws as specifically applicable to the Company:

- i) Electricity Act, 2003
- ii) Special Economic Zones Act, 2005

I further report that-

The Board of Directors of the Company is duly constituted. There were no changes in the composition of the Board of Directors during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions made at Board Meetings and Committee Meetings have unanimous consent as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that having regard to the compliance system prevailing in the Company and as per explanations and management representations obtained and relied upon by me the Company has adequate systems and processes commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the Company has-

1. made loans to and investment in bodies corporate pursuant to the provisions of sections 179 and 186 of the Act;
2. made borrowings pursuant to the provisions of sections 179 and 180 of the Act.

**For Shashikala Rao & Co.
Company Secretaries**

**Mumbai
May26, 2016**

**Shashikala Rao
Practising Company Secretary
FCS 3866 CP No. 9482**

Annexure IV to Directors' Report

Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on March 31, 2016
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies
(Management and Administration) Rules, 2014]

I.	REGISTRATION AND OTHER DETAILS:	
	i) CIN:-	U40100GJ1991PTC051130
	ii) Registration Date	04-01-1991
	iii) Name of the Company	Reliance Utilities And Power Private Limited
	iv) Category/Sub-Category of the Company	Private Company/Share Capital
	v) Address of the Registered office and contact details	CPP Control Room, Village Padana Taluka Lalpur, District Jamnagar - 361280 Gujarat Tel:- 0091 22 22785500 Fax:- 0091 22 22785560
	vi) Whether listed company	Yes (Debentures are listed)
	vii) Name, Address and Contact details of Registrar and Transfer Agent, if any	M/s. Karvy Computershare Private Limited Karvy Selenium Tower B Plot No. 31-32 Gachibowli Financial District, Nanakramguda Hyderabad – 500 032 Tel: +91 4067161700 Fax: +91 4023114087
II.	PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY	
	All the business activities contributing 10% or more of the total turnover of the company shall be stated:-	As per Attachment A
III.	PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES	As per Attachment B
IV.	SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)	
	i) Category-wise Share Holding	As per Attachment C
	ii) Shareholding of Promoters	As per Attachment D
	iii) Change in Promoters' Shareholding (please specify, if there is no change)	As per Attachment E
	iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)	As per Attachment F
	v) Shareholding of Directors and Key Managerial Personnel	As per Attachment G
V.	INDEBTEDNESS	
	Indebtedness of the Company including interest outstanding/accrued but not due for payment	As per Attachment H
VI.	REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL	
	A. Remuneration to Managing Director, Whole-time Directors and/or Manager:	As per Attachment I
	B. Remuneration to other directors:	As per Attachment J
	C. Remuneration to Key Managerial Personnel other than MD/MANAGER/WTD	As per Attachment K
VII.	PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:	As per Attachment L

Attachment A

II. PRINCIPAL BUSINESS ACTIVITES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated: -

Sl. No.	Name and Description of main products/services	NIC Code of the product/service *	% to total turnover of the company #
1.	Power, Steam and Process Feed Water	3510	99.98%

* As per National Industrial Classification – Ministry of Statistics and Programme Implementation

On the basis of Gross Turnover

Attachment B

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name of Company	Address of Company	CIN/GLN	Holding / Subsidiary / Associate	% of Shares held	Applicable section
1	Reliance Industries Holding Private Limited	505, Dalamal House, 5th Floor, 206, Nariman Point, Mumbai - 400021, Maharashtra	U51103MH2007PTC168016	Holding	99.72*	2(46)
2	Reliance Singapore Holding Pte Ltd #	20, Cecil Street, #14-01, Equity Plaza, Singapore 049705	—	-	-	-
3	Reliance Utilities Private Limited	SSO-Annex.2, Reliance Jamnagar Complex, Village Motikhavdi, P.O. Digvijayagram, Taluka and District Jamnagar, Gujarat-361140	U99999GJ2000PTC050444	Associate	45.00	2(6)

*Reliance Industries Holding Private Limited holds 74% of Class 'A' Equity Shares and 100% of Class 'B' Equity Shares.

Class 'A' Equity Shares shall carry rights as to voting but shall not be entitled to rights to dividend and to participate in the surplus assets of the Company, if any. Class 'B' Equity Shares shall carry rights as to dividend and to participate in the surplus assets of the Company, if any, but shall not carry rights as to voting at the general meeting save and except voting rights at the court convened and class meetings.

Associate of the Company up to November 06, 2015.

Attachment C

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 01-04-2015)				No. of Shares held at end of the year (As on 31-03-2016)				% of change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A Promoters									
1. Indian									
a) Individual/HUF	0	0	0	0.00	0	0	0	0.00	0.00
b) Central Govt.	0	0	0	0.00	0	0	0	0.00	0.00
c) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0.00
d) Bodies Corporate*	1310088000	517170346	1827258346	99.72	1310088000	517170346	1827258346	99.72	0.00
e) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
f) Any other...	0	0	0	0.00	0	0	0	0.00	0.00
Sub - Total (A) (1):-	1310088000	517170346	1827258346	99.72	1310088000	517170346	1827258346	99.72	0.00
2. Foreign									
a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
(e) Any other...	0	0	0	0.00	0	0.00	0.00	0.00	0.00
Sub - Total (A) (2)	0	0	0	0.00	0	0	0	0.00	0.00
Total Shareholding of Promoter (A) = (A)(1) + (A)(2)	1310088000	517170346	1827258346	99.72	1310088000	517170346	1827258346	99.72	0.00
B Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0.00
b) Banks/FI	0	0	0	0	0	0	0	0	0.00
c) Central Govt	0	0	0	0	0	0	0	0	0.00
d) State Govt(s)	0	0	0	0	0	0	0	0	0.00
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
f) Insurance Companies	0	0	0	0	0	0	0	0	0.00
g) FIs	0	0	0	0	0	0	0	0	0.00
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
i) Others (specify) - Bodies Corporate#	5200000	0	5200000	0.28	5200000	0	5200000	0.28	0.00
Sub - Total (B) (1)	5200000	0	5200000	0.28	5200000	0	5200000	0.28	0.00
2. Non-institutions									
a) Bodies Corp.									
i) Indian	0	0	0	0	0	0	0	0	0.00
ii) Overseas	0	0	0	0	0	0	0	0	0.00
b) Individuals	0	0	0	0	0	0	0	0	0.00
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	0	0	0	0	0	0	0	0	0.00
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	0	0	0	0	0	0	0	0	0.00
c) Others (specify)									
Sub - Total (B) (2)	0	0	0	0.00	0	0	0	0.00	0.00
Total Public Shareholding (B) = (B)(1) + (B)(2)	5200000	0	5200000	0.28	5200000	0	5200000	0.28	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0.00
Grand Total (A + B + C)	1315288000	517170346	1832458346	100.00	1315288000	517170346	1832458346	100.00	0.00

*Number of Class 'A' Equity Shares - 2,00,00,000 and Number of Class 'B' Equity Shares - 181,24,58,346

Rights, preference and restrictions attached to shares are as under; Class 'A' Equity Shares shall carry rights as to voting but shall not be entitled to rights to dividend and to participate in the surplus assets of the Company, if any. Class 'B' Equity Shares shall carry rights as to dividend and to participate in the surplus assets of the Company, if any, but shall not carry rights as to voting at the general meeting save and except voting rights at the court convened and class meetings.

Captive user under the provisions of Electricity Rules, 2005

Attachment D

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)*ii) Shareholding of Promoters*

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year (As on 01-04-2015)			Shareholding at the end of the year (As on 31-03-2016)			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
	Class 'A' Equity Shares							
1	Reliance Industries Holding Private Limited (Class 'A' Equity Shares)	14800000	74.00	0.00	14800000	74.00	0.00	0.00
	Total	14800000	74.00	0.00	14800000	74.00	0.00	0.00
	Class 'B' Equity Shares							
1	Reliance Industries Holding Private Limited (Class 'B' Equity Shares)	1812458346	100.00	0.00	1812458346	100.00	0.00	0.00
	Total	1812458346	100.00	0.00	1812458346	100.00	0.00	0.00

Attachment E

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)*iii) Change in Promoters' Shareholding (please specify, if there is no change)*

Sl. No.		Shareholding at the beginning of the year (As on 01-04-2015)		Cumulative Shareholding during the year (01-04-2015 to 31-03-2016)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1827258346	99.72	1827258346	99.72
	Date-wise Increase/Decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	No Change		No Change	
	At the End of the year			1827258346	99.72

Attachment F

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)*iv) Shareholding Pattern of top ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)*

Sl. No.	Name	Shareholding		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-15 to 31-03-16)	
		No. of shares at the beginning (01-04-15)/ end of the year (31-03-16)	% of total shares of the Company				No. of Shares	% of total shares of the Company
1	Reliance Industries Limited (Class 'A' Equity Shares)	5200000	26	01-04-2015	0	-	5200000.00	26.00
		5200000	26	31-3-2016	0	-	5200000.00	26.00

Attachment G

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)*v) Shareholding of Directors and Key Managerial Personnel*

Sl. No.	Name	Shareholding		Date	Increase/Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-15 to 31-03-16)	
		No. of shares at the beginning (01-04-15)/ end of the year (31-03-16)	% of total shares of the Company				No. of Shares	% of total shares of the Company
NIL								

Attachment H

V. INDEBTEDNESS

Amount (Rs. in Crore)

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year (01.04.2015)				
i) Principal Amount	6,414	-	-	6,414
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	299	-		299
Total (i + ii + iii)	6,713	-	-	6,713
Change in Indebtedness during the financial year (Principal Amount)				
Addition	2,417			2,417
Reduction	-292	-		-292
Exchange Difference	-66			-66
Net Change	2,058	-	-	2,058
Indebtedness at the end of the financial year (31.03.2016)				
i) Principal Amount	8,472	-	-	8,472
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	304	-		304
Total (i + ii + iii)	8,776	-	-	8,776

Attachment I

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Rs. in Crore

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
		Manager (KiritkumarBrahmbhatt)	
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	
2	Stock Option	-	
3	Sweat Equity	-	
4	Commission	-	
	— as % of profit	-	
	— others, specify...	-	
5	Others, please specify - Payment on Secondment exclusive of service tax	1.25	
	Total (A)	1.25	
	Ceiling as per the Act	16.11 (5% of the Net Profit as per Section 198 of the Companies Act, 2013)	

Attachment J

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of other Non-Executive Directors				Total Amount (in Crore)
		K. P. Nanavaty	Satish Parikh	V. K. Gandhi	Geeta Fulwadaya	
1	Independent Directors					
	— Fee for attending board/committee meetings					
	— Commission					
	— Others, please specify					
	Total (1)					
2	Other Non-Executive Directors					
	— Fee for attending board/committee meetings					
	— Commission					
	— Others, please specify					
	Total (2)					
	Total (B) = (1 + 2)					
	Total Managerial Remuneration					1.25*
	Overall Ceiling as per the Act	Sitting Fees: one lakh rupees per meeting of the Board or Committee				

* Total remuneration to all the Directors (being the total of A and B).

Attachment K

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary (Dinesh Lahoti)	CFO (Paras Bhansali)	
1	Gross salary	Not Applicable			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				-
3	Sweat Equity				
4	Commission				
	— as % of profit				
	— others, specify... -				-
5	Others, please specify - Payment on Secondment exclusive of Service tax			0.10	0.24
	Total		0.10	0.24	0.34

Attachment L

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type		Section of the Companies Act	Brief Description	Details of Penalty / punishment / compounding fees imposed	Authority (RD/NCLT/ COURT)	Appeal made, if any (give details)
A	Company					
	Penalty					
	Punishment					
	Compounding					
B	Directors					
	Penalty					
	Punishment					
	Compounding					
C	OTHER OFFICERS IN DEFAULT					
	Penalty					
	Punishment					
	Compounding					

NIL

For and on behalf of the Board of Directors

(K. P. Nanavaty)
Director
DIN: 00001580

(Satish Parikh)
Director
DIN: 00094560

May 26, 2016

Annexure V

**Statement pursuant to Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies
(Appointment and Remuneration of Managerial Personnel)
Rules, 2014, for the year ended March 31, 2016, forming part of the Directors' Report**

Sl. No.	Name	Age	Qualification	Designation	Date of commencement of employment	Experience (Years)	Remuneration received (Rs.)	Last employment held before joining the Company
1	Shri S P Ashok Kumar	64	B.Tech.	Sr. Vice President	19.08.1998	41	35,41,480*	Cochin Ref. Limited
2	Shri K Arun Kumar	44	B.E.	Vice President	06.01.2016	24	33,80,040*	BMM Ispat Limited
3	Shri Praveen Verma	55	M.E.	Vice President	06.01.2016	5	27,23,071*	Grasim Industries

* Refers to employment for part of the year

Notes:

- The appointment is contractual and terminable by notice on either side.
- Remuneration includes salary, bonus, various allowances, contribution to Provident Fund and Superannuation Fund, taxable value of perks and gratuity paid but excluding gratuity provision.
- Employees mentioned above does not hold any shares in the Company.
- Employees mentioned above are not related to any Directors/Manager of the Company.
- Information about qualification and last employment is based on particulars furnished by the concerned employees.

Annexure VI to Directors' Report**Details pertaining to Remuneration as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

- i) The percentage increase in remuneration of each Director, Chief Financial Officer, Manager and Company Secretary during the financial year 2015-16, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2015-16 and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:

Sl. No.	Name of Director/KMP and Designation	Remuneration of Director/KMP for financial year 2015-16 (Rs.)	% increase in Remuneration in the Financial Year 2015-16	Ratio of remuneration of each Director to median remuneration of employees	Comparison of the Remuneration of the KMP against the performance of the Company
1	Shri V K Gandhi, Director	Nil	NA	NA	NA
2	Shri Satish Parikh, Director	Nil	NA	NA	NA
3	Shri K. P. Nanavaty, Director	Nil	NA	NA	NA
4	Ms. Geeta Fulwadaya, Director	Nil	NA	NA	NA
5	Shri Kiritkumar Brahmbhatt, Manager	1,25,36,967*	39.89%	NA	Profit before Tax reduced by 41.24% and Profit after Tax reduced by 16.40% in financial year 2015-16.
6	Shri Dinesh Lahoti, Secretarial Officer	9,86,797*	3.14%	NA	
7	Shri Paras Bhansali, Chief Financial Officer	23,94,586*	7.62%	NA	

* Payment on Secondment exclusive of Service Tax

- ii) The median remuneration of employees of the Company during the financial year was Rs. 3,14,313.

- iii) **The percentage increase in the median remuneration of employees in the financial year:**

In the financial year, there was a decrease of 76.64 % in the median remuneration of employees;

- iv) **The number of permanent employees on the rolls of the Company:**

There were 595 permanent employees on the rolls of Company as on March 31, 2016 (excluding Shri Kiritkumar Brahmbhatt, Manager, Shri Dinesh Lahoti, Secretarial Officer and Shri Paras Bhansali, Chief Financial Officer of the Company, who provide their services to the Company on Secondment);

- v) **The explanation on the relationship between average increase in remuneration and company performance:**

Profit before Tax reduced by 41.24% and Profit after Tax reduced by 16.40 % in financial year 2015-16, whereas reduction in median remuneration was 76.64%.

vi) Comparison of Remuneration of the Key Managerial Personnel(s) (KMP) against the performance of the Company:

KMPs of the Company are not on the payroll of the Company and hence fees paid to them on Secondment was not considered as Remuneration.

vii) Variations in the market capitalisation of the Company, price earnings ratio of the Company as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year:

Not Applicable as the Company is Debt Listed

viii) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Average percentage reduction made in the salaries of employees other than the managerial personnel in the last financial year i.e. 2015-16 was 67.71% whereas increase in the managerial remuneration of the same financial year is not applicable as the manager is not on the payroll of the Company and hence fees paid to him on Secondment was not considered as Remuneration.

ix) The key parameters for the variable component of remuneration availed by the directors:

Not Applicable

x) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year:

Not Applicable

(xi) It is hereby affirmed that the remuneration paid is as per the as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

For and on behalf of the Board of Directors

(K. P. Nanavaty)
Director
 DIN: 00001580

(Satish Parikh)
Director
 DIN: 00094560

May 26, 2016

INDEPENDENT AUDITOR'S REPORT

To The Members Of Reliance Utilities And Power Private Limited

Report On The Standalone Financial Statements

We have audited the accompanying standalone financial statements of Reliance Utilities And Power Private Limited (“the Company”), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of 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 prescribed under Section 133 of the Act.

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.

Auditors' 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 and the Order under Section 143(11) of the Act.

We conducted our audit of the standalone financial statements 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 standalone financial statements are free from material misstatements.

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 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 standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the standalone financial statements.

We believe that the audit evidence obtained by us 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 March 31, 2016, 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 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;
- e) On the basis of the written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure A”;
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position in its financial statements.
 - 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 are no amounts that are required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor’s Report) Order, 2016 (“CARO 2016”) issued by the Central Government in terms of Section 143(11) of the Act, we give in the “Annexure B” a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

Amit Chaturvedi
Partner
Membership No.: 103141

Place: Mumbai
Date: May 26, 2016

ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date to the members of Reliance Utilities And Power Private Limited on the standalone financial statements for the year ended March 31, 2016)

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

We have audited the internal financial controls over financial reporting of Reliance Utilities And Power Private Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or

improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For **Chaturvedi & Shah**

Chartered Accountants

(Registration No. 101720W)

Amit Chaturvedi

Partner

Membership No.: 103141

Place: Mumbai

Date: May 26, 2016

ANNEXURE ‘B’ TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 2 under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date to the members of Reliance Utilities And Power Private Limited on the standalone financial statements for the year ended March 31, 2016)

- i. In respect of its fixed assets:
 - a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b. As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c. As per the information and explanations provided to us, the title deeds of immovable properties are in the name of the Company.
- ii. In our opinion and according to the information and explanations given to us, the inventories have been physically verified during the year by the management at reasonable intervals and as explained to us no material discrepancies were noticed on physical verification.
- iii. There are no loans, secured or unsecured, granted by the Company to companies, firms, Limited Liability Partnerships or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provisions of Clause (iii) of paragraph 3 of the CARO 2016 are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees. The Company has not provided any securities.
- v. According to the information and explanations given to us, the Company has not accepted any deposit from the public. Therefore, the provisions of Clause (v) of paragraph 3 of the CARO 2016 are not applicable to the Company.
- vi. According to the information and explanations given to us, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013 in respect of activities carried on by the Company and accordingly, the provisions of Clause (vi) of paragraph 3 of the CARO 2016 are not applicable to the Company.
- vii. In respect of statutory dues:
 - a. According to the records of the Company, undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other material statutory dues as applicable have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at March 31, 2016 for a period of more than six months from the date of becoming payable.
 - b. There were no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, as applicable, which have not been deposited on account of any dispute.
- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institution and banks and dues to debenture holders. The Company does not have any loans or borrowings from the government.
- ix. To the best of our knowledge and belief and according to the information and explanations given to us, the term loans raised have prima facie been applied for the purposes for which they were raised or pending utilization been temporarily kept in the units of mutual fund/Fixed Maturity Plan and fixed deposits with bank. During the year, the Company has not raised any money by way of initial public offer, further public offer (including debt instruments).
- x. In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

-
- xi. In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- xii. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of Clause (xii) of paragraph 3 of the CARO 2016 are not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company's transactions with its related party are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. In our opinion and according to the information and explanations given to us, during the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Therefore, the provisions of Clause (xiv) of paragraph 3 of the CARO 2016 are not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Therefore, the provisions of Clause (xv) of paragraph 3 of the CARO 2016 are not applicable to the Company.
- xvi. In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Therefore, the provisions of Clause (xvi) of paragraph 3 of the CARO 2016 are not applicable to the Company.

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

Amit Chaturvedi
Partner
Membership No.: 103141
Place: Mumbai
Date: May 26, 2016

Balance Sheet as at 31st March 2016

	Note	As at		(Rs. in Crore)
		31st March 2016		As at 31st March 2015
<u>EQUITY AND LIABILITIES</u>				
Shareholders' Funds				
Share Capital	2	183.25	183.25	
Reserves and Surplus	3	6 392.87	5 761.46	
		6 576.12		5 944.71
Non-Current Liabilities				
Long Term Borrowings	4	8 237.65	5 971.35	
Deferred Tax Liabilities (net)	5	24.83	27.16	
Other Long Term Liabilities	6	350.00	370.53	
Long Term Provisions	7	177.37	-	
		8 789.85		6 369.04
Current Liabilities				
Trade Payables				
Micro, Small and Medium Enterprises	8	0.30	0.23	
Others	8	32.16	18.58	
Other Current Liabilities	9	978.53	1 201.95	
Short Term Provisions	10	1.61	0.66	
		1 012.60		1 221.42
Total		16 378.57		13 535.17
<u>ASSETS</u>				
Non-Current Assets				
Fixed Assets (Tangible)	11	1 927.52	2 393.64	
Capital Work-in-Progress	11	5 118.01	2 502.40	
Non-Current Investments	12	1 578.46	0.21	
Long Term Loans and Advances	13	3 414.64	5 333.29	
		12 038.63		10 229.54
Current Assets				
Current Investments	14	3 588.76	3 024.69	
Inventories	15	54.10	41.26	
Trade Receivables	16	287.97	228.44	
Cash and Bank Balances	17	399.55	2.58	
Short Term Loans and Advances	18	8.45	8.66	
Other Current Assets	19	1.11	-	
		4 339.94		3 305.63
Total		16 378.57		13 535.17

Significant Accounting Policies

Notes on Financial Statements

1 to 31

As per our Report of even date

For CHATURVEDI & SHAH

Chartered Accountants
(Registration No. 101720W)

Amit Chaturvedi

Partner
Membership No.: 103141

Place:- Mumbai

Date:- 26th May, 2016

For and on behalf of the Board

Satish Parikh

Director

Geeta Fulwadaya

Director

K.P. Nanavaty

Director

Dinesh P Lahoti

Company Secretary

Paras Bhansali

Chief Financial Officer

Place:- Jamnagar

Statement of Profit and Loss for the Year ended 31st March 2016

	Note	2015-16	(Rs. in Crore)	2014-15
<u>INCOME</u>				
Revenue from Operations	20	1 742.97		1 620.64
Other Income	21	47.82		123.83
Total		1 790.79		1 744.47
<u>EXPENSES</u>				
Purchases of Stock-in-Trade	22	0.26		0.41
Employee Benefits Expense	23	20.69		8.74
Finance Costs	24	34.60		297.31
Other Expenses	25	498.05		431.26
Depreciation and Amortisation		514.85		798.90
Total		1 068.45		1 536.62
Profit before Tax for the year		722.34		207.85
Provision for Redemption of Debenture	3.1	600.21		-
Provision for Taxation				
Current Tax		220.07	172.50	
Less: MAT Credit		(126.72)	-	172.50
Excess provision for tax for earlier years		(0.08)		-
Deferred Tax		(2.34)		(1.97)
Profit after Tax for the year		31.20		37.32
Earnings per Share (EPS) of Face Value of Re. 1 each				
Basic and Diluted (Rs.) – Class “B” Equity Shares	26	0.17		0.21
Significant Accounting Policies				
Notes on Financial Statements	1 to 31			

As per our Report of even date

For CHATURVEDI & SHAH
Chartered Accountants
(Registration No. 101720W)

Amit Chaturvedi

Partner
Membership No.: 103141

Place:- Mumbai

Date:- 26th May, 2016

For and on behalf of the Board

Satish Parikh
Director

Geeta Fulwadaya
Director

K.P. Nanavaty
Director

Dinesh P Lahoti
Company Secretary

Paras Bhansali
Chief Financial Officer

Place:- Jamnagar

Cash Flow Statement for the Year 2015-16

	2015-16	(Rs. in Crore) 2014-15
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax as per Statement of Profit and Loss Account	722.34	207.85
Adjusted for:		
Depreciation and Amortisation	514.85	798.90
Effect of Exchange Rate Change	195.09	64.49
(Profit)/Loss on sale of Fixed Assets (Net)	-	0.03
Net Gain on Sale of Current Investments	(45.35)	(23.29)
Net (Gain)/ Loss on Sale of Non Current Investments (Previous Year Rs. 255)	(0.13)	0.00
Interest Income	-	(100.15)
Finance Cost	34.60	297.31
	<u>699.06</u>	<u>1 037.29</u>
Operating Profit before Working Capital Changes	1 421.40	1 245.14
Adjusted for:		
Trade and Other Receivables	(62.37)	(20.78)
Inventories	(12.84)	(4.81)
Trade and other Payables	20.96	(14.96)
	<u>(54.25)</u>	<u>(40.55)</u>
Cash Generated from Operations	1 367.15	1 204.59
Taxes Paid (Net)	(200.83)	(185.18)
Net Cash from Operating Activities	1 166.32	1 019.41
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(1 868.92)	(1 877.23)
Purchase of Current Investments	(7 769.26)	(10 041.03)
Purchase of Non Current Investments	(1 578.46)	-
Sale/Redemption of current Investments	7 396.75	8 291.12
Sale/Redemption of non current Investments	-	500.00
Sale of Investment in associate/ subsidiary company	0.34	0.01
Changes in Loans and Advances (net)	1 566.71	-
Interest Income	51.35	231.46
Investment in Fixed Deposit	(5 235.21)	(854.07)
Redemption of Fixed Deposit	4 841.21	854.07
Net Cash from / (Used in) Investing Activities	(2 595.49)	(2 895.67)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	2 416.63	3 750.00
Repayment of Long Term Borrowings	(503.03)	(1 471.88)
Interest and Finance Charges Paid	(653.65)	(400.35)
Interest received on Currency swap	172.19	-
Net Cash Generated from / (used in) Financing Activities	1 432.14	1 877.77
Net Increase / (Decrease) in Cash and Cash Equivalent	2.97	1.51
Opening Balance of Cash and Cash Equivalents	2.58	1.07
Closing Balance of Cash and Cash Equivalents(refer Note 17)	5.55	2.58

1) Figures in brackets represents cash outflow.

2) Previous Year's figures have been regrouped and rearranged wherever considered necessary.

3) The cash flow statement has been prepared under the 'Indirect method' as set out in Accounting Standard - 3, 'Cash Flow Statement'.

As per our Report of even date

For CHATURVEDI & SHAH

Chartered Accountants
(Registration No. 101720W)

Amit Chaturvedi

Partner
Membership No.: 103141

Place:- Mumbai

Date:- 26th May, 2016

For and on behalf of the Board

Satish Parikh

Director

Geeta Fulwadaya

Director

K.P. Nanavaty

Director

Dinesh P Lahoti

Company Secretary

Paras Bhansali

Chief Financial Officer

Place:- Jamnagar

Notes on Financial Statements for the Year ended 31st March 2016

SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Preparation of Financial Statements

These financial statements have been prepared to comply with Generally Accepted Accounting Principles in India (Indian GAAP), including 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, except for certain Fixed Assets which are carried at revalued amounts. The financial statements are presented in Indian rupees rounded off to the nearest rupees in crore.

B. Use of Estimates

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

Tangible assets are stated at cost net of recoverable taxes, trade discounts and rebates and includes amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of tangible assets comprise of purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use. Adjustments arising from exchange rate variations relating to borrowings attributable to the fixed assets were capitalised till 30th June 2008.

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.

Expenses incurred relating to project prior to commencement of revenue operations are classified as Project Development Expenditure and disclosed under Capital Work-in-Progress (net of income earned during project development stage).

D. Depreciation and Amortisation

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value (WDV) method. Depreciation is provided over useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except in respect of following assets where useful life different than those prescribed in Schedule II are used;

Particulars	Depreciation/Amortisation
Leasehold Land	Over the period of Lease
Plant and Machinery relating to Power Plant	Over the useful life of 18 years as technically assessed
Vehicles held under contractual arrangements	Over the period of contracts/arrangements

In respect of additions or extensions forming an integral part of existing assets and insurance spares, depreciation is provided as aforesaid over the residual life of the respective assets.

E. Impairment of Assets

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 periods is reversed if there has been a change in the estimate of recoverable amount.

Notes on Financial Statements for the Year ended 31st March 2016

F. Foreign Currency Transactions

- a) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the date of transaction or that approximates the actual rate on the date of the transaction.
- b) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of monetary items which are covered by forward exchange contracts, the difference between the year end rate and the rate on the date of contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.
- c) Non monetary foreign currency items are carried at cost.
- d) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss.

G. Investments

Non current Investments are carried at cost. Provision for diminution in the value of non current investments is made only if such a decline is other than temporary. Current investments are carried at lower of cost or quoted/ fair value, computed category wise.

H. Inventories

Items of Inventories are measured at lower of cost or net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and conditions. Cost of consumables, process chemicals, stores and spares, trading and other products are determined on weighted average basis.

I. Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Company which can be reasonably measured and when no significant uncertainty exists as to its realisation.

- a) Income from operations is recognised as per the agreements with the consumers.
- b) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.
- c) Dividend is recognised when the right to receive is established.

J. Employee Benefits

- a) Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered. These benefits include performance incentive and compensated absences.
- b) Post employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.

K. Borrowing Cost

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get

Notes on Financial Statements for the Year ended 31st March 2016

ready for its intended use. All other borrowing costs are charged to Statement of Profit and Loss in the period in which they are incurred.

L. Financial Derivatives and Hedging Transaction

In respect of financial derivative contracts, premium paid, gains / losses on settlement/ restatement and provision for losses for cash flow hedges are recognised in the Statement of Profit and Loss.

M. Income Taxes

Tax expense comprise 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 tax resulting from “timing difference” between book and taxable income is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised only to the extent that there is a reasonable certainty that the asset will be realised in future 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.

N. 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. 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 not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

Notes on Financial Statements for the Year ended 31st March 2016

- 1 Previous years figures have been reworked, regrouped, rearranged and reclassified wherever necessary to make them comparable to those of current year.

	(Rs. in Crore)	
	As at 31st March 2016	As at 31st March 2015
2 SHARE CAPITAL		
<u>Authorised Share Capital:</u>		
250 00 00 000 Equity Shares of Re. 1 each (250 00 00 000)	250.00	250.00
1 00 00 000 Preference Shares of Rs. 100 each (1 00 00 000)	100.00	100.00
Total	350.00	350.00
<u>Issued, Subscribed and Paid Up:</u>		
2 00 00 000 Class 'A' Equity Shares of Re. 1 each, fully paid up (2 00 00 000)	2.00	2.00
181 24 58 346 Class 'B' Equity Shares of Re. 1 each, fully paid up (181 24 58 346)	181.25	181.25
Total	183.25	183.25

Notes:

- 2.1 Out of the above, 1,48,00,000 (Previous Year 1,48,00,000) Class 'A' Equity Shares of Re. 1 each and 181,24,58,346 (Previous Year 181,24,58,346) Class 'B' Equity Shares of Re. 1 each are held by Reliance Industries Holding Private Limited, the holding company.
- 2.2 Out of the above, 52,00,000 (Previous Year 52,00,000) Class 'A' Equity Shares of Re. 1 each are held by Reliance Industries Limited, an Associate Company.
- 2.3 Rights, preference and restrictions attached to shares are as under;
- Class 'A' Equity Shares shall carry rights as to voting but shall not be entitled to rights to dividend and to participate in the surplus assets of the Company, if any.
 - Class 'B' Equity Shares shall carry rights as to dividend and to participate in the surplus assets of the Company, if any, but shall not carry rights as to voting at the general meeting save and except voting rights at the court convened and class meetings.
- 2.4 The reconciliation of number of equity shares outstanding is set out below:

Particulars	As at 31st March 2016 No. of Shares	As at 31st March 2015 No. of Shares
a) Class 'A' Equity Shares		
Number of shares at the beginning of the year	2 00 00 000	2 00 00 000
Number of shares at the end of the year	2 00 00 000	2 00 00 000
b) Class 'B' Equity Shares		
Number of shares at the beginning of the year	181 24 58 346	181 24 58 346
Number of shares at the end of the year	181 24 58 346	181 24 58 346

Notes on Financial Statements for the Year ended 31st March 2016

2.5 Shareholders holding more than 5% shares in the Company:

Particulars	As at 31st March 2016		As at 31st March 2015	
	No. of Shares	% Holding	No. of Shares	% Holding
Class 'A' Equity Shares				
Reliance Industries Holding Private Limited (Holding Company)	1 48 00 000	74.00%	1 48 00 000	74.00%
Reliance Industries Limited (Associate Company)	52 00 000	26.00%	52 00 000	26.00%
Class 'B' Equity Shares				
Reliance Industries Holding Private Limited (Holding Company)	181 24 58 346	100.00%	181 24 58 346	100.00%

2.6 Class 'A' Equity Shares includes 1,00,00,000 equity shares of Re.1 each and Class 'B' Equity Shares includes 50,23,70,346 equity shares of Re.1 each, issued and allotted during the financial year 2012-2013, to the shareholders of Reliance Utilities Private Limited, pursuant to the Scheme of Arrangement between Reliance Utilities Private Limited and Reliance Utilities And Power Private Limited sanctioned by the Hon'ble High Court of Gujarat at Ahmedabad, without payment being received in cash.

(Rs. in Crore)

	As at 31st March 2016		As at 31st March 2015	
3 RESERVES AND SURPLUS				
Securities Premium Account				
As per last Balance Sheet		994.63		994.63
Debenture Redemption Reserve				
As per last Balance Sheet	129.37		249.58	
Add: Provision made during the year (Note 3.1)	600.21		-	
Add: Transferred to Surplus in Statement of Profit and Loss	-		(120.21)	
		729.58		129.37
Revaluation Reserve				
As per last Balance Sheet		1 944.00		1 944.00
Surplus in Statement of Profit and Loss				
As per last Balance Sheet	2 693.46		2 535.93	
Add: Profit for the year	31.20		37.32	
Add: Transferred from Debenture Redemption Reserve	-		120.21	
		2 724.66		2 693.46
Total		6 392.87		5 761.46

3.1 The Company is required to provide Rs. 1,000 crore towards Debenture Redemption Reserve (DRR) in terms of Section 71 of the Companies Act, 2013 read with Rule 18 of the Companies (Share Capital and Debentures) Rules, 2014. The Company has provided Rs. 129.37 crore towards DRR in earlier years and a provision of Rs. 600.21 crore has been considered out of profits of the current year.

Notes on Financial Statements for the Year ended 31st March 2016

4 LONG TERM BORROWINGS

	Non Current	Current	Non Current	Current
Secured				
Non Convertible Debentures	4 000.00	-	4 000.00	-
Term Loan from Banks				
Foreign Currency Loan	1 987.65	234.65	221.35	442.71
Rupee Loan	2 250.00	-	750.00	-
Term Loan from Financial Institution	-	-	1 000.00	-
Total	8 237.65	234.65	5 971.35	442.71

Notes:

- 4.1 (a) 9.75% Secured Redeemable Non Convertible Debentures aggregating to Rs 2000.00 Crore (Previous Year Rs. 2000.00 Crore) are redeemable at par on 2nd August 2024.
- (b) 8.95% Secured Redeemable Non Convertible Debentures aggregating to Rs 2000.00 Crore (Previous Year Rs. 2000.00 Crore) are redeemable at par on 26th April 2023.
- These Debentures are secured by a pari passu charge by way of:
- hypothecation over all moveable assets of the Company (other than those relating to SEZ Power Plant hypothecated to existing lenders under External Commercial Borrowing facility), present and future, consisting of fixed assets, current assets and loans and advances ;
 - mortgage over a building owned by the Company situated at Nalasopara, District Thane.
- 4.2 Foreign Currency Loans from Banks to the extend of Rs. 234.65 crore (USD 35.42 million), are secured by a first ranking pari passu charge:
- by way of hypothecation over all moveable assets relating to SEZ Power Plant situated at Village Padana, Taluka Lalpur, District Jamnagar, Gujarat, including present and future currents assets (floating charge), but excluding the Dividend Account and assets and investments created there from;
 - by way of assignment of the Company's right, title, interest, benefit, claims and demands under each of the Key Project Agreements relating to SEZ Power Plant as set out in the Deed of Hypothecation;
 - by way of assignment of the Company's rights, titles and interest under or in respect of all permits, approvals, clearances, contractor guarantees, warranties and performance bonds relating to the SEZ Power Plant;
 - by way of mortgage over the Company's leasehold interest in the land, situated at SEZ in village Padana, Taluka Lalpur, District Jamnagar, Gujarat, under the Land Lease Agreement and the Company's right, title and interest in the immovable assets on the said land and the plant and machinery (of the SEZ Power Plant) affixed on the said land, present and future.
- 4.3 Rupee Loans from Banks and Financial Institution and Foreign currency loan from Bank to the extend of Rs. 1987.65 crore (USD 300 million) referred to above are secured by:
- a first ranking pari passu charge on all the moveable tangible and intangible assets of the Company, including any movable plant and machinery, machinery spares, tools and accessories, furniture, fixtures, vehicles and all other movable assets, bank accounts, both present and future excluding those relating to SEZ Power Plant;
 - a first ranking pari passu charge by way of assignment of Company's rights, title, and interest in respect of Power Generation Agreements and all the Company's rights under each letter of credit, other material project documents, contracts, guarantee or performance bond that may be posted by any party to a power generation agreement for Company's benefit and all Company's rights under the clearances including all licences, permits, approvals, concessions and consents in respect of or in connection with the project of the Company (excluding those relating to SEZ Power Plant) to the extent assignable under applicable law as set out in respective Deeds of Hypothecation; and
 - a first ranking pari passu charge on all current assets of the Company, operating cash flows, loans and advances, receivables, commissions, revenues of whatsoever nature and wherever arising, both present and future, excluding those relating to SEZ Power Plant.

Notes on Financial Statements for the Year ended 31st March 2016

4.4 Foreign Currency Loans from Banks as on 31st March, 2016, comprise of External Commercial Borrowing of Rs. 2222.30 Crore denominated in and equivalent to United States Dollar (USD) 335.42 million and are repayable as under;

S.No.	Year	(Rs. in Crore)	(USD in Millions)
1	2021-22	725.50	109.50
2	2020-21	536.67	81.00
3	2019-20	327.96	49.50
4	2018-19	238.51	36.00
5	2017-18	159.01	24.00
6	2016-17	234.65	35.42
	Total	2 222.30	335.42

4.5 Rupee term loans from banks as on 31st March, 2016 are repayable as below;

S.No.	Year	(Rs. in Crore)
1	2023-24	675.00
2	2022-23	450.00
3	2021-22	450.00
4	2020-21	225.00
5	2019-20	225.00
6	2018-19	225.00
	Total	2 250.00

5 DEFERRED TAX LIABILITIES (Net)

The details of Deferred Tax Liability / Deferred Tax Asset recognised as required by Accounting Standard (AS) -22 "Accounting for Taxes on Income" are as under:

	(Rs. in Crore)	
	As at 31st March 2016	As at 31st March 2015
(A) Deferred Tax Liability		
Related to Fixed Asset	<u>25.62</u>	<u>28.05</u>
	25.62	28.05
(B) Deferred Tax Assets		
Disallowance under Income Tax Act, 1961	<u>0.79</u>	<u>0.89</u>
(C) Net Deferred Tax Liability (A-B) *	<u>24.83</u>	<u>27.16</u>

* Net deferred tax assets of SEZ Power Plant has not been adjusted against the deferred tax liabilities of other business of the Company in the absence of virtual certainty of sufficient future taxable income from that Power Plant.

6 OTHER LONG TERM LIABILITIES

Security Deposits from a Related Party (refer Note 29)	350.00	350.00
Other Long Term Liabilities*	-	20.53
Total	<u>350.00</u>	<u>370.53</u>

*represents liability towards forward contracts.

Notes on Financial Statements for the Year ended 31st March 2016

	(Rs. in Crore)	
	As at 31st March 2016	As at 31st March 2015
7 LONG TERM PROVISIONS		
Other Long Term Provisions*	177.37	-
	<u>177.37</u>	<u>-</u>
* represents mark to market provisions for derivative transactions.		
8 TRADE PAYABLES		
Micro, Small and Medium Enterprises (Refer Note 9.1)	0.30	0.23
Others	32.16	18.58
Total	<u>32.46</u>	<u>18.81</u>
9 OTHER CURRENT LIABILITIES		
Current Maturities of Long Term Borrowings (refer Note 4)	234.65	442.71
Interest Accrued but not due on Borrowings	303.93	299.43
Creditors for Capital Expenditure*	405.73	410.78
Other Payables**	34.22	49.03
Total	<u>978.53</u>	<u>1 201.95</u>
* Creditors for capital expenditure includes creditors for Micro, Small and Medium Enterprises of Rs.8.07 Crore (Previous Year Rs. 4.07 Crore) [refer note 9.1]		
** includes liability towards forward contracts, statutory dues, security deposits etc.		
** Unamortised Forward Contract Premium of Rs. 3.97 Crore (Previous Year Rs. 35.78 Crore) will be amortised over the life of the Forward Contracts.		
9.1	The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company is as under:	
	(Rs. in Crore)	
	As at 31st March 2016	As at 31st March 2015
1. Principal amount due and remaining unpaid	-	-
2. Interest due on (1) above and the unpaid interest	-	-
3. Interest paid 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. Amount of further interest remaining due and payable in succeeding years.	-	-
10 SHORT TERM PROVISIONS		
Provisions for Superannuation / Gratuity/Leave Encashment (Refer Note 23.1)	1.61	0.66
Provision for Wealth Tax (Previous Year Rs. 34,683)	-	0.00
Total	<u>1.61</u>	<u>0.66</u>

Notes on Financial Statements for the Year ended 31st March 2016

11. FIXED ASSETS

(Rs. in Crore)

Description	Gross Block				Depreciation/Amortisation				Net Block	
	As at 01-04-2015	Additions	Deductions/ Adjustments	As at 31-03-2016	Upto 31-03-2015	For the year	Deductions/ Adjustments	Upto 01-03-2016	As at 31-03-2016	As at 31-03-2015
Tangible Assets:										
Land:										
Freehold	96.48	-	-	96.48	-	-	-	-	96.48	96.48
Leasehold	39.24	-	-	39.24	13.57	2.23	-	15.80	23.44	25.67
Building:										
Residential	0.33	-	-	0.33	0.11	0.01	-	0.12	0.21	0.22
Factory	101.04	4.23	-	105.27	47.06	9.11	-	56.17	49.10	53.98
Plant and Machinery	6 007.68	44.36	-	6 052.04	3 791.43	503.12	-	4 294.55	1 757.49	2 216.25
Office Equipments	0.75	-	-	0.75	0.21	0.24	-	0.45	0.30	0.54
Furniture and Fixtures	0.17	0.18	-	0.35	0.06	0.02	-	0.08	0.27	0.11
Vehicles	1.18	-	0.19	0.99	0.79	0.16	0.19	0.76	0.23	0.39
Total	6 246.87	48.77	0.19	6 295.45	3 853.23	514.89	0.19	4 367.93	1 927.52	2 393.64
Previous Year	5 760.79	486.26	0.18	6 246.87	3 054.47	798.90	0.14	3 853.23	2 393.64	
Capital Work-in-Progress									5 118.01	2 502.40

11.1 Pursuant to the enactment of Companies Act, 2013, the Company has applied the estimated useful lives as specified in Schedule II, except in respect of certain assets as disclosed in Significant Accounting Policy on Depreciation and Amortisation. Accordingly, the unamortised carrying value is being depreciated/ amortised over the revised/remaining useful lives. The written down value of fixed assets whose lives had expired as at 1st April 2014 have been charged to the Statement of Profit and Loss amounting to Rs.32.52 crore during the previous year 2014-15.

11.2 The Gross Block of Fixed Assets includes Rs. 2744.75 Crore (Previous Year Rs. 2744.75 Crore) on account of revaluation of (a) plant and machinery, equipment, buildings, freehold and leasehold land pertaining to power plants of the Company by Rs. 1468.38 Crore (Previous Year Rs. 1468.38) during the year 2013-14 and (b) plant and machinery, building and land pertaining to power plant of the Company in the domestic tariff area of Jamnagar and Hazira by Rs. 1276.37 Crore (Previous Year Rs. 1276.37 Crore) during the year 2006-07.

Notes on Financial Statements for the Year ended 31st March 2016

11.3 The Company is in the process of setting up coal based captive power plants at Dahej and Hazira and gas based captive power plant at Jamnagar in Gujarat.

Project Development Expenditure up to 31st March 2016 included under Capital Work-in-Progress is as below:

	(Rs in Crore)	
	2015-16	2014-15
Opening Balance	117.23	36.50
Add: Expenses		
Payment to and provision for employees		
– Salaries and wages	16.93	-
– Contribution to Provident Fund, Gratuity Fund and Superannuation Fund	1.63	-
– Employee's Welfare and other amenities	1.19	-
Interest	432.11	176.41
Other borrowing cost	37.90	14.91
Applicable loss on foreign currency transactions and translation	71.03	-
Insurance	3.99	-
Miscellaneous Expenses	2.53	0.44
Depreciation	0.04	-
	<u>567.35</u>	<u>191.76</u>
	684.58	228.26
Less: Income		
Interest Income	52.47	5.29
Net Gain on Sale of Current Investments	146.21	51.06
Other Non Operating income	0.66	-
	<u>199.34</u>	<u>56.35</u>
	485.24	171.91
Less: Amount capitalised during the year	2.13	54.68
Closing Balance	<u>483.11</u>	<u>117.23</u>

11.4 Capital Work- in - Progress, as at 31st March 2016, includes:

- i) Rs. 190.81 Crore (Previous Year Rs. 590.41 Crore) on account of cost of construction materials at sites (including at customer sites).
- ii) Rs. 483.11 Crore (Previous Year Rs. 117.23 Crore) on account of Project Development Expenditure.

11.5 Buildings and Plant and Machinery relating to Power Plants of the company are Constructed / installed either on Leasehold Land or at customer's location.

11.6 Residential buildings includes cost of shares in Co-operative Housing Societies Rs. 250 (Previous Year Rs. 250).

Notes on Financial Statements for the Year ended 31st March 2016

	As at 31st March 2016	(Rs. in Crore) As at 31st March 2015
12 NON CURRENT INVESTMENTS		
<i>(Long Term Investments)</i>		
<i>(Valued at cost less other than temporary diminution in value, if any)</i>		
A. Trade Investments		
Investment in Equity Shares, Unquoted, fully paid up		
In Associate Company		
1125 00 00 000 Reliance Utilities Private Limited of		
(-) Rs. 1 each (Refer Note 12.1)	1 566.46	-
- Reliance Singapore Holding Pte		
(50 000) Limited of USD 1 each	-	0.21
	1 566.46	0.21
B. Other Investments		
i) Investment in Fixed Maturity Plan - Unquoted, fully paid up		
1 20 00 000 DHFL Primerica Fixed Maturity Plan -		
(-) Direct Growth of Rs 10 each	12.00	-
ii) In Limited Liability Partnership (LLP)		
Akshaj Enterprises LLP [Rs. 33,000,		
(Previous Year Rs. 33,000)]	0.00	0.00
	12.00	0.00
Total	1 578.46	0.21
Aggregate Value of Unquoted Investments	1 578.46	0.21

12.1 Investments covered under Section 186(4) of the Companies Act, 2013 and outstanding as on close of the financial year as given in Note 12 above.

13 LONG TERM LOANS AND ADVANCES

(Unsecured and Considered Good)

	As at 31st March 2016	(Rs. in Crore) As at 31st March 2015
Capital Advances to Related Party (refer Note 29)	913.95	913.95
Capital Advances to others	12.45	472.15
Loans and Advances to Related Parties (refer Note 29)	-	3 914.12
Loan to Body Corporate	2 347.41	-
Advance Income Tax (Net of Provision)	140.48	32.93
Advance Fringe Benefit Tax (Net of Provision)	0.02	0.02
Deposits	0.12	0.12
Other Loans and Advances* (Previous Year Rs. 38,943/-)	0.21	0.00
Total	3 414.64	5 333.29

*includes loan to employees, other advances.

Notes on Financial Statements for the Year ended 31st March 2016

		(Rs. in Crore)	
		As at 31st March 2016	As at 31st March 2015
14	CURRENT INVESTMENTS		
	<i>(Carried at lower of cost and market value/NAV)</i>		
	Investment in Fixed Maturity Plan - Unquoted, fully paid up		
5 00 00 000	ICICI Prudential Fixed Maturity Plan-Series	50.00	-
(-)	78-95 Days Plan of Rs 10 each		
	Investment in units of Mutual Funds - Unquoted, fully paid up		
13 66 900	Axis Banking Debt Fund -Direct-Growth of Rs 1000 each	186.43	-
(-)			
3 08 48 775	Axis Enhanced Arbitrage Fund-Direct-Growth of Rs 10 each	33.77	-
(-)			
-	Axis Liquid Fund -Growth (CFGPG) of Rs. 1,000 each	-	91.30
(5 90 808)			
4 11 66 485	Axis Short Term Fund - Direct Plan - Growth (ST DG) of	64.78	40.00
(2 67 73 762)	Rs 10 each		
-	Baroda Pioneer Liquid Fund Plan A – Growth of Rs 1,000 each	-	123.55
(7 71 555)			
-	Baroda Pioneer Treasury Advantage Fund - Plan B Growth of	-	100.00
(6 34 001)	Rs 1,000 each		
-	Birla Sun Life Saving Fund-Growth-Direct Plan of Rs 100 each	-	83.00
(31 24 945)			
-	Birla Sun Life Treasury Optimizer Plan - Growth - Direct Plan of	-	133.35
(79 26 852)	Rs 100 each		
3 26 69 062	Birla Sunlife Enhanced Arbitrage Fund Direct Growth of	50.00	-
(-)	Rs 10 each		
1 392	DSP Black Rock Liquidity Fund - Direct Plan - Growth of	0.30	-
(-)	Rs 1,000 each		
6 03 133	DSP Black Rock Strategic Bond Fund - Institutional Plan -		
(6 03 133)	Growth of Rs 1,000 each	100.00	100.00
2 96 00 241	DSP Blackrock Banking And PSU Debt Fund-Regular-Plan -		
(-)	Growth of Rs 10 each	36.42	-
6 97 93 114	DSP Blackrock Ultra Short Term Fund- Direct Plan -		
(-)	Growth of Rs 10 each	74.04	-
3 72 97 806	DHFL Pramerica Arbitrage Fund - Direct Plan -Growth of	40.09	-
(-)	Rs 10 each		
17 96 66 619	DHFL Pramerica Banking & PSU Debt Fund-Direct Plan -		
(3 75 41 609)	Growth of Rs 10 each	227.61	45.00
10 88 57 090	DHFL Pramerica Medium Term Income Fund-Direct Plan -		
(5 20 55 769)	Growth of Rs 10 each	129.12	60.00

Notes on Financial Statements for the Year ended 31st March 2016

		(Rs. in Crore)	
		As at 31st March 2016	As at 31st March 2015
-	DHFL Primerica Ultra Short Term Fund-Growth of Rs 10 each (2 54 15 575)	-	42.00
2 13 98 666	Franklin India Banking and PSU Debt Fund - Regular Plan - (-) Growth of Rs 10 each	24.84	-
-	Franklin India Low Duration Bond of Rs. 10 each (6 38 57 740)	-	96.68
1 34 746	Franklin-Templeton India Treasury Management Account - (-) SIP Growth - Direct of Rs 1,000 each	30.11	-
-	Franklin-Templeton Ultra Short Bond Super Institutional Plan - (5 50 48 299) Direct of Rs 10 each	-	100.60
5 84 97 634	HDFC Arbitrage Fund-Wholesale Plan-Direct-Growth of Rs 10 each (-)	65.71	-
-	Franklin-Templeton Ultra Short Bond Fund Super Institutional Plan - (16 30 934) Direct of Rs 10 each	-	3.00
42 18 398	HDFC Banking And PSU Debt Fund- Direct Growth Option of (40 85 524) Rs 10 each	4.93	4.50
-	HFDC Floating Rate Income Fund - Short Term Plan - Wholesale (23 89 01 055) option - Growth of Rs 10 each	-	542.32
-	HDFC High Interest Fund short Term Plan - Growth of Rs 10 each (5 08 72 381)	-	138.00
2 08 37 457	HDFC High Interest Fund-Dynamic Growth Plan - of Rs 10 each (2 08 37 457)	100.00	100.00
5 97 529	HDFC Liquid Fund -Direct Plan - Growth of Rs 1000 each (-)	178.23	-
2 45 91 625	HDFC Medium Term Opportunities Fund-Direct Plan-Growth of (-) Rs 10 each	40.00	-
-	ICICI Dynamic Bond Fund Plan - Regular Growth of Rs 10 each (6 44 25 103)	-	100.00
73 33 701	ICICI Prudential Money Market Fund Direct Plan -Growth of Rs 100 each (-)	153.35	-
-	ICICI Savings Fund - Direct Plan - Growth of Rs 100 each (59 66 333)	-	124.22
13 16 47 719	ICICI Prudential Bank And PSU Debt Fund - Direct Plan - Growth (-)	211.26	-
-	ICICI Banking & PSU Debt Plan-Growth of Rs 10 each (5 47 63 441)	-	84.00
13 81 35 931	ICICI Prudential Income Opportunities Fund - Regular Plan - (-) Growth of Rs 10 each	282.04	-
67 48 003	ICICI Prudential Short Term Gilt Fund-Growth of Rs 10 each (-)	25.00	-

Notes on Financial Statements for the Year ended 31st March 2016

		(Rs. in Crore)	
		As at 31st March 2016	As at 31st March 2015
1 83 40 808	IDFC Arbitrage Plus Fund-Direct-Growth of Rs 10 each	31.00	-
(-)			
1 12 777	IDFC Cash Fund - Direct Plan - Growth of Rs 1000 each	20.59	-
(-)			
10 00 00 000	IDFC Corporate Bond Fund Regular Plan Growth of Rs 10 each	100.00	-
(-)			
5 93 51 760	IDFC Dynamic Bond Fund-Regular Growth Plan of Rs 10 each	100.00	100.00
(5 93 51 760)			
-	IDFC Money Manager Fund - Treasury Plan-Growth	-	87.90
(3 98 09 242)	(Direct Plan) of Rs. 10 each		
6 07 57 706	IDFC Super Saver income Fund - Medium Term Plan -	140.71	140.71
(6 07 57 706)	Regular Growth of Rs 10 each		
2 42 41 837	IDFC Super Saver Income Fund-Medium Term Plan-Growth -	60.00	-
(-)	Direct of Rs 10 each		
26 33 067	IDFC Super Saver Income Fund-Short Term Plan-Growth-Direct of	7.91	-
(-)	Rs 10 each		
14 13 627	IDFC Ultra Short Term Fund - Direct Plan - Growth of Rs 10 each	3.00	-
(-)			
-	India Bulls Liquid Fund -Direct Growth Plan of Rs 1,000 each	-	5.68
(41 983)			
-	JM Floater Short Term Fund Direct Growth option Plan of	-	47.43
(2 20 86 010)	Rs 10 each		
-	JP Morgan India Treasury Fund Direct Growth Option Plan of	-	150.00
(8 21 25 181)	Rs 10 each		
1 51 31 111	Kotak Banking And PSU Debt Fund - Growth - Direct Plan of	50.00	-
(-)	Rs 10 each		
1 16 82 125	Kotak Bond Short Term-Direct Plan-Growth of Rs 10 each	31.93	-
(-)			
16 283	Kotak Liquid Scheme Plan A Growth of Rs 1,000 each	5.00	-
(-)			
3 63 43 411	L&T Arbitrage Opportunity Fund Growth - Rs 10 each	39.68	-
(-)			
8 33 308	L&T Cash Fund Direct Growth of Rs 1,000 each	101.27	-
(-)			
2 28 52 496	L&T Ultra Short Term Fund Direct Plan Growth of Rs 10 each	56.20	-
(-)			
68 021	LIC Nomura Liquid Fund - Direct Plan - Growth of Rs 1,000 each	18.47	-
(-)			
-	Principal Cash Management Fund - Direct Growth Plan of	-	6.00
(44 228)	Rs 1,000 each		

Notes on Financial Statements for the Year ended 31st March 2016

		(Rs. in Crore)	
		As at 31st March 2016	As at 31st March 2015
-	Principal Debt Opportunities Fund Corporate Bond Plan - (1 41 539) Regular Plan Growth of Rs 1,000 each	-	30.03
2 894	Religare Invesco Liquid Fund - Growth - Direct Plan of (-) Rs 1,000 each	0.60	-
1 39 84 755	Religare Invesco Arbitrage Fund -Regular-Growth of Rs 10 each (-)	26.16	-
-	Religare Invesco Ultra Short Term Fund - Growth (US IG) of (5 61 901) Rs 1,000 each	-	107.01
-	Religare Invesco Ultra Short Term Fund - Direct Growth Plan of (4 17 929) Rs 1,000 each	-	80.00
1 93 496	Religare Liquid Fund - Super Institutional Growth of (-) Rs 1,000 each	40.22	-
3 44 536	Religare Short term Fund - Growth of Rs 1,000 each (-)	67.40	-
1 28 94 175	SBI Arbitrage Opportunities Fund - Direct - Growth of Rs 10 each (-)	25.00	-
5 77 10 398	SBI Dynamic Bond Fund-Direct Growth Plan of Rs 10 each (5 77 10 398)	100.00	100.00
1 96 135	SBI Premier Liquid Fund-Direct - Growth of Rs 1,000 each (-)	45.73	-
3 79 59 932	Sundaram Flexible Fund - Short Term - Direct- Growth of Rs 10 each (-)	88.60	-
4 62 69 588	Sundaram Flexible Fund - Flexible Income - Regular - Growth of (-) Rs 10 each	94.25	-
-	Sundaram select Debt - Short Term Asset Plan -Direct Plan - (2 44 37 399) Growth of Rs 10 each	-	58.08
18 882	Tata Money Market Fund-Direct Growth Plan of Rs 1,000 each (1 466)	4.47	0.33
14 23 83 143	UTI Banking & PSU Debt Fund-Direct Plan - Growth of Rs 10 each (-)	169.61	-
2 47 63 876	UTI Fixed Income Interval Fund - III Quarterly Interval Plan - (-) Direct Growth of Rs 10 each	50.00	-
3 030	UTI -Liquid Cash Plan-Institutional - Direct Plan - Growth of (-) Rs 1,000 each	0.75	-
12 979	UTI Money Market Fund - Institutional Plan - Direct Plan - (-) Growth Plan of Rs 10 each	2.18	-
		3 538.76	3 024.69
Total		3 588.76	3 024.69
Aggregate Value of Unquoted Investments		3 588.76	3 024.69

Notes on Financial Statements for the Year ended 31st March 2016

	(Rs. in Crore)	
	As at 31st March 2016	As at 31st March 2015
15. INVENTORIES		
Stores, Spares and Consumables	54.10	41.26
Total	<u>54.10</u>	<u>41.26</u>
16. TRADE RECEIVABLES (Unsecured and Considered Good)		
Over six months from the due date	0.01	-
Others	287.96	228.44
Total	<u>287.97</u>	<u>228.44</u>
17. CASH AND BANK BALANCES		
Cash and Cash Equivalents		
Balances with Banks in current accounts	5.53	0.53
Cheques on Hand	0.02	2.05
Cash on Hand [Rs. 2,967 (Previous Year Rs.4,207)]	0.00	0.00
Other Bank Balances		
Fixed Deposits with bank	394.00	-
Total	<u>399.55</u>	<u>2.58</u>
18. SHORT TERM LOANS AND ADVANCES (Unsecured and Considered Good)		
Others *	8.45	8.66
Total	<u>8.45</u>	<u>8.66</u>
*Others includes VAT and Service tax recoverable, prepaid expenses, advances to Vendor etc.		
19. OTHER CURRENT ASSETS		
Interest accrued on Fixed Deposits	1.11	-
Total	<u>1.11</u>	<u>-</u>

Notes on Financial Statements for the Year ended 31st March 2016

	(Rs. in Crore)	
	2015-16	2014-15
20 REVENUE FROM OPERATIONS		
Income from Generation of Power	1 742.65	1 620.14
Sale of Traded Goods	0.32	0.50
Total	<u>1 742.97</u>	<u>1 620.64</u>
21 OTHER INCOME		
Interest Income		
From Long Term Investments	-	88.12
From Others	2.31	12.40
Net Gain on Sale of Current Investments	45.35	23.29
Lease Rent Rs. 2 (Previous Year Rs. 2)	0.00	0.00
Profit on Sale of Long Term Investment	0.13	-
Other Income	0.03	0.02
Total	<u>47.82</u>	<u>123.83</u>
22 PURCHASES OF STOCK-IN-TRADE		
Purchases of Stock-in-Trade	0.26	0.41
Total	<u>0.26</u>	<u>0.41</u>
23 EMPLOYEE BENEFITS EXPENSE		
Salaries and Wages	17.46	7.59
Contribution to Provident and Other Funds	1.80	0.57
Staff Welfare Expenses	1.43	0.58
Total	<u>20.69</u>	<u>8.74</u>

Notes on Financial Statements for the Year ended 31st March 2016

23.1 As per Accounting Standard 15 “Employee Benefits”, the disclosures of Employee Benefits as defined in the Accounting Standard are given below:

Defined Contribution Plans

Contribution to Defined Contribution Plans, recognised as expense for the year are as under:

	(Rs. in Crore)	
	2015-16	2014-15
Employer’s Contribution to Provident Fund	0.47	0.29
Employer’s Contribution to Superannuation Fund	0.05	0.05
Employer’s Contribution to Pension Scheme	0.32	0.09

Defined Benefit Plan

The employees’ gratuity fund scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for leave encashment is recognized in the same manner as gratuity.

I. Reconciliation of opening and closing balances of Defined Benefit obligation

	(Rs. in Crore)			
	Gratuity (Funded)		Leave Encashment (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Defined Benefit obligation at beginning of the year	1.50	1.30	0.65	0.58
Current Service Cost	0.09	0.09	0.03	0.02
Interest Cost	0.12	0.10	0.05	0.05
Actuarial (gain) / loss	1.83	0.13	0.94	0.05
Benefits paid	(0.08)	(0.12)	(0.08)	(0.05)
Transfer	0.04	-	-	-
Defined Benefit obligation at year end	3.50	1.50	1.59	0.65

II. Reconciliation of opening and closing balances of fair value of plan assets

	(Rs. in Crore)	
	Gratuity (Funded)	
	2015-16	2014-15
Fair value of plan assets at beginning of the year	1.50	1.40
Expected return on plan assets	0.13	0.11
Actuarial gain / (loss)	0.01	(0.01)
Employer contribution including from plan participants	1.90	0.05
Transfer	0.04	0.07
Benefits paid	(0.08)	(0.12)
Fair value of plan assets at year end	3.50	1.50

Notes on Financial Statements for the Year ended 31st March 2016

III. Reconciliation of fair value of assets and obligations

(Rs. in Crore)

	Gratuity (Funded)		Leave Encashment (Unfunded)	
	As at 31st March 2016	As at 31st March 2015	As at 31st March 2016	As at 31st March 2015
Present value of obligation	3.50	1.50	1.59	0.65
Fair value of plan assets	3.50	1.50	-	-
Amount recognised in Balance Sheet	-	-	1.59	0.65

IV. Expense recognised during the year (Under the head "Employee Benefits Expense")

(Rs. in Crore)

	Gratuity (Funded)		Leave Encashment (Unfunded)	
	2015-16	2014-15	2015-16	2014-15
Current Service Cost	0.09	0.09	0.03	0.02
Interest Cost	0.12	0.10	0.05	0.05
Expected return on plan assets	(0.13)	(0.11)	-	-
Actuarial (gain) / loss	1.82	0.14	0.94	0.05
Transfer In	-	(0.07)	-	-
Net Cost	1.90	0.15	1.02	0.12

V. Investment Details:

	% invested As at 31st March 2016	% invested As at 31st March 2015
Insurance Policies	100%	100%

VI. Actuarial assumptions

	Gratuity (Funded)		Leave Encashment (Unfunded)	
	2015-16 2006-08 (Ultimate)	2014-15 2006-08 (Ultimate)	2015-16 2006-08 (Ultimate)	2014-15 2006-08 (Ultimate)
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%	-	-
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 2016

VII. Amount recognised in current year and previous four years

(Rs. in Crore)

Particulars	As at				
	31st March 2016	31st March 2015	31st March 2014	30th June 2013	30th June 2012
Gratuity (Funded)					
Present value of obligation	3.50	1.50	1.30	1.14	1.19
Fair value of plan assets	3.50	1.50	1.40	1.19	0.84
Amount recognised in Balance Sheet	-	-	(0.10)	(0.05)	0.35
Actuarial (gain) / loss on plan obligation	1.83	0.13	(0.01)	(0.10)	0.20
Actuarial gain / (loss) on plan assets	0.01	(0.01)	0.08	0.01	0.02
Leave Encashment (Unfunded)					
Present value of obligation	1.59	0.65	0.58	0.46	0.43
Fair value of plan assets	-	-	-	-	-
Amount recognised in Balance Sheet	1.59	0.65	0.58	0.46	0.43
Actuarial (gain) / loss on plan obligation	0.94	0.05	0.07	0.01	0.21
Actuarial gain / (loss) on plan assets	-	-	-	-	-

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

(Rs. in Crore)

	2015-16	2014-15
24 FINANCE COST		
Interest Expenses	188.01	256.02
Other Borrowing Cost	0.12	0.11
Applicable loss on foreign currency transactions and translation	18.66	41.18
Interest received on derivative transactions	(172.19)	-
Total	34.60	297.31

Notes on Financial Statements for the Year ended 31st March 2016

	(Rs. in Crore)	
	2015-16	2014-15
25 OTHER EXPENSES		
Fuel Consumed	249.22	308.39
Stores, Chemicals and other materials consumed	22.06	13.55
Insurance	12.40	9.50
Rent	0.44	0.44
Rates and Taxes	0.11	0.70
Repairs and Maintenance - Plant and Machinery	7.18	14.88
Repairs and Maintenance - Others	3.98	3.72
Net Loss on Foreign Currency Transactions and Translation	11.01	63.67
Net Loss on Derivative Transactions	177.37	-
Payment to Auditor	0.53	0.47
Wealth Tax (Previous year Rs. 25,483/-)	-	0.00
General Expenses	5.15	4.91
Loss on Sale of Fixed Assets	-	0.03
Loss on Sale of Long Term Investment (Previous Year Rs. 255/-)	-	0.00
Corporate Social Responsibility Expenditure (Refer Note 25.1)	8.60	11.00
Total	498.05	431.26

25.1 CORPORATE SOCIAL RESPONSIBILITY EXPENDITURE:

- (a) Expenditure related to Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof: Rs. 8.60 Crore (Previous Year Rs. 11.00 Crore)
- (b) Break up of Corporate Social Responsibility Expenditure - Charity and Donations
- (c) Gross amount required to be spent by the Company during the year - Rs. 8.58 Crore (Previous Year Rs. 10.33 Crore)
- (d) Amount spent during the year on:

(Rs. in Crore)

2015-16

Particulars	In Cash	Yet to be paid in cash	Total
(i) Construction/ acquisition of any asset	-	-	-
(ii) Enhancing Rural Livelihoods	8.60	-	8.60

Notes on Financial Statements for the Year ended 31st March 2016

25.2 VALUE OF FUEL, STORES AND CHEMICALS CONSUMED:

	(Rs. in Crore)	2015-16 % of consumption	(Rs. in Crore)	2014-15 % of consumption
(a) Imported	3.50	1.29	2.84	0.88
(b) Indigenous	267.78	98.71	319.10	99.12
Total	271.28	100.00	321.94	100.00

25.3 PAYMENT TO AUDITOR:

	(Rs. in Crore)	2015-16	2014-15
(i) Audit Fees		0.24	0.21
(ii) Tax Audit Fees		0.07	0.06
(iii) For Certification		0.22	0.20
Total		0.53	0.47

25.4 EXPENDITURE IN FOREIGN CURRENCIES:

	(Rs. in Crore)	2015-16	2014-15
(i) Interest on foreign currency loans		35.14	11.89
(ii) Other Finance Charges		32.38	0.01
(iii) Agency Fees		0.24	0.09
(iv) Repairs and Maintenance		0.40	0.13
(v) Legal fees		0.50	-
Total		68.66	12.12

25.5 EARNINGS IN FOREIGN CURRENCIES:

	(Rs. in Crore)	2015-16	2014-15
Generation of Power (SEZ units)		727.16	-

25.6 VALUE OF IMPORTS ON CIF BASIS IN RESPECT OF:

	(Rs. in Crore)	2015-16	2014-15
Capital Goods		97.47	470.34
Stores and Spares		3.39	2.47

26 EARNING PER SHARE (EPS)

	(Rs. in Crore)	2015-16	2014-15
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders (Rs in Crore) (Used as Numerator for calculation)		31.20	37.32
Weighted Average No. of equity shares that carry right to dividend and participate in surplus assets (Class "B") (Used as Denominator for calculation)		181 24 58 346	181 24 58 346
Basic and Diluted Earnings Per Share of Re. 1/- each (Class "B") (In Rupees)		0.17	0.21

Notes on Financial Statements for the Year ended 31st March 2016

		(Rs. in Crore)	
		As at 31st March 2016	As at 31st March 2015
27	CONTINGENT LIABILITIES AND COMMITMENTS		
I	Guarantees against credit facilities extended to third parties	850.00	850.00
II	Letter of Credit Outstanding	-	11.97
III	Estimated amount of contracts remaining to be executed on capital accounts and not provided for (net of advance)	431.35	1 623.00

28 FINANCIAL AND DERIVATIVE INSTRUMENTS

a) Derivative Contracts entered into by the Company and outstanding as on 31st March, 2016

For hedging Currency and Interest Rate Related Risks:

Nominal amounts of derivative contracts entered into by the Company and outstanding as at 31st March 2016 amounts to Rs. 3714.65 crore (Previous Year Rs. 664.06 crore). Category wise break up is given below:

		(Rs. in Crore)	
		As at 31st March 2016	As at 31st March 2015
Particular			
Currency Swaps		3 480.00	-
Forward Contracts		234.65	664.06

b) Foreign Currency exposure that are not hedged by the derivative instruments as on 31st March, 2016 are as under;

		(Rs. in Crore)	
		As at 31st March 2016	As at 31st March 2015
Investments (refer Note 12)		-	0.21
Others		2 210.01	238.81

29 As per Accounting Standard (AS -18) on Related Party Disclosure, the disclosure of transactions with the related parties as defined in Accounting Standard are given below:-

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

Name of the Related Party	Relationship
Reliance Industries Holding Private Limited	Holding Company
Deccan Finvest Private Limited	Subsidiary Company (upto 28.02.2015)
Reliance Utilities Private Limited	Fellow Subsidiary upto 28.03.2016) Associate Company (w.e.f. 29.03.2016)
Reliance Ports And Terminals Limited	Fellow Subsidiary
Reliance Gas Transportation Infrastructure Limited	Fellow Subsidiary
Reliance Consolidated Holdings Private Limited	Fellow Subsidiary (upto 30.09.2015)
Reliance Investment and Trading Private Limited	Fellow Subsidiary (upto 30.09.2015)
Vibrant Advertising Private Limited	Fellow Subsidiary (upto 31.03.2015)
Antilia Commercial Private Limited	Fellow Subsidiary
Reliance Industries Limited	Associate Company
Reliance Singapore Holdings Pte Ltd	Associate Company (upto 31.10.2015)
Sh. Kirit Brahmhatt	Key Managerial Personnel (w.e.f. 30.09.2014)

Notes on Financial Statements for the Year ended 31st March 2016

(ii) Transactions during the year with related parties (excluding Re-imburement)

(Rs. in Crore)

Nature of Transactions	Holding Company	Subsidiary Companies	Fellow Subsidiaries	Associates	Key Managerial	Total
Income						
Income from Operations	-	-	-	1742.97	-	1742.97
	-	-	-	1620.64	-	1620.64
Sales - Project Materials	-	-	-	26.73	-	26.73
	-	-	-	-	-	-
Other Income						
Interest (including receipt of accrued interest)	-	-	-	-	-	-
	-	-	88.12	-	-	88.12
Lease Rent	-	-	-	0.00	-	0.00
[Rs. 2 (Previous Year Rs. 2)]	-	-	-	0.00	-	0.00
Expenditure						
Purchase of Fuel	-	-	-	249.22	-	249.22
	-	-	-	308.39	-	308.39
Purchase of Capital Goods/Services	-	-	53.31	20.78	-	74.09
	-	-	6.96	42.78	-	49.74
Purchase of Stores and Spares (Previous Year Rs 20 039)	-	-	0.01	0.64	-	0.65
	-	-	0.00	1.88	-	1.88
Lease Rent [Rs.2000/- (Previous Year Rs.2000/-)]	-	-	-	0.00	-	0.00
	-	-	-	0.00	-	0.00
Repairs and Maintenance	-	-	-	2.35	-	2.35
	-	-	-	2.35	-	2.35
Rent for Office Buildings/Godown	-	-	-	0.43	-	0.43
	-	-	-	0.43	-	0.43
Other Expenses [(Previous Year Rs. 13 476/-)]	-	-	0.22	0.01	-	0.23
	-	-	0.80	0.00	-	0.80
Payment to Key Managerial Personnel	-	-	-	-	1.44	1.44
	-	-	-	-	0.67	0.67
Investments						
Purchase of Investment	1566.46	-	-	-	-	1566.46
	-	-	-	-	-	-
Sale/Disposal of Investment	-	-	-	0.35	-	0.35
	0.01	-	1500.00	-	-	1500.01
Loans and Advances given / (returned) (net) (Previous Year Rs. 25,000/-)	(2179.45)	-	(1734.67)	-	-	(3914.12)
	-	-	0.00	-	-	0.00
Balance as on 31.03.2016						
Share Capital	182.73	-	-	0.52	-	183.25
	182.73	-	-	0.52	-	183.25
Security Deposits taken	-	-	-	350.00	-	350.00
	-	-	-	350.00	-	350.00

Notes on Financial Statements for the Year ended 31st March 2016

(Rs. in Crore)						
Nature of Transactions	Holding Company	Subsidiary Companies	Fellow Subsidiaries	Associates	Key Managerial	Total
Non Current Investments	-	-	-	1566.46	-	1566.46
	-	-	-	<i>0.21</i>	-	<i>0.21</i>
Trade and Other Receivables	-	-	-	287.97	-	287.97
	-	-	0.16	<i>228.44</i>	-	<i>228.60</i>
Long Term Loans and Advances Given	-	-	913.95	-	-	913.95
	-	-	<i>4828.07</i>	-	-	<i>4828.07</i>
Trade and Other Payables	-	-	7.21	29.26	-	36.47
	-	-	<i>1.71</i>	<i>14.34</i>	-	<i>16.05</i>
Guarantees Given	-	-	850.00	-	-	850.00
	-	-	<i>850.00</i>	-	-	<i>850.00</i>

Note: Figures in italics represent previous year's amounts. The transactions and balances have been given in respect of the period during which relationship exists.

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

(Rs. in Crore)				
Sr. No.	Particulars	Relationship	2015-16	2014-15
1	Income from Operations			
	Reliance Industries Limited	Associate	1 742.97	1 620.64
2	Sales - Project Materials			
	Reliance Industries Limited	Associate	26.73	-
3	Other Income			
	Reliance Ports And Terminals Limited	Fellow Subsidiary	-	88.12
4	Lease Rent			
	Reliance Industries Limited [Rs. 2 (Previous Year Rs. 2)]	Associate	0.00	0.00
5	Purchase of Fuel			
	Reliance Industries Limited	Associate	249.22	308.39
6	Purchase of Capital Goods/ Services			
	Reliance Industries Limited	Associate	20.78	42.78
	Reliance Ports And Terminals Limited	Fellow Subsidiary	53.21	6.96
	Reliance Gas Transportation Infrastructure Limited	Fellow Subsidiary	0.10	-
7	Purchase of Stores and Spares			
	Reliance Industries Limited	Associate	0.64	1.88
	Reliance Ports And Terminals Limited (Previous Year Rs. 20,039)	Fellow Subsidiary	0.01	0.00
8	Lease Rent			
	Reliance Industries Limited [Rs.2000/- (Previous Year Rs.2000/-)]	Associate	0.00	0.00

Notes on Financial Statements for the Year ended 31st March 2016

				(Rs. in Crore)	
Sr. No.	Particulars	Relationship	2015-16	2014-15	
9	Repairs and Maintenance				
	Reliance Industries Limited	Associate	2.35	2.35	
10	Rent for Office Buildings/Godown				
	Reliance Industries Limited	Associate	0.43	0.43	
11	Other Expenses				
	Antilia Commercial Private Limited	Fellow Subsidiary	0.21	0.80	
	Vibrant Advertising Private Limited [Rs. 33,682/- (Previous Year Rs. 34,828)]	Fellow Subsidiary	0.00	0.00	
	Reliance Ports And Terminals Limited	Fellow Subsidiary	0.01	-	
	Reliance Industries Limited (Previous Year Rs. 13,476/-)	Associate	0.01	0.00	
12	Payments to Key Managerial Personnel				
	Sh. Kirit Brahmhatt	Key Managerial Personnel	1.44	0.67	
14	Purchase of Investment				
	Reliance Industries Holding Private Limited	Holding Company	1 566.46	-	
15	Sale/Disposal of Investment				
	Reliance Ports And Terminals Limited	Fellow Subsidiary	-	1 500.00	
	Reliance Industries Holding Private Limited	Holding Company	-	0.01	
	Reliance Singapore Holdings Pte Ltd	Associate	0.35	-	
16	Loans and Advances given / (returned) (net)				
	Reliance Industries Holding Private Limited	Holding Company	(2 179.45)	-	
	Reliance Investment and Trading Private Limited	Fellow Subsidiary	(829.25)	-	
	Reliance Consolidated Holdings Private Limited	Fellow Subsidiary	(905.42)	-	
	Reliance Utilities Private Limited (Rs. 25,000/- given and returned during Previous year)	Associate	-	0.00	
Balances as at 31st March, 2016:					
17	Security Deposits taken				
	Reliance Industries Limited	Associate	350.00	350.00	
18	Long Term Loans and Advances Given				
	Reliance Ports And Terminals Limited	Fellow Subsidiary	913.95	913.95	
	Reliance Investment and Trading Private Limited	Fellow Subsidiary	-	829.25	
	Reliance Consolidated Holdings Private Limited	Fellow Subsidiary	-	3 084.87	
19	Trade and Other Receivables				
	Reliance Industries Limited	Associate	287.97	228.44	
	Antilia Commercial Private Limited	Fellow Subsidiary	-	0.16	
20	Corporate Guarantee Given				
	Reliance Gas Transportation Infrastructure Limited	Fellow Subsidiary	850.00	850.00	

Notes on Financial Statements for the Year ended 31st March 2016

30 SEGMENT INFORMATION

As per Accounting Standard on Segment Reporting (AS-17), "Segment Reporting", the Company has identified two reportable segments viz. Power Generation and Investments after taking into account the nature of products and services, the differing risks and returns and internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting:

- a) Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprise as a whole and are not allocable to a segment on a reasonable basis have been disclosed as "Unallocable".
 - b) Segment assets and segment liabilities represent assets and liabilities in respective segments. Tax related items and other Assets and Liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable".
- (i) **Primary Segment Information (Business):**

(Rs. in Crore)

Particulars	Power Generation		Investments		Unallocable		Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
Segment Revenue	1 742.97	1 620.64	45.35	123.81	2.31	-	1 790.63	1 744.45
Operating Segment Result before Interest and Tax	723.95	397.98	45.12	39.76	(12.13)	(16.27)	756.94	421.47
Add:-Interest Income	-	-	-	-	-	-	-	-
Add-Other non operating income *	-	-	-	0.00	0.00	0.00	0.00	-
Less:- Interest Expenses	-	-	-	-	34.60	213.62	34.60	213.62
Profit Before Tax	723.95	397.98	45.12	39.76	(46.73)	(229.89)	722.34	207.85
Provision for Redemption of Debenture	-	-	-	-	600.21	-	600.21	-
Current Tax	-	-	-	-	93.27	172.50	93.27	172.50
Deferred Tax	-	-	-	-	(2.34)	(1.97)	(2.34)	(1.97)
Profit After Tax	723.95	397.98	45.12	39.76	(737.87)	(400.42)	31.20	37.32
Other Information								
Segment Assets	8 322.78	6 560.62	7 909.74	6 939.02	146.05	35.53	16 378.57	13 535.17
Segment Liabilities	800.34	784.46	-	-	9 002.11	6 806.00	9 802.45	7 590.46
Capital Expenditure	2 664.38	2 469.22	-	-	-	-	2 664.38	2 469.22
Depreciation and Amortisation	514.85	798.90	-	-	-	-	514.85	798.90
Non Cash Expenses other than depreciation and amortisation	-	-	-	-	-	-	-	-

* Rs. 2 (Previous Year Rs. 2)

Notes on Financial Statements for the Year ended 31st March 2016

(ii) The reportable Segments are further described below:

- The Power Generation segment representing the power generation operations of the Company.
- The Investments segment representing investments, loans and advances and related financing activities.

(iii) **Secondary Segment Information (Geographical):**

Since the operations of the Company is predominantly conducted within India hence there are no separate reportable geographical segment.

31 Loans & Advances in the nature of Loans to Fellow Subsidiaries:

(Rs. in Crore)

Sr. No.	Name of Company	Relationship	Balance as at 31st March 2016	Maximum Amount Outstanding during the year	Balance as at 31st March 2015
1	Reliance Investment and Trading Private Limited	Fellow Subsidiary	-	829.25	829.25
2	Reliance Consolidated Holdings Private Limited	Fellow Subsidiary	-	3 084.87	3 084.87
3	Reliance Industries Holding Private Limited	Holding Company	-	2 179.45	-

As per our Report of even date

For CHATURVEDI & SHAH

Chartered Accountants
(Registration No. 101720W)

Amit Chaturvedi

Partner
Membership No.: 103141

Place:- Mumbai

Date:- 26th May, 2016

For and on behalf of the Board

Satish Parikh

Director

Geeta Fulwadaya

Director

K.P. Nanavaty

Director

Dinesh P Lahoti

Company Secretary

Paras Bhansali

Chief Financial Officer

Place:- Jamnagar