

For Private Circulation Only

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Dated: February 17, 2016

For the exclusive use of

Canara HSBC OBC Life Insurance Company Ltd

Reliance Capital Limited

(the “Company” or the “Issuer”)

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INFORMATION MEMORANDUM OF PRIVATE PLACEMENT FOR ISSUE OF 250 RATED, LISTED, SECURED, REDEEMABLE NON-CONVERTIBLE DEBENTURES (“NCDs” / “DEBENTURES”), OF FACE VALUE OF RS.10,00,000 EACH FOR CASH, AGGREGATING RS. 25 CRORE ON A PRIVATE PLACEMENT BASIS (THE “ISSUE”).

RISKS IN RELATION TO ISSUE

There has been no formal market for the securities of the Issuer. No assurance can be given regarding an active or sustained trading in the securities of the Issuer or regarding the price at which the securities will be traded after listing.

GENERAL RISKS

Investment in the Debentures involves a degree of risk and Investors should not invest any funds in this Issue unless they can afford to take the risk of losing their entire investment if the Debentures are not held till maturity or for any reason have to be sold or redeemed before the Final Redemption Date (as defined below). Before taking an investment decision, Investors must rely on their own examination of the Issuer and the offer including the risks involved. The Debentures have not been recommended or approved by the Securities and Exchange Board of India (“SEBI”) nor does SEBI guarantee the accuracy or adequacy of this document. Specific attention of Investors is invited to the statement of risk factors set out in this disclosure document of private placement in relation to the issue of Debentures on private placement basis (“**Information Memorandum**”). This Information Memorandum has not been submitted, cleared or approved by SEBI. It should be clearly understood that the Issuer is solely responsible for the correctness, adequacy and disclosure of all relevant information herein.

ISSUER’S ABSOLUTE RESPONSIBILITY

The Issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this Information Memorandum contains all information as regards to the Issuer and the Issue, which is material in the context of the Issue, that the information contained in this Information Memorandum, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which make this Information Memorandum as a whole or any of such information or the expression of any such opinions or intentions misleading in any material respect. Any person placing reliance on any other source of information would be doing so at their own risk.

CREDIT RATING

CREDIT RATING: CARE AAA (TRIPLE A) by CREDIT ANALYSIS & RESEARCH LIMITED (“CARE”), for borrowings upto an aggregate amount of Rs.22,000 crore, The rating(s) of any Series is not a recommendation to buy, sell or hold securities and investors should take their own decisions. CARE’s rating is an opinion on credit quality and is not a recommendation to buy sell or hold any security. CARE has based its rating on information obtained from sources believed by them to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most issuers’ securities rated by CARE have paid a credit rating fee, based on the amount and type of securities issued. The rating may be subject to revision or withdrawal at any time by the rating agency on the basis of new information. Each rating should be evaluated independently of any other rating. The rating agency has a right to suspend, withdraw/revise the rating at any time on the basis of new information.

MEMORANDUM OF PRIVATE PLACEMENT

This Information Memorandum is neither a prospectus nor a statement in lieu of a prospectus. This is only an information brochure, in the form of a single initial disclosure document, intended for private use and should not be construed to be a prospectus and/or an invitation to the public for subscription to Debentures under any law for the time being in force. This Information Memorandum is in compliance with the applicable requirements of the regulatory authorities and has been prepared giving details as on December 31, 2015. The Issuer however retains the right, at its sole and absolute discretion, to change the ‘GENERAL TERMS AND CONDITIONS’.

RBI DISCLAIMER

The Reserve Bank of India (“**RBI**”) does not accept any responsibility or guarantee about the present position as to the financial soundness of the Company or for the correctness of any of the statements or representations made or opinions expressed by the Company and for discharge of liability by the Company.

LISTING

The above NCDs of the Company are proposed to be listed on the Wholesale Debt (“**WDM**”) Segment of BSE Limited (“**BSE**”).

REGISTRAR AND TRANSFER AGENT	DEBENTURE TRUSTEE
 <p>Karvy Computershare Private Limited Unit: Reliance Capital Limited Karvy Selenium, Tower – B Plot No. 31 & 32, Survey No. 116/22, 115/24, 115/25 Financial District, Nanakramguda, Hyderabad-500 032 Telangana, India Tel : +91 40 6716 1500 Fax: +91 40 6716 1791 E- mail: rclinvestor@karvy.com</p>	 <p>IL & FS Trust Company Limited IL & FS Trust Company Limited The IL & FS Financial Center, Plot C-22, G Block, Bandra- Kurla Complex, Bandra East, Mumbai-400 051, Tel : +91 22 26533333 Fax : +91 22 26533297</p>
RATING AGENCY	
 <p>Credit Analysis & Research Limited Office: 4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai 400 022 Tel: +91 22 6754 3456; Fax: +91 22 6754 3457 Website: www.careratings.com E-mail: care@careratings.com</p>	
ISSUE SCHEDULE	
<p>Issue Open Date : February 17, 2016 Issue Close Date : February 17, 2016 Pay-in Date(s) : February 17, 2016</p> <p>The Company reserves the right to change the above Issue Schedule, with the understanding that the Issue Close Date / Pay-in Date may be rescheduled, at the sole discretion of the Company, to a date falling not later than 07 (seven) working days from the date mentioned herein. The actual Issue Close Date / Pay-in Date shall be communicated to each investor in the allotment advice (“Allotment Advice”).</p>	

GENERAL DISCLAIMER

THIS INFORMATION MEMORANDUM IS NEITHER A PROSPECTUS NOR A STATEMENT IN LIEU OF PROSPECTUS. THE ISSUE OF DEBENTURES IN ONE OR MORE SERIES, TO BE LISTED ON THE [WDM] SEGMENT OF [BSE] IS BEING MADE STRICTLY ON A PRIVATE PLACEMENT BASIS. MULTIPLE COPIES HEREOF GIVEN TO THE SAME ENTITY SHALL BE DEEMED TO BE GIVEN TO THE SAME PERSON AND SHALL BE TREATED AS SUCH. IT DOES NOT CONSTITUTE AND SHALL NOT BE DEEMED TO CONSTITUTE AN OFFER OR AN INVITATION TO SUBSCRIBE TO THE DEBENTURES TO THE PUBLIC IN GENERAL. APART FROM THIS INFORMATION MEMORANDUM, NO INFORMATION MEMORANDUM OR PROSPECTUS HAS BEEN PREPARED IN CONNECTION WITH THE OFFERING OF THIS ISSUE OR IN RELATION TO THE ISSUER NOR IS SUCH AN INFORMATION MEMORANDUM REQUIRED TO BE REGISTERED UNDER THE APPLICABLE LAWS. ACCORDINGLY, THIS INFORMATION MEMORANDUM HAS NEITHER BEEN DELIVERED FOR REGISTRATION NOR IS IT INTENDED TO BE REGISTERED.

THIS INFORMATION MEMORANDUM HAS BEEN PREPARED TO PROVIDE GENERAL INFORMATION ABOUT THE ISSUER TO POTENTIAL INVESTORS TO WHOM IT IS SPECIFICALLY ADDRESSED AND WHO ARE WILLING AND ELIGIBLE TO SUBSCRIBE TO THE DEBENTURES. THIS INFORMATION MEMORANDUM DOES NOT PURPORT TO CONTAIN ALL THE INFORMATION THAT ANY POTENTIAL INVESTOR MAY REQUIRE. NEITHER DOES THIS INFORMATION MEMORANDUM NOR ANY OTHER INFORMATION SUPPLIED IN CONNECTION WITH THE DEBENTURES PURPORT TO PROVIDE THE BASIS OF ANY CREDIT OR OTHER EVALUATION AND ANY RECIPIENT OF THIS INFORMATION MEMORANDUM SHOULD NOT CONSIDER SUCH RECEIPT A RECOMMENDATION TO PURCHASE ANY DEBENTURES. EACH POTENTIAL INVESTOR CONTEMPLATING THE PURCHASE OF ANY DEBENTURES SHOULD MAKE ITS OWN INDEPENDENT INVESTIGATION OF THE FINANCIAL CONDITION AND AFFAIRS OF THE ISSUER, AND ITS OWN APPRAISAL OF THE CREDITWORTHINESS OF THE ISSUER.

POTENTIAL INVESTORS SHOULD CONSULT THEIR OWN FINANCIAL, LEGAL, TAX AND OTHER PROFESSIONAL ADVISORS AS TO THE RISKS AND INVESTMENT CONSIDERATIONS ARISING FROM AN INVESTMENT IN THE DEBENTURES AND SHOULD POSSESS THE APPROPRIATE RESOURCES TO ANALYSE SUCH INVESTMENT AND THE SUITABILITY OF SUCH INVESTMENT TO SUCH INVESTOR'S PARTICULAR CIRCUMSTANCES.

THE INFORMATION RELATING TO THE COMPANY CONTAINED IN THIS INFORMATION MEMORANDUM IS BELIEVED BY THE COMPANY TO BE ACCURATE IN ALL RESPECTS AS OF THE DATE HEREOF.

IT IS THE RESPONSIBILITY OF POTENTIAL INVESTORS TO ALSO ENSURE THAT THEY WILL SELL/TRANSFER THESE DEBENTURES IN STRICT ACCORDANCE WITH THIS INFORMATION MEMORANDUM AND OTHER APPLICABLE LAWS, SO THAT THE SALE DOES NOT CONSTITUTE AN OFFER TO THE PUBLIC WITHIN THE MEANING OF THE COMPANIES ACT. NONE OF THE INTERMEDIARIES OR THEIR AGENTS OR ADVISORS ASSOCIATED WITH THIS ISSUE UNDERTAKE TO REVIEW THE FINANCIAL CONDITION OR AFFAIRS OF THE ISSUER DURING THE LIFE OF THE ARRANGEMENTS CONTEMPLATED BY THIS INFORMATION MEMORANDUM OR HAVE ANY RESPONSIBILITY TO ADVISE ANY INVESTOR OR POTENTIAL INVESTOR IN THE DEBENTURES OF ANY INFORMATION AVAILABLE WITH OR SUBSEQUENTLY COMING TO THE ATTENTION OF THE INTERMEDIARIES, AGENTS OR ADVISORS.

NO PERSON HAS BEEN AUTHORIZED TO GIVE ANY INFORMATION OR TO MAKE ANY REPRESENTATION NOT CONTAINED OR INCORPORATED BY REFERENCE IN THIS INFORMATION MEMORANDUM OR IN ANY MATERIAL MADE AVAILABLE BY THE ISSUER TO ANY POTENTIAL INVESTOR PURSUANT HERETO AND, IF GIVEN OR MADE, SUCH INFORMATION OR REPRESENTATION MUST NOT BE RELIED UPON AS HAVING

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BEEN AUTHORIZED BY THE ISSUER. THE INTERMEDIARIES AND THEIR AGENTS OR ADVISORS ASSOCIATED WITH THIS ISSUE HAVE NOT SEPARATELY VERIFIED THE INFORMATION CONTAINED HEREIN OR ANY OTHER INFORMATION (WRITTEN OR ORAL) TRANSMITTED OR MADE TO ANY POTENTIAL INVESTOR IN THE COURSE OF EVALUATION OF THE ISSUE. ACCORDINGLY, NO REPRESENTATION, WARRANTY OR UNDERTAKING, EXPRESS OR IMPLIED, IS MADE AND NO RESPONSIBILITY OR LIABILITY OR DUTY OF CARE IS OR WILL BE ACCEPTED BY ANY SUCH INTERMEDIARY AND/OR ANY OF ITS AFFILIATES AS TO THE ACCURACY, FAIRNESS OR COMPLETENESS OR OTHERWISE OF THE INFORMATION CONTAINED IN THIS INFORMATION MEMORANDUM OR ANY OTHER INFORMATION PROVIDED BY THE ISSUER. ACCORDINGLY, ALL SUCH INTERMEDIARIES ASSOCIATED WITH THIS ISSUE SHALL HAVE NO LIABILITY IN RELATION TO THE INFORMATION CONTAINED IN THIS INFORMATION MEMORANDUM OR ANY OTHER INFORMATION PROVIDED BY THE ISSUER IN CONNECTION WITH THE ISSUE.

NEITHER THE SOLE ARRANGER NOR ANY OTHER INTERMEDIARIES NOR ANY OF THEIR AFFILIATES OR THEIR RESPECTIVE DIRECTORS, EMPLOYEES, OFFICERS OR AGENTS SHALL BE LIABLE FOR ANY DIRECT, INDIRECT OR CONSEQUENTIAL LOSS OR DAMAGE SUFFERED BY ANY PERSON AS A RESULT OF RELYING ON ANY STATEMENT IN OR OMISSION FROM THIS INFORMATION MEMORANDUM OR IN ANY OTHER INFORMATION OR COMMUNICATIONS MADE IN CONNECTION WITH THE DEBENTURES OR THE ISSUE.

THE CONTENTS OF THIS INFORMATION MEMORANDUM ARE INTENDED TO BE USED ONLY BY THOSE POTENTIAL INVESTORS TO WHOM IT IS DISTRIBUTED. IT IS NOT INTENDED FOR DISTRIBUTION TO ANY OTHER PERSON AND SHOULD NOT BE REPRODUCED OR TRANSMITTED IN ANY MANNER WHATSOEVER BY THE RECIPIENT.

EACH COPY OF THIS INFORMATION MEMORANDUM AND THE APPLICATION FORM WILL BE SERIALY NUMBERED AND THE PERSON TO WHOM A COPY OF THE INFORMATION MEMORANDUM IS ADDRESSED WOULD ALONE BE ENTITLED TO APPLY FOR THE DEBENTURES. NO INVITATION IS BEING MADE TO ANY PERSON OTHER THAN THOSE TO WHOM APPLICATION FORMS ALONG WITH THIS INFORMATION MEMORANDUM HAVE BEEN ADDRESSED. ANY APPLICATION BY A PERSON TO WHOM THE INFORMATION MEMORANDUM AND/OR THE APPLICATION FORM HAS NOT BEEN ADDRESSED BY THE ISSUER SHALL NOT BE ELIGIBLE TO INVEST IN THE ISSUE AND SUCH APPLICATION SHALL BE REJECTED WITHOUT ASSIGNING ANY REASON.

THE PERSON WHO IS IN RECEIPT OF THIS INFORMATION MEMORANDUM MUST MAINTAIN UTMOST CONFIDENTIALITY REGARDING THE CONTENTS OF THIS INFORMATION MEMORANDUM AND MUST NOT REPRODUCE, REPLICATE, TRANSMIT OR DISTRIBUTE IN WHOLE OR PART OR MAKE ANY ANNOUNCEMENT IN PUBLIC OR TO A THIRD PARTY REGARDING ITS CONTENTS, WITHOUT THE PRIOR WRITTEN CONSENT OF THE ISSUER. NOTWITHSTANDING THE FOREGOING, A DEBENTURE HOLDER MAY PROVIDE THIS INFORMATION MEMORANDUM TO A POTENTIAL INVESTOR FOR THE SOLE PURPOSE OF TRANSFERRING THE DEBENTURES.

EACH PERSON RECEIVING THIS INFORMATION MEMORANDUM ACKNOWLEDGES THAT:

§ SUCH PERSON HAS BEEN AFFORDED AN OPPORTUNITY TO REQUEST AND TO REVIEW AND HAS RECEIVED AND REVIEWED THIS INFORMATION MEMORANDUM AND ALL ADDITIONAL INFORMATION CONSIDERED BY AN INDIVIDUAL TO BE NECESSARY TO VERIFY THE ACCURACY OF OR TO SUPPLEMENT THE INFORMATION HEREIN; AND

§ SUCH PERSON HAS NOT RELIED ON ANY INTERMEDIARY THAT MAY BE ASSOCIATED WITH THE ISSUANCE OF THE DEBENTURES IN CONNECTION WITH ITS INVESTIGATION OF THE ACCURACY OF SUCH INFORMATION OR ITS INVESTMENT DECISION.

THE ISSUER DOES NOT UNDERTAKE TO UPDATE THE INFORMATION MEMORANDUM TO REFLECT SUBSEQUENT EVENTS AFTER THE DATE OF THE INFORMATION MEMORANDUM AND, THUS, IT SHOULD NOT BE RELIED UPON WITH RESPECT TO SUCH SUBSEQUENT EVENTS WITHOUT FIRST CONFIRMING ITS ACCURACY WITH THE ISSUER. NEITHER THE DELIVERY OF THIS INFORMATION MEMORANDUM NOR ANY SALE OF DEBENTURES MADE HEREUNDER SHALL, UNDER ANY CIRCUMSTANCES, CONSTITUTE A REPRESENTATION OR CREATE ANY IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE AFFAIRS OF THE ISSUER SINCE THE DATE HEREOF.

THIS INFORMATION MEMORANDUM DOES NOT CONSTITUTE, NOR MAY IT BE USED FOR OR IN CONNECTION WITH, AN OFFER OR SOLICITATION BY ANYONE IN ANY JURISDICTION IN WHICH SUCH OFFER OR SOLICITATION IS NOT AUTHORIZED OR TO ANY PERSON TO WHOM IT IS UNLAWFUL TO MAKE SUCH AN OFFER OR SOLICITATION. NO ACTION IS BEING TAKEN TO PERMIT AN OFFERING OF THE DEBENTURES OR THE DISTRIBUTION OF THIS INFORMATION MEMORANDUM IN ANY JURISDICTION WHERE SUCH ACTION IS REQUIRED. THE DISTRIBUTION OF THIS INFORMATION MEMORANDUM AND THE OFFERING AND SALE OF THE DEBENTURES MAY BE RESTRICTED BY LAW IN CERTAIN JURISDICTIONS. PERSONS INTO WHOSE POSSESSION THIS INFORMATION MEMORANDUM COMES ARE REQUIRED TO INFORM THEMSELVES ABOUT, AND TO OBSERVE, ANY SUCH RESTRICTIONS.

ELIGIBILITY OF THE ISSUER TO COME OUT WITH THE ISSUE

THE ISSUER, ITS DIRECTORS AND ITS SUBSIDIARIES HAVE NOT BEEN PROHIBITED FROM ACCESSING THE CAPITAL MARKET UNDER ANY ORDER OR DIRECTIONS PASSED BY SEBI.

DISCLAIMER CLAUSE OF SEBI AND THE STOCK EXCHANGE

AS REQUIRED, A COPY OF THE INFORMATION MEMORANDUM FOR ISSUE OF DEBENTURES PURSUANT TO THIS INFORMATION MEMORANDUM AGGREGATING UP TO RS. 25 CRORE ON PRIVATE PLACEMENT BASIS IS BEING FILED WITH THE WDM SEGMENT OF THE BSE IN TERMS OF SEBI (ISSUE AND LISTING OF DEBT SECURITIES) REGULATIONS, 2008 ("SEBI DEBT REGULATIONS") AS AMENDED; THE COMPANIES ACT, 2013 AND APPLICABLE REGULATIONS ISSUED BY THE RESERVE BANK OF INDIA.

AS PER THE PROVISIONS OF THE SEBI DEBT REGULATIONS, A COPY OF THIS INFORMATION MEMORANDUM HAS NOT BEEN FILED WITH OR SUBMITTED TO SEBI. HOWEVER, IN COMPLIANCE WITH THE COMPANIES ACT, 2013 AND THE COMPANIES (PROSPECTUS AND ALLOTMENT OF SECURITIES) RULES, 2014, WE WILL SUBMIT A COPY OF THIS INFORMATION MEMORANDUM TO SEBI WITHIN A PERIOD OF 30 DAYS OF ITS CIRCULATION. IT IS DISTINCTLY UNDERSTOOD THAT THIS INFORMATION MEMORANDUM SHOULD NOT IN ANY WAY BE DEEMED OR CONSTRUED TO HAVE BEEN APPROVED OR VETTED BY SEBI. SEBI DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY SCHEME OR THE PURPOSE FOR WHICH THE ISSUE IS PROPOSED TO BE MADE OR FOR THE CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THIS INFORMATION MEMORANDUM.

IT IS TO BE DISTINCTLY UNDERSTOOD THAT SUBMISSION OF THE INFORMATION MEMORANDUM TO BSE SHOULD NOT IN ANY WAY BE DEEMED OR CONSTRUED TO MEAN THAT THE INFORMATION

MEMORANDUM HAS BEEN CLEARED OR APPROVED BY BSE; NOR DOES IT IN ANY MANNER WARRANT, CERTIFY OR ENDORSE THE CORRECTNESS OR COMPLETENESS OF ANY OF THE CONTENTS OF THIS INFORMATION MEMORANDUM, NOR DOES IT WARRANT THAT THIS ISSUER'S SECURITIES WILL BE LISTED OR WILL CONTINUE TO BE LISTED ON THE BSE; NOR DOES IT TAKE ANY RESPONSIBILITY FOR THE FINANCIAL OR OTHER SOUNDNESS OF THE ISSUER, ITS PROMOTERS, ITS MANAGEMENT OR ANY SCHEME OR PROJECT OF THE ISSUER.

THE ISSUER HAS CERTIFIED THAT THE DISCLOSURES MADE IN THIS INFORMATION MEMORANDUM ARE ADEQUATE AND IN CONFORMITY WITH SEBI DEBT REGULATIONS IN FORCE FOR THE TIME BEING. THIS REQUIREMENT IS TO FACILITATE INVESTORS TO TAKE AN INFORMED DECISION FOR MAKING INVESTMENT IN THE PROPOSED ISSUE.

DISCLAIMER IN RESPECT OF JURISDICTION

ISSUE OF THESE DEBENTURES WILL BE MADE IN INDIA TO INVESTORS AS SPECIFIED UNDER CLAUSE "CATEGORIES OF INVESTORS" OF THIS INFORMATION MEMORANDUM, WHO SHALL BE SPECIFICALLY APPROACHED BY THE ISSUER. THIS INFORMATION MEMORANDUM IS NOT TO BE CONSTRUED OR CONSTITUTED AS AN OFFER TO SELL OR AN INVITATION TO SUBSCRIBE TO DEBENTURES OFFERED HEREBY TO ANY PERSON TO WHOM IT IS NOT SPECIFICALLY ADDRESSED. THE DEBENTURES ARE GOVERNED BY AND SHALL BE CONSTRUED IN ACCORDANCE WITH THE EXISTING INDIAN LAWS. ANY DISPUTE ARISING IN RESPECT THEREOF WILL BE SUBJECT TO THE EXCLUSIVE JURISDICTION OF THE COURTS AND TRIBUNALS OF MUMBAI.

Definitions / Abbreviations/ Terms Used	
Articles of Association	Articles of Association of Reliance Capital Limited (RCL)
Board of Directors	Board of Directors of RCL
BSE	BSE Limited
Certificate of Registration	The Certificate of Registration obtained from the Reserve Bank of India under Section 45 IA of the Reserve Bank of India Act, 1934
CDSL	Central Depository Services (India) Limited
Company / Issuer	Reliance Capital Limited ("RCL")
Companies Act	Companies Act, 1956, as amended (without reference to the sections thereof that have ceased to have effect upon notification of sections of the Companies Act, 2013) ("the Companies Act, 1956") read with the applicable provisions of the Companies Act, 2013, to the extent notified and in effect (the "Companies Act, 2013"), and together with the Companies Act, 1956, the "Companies Act")
Debentures / Debt Instruments / NCDs	Rated, Listed, Secured, Redeemable, Non-Convertible Debentures issued / proposed to be issued pursuant to this Information Memorandum
Debenture Holders	Persons who are for the time being holders of the Debentures and whose names are last mentioned in the Debentures / Register of Debentureholders and shall include Beneficiaries.
Debenture Trust Deed	Shall mean the debenture trust deed between the Issuer and IL&FS Trust Company Limited ("Debenture Trustee") for the creation of security in favour of the Debenture Trustee for the benefit of the Debenture Holders.
Debenture Trustee	IL & FS Trust Company Limited
Depositories	CDSL and NSDL

Definitions / Abbreviations/ Terms Used	
DP	Depository Participant as defined under the Depositories Act, 1956
FY	Financial Year
INR / Rs. / Rupees	Currency of Republic of India
Investors	Those persons who fall under the category of eligibility to whom this Information Memorandum may be sent with a view to offering the Debentures on private placement basis
Issue	The issue of 250 Rated, Listed, Secured, Redeemable Non-Convertible Debentures of Rs.10,00,000/- (Rupees Ten Lakh Only) each aggregating to Rs. 25 crore on a private placement basis
Issuer Group	The Issuer or any of its affiliate, associate, holding, subsidiary or group entities
Letter of Allotment	Letter addressed by or on behalf of the Issuer to an Investor stating therein, <i>inter-alia</i> , that the Investor's application has been accepted for allotment for the number of Debentures mentioned in such advice and the application money paid by it has been accordingly adjusted towards payment of the allotment money on the number of Debentures being allotted to it
Memorandum	Memorandum of Association of the Company
MCA	Ministry of Corporate Affairs, Government of India
NBFC	Non Banking Financial Company
NPA	Non Performing Asset
NSDL	National Securities Depository Limited
RBI	Reserve Bank of India
RBI Private Placement Directions	Raising Money through Private Placement by NBFCs-Debentures etc. vide RBI circular No. RBI/2012-13/560, DNBD(PD) CC No. 330 / 3.10.001 / 2012-13 dated June 27, 2013 and RBI/2013-14/115 DNBS(PD) CC No.349/03.10.001/2013-14 dated July 2, 2013
RTA	Registrar and Transfer Agent
SEBI	Securities and Exchange Board of India
SEBI Debt Regulations	SEBI (Issue and Listing of Debt Securities) Regulations, 2008 as amended by the SEBI (Issue and Listing of Debt Securities) (Amendment) Regulations, 2012 as amended from time to time.
Security Documents	The Debenture Trust Deed. Security documents entered into for creation of security for the benefit of the Debenture Holders
WDM	Wholesale Debt Segment of BSE Limited

**FORM NO. PAS-4
PRIVATE PLACEMENT OFFER LETTER**

[Pursuant to Section 42 of Companies Act, 2013 and Rule 14(1) of Companies (Prospectus and Allotment of Securities) Rules, 2014]

The table below sets out the disclosure requirements as provided in PAS-4 and the relevant pages in this Information Memorandum where these disclosures, to the extent applicable, have been provided.

Sr. No.	Particulars	Page No.
1.	GENERAL INFORMATION	
a.	Name, address, website and other contact details of the company indicating both registered office and corporate office;	18
b.	Date of incorporation of the company;	27
c.	Business carried on by the company and its subsidiaries with the details of branches or units, if any;	20
d.	Brief particulars of the management of the company;	28
e.	Names, addresses, DIN and occupations of the directors;	23
f.	Management's perception of risk factors;	12
g.	Details of default, if any, including therein the amount involved, duration of default and present status, in repayment of –	
	(i) statutory dues;	Nil
	(ii) debentures and interest thereon;	Nil
	(iii) deposits and interest thereon;	Nil
	(iv) loan from any bank or financial institution and interest thereon.	Nil
h.	Names, designation, address and phone number, email ID of the nodal/compliance officer of the company, if any, for the private placement offer process;	18
2.	PARTICULARS OF THE OFFER	
a.	Date of passing of board resolution;	31
b.	Date of passing of resolution in the general meeting, authorizing the offer of securities;	
c.	Kinds of securities offered (i.e. whether share or debenture) and class of security;	
d.	Price at which the security is being offered including the premium, if any, alongwith justification of the price;	
e.	Name and address of the valuer who performed valuation of the security offered;	
f.	Amount which the company intends to raise by way of securities;	
g.	Terms of raising of securities:	

Sr. No.	Particulars	Page No.
	(a) duration;	31
	(b) rate of dividend;	
	(c) rate of interest;	
	(d) mode of payment;	
	(e) repayment;	
h.	Proposed time schedule for which the offer letter is valid;	31
i.	Purposes and objects of the offer;	
j.	Contribution being made by the promoters or directors either as part of the offer or separately in furtherance of such objects;	
k.	Principle terms of assets charged as security, if applicable;	
3.	DISCLOSURES WITH REGARD TO INTEREST OF DIRECTORS, LITIGATION ETC.	
a.	Any financial or other material interest of the directors, promoters or key managerial personnel in the offer and the effect of such interest in so far as it is different from the interests of other persons.	Nil
b.	details of any litigation or legal action pending or taken by any Ministry or Department of the Government or a statutory authority against any promoter of the offeree company during the last three years immediately preceding the year of the circulation of the offer letter and any direction issued by such Ministry or Department or statutory authority upon conclusion of such litigation or legal action shall be disclosed	Annexure II
c.	Remuneration of directors (during the current year and last three financial years);	25
d.	Related party transactions entered during the last three financial years immediately preceding the year of circulation of offer letter including with regard to loans made or, guarantees given or securities provided	Annexure 7
e.	Summary of reservations or qualifications or adverse remarks of auditors in the last five financial years immediately preceding the year of circulation of offer letter and of their impact on the financial statements and financial position of the company and the corrective steps taken and proposed to be taken by the company for each of the said reservations or qualifications or adverse remark	Nil
f.	Details of any inquiry, inspections or investigations initiated or conducted under the Companies Act or any previous company law in the last three years immediately preceding the year of circulation of offer letter in the case of company and all of its subsidiaries. Also if there were any prosecutions filed (whether pending or not) fines imposed, compounding of offences in the last three years immediately preceding the year of the offer letter and if so, section-wise details thereof for the company and all of its subsidiaries	Nil
g.	Details of acts of material frauds committed against the company in the last three years, if any, and if so, the action taken by the company.	Annexure III
4.	FINANCIAL POSITION OF THE COMPANY	
a.	The capital structure of the company in the following manner in a tabular form-	21

Sr. No.	Particulars	Page No.
(i)(a)	the authorised, issued, subscribed and paid up capital (number of securities, description and aggregate nominal value);	
(b)	size of the present offer;	
(c)	paid up capital	
	(A) after the offer;	Not Applicable
	(B) after conversion of convertible instruments (if applicable)	Not Applicable
(d)	share premium account (before and after the offer)	Not Applicable
(ii)	the details of the existing share capital of the issuer company in a tabular form, indicating therein with regard to each allotment, the date of allotment, the number of shares allotted, the face value of the shares allotted, the price and the form of consideration	21
	Provided that the issuer company shall also disclose the number and price at which each of the allotments were made in the last one year preceding the date of the offer letter separately indicating the allotments made for considerations other than cash and the details of the consideration in each case;	22
b.	Profits of the company, before and after making provision for tax, for the three financial years immediately preceding the date of circulation of offer letter;	Annexure XV
c.	Dividends declared by the company in respect of the said three financial years; interest coverage ratio for last three years (Cash profit after tax plus interest paid/interest paid)	26
d.	A summary of the financial position of the company as in the three audited balance sheets immediately preceding the date of circulation of offer letter;	Annexure XV
e.	Audited Cash Flow Statement for the three years immediately preceding the date of circulation of offer letter;	Annexure XV
f.	Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company.	Annexure XV
5.	A DECLARATION BY THE DIRECTORS	52

RISK FACTORS

Data contained throughout the Information Memorandum has been supplied by the Company and the same has not been verified from any independent sources (including the original source documents). This data is the responsibility of the Company alone. Its accuracy and completeness cannot be guaranteed and its reliability cannot be assured.

Although the legal advisors and all intermediaries associated with this Information Memorandum believe that the data used herein is correct, complete and reliable, in absence of independent verification, neither the legal advisors nor any of the intermediaries are or can be held responsible for the correctness, completeness or the adequacy of the data contained herein.

The Issuer believes that the following factors may affect its ability to fulfill its obligations under the Debentures issued under the Information Memorandum. All of these factors are contingencies which may or may not occur and the Issuer is not in a position to express a view on the likelihood of any such contingency occurring.

In addition, certain factors which are material for the purpose of assessing the market risks associated with the Debentures issued under the Information Memorandum are also described below.

The Issuer believes that the factors described below represent the principal risks inherent in investing in Debentures issued under the Information Memorandum, but the inability of the Issuer, as the case may be, to pay interest, or other amounts on or in connection with any Debentures may occur for other reasons and the Issuer does not represent that the statements below regarding the risks of holding any Debentures are exhaustive. Prospective investors should also read the detailed information set out elsewhere in this Information Memorandum and reach their own views prior to making any investment decision.

The Debentures are sophisticated instruments, can involve a high degree of risk and are intended for sale only to those Investors capable of understanding the risks entailed in such instruments. Potential investors are strongly recommended to consult with their financial, legal, tax and other professional advisors before making any investment decision.

The following are the risks envisaged by the management and Investors should consider the following risk factors carefully for evaluating the Company and its business before making any investment decision. Unless the context requires otherwise, the risk factors described below apply to the Company only. The risks have been quantified wherever possible. If any one of the following stated risks actually occur, the Company's business, financial conditions and results of operations could suffer and therefore the value of the Company's debt securities could decline.

Note: The risk factors herein are not exhaustive and unless specified or quantified in the relevant risk factors, the Company is not in a position to quantify the financial or other implications of any risk mentioned herein below:

PROSPECTIVE INVESTORS ARE ADVISED TO CAREFULLY READ THESE KEY RISKS ASSOCIATED WITH THE DEBENTURES. THESE RISKS ARE NOT, AND ARE NOT INTENDED TO BE, A COMPLETE LIST OF ALL RISKS AND CONSIDERATIONS RELEVANT TO THE DEBENTURES OR YOUR DECISION TO PURCHASE THE DEBENTURES.

THIS INFORMATION MEMORANDUM IS NOT, AND DOES NOT PURPORT TO BE, INVESTMENT ADVICE.

(a) *Uncertain trading markets and liquidity risk*

Investors should be prepared to hold the Debentures until maturity as Investors may not be able to liquidate or sell any or all of the Debentures as and when they require or at an amount equal to or more than the invested amount. There is currently no active or liquid secondary trading market for these Debentures. The Company cannot assure Debenture Holders that a trading market for the Debentures will ever develop or, of developed that such market will be sustained. Many factors independent of the credit worthiness of the Company affect the trading market of the Debentures. These factors include:

- (i) the complexity and volatility of the formula or other basis of reference applicable to the Debentures;
- (ii) the method of calculating the principal, premium and coupon, if any, or other consideration, if any, in respect of the Debentures;
- (iii) the time remaining to the maturity of the Debentures;
- (iv) the outstanding amount of the Debentures;
- (v) the redemption features of the Debentures;
- (vi) the amount of other debt securities linked to the formula or other basis of reference applicable to the Debentures;
- (vii) the general political and economic conditions prevailing in India;
- (viii) the global macroeconomic scenario; and
- (ix) the level, direction and volatility of market interest rates generally.

(b) There can be no assurance that anyone intends to make a market in the Debentures, or that if anyone does so, that they will continue to do so, or that a market-maker in the Debentures (if any) will offer an amount equal to or greater than the invested amount, or that if a market-maker does offer a price for the Debentures which is equal to or greater than the invested amount, that it will continue to do so. Further, the transfer of the Debentures can only be made in accordance with the relevant transfer and selling restrictions set out herein. This may further limit the liquidity of the Debentures. Debenture Holders may not be able to sell the Debentures readily or at prices that will enable them to realize their anticipated yield. Therefore, it may be difficult to liquidate or sell the Debentures before maturity, or if liquidated/sold, investors may only realise an amount that is at a significant discount to the invested amount. As there is no liquid market for the Debentures, it may be difficult to obtain reliable information about the value of the Debentures and the extent of the risks to which it is exposed. While the Company intends under ordinary market conditions to indicate and/or procure indication of prices for any such Debentures there can be no assurance as to the prices that would be indicated or that the Company will offer and/or cause to purchase any Debentures. The price given, if any, will be affected by many factors including, but not limited to, the remaining term and outstanding Principal Amount of the Debentures and fluctuations in interest rates and/or in exchange rates, and credit spreads. No Investor should purchase Debentures unless such investor understands and is able to bear the risk that such Debentures may not be readily saleable and/or that the value of such Debentures will fluctuate over time.

(c) *Leverage Risk*

Borrowing capital to fund the purchase of the Debentures (leveraging) can significantly increase the risks of the investment such that if the value of the Debentures decreases on a market to market basis, leveraging will magnify that decrease in value. Any statement on the potential risks and return

on the Debentures does not take into account the effect of any leveraging. Investors must factor in and consider the potential impact of, amongst other things, the cost of funding and possibility of margin calls due to a decrease in the daily mark to market value of the Debentures prior to their maturity. Investors considering borrowing capital to leverage their investment in the Debentures should obtain further detailed information as to the applicable risks from their lender.

(d) Interest Rate Risk of the Debentures

Investors are exposed to the movement of interest rates whenever their Debentures are redeemed, tendered or sold prior to maturity. Movements in interest rates will have an impact upon the value of the Debentures. As interest rates move upwards, the value of the Debentures generally falls. Moreover, the longer the tenor of the Debentures, the more sensitive the Debentures will be to interest rate changes.

(e) Compounding of Risks

An investment in the Debentures involves multiple risks and such investment should only be made after assessing the direction, timing and magnitude of potential future changes in the value of the applicable interest rates, etc., the risks associated with such investments and the terms and conditions of the Debentures. More than one risk factor may have simultaneous effects with regard to the Debentures such that the effect of a particular risk factor may not be predictable. In addition, more than one risk factor may have a compounding effect, which may not be predictable. No assurance can be given as to the effect that any combination of risk factors may have on the value of the Debentures.

(f) The secondary market for the Debentures may be non-existent or the Debentures may be illiquid.

The Debentures may be very illiquid and no secondary market may develop in respect thereof. Even if there is a secondary market for the Debentures, it is not likely to provide significant liquidity. Any such Debenture so purchased may be required to be held or resold or surrendered for cancellation. To the extent that an issue of Debentures becomes illiquid, an Investor may have to hold the Debenture until redemption to realize value.

Under the terms and conditions of the Debentures, the Issuer or its affiliates may purchase Debentures at such times, in such manner and for such consideration as they may deem appropriate. Such Debentures may be resold or surrendered for cancellation, or held and then resold or surrendered for cancellation, and, if cancelled, may not be reissued by the Issuer, all at such time and in such manner as it may deem appropriate. Investors should not therefore make any assumption as to the number of Debentures in issue at any one time or in the future.

Internal Risk Factors

(a) Debenture Redemption Reserve

No debenture redemption reserve is being created for the present issue of NCDs.

Per Rule 18(7) of the Companies (Share Capital and Debentures) Rules, 2014, issued by the vide G.S.R 265(E) dated March 31, 2014, NBFCs registered with the RBI under Section 45-IA of the RBI (Amendment) Act, 1997, need not create on the issue of privately placed debentures.

(b) Credit Risk

The Company carries the risk of default by borrowers and other counter-parties.

Any lending and investment activity is exposed to credit risk arising from the risk of repayment default by the borrowers and counter-parties. The Company has institutionalized a systematic credit evaluation process monitoring the performance of its asset portfolio on a regular and continual basis

to detect any material development, and also constantly evaluates the changes and developments in sectors to which it has substantial exposure. The Company also undertakes a periodic review of its entire asset portfolio with a view to determine the portfolio valuation, identify potential areas of action and devise appropriate strategies thereon. As on March 31, 2015, the Company has net Standalone NPAs of Rs. 347 crore. In addition, the Company follows a conservative provisioning and write-off policy, which is in line with what is prescribed by the RBI.

(c) **Contingent Liabilities**

Company's contingent liabilities could adversely affect its financial condition. As on March 31, 2015 Company has contingent liabilities of Rs. 2,653 crore.

(d) **NPAs**

If the level of NPAs in the Company's portfolio were to increase, its business would suffer.

As on March 31, 2015, the Company has net Standalone NPAs of Rs. 347 crore and its provisioning norms fully comply with the RBI guidelines/directives. The Company believes that its overall financial profile, capitalization levels and risk management systems, provide significant risk mitigation.

(e) **Interest Rate Risk**

The Company's business is also dependent on interest income from its operations.

The Company is exposed to interest rate risk principally as a result of lending to customers at interest rates and in amounts and for periods, which may differ from its funding sources (bank borrowings and debt offerings). The Company seeks to match its interest rate positions to minimise interest rate risk. Despite these efforts, there can be no assurance that significant interest rate movements will not have an effect on its results of operations. Interest rates are highly sensitive to many factors beyond its control, including the monetary policies of the RBI, deregulation of the financial sector in India, domestic and international economic and political conditions, inflation and other factors. Due to these factors, interest rates in India have historically experienced a relatively high degree of volatility.

(f) **Access to Capital Markets and Commercial Borrowings**

The Company's growth will depend on its continued ability to access funds at competitive rates.

With the growth of its business, the Company is increasingly reliant on funding from the debt capital markets and commercial borrowings. The market for such funds is competitive and its ability to obtain funds at competitive rates will depend on various factors including its ability to maintain its credit ratings. While its borrowing costs have been competitive in the past due to its credit rating and the quality of its asset portfolio, if the Company was unable to access funds at an effective cost that is comparable to or lower than its competitors, the Company may not be able to offer competitive interest rates for its loans. This may adversely impact its business, its future financial performance. The value of its collateral may decrease or the Company may experience delays in enforcing its collateral when its customers default on their obligations to us, which may result in failure to recover the expected value of collateral and adversely affect its financial performance.

(g) **Operational and Systems Risk**

The Issuer is faced with operational and systems risks, which may arise as a result of various factors viz. like improper authorisations, inappropriate documentation, failure in maintenance of proper security policies, frauds, inadequate training and employee errors. Further, there can also be a strike, lock-out, an obligation of the Company becoming illegal or impossible in whole or in part, or any breakdown, failure or malfunction beyond the control of the Company of any telecommunication or computer system including, without limitation unavailability of any communication system, systems outages breakdowns, breach or virus in the processes or payment and delivery mechanism, security risk in terms of handling information technology related products which involve risks like computer hacking, unauthorised access to computer data and storage devices, computer crashes, data loss, breach of confidentiality, network security, etc.

(h) Credit Risk of Issuer

While, the repayment of sums due at maturity is provided by the Issuer, Investors should be aware that receipt of any coupon payment and principal amount at maturity on the Debentures is subject to the credit risk of the Issuer. Investors assume the risk that the Company will not be able to satisfy their obligations under the Debentures and Investor may or may not recover all or part of the Principal Amount in case of default by the Issuer. Any stated credit rating of the Company reflects the independent opinion of the referenced rating agency as to the creditworthiness of the rated entity but is not a guarantee of credit quality of the Company. Any downgrading of the credit ratings of the Company or its parent or affiliates, by any rating agency could result in a reduction in the value of the Debentures. In the event that bankruptcy proceedings or composition, scheme of arrangement or similar proceedings to avert bankruptcy are instituted by or against the Company, the payment of sums due on the Debentures may be substantially reduced or delayed.

External Risk Factors**(a) Material changes in regulations to which the Company is subject could cause the Company's business to suffer**

NBFCs in India are subject to detailed supervision and regulation by the RBI though currently NBFCs not accepting public deposits are exempt from most such provisions. In addition, the Company is subject generally to changes in Indian law, as well as to changes in government regulations and policies and accounting principles. The RBI also requires the Company to make provisions in respect of NPAs. The provision made is equal to or higher than that prescribed under the prudential norms. Any changes in the regulatory framework affecting NBFCs including the provisioning for NPAs or capital adequacy requirements could adversely affect the profitability of the Company or its future financial performance, by requiring a restructuring of its activities, increasing costs or otherwise.

In addition, the Company is subject generally to changes in Indian law, as well as to changes in government regulations and policies and accounting principles.

(b) Risk of competition in lending and resource raising could cause the Company's business to suffer

Despite increasing competition, the Company has already established a strong presence in the securities market. Currently, the business operations of the Company mainly focus on investment activities, etc. The Company may also engage in providing credit in all forms in various markets. The management believes that the Company's brand equity, reach and strategic alliances along with its resource base would provide the necessary strength to perform well in a competitive market.

(c) A slowdown in economic growth in India could cause the Company's business to suffer

The Company's performance and the quality and growth of its assets are necessarily dependent on the health of the overall Indian economy. A slowdown in the Indian economy could adversely affect its business, including its ability to grow its asset portfolio, the quality of its assets, and its ability to implement its strategy. India's economy could be adversely affected by a general rise in interest rates, or various other factors affecting the growth of industrial, manufacturing and services sector or general down trend in the economy.

(d) Political instability or changes in the government could delay further liberalization of the Indian economy and adversely affect economic conditions in India generally, which could impact the Company's financial results and prospects

Since 1991, successive Indian governments have pursued policies of economic liberalization.

The role of the central and state governments in the Indian economy as producers, consumers and regulators has remained significant. The leadership of India has changed a number of times since 1991. The current central government, which came to power in May 2014, is led by the Bharatiya

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Janata Party in coalition with several political parties. Although the current government has announced policies and taken initiatives that support the economic liberalization policies that have been pursued by previous governments, the rate of economic liberalization may be affected by the coalition nature of the government. If there was to be any slowdown in the economic liberalisation, or a reversal of steps already taken, it could have an adverse effect on the Company's business. Financial difficulties and other problems in certain financial institutions in India could cause the Company's business to suffer. The Company is exposed to the risks of the Indian financial system, which in turn may be affected by financial difficulties, trends and problems faced by certain Indian financial institutions. The problems faced by individual Indian financial institutions and any instability in, or difficulties faced by, the Indian financial system generally could create adverse market perception about Indian financial institutions, banks and NBFCs. This in turn could adversely affect the Company's business, its future financial performance and business prospects.

(e) **Terrorist and other acts of violence or war involving India and other countries could adversely affect the financial markets and the Company's business**

Terrorist attacks and other acts of violence or war may negatively affect the Indian markets and may also adversely affect the worldwide financial markets. These acts may also result in a loss of business confidence. In addition, adverse social, economic and political events in India could have a negative impact on the Company. Such incidents could also create a perception that investment in Indian companies involves a higher degree of risk and could have an adverse impact on the Company's business.

(f) **Market Risk (Product Demand) and Force Majeure Events**

The Company is in the business of providing of financial services. The overall demand for the Company's products is linked to the macroeconomic parameters like GDP growth, capital markets and liquidity. Any adverse movement on these factors will have an adverse impact on the business of the Company. The performance may also be affected by political and economic developments and natural disasters like earthquakes, flood, drought, act of God, etc. These factors may affect the capital markets as well as reliability of the Issuer's assets. Interest rate volatility exposes the Issuer to market risks arising out of maturity rate/ interest rate mismatches, which may have an impact on its financial results.

(g) **Legality of Purchase**

A prospective investor of the Debentures will be responsible for the lawfulness of the acquisition of the Debentures, whether under the laws of the jurisdiction of its incorporation or the jurisdiction in which it operates or for compliance by that prospective Investor with any law, regulation or regulatory policy applicable to it.

(h) **Taxation**

Each Debenture Holder will assume and be solely responsible for any and all taxes of any jurisdiction or governmental or regulatory authority, including, without limitation, any state or local taxes or other like assessment or charges that may be applicable to any payment to it in respect of the Debentures. The Issuer will not pay any additional amounts to Debenture Holders to reimburse them for any tax, assessment or charge required to be withheld or deducted by the Issuer from payments in respect of the Debentures.

i. Other Information about the Issuer**1 Name and address of the registered office of the Issuer**

Reliance Capital Limited

Registered Office: H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai 400 710

Phone: 022-30479800 Fax: 022- 30327202

Website: www.reliancecapital.co.in

2 Name and address of the office of the Issuer

Reliance Capital Limited

570, Rectifier House, Naigaum Cross Road, Wadala (West), Mumbai 400031

3 Name and address of Compliance Officer of the Issuer

Shri V. R. Mohan - President & Company Secretary

H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai 400 710

Phone: 022-30479800 E-mail: mohan.vellore@relianceada.com

4 Name and address of the CFO of the Issuer

Shri Amit Bapna - Chief Financial Officer

H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai 400 710

Phone: 022-30479800 E- mail: amit.bapna@relianceada.com

5 Name and address of the Arrangers of the Issue

Corpbay Financial Services LLP

402, 4th Floor , Manish Chambers, Sonawala Cross Road 1

Goregaon East, Mumbai 400 063

6 Name of the Debenture Trustee of the Issue

IL & FS Trust Company Limited

The IL & FS Financial Center, Plot C-22, G Block, Bandra- Kurla Complex, Bandra East, Mumbai-400 051.

7 Name of the Registrar of the Issue

Karvy Computershare Private Limited

Karvy Selenium, Tower – B, Plot No. 31 & 32, Survey No. 116/22, 115/24, 115/25, Financial District, Nanakramguda, Hyderabad – 500 032, Telangana, India

8 Name of the Credit Rating Agencies of the Issuer

Credit Analysis & Research Limited

4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East),
Mumbai 400 022

9 Name of the Auditors of the Issuer**a** Chaturvedi & Shah

714-715, Tulsiani Chambers

212 Nariman Point

Mumbai 400 020

b B S R & Co. LLP

Lodha Excelus, 1st Floor

Apollo Mills Compound

N.M. Joshi Marg, Mahalaxmi

Mumbai 400 011

ii. A brief summary of the business / activities of the Issuer and its line of business.

Overview

Reliance Capital Limited is a part of Reliance Group

Reliance Capital Limited ("RCL"), incorporated in 1986, is a part of the Reliance Group and is one of India's leading and fastest growing private sector financial services companies, and ranks amongst the top 4 private sector financial services and banking groups, in terms of net worth.

Reliance Capital has interests in asset management and mutual funds; life and general insurance; commercial and home finance; stock broking; wealth management services; distribution of financial products; asset reconstruction; proprietary investments and other activities in financial services.

Commercial Finance

Reliance Capital offers a wide range of products which include home loans, loans against property, SME loans, vehicle loans, loans for construction equipment and infrastructure loans. Reliance Commercial Finance ("RCF") is amongst the leading lenders in the Indian non banking finance sector. The focus in this business continues to be on asset backed lending and productive asset creation. As on March 31, 2015, the outstanding loan book was Rs. 15,409 crore as against Rs. 13,667 crore at the end of March 31, 2014. This loan book is spread across 69,400 customers across 44 Indian cities. As on March 31, 2015, the assets under management (including securitised portfolio) was Rs. 19,923 crore.

Finance & Investments

RCL's investment portfolio as on March 31, 2015 was Rs. 12,724 crore at cost. RCL's strategy for its proprietary investment and private equity is to focus on asset quality and asset mix to achieve superior returns. The Company has increasingly diversified its scope of operations into a verity of avenues as afforded under the Indian NBFC regulatory framework, through its interests in asset management and mutual funds, life and general insurance, private equity and proprietary investments, commercial finance and other forms of lending, stock broking and other activities in financial services.

Reliance Capital Asset Management

Reliance Capital Asset Management Limited ("RCAM") is the largest asset management company ("AMC") in India managing Rs. 2,44,649 crore as on March 31, 2015, across mutual funds, pension funds, managed accounts, hedge funds and real estate fund, as against Rs. 1,93,620 crore as on March 31, 2014, an increase of 26 per cent.

RCAM continues to be amongst the most profitable AMCs in India.

Reliance Mutual Fund

Reliance Mutual Fund ("RMF") is amongst the top mutual funds in India, in terms of Assets Under Management, with market share of 11.5 per cent at the end of March 31, 2015. The Average Assets Under Management ("AAUM") of RMF for March 31, 2015 was Rs.1,37,124 crore against Rs.1,03,542 crore as on March 31, 2014, an increase of 32 per cent.

Reliance Life Insurance

Reliance Life Insurance ("RLI") currently offers a total of 27 products that fulfill the savings and protection needs of customers. Of these, 18 are targeted at individuals and 9 at group businesses. RLI is committed to emerging as a transactional Life Insurer of global scale and standard and attaining leadership rankings in the industry within the next few years. RLI is amongst the leading private sector life insurers with a private sector market share of 6 per cent, in terms of new business premium. (Source: Financial Year 2014-15 data, IRDA website). The total net premium for the year stood at Rs. 4,592 crore. The total funds under management were at Rs. 16,927 crore.

Broking businesses

Reliance Capital's broking business is carried out by its subsidiary viz. Reliance Securities Limited ("RSL"), a leading retail broking house in India that provides customers with access to equities, equity options and commodities futures, wealth management services, portfolio management services, mutual funds and Initial

Public Offers (“IPOs”), which caters to wholesale client segment of capital markets, including foreign and domestic institutions, corporations and ultrahigh net worth individuals. The broking and distribution business achieved revenues of Rs. 285 crore for the year ended March 31, 2015 as against Rs. 283 crore as on March 31, 2014.

Reliance General Insurance

Reliance General Insurance (“RGI”) offers insurance solutions for auto, health, home, property, travel, marine, commercial and other specialty products.

RGI is the amongst the leading private sector general insurance players in India with a private sector market share of 8 per cent. The distribution network composed of over 125 branches and over 17,200 intermediaries as on March 31, 2015.

Reliance Asset Reconstruction

Reliance Asset Reconstruction Company Limited (Reliance ARC) is in the business of acquisition, management and resolution of distressed debt/assets. The assets under management as on March 31, 2015 rose to Rs.1,088 crore as against Rs.684 crore as on March 31, 2014.

In addition to the above, the subsidiaries and associates of RCL and the details of branches are given in Annexure I.

iii Corporate Structure

a. Details of Share Capital as on December 31, 2015:-

Share Capital	(Rs. in crore)
Authorized Share Capital	
30,00,00,000 Equity Shares of Rs. 10 each	300.00
10,00,00,000 Preference Shares of Rs. 10 each	100.00
Total	400.00
Issued and Subscribed Share Capital	
25,39,77,006 Equity Shares of Rs. 10 each	253.98
Paid-up Share Capital	
25,26,32,800 Equity Shares of Rs. 10 each	252.63
Add: Shares Forfeited	0.53
Total	253.16

b. The Company has allotted 70,00,000 equity shares of face value of Rs.10/- each at a premium of Rs.520/- each on Preferential basis to Sumitomo Mitsui Trust Bank on March 12, 2015.

c. Equity Share Capital History of the Company as on December 31, 2015.

Sr. No.	Date of Allotment	Particular	Price per equity share	No. of equity shares	Cumulative Total	Consideration (Cash, other than cash, etc.)
1	05-03-1986	Shares issued upon incorporation	10	7 000	7 000	Cash
2	14-06-1990 & 21-06-1990	1 st Public Issue	10	1 99 93 000	2 00 00 000	Cash
3	28-08-1992	Shares issued upon amalgamation of Arasina hotels with the Company	10	18 70 000	2 18 70 000	Cash
4	10-02-1993	1 st Rights Issue 1992 with a ratio of 1:1	40	2 18 77 500	4 37 47 500	Cash
5	18-07-1994 & 29-10-1994	Preferential Allotment to Promoters	50	2 74 00 000	7 11 47 500	Cash
6	20-01-1995 & 17-02-1995	Public Issue 1995	140	4 33 97 592	11 45 45 092	Cash
7	29-03-1995	Rights Issue 1995	50	1 40 01 970	12 85 47 062	Cash
8	11-07-1995	Allotment of Rights kept in abeyance	50	42 790	12 85 89 852	Cash
9	13-11-1995	Allotment of Rights kept in abeyance	50	13 280	12 86 03 132	Cash
10	09-02-1996	Allotment of Rights kept in abeyance	50	9 620	12 86 12 752	Cash
11	29-06-1996	Allotment of Rights kept in abeyance	150	12 400	12 86 25 152	Cash
12	31-03-1997	Allotment of Rights kept in abeyance	50	25 298	12 86 50 450	Cash
13	04-11-1996	Forfeiture of equity shares relating to Public Issue of 1990 and Rights Issue 1992	-	(1 23 400)	12 85 27 050	Cash
14	27-04-2000	Forfeiture of equity shares relating to Public and Rights Issue 1995	-	(12 61 455)	12 72 65 595	Cash
15	27-04-2000 to 29-07-2003	Forfeiture of equity shares annulled	-	40 649	12 73 06 244	Cash
16	21-07-2005	Preferential Allotment to FII's	228	1 62 60 001	14 35 66 245	Cash
17	02-08-2005	Preferential Allotment to Promoters	228	6 00 00 000	20 35 66 245	Cash
18	22-08-2005	Allotment to Promoter upon Conversion of warrants on preferential basis	228	38 00 000	20 73 66 245	Cash
19	31-03-2006	Allotment to Promoter upon Conversion of warrants on preferential basis	228	1 55 00 000	22 28 66 245	Cash
20	07-08-2006	Allotment pursuant to amalgamation of Reliance Capital Ventures Ltd. (RCVL) with the Company	10	6 11 56 521		
21	07-08-2006	Less: Shares extinguished due to amalgamation of RCVL with the Company	-	(6 00 89 966)	22 39 32 800	Cash
22	30-01-2007	Allotment to Promoter upon Conversion of warrants on preferential basis	228	2 17 00 000	24 56 32 800	Cash
23	12-03-2015	Preferential Allotment to Sumitomo Mitsui Trust Bank	530	70 00 000	25 26 32 800	Cash

d. Details of any Acquisition or Amalgamation in the last 1 year:-

The Company has neither acquired any entity nor amalgamated with any entity in the last one year.

e. Details of any Re-organization or Re-construction in the last 1 year :-

The Company has not entered into any re-organisation or re-construction in the last one year.

f. Details of the shareholding of the Company as on the latest quarter end:-

i.	Shareholding pattern of the Company as on last quarter end i.e. December 31, 2015 Please refer Annexure IV
ii.	List of top 10 holders of equity shares of the Company as on the latest quarter end i.e. December 31, 2015 Please refer Annexure V

g. Details regarding the directors of the Company:-

Sr. No.	Name of Director Designation DIN Occupation	Age	Address	Date of Appointment	Details of other Directorship																								
1.	Shri Anil D. Ambani Chairman DIN 00004878 Industrialist	56	39, 'Sea Wind', Cuffe Parade, Colaba, Mumbai - 400 005	19/06/2005	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr><td style="width: 5%; text-align: center;">1.</td><td>Reliance Communications Limited</td></tr> <tr><td style="text-align: center;">2.</td><td>Reliance Infrastructure Limited</td></tr> <tr><td style="text-align: center;">3.</td><td>Reliance Power Limited</td></tr> <tr><td style="text-align: center;">4.</td><td>Reliance Innoventures Private Limited</td></tr> <tr><td style="text-align: center;">5.</td><td>Reliance Inceptum Private Limited (formerly AAA Enterprises Private Limited)</td></tr> <tr><td style="text-align: center;">6.</td><td>Reliance Project Ventures and Management Private Limited (formerly AAA Project Ventures Private Limited)</td></tr> <tr><td style="text-align: center;">7.</td><td>Reliance Communications Enterprises Private Limited (formerly AAA Communication Private Limited)</td></tr> <tr><td style="text-align: center;">8.</td><td>Indian School of Business (Section 8 Company)</td></tr> <tr><td style="text-align: center;">9.</td><td>Reliance Telecom Infrainvest Private Limited (formerly Telecom Infrastructure Finance Private Limited)</td></tr> <tr><td style="text-align: center;">10.</td><td>Reliance Defence Technologies Private Limited</td></tr> <tr><td style="text-align: center;">11.</td><td>Reliance Defence Limited</td></tr> <tr><td style="text-align: center;">12.</td><td>Pipavav Defence and Offshore Engineering Company Limited</td></tr> </table>	1.	Reliance Communications Limited	2.	Reliance Infrastructure Limited	3.	Reliance Power Limited	4.	Reliance Innoventures Private Limited	5.	Reliance Inceptum Private Limited (formerly AAA Enterprises Private Limited)	6.	Reliance Project Ventures and Management Private Limited (formerly AAA Project Ventures Private Limited)	7.	Reliance Communications Enterprises Private Limited (formerly AAA Communication Private Limited)	8.	Indian School of Business (Section 8 Company)	9.	Reliance Telecom Infrainvest Private Limited (formerly Telecom Infrastructure Finance Private Limited)	10.	Reliance Defence Technologies Private Limited	11.	Reliance Defence Limited	12.	Pipavav Defence and Offshore Engineering Company Limited
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Sr. No.	Name of Director Designation DIN Occupation	Age	Address	Date of Appointment	Details of other Directorship
2.	Shri Amitabh Jhunjunwala Vice Chairman DIN 00045174 Company Director	59	A - 212, NCPA Apartments, 21 st Floor, Nariman Point, Mumbai - 400 021	7/03/2003	1. Reliance Anil Dhirubhai Ambani Group Limited (Guarantee Company) 2. Pipavav Defence and OffshoreEngineering Company Limited
3.	Shri Rajendra Prabhakar Chitale Independent Director DIN 00015986 Chartered Accountant	54	131/B, Tanna Residency Bay View, Opp. Siddhivinayak Temple,392, V. S. Marg, Prabhadevi, Mumbai - 400 025	19/06/2005	1. Hinduja Ventures Limited 2. Ambuja Cements Limited 3. JM Financial Asset Management Limited 4. Intuit Consulting Private Limited 5. Reliance General Insurance Company Limited 6. Hinduja Global Solutions Limited 7. Chitale Advisory Services Private Limited 8. Reliance Life Insurance Company Limited 9. Chitale Consulting Private Limited 10. The Clearing Corporation of India Limited 11. Pipavav Defence and OffshoreEngineering Company Limited
4.	Dr. Bidhubhusan Samal Independent Director DIN 00007256 Corporate Director	72	1101, Lokhandwala Galaxy, Junction of K. K. & N.M Joshi Marg, Mumbai - 400 011	30/10/2009	1. Industrial Investment Trust Limited 2. IITL Projects Limited 3. MayFair Hotels & Resorts Limited 4. Vipul Limited 5. World Resorts Limited 6. Capital Infraprojects Private Limited 7. MRG Hotels Private Limited 8. T. K. International Limited 9. Future Generali India Life Insurance Company Limited 10. IITL Marketing Management Private Limited
5.	Shri Vijayendra Nath Kaul Independent Director DIN 03070263 Professional	72	W-75 G/F, Greater Kailash II, New Delhi - 110 048	30/04/2010	-

Sr. No.	Name of Director Designation DIN Occupation	Age	Address	Date of Appointment	Details of other Directorship
6.	Smt. Chhaya Virani Independent Director DIN 06953556 Professional	61	407, Panchsheel, C Road, P. M. Shukla Marg, Churchgate, Mumbai -400 020	30/09/2014*	1. Reliance Infratel Limited 2. Reliance General Insurance Company Limited
7.	Shri Soumen Ghosh Executive Director & Group CEO DIN 01262099 Service	56	1501, Lodha Aria, 6/207 Tokersey Jivraj Rd, Sewree, Mumbai - 400 015	29/05/2015	1. Reliance General Insurance Company Limited 2. Reliance Capital Asset Management Limited 3. Reliance Life Insurance Company Limited 4. Reliance Home Finance Limited 5. Reliance Capital Pension Fund Limited 6. Reliance Exchangenext Limited 7. Reliance AIF Management Company Limited 8. ANZBAI (Mumbai) Business Forum

*Designated as Independent Director w.e.f. May 29, 2015.

None of our directors appear in the RBI defaulter list and/or ECGC defaulter list.

h. Details of change in directors since last three years:-

Name of Director Designation DIN	Age	Date of Appointment	Date of Cessation	Remarks
Smt. Chhaya Virani Independent Director 06953556	61	30/09/2014	-	Appointment
Shri Soumen Ghosh Executive Director & Group CEO 01262099	56	29/05/2015	-	Appointment

i. Remuneration of directors (during the current year (upto December 31, 2015) and last three financial years)

(Rs. in lakh)

Name of Directors	2015-16	2014-15	2013-14	2012-13
Shri Anil D. Ambani	-	-	-	-
Shri Amitabh Jhunjhunwala	-	-	-	-
Shri Rajendra P. Chitale	15.00	15.00	15.00	15.00
Dr. Bidhubhusan Samal	15.00	15.00	15.00	15.00
Shri V. N. Kaul	15.00	15.00	15.00	15.00
Smt. Chhaya Virani	7.50	-	-	-
Shri Soumen Ghosh	-	-	-	-
Shri C. P. Jain (up to September 10, 2012)	-	-	-	7.50

In addition, our directors are and have been for the preceding three years entitled to a sitting fees of Rs.20,000 for each meeting they attend.

Directors are entitled for a sitting fees of Rs.40,000 for each meeting they attend with effect from July 4, 2014.

j. Key Operational and Financial Parameters (Standalone) for the last three audited years

(Rs. in crore)

Parameters	2014-15	2013-14	2012-13
Networth	12,387	11,458	11,345
Total Debt of which –			
- Non Current Maturities of Long Term Borrowing	14,101	12,128	12,402
- Short Term Borrowing	3,772	6,754	4190
- Current Maturities of Long Term Borrowing	3880	4077	4241
Net Fixed Assets	214	182	154
Non Current Assets	24669	27597	24852
Cash and Bank balances	731	1848	745
Current Investments	994	467	366
Current Assets	9095	6421	7440
Non-Current Liabilities	161	130	50
Current Liabilities	1207	1792	1162
Assets Under Management	19656	17946	16648
Off Balance Sheet Assets			
Interest / Finance Income	2939	2801	2540
Interest Expense	2357	2279	2179
Provisioning & Write-offs	282	79	541
PAT	747	409	662
Gross NPA (%)	2.09%	1.88%	2.14%
Net NPA (%)	1.62%	1.41%	1.49%
Tier I Capital Adequacy Ratio (%)	19.05	12.20	13.05%
Tier II Capital Adequacy Ratio (%)	4.82	4.11	3.94%
Dividend (including interim dividend)	257	225	356
Interest Coverage Ratio (Cash profit after tax plus interest paid/interest paid)	1.51	1.26	1.60

Gross Debt: Equity Ratio of the Issuer (Standalone):

Before the issue of the Debentures	1.76:1*
After the issue of the Debentures	1.76:1**

* As on March 31, 2015.

** Based on issuances upto March 31, 2015 and proposed issue under this Information Memorandum

Key Operational and Financial Parameters (Consolidated) for the last three audited years
(Rs. in crore)

Parameters	2014-15	2013-14	2012-13
Networth	13,546	12,484	11,991
Total Debt of which –			
- Non Current Maturities of Long Term Borrowing	16,697	14,178	13,686
- Short Term Borrowing	4,792	7,134	4,386
- Current Maturities of Long Term Borrowing	4,650	4,265	4,438
Net Fixed Assets (including Goodwill)	532	483	439
Non Current Assets	31,505	31,684	27,868
Cash and Bank balances	1,624	2,663	1,582
Current Investments	2,468	2,020	1,527
Current Assets	11,311	8,678	9,172
Non-Current Liabilities	195	140	62
Current Liabilities	7,113	6,876	5,529
Assets Under Management	2,79,161	2,24,396	1,99,741
Off Balance Sheet Assets			
Interest / Finance Income	3,885	3,683	3,207
Interest Expense	2,642	2,501	2,343
Provisioning & Write-offs	282	229	830
PAT	1001	747	812
Gross NPA (%)	2.11%	1.79%	1.98%
Net NPA (%)	1.91%	1.36%	1.34%
Dividend	431	315	472
Interest Coverage Ratio (Cash profit after tax plus interest paid/interest paid)	1.54	1.44	1.76

- k. A brief history of the issuer since its incorporation giving details of its activities including any reorganisation, reconstruction or amalgamation, changes in its capital structure (authorised, issued and subscribed) and borrowings, if any:**

History

The Company was incorporated as Reliance Capital & Finance Trust Limited on March 5, 1986 under the Companies Act, 1956 and obtained the certificate of commencement of business on March 27, 1986. The name of the Company was changed to Reliance Capital Limited vide a fresh certificate of incorporation issued by the Registrar of Companies, Gujarat, Ahmedabad consequent upon change of name dated January 5, 1995.

In 1992, pursuant to a scheme of arrangement under the Companies Act 1956, Arasina Hotels Limited (AHL) amalgamated with the Company. The scheme of amalgamation was approved by the High Court of Gujarat and the High Court of Karnataka vide their orders dated August 4, 1992 and August 7, 1992, respectively.

In 2006, pursuant to a scheme of arrangement under the Companies Act, 1956 ("Scheme"). Reliance Capital Ventures Limited ("RCAPVL") amalgamated with the Company. The Scheme of amalgamation was approved by the High Court of Gujarat at Ahmedabad and the High Court of Judicature at Bombay by orders dated June 22, 2006 and June 23, 2006, respectively.

The Company shifted its registered office from the State of Gujarat to the State of Maharashtra with effect from November 20, 2006.

I. Brief particulars of the management of the Company

Board of Directors – Profile

Shri Anil D. Ambani, 56, is the Chairman of the Company. He is the President of the Dhirubhai Ambani Institute of Information and Communication Technology, Gandhinagar, Gujarat.

With a master's degree from the Wharton School of the University of Pennsylvania, Shri Ambani is credited with having spearheaded the Reliance Group's first forays into the overseas capital markets with international public offerings of global depository receipts, convertibles and bonds. Shri Ambani has been associated with a number of prestigious academic institutions in India and abroad:

- Member of Wharton Board of Overseers, the Wharton School, U.S.A.
- Member of the Presidents Global Counsel, New York University, U.S.A.
- Member of Advisory Board of Warwick Business School, UK
- One of the Founders of Indian School of Business (ISB), Hyderabad. ISB has established formal partnership with International Business Schools- Wharton and Kellogg.

The Prime Minister of India nominated Shri Ambani as the Co-Chair from the Indian side of the India-China CEO Forum and Member of the US-India CEO Forum.

Shri Amitabh Jhunjhunwala, 59, is a Fellow Chartered Accountant. He has had a wide exposure in developing, strategising and overseeing businesses in financial services, power, telecommunication and entertainment sectors. Currently, he oversees and leads businesses in financial services and entertainment sectors of the Reliance Group. He has experience in the areas of finance, commercial, banking, accounts and general management. Shri Jhunjhunwala is the Group Managing Director of Reliance Group. He is a Vice Chairman of Reliance Capital Limited.

Shri Rajendra P. Chitale, 54, a law graduate and an eminent Chartered Accountant, is a Managing Partner of Chitale & Associates (one of India's leading boutique full service structuring and tax advisory firm) and M. P. Chitale & Co. (one of the India's leading accounting and consulting firms). He has served as a member of the Insurance Advisory Committee of the Insurance Regulatory and Development Authority of India (IRDA), the Working Group on Insurance, Pensions, Small Savings, etc., Financial Sector Legislative Reforms Commission, Government of India; the Takeover Panel of the Securities & Exchange Board of India, Investor Education & Protection Fund Committee, Government of India, the Advisory Committee on Regulations of the Competition Commission of India, and the Maharashtra Board for Restructuring of State Enterprises, Government of Maharashtra. He has served as a director on the boards of Life Insurance Corporation of India, Unit Trust of India, Small

Industries Development Bank of India, National Stock Exchange of India Ltd., Asset Reconstruction Company (India) Ltd., SBI Capital Markets Ltd.

Dr. Bidhubhusan Samal, 72, Master in Agriculture (Gold Medalist) and doctorate in Economics from Kalyani University, West Bengal. He is also a Post Graduate Diploma holder in Bank Management from the National Institute of Bank Management, Pune. He has more than 30 years of work experience in the field of Banking, Securities Markets and Industrial Finance. He has served as Chairman and Managing Director of Allahabad Bank, Chairman and Managing Director of Industrial Investment Bank of India and as Member of the Securities Appellate Tribunal.

Shri V. N. Kaul, 72, is a former Comptroller and Auditor General of India who was awarded Padma Bhushan in 2014. He has been Vice Chairman of the United Nations Independent Audit Advisory Committee, New York, from 2008 to 2011. Prior to his appointment as C&AG, Shri Kaul held senior positions in Government and in the United Nations. In Government he was, inter alia, Secretary to the Government of India in the Ministries of Petroleum and Natural Gas, Chemicals and Fertilizers and Coal. Earlier he served as Principal Secretary, Finance and Secretary, Commerce and Industry in Madhya Pradesh. He has served as a director in many private and public sector companies and he has been on the Governing Boards of International Bodies. From 1991 to 1998 he was seconded to the United Nations - ESCAP, Bangkok as Advisor, Trade Policy and Negotiations for Asia - Pacific Region.

Shri Kaul holds a Masters degree from the University of Delhi and later he was on a Colombo Plan fellowship at the University of Manchester, U.K. He is currently a member of the Eminent Persons Advisory Group (EPAG), constituted by the Competition Commission of India, to give broad inputs and advice on larger issues impacting markets and competition. He is also a member of the Oversight Committee constituted to advise and oversee the process of monetization of immovable property of Air India.

Smt. Chhaya Virani, 61, graduated from Mumbai University with a bachelors' degree in Arts. She also acquired a bachelors' degree in legislative laws from the Government Law College in 1976. She is a partner in M/s. ALMT Legal Advocates and Solicitors.

Shri Soumen Ghosh, 55, is a Chartered Accountant from England and a Mechanical Engineer. He worked as the Regional CEO of Middle East and India Sub Continent region of Allianz, a German insurance company and as CEO of Bajaj Allianz Life and General Insurance. He is the Executive Director and Group CEO of Reliance Capital.

Key Management Personnel

Shri Amit Bapna is the Chief Financial Officer at Reliance Capital. He has been with Reliance Capital since 2004 and with the Group since 1999. As CFO, he provides financial direction, oversight and control for Reliance Capital and Group companies and strategic leadership for Treasury. He has over eleven years of experience in varied business environments-manufacturing and financial services. He earlier worked in the capacity of CFO of Reliance Capital Asset Management Ltd and Reliance Consumer Finance where he played a key role and had been a significant contributor to the exponential growth of our Asset management business and has brought in operational & process disciplines, which has been invaluable to the Consumer Finance business. Prior to that he worked in the Corporate Treasury of Reliance Industries Ltd. Amit is a Chartered Accountant by qualification.

Shri V. R. Mohan is the President and Company Secretary of Reliance Capital. He has been associated with the Reliance Group since March, 1982. He was instrumental in incorporating Reliance Capital in 1986 and has been associated with the company since then. He has over two and a half decades of experience in the areas of corporate secretarial, legal, finance, and managerial functions. He is a law and commerce graduate from the University of Mumbai.

m Details regarding the auditors of the Issuer

1. Details of the auditor of the Issuer

Name	Address	Auditor since
Chaturvedi & Shah	714-715, Tulsiani Chambers, 212 Nariman Point, Mumbai 400 020	June 9, 2006
B S R & Co. LLP	Lodha Excelus, 1 st Floor, Apollo Mills Compound, N.M. Joshi Marg, Mahalaxmi, Mumbai 400 011	June 9, 2006

2. Details of change in auditor since last three years

There has been no change in the Company's auditors in the last three years.

n Details of borrowings of the Issuer, as on the latest quarter end i.e. December 31, 2015:

1 Details of Secured Loan Facilities

Please refer Annexure VI

2 Details of Unsecured Loan Facilities

Please refer Annexure VIII

3 Details of NCDs

Please refer Annexure IX

4 List of Top 10 Debenture Holders as on December 31, 2015

Please refer Annexure X

5 The amount of corporate guarantee issued by the Issuer along with name of the counterparty (like name of the subsidiary, JV entity, group company, etc.) on behalf of whom it has been issued:

Please refer Annexure XI

6 Details of Commercial Paper

Please refer Annexure XII

7 Details of Rest of the borrowing (if any including hybrid debt like FCCB, optionally Convertible Debentures / Preference Shares) as on December 31, 2015

Please refer Annexure XIII

8 Details of all default/s and/or delay in payments of interest and principal of any kind of term loans, debt securities and other financial indebtedness including corporate guarantee issued by the Issuer, in the past 5 years
NIL

o Details of Promoter Holding in the Issuer as on the latest quarter end i.e. December 31, 2015

Please refer Annexure XIV

p Abridged version of Standalone Financial Information (like Profit & Loss statement, Balance Sheet and Cash Flow statement) for at least last three years and auditor qualifications, if any.

Please refer Annexure XV, XVA & XIVB

q Abridged version of Latest Limited Review Half Yearly Standalone Financial Information (like Profit & Loss statement, and Balance Sheet) and auditors qualifications, if any.

Please refer Annexure XVI

r Details of debt securities issued and sought to be listed including face value, nature of debt securities mode of issue i.e. private placement.

Security Name	8.95% Reliance Capital Limited February 2019 (RCL F Series B NCD 340)
Issuer	Reliance Capital Limited (RCL)
Type of Instrument/ Kind of Security	Secured, Redeemable, Non-Convertible, Debentures/NCDs (RCL F Series B NCD 340)
Board Resolution Dated	January 21, 2016
Shareholders' General Resolution Dated	September 30, 2015
Nature of Instrument	Secured
Seniority	Senior The Debentures Holders shall have pari passu first charge over the Security created among the Trustee and the other lenders.
Mode of Issue	Private Placement
Eligible Investor	As mentioned in category of investors
Listing	The Issuer proposes to submit listing document of this Series Debentures/NCDs issued under this Information Memorandum on the Wholesale Debt Market ("WDM") Segment of the BSE Limited ("BSE") within 15 (fifteen) days of Date of Allotment.
Rating of the Instrument	CARE AAA (Triple A) by CARE

Issue Size/ Amount which the company intends to raise	INR 25,00,00,000/- (Rupees Twenty Five Crore Only)
Option to retain oversubscription	Not Applicable
Subscription Amount	INR 25,00,00,000/- (Rupees Twenty Five Crore Only)
Objects of the issue/ Purposes and Objects of the Offer	The Series Debentures / NCDs have been issued to raise resources to meet the ongoing funding requirements for the Company's business activities, for general corporate purposes and refinancing of the existing debt obligations of the Company.
Details of utilization of the Proceeds	The issue proceeds shall be utilized in accordance with the Objects of the Issue.
Coupon Rate	8.95% p.a.
Step Up /Step Down Coupon Rate	Not Applicable
Coupon Payment Frequency	Annually and on Maturity
Coupon payment dates	Payable Annually on February 17 each year starting from February 17,2017 and on Maturity i.e February 15,2019
Coupon Type	Fixed
Coupon Reset Process	Not Applicable
Day Count Basis	Actual / Actual
Interest on Application Money	At coupon rate from the date of credit in Company's account till the day prior to the date of allotment
Default Interest Rate	Please refer page 37 of the Information Memorandum
Tenor	1094 Days from the Deemed Date of Allotment
Redemption Date	February 15, 2019
Redemption Amount	100.00% of Principal Amount (Face Value)
Redemption Premium	Not Applicable
Issue Price per Bond/ Price of the Security & Justification	100.00% of Principal Amount (Face Value)/ (the security is being issued at par, with the Coupon Rate and Coupon Payment Frequency as already mentioned above which is in accordance with the prevailing market conditions at the time of the issue)
Discount at which security is issued and the effective yield as a result of such discount	Not Applicable
Name and Address of the Valuer	Not Applicable
Put option Date	Not Applicable
Put option Price	Not Applicable
Call Option Date	Not Applicable
Call Option Price	Not Applicable
Put Notification Time	Not Applicable
Call Notification Time	Not Applicable
Face Value	Rs.10,00,000/- each (Rupees Ten Lakhs Only).
Minimum Application and in	Minimum Application of 5 Debentures and in multiples

<p>multiples of Debt securities thereafter</p>	<p>of 1 Debentures thereafter</p>
<p>Issue Timing/ Proposed Time Schedule</p> <p>1. Issue Opening Date</p> <p>2. Issue Closing Date</p> <p>3. Pay-in Date</p> <p>4. Deemed Date of Allotment</p>	<p>February 17, 2016</p> <p>February 17, 2016</p> <p>February 17, 2016</p> <p>February 17, 2016</p> <p>The Issue Close Date / Pay-in Date may be rescheduled, at the sole discretion of the Issuer, to a date falling not later than 07 (seven) working days from the date mentioned herein. The actual Issue Close Date / Pay-in Date shall be communicated to each investor in the Allotment Advice.</p>
<p>Issuance mode of the Instrument</p>	<p>These debentures would be issued only in Dematerialized form (Demat) through authorized DP</p>
<p>Trading mode of the Instrument</p>	<p>Demat mode only</p>
<p>Settlement mode of the Instrument</p>	<p>RTGS / NEFT / Fund Transfer to the bank details as per NSDL records.</p>
<p>Depository</p>	<p>NSDL</p>
<p>Business Day Convention</p>	<p>Please refer page 43 of the Information Memorandum</p>
<p>Record Date</p>	<p>15 days prior to each Coupon Payment / Redemption date.</p>
<p>Security</p>	<p>(i) a first pari passu legal mortgage and charge over the Company's Gujarat Immovable Property (for details refer Annexure VII hereto); and</p> <p>(ii) a first pari passu charge on all present and future book debts and business receivables of the Company (except security towards securing outstanding term loan and cash credit limits more specifically described in Annexure VII hereto). Business receivables include current assets and investments.</p>
<p>Security Cover</p>	<p>The Company shall maintain a minimum asset cover of 100% at all times.</p>
<p>Contribution being made by Promoters or directors either as part of the offer or separately in furtherance of such objects</p>	<p>NIL</p>
<p>Transaction Documents</p>	<p>1. Debenture Trust Deed.</p> <p>2. Information Memorandum</p> <p>3. Rating letter from CARE</p> <p>4. Consent letter of Karvy Computershare Private Limited to act as Registrar & Transfer Agent for</p>

	the proposed issue; 5. Tripartite agreement between the Company, NSDL/CDSL and the Registrar and Transfer Agent; 6. Listing Agreement with BSE Limited.
Conditions Precedent to Disbursement	N.A.
Condition Subsequent to Disbursement	N.A.
Events of Default	Please refer page 48 of the Information memorandum
Provisions related to Cross Default Clause	Not Applicable
Role and Responsibilities of Debenture Trustee	Please refer page 48 of the Information memorandum
Governing Law and Jurisdiction	Please refer page 50 of the Information memorandum
Payment Details	Settlement Bank : HDFC Bank, Branch : Fort Account No. : 00600310033293 Account Name : Reliance Capital Limited RTGS / IFSC Code : HDFC0000060
Registrars and Transfer Agents	Karvy Computershare Private Limited
Trustees	IL & FS Trust Company Limited
Arranger	Corpbay Financial Services LLP

s. Illustration of Bond Cash Flows (SEBI Circular CIR/IMD/DF/18/2013 dated October 29, 2013)

Company	Reliance Capital Limited
Face Value (per security)	Rs.10,00,000/-
Date of Allotment	February 17, 2016
Date of Redemption	February 15, 2019
Coupon Rate	8.95% p.a.
Frequency of the Interest Payment with specified dates	Payable Annually on February 17 each year starting from February 17,2017 and on Maturity i.e February 15,2019
Day Count Convention	Actual / Actual

Cash Flows	Date (of actual payment)	No. of Days in Coupon Period	Amount in Rupees
Coupon 1	Friday, February 17, 2017*	366	89,500.00
Coupon 2	Saturday, February 17, 2018	365	89,500.00
Coupon 3	Friday, February 15, 2019	363	89,010.00

Principal Redemption	Friday, February 15, 2019		10,00,000.00
Total			12,68,010.00

*F.Y 2016 is a leap year

Note: (i) Payment dates are subject to change as per holidays declared in that particular year. Payment convention to be followed as per SEBI Circular CIR/IMD/DF/18/2013 dated October 29, 2013

t. Issue Size

The Issue of Debentures is Rs. 25 crore (Rupees Twenty Five Crore Only) (For details please refer SUMMARY TERM SHEET)

u. Minimum Subscription Size

The minimum subscription size for this Issue is Rs.50 lakhs and in multiples of Rs.10 lakhs hereafter.

v. Utilisation of Issue Proceeds / Objects of the issue

The NCDs have been issued to raise resources to meet the ongoing funding requirements for the Company's business activities, for general corporate purposes and refinancing of the existing debt obligations of the Company. The issue proceeds shall be utilized for the said purpose.

w. A statement containing particulars of the dates of, and parties to all material contracts, agreements involving financial obligations of the Issuer.

By very nature of its business, the Company is involved in large number of transactions involving financial obligations and, therefore it may not be possible to furnish details of all material contracts and agreements involving financial obligations of the Company. However, the contracts/documents referred below (not being contracts entered into in the ordinary course of the business carried on by the Company) which are or may be deemed to be material, have been entered into by the Company. Copies of these contracts /documents shall be available for inspection at the registered office of the Company between 10.00 a.m. and 5.00 p.m. on all days except Saturdays, Sundays and public holidays.

Sr. No.	Material contracts / documents
1)	Memorandum and Articles of Association of the Company.
2)	Certificate of Registration issued by Reserve Bank of India under Section 45 IA of the RBI Act 1934.
3)	Certified copy of the Resolution under Section 180(1)(c) of the Companies Act, 2013 passed by the members of the company by way of postal ballot held on July 9, 2014.
4)	Certified copy of the Resolution under Section 42 of the Companies Act, 2013 passed by the members of the company on September 30, 2015.
5)	Certified true copy of the resolution of the Board of Directors of the company for raising the debentures in its Meeting held on August 14, 2015.
6)	Certified true copy of the resolution of the Board of Directors of the company for issuance of Information Memorandum in its Meeting held on January 21, 2016.
7)	Financial Statements of financial year 2012-13, 2013-14 and 2014-15
8)	Copy of consent letter of IL&FS Trust Company Limited to act as debenture trustee for the proposed issue.

Sr. No.	Material contracts / documents
9)	Copy of credit rating letter along with credit rationale of Credit Analysis & Research Limited.
10)	Copy of consent letter of Karvy Computershare Private Limited to act as Registrar & Transfer Agent for the proposed issue.

- x. **Any material event/development or change having implications on the financials/credit quality (e.g. any material regulatory proceedings against the Issuer/promoters, tax litigations resulting in material liabilities, corporate restructuring event etc) at the time of issue or subsequent to the issue which may affect the issue or the investor's decision to invest / continue to invest in the debt securities.**

There are no material event/development having an implication on the financials/credit quality. There are no litigations by or against the Company whose likely outcome will have a material adverse effect on the operations of the Company. Further, there are no outstanding litigations or defaults which pertain to matters which are likely to affect the operations and finances of the Company including disputed tax liabilities, prosecution under any enactment in respect of Schedule XIII of the Companies Act. There are no penalties that have been imposed on the Company by any statutory authority.

- y. **Particulars of any outstanding borrowings taken/debt securities issued where taken/issued (i) for consideration other than cash, whether in whole or part (ii) at a premium or discount, or (iii) in pursuance of an option.**

The Company has not issued any debt security for consideration other than cash and/or at a premium or discount. The current NCD issue is at par on private placement basis. No NCDs have been issued in pursuance of an option.

- z. **An undertaking that the Issuer shall use a common form of transfer.**

Please refer to the 'GENERAL TERMS AND CONDITIONS'.

- aa. **Redemption amount, period of maturity, yield on redemption.**

The details of redemption amount, maturity period and yield on redemption are given in the Summary Term Sheet.

- ab. **Information relating to terms of offer or purchase**

Please refer to 'Summary Term Sheet' and 'GENERAL TERMS AND CONDITIONS'.

- ac. **The discount at which such offer is made and the effective price for the investor as a result of such discount.**

Please refer to Summary Term Sheet.

- ad. **Servicing behavior on existing debt securities, payment of due interest on due dates on term loans and debt securities.**

The payment of interest & repayment of principal is made on the respective due dates.

- ae. **That the permission/consent from the prior creditor for a second or pari passu charge being created in favor of the trustees to the proposed issue has been obtained.**

The Company has obtained permission / consent from the existing lenders and trustees for the holders of debentures who hold charge on the Company's properties, for a pari passu charge in favor of the Debenture Trustee to the proposed issue of NCDs.

- af. **The names of the debenture trustee(s) shall be mentioned with a statement to the effect that debenture trustee(s) has given his consent to the issuer for his appointment under regulation 4(4) and also in all the subsequent periodical communications sent to the holders of debt securities.**

The debenture trustee for the proposed issue is IL & FS Trust Company Limited. The Company has obtained consent from IL & FS Trust Company Limited for the proposed issuances. The copy of the consent letter from the Debenture Trustee has been annexed at Annexure – 2.

- ag. **The detailed rating rationale(s) adopted (not older than one year on the date of opening of the issue)/credit rating letter issued (not older than one month on the date of opening of the issue) by the rating agencies shall be disclosed.**

Credit Analysis & Research Limited (“CARE”) having its registered office at 4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai – 400 022, Ph: +91 22 6754 3456, Fax: (91 22) 6754 3457, has assigned “CARE AAA” rating to these debentures.

Please refer to Credit Rating Letter from CARE, attached as Annexure – 1 for the rating rationale.

- ah. **Names of all the recognized stock exchanges where the debt securities are proposed to be listed clearly indicating the designated stock exchange and also whether in principle approval from the recognized stock exchange has been obtained.**

The Debentures are proposed to be listed on the BSE Limited and it would be the designated stock exchange.

- ai. **Payment and invocation details if the security is backed by a guarantee or letter of comfort or any other document / letter with similar intent.**

Not Applicable

- aj. **Security creation**

The Security has been/will be created vide Debenture Trust Deed(s) for allotment of the Debentures as per each issue under this Information Memorandum.

In case of delay in execution of the Debenture Trust Deed and charge documents (where applicable), the Company will refund the subscription with agreed rate of interest or will pay penal interest of at least 2% p.a. over the coupon rate (if applicable as per the Summary Term Sheet) till these conditions are complied with at the option of the investor.

- ak. **Default in payment**

In case of default in payment of Interest and/or principal redemption on the due, additional interest of at least @ 2% p.a. over the coupon rate (if applicable as per Summary Term Sheet) will be payable by the Company for the defaulting period

- al. **Delay in listing**

In case of delay in listing of the debt securities beyond 20 days from the deemed date of allotment, the Company will pay penal interest of at least 1 % p.a. over the coupon rate (if applicable as per the Summary Term Sheet) from the expiry of 30 days from the deemed date of allotment till the listing of such debt securities to the investor. The investor should make the necessary claim on the Company for the same.

PART A - GENERAL TERMS AND CONDITIONS

Issue of Debentures

The Issuer will issue the Debentures in dematerialised form and has made depository arrangements with NSDL and CDSL in this respect. The Investors will have to trade the Debentures in dematerialised form and deal with the same as per the provisions of Depositories Act, 1996 and rules notified by NSDL & CDSL from time to time.

Applicants should mention their Depository Participants name, DP-ID and Beneficiary Account Number in the appropriate place in the Application Form. The Company or the RTA shall take necessary steps to credit the Depository Account of the allottee(s) with the amount of Debentures allotted.

The initial credit of the Debentures in the beneficiary account of the Investor will be akin to the Letter of Allotment.

Mode of Transfer

The Debentures are being issued in dematerialised form and shall be transferable and transmittable in dematerialised form and to the same extent and be subject to the same restrictions and limitations as in the case of the existing equity shares of the Company. The provisions relating to transfer and transmission and other related matters in respect of equity shares of the Company, contained in the Articles of Association of the Company, shall apply mutatis mutandis to the transfer and transmission of the Debentures. Transfer of Debentures would be in accordance with the rules / procedures as prescribed by NSDL / CDSL/ Depository participant. Nothing provided herein shall prejudice any power of the Company to register as Debenture Holder any person to whom the right to any Debenture of the Company has been transmitted by operation of law.

Transfer of Debentures to and from Non-Resident Indians (“NRI”)/ Overseas Corporate Bodies (“OCB”) in case they seek to hold the Debentures and are eligible to do so, will be governed by then prevailing guidelines of RBI.

Succession

In the event of demise of the sole/first holder of the Debentures, the Company will recognise the executor or administrator of the deceased Debenture Holder, or the holder of succession certificate or other legal representative as having title to the Debentures. The Company shall not be bound to recognise such executor, administrator or holder of the succession certificate, unless such executor or administrator obtains probate or letter of administration or such holder is the holder of succession certificate or other legal representation, as the case may be, from a court in India having jurisdiction over the matter. The Directors of the Company may, in their absolute discretion, where they think fit, dispense with production of probate or letter of administration or succession certificate or other legal representation, in order to recognise such holder as being entitled to the Debentures standing in the name of the deceased Debenture holder on production of sufficient documentary proof or indemnity.

Right to Re-purchase and Re-issue the Debentures

The Company may repurchase the Debentures, in the secondary market, at any time and from time to time prior to the specified date of redemption. In the event of the Debentures being bought back, or redeemed before maturity in any circumstances whatsoever, the Company shall be deemed to have always the right to re-issue the Debentures.

Terms of Payment

The full face value of Debenture(s) to be paid along with the Application Form.

The details specific to the issuance will be communicated to the potential investors through the Summary Term Sheet.

Categories of Investors

Only persons to whom an offer is specifically made under this Information Memorandum will be eligible to apply.

Investors in the following categories are eligible to apply for Non Convertible Debentures of the Company under Information Memorandum:

- Companies, Body Corporate, Financial Institutions, NBFCs, Statutory Corporations
- Commercial Banks including but not restricted to commercial, private, foreign, co operative and regional rural banks.
- Provident funds/ Superannuation funds or gratuity funds, private trusts, as may be permitted by respective rules and guidelines of such funds/ trusts.
- Registered Society
- Partnership firms
- HUFs
- High Net worth Individuals
- Insurance companies
- Mutual Funds
- Portfolio Manager registered with SEBI
- Application under Power of Attorney
- SEBI registered FIIs
- Any other investor permitted to invest in debentures of Indian body corporate.

SEBI vide its circular CIR/IMD/FIIC/18/2010 dated November 26, 2010 and RBI vide its circular No. 89 dated March 1, 2012 had decided that a SEBI registered FIIs/sub-accounts of FIIs can now invest in primary issues of non-convertible debentures (NCDs)/ bonds only if listing of such NCDs/bonds is committed to be done within 15 days of such issue. In case the NCDs/bonds issued to the SEBI registered FIIs/sub-accounts of FIIs are not listed within 15 days of such issue to the SEBI registered FIIs/sub-accounts of FIIs, for any reason, then the FII/sub-account of FII shall immediately dispose off these NCDs/bonds either by way of sale to a third party or to the Issuer.

The Issuer hereby undertakes that in case the Debentures are not listed within 15 days of issuance (the “**Listing Period**”) to the SEBI registered FIIs / sub-accounts of FIIs, for any reason, the Issuer shall on the next Business Day on expiry of the Listing Period redeem / buyback the Debentures from the FIIs/sub-accounts of FIIs.

Abundant pre-caution

As a matter of abundant caution and although not applicable in the case of Debentures, attention of applicants is specially drawn to any person who: (a) makes or abets making of an application in a fictitious name to a company for acquiring, or subscribing for, its securities; or (b) makes or abets making of multiple applications to a company in different names or in different combinations of his name or surname for acquiring or subscribing for its securities; or (c) otherwise induces directly or indirectly a company to allot, or

register any transfer of, securities to him, or to any other person in a fictitious name, shall be liable for action under Section 447 of the Companies Act, 2013.

How to apply

All applications for the Debenture(s) must be in the prescribed Application Form and be completed in block letters in English. It is presumed that the application is signed and made by persons duly empowered and authorized by the entity on whose behalf the application is made. Application forms must be accompanied by either a Demand Draft or a Cheque, drawn in favour of "Reliance Capital Limited" and duly crossed "Account payee only" or through Electronic Clearing System ("ECS"), Real Time Gross Settlement ("RTGS") or National Electronic Funds Transfer ("NEFT"). All cheques/ DDs/Pay orders of banks are to be made payable at Mumbai. Outstation cheques, money orders, postal orders will not be accepted. The Company will not be responsible or accountable in any manner for any instruments or applications lost in transit or mail.

It may be noted that a separate application can be made in respect of each scheme of an Indian Mutual Fund/ Asset Management Companies registered with SEBI and such applications would not be treated as multiple applications.

The application form will be made available along with the Summary Term Sheet at the time of offer. The applicant should mention their PAN at the appropriate place in the application form.

Applications to be accompanied by bank account details

Every application must be accompanied by the bank account details of the applicant and the MICR code of the bank for the purpose of availing direct credit and all other amounts payable to the debenture holder through ECS, RTGS or NEFT.

Documents to be provided by Investors

1. Applications by Body Corporates / Companies / Financial Institutions / NBFCs / Statutory Corporations

The applications must be accompanied by certified true copies of (i) Memorandum and Articles of Association / constitutional documents / bye-laws; (ii) resolution authorizing investment and containing operating instructions; (iii) specimen signatures of authorized signatories; (iv) PAN Cards.

2. Application by Scheduled Commercial Banks

The application must be accompanied by certified true copies of (i) Board Resolution authorising investments or letter of authorization or Power of Attorney and (ii) specimen signatures of authorized signatories.

3. Application by Co-operative Banks

The application must be accompanied by certified true copies of (i) resolution authorising investment along with operating instructions/power of attorney; and (ii) specimen signatures of authorised signatories.

4. Application by Regional Rural Banks

The applications must be accompanied by certified true copies of (i) Government notification / Certificate of Incorporation / Memorandum and Articles of Association / other documents governing the constitution; (ii) resolution authorizing investment and containing operating instructions; (iii) specimen signature of authorized signatories.

5. Applications by Provident Funds, Superannuation Funds and Gratuity Funds

The application must be accompanied by certified true copies of (i) trust deed / bye-laws / regulations; (ii) resolution authorising investment; and (iii) specimen signatures of authorised signatories.

6. Application by Registered Societies

The application should be accompanied by certified true copies of (i) Memorandum of Association / deed/any other instrument regulating or governing the constitution of the society, and rules and regulations / bye-laws of the Society; (ii) resolution authorising investment along with operating instructions/power of attorney; (iii) proof of registration with relevant statutory authority; and (iv) specimen signatures of authorised signatories.

7. Application by Partnership Firm

The applications must be accompanied by certified true copies of (i) the PAN Card of the partnership firm; (ii) copy of the partnership deed; and (iii) the photo identity proof like Passport / PAN Card / Driving License, etc. of the partner(s) signing the Application Form and specimen signatures of authorised signatories and (iv) an authority letter from all partners authorising such investment.

8. Application by HUF

The applications must be accompanied by certified true copies of the PAN Card of the HUF, the photo identity proof like Passport / PAN Card / Driving License, etc. of the Karta of the HUF, telephone bill/electricity bill/bank account statement, etc. and declaration from the Karta and coparceners authorizing such investment also need to be provided to the Company.

9. Application by High Net worth Individuals

The applications must be accompanied by certified true copies of photo identity proof like Passport / PAN Card / Driving License, etc.

10. Application by Insurance Companies

The applications must be accompanied by certified true copies of (i) Memorandum and Articles of Association (ii) power of attorney; (iii) resolution authorising investment and containing operating instructions; (iv) specimen signatures of authorised signatories; and (v) copy of PAN.

11. Application by Mutual Funds

A separate application can be made in respect of each scheme of an Indian mutual fund registered with the SEBI and such applications shall not be treated as multiple applications. The applications made by the AMCs or custodians of a Mutual Fund shall clearly indicate the name of the concerned scheme for which application is being made.

The applications must be accompanied by certified true copies of (i) SEBI Registration Certificate and trust deed; (ii) resolution authorizing investment and containing operating instructions; and (iii) specimen signatures of authorized signatories.

12. Application by a Portfolio Manager registered with SEBI

The application should be accompanied by certified true copy of (i) resolution of the Board of Director, authorizing, and with all particulars relating to the investment in these Debentures, and the acceptance of the terms of these Debentures alongwith authorized signatory list; and (ii) certified copy of registration certificate issued by the SEBI to undertake Portfolio Management activities.

13. Application under Power of Authority / Relevant Authority

In case of an application made under a Power of Attorney or resolution or authority or mandate a certified true copy thereof along with Memorandum and Articles of Association and / or bye laws must be attached to the application at the time of making the application, failing which the Company reserves the full, unqualified and absolute rights to accept or reject any application in whole or in part and in either case without assigning any reasons thereto. Names and specimen signatures of all the authorized signatories must also be lodged along with the completed application forms.

14. Application by SEBI registered FII's

The applications must be accompanied by certified true copies of (i) PAN Card of the FII; (ii) constitutional documents; (iii) resolution authorizing investment and containing operating instructions; and (iv) tax residency certificate.

DISCLAIMER: PLEASE NOTE THAT ONLY THOSE PERSONS TO WHOM THE INFORMATION MEMORANDUM HAS BEEN SPECIFICALLY ADDRESSED ARE ELIGIBLE TO APPLY. HOWEVER, AN APPLICATION, EVEN IF COMPLETE IN ALL RESPECTS, IS LIABLE TO BE REJECTED WITHOUT ASSIGNING ANY REASONS FOR THE SAME. THE LIST OF DOCUMENTS PROVIDED ABOVE IS ONLY INDICATIVE, AND AN INVESTOR IS REQUIRED TO PROVIDE ALL THOSE DOCUMENTS/AUTHORISATIONS/ INFORMATION, WHICH ARE LIKELY TO BE REQUIRED BY THE COMPANY. THE COMPANY MAY, BUT IS NOT BOUND TO, REVERT TO ANY INVESTOR FOR ANY ADDITIONAL DOCUMENTS/INFORMATION, AND CAN ACCEPT OR REJECT AN APPLICATION AS IT DEEMS FIT. THE REGULATIONS/NOTIFICATIONS REGARDING INVESTMENT MENTIONED ABOVE ARE MERELY IN THE FORM OF GUIDELINES AND THE COMPANY DOES NOT WARRANT THAT THEY ARE ACCURATE, OR HAVE NOT BEEN MODIFIED. EACH OF THE ABOVE CATEGORIES OF INVESTORS IS REQUIRED TO CHECK AND COMPLY WITH EXTANT RULES/REGULATIONS/ GUIDELINES, ETC. GOVERNING OR REGULATING THEIR INVESTMENTS AS ISSUED BY THEIR RESPECTIVE REGULATORY AUTHORITIES, AND THE COMPANY IS NOT, IN ANY WAY, DIRECTLY OR INDIRECTLY, RESPONSIBLE FOR ANY STATUTORY OR REGULATORY BREACHES BY ANY INVESTOR, NEITHER IS THE COMPANY REQUIRED TO CHECK OR CONFIRM THE SAME.

Nomination Facility

Debenture Holders can avail the nomination facility as per the provisions of section 72 of the Companies Act, 2013.

Right to accept or reject applications

The Company is entitled at its sole and absolute discretion, to accept or reject any application in part or in full, without assigning any reason. Incomplete Application Forms are liable to be rejected. The full amount of Debenture(s) has to be submitted along with the Application Form. Also, in case of over subscription, the Company reserves the right to increase the size of the placement subject to necessary approvals/certifications, and the basis of allotment shall be decided by the Company.

Payment of Interest on Application Money

For applicants whose applications have been rejected or allotted in part, interest on their refundable application money will be dispatched within 15 working days of the Deemed Date Allotment and the Company shall ensure adequate funds for the same. Interest will be computed at applicable rate (to be finalized at the time of the Issue), on refundable application money from the date of realization of cheque/draft/credit in the account. For the successful allottees the interest on application money on the allotted amount will be paid within 15 working days of the Deemed Date Allotment. The interest on application money will be computed on actual/actual basis.

Allotment Intimation

The Company would make depository arrangements with the NSDL/CDSL for the issue of these Debentures in electronic (dematerialised) Form. The Investors holding these Debentures in the electronic (dematerialised) Form will be governed as per the provisions of The Depository Act, 1996, the SEBI (Depositories and Participants) Regulations, 1996, rules notified by NSDL and CDSL from time to time and other applicable laws and rules notified in respect thereof.

Investors should mention their NSDL/CDSL Depository Participant's name ("DP"), DP-ID and Beneficiary Account Number (Client Id) at the appropriate place in the Application Form. The Company shall take reasonable steps to credit the Beneficiary Account of the Allottee(s), with the NSDL/CDSL Depository Participant as mentioned in the Application Form, with the number of Debentures allotted. The applicant is

responsible for the correctness of its details given in the Application Form vis-à-vis those with its DP. In case the information is incorrect or insufficient, the Company would not be liable for losses, if any.

The Company shall credit the letter(s) of allotment in electronic form to the dematerialised account of the Investors as per the details furnished in the Application Form. The Allotment Intimation will be sent to the Allottee(s). This Allotment Intimation should neither be construed as a Letter(s) of Allotment nor as a credit advice; and hence it is non-transferable/non-transmittable and not tradable. The Company will credit the Debentures into the investor(s)' demat account with the investor's DP within 2 working days from Date of Allotment.

Register of Debenture Holder(s)

A register of all Registered Debenture Holder(s) containing necessary particulars will be maintained by the Company's Registrar and Transfer Agent.

The Company shall request the Depository to provide a list of beneficial owners as at end of day of the Record Date. This list shall be considered for payment of interest, repayment of principal and amortisation, as the case maybe. The Company shall credit interest on Debentures and/or redemption amount of Debentures as per NSDL/CDSL records. Debenture Holders are required to keep the records updated with respective Depository with whom they have their accounts

Rights of all Debenture Holders

The Debenture Holders will not be entitled to any rights and privileges of shareholders other than those available to them under statutory requirements. The Debentures shall not confer upon the Debenture Holders the right to receive notice, or to attend and vote at the general meetings of shareholders of the Company. The principal amount and interest, if any, on the Debentures will be paid to the Debenture Holder only, or in the case of joint holders, to the one whose name stands first. The Debentures will be subject to other usual terms and conditions incorporated in the Debenture certificate(s) that will be issued to the allottee(s) of such Debentures by the Company and also in the Debenture Trust Agreement / Debenture Trust Deed.

Modification of Rights

The rights, privileges, terms and conditions attached to the Debentures may be varied, modified or abrogated with the consent, in writing, of those holders of the Debentures who hold at least three-fourth of the outstanding amount of the Debentures or with the sanction accorded pursuant to a resolution passed at a meeting of the Debenture Holders, provided that nothing in such consent or resolution shall be operative against the Company where such consent or resolution modifies or varies the terms and conditions of the Debentures, if the same are not acceptable to the Company.

Effect of Holidays

If any date(s) except the date of allotment, falls on a Sunday or a public holiday, the following working/ business day shall be considered as the effective date(s). In case any Interest Payment Date(s) falls on a Sunday or a public holiday, interest will be paid on the next/ following working/ business day (i.e. a day on which scheduled commercial banks are open for business in the city of Mumbai, Maharashtra). Whereas if the date of redemption/ maturity falls on Sunday or a public holiday, the redemption proceeds alongwith accrued interest (if any) will be paid on the immediately previous working/ business day (i.e. a day on which scheduled commercial banks are open for business in the city of Mumbai, Maharashtra).

Notices

All notices required to be given by the Company to the Debenture Holders will be deemed to have been given if published in one English and one regional daily newspaper in the area where the debentures are listed.

Tax Deduction at Source

Tax as applicable under the Income Tax Act, 1961, or any other statutory modification or re-enactment thereof will be deducted at source. Tax exemption certificate/document, under the relevant provisions of the

Income Tax Act, 1961, if any, must be lodged at the office of the Company, at least 30 days before the payment becoming due.

Additional Risk Disclosures

The initial subscriber by subscribing to and any subsequent purchaser by purchasing the Debentures shall be deemed to have agreed that and accordingly the Company shall be entitled to presume that each of the initial subscriber and any subsequent purchaser (Debenture Holder, as referred to hereinabove and hereinafter):

- (a) has (1) sufficient knowledge, experience and expertise as an Investor, to make the investment in the Debentures; (2) not relied on the Issuer Group or any person acting in its or their behalf (“**Agents**”) for any information, advice or recommendations of any sort except as regards the accuracy of the specific factual information about the terms of the Debentures as set out in this Information Memorandum; (3) understood that information contained in this Information Memorandum, or any other document issued by the Company is not to be construed as business or investment advice; and (4) made an independent evaluation and judgment of all risks and merits before investing in the Debentures;
- (b) has understood that the Issuer Group, including the Company, or any Agents, from time to time may act as an arranger, underwriter and/or distributor of similar instruments securities or transactions, the returns and/or payments on which or performance of which, may be at variance with or asymmetrical to those on the Debentures, and they may engage in other public and private financial transactions (including the purchase of privately placed investments or securities or other assets and entering into over the counter derivatives). The foregoing activities of the Issuer Group, including the Company, or any Agents may affect the value of the Debentures. In particular, the value of the Debentures could be adversely impacted by a movement in the interest rates, or activities in related markets, by any acts or inactions of the Issuer Group, including the Company, or any Agents;
- (c) has understood that without prejudice to (a)and(b) above, (1) the method and manner of computation, returns and calculations on the Debentures shall be solely determined by and/or on behalf of the Company, whose decision shall be final and binding; (2) in the event of any discretions to be exercised, in relation to method and manner of any of the above computations including due to any disruptions in any of the financial or other related markets or if for any other reason the calculations cannot be made as per the method and manner originally stipulated or referred to or implied, such alternative methods or approach shall be used as deemed fit by and/or on behalf of the Company, and may include the use of estimates and approximations. All such computations shall be valid and binding on the Debenture Holder, and no liability thereof will attach to the Company and/or the Agents;
- (d) has understood that in the event that the Debenture Holder suffers adverse consequences or loss, the Debenture Holder shall be solely responsible for the same and the Company, the Issuer Group and/or the Agents shall not be responsible, in any manner whatsoever, for any adverse consequences or loss suffered by the Debenture Holder including but not limited to on the basis of any claim that no adequate disclosure regarding the risks involved were made or that the full risks involved were not explained or understood;
- (e) has reviewed the terms and conditions applicable to the Debentures as contained in this Information Memorandum and has understood the same, and, on an independent assessment thereof, confirmed the same to be correct and, found the same acceptable for the investment made and has also reviewed the risk disclosures contained herein and has understood the risks, and determined that the Debentures are a suitable investment and that the Debenture Holder can bear the economic risk of that investment, including the possibility of receiving lower than expected or negligible returns;
- (f) has received all the information believed to be necessary and appropriate or material in connection with, and for, the investment in the Debentures;
- (g) holds the Debentures as an investment, and has not purchased the Debentures on a speculative basis;
- (h) as an Investor, is knowledgeable and experienced in making investments similar to the Debentures;
- (i) investing in the Debentures:
 - (i) has obtained such independent and appropriate financial, tax, accounting and legal advice as required and/or deemed necessary, to enable the Debenture Holder to independently evaluate, assess and understand the appropriateness, merits and risks associated with investing in the Debentures, and also as to the Debenture Holders legal competency and ability (including under applicable laws and regulations), to invest in and/or hold (including as to the duration of holding) the Debentures; and

- (ii) has not relied on any advice or statements made or rendered by Issuer Group or their Agents, the Company or its Agents or any person acting on its or their behalf, with respect to the Debentures, including as to the nature of returns or any erosion in the value of the Debentures over its life, or on maturity, redemption, sale or disposal, and none of such entities or persons have made any representations to the Debenture Holder, express or implied, with respect to any of the above;
- (j) has assumed on the its own account, all risk of loss that may occur or be suffered including as to the returns on and/or the sale value of the Debentures and shall not look directly or indirectly to the Issuer Group or their Agents or the Company or its Agents (or to any person acting on its or their behalf) to indemnify or otherwise hold the Debenture Holder harmless in respect of any such loss and/or damage;
- (k) undertakes that, if the Debenture Holder sells the Debentures to subsequent Investors, the Debenture Holder shall ensure, and it is the Debenture Holder's obligation in that regard, that (1) the subsequent Investors receive the terms and conditions, risks and representations contained in this Information Memorandum and any other related document, (2) the sale to subsequent Investors will be effected by the Debenture Holder only on such Investors having confirmed the receipt of all of (1) above, (3) the sale and transfer of the Debentures shall be effected only in the manner stipulated;
- (l) understands that the Issuer Group or their Agents or the Company or its Agents or any person acting on behalf of the Issuer Group or the Company, may have an interest / position as regards the issue of the Debentures and/or may have an existing banking relationship, financial, advisory or other relationship with them and/or may be in negotiation/discussion with them as to transactions of any kind;
- (m) has the legal ability to invest in the Debentures, and the investment does not contravene any provision of any law, regulation or contractual restriction or obligation or undertaking binding on or affecting the Debenture Holder, or its assets;
- (n) where the Debenture Holder is a **company**, it also confirms that:
 - (i) notwithstanding the variable nature of the return on the Debentures, the Debenture Holder is not precluded under any law, rules, regulations and/ or circular/s issued by any statutory authority/ies including under the Companies Act, 1956 from investing in the Debentures,
 - (ii) all necessary corporate or other necessary action has been taken to authorize, and that the Debenture Holder has corporate ability and authority, to invest in the Debentures, and
 - (iii) investment in the Debentures does not contravene any provisions of the Memorandum and the Articles of Association, or any law, regulation or contractual restriction or obligation or undertaking binding on or affecting the Debenture Holder or the Debenture Holder's assets;
- (o) where the Debenture Holder is a **partnership firm**, it also confirms that:
 - (i) investing in the Debentures on the terms and conditions stated herein is within the scope of the partnership's investment policy and does not conflict with the provisions of the partnership deed as currently in force,
 - (ii) the investment in Debentures is being made by and on behalf of the partners (and binds all the partners jointly and severally), and that the partnership is in force and existing, and the investment has been ratified by all of the partners, jointly and severally,
 - (iii) the investment in Debentures has been duly authorized by all the partners, and does not contravene any provisions of the partnership deed, or any law, regulation or contractual restriction or obligation or undertaking binding on or affecting the partnership or its assets or any of the partners or their respective assets,
 - (iv) for any minor as may have been admitted to the benefits of the partnership, the legal guardian of the minor has confirmed that the above applies equally to the minor as if the minor were a partner, and
 - (v) for any Hindu Undivided Family ("**HUF**") that may be partner, the Karta declares that the above equally binds each of the co-parcenors and beneficiaries of the HUF;
- (p) where the Debenture Holder is a **mutual fund / provident fund / superannuation fund / gratuity funds (each a "fund")** it also confirms that:
 - (i) investing in the Debentures on the terms and conditions stated herein is within the scope of the fund's investment policy and does not conflict with the provisions of the trust deed/bye-laws/regulations as currently in force,
 - (ii) the investment in Debentures is being made by and on behalf of the fund and that the fund is in force and existing, and the investment has been ratified by appropriate resolutions, and
 - (iii) the investment in Debentures has been duly authorized and does not contravene any provisions of the trust deed/bye-laws/regulations as currently in force, or any law, regulation or contractual restriction or obligation or undertaking binding on or affecting the fund or its assets;

- (q) where the Debenture Holder is a **HUF**, it also confirms that:
- (i) the Karta declares that the above equally binds each of the co-parcenors and beneficiaries of the HUF, and
 - (ii) the Karta declares that the investment is for the benefit of each of the co-parcenors and beneficiaries of the HUF;
- (r) where the Debenture Holder is an **individual**, also confirms that the investment in Debentures does not contravene any provisions of any law, regulation or contractual restriction or obligation or undertaking binding on or affecting the individual or its assets and he can invest in such Debentures; and
- (s) where the Debenture Holder is a **Portfolio Manager** registered with SEBI, it also confirms that:
- (i) it is fully in compliance with the laws and regulations applicable to it including the Securities and Exchange Board of India (Portfolio Managers) Regulations, 1993 ("**Portfolio Manager Regulations**"), the Prevention of Money Laundering Act, 2002 ("**PML Act**"), the Prevention of Money Laundering (Maintenance of Records of the Nature and Value of Transactions, the Procedure and Manner of Maintaining and Time for Furnishing Information and Verification and Maintenance of Records of the Identity of the Clients of the Banking Companies, Financial Institutions and Intermediaries) Rules, 2005 ("**PML Rules**"), applicable SEBI Regulations and Circulars together with the PML Act and the PML Rules, the "**AML Laws & Rules**") and all applicable know-your-client norms rules and regulations ("**KYC Guidelines**") issued by any relevant regulator,
 - (ii) the Debenture Holder is appropriately investing in the Debentures on behalf of its clients, ("**Clients**") and the investment in the Debentures is within the scope of its authority including pursuant to the agreement entered into by the Debenture Holder with each of the Clients, as provided for by Regulation 14 of the Portfolio Manager Regulations) (the "**Agreement**"), and accordingly binds each of the Clients. The Debenture Holder has independently satisfied itself (a) as to the suitability and appropriateness of the investment in the Debentures as regards each of the Clients, (b) as to the capacity and authority of each of the Clients to invest in such Debentures including obtaining of any licenses, authorizations, permissions, sanctions, consents or approvals, and (c) that the investment in such Debentures will not contravene any applicable law,
 - (iii) Should there be any dispute by the Clients or any of them as regards the investment in the Debentures including but not limited to the scope of its authority with regard to such investment, the Debenture Holder shall be deemed to be the principal and any loss or liability arising out of the investment in the Debentures shall be to its own account and/or dealt with entirely by the Debenture Holder with each of the Clients, with no reference to the Issuer,
 - (iv) the Portfolio Manager has conducted suitability and appropriateness checks on each of its clients pursuant to the Portfolio Managers Regulations (as applicable), and the Portfolio Manager has fully advised each of its clients of the risks relating to investment in the Debentures and of its rights against the Portfolio Manager as its principal and accepts responsibility for such advice,
 - (v) the Debenture Holder has strictly complied with all applicable AML Laws & Rules and KYC Guidelines in relation to each of the Clients,
 - (vi) the Debenture Holder consents to the disclosure or provision by the Issuer to any governmental or regulatory authority, or under any requirement of law, any information regarding the Client (to the extent made available to the Issuer by the Portfolio Manager) and the investment in the Debenture, as required of the Issuer under applicable regulations and/or as requested by any governmental or regulatory authority or under a provision of law,
 - (vii) the Debenture Holder shall ensure that the Client understands the risks involved in investment in the Debentures and is capable of taking the risks posed by such Debentures and shall satisfy itself that the Debentures are suitable to the risk profile of the Client;
 - (viii) the Debenture Holder shall provide its Clients with a copy of the information memorandum;
 - (ix) the Debenture Holder shall guide the Clients as to the applicable exit loads/exit options/liquidity support, (if any) etc. being provided by the Company or through the secondary market;
 - (x) the Debenture Holder further agrees to provide to the Issuer such additional information that the Issuer deems necessary or appropriate in order for the Issuer to comply with any such regulations and/or requests or requirements,
 - (xi) the Debenture Holder also further agrees (including on the basis of any request made by the Issuer in this regard), to provide, to any governmental or regulatory authority any information

- regarding any or all of the Clients, the investment in the Debenture as required under regulations and/or as requested by any governmental or regulatory or other authority, and
- (xii) the Debenture Holder further agrees that the Debenture Holder is appropriately investing in these Debentures on behalf of their Clients and that the activities of the Portfolio Manager have not violated and will not violate applicable laws as regards private placements. Accordingly, the Debenture Holder confirms and undertakes that the Debenture Holder has not and will not use the name of the Issuer or any of its group entities or any of the words in any of its advertisement or any marketing material and the Debenture Holders has not acted and shall not act in a manner that would render this Issue of Debentures, an offer to the public.

Payment of Interest on Allotted Debenture(s)

Interest on the face value of the Debentures outstanding (subject to deduction of Income Tax at the prescribed rate under the Income Tax Act, 1961 or any statutory modification or re-enactment being in force) shall be due from the Date of Allotment up to the Redemption Date as provided in the Summary Term Sheet.

Interest amount will be electronically credited to the bank account of those Debenture Holder(s) whose names appear on the list of beneficial owners as on the Record Date, provided to the Company by the Depository.

In case of dispute of interest claim, the matter should be settled between the transferor(s) and the transferee(s), and not with the Company. All interest on the Debenture(s) shall cease on the date of re-purchase of the Debenture(s) by or on date of redemption on maturity of Debenture(s), whichever is earlier.

In case Debenture holders do not provide their correct bank particulars for electronic credit of interest the same may either be rejected or returned and the issuer shall not be held liable for the same in any manner whatsoever.

Book closure / Record Date

The Book closure / Record date will be 15 (Fifteen) days prior to the Interest Payment / Final Maturity Date or as may be directed by SEBI from time to time. The list of beneficial owner(s) provided by the Depository as at end of day of Record Date shall be used to determine the name(s) of person(s) to whom the Interest and/or Principal installment is to be paid.

Redemption on Maturity of Debenture(s)

Principal shall be credited to the account of Debenture Holders whose names appear in the register of registered Debenture Holder(s)/in the list of beneficial owner(s) provided to the Company by the Depository as on the Record Date.

Principal payment will be made on the principal repayment date by crediting the bank account of beneficial owner(s) whose names appear on the list of beneficial owner(s) as on the Record Date, as provided to the Company by the Depository. The payment shall be released only after the Debentures have been discharged by the Debenture Holder by signing the discharge form that shall be sent to the Debenture Holders immediately after the Record Date and after the consequent extinguishment of the Debentures by the Company through the Depository.

The Company's liability towards the beneficial owner(s) for any payment or otherwise shall stand extinguished on the Maturity Date, in all events and upon the Company crediting the redemption amounts to the account of the beneficial owner(s). Further, the Company shall not be liable to pay any interest, income or compensation of any kind from the Maturity Date, or the date of redemption of the Debenture.

For this purpose bank details of Debenture Holders registered against their depository account will be used by the Company for payment of interest and redemption of principal amount. The Debenture Holders shall immediately intimate the Depository Participants with whom their depository accounts are maintained, about any change in their address or bank details.

Investors may also request for principal payment by way of an ECS/ RTGS fund transfer. In such case, the investor will have to request the Company by way of an application, in formats required. Investors must note that NECS essentially operates on the new and unique bank account number, allotted by banks post implementation of Core Banking Solutions (CBS). Therefore, Debenture Holders are requested to furnish the new bank account number allotted by banks post implementation of CBS.

In case Debenture holders do not provide their correct bank particulars for electronic credit of redemption proceeds the same may either be rejected or returned and the issuer shall not be held liable for the same in any manner whatsoever.

Future borrowings

The Company shall be entitled to make further issue(s) of debentures, raise further loans or advances and/or avail further deferred payment guarantees or other financial facilities from time to time from such persons/banks/financial institutions or body corporate/or any other agency. However, until the Debentures are fully redeemed, the Company shall not create any further charge on the Security without the prior written approval of the Debenture Trustee.

Debenture Trustees

The Company has appointed IL & FS Trust Company Limited as Debenture Trustee for this issue of debentures. All the rights and remedies of the Debenture Holders will vest in and will be exercised by the trustees without the same having to be referred to the Debenture Holders. The Company and Debenture Trustee has entered/ will enter into a Debenture Trust Deed(s) specifying, *inter alia*, the powers, authorities and obligations of the Debenture Trustee and Company. No Debenture Holder shall be entitled to proceed directly against the Company, unless Debenture Trustee having become bound to do so or fail to do so. The Debenture Trustee will endeavor to protect the interest of the Debenture Holders under this Information Memorandum in the event of default in regard to timely payment of interest and principal by the Company.

Main events of default and remedies under the Debenture Trust Deed are as under:

- (A) Upon the occurrence of any of the events specified in sub-clause (B) below (each, an “**Event of Default**”), the Debenture Trustee may, in its discretion, and shall, upon request in writing of the majority Debentures Holders/beneficial owners declare the principal amount of the Debentures, all interest and all other monies to be due and payable forthwith and the security created shall become enforceable, and the Debenture Trustee shall have the following rights namely:-
- (a) Subject to Section 69 of the Transfer of Property Act, 1882 to sell, assign or otherwise liquidate or direct the Company to sell, assign or otherwise liquidate any or all of the security, in such manner, at such time, at such place or places and on such terms as the Debenture Trustee may, in compliance with the requirements of law, determine in its absolute discretion and to take possession of the proceeds of any such sale or liquidation;
 - (b) to take possession of the security or any part thereof, by directing the Company in writing to deliver the same to the Debenture Trustee at any place or places designated by the Debenture Trustee, in which event the Company shall, at its own expense:
 - (i) forthwith cause the same to be moved and delivered to the place or places so designated by the Debenture Trustee;
 - (ii) keep any security to be delivered to the Debenture Trustee (to the extent not physically delivered to the Debenture Trustee) at such place or places pending further action by the Debenture Trustee as provided in the Debenture Trust Deed; and
 - (iii) while such security shall be so kept, provide such guards and maintenance services as shall be necessary to protect the same;

- (c) to retain all cash proceeds received or receivable by the Company in respect of the Security and to use such funds, in whole or part, towards repayment of the Company's obligations to the beneficial owner(s)/ Debenture Holder(s) and/or the Debenture Trustee under the Debenture Trust Deed.
- (B) The occurrence of any one of the following events shall constitute an Event of Default by the Company:
- (i) Default is committed in payment of the principal amount of the Debentures on the due date(s);
 - (ii) Default is committed in the payment of any interest on the Debentures on the due date(s);
 - (iii) Default is committed in the performance or observance of any covenant, condition or provision contained in the Debenture Trust Deed and/or the financial covenants and conditions (other than the obligation to pay principal and interest) and, except where the Debenture Holders/beneficial owners/ Debenture Trustee certify that such default is in its opinion incapable of remedy (in which case no notice shall be required), such default continues for thirty days after written notice has been given thereof by the Debenture Trustee to the Company requiring the same to be remedied;
 - (iv) Any indebtedness of the Company for borrowed monies, that is, indebtedness for and in respect of monies borrowed or raised (whether or not for cash consideration) by whatever means (including acceptance, credits, deposits and leasing) becomes due prior to its stated maturity by reason of default of the terms thereof or any such indebtedness is not paid at its stated maturity;
 - (v) Any information given by the Company to the beneficial owner(s)/ Debenture Holder(s) or the Debenture Trustee and the warranties given or deemed to have been given by it to the beneficial owner(s)/Debenture Holder(s) or the Debenture Trustee is misleading or incorrect in any material respect;
 - (vi) If there is reasonable apprehension that the Company is unable to pay its debts or proceedings for taking it into liquidation, whether voluntarily or compulsorily, may be or have been commenced or any resolution for voluntary winding-up is passed or any petition for winding-up is admitted by a competent Court;
 - (vii) If the security have not been kept insured or depreciate in value to such an extent that in the opinion of the Debenture Holders/beneficial owners further security should be given and on advising the Company to the effect such security has not been given to the satisfaction of the Debenture Holders/beneficial owners;
 - (viii) If without the prior written approval of the Debenture Trustee, the security or any part thereof are sold, disposed off, charged, encumbered or alienated or any of the buildings, structures, plant and machinery forming part of this security are removed, pulled down or demolished;
 - (ix) The Company has voluntarily or involuntarily become the subject of proceedings under any bankruptcy or insolvency law or the Company is voluntarily or involuntarily dissolved;
 - (x) The Company is unable to or has admitted in writing its inability to pay its debts as and when the same are due or it is certified by an accountant appointed by the Debenture Trustee that the Company's liabilities exceed its assets;
 - (xi) The Company has taken or suffered to be taken any action for reorganisation of its capital, without the prior written consent of the Debenture Trustee;
 - (xii) An encumbrancer, receiver or liquidator takes possession of the Security or any part thereof, or has been appointed or allowed to be appointed of all or any part of the undertaking of the Company and such appointment is, in the opinion of the Debenture Trustee, prejudicial to the security created;
 - (xiii) If an attachment or distraint has been levied on the Security or any part thereof or certificate proceedings have been taken or commenced for recovery of any dues from the Company;
 - (xiv) If any extra-ordinary circumstances have occurred which make it improbable for the Company to fulfil its obligations under the Debenture Trust Deed and/or the Debentures;
 - (xv) The Company ceases or threatens to cease to carry on its business or gives notice of its intention to do so;
 - (xvi) If the Company is unable to pay its debts within the meaning of section 434 of the Companies

- Act or if the Company is carrying on business at a loss and it appears to the Debenture Trustee that continuation of its business will endanger the security created;
- (xvii) If in the opinion of the Debenture Trustee, the Security of the beneficial owner(s)/Debenture Holder(s) is in jeopardy;
- (xviii) Except for the charges created by the Company as set forth in the Debenture Trust Deed, if the Company creates any mortgage, charge, lien or other encumbrance over or assigns or transfers or attempts to assign or transfer any of the Security, without the prior consent in writing of the Debenture Trustee;
- (xix) If the Company enters into amalgamation, reorganisation or reconstruction without the prior consent of the Debenture Trustee in writing;
- (xx) If the Company shall, without the prior consent of the Debenture Trustee in writing, make or attempt to make any alteration to its Memorandum and Articles of Association, which affects the interest of the beneficial owner(s)/Debenture Holder(s).
- (C) If any Event of Default or any event which, after the notice, or lapse of time, or both, would constitute an Event of Default has happened, the Company shall, forthwith give notice thereof to the Debenture Trustee in writing specifying the nature of such Event of Default or of such event.
- (D) At any time after the Debentures become repayable and have not been repaid, the Debenture Trustee may at their discretion and without further notice institute such proceedings against the Company as they may think fit to enforce repayment thereof together with accrued interest and all other monies payable in respect thereof but they shall not be bound to take any such proceedings or take any actions with respect to enforcement of the Security unless:-
- (a) The Debenture Trustee is so requested in writing by majority beneficial owner(s)/ Debenture Holder(s);
 - (b) Sufficient monies are advanced by the beneficial owner(s)/Debenture Holder(s) to the Debenture Trustee for enforcement of their rights and security; and
 - (c) The Debenture Trustee is indemnified to their satisfaction by the Debenture holders/beneficial owner(s).
- (E) Notwithstanding the above clause, all costs, charges and expenses that may be incurred by the Debenture Trustee in connection with the creation enforcement, preservation, realisation of the Security with interest thereon from the time of the same having been so incurred and that until such repayment shall be payable by the Company and be a charge upon the Security is granted, assigned, transferred and assured or expressed so to be under the terms of the Debenture Trust Deed.
- (F) In case the Security created under the Debenture Trust Deed becomes enforceable, the Company shall forthwith upon demand by the Debenture Trustee do all things necessary to enable the Debenture Trustee to realize the Security.

(All capitalized terms used in this section but not defined herein shall have the meanings assigned to them respectively in the Debenture Trust Deed)

Debentures subject to the Summary Term Sheet, Debenture Trust Deed, etc.

Over and above the aforesaid terms and conditions, the Debentures, issued pursuant to this Information Memorandum, shall be subject to the terms and conditions incorporated in the Summary Term Sheet, relevant Debenture Trust Deed and also shall be subject to the provisions of the Memorandum and Articles of Association of the Company. In the event of a contradiction between the Summary Term Sheet and this Information Memorandum, the Summary Term Sheet will prevail.

Governing Law and Jurisdiction

The Debentures are governed by and will be construed in accordance with the Indian Laws. The Issuer irrevocably agrees for the exclusive benefit of each Debenture Holder that the competent courts and tribunals at Mumbai are to have jurisdiction to settle any disputes which may arise out of or in connection with the

Debentures and that accordingly any suit, action or proceeding. (“**Proceedings**”) arising out of or in connection with the Debentures may be brought in such courts. The Issuer agrees that the process in connection with Proceedings in the competent courts and tribunals at Mumbai will be validly served on it if served upon it at its registered office.

Confidentiality

The information and data contained herein is submitted to each recipient of this Information Memorandum on a strictly private and confidential basis. By accepting a copy of this Information Memorandum, each recipient agrees that neither he/ she nor any of its employees or advisors will use the information contained herein for any purpose other than evaluating the specific transactions described herein or will divulge to any other party any such information. This Information Memorandum must not be photocopied, reproduced, extracted, transmitted or distributed in full or in part to any person whatsoever without the prior written consent of the Company. If at any time any such reproduction or disclosure is made and the Company suffers any loss, damage or incurs liability of any kind whatsoever arising out of or in connection with any such reproduction or disclosure, the recipient of this Information Memorandum breaching the restriction on reproduction or disclosure agrees to hold harmless and indemnify the Company from and against any such loss, damage or liability.

OTHER INFORMATION

(A) DECLARATION OF RBI ABOUT NON-RESPONSIBILITY FOR FINANCIAL SOUNDNESS OR CORRECTNESS OF STATEMENTS

It must be distinctly understood, that the issuing of license and granting of approval by RBI should not in any way, be deemed or construed to be an approval by RBI, to this Information Memorandum nor should it be deemed that RBI has approved it nor does RBI take any responsibility either for the financial soundness of the Company or for the correctness of the statements made or opinions expressed in this connection.

(B) CONSENTS

Consents in writing from the Debenture Trustee, the Rating Agency and the RTA to act in their respective capacities have been obtained.

Consents in writing of: Compliance Officer, Chief Financial Officer, Solicitors/Advocates, and other experts, have been obtained and such consents have not been withdrawn upto the time of filing this Information Memorandum with the BSE.

(C) DECLARATION BY THE DIRECTORS THAT-

- a. the company has complied with the provisions of the Act and the rules made thereunder;
- b. the compliance with the Act and the rules does not imply that payment of dividend or interest or repayment of debentures, if applicable, is guaranteed by the Central Government;
- c. the monies received under the offer shall be used only for the purposes and objects indicated in the Offer letter;

(D) DECLARATION:

We, President & Company Secretary and the Chief Financial Officer of the Company, declare that all the relevant provisions of the Companies Act, 1956 and the Companies Act 2013, the guidelines issued by the Government and the guidelines and circulars issued by SEBI established under Section 3 of the Securities and Exchange Board of India Act, 1992 and Raising Money through Private Placement by NBFCs-Debentures etc. vide RBI circular No. RBI/2012-13/560, DNBD(PD) CC No. 330 / 03.10.001 / 2012-13 dated June 27, 2013 and RBI/2013-14/115 DNBS(PD) CC No.349/03.10.001/2013-14 dated July 2, 2013, have been complied with and no statement made in this Information Memorandum is contrary to the provisions of the Companies Act, 1956 and the notified sections of the Companies Act, 2013 or the Securities and Exchange Board of India Act, 1992 or rules, guidelines and circulars issued thereunder.

We, President & Company Secretary and the Chief Financial Officer of the Company are authorised by the Board of Directors of the Company vide resolution number 12 dated January 21, 2016 to sign this form and declare that all the requirements of Companies Act, 2013 and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. Whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the original records maintained by the promoters subscribing to the Memorandum of Association and Articles of Association.

For Reliance Capital Limited



**V. R. Mohan
President & Company Secretary**

For Reliance Capital Limited



**Amit Bapna
Chief Financial Officer**

Place: Mumbai

Date :February 17, 2016

Annexure I

List of Subsidiaries as on December 31, 2015	
Sr. No.	Company Name
1.	Reliance Capital Asset Management Limited
2.	Reliance Asset Management (Singapore) Pte. Limited
3.	Reliance Asset Management (Mauritius) Limited
4.	Reliance Capital Asset Management (UK) Plc.
5.	Reliance Capital Pension Fund Limited
6.	Reliance AIF Management Company Limited
7.	Reliance Capital Trustee Co. Limited
8.	Reliance General Insurance Company Limited
9.	Reliance Gilts Limited
10.	Reliance Money Express Limited
11.	Reliance Money Precious Metals Private Limited
12.	Reliance Home Finance Limited
13.	Reliance Securities Limited
14.	Reliance Commodities Limited
15.	Reliance Financial Limited
16.	Reliance Wealth Management Limited
17.	Reliance Money Solutions Private Limited
18.	Reliance Exchangenext Limited
19.	Reliance Spot Exchange Infrastructure Limited
20.	Reliance Capital AIF Trustee Company Private Limited
21.	Quant Capital Private Limited
22.	Quant Broking Private Limited
23.	Quant Securities Private Limited
24.	Quant Commodity Broking Private Limited
25.	Quant Capital Finance and Investments Private Limited
26.	Quant Investment Services Private Limited
List of Associates as on December 31, 2015	
1.	Ammolite Holdings Limited
2.	Reliance Asset Reconstruction Company Limited
3.	Reliance Life Insurance Company Limited
4.	Indian Commodity Exchange Limited

List of Branches of Reliance Capital Limited as on December 31, 2015

Sr. No.	Branch Name	Branch Address
1.	Hyderabad	3 rd Floor, Malik Estates, Mcg No:6-3-344, Banjara Hills, Hyderabad - 500034
2.	Vijayawada	2 nd floor, JM 3, Mohiuddin Estate , Labbi peth M.G.Road, Vijayawada -520 010
3.	Ahmedabad	Second Floor, Aashil Complex, Opp HDFC House, Navarangpura, Ahmedabad - 380009
4.	Surat	6 th Floor, 21 st Century Building, Ring Road, Surat - 395002
5.	Bangalore	3 rd Floor, Brahmanand Court, 37, Lalbagh Road, Bangalore – 560027
6.	Cochin	Kurickal Arcade, 2nd Floor, NH47, Nr. Chenghampuzha Park, Edappally P.O., Ernakulam (Dist), Kochi – 682 024.
7.	Indore	No.301/302, Corporate House, 169, RNT Marg, Indore – 452001
8.	Pune	F- 1, First Floor, The Metropole, Bund Garden Road, Pune - 411001
9.	Delhi	Dev House, 260 -261, Tribhuban Complex, Ishwar Nagar, New Friends Colony (W) , New Delhi -110065
10.	Jaipur	Sb Tower (1 st Floor) , Plot No 9,10,11, Near Petrol Pump, Sahakar Marg, Jaipur -302001
11.	Chennai	Reliance House, 4 th & Gr. Floor, No-5, Haddows Road, Nungambakkam, Chennai -600 006
12.	Coimbatore	Manchester Square, S3, Second Floor, 14 Puliyakulam road, Coimbatore - 641037
13.	Salem	No. 7/54 Ideal Complex, Junction Main Road, Five Road, Salem - 636004
14.	Chandigarh	Sco 309 - 310, 1 st Floor & 2 nd Floor, Sector 35-B, Chandigarh - 160022
15.	Kolkata	6 th Floor, The Airconditioned Market, #1 S Sarani, Kolkata - 71
16.	Ludhiana	7 th Floor, SCO 10-11, Feroz Gandhi Market, Ludhiana, Punjab- 141001
17.	Raipur	3 rd floor, Simran tower, pandri, opp. LIC building, Raipur - 492 004
18.	Mumbai	11 th floor, Ruby, Tulsi Pipe Road, Dadar (West) - 400028
19.	Mysore	#2904/1, Sapthaswara, 2 nd Floor, Kantharaj URS Road, Saraswathipuram, Mysore – 570009
20.	Madurai	S.S.Tower, No 78/4, Bypass Road, Madurai - 625016
21.	Rajkot	Toral Commercial Complex, 211, 2 nd Floor, Near Trikon Baug, Rajkot - 360002
22.	Kolhapur	Gemstone, Office No.7B, First Floor, New Shahupuri, Near Central Bus Stand, Kolhapur – 416001

Sr. No.	Branch Name	Branch Address
23.	Baroda	10-11, S/B, Panorama Complex, R.C.Dutt Road, Alkapuri, Vadodara – 390007
24.	Virar	303, Ground Floor, Sneha Nagar, Opp. New India Co-op.Bank, Agashi Road, End of sky walk, Virar (west), Dist. Thane - 401 303.
25.	Kalyan	Chandulal Joshi Complex, 4th floor, 405 / 406, Vasant vihar, Opp. Kalyan Reservation Centre, Kalyan – West - 421301
26.	Durgapur	Nazrul Sarani, Plot No.3601 (P) City Centre, Durgapur-16 (W.B)
27.	Bhubaneswar	3 rd Floor,Unit - 3, Kharvel Nagar,Back Side of Kalsi Petrol Pump, Bhubaneswar - 751001.
28.	Bhiwadi	A – 7, Bhagat Singh Colony, Bhiwadi, Alwar – 301019, Rajasthan
29.	Dehradun	Shiva Palace, Office No. 8,9,10, 1 st Floor, Opp. Secretariat, Rajpur Road, DehraDun - 248 001, UK
30.	Jodhpur	Sabu Tower, 2 nd Floor, Chopasani Road, Jodhpur - 342001
31.	Karnal	First Floor, SCO-211, Sector – 12, Karnal – 132001, Haryana
32.	Udaipur	Apex Chambers, Madhuvan, Bank Street, Near Lok Kala Mandal, Udaipur - 313001
33.	Vizag	47/11/5, Mohans Arcade, Dwaraka Nagar, 1 st Lane, Behind Sangam & Sarath Theater – VSP – 16.
34.	Trichy	No.20,1 st floor, Royal Shelter Road,Cantontment,Trichy-1
35.	Nagpur	Buty Building, 1 st Floor, 317 R.T.Road, Civil Lines Nagpur - 440001
36.	Thrissur	Capital City, 4 th Floor, Korappath Lane, Round North, Thrissur – 680020
37.	Thane	Kalpataru Prime, 1 st Floor, Wagle estate, Road No. 16, Thane - 400 604
38.	Siliguri	1 st Floor, Gitanjali Complex, Sevoke Road, Siliguri - 734001
39.	Guwahati	2 nd Floor, Kachari Basti, Behind Vinayak Furnishing, G.S. Road, Ulubari, Guwahati - 781007
40.	Bhopal	Mansarover Complex, FF -16, Second Floor, Hoshangabad Road, Bhopal – 462016
41.	Jalandhar	Puda Complex, 1 st Floor, SCO-2, Ladowal Road, Jalandhar – 144001
42.	Nashik	Suyojit Height, Office No. 2, Second Floor, Opp. Rajiv Gandhi Bhavan, Sharanpur Road, Nashik - 422002
43.	Akola	Yamuna Tarang Complex, Unit Nos. 28,29,30 & 31, 1 st Floor, Murtijapur Road, Akola - 444004
44.	Bilaspur	T.M. Plaza, 2 nd Floor, Shop No./3, 4 & 5, Vyapar Vihar Road, Zone – 1, Bilaspur (C.G.) - 495001

Annexure II

Details of material litigation

Details of criminal prosecution pending against the Promoter:

1. A criminal case no. C-263 of 2004 dated [19.03.2004] filed by Mr. Ravi Fogla against Sh. Mukesh D. Ambani, Sh. Anil D. Ambani, Sh. T Kanan and Sh. Anand Jain, is currently pending before the 13th MM Bankshall Court, Kolkata. The case has been filed under Sections 389, 465, 468, 469, 471, 420, 511 read with Section 120 of the IPC, alleging that the complainant received bills for 11 phones though he had not applied for any Reliance phone connection. In this regard, an exemption application dated [28.03.2005] of Sh. Mukesh D. Ambani and Sh. Anil D. Ambani which had been filed under Section 205 of the CrPC, with the MM Bankshall Court, Kolkata, was allowed by the court. The matter is currently pending and the next hearing was scheduled on 01.08.2014 whereby as per the order dated 03.10.2013, the Complainant was directed to be personally present before the Court, and for presentation of further evidence before formulation of charge. On 30.10.2014, the evidence hearing on the part of the Complainant was adjourned upon a prayer for adjournment by the Complainant's Advocate for preferring a revision case before the Hon'ble Calcutta High Court against the Order dated 20th January, 2014 passed by the Ld. Trial Court, 13th Metropolitan Magistrate at Kolkata restraining the Complainant to summon Reliance Infocomm Limited & Reliance Communications Infrastructure Limited for deposing evidence. The last date of hearing of the case was 5th May, 2015 for hearing before charge. The Complainant (Ravi Fogla) has prayed for adjournment for obtaining stay order from Hon'ble Kolkata High Court in the matter in view of the Criminal Revision Petition (C.R.R. No. 3269 of 2014), pending before the Hon'ble Kolkata High Court, filed by the Complainant challenging the aforesaid order dated 20th January 2014. The Court has provided a last chance to the Complainant directing him to provide the Stay Order from Hon'ble Kolkata High Court on **28.01.2016**.
2. A criminal case no. 1402(C)/2010 dated 25.05.2010 has been filed by Smt. Shanta Sinha against Sh. Anil D Ambani and others, under section 420, 406, 467, 468, 471, 120B IPC, alleging therein that agreement was executed with the Complainant for installation of tower on her land and rent was also paid initially, but subsequently the rent was stopped without any notice. Cognizance had been taken against the local officers and no cognizance was taken against Sh ADA. The said case is currently pending before the Judicial Magistrate, Patna. The matter will be listed on **23.01.2016**. As Trial Court has not taken any cognizance u/s 202 of the Cr. P. C. against Shri ADA hence this Criminal case should not be considered as a criminal case against him.
3. A criminal case no. 219 (C) 2004 dated 27.01.2004 has been filed by Mr. Mustari Javi against Sh. Anil D Ambani, Sh. Mukesh D Ambani and others, under section 415, 417, 420, 463, 467, 468, 469, 471, 484, 500 and 120B IPC alleging therein that the Accused Officials has issued false mobile connections in the name of the Complainant and sent bills of those mobile connections, which were neither issued to the Complainant nor utilized by him at any point of time. Despite requests no steps were taken by the accused officials. The Magistrate has inquired the matter u/s 192 of Cr. P. C and Complainant was witnesses' u/s 202 by the Hon'ble Magistrate. On 23rd July, 2004 the Hon'ble Magistrate, the Hon'ble Magistrate has passed order of taking the cognizance against the Accused No. 3 to 6, as a prima facie case was made out against these Accused. But no case was made out against Accused No. 1 and 2, i.e Sh. Anil Dhirubhai Ambani and Sh. Mukesh Dhirubhai Ambani, respectively. Compromise pursis has been filed by the both parties and which is pending for hearing.

Despite requests no steps were taken by the accused officials. The said case is currently pending before the Judicial Magistrate, Patna for hearing. The matter is now listed on **25.02.2016**. The Court has not taken any cognizance against Shri ADA hence this case is not against him.

4. A criminal case no. 2658 (C)/2011 dated 21.09.2011 has been filed by M/s Jai Maa Parmar against Sh. Anil D Ambani and others, under section 406, 420, 120B IPC, alleging therein that works has been executed on the basis of work orders issued to it, but Rs.36,99,819 is outstanding with the company for payment and despite several requests the said amount has not been paid. Cognizance had been taken by Judicial Magistrate, Patna in the matter. We filed quashing petition no. Cr. Misc. no. 10884 of 2012 before the Patna High Court, the Patna High Court vide order dated 04.04.2012, has granted stay in the matter. The quashing petition no. Cr.M.P No. 10884 of 2012 has been allowed by the Hon'ble Patna High Court, and the instant criminal case has been quashed. The next date in this matter is fixed on **01.06.2016** before the Judicial Magistrate, 1st Class, Patna.
5. A criminal case 400154 / 2004 has been filed by Mr. Dinesh Kotecha against Reliance Infocomm Limited, Reliance Communications Infrastructure Limited, Reliance Industries Limited, Sh. Mukesh D. Ambani, Shri Anil D. Ambani and others. The case is pending before the 40th Court at Girgaon, Mumbai. The criminal case has been filed under Sections 420, 463, 467, 499 and 500 of the Indian Penal Code, 1860 ("IPC") on the ground of cheating and forgery, alleging that the complainant received bills for the Reliance India Mobile Phone though he had never applied for the same. The case is being simply adjourned time to time in view of the stay granted by the Hon'ble Bombay High Court. The case was last listed on 11th May, 2015. Next date of hearing of the case is **28.01.2016**. The Company has filed Criminal Writ Petition in the Bombay High Court. The Hon'ble High Court pleased to admit said Writ Petition and stayed the Criminal proceedings before Magistrate Court. Proceedings before the Magistrate Court have been stayed.
6. A criminal case no. 1250/2015 has been filed by Mr. Anup Kumar Sinha against Reliance Infocomm Engineering Private Limited, Shri Satish Seth, Shri Anil Ambani and others. The case is pending in the Magistrate Court at Patna and had been filed u/s. 406, 467, 468, 409 and 120 (B) of IPC. The Complainant is the supplier and contractor of electric material. It has been alleged by the Complainant that he had been allotted the work of connecting power supply from the Bihar Electricity Board to the Mobile Towers, installation of transformers, electric equipment on Mobile Towers and he claims that, there is a total outstanding of Rs. 62,57,170/- [Rupees Sixty Two Lakhs Fifty Seven Thousand One Hundred & Seventy Only]. Pending the complaint, the full and final settlement between the parties has been arrived at for an amount of Rs. 40, 00,000/- [Rupees Forty Lakhs Only] out of which an amount of Rs. 19,68, 174/- (Rupees Nineteen Lakhs, Sixty Eight Thousand One Hundred and Seventy Four only) has been paid by the Accused on 21.05.2015 and balance on withdrawal of complaint and disposal of the case. We have a filed a quashing petition in the Hon'ble High Court of Patna vide case no. 35366 of 2015 for quashing of the summons as well the entire criminal proceeding of case no. 1250/2015. The case was mentioned before the High Court for early hearing on 10.08.2015. Accordingly the case was listed for hearing on 14.08.2015 at sr. No. 25 but the same could not be taken up. The case will is likely to be listed for hearing in due course before the Hon'ble High Court. The case before the JMFC Court will be listed in due course as well.

Civil Cases filed against the Company:

1. Harinarayan Bajaj and others ("Plaintiffs") have filed a suit no. 2205 of 1997 dated July 1, 1997 before the High Court of Judicature at Mumbai against Reliance Capital Limited alleging improper enforcement of security by Reliance Capital Limited in relation to loans amounting to Rs.1,000.00 lakhs granted by Reliance Capital Limited to the Plaintiffs. The Plaintiffs are claiming refund of the shares pledged as security along with accrued benefits thereon or a payment of an amount of Rs. 164.50 lakhs with interest at 24%. The matter is currently pending.
2. Adil Patrawala has filed a case CP No. 27 of 2013, before the Company Law Board, Mumbai against Quant Capital Private Limited and Reliance Capital Limited under section 397 – 398 of the Companies Act claiming mismanagement in the affairs of Quant Capital Private Limited and oppression of the minority shareholder. Reliance Capital Limited has been made a party to the suit as it is a majority shareholder having 74% stake in Quant Capital Private Limited. The petition is currently pending.

Annexure III**Details of acts of material frauds committed against the company in the last three years:**

The Company had reported to Reserve Bank of India (RBI) a fraud in disbursal of commercial vehicle loans. As on December 31, 2015, provision was made for an amount of Rs. 3.19 crore. Recovery proceedings are in process.

The Company had filed progress reports on quarterly basis with RBI.

Annexure IV

Shareholding pattern of the Company as on last quarter end i.e. December 31, 2015:

Sr. No.	Particulars	Total No. of Equity Shares	Number of shares held in dematerialised Form	Total Shareholding as % of Total No. of equity shares
(A)	Promoter & Promoter Group	13 13 82 303	13 13 82 303	52.01
(B)	Public	11 90 28 688	11 41 35 989	47.11
(C)	Non Promoter – Non Public	22 21 809	22 21 809	0.88
(C1)	Shares underlying DRs	6 21 809	6 21 809	0.25
(C2)	Shares held by Employee Trusts	16 00 000	16 00 000	0.63
	GRAND TOTAL (A)+(B)+(C)	25 26 32 800	24 77 40 101	100.00

Notes: - Shares pledged or encumbered by the promoters (if any) - 4,40,00,000 equity shares representing 33.49% of the total shareholding of the Promoter & Promoter Group.

Annexure V

List of top 10 holders of equity shares of the Company as on the latest quarter end i.e. December 31, 2015:-

Sr. No.	Name of the Shareholder(s)	Total No. of Equity Shares	No. of shares in demat form	Total Shareholding as % of total no. of equity shares
1	Reliance Inceptum Private Limited	9 77 14 206	9 77 14 206	38.68
2	Reliance Infrastructure Consulting And Engineers Private Limited	2 79 75 633	2 79 75 633	11.07
3	Life Insurance Corporation Of India P & Gs Fund	1 05 12 400	1 05 12 297	4.16
4	Sumitomo Mitsui Trust Bank	70 00 000	70 00 000	2.77
5	Morgan Stanley Asia (Singapore) PTE.	65 68 000	6 56 8000	2.60
6	Valiant Mauritius Partners	42 67 600	42 67 600	1.69
7	Reliance Capital Trustee Co. Ltd. - A/C	35 30 416	35 29 314	1.40
8	Vanguard Funds	34 62 891	34 62 891	1.37
9	Swiss Finance Corporation (Mauritius) Limited	34 44 257	34 44 257	1.36
10	Crest Logistics And Engineers Private Limited	32 50 000	32 50 000	1.29
	Total	16 77 25 403	16 77 24 198	66.39

Annexure VI

Details of Secured Loan Facilities as on December 31, 2015:

Lender's Name	Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date / Schedule	Security
Bank of Maharashtra	TERM LOAN	200.00	66.33	09-Feb-16 / 66.33	Hypothecation of Book Debts/Receivables*
Punjab & Sind Bank	TERM LOAN	60.00	20.00	25-Feb-16 / 20.00	
Vijaya Bank	TERM LOAN	200.00	66.67	04-Mar-16 / 66.67	
Canara Bank	TERM LOAN	300.00	100.00	28-Jul-16 / 100.00	
State Bank of Patiala	TERM LOAN	300.00	100.00	21-Sep-16 / 100.00	
Central Bank of India	TERM LOAN	100.00	33.33	29-Sep-16 / 33.33	
Central Bank of India	TERM LOAN	400.00	133.33	29-Sept-16/ 133.33	
UCO Bank	TERM LOAN	300.00	200.00	07-Mar-16 / 100.00 07-Mar-17 / 100.00	
Karnataka Bank Ltd.	TERM LOAN	100.00	66.67	31-Aug-16 / 33.33 31-Aug-17 / 33.34	
State Bank of Hyderabad	TERM LOAN	225.00	150.00	27-Sep-16 / 75.00 27-Sep-17 / 75.00	
Small Industries Development Bank of India	TERM LOAN	500.00	312.5	01-Jan-16 / 31.25 01-Apr-16 / 31.25 01-Jul-16 / 31.25 01-Oct-16 / 31.25 01-Jan-17 / 31.25 01-Apr-17 / 31.25 01-Jul-17 / 31.25 01-Oct-17 / 31.25 01-Jan-18 / 31.25 01-Apr-18 / 31.25	

Lender's Name	Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date / Schedule	Security
Small Industries Development Bank of India	TERM LOAN	200.00	88.90	28-Mar-16 / 11.11 28-Jun-16 / 11.11 28-Sep-16 / 11.11 28-Dec-16 / 11.11 28-Mar-17 / 11.11 28-Jun-17 / 11.11 28-Sep-17 / 11.11 28-Dec-17 / 11.13	
Karnataka Bank Ltd.	TERM LOAN	50.00	50.00	16-Aug-16 / 50.00	
UCO Bank	TERM LOAN	100.00	33.34	28-Oct-16 / 33.34	
Bank of Baroda	TERM LOAN	300.00	300.00	18-Dec-16 / 100.00 18-Dec-17 / 100.00 18-Dec-18 / 100.00	
Small Industries Development Bank of India	TERM LOAN	225.00	85.00	10-Jan-16 / 20.00 10-Apr-16 / 20.00 10-July-16 / 20.00 10-Oct-16 / 25.00	
Syndicate Bank	TERM LOAN	350.00	350.00	14-Mar-17 / 116.67 14-Mar-18 / 116.67 14-Mar-19 / 116.64	
Karnataka Bank Ltd.	TERM LOAN	150.00	150.00	27-Mar-17 / 50.00 24-Mar-18 / 50.00 24-Mar-19 / 50.00	
Bank of Baroda	TERM LOAN	300.00	300.00	28-June-17 /100.00 28-June-18 /100.00 28-June-19 /100.00	
Syndicate Bank	TERM LOAN	150.00	120.00	30-June-16 / 30.00 30-June-17 / 30.00	

Lender's Name	Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date / Schedule	Security
				30-June-18 / 30.00	
				30-June-19 / 30.00	
United Bank of India	TERM LOAN	70.00	56.00	30-June-16 / 14.00	
				30-June-17 / 14.00	
				30-June-18 / 14.00	
				30-June-19 / 14.00	
Industrial and Commercial Bank of China Ltd.	TERM LOAN	50.00	50.00	11-08-2017 / 50.00	
Syndicate Bank	TERM LOAN	200.00	150.00	1-June-16 / 25.00	
				1-Dec-16 / 25.00	
				1-June-17 / 25.00	
				1-Dec-17 / 25.00	
				1-June-18 / 25.00	
				1-Dec-18 / 25.00	
Andhra Bank	TERM LOAN	600.00	480.00	3-Dec-16 / 120.00	
				3-Dec-17 / 120.00	
				3-Dec-18 / 120.00	
				3-Dec-19 / 120.00	
Bank of Maharashtra	TERM LOAN	230.00	230.00	22-Dec-17 / 76.67	
				22-Dec-18 / 76.67	
				22-Dec-19 / 76.66	
Punjab & Sind Bank	TERM LOAN	200.00	160.00	22-Dec-16 / 40.00	
				22-Dec-17 / 40.00	
				22-Dec-18 / 40.00	
				22-Dec-19 / 40.00	
Punjab National Bank	TERM LOAN	500.00	400.00	31-Dec-16 / 100.00	
				31-Dec-17 / 100.00	
				31-Dec-18 / 100.00	
				31-Dec-19 / 100.00	
Vijaya Bank	TERM LOAN	150.00	150.00	24-Feb-18 / 50.00	
				24-Feb-19 / 50.00	

Lender's Name	Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date / Schedule	Security
				24-Feb-20 / 50.00	
Small Industries Development Bank of India	TERM LOAN	300.00	270.00	1-Jan-16 / 15.00	
				1-Apr-16 / 15.00	
				1-Jul-16 / 15.00	
				1-Oct-16 / 15.00	
				1-Jan-17 / 15.00	
				1-Apr-17 / 15.00	
				1-Jul-17 / 15.00	
				1-Oct-17 / 15.00	
				1-Jan-18 / 15.00	
				1-Apr-18 / 15.00	
				1-Jul-18 / 15.00	
				1-Oct-18 / 15.00	
				1-Jan-19 / 15.00	
				1-Apr-19 / 15.00	
				1-Jul-19 / 15.00	
				1-Oct-19 / 15.00	
				1-Jan-20 / 15.00	
				1-Apr-20 / 15.00	
United Overseas Bank	TERM LOAN	70.00	70.00	22-Dec-15 / 70.00	
Central Bank of India	TERM LOAN	500.00	500.00	23-June-16 /500.00	
United Bank of India	TERM LOAN	200.00	200.00	30-June-16 / 40.00	
				30-June-17 / 40.00	
				30-June-18 / 40.00	
				30-June-19 / 40.00	
				30-June-20 / 40.00	
Bank of Bahrain & Kuwait B.S.C	WC DL	55.00	55.00	27-Jan-16 / 55.00	
Bank of India	TERM LOAN	200.00	200.00	23-Oct-16 / 40.00	
				23-Oct-17 / 40.00	
				23-Oct-18 / 40.00	
				23-Oct-19 / 40.00	

Lender's Name	Facility	Amount Sanctioned	Principal Amount Outstanding	Repayment Date / Schedule	Security
				23-Oct-20 / 40.00	
Indian Overseas Bank	TERM LOAN	500.00	500.00	24-Nov-16 /100.00	
				24-Nov-17 /100.00	
				24-Nov-18 /100.00	
				24-Nov-19 /100.00	
				24-Nov-20 /100.00	
State Bank of Patiala	TERM LOAN	300.00	300.00	10-Dec-16 / 60.00	
				10-Dec-17 / 60.00	
				10-Dec-18 / 60.00	
				10-Dec-19 / 60.00	
				10-Dec-20 / 60.00	
The Federal Bank Ltd.	TERM LOAN	200.00	200.00	10-Dec-16 / 66.67	
				10-Dec-17 / 66.67	
				10-Dec-18 / 66.66	
Axis Bank Ltd.	Cash Credit	50.00	-	-	
Bank of India	Cash Credit	200.00	-	-	
Corporation Bank	Cash Credit	250.00	-	-	
Indian Overseas Bank	Cash Credit	200.00	-	-	
State Bank of Patiala	Cash Credit	150.00	-	-	
UCO Bank	Cash Credit	200.00	-	-	

* Hypothecation of Book Debts / Receivables as mentioned in the respective security documents.

Annexure VII

FIRST SCHEDULE REFERRED IN THE DEBENTURE TRUST DEED DATED DECEMBER 10, 2014 ENTERED BETWEEN THE COMPANY AND IL & FS TRUST COMPANY LIMITED (TRUSTEE)

PART (A)

DESCRIPTION OF THE GUJARAT IMMOVABLE PROPERTY

All that office premises no. 2 admeasuring about 313 sq ft. on the second floor of Avdesh house which is situate lying and being at near Pritam Nagar, Ellisbridge, Ahmedabad 380 006, on the land bearing plot no. 825, Paiky Hissa no. 3(C) of town planning scheme no. 5 (varied) of Ahmedabad City, in the village Sim Kocherab of City Taluka in the Registration District and Sub – District Ahmedabad, and bounded as under:

On or towards East	-	Office premises no.1
On or towards West	-	Office premises no.3
On or towards North	-	Compound of the land
On or towards South	-	Open premises

PART (B)

All present and future book debts and business receivables of the Company (except security towards securing outstanding term loan and cash credit limits more specifically described in Second Schedule hereto). Business Receivables includes current assets and investments.

SECOND SCHEDULE REFERRED IN THE DEBENTURE TRUST DEED DATED DECEMBER 10, 2014 ENTERED BETWEEN THE COMPANY AND IL & FS TRUST COMPANY LIMITED (TRUSTEE)

DESCRIPTION OF SECURITY TOWARDS SECURING OUTSTANDING TERM LOAN AND CASH CREDIT LIMIT

The present and future book debts, receivables, bills, claim and loan asset of Company's commercial finance division includes:

1. Home Loans,
2. Loan against property,
3. Construction Finance Loans,
4. Auto Loans,
5. Commercial Vehicles Loans,
6. Personal Loans,
7. Construction Equipment Loans,
8. Trade Advances,
9. Inventory Funding and
10. Structured Finance.

Annexure VIII

Details of Unsecured Loan Facilities as on December 31, 2015:

Lender's Name	Type of Facility	Amount Sanctioned	Principal Amount outstanding	Repayment Date / Schedule
HDFC Bank Ltd.	Over draft	40.00	Nil	-
HDFC Bank Ltd.	Term Loan	150.00	150.00	22-June-16 / 150.00
Credit Suisse AG	Term Loan	100.00	100.00	4-Mar-17 / 100

Annexure IX
Details of NCDs as on December 31, 2015:
((A) Non-Index/Non-Market Linked NCDs

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotments	Redemption Date/ Schedule	Credit Rating	Secured	Security
RCL F Series B NCD 132	1826	9.60%	10.00	17-Jan-11	17-Jan-16	CARE AAA	Secured	Refer Note No. 1
RCL F Series B NCD 133	1826	9.60%	5.00	14-Jan-11	14-Jan-16	CARE AAA	Secured	
RCL F Series B NCD 134	1826	9.60%	4.00	14-Jan-11	14-Jan-16	CARE AAA	Secured	
RCL F Series B NCD 175	1827	11.00%	300.00	12-May-11	12-May-16	CARE AAA	Secured	
RCL F Series B NCD 183	1827	10.40%	10.00	26-May-11	26-May-16	CARE AAA	Secured	
RCL F Series B NCD 193	1827	10.40%	10.00	19-Jul-11	19-Jul-16	CARE AAA	Secured	
RCL F Series B NCD 194	1827	10.40%	10.00	26-Jul-11	26-Jul-16	CARE AAA	Secured	
RCL F Series B NCD 196	2376	10.33%	25.00	12-Aug-11	12-Feb-18	CARE AAA	Secured	
RCL F Series B NCD 200	1827	10.40%	10.00	13-Sep-11	13-Sep-16	CARE AAA	Secured	
RCL F Series B NCD 202	1827	10.40%	15.00	18-Oct-11	18-Oct-16	CARE AAA	Secured	
RCL F Series B NCD 203	1827	10.40%	15.00	18-Oct-11	18-Oct-16	CARE AAA	Secured	
RCL F Series B NCD 204	1827	10.40%	5.00	31-Oct-11	31-Oct-16	CARE AAA	Secured	
RCL F Series B NCD 205	2922	10.28%	15.00	30-Nov-11	30-Nov-19	CARE AAA	Secured	
RCL F Series B NCD 206	1827	10.40%	10.00	09-Dec-11	09-Dec-16	CARE AAA	Secured	
RCL F Series B NCD 207	1827	10.50%	500.00	19-Dec-11	19-Dec-16	CARE AAA	Secured	
RCL F Series B NCD 208	2557	10.50%	10.00	21-Dec-11	21-Dec-18	CARE AAA	Secured	
RCL F Series B NCD 209	2555	10.50%	0.50	23-Dec-11	21-Dec-18	CARE AAA	Secured	
RCL F Series B NCD 210	1827	10.40%	10.00	16-Jan-12	16-Jan-17	CARE AAA	Secured	
RCL F Series B NCD 212	1826	10.40%	10.00	16-Mar-12	16-Mar-17	CARE AAA	Secured	
RCL F Series B NCD 213	1826	10.00%	10.00	27-Mar-12	27-Mar-17	CARE AAA	Secured	
RCL F Series B NCD 215	2556	10.2426%	500.00	12-Apr-12	12-Apr-19	CARE AAA	Secured	
RCL F Series B NCD 216	1826	10.30%	10.00	18-Apr-12	18-Apr-17	CARE AAA	Secured	
RCL F Series B NCD 217	1826	10.30%	5.00	18-Apr-12	18-Apr-17	CARE AAA	Secured	
RCL F Series B NCD 218	1826	10.30%	4.00	18-Apr-12	18-Apr-17	CARE AAA	Secured	
RCL F Series B NCD 219	2191	10.10%	15.00	23-Apr-12	23-Apr-18	CARE AAA	Secured	
RCL F Series B NCD 220	2191	10.10%	1.00	23-Apr-12	23-Apr-18	CARE AAA	Secured	
RCL F Series B NCD 221	1826	10.35%		07-May-12	07-May-17	CARE AAA	Secured	

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotments	Redemption Date/ Schedule	Credit Rating	Secured	Security
			35.00					
RCL F Series B NCD 224	2556	10.40%	5.00	16-May-12	16-May-19	CARE AAA	Secured	
RCL F Series B NCD 225	1826	10.30%	25.00	01-Jun-12	01-Jun-17	CARE AAA	Secured	
RCL F Series B NCD 229	1826	10.30%	5.00	06-Jun-12	06-Jun-17	CARE AAA	Secured	
RCL F Series B NCD 230	1826	10.35%	15.00	15-Jun-12	15-Jun-17	CARE AAA	Secured	
RCL F Series B NCD 231	3652	10.35%	5.00	20-Jun-12	20-Jun-22	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 232	2920	10.35%	5.00	21-Jun-12	19-Jun-20	CARE AAA	Secured	
RCL F Series B NCD 237	1826	10.25%	8.00	24-Jul-12	24-Jul-17	CARE AAA	Secured	
RCL F Series B NCD 238	1826	10.25%	2.00	24-Jul-12	24-Jul-17	CARE AAA	Secured	
RCL F Series B NCD 239	1826	10.25%	1.00	24-Jul-12	24-Jul-17	CARE AAA	Secured	
RCL F Series B NCD 243	3652	10.20%	10.40	31-Jul-12	31-Jul-22	CARE AAA	Secured	
RCL F Series B NCD 244	3652	10.20%	9.60	31-Jul-12	31-Jul-22	CARE AAA	Secured	
RCL F Series B NCD 245	3652	10.20%	2.00	31-Jul-12	31-Jul-22	CARE AAA	Secured	
RCL F Series B NCD 246	1826	10.25%	3.00	07-Aug-12	07-Aug-17	CARE AAA	Secured	
RCL F Series B NCD 247	1826	10.25%	1.00	07-Aug-12	07-Aug-17	CARE AAA	Secured	
RCL F Series B NCD 248	1826	10.25%	1.00	07-Aug-12	07-Aug-17	CARE AAA	Secured	
RCL F Series B NCD 250	3652	10.20%	10.00	08-Aug-12	08-Aug-22	CARE AAA	Secured	
RCL F Series B NCD 251	1826	10.00%	3.00	09-Aug-12	09-Aug-17	CARE AAA	Secured	
RCL F Series B NCD 252	3652	10.20%	50.00	17-Aug-12	17-Aug-22	CARE AAA	Secured	
RCL F Series B NCD 235	3652	9.90%	500.00	21-Aug-12	21-Aug-22	CARE AAA	Secured	
RCL F Series B NCD 253	3713	10.25%	40.00	31-Aug-12	31-Oct-22	CARE AAA	Secured	
RCL F Series B NCD 255	1826	10.15%	5.00	06-Sep-12	06-Sep-17	CARE AAA	Secured	
RCL F Series B NCD 257	1826	10.15%	50.00	21-Sep-12	21-Sep-17	CARE AAA	Secured	
RCL F Series B NCD 259	1826	10.20%	5.00	27-Sep-12	27-Sep-17	CARE AAA	Secured	
RCL F Series B NCD 260	3652	10.10%	10.00	28-Sep-12	28-Sep-22	CARE AAA	Secured	
RCL F Series B NCD 261	1824	10.15%	5.00	08-Oct-12	06-Oct-17	CARE AAA	Secured	
RCL F Series B NCD 262	1823	10.15%	5.00	09-Oct-12	06-Oct-17	CARE AAA	Secured	
RCL F Series B NCD 263	1824	10.00%	50.00	05-Nov-12	03-Nov-17	CARE AAA	Secured	
RCL F Series B NCD 264	1824	10.00%	40.00	05-Nov-12	03-Nov-17	CARE AAA	Secured	
RCL F Series B NCD 265	3652	9.95%	60.00	02-Nov-12	02-Nov-22	CARE AAA	Secured	

For Private Circulation Only

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotments	Redemption Date/ Schedule	Credit Rating	Secured	Security
RCL F Series B NCD 266	1826	9.86%	30.00	09-Nov-12	09-Nov-17	CARE AAA	Secured	
RCL F Series B NCD 270	3652	10.05%	5.00	13-Dec-12	13-Dec-22	CARE AAA	Secured	
RCL F Series B NCD 270	3652	10.05%	2.00	13-Dec-12	13-Dec-22	CARE AAA	Secured	
RCL F Series B NCD 271	1824	10.00%	5.00	17-Dec-12	15-Dec-17	CARE AAA	Secured	
RCL F Series B NCD 272	1826	10.00%	132.60	20-Dec-12	20-Dec-17	CARE AAA	Secured	
RCL F Series B NCD 273	1826	10.00%	10.00	28-Dec-12	28-Dec-17	CARE AAA	Secured	
RCL F Series B NCD 274	1095	9.85%	5.00	08-Jan-13	08-Jan-16	CARE AAA	Secured	
RCL F Series B NCD 275	3652	9.90%	75.00	24-Jan-13	24-Jan-23	CARE AAA	Secured	
RCL F Series B NCD 276	1826	9.85%	75.00	24-Jan-13	24-Jan-18	CARE AAA	Secured	
RCL F Series B NCD 278	3652	10.00%	10.00	31-Jan-13	31-Jan-23	CARE AAA	Secured	
RCL F Series B NCD 284	1095	9.75%	5.00	25-Feb-13	25-Feb-16	CARE AAA	Secured	
RCL F Series B NCD 286	1826	9.75%	15.00	18-Mar-13	18-Mar-18	CARE AAA	Secured	
RCL F Series B NCD 287	1095	9.75%	5.00	19-Mar-13	18-Mar-16	CARE AAA	Secured	
RCL F Series B NCD 285	3652	9.80%	500.00	22-Mar-13	22-Mar-23	CARE AAA	Secured	
RCL F Series B NCD 288	1826	9.45%	10.00	17-Apr-13	17-Apr-18	CARE AAA	Secured	
RCL F Series B NCD 289	1826	9.45%	10.00	23-Apr-13	23-Apr-18	CARE AAA	Secured	
RCL F Series B NCD 290	3652	9.40%	1,500.00	24-May-13	24-May-23	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 292	1826	9.30%	500.00	27-May-13	27-May-18	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 294	2557	10.35%	150.00	21-Aug-13	21-Aug-20	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 295	1826	10.30%	93.20	20-Dec-13	20-Dec-18	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 296	1096	10.25%	90.00	20-Dec-13	20-Dec-16	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 298	813	10.2112%	50.00	24-Feb-14	17-May-16	CARE AAA	Secured	
RCL F Series B NCD 299	1089	10.2566%	50.00	20-Mar-14	13-Mar-17	CARE AAA	Secured	
RCL F Series B NCD 300	3653	10.10%	1,070.00	22-Apr-14	22-Apr-24	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 301	3653	9.42%	40.00	04-Aug-14	04-Aug-24	CARE AAA	Secured	
RCL F Series B NCD 303	1826	9.75%	5.00	11-Sep-14	11-Sep-19	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 305-Type I	547	9.8670%	100.00	19-Sep-14	19-Mar-16	CARE AAA	Secured	
RCL F Series B NCD 306	1097	9.70%	25.00	24-Sep-14	25-Sep-17	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 307	1826	9.70%	15.00	16-Oct-14	16-Oct-19	CARE AAA/ BWR AAA	Secured	
RCL F Series B NCD 309	731	9.60%		21-Oct-14	21-Oct-16	CARE AAA	Secured	

For Private Circulation Only

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotments	Redemption Date/ Schedule	Credit Rating	Secured	Security
			5.00					
RCL F Series B NCD 310	1096	9.50%	10.00	31-Oct-14	31-Oct-17	CARE AAA	Secured	
RCL F Series B NCD 312	1236	9.60%	150.00	05-Nov-14	25-Mar-18	CARE AAA	Secured	
RCL F Series B NCD 313-Type II	780	9.40%	5.00	10-Nov-14	29-Dec-16	CARE AAA	Secured	
RCL F Series B NCD 314	3653	9.32%	20.00	20-Nov-14	20-Nov-24	CARE AAA	Secured	
RCL F Series B NCD 317	497	9.0371%	125.00	02-Dec-14	12-Apr-16	CARE AAA	Secured	
RCL F Series B NCD 318-Type I	494	9.0371%	100.00	05-Dec-14	12-Apr-16	CARE AAA	Secured	
RCL F Series B NCD 318-Type II	465	8.9420%	125.00	05-Dec-14	14-Mar-16	CARE AAA	Secured	
RCL F Series B NCD 319	459	0.00%	150.00	23-Jan-15	26-Apr-16	CARE AAA	Secured	
RCL F Series B NCD 320	395	8.8739%	62.00	02-Feb-15	03-Mar-16	CARE AAA	Secured	
RCL F Series B NCD 321	731	0.00%	50.00	10-Feb-15	10-Feb-17	CARE AAA	Secured	
RCL F Series B NCD 322	731	0.00%	200.00	09-Mar-15	09-Mar-17	CARE AAA	Secured	
RCL F Series B NCD 323 Type I	1138	0.00%	18.20	13-Mar-15	24-Apr-18	CARE AAA	Secured	
RCL F Series B NCD 323 Type II	1111	9.0531%	155.00	13-Mar-15	28-Mar-18	CARE AAA	Secured	
RCL F Series B NCD 324 Type I	721	0.00%	50.00	20-Mar-15	10-Mar-17	CARE AAA	Secured	
RCL F Series B NCD 324 Type II	731	0.00%	100.00	20-Mar-15	20-Mar-17	CARE AAA	Secured	
RCL F Series B NCD 325 Type I	736	0.00%	23.00	20-Apr-15	25-Apr-17	CARE AAA	Secured	
RCL F Series B NCD 325 Type II	532	0.00%	3.10	20-Apr-15	03-Oct-16	CARE AAA	Secured	
RCL F Series B NCD 326	928	0.00%	300.00	27-Apr-15	10-Nov-17	CARE AAA	Secured	
RCL F Series B NCD 327	538	0.00%	9.00	24-Jun-15	13-Dec-16	CARE AAA	Secured	
RCL F Series B NCD 328	1827	9.12%	15.00	29-Jun-15	29-Jun-20	CARE AAA	Secured	
RCL F Series B NCD 329	575	0.00%	4.30	02-Jul-15	27-Jan-17	CARE AAA	Secured	
RCL F Series B NCD 330	731	8.99%	25.00	08-Jul-15	08-Jul-17	CARE AAA	Secured	
RCL F Series B NCD 331	738	0.00%	13.00	10-Jul-15	17-Jul-17	CARE AAA	Secured	
RCL F Series B NCD 332	728	9.00%	25.00	31-Jul-15	28-Jul-17	CARE AAA	Secured	
RCL F Series B NCD 333	1094	9.00%	5.00	05-Aug-15	03-Aug-18	CARE AAA	Secured	
RCL F Series B NCD 334	1096	9.00%	25.00	13-Aug-15	13-Aug-18	CARE AAA	Secured	
RCL F Series B NCD 335	730	8.90%	25.00	25-Aug-15	24-Aug-17	CARE AAA	Secured	
RCL F Series B NCD 336-Type I	1157	8.80%	10.00	20-Oct-15	20-Dec-18	CARE AAA	Secured	
RCL F Series B NCD 336-Type II	1155	8.80%	10.00	20-Oct-15	18-Dec-18	CARE AAA	Secured	

For Private Circulation Only

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotments	Redemption Date/ Schedule	Credit Rating	Secured	Security
RCL F Series B NCD 337-Type I	515	0.00%	12.50	23-Oct-15	21-Mar-17	CARE AAA	Secured	
RCL F Series B NCD 337-Type II	1067	8.85%	150.00	23-Oct-15	24-Sep-18	CARE AAA	Secured	
RCL F Series B NCD 337-Type III	1067	8.85%	100.00	23-Oct-15	24-Sep-18	CARE AAA	Secured	
RCL F Series B NCD 338	1286	0.00%	5.00	28-Oct-15	06-May-19	CARE AAA	Secured	
RCL F Series B NCD 339	1827	8.75%	15.00	11-Dec-15	11-Dec-20	CARE AAA/ BWR AAA	Secured	

Note No.1

Security : First pari passu charge on present and future book debts / business receivables of the Company, as mentioned in the respective Debenture Trust Deeds.

(B) Index / Market Linked NCDs

Debt Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. cr.)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
A/19	1,221	Index Linked	1.05	31-Aug-12	04-Jan-16	Not Rated	Secured	Refer Note No. 1
A/15	1,221	Index Linked	8.07	31-Aug-12	04-Jan-16	Not Rated	Secured	
A/18	1,217	Index Linked	1.7	07-Sep-12	07-Jan-16	Not Rated	Secured	
B/47	1,221	Index Linked	1.65	07-Sep-12	11-Jan-16	CARE PP-MLD AAA	Secured	
A/16	1,222	Index Linked	1.95	14-Sep-12	19-Jan-16	Not Rated	Secured	
B/57	1,219	Index Linked	5.99	05-Oct-12	06-Feb-16	CARE PP-MLD AAA	Secured	
B/61	1,190	Index Linked	0.7	08-Oct-12	11-Jan-16	CARE PP-MLD AAA	Secured	
A/20	1,221	Index Linked	4.45	08-Oct-12	11-Feb-16	Not Rated	Secured	
A/24	1,223	Index Linked	1.5	17-Oct-12	22-Feb-16	Not Rated	Secured	
A/25	1,218	Index Linked	1.2	06-Nov-12	08-Mar-16	Not Rated	Secured	
A/29	1,224	Index Linked	1.25	05-Dec-12	12-Apr-16	Not Rated	Secured	
A/26	1,219	Index Linked	2.27	06-Dec-12	08-Apr-16	Not Rated	Secured	
A/28	1,218	Index Linked	2.92	07-Dec-12	08-Apr-16	Not Rated	Secured	
A/33	1,218	Index Linked	0.5	17-Dec-12	18-Apr-16	Not Rated	Secured	
B/81	1,187	Index Linked	2	28-Dec-12	29-Mar-16	CARE PP-MLD AAA	Secured	
A/36	1,215	Index Linked	1.2	03-Jan-13	02-May-16	Not Rated	Secured	
A/31	1,216	Index Linked	3.5	09-Jan-13	09-May-16	Not Rated	Secured	
A/30	1,213	Index Linked	6.8	10-Jan-13	07-May-16	Not Rated	Secured	
B/77	1,219	Index Linked	1	14-Jan-13	17-May-16	CARE PP-MLD AAA	Secured	
A/37	1,217	Index Linked	1	15-Jan-13	16-May-16	Not Rated	Secured	
A/40	1,273	Index Linked	4.48	22-Jan-13	18-Jul-16	Not Rated	Secured	
A/39	1,216	Index Linked	1.2	29-Jan-13	29-May-16	Not Rated	Secured	
A/41	1,214	Index Linked	1.45	07-Feb-13	05-Jun-16	Not Rated	Secured	
A/38	1,215	Index Linked	2.87	13-Feb-13	12-Jun-16	Not Rated	Secured	
A/46	1,213	Index Linked	9	26-Feb-13	23-Jun-16	Not Rated	Secured	
A/44	1,286	Index Linked	1.27	01-Mar-13	07-Sep-16	Not Rated	Secured	
A/45	1,215	Index Linked	1.85	15-Mar-13	12-Jul-16	Not Rated	Secured	
B/104	1,282	Index Linked	0.5	25-Mar-13	27-Sep-16	CARE PP-MLD AAA	Secured	
A/47	1,218	Index Linked	0.75	28-Mar-13	28-Jul-16	Not Rated	Secured	
B/105	1,219	Index Linked	7.8	03-Apr-13	04-Aug-16	CARE PP-MLD AAA	Secured	
B/112	1,216	Index Linked	7.1	03-Apr-13	01-Aug-16	CARE PP-MLD AAA	Secured	
A/48	1,218	Index Linked	0.65	10-Apr-13	10-Aug-16	Not Rated	Secured	
B/124	1,217	Index Linked	29.67	10-Apr-13	09-Aug-16	CARE PP-MLD AAA	Secured	
B/121	1,216	Index Linked	3.2	10-Apr-13	08-Aug-16	CARE PP-MLD AAA	Secured	
B/118	1,216	Index Linked	1.1	17-Apr-13	15-Aug-16	CARE PP-MLD AAA	Secured	
B/131	1,217	Index Linked	0.5	23-Apr-13	22-Aug-16	CARE PP-MLD AAA	Secured	
A/52	1,218	Index Linked	1.6	03-May-13	02-Sep-16	Not Rated	Secured	
B/138	1,214	Index Linked	15	06-May-13	01-Sep-16	CARE PP-MLD AAA	Secured	
B/142	1,214	Index Linked	10	06-May-13	01-Sep-16	CARE PP-MLD AAA	Secured	

Debt Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. cr.)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
A/50	1,187	Index Linked	1.7	06-May-13	05-Aug-16	Not Rated	Secured	
B/126	1,279	Index Linked	0.4	08-May-13	07-Nov-16	CARE PP-MLD AAA	Secured	
B/144	1,218	Index Linked	3.15	21-May-13	20-Sep-16	CARE PP-MLD AAA	Secured	
B/130	1,215	Index Linked	3.05	22-May-13	18-Sep-16	CARE PP-MLD AAA	Secured	
B/147	1,215	Index Linked	0.8	29-May-13	25-Sep-16	CARE PP-MLD AAA	Secured	
B/154	1,221	Index Linked	15	04-Jun-13	07-Oct-16	CARE PP-MLD AAA	Secured	
B/150	1,218	Index Linked	2.03	13-Jun-13	13-Oct-16	CARE PP-MLD AAA	Secured	
B/169 - Type I	1,220	Index Linked	1.95	19-Aug-13	21-Dec-16	CARE PP-MLD AAA	Secured	
B/169 - Type IV	1,913	Index Linked	2.05	19-Aug-13	14-Nov-18	CARE PP-MLD AAA	Secured	
B/168	1,281	Index Linked	3.6	06-Sep-13	10-Mar-17	CARE PP-MLD AAA	Secured	
B/175 - Type I	1,220	Index Linked	0.6	18-Sep-13	20-Jan-17	CARE PP-MLD AAA	Secured	
B/175 - Type II	1,281	Index Linked	1.05	18-Sep-13	22-Mar-17	CARE PP-MLD AAA	Secured	
B/175 - Type IV	1,220	Index Linked	1.45	18-Sep-13	20-Jan-17	CARE PP-MLD AAA	Secured	
B/180 - Type II	1,218	Index Linked	1.05	04-Oct-13	03-Feb-17	CARE PP-MLD AAA	Secured	
B/180 - Type III	1,281	Index Linked	0.5	04-Oct-13	07-Apr-17	CARE PP-MLD AAA	Secured	
B/176 - Type I	850	Index Linked	2.5	08-Oct-13	05-Feb-16	CARE PP-MLD AAA	Secured	
B/177	851	Index Linked	3.7	08-Oct-13	06-Feb-16	CARE PP-MLD AAA	Secured	
B/178	821	Index Linked	5.05	09-Oct-13	08-Jan-16	CARE PP-MLD AAA	Secured	
B/187A	1,218	Index Linked	6	14-Oct-13	13-Feb-17	Not Rated	Secured	
B/186 - Type I	823	Index Linked	4.3	07-Nov-13	08-Feb-16	CARE PP-MLD AAA	Secured	
B/186 - Type II	1,215	Index Linked	3.4	07-Nov-13	06-Mar-17	CARE PP-MLD AAA	Secured	
B/189 - Type I	1,183	Index Linked	1.05	07-Nov-13	02-Feb-17	CARE PP-MLD AAA	Secured	
B/188 - Type VII	1,275	Index Linked	0.75	07-Nov-13	05-May-17	CARE PP-MLD AAA	Secured	
B/188 - Type I	823	Index Linked	1.5	07-Nov-13	08-Feb-16	CARE PP-MLD AAA	Secured	
B/197	1,189	Index Linked	10	29-Nov-13	02-Mar-17	CARE PP-MLD AAA	Secured	
B/193	1,216	Index Linked	2	04-Dec-13	03-Apr-17	CARE PP-MLD AAA	Secured	
B/198 - Type I	1,220	Index Linked	1.5	06-Dec-13	09-Apr-17	CARE PP-MLD AAA	Secured	
B/191 - Type II	1,213	Index Linked	1	11-Dec-13	07-Apr-17	CARE PP-MLD AAA	Secured	
B/195	823	Index Linked	0.75	11-Dec-13	13-Mar-16	CARE PP-MLD AAA	Secured	
B/190 - Type I	1,220	Index Linked	4.25	10-Dec-13	13-Apr-17	CARE PP-MLD AAA	Secured	
B/194	824	Index Linked	1.75	11-Dec-13	14-Mar-16	CARE PP-MLD AAA	Secured	
B/191 - Type I	1,218	Index Linked	1	11-Dec-13	12-Apr-17	CARE PP-MLD AAA	Secured	
B/206 - Type I	1,189	Index Linked	1	17-Dec-13	20-Mar-17	CARE PP-MLD AAA	Secured	
B/206 - Type II	843	Index Linked	0.7	17-Dec-13	08-Apr-16	CARE PP-MLD AAA	Secured	
B/204	1,218	Index Linked	5.45	06-Jan-14	08-May-17	CARE PP-MLD AAA	Secured	
B/205	1,187	Index Linked	1.75	06-Jan-14	07-Apr-17	CARE PP-MLD AAA	Secured	
B/207	1,187	Index Linked	2.8	06-Jan-14	07-Apr-17	CARE PP-MLD AAA	Secured	
B/209 - Type II	843	Index Linked	0.7	03-Jan-14	25-Apr-16	CARE PP-MLD AAA	Secured	
B/216	819	Index Linked	10.05	28-Jan-14	26-Apr-16	CARE PP-MLD AAA	Secured	
B/214	1,220	Index Linked	5.85	05-Feb-14	09-Jun-17	CARE PP-MLD AAA	Secured	
B/213	1,188	Index Linked	1.5	10-Feb-14	13-May-17	CARE PP-MLD AAA	Secured	

For Private Circulation Only

Debt Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. cr.)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
B/217	733	Index Linked	1.95	12-Feb-14	15-Feb-16	CARE PP-MLD AAA	Secured	
B/215	1,222	Index Linked	2.7	14-Feb-14	20-Jun-17	CARE PP-MLD AAA	Secured	
B/227 - Type III	1,159	Index Linked	1	28-Feb-14	02-May-17	CARE PP-MLD AAA	Secured	
B/225 - Type I	1,220	Index Linked	2.25	05-Mar-14	07-Jul-17	CARE PP-MLD AAA	Secured	
B/220	1,220	Index Linked	1.5	06-Mar-14	08-Jul-17	CARE PP-MLD AAA	Secured	
B/229	1,132	Index Linked	1.6	05-Mar-14	10-Apr-17	CARE PP-MLD AAA	Secured	
B/224A - Type II	1,251	Index Linked	0.85	07-Mar-14	09-Aug-17	Not Rated	Secured	
B/219	1,188	Index Linked	2.7	12-Mar-14	12-Jun-17	CARE PP-MLD AAA	Secured	
B/221	823	Index Linked	2.3	14-Mar-14	14-Jun-16	CARE PP-MLD AAA	Secured	
B/237A	1,252	Index Linked	2.8	14-Mar-14	17-Aug-17	Not Rated	Secured	
B/238 - Type II	825	Index Linked	2	18-Mar-14	20-Jun-16	CARE PP-MLD AAA	Secured	
B/226	823	Stock Linked	3.8	24-Mar-14	24-Jun-16	CARE PP-MLD AAA	Secured	
B/240 - Type II	825	Index Linked	3.5	21-Mar-14	23-Jun-16	CARE PP-MLD AAA	Secured	
B/233 - Type II	823	Index Linked	1.5	28-Mar-14	28-Jun-16	CARE PP-MLD AAA	Secured	
B/243 - Type I	825	Index Linked	3.5	27-Mar-14	29-Jun-16	CARE PP-MLD AAA	Secured	
B/228	824	Index Linked	1.05	02-Apr-14	04-Jul-16	CARE PP-MLD AAA	Secured	
B/234A - Type II	1,278	Index Linked	0.6	04-Apr-14	03-Oct-17	Not Rated	Secured	
B/231 - Type I	642	Index Linked	2.35	04-Apr-14	06-Jan-16	CARE PP-MLD AAA	Secured	
B/242 - Type IV	1,218	Index Linked	0.95	04-Apr-14	04-Aug-17	CARE PP-MLD AAA	Secured	
B/232	1,188	Index Linked	5.85	04-Apr-14	05-Jul-17	CARE PP-MLD AAA	Secured	
B/235	1,221	Index Linked	3.05	04-Apr-14	07-Aug-17	CARE PP-MLD AAA	Secured	
B/242 - Type I	1,221	Index Linked	1.25	04-Apr-14	07-Aug-17	CARE PP-MLD AAA	Secured	
B/234A - Type I	1,188	Index Linked	1.7	04-Apr-14	05-Jul-17	Not Rated	Secured	
B/248 - Type I	823	Index Linked	5	24-Jul-14	24-Oct-16	CARE PP-MLD AAA	Secured	
B/248 - Type II	823	Index Linked	3.5	24-Jul-14	24-Oct-16	CARE PP-MLD AAA	Secured	
B/246A	640	Stock Linked	1.2	30-Jul-14	30-Apr-16	Not Rated	Secured	
B/247 - Type IV	1,277	Index Linked	1	01-Aug-14	29-Jan-18	CARE PP-MLD AAA	Secured	
B/253 - Type I	519	Index Linked	0.95	07-Aug-14	08-Jan-16	CARE PP-MLD AAA	Secured	
B/253 - Type II	824	Index Linked	1.85	07-Aug-14	08-Nov-16	CARE PP-MLD AAA	Secured	
B/253 - Type III	824	Index Linked	1.05	07-Aug-14	08-Nov-16	CARE PP-MLD AAA	Secured	
B/255	829	Index Linked	3.5	19-Aug-14	25-Nov-16	CARE PP-MLD AAA	Secured	
B/256 - Type I	824	Index Linked	2.1	22-Aug-14	23-Nov-16	CARE PP-MLD AAA	Secured	
B/259 - Type I	1,223	Index Linked	0.75	03-Sep-14	08-Jan-18	CARE PP-MLD AAA	Secured	
B/260 - Type I	550	Index Linked	0.95	05-Sep-14	08-Mar-16	CARE PP-MLD AAA	Secured	
B/260 - Type III	1,223	Index Linked	2.2	05-Sep-14	10-Jan-18	CARE PP-MLD AAA	Secured	
B/260 - Type IV	1,284	Index Linked	3.5	05-Sep-14	12-Mar-18	CARE PP-MLD AAA	Secured	
B/261A	1,251	Index Linked	1	06-Sep-14	08-Feb-18	Not Rated	Secured	
B/262 - Type I	1,220	Stock Linked	2.95	10-Sep-14	12-Jan-18	CARE PP-MLD AAA	Secured	
B/262 - Type II	824	Index Linked	1.65	10-Sep-14	12-Dec-16	CARE PP-MLD AAA	Secured	
B/262 - Type III	1,260	Index Linked	2.7	10-Sep-14	21-Feb-18	CARE PP-MLD AAA	Secured	
B/263 - Type V	849	Index Linked	0.95	17-Sep-14	13-Jan-17	CARE PP-MLD AAA	Secured	

For Private Circulation Only

Debt Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. cr.)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
B/264 - Type II	1,285	Index Linked	3.5	25-Sep-14	02-Apr-18	CARE PP-MLD AAA	Secured	
B/264 - Type III	1,288	Index Linked	1.5	25-Sep-14	05-Apr-18	CARE PP-MLD AAA	Secured	
B/264 - Type IV	736	Index Linked	12.95	25-Sep-14	30-Sep-16	CARE PP-MLD AAA	Secured	
B/265 - Type II	919	Index Linked	2.5	29-Sep-14	05-Apr-17	CARE PP-MLD AAA	Secured	
B/265 - Type IV	1,222	Index Linked	1	29-Sep-14	02-Feb-18	CARE PP-MLD AAA	Secured	
B/265 - Type V	611	Index Linked	2.55	29-Sep-14	01-Jun-16	CARE PP-MLD AAA	Secured	
B/265 - Type VII	825	Index Linked	0.5	29-Sep-14	01-Jan-17	CARE PP-MLD AAA	Secured	
B/266 - Type I	1,284	Index Linked	2	30-Sep-14	06-Apr-18	CARE PP-MLD AAA	Secured	
B/266 - Type II	549	Index Linked	1	30-Sep-14	01-Apr-16	CARE PP-MLD AAA	Secured	
B/268	457	Index Linked	1	08-Oct-14	08-Jan-16	CARE PP-MLD AAA	Secured	
B/269 - Type II	823	Index Linked	2.35	10-Oct-14	10-Jan-17	CARE PP-MLD AAA	Secured	
B/270 - Type IX	1,284	Index Linked	3.5	14-Oct-14	20-Apr-18	CARE PP-MLD AAA	Secured	
B/271A	1,224	Index Linked	2	15-Oct-14	20-Feb-18	Not Rated	Secured	
B/272 - Type II	1,284	Index Linked	3.5	17-Oct-14	23-Apr-18	CARE PP-MLD AAA	Secured	
B/273 - Type I	548	Index Linked	4.75	22-Oct-14	22-Apr-16	CARE PP-MLD AAA	Secured	
B/273 - Type II	642	Index Linked	3.25	22-Oct-14	25-Jul-16	CARE PP-MLD AAA	Secured	
B/273 - Type III	736	Index Linked	7.05	22-Oct-14	27-Oct-16	CARE PP-MLD AAA	Secured	
B/274 - Type I	1,224	Index Linked	1.75	28-Oct-14	05-Mar-18	CARE PP-MLD AAA	Secured	
B/274 - Type II	611	Index Linked	1	28-Oct-14	30-Jun-16	CARE PP-MLD AAA	Secured	
B/275	733	Index Linked	2	29-Oct-14	31-Oct-16	CARE PP-MLD AAA	Secured	
B/276 - Type I	915	Index Linked	1.05	01-Nov-14	04-May-17	CARE PP-MLD AAA	Secured	
B/277	916	Index Linked	1	11-Nov-14	15-May-17	CARE PP-MLD AAA	Secured	
B/278	742	Index Linked	3	14-Nov-14	25-Nov-16	CARE PP-MLD AAA	Secured	
B/279	917	Index Linked	1.75	24-Nov-14	29-May-17	CARE PP-MLD AAA	Secured	
B/280 - Type I	733	Index Linked	3.8	26-Nov-14	28-Nov-16	CARE PP-MLD AAA	Secured	
B/280 - Type II	460	Stock Linked	8	26-Nov-14	29-Feb-16	CARE PP-MLD AAA	Secured	
B/280 - Type III	427	Index Linked	1.5	26-Nov-14	27-Jan-16	CARE PP-MLD AAA	Secured	
B/281 - Type III	458	Index Linked	1.5	28-Nov-14	29-Feb-16	CARE PP-MLD AAA	Secured	
B/281 - Type IV	915	Index Linked	1.5	28-Nov-14	31-May-17	CARE PP-MLD AAA	Secured	
B/282 - Type III	733	Index Linked	0.75	04-Dec-14	06-Dec-16	CARE PP-MLD AAA	Secured	
B/283 - Type I	733	Index Linked	1	12-Dec-14	14-Dec-16	CARE PP-MLD AAA	Secured	
B/283 - Type II	1,222	Index Linked	3.5	12-Dec-14	17-Apr-18	CARE PP-MLD AAA	Secured	
B/283 - Type III	458	Index Linked	5	12-Dec-14	14-Mar-16	CARE PP-MLD AAA	Secured	
B/283 - Type IV	458	Index Linked	1.3	12-Dec-14	14-Mar-16	CARE PP-MLD AAA	Secured	
B/284A	397	Index Linked	28.3	17-Dec-14	18-Jan-16	Not Rated	Secured	
B/285 - Type I	1,221	Index Linked	1.05	26-Dec-14	30-Apr-18	CARE PP-MLD AAA	Secured	
B/286	916	Index Linked	1.2	30-Dec-14	03-Jul-17	CARE PP-MLD AAA	Secured	
B/287 - Type II	396	IRF Linked	4.5	12-Jan-15	12-Feb-16	CARE PP-MLD AAA	Secured	
B/287 - Type III	1,222	Index Linked	3.5	12-Jan-15	18-May-18	CARE PP-MLD AAA	Secured	
B/288 - Type I	399	IRF Linked	1.95	19-Jan-15	22-Feb-16	CARE PP-MLD AAA	Secured	
B/288 - Type II	458	Index Linked	0.75	19-Jan-15	21-Apr-16	CARE PP-MLD AAA	Secured	

For Private Circulation Only

Debt Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. cr.)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
B/288 - Type III	732	Index Linked	0.7	19-Jan-15	20-Jan-17	CARE PP-MLD AAA	Secured	
B/289 - Type I	397	IRF Linked	5	30-Jan-15	02-Mar-16	CARE PP-MLD AAA	Secured	
B/289 - Type II	1,222	Index Linked	1.5	30-Jan-15	05-Jun-18	CARE PP-MLD AAA	Secured	
B/289 - Type III	1,284	Index Linked	1	30-Jan-15	06-Aug-18	CARE PP-MLD AAA	Secured	
B/290 - Type I	1,224	Index Linked	1.3	11-Feb-15	19-Jun-18	CARE PP-MLD AAA	Secured	
B/290 - Type II	1,282	Index Linked	1.25	11-Feb-15	16-Aug-18	CARE PP-MLD AAA	Secured	
B/291	397	IRF Linked	3.1	18-Feb-15	21-Mar-16	CARE PP-MLD AAA	Secured	
B/292A - Type I	399	IRF Linked	2	23-Feb-15	28-Mar-16	Not Rated	Secured	
B/292A - Type II	1,222	Index Linked	3.35	23-Feb-15	29-Jun-18	Not Rated	Secured	
B/293	1,224	Index Linked	5.7	24-Feb-15	02-Jul-18	CARE PP-MLD AAA	Secured	
B/294A	399	IRF Linked	1	26-Feb-15	31-Mar-16	Not Rated	Secured	
B/295 - Type I	1,098	Index Linked	1	27-Feb-15	01-Mar-18	CARE PP-MLD AAA	Secured	
B/296	1,251	Index Linked	1.6	14-Mar-15	16-Aug-18	CARE PP-MLD AAA	Secured	
B/297	397	Index Linked	3.95	27-Mar-15	27-Apr-16	CARE PP-MLD AAA	Secured	
B/298	376	Index Linked	10	09-Apr-15	19-Apr-16	CARE PP-MLD AAA	Secured	
B/300	824	Index Linked	9.96	07-May-15	08-Aug-17	CARE PP-MLD AAA	Secured	
B/301	732	Index Linked	5.65	21-May-15	22-May-17	CARE PP-MLD AAA	Secured	
B/302 - Type I	732	Index Linked	1	01-Jun-15	02-Jun-17	CARE PP-MLD AAA	Secured	
B/302 - Type II	732	Index Linked	1.65	01-Jun-15	02-Jun-17	CARE PP-MLD AAA	Secured	
B/303	732	Index Linked	2	04-Jun-15	05-Jun-17	CARE PP-MLD AAA	Secured	
B/304 - Type I	732	Index Linked	1.8	05-Jun-15	06-Jun-17	CARE PP-MLD AAA	Secured	
B/304 - Type II	1,223	Index Linked	1.04	05-Jun-15	10-Oct-18	CARE PP-MLD AAA	Secured	
B/305A	396	Index Linked	10.27	18-Jun-15	18-Jul-16	Not Rated	Secured	
B/306	732	Index Linked	1	26-Jun-15	27-Jun-17	CARE PP-MLD AAA	Secured	
B/307	734	Index Linked	1.25	30-Jun-15	03-Jul-17	CARE PP-MLD AAA	Secured	
B/309A	396	Index Linked	5.55	07-Aug-15	06-Sep-16	Not Rated	Secured	
B/310A	398	Index Linked	2.73	11-Aug-15	12-Sep-16	Not Rated	Secured	
B/311A	1,278	Index Linked	1	10-Sep-15	11-Mar-19	Not Rated	Secured	
B/312A	396	Stock Linked	20	11-Sep-15	11-Oct-16	Not Rated	Secured	
B/313A	397	Stock Linked	16	16-Sep-15	17-Oct-16	Not Rated	Secured	
B/314 - Type I	733	Index Linked	1.72	18-Sep-15	20-Sep-17	CARE PP-MLD AAA	Secured	
B/314 - Type II	549	Index Linked	1.51	18-Sep-15	20-Mar-17	CARE PP-MLD AAA	Secured	
B/315 - Type I	456	Index Linked	15	24-Sep-15	23-Dec-16	CARE PP-MLD AAA	Secured	
B/315 - Type II	914	Index Linked	1	24-Sep-15	26-Mar-18	CARE PP-MLD AAA	Secured	
B/317	1,099	Index Linked	1.25	05-Oct-15	08-Oct-18	CARE PP-MLD AAA	Secured	
B/318A - Type I	1,280	Index Linked	0.85	09-Oct-15	11-Apr-19	Not Rated	Secured	
B/319	455	Index Linked	5	12-Oct-15	09-Jan-17	CARE PP-MLD AAA	Secured	
B/320A - Type I	1,280	Index Linked	0.7	29-Oct-15	01-May-19	Not Rated	Secured	
B/320A - Type II	1,280	Index Linked	1	29-Oct-15	01-May-19	Not Rated	Secured	
B/320A - Type III	1,280	Index Linked	1.5	29-Oct-15	01-May-19	Not Rated	Secured	
B/320A - Type IV	370	Index Linked	5.4	29-Oct-15	02-Nov-16	Not Rated	Secured	

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. cr.)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
B/321 - Type I	733	Index Linked	1.25	30-Oct-15	01-Nov-17	CARE PP-MLD AAA	Secured	
B/321 - Type III	733	Index Linked	1.5	30-Oct-15	01-Nov-17	CARE PP-MLD AAA	Secured	
B/324A	1,281	Index Linked	1.5	16-Nov-15	20-May-19	Not Rated	Secured	
B/325A	370	Index Linked	5.15	19-Nov-15	23-Nov-16	Not Rated	Secured	
B/326	1,099	Index Linked	1	20-Nov-15	23-Nov-18	CARE PP-MLD AAA	Secured	
B/327A	372	Index Linked	3	23-Nov-15	29-Nov-16	Not Rated	Secured	
B/328A - Type I	370	Index Linked	1.5	27-Nov-15	01-Dec-16	Not Rated	Secured	
B/328A - Type II	370	Index Linked	0.85	27-Nov-15	01-Dec-16	Not Rated	Secured	
B/329A - Type I	1,281	Index Linked	1	30-Nov-15	03-Jun-19	Not Rated	Secured	
B/329A - Type II	1,281	Index Linked	2.05	30-Nov-15	03-Jun-19	Not Rated	Secured	
B/329A - Type III	371	Index Linked	0.52	30-Nov-15	05-Dec-16	Not Rated	Secured	
B/329A - Type IV	371	Index Linked	5.11	30-Nov-15	05-Dec-16	Not Rated	Secured	
B/330 - Type I	734	Index Linked	1	03-Dec-15	06-Dec-17	CARE PP-MLD AAA	Secured	
B/331	1,099	Index Linked	1	14-Dec-15	17-Dec-18	CARE PP-MLD AAA	Secured	
B/332A - Type I	370	Index Linked	3.6	18-Dec-15	22-Dec-16	Not Rated	Secured	
B/332A - Type II	371	Index Linked	5.4	18-Dec-15	23-Dec-16	Not Rated	Secured	
B/334A	371	Index Linked	7.72	23-Dec-15	28-Dec-16	Not Rated	Secured	
B/335A - Type I	772	Index Linked	0.6	28-Dec-15	07-Feb-18	Not Rated	Secured	
B/335A - Type II	371	Index Linked	2	28-Dec-15	02-Jan-17	Not Rated	Secured	
B/335A - Type III	371	Index Linked	2	28-Dec-15	02-Jan-17	Not Rated	Secured	
B/335A - Type IV	371	Index Linked	2	28-Dec-15	02-Jan-17	Not Rated	Secured	
B/335A - Type V	371	Index Linked	2.3	28-Dec-15	02-Jan-17	Not Rated	Secured	
B/335A - Type VI	371	Index Linked	2.3	28-Dec-15	02-Jan-17	Not Rated	Secured	
B/335A - Type VIII	371	Index Linked	5	28-Dec-15	02-Jan-17	Not Rated	Secured	
B/335A - Type IX	371	Index Linked	7.5	28-Dec-15	02-Jan-17	Not Rated	Secured	
B/336	730	Index Linked	1.75	30-Dec-15	29-Dec-17	CARE PP-MLD AAA	Secured	

Note No.1

Security: First pari passu charge on present and future book debts / business receivables of the Company, as mentioned in the respective Debenture Trust Deeds.

Annexure X

List of Top 10 Debenture Holders as on December 31, 2015:

Sr. No.	Name of the Debenture holder(s)	Amount (Rs. in crore)
1	CBT EPF Funds	2500.00
2	Life Insurance Corporation Of India	2300.00
3	Hindustan Zinc Limited	600.00
4	Reliance Capital Trustee Co Ltd A/C	585.00
5	Coal Mines Provident Fund Organisation	422.80
6	General Insurance Corporation Of India	375.00
7	Reliance General Insurance Co Ltd	225.00
8	Enterprise India Fund	225.00
9	UTI India Credit Opportunities Fund Limited	155.00
10	India Lotus Fund	150.00

Annexure XI

The amount of corporate guarantee issued by the Issuer along with name of the counterparty (like name of the subsidiary, JV entity, group company, etc.) on behalf of whom it has been issued as on December 31, 2015:

Sr. No.	Name of Company	Outstanding Amount (in Rs. crore)
1	Reliance MediaWorks Limited	325.00
2	Cinema Ventures Private Limited	375.00
3	Reliance Broadcast Network Limited	629.02
4	Reliance Big Entertainment Private Limited	50.00
5	Business Broadcast News Private Limited	100.00
6	Business Broadcast News Holdings Limited	900.00
7	Global Wind Power Limited	200.14
8	Crest Logistics and Engineers Private Limited	500.00
9	Reliance Transport & Travels Private Limited	10.00
10	Reliance Capital Limited - Commercial Finance Division	246.54
	Total	3,335.70

Annexure XII

Details of Commercial Paper

The total Face Value of Commercial Papers outstanding as on the latest quarter end i.e. December 31, 2015.

Maturity Date	Amount Outstanding (Rs. in crore)
18-Jan-16	150.00
19-Jan-16	300.00
20-Jan-16	200.00
22-Jan-16	100.00
25-Jan-16	25.00
27-Jan-16	100.00
29-Jan-16	150.00
01-Feb-16	550.00
08-Feb-16	100.00
11-Feb-16	100.00
12-Feb-16	100.00
16-Feb-16	150.00
17-Feb-16	250.00
18-Feb-16	165.00
26-Feb-16	10.00
29-Feb-16	100.00
04-Mar-16	100.00
09-Mar-16	400.00
14-Mar-16	175.00
17-Mar-16	250.00
18-Mar-16	50.00
22-Mar-16	300.00
06-Apr-16	5.00
13-Apr-16	25.00
20-Apr-16	15.00
15-Jun-16	300.00
03-Aug-16	25.00
12-Aug-16	25.00
30-Aug-16	5.00

Annexure XIII

Details of rest of the borrowing (if any including hybrid debt like FCCB, Optionally Convertible Debentures / Preference Shares) as on December 31, 2015.

Tier II Debt as on December 31, 2015 as under:

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
RCL F Series T NCD - 01	4,383	10.50%	1.50	20-May-11	20-May-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 02	4,383	10.50%	1.00	20-May-11	20-May-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 03	4,383	10.50%	2.50	20-May-11	20-May-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 04	4,383	10.50%	5.00	20-May-11	20-May-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 05	2,558	10.50%	5.00	20-May-11	21-May-18	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 06	2,558	10.50%	5.00	20-May-11	21-May-18	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 07	4,383	10.50%	5.00	20-May-11	20-May-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 08	3,653	10.50%	3.50	14-Jul-11	14-Jul-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 09	3,653	10.50%	16.50	14-Jul-11	14-Jul-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 10	3,653	10.50%	0.70	14-Jul-11	14-Jul-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 11	3,653	10.50%	0.70	14-Jul-11	14-Jul-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 12	3,653	10.50%	3.60	14-Jul-11	14-Jul-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 13	3,653	10.75%	0.50	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 14	3,653	10.75%	2.00	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 15	3,653	10.75%	100.00	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 16	2,557	10.65%	2.00	12-Aug-11	12-Aug-18	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 17	3,653	10.75%	3.00	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 18	2,557	10.65%	5.00	12-Aug-11	12-Aug-18	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 19	2,557	10.65%	1.00	12-Aug-11	12-Aug-18	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 20	3,653	10.75%	15.00	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 21	3,653	10.75%	10.00	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 22	3,653	10.75%	10.00	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 23	3,653	10.75%	1.50	12-Aug-11	12-Aug-21	CARE AA+/ BWR AAA	Unsecured	NA

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
RCL F Series T NCD - 24	3,653	10.75%	100.00	30-Sep-11	30-Sep-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 25	3,653	10.75%	25.00	30-Sep-11	30-Sep-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 26	3,653	10.75%	25.00	30-Sep-11	30-Sep-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 27	3,653	10.75%	40.00	24-Oct-11	24-Oct-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 28	3,653	10.60%	20.00	26-Dec-11	26-Dec-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 29	3,653	10.75%	10.00	28-Dec-11	28-Dec-21	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 30	3,653	10.60%	10.00	02-Jan-12	02-Jan-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 31	3,653	10.75%	25.00	28-Feb-12	28-Feb-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 32	3,652	10.60%	15.00	05-Mar-12	05-Mar-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 33	3,637	10.60%	25.00	20-Mar-12	05-Mar-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 34	3,637	10.60%	10.00	20-Mar-12	05-Mar-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 35	3,652	10.60%	1.50	21-Mar-12	21-Mar-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 36	3,652	10.60%	1.50	21-Mar-12	21-Mar-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 37	3,652	10.60%	12.00	20-Apr-12	20-Apr-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 38	3,652	10.60%	13.00	20-Apr-12	20-Apr-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 39	3,652	10.60%	1.00	20-Apr-12	20-Apr-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 40	3,652	10.60%	25.00	25-May-12	25-May-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 41	3,652	10.50%	20.00	13-Jun-12	13-Jun-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 42	3,652	10.40%	40.00	29-Jun-12	29-Jun-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 43	3,652	10.40%	10.00	29-Jun-12	29-Jun-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 44	3,652	10.40%	300.00	27-Sep-12	27-Sep-22	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 45	3,650	9.95%	25.00	19-Mar-13	17-Mar-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 46	3,652	9.85%	45.00	28-Mar-13	28-Mar-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 47	3,652	9.50%	5.00	17-Apr-13	17-Apr-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 48	3,652	9.25%	6.00	25-Jun-13	25-Jun-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 49	3,652	10.19%	20.00	25-Nov-13	25-Nov-23	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 50	4,383	10.15%	8.00	09-Dec-13	09-Dec-25	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 51	3,652	10.19%	20.00	02-Jan-14	02-Jan-24	CARE AA+/ BWR AAA	Unsecured	NA

Debenture Series	Tenor / Period of Maturity (Days)	Coupon	Amount (Rs. in crore)	Date of Allotment	Redemption Date/ Schedule	Credit Rating	Secured / Unsecured	Security
RCL F Series T NCD - 52	3,652	10.19%	5.00	07-Jan-14	07-Jan-24	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 53	3,652	10.19%	110.00	13-Jan-14	13-Jan-24	CARE AA+/ BWR AAA	Unsecured	NA
RCL F Series T NCD - 54	3,653	9.65%	250.00	18-Mar-15	18-Mar-25	CARE AA+/ BWR AAA	Unsecured	NA

Annexure XIV

Details of Promoters of the Issuer:- Details of Promoter Holding in the Issuer as on the latest quarter end i.e. December 31, 2015

Sr. No.	Name of the shareholders	Total No. of Equity Shares	No. of shares in demat form	Total shareholding as % of total no of equity shares	No. of Shares Pledged	% of Shares pledged with respect to shares owned
1	Reliance Inceptum Private Limited	9 77 14 206	9 77 14 206	38.68	3 10 00 000	12.27*
2	Reliance Infrastructure Consulting & Engineers Private Limited	2 79 75 633	2 79 75 633	11.07	1 30 00 000	5.15*
3	Crest Logistics and Engineers Private Limited	32 50 000	32 50 000	1.29	NIL	NIL
4	Reliance Infrastructure Management Private Limited	7 00 000	7 00 000	0.28	NIL	NIL
5	Reliance Innoventures Private Limited	5 76 450	5 76 450	0.23	NIL	NIL
6	Kokila D. Ambani	5 45 157	5 45 157	0.22	NIL	NIL
7	Anil D. Ambani	2 73 891	2 73 891	0.11	NIL	NIL
8	Tina A. Ambani	2 63 474	2 63 474	0.10	NIL	NIL
9	Jaiamol A. Ambani	83 487	83 487	0.03	NIL	NIL
10	Jaianshul A. Ambani	5	5	0.00	NIL	NIL

* % of total paid-up share capital of the Company.

Annexure XV

Abridged version of Standalone Financial Information (like Profit & Loss Statement, Balance Sheet and Cash Flow statement) for at least last three years and auditor qualifications, if any.

Annexure XV – A

Balance Sheet as at March 31, 2015, March 31, 2014 and March 31, 2013

(Rs in Crore)

		As at March 31, 2015	As at March 31, 2014	As at March 31, 2013
I	EQUITY AND LIABILITIES			
1)	Shareholders' funds	12,583	11,634	11,512
2)	Non-current liabilities	14,262	12,258	12,452
3)	Current liabilities	8,857	12,623	9,593
	Total	35,702	36,515	33,557
II	ASSETS			
1)	Non-current assets	24,883	27,779	25,006
2)	Current assets	10,819	8,736	8,551
	Total	35,702	36,515	33,557

Statement of Profit and Loss for the year ended March 31, 2015, March 31, 2014 and March 31, 2013

(Rs. in Crore)

	2014-15	2013-14	2012-13
Total Revenue	3988	3,254	3,868
Total Expenses	3144	2,790	3,164
Profit before exceptional items and tax (A-B)	844	464	704
Exceptional items (net)	-	-	-
Profit before tax (C-D)	844	464	704
Tax Expenses (net)	87	55	42
Profit after tax (E-F)	757	409	662
Earning per equity share face value of Rs. 10 each fully paid up (basic/diluted)	30.77	16.67	26.95

Annexure XV – B

Cash flow statement for the year ended March 31, 2015, March 31, 2014 and March 31, 2013

(Rs. in Crore)

	2014-15	2013-14	2012-13
A. Cash flows from operating activities	(3994)	802	(1,770)
B. Cash flows from investing activities	2795	398	1,858
C. Cash flows from financing activities	162	(211)	(340)
Net increase / (decrease) in cash and cash equivalents (A + B + C)	(1037)	989	(348)
Cash and cash equivalents at the beginning of the year	1668	679	331
Cash and cash equivalents at the beginning of the year	631	1 668	679

There have been no audit qualifications in the last three years.

Except as mentioned in Note No. 47 of Standalone Financial Statement as at March 31, 2015, there have been no changes in accounting policies during the last three years, so there is no effect on the profits and the reserves of the Company.

Annexure XVI

Abridged version of Standalone Financial Information (like Profit & Loss statement, and Balance Sheet) and auditors qualifications, if any, for the quarter and nine months ended December 31, 2015

PART I(Rs. in crore except per share data)							
Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-15	30-Sep-15	31-Dec-14	31-Dec-15	31-Dec-14	31-Mar-15
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Income from operations	881	837	758	2 621	2 517	3 831
	(b) Other operating income	33	33	39	97	86	117
	Total income from operations	914	870	797	2 718	2 603	3 948
2	Expenses						
	(a) Cost of materials consumed	-	-	-	-	-	-
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods,work-in-progress and stock-in-trade	-	-	-	-	-	-
	(d) Employee benefits expense	42	51	38	133	139	194
	(e) Depreciation and amortisation expense	9	10	7	29	20	31
	(f) Professional fees	24	31	18	88	93	116
	(g) Provision for NPA and doubtful debts / Written off (Net)	(8)	38	27	70	114	308
	(h) Provision / (Reversal) for Diminution in the Value Investments / written off (net)	7	6	(6)	17	(3)	(55)
	(i) Other expenses	56	46	41	157	155	193
	Total expenses	130	182	125	494	518	787
3	Profit / (Loss) from Operations before other income, finance costs and exceptional items (1-2)	783	688	672	2 224	2 085	3 161
4	Other Income	8	30	8	50	22	40
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	791	718	680	2 274	2 107	3 201
6	Finance costs	576	570	584	1 713	1 795	2 357
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	216	148	96	560	312	844
8	Exceptional items	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before Tax (7-8)	216	148	96	560	312	844
10	Tax expense (Net)	48	40	20	110	36	87
11	Net Profit (+) / Loss (-) from ordinary activities after tax (9-10)	167	108	76	451	276	757
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	167	108	76	451	276	757
14	Paid-up equity share capital (Face value of Rs. 10 each)	253	253	244	253	244	253

PART I(Rs. in crore except per share data)							
Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-15	30-Sep-15	31-Dec-14	31-Dec-15	31-Dec-14	31-Mar-15
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year						12 330
16	Earnings Per Share of Rs. 10 each (not annualised)						
	i. Before extraordinary items						
	(a) Basic	6.63	4.30	3.09	17.85	11.23	30.77
	(b) Diluted	6.63	4.30	3.09	17.85	11.23	30.77
	ii. After extraordinary items						
	(a) Basic	6.63	4.30	3.09	17.85	11.23	30.77
	(b) Diluted	6.63	4.30	3.09	17.85	11.23	30.77

Standalone Statement of Assets and Liabilities

(Rs. in crore)

Sr. No.	Particulars	As at	As at
		September 30, 2015	March 31, 2015
		Unaudited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	253	253
	(b) Reserves and surplus	12 613	12 330
	Sub-total - Shareholders' funds	12 866	12 583
2	Non-Current Liabilities		
	(a) Long-term borrowings	13 369	14 101
	(b) Deferred tax liabilities (net)	-	-
	(c) Other Long-term liabilities	142	125
	(d) Long-Term provisions	45	36
	Sub-total - Non-current liabilities	13 556	14 262
3	Current Liabilities		
	(a) Short-term borrowings	4 873	3 772
	(b) Trade payables	1	17
	(c) Other current liabilities	5 088	4 784
	(d) Short-term provisions	53	284
	Sub-total - Current liabilities	10 015	8 857
	TOTAL - EQUITY AND LIABILITIES	36 437	35 702
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	273	214
	(b) Non-Current investments	11 342	11 381
	(c) Long-term loans and advances	14 870	11 945
	(d) Other non-current assets	1 511	1 343
	Sub-total - Non-current assets	27 996	24 883
2	Current assets		
	(a) Current investments	257	994
	(b) Trade receivables (** Rs.44 58 151;*Rs. 12 76 998)	**	*
	(c) Cash & Bank balances	502	731
	(d) Short-term loans and advances	6 925	8 694
	(e) Other current assets	757	400
	Sub-total - Current assets	8 441	10 819
	TOTAL - ASSETS	36 437	35 702

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Credit Rating Letter



CARE/HO/RL/2015-16/3049
Mr. Amit Bapna
Chief Financial Officer
Reliance Capital Limited
 570, Rectifier House,
 Naigaum Cross Road,
 Wadala (W), Mumbai - 400 001

January 4, 2016

Confidential

Dear Sir,

Credit rating for Long term Debt Programme

On a review of recent developments including operational and financial performance of your company for FY15 and H1FY16, our Rating Committee has reviewed the following rating:

Instrument	Amount (Rs. crore)	Outstanding Amount as on 30.11.2015 (Rs. Cr.)	Rating ¹	Remarks
Long term debt Programme	22,000 (Rupees Twenty Two Thousand Crore Only)	16,506.73 (Rupees Sixteen Thousand Five Hundred & Six Crore and Seventy Three Lakhs only)	CARE AAA (Triple A)	Reaffirmed

2. Refer **Annexure 1** for details of rated facilities.
3. The rationale for the rating will be communicated to you separately.
4. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.

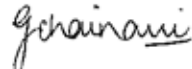
¹ Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

5. CARE reserves the right to suspend/withdraw/revise the rating assigned on the basis of new information or in the event of failure on the part of the company to furnish such information, material or clarifications as may be required by CARE. CARE shall also be entitled to publicize/disseminate such suspension / withdrawal / revision in the assigned rating in any manner considered appropriate by it, without reference to you.
6. CARE ratings do not take into account the sovereign risk, if any, attached to the foreign currency loans, and the ratings are applicable only to the rupee equivalent of these loans.
7. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
8. CARE ratings are **not** recommendations to buy, sell, or hold any securities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

Yours faithfully,



[Geeta Chainani]

Sr. Manager

geeta.chainani@careratings.com



[Anuj Jain]

A.G.M.

anuj.jain@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

Annexure 1
Details of Rated Facilities as on November 30, 2015

Borrowing Head	Long Term/ Short Term	Counterparty	Sanctioned Limit	O/s
Bank Term Loans	LT	Canara Bank	500.00	166.33
Bank Term Loans	LT	Bank of Baroda	500.00	166.33
Bank Term Loans	LT	Bank of Maharashtra	200.00	66.33
Bank Term Loans	LT	Punjab & Sind bank	60.00	20.00
Bank Term Loans	LT	Vijaya Bank	200.00	66.67
Bank Term Loans	LT	Canara Bank	300.00	100.00
Bank Term Loans	LT	State Bank of Patiala	300.00	100.00
Bank Term Loans	LT	Central Bank of India	100.00	33.33
Bank Term Loans	LT	Central Bank of India	400.00	133.33
Bank Term Loans	LT	UCO Bank	300.00	200.00
Bank Term Loans	LT	Karnataka Bank	100.00	66.67
Bank Term Loans	LT	State Bank of Hyderabad	225.00	150.00
Bank Term Loans	LT	Karnataka Bank	50.00	50.00
Bank Term Loans	LT	UCO Bank	100.00	33.33
Bank Term Loans	LT	Bank of Baroda	300.00	300.00
Bank Term Loans	LT	Credit Suisse AG	100.00	100.00
Bank Term Loans	LT	Syndicate Bank	350.00	350.00
Bank Term Loans	LT	Karnataka Bank	150.00	150.00
Bank Term Loans	LT	Bank of Baroda	300.00	300.00
Bank Term Loans	LT	Syndicate Bank	150.00	120.00
Bank Term Loans	LT	United Bank Of India	70.00	56.00
Bank Term Loans	LT	Industrial and Commercial Bank of China	50.00	50.00
Bank Term Loans	LT	Syndicate Bank	200.00	175.00
Bank Term Loans	LT	Andhra bank	600.00	600.00
Bank Term Loans	LT	Bank of Maharashtra	230.00	230.00
Bank Term Loans	LT	Punjab & Sind Bank (200 Cr)	50.00	50.00
Bank Term Loans	LT	Punjab & Sind Bank (200 Cr)	50.00	50.00
Bank Term Loans	LT	Punjab & Sind Bank (200 Cr)	50.00	50.00
Bank Term Loans	LT	Punjab National Bank (500 Cr)	100.00	100.00
Bank Term Loans	LT	Punjab National Bank (500 Cr)	250.00	250.00
Bank Term Loans	LT	Vijaya Bank (150 Cr)	50.00	50.00
Bank Term Loans	LT	Punjab National Bank (500 Cr)	150.00	150.00
Bank Term Loans	LT	Vijaya Bank (150 Cr)	100.00	100.00
Bank Term Loans	LT	Punjab & Sind Bank (200 Cr)	50.00	50.00
Bank Term Loans	ST	United Overseas Bank	70.00	70.00
Bank Term Loans	WCDL	Central Bank of India (500)	300.00	300.00
Bank Term Loans	ST	HDFC Bank	160.00	160.00
Bank Term Loans	ST	HDFC Bank	150.00	150.00
Bank Term Loans	WCDL	Central Bank of India (500)	200.00	200.00
Bank Term Loans	LT	United Bank Of India	200.00	200.00
Bank Term Loans	WCDL	Bank of Bahrain & Kuwait	40.00	40.00

Page 3 of 4

CREDIT ANALYSIS & RESEARCH LTD.

CORPORATE OFFICE: 4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (E), Mumbai 400 022.
Tel.: +91-22-6754 3456; Fax: +91-22-6754 3457 | Email: care@careratings.com | www.careratings.com

Borrowing Head	Long Term/ Short Term	Counterparty	Sanctioned Limit	O/s
Bank Term Loans	WCDL	Bank of Bahrain & Kuwait	15.00	15.00
Bank Term Loans	LT	Bank of India	200.00	200.00
Bank Term Loans	LT	Indian Overseas Bank	500.00	500.00
Bank Cash Credit	CC	Bank of India	200.00	167.00
Bank Cash Credit	OD	HDFC Bank	40.00	-
Bank Cash Credit	CC	Axis Bank	50.00	-
Bank Cash Credit	CC	Corporation Bank	250.00	240.00
Bank Cash Credit	CC	Indian Overseas Bank	200.00	135.00
Bank Cash Credit	CC	State Bank of Patiala	150.00	-
Bank Cash Credit	CC	Uco Bank	200.00	90.00
Long term bank term loans			5533.33	
Working capital facilities			1645.00	
Outstanding NCDs			9328.40	

9



No. CARE/HO/RL/2015-16/3457
 Mr. Amit Bapna
 Chief Financial Officer
 Reliance Capital Limited
 570, Rectifier House,
 Naigaum Cross Road,
 Wadala (W), Mumbai - 400 001

February 05, 2016

Confidential

Dear Sir,

Credit rating for long term debt programme

Please refer to our rating letter dated January 04, 2016 and your request for revalidation of the rating assigned to long term debt programme.

2. The following rating has been reviewed:

Instrument	Rated amount (Rs. crore)	Rating ¹	Remarks
Long term debt programme	22,000 (Rupees Twenty two thousand crore only)	CARE AAA (Triple A)	Reaffirmed

3. Refer Annexure 1 for details of rated facilities.
4. Please arrange to get the rating revalidated, in case the proposed issue is not made within six months from the date of this letter.
5. Please inform us the details of issue [date of issue, name of investor, amount issued, interest rate, date of maturity, etc.] as soon as it has been placed.
6. CARE reserves the right to undertake a surveillance/review of the rating from time to time, based on circumstances warranting such review, subject to at least one such review/surveillance every year.
7. CARE reserves the right to suspend / withdraw / revise the rating assigned on the basis of new information or in the event of failure on the part of the company to furnish such

¹Complete definitions of the ratings assigned are available at www.careratings.com and in other CARE publications.

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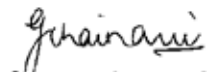
information, material and clarifications as may be required by CARE. CARE shall also be entitled to publicize / disseminate such suspension / withdrawal / revision in the assigned rating in any manner considered appropriate by it, without any reference to you.

8. Users of this rating may kindly refer our website www.careratings.com for latest update on the outstanding rating.
9. CARE ratings are not recommendations to buy, sell, or hold any securities.

If you need any clarification, you are welcome to approach us in this regard.

Thanking you,

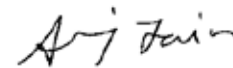
Yours faithfully,



[Geeta Chainani]

Senior Manager

geeta.chainani@careratings.com



[Anuj Jain]

A.G.M.

anuj.jain@careratings.com

Encl.: As above

Disclaimer

CARE's ratings are opinions on credit quality and are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. CARE has based its ratings on information obtained from sources believed by it to be accurate and reliable. CARE does not, however, guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by CARE have paid a credit rating fee, based on the amount and type of bank facilities/instruments.

In case of partnership/proprietary concerns, the rating assigned by CARE is based on the capital deployed by the partners/proprietor and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor in addition to the financial performance and other relevant factors.

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Annexure I

Details of rated facilities/ instruments as on January 31, 2016

Facilities/ instruments	Amt. (Rs. Crore)
Outstanding long term bank loans	5,515.67
Sanctioned working capital limits	1,590.00
Outstanding NCDs	9144.40
Proposed long term debt	5,749.93
Total Long term debt	22,000.00

9

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Letter from the Debenture Trustee

Ref. No.: 4145

December 11, 2014

Reliance Capital Limited (Company)
570, Rectifier House,
Naigum Cross Road, Next to Royal Industrial Estate,
Wadala, Mumbai - 400 031



Kind Attention: Mr. V. R. Mohan

Sub : Consent to act as Debenture Trustee for the proposed Issue of Secured Non Convertible Debentures (NCDs) aggregating to Rs. 5000 crores to be issued by the Company on private placement basis from time to time

Dear Sir,

This is with reference to our discussion regarding appointment of IL&FS Trust Company Limited (ITCL) as Debenture Trustee for the proposed Issue of Secured NCDs aggregating to Rs. 5000 crores to be issued by the Company on private placement basis from time to time under the respective Shelf Disclosure Document / Information Memorandum. In this regard, we do hereby give our consent to act as the Debenture Trustee subject to the Company agreeing to the following conditions

1. The Company agrees and undertakes to comply with terms as detailed in the Debenture Trust Deed (DTD) dated December 10, 2014
2. The Company agrees & undertakes to pay Debenture Trustees so long as they hold the office of the Debenture Trustee, remuneration as stated in appointment letter dated November 20, 2014 for the services as Debenture Trustee in addition to all legal, travelling and other costs, charges and expenses which the Debenture Trustee or their officers, employees or agents may incur in relation to execution of the Debenture Trust Deed and all other documents affecting the Security till the monies in respect of the Debentures have been fully paid-off and the requisite formalities for satisfaction of charge in all respects, have been complied with
3. The Company shall comply with the provisions of SEBI (Debenture Trustees) Regulations, 1993, SEBI (Issue and Listing of Debt Securities) Regulations, 2008, SEBI Circular No. SEBI/IMD/DOF-1/Bond/2009/11/05 dated 11/05/2009 on Simplified Listing Agreement for Debt Securities read with the SEBI Circular No. SEBI/IMD/DOF-1/BOND/Cir-5/2009 dated the 26th November, 2009, the Companies Act, 2013 and other applicable provisions as amended from time to time and agrees to furnish to Trustees such information in terms of the same on regular basis

Sincerely,
For IL&FS Trust Company Limited

Authorized Signatory



Regd. Office : IL&FS Financial Centre, Plot No. C - 22, G Block, 5th Floor, Bandra Kurla Complex, Bandra (East), Mumbai - 400051, INDIA
Bangalore Office : IL&FS Trust Company Ltd., AL-Latheef, 1st Floor, No. 2 Union Street, Off Infantry Road, Bangalore - 560001, INDIA
New Delhi Office : IL&FS Trust Company Ltd., A-268, 1st Floor, Bhishm Pitahamah Marg, Defence Colony, New Delhi - 110024, INDIA
Kolkata Office : IL&FS Trust Company Ltd., IL&FS Constantia, 3rd Floor, 11 Dr. U. N. Bramachari Street, Kolkata - 700017, INDIA
Corporate Identity Number (CIN) : U66020MH1995PLC095507

www.itclindia.com

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Annexure 3

Shareholders Resolution dated July 9, 2014

Certified true copy of the resolution alongwith the statement passed by the Members of Reliance Capital Limited through postal ballot on July 9, 2014.

“RESOLVED THAT in supersession to the ordinary resolution passed by the Shareholders on September 16, 2008, the Board of Directors of the Company (hereinafter referred to as ‘the Board’ which term shall be deemed to include any Committee which the Board may constitute to exercise its powers, including the powers conferred by this Resolution) be and is hereby authorised, in accordance with Section 180(1)(c) and all other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), read with the rules made thereunder, as may be amended from time to time (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and provisions of the Articles of Association of the Company, to borrow any sum or sums of money, in Indian Rupees and/ or in any foreign currency from time to time, at their discretion, for the purpose of the business of the Company, which together with the monies already borrowed by the Company (apart from temporary loans obtained from the Company’s Bankers in the ordinary course of business) may exceed at any time, the aggregate of the paid up capital of the Company and its free reserves (that is to say reserves not set apart for any specific purpose) by a sum not exceeding five times of the then paid up capital of the Company and its free reserves and that the Board be and is hereby empowered and authorised to arrange or fix the terms and conditions of all such monies to be borrowed from time to time as to interest, repayment security or otherwise as they may think fit.

RESOLVED FURTHER THAT the Board of Directors of the Company (including any Committee duly constituted by the Board of Directors or any authority as approved by the Board of Directors) be and is hereby authorized to do and execute all such acts, deeds and things as may be necessary for giving effect to the above resolution.”

Statement pursuant to Section 102 of the Companies Act, 2013:

The Board of Directors of a Company shall not, except with the consent of Company by Special Resolution borrow money together with the money already borrowed, if any (apart from temporary loans obtained from the Company’s bankers in the ordinary course of business), exceeding the aggregate of the paid up capital and its free reserves as per the provisions of Section 180(1)(c) of the Companies Act, 2013 (“the Act”) and its rules thereunder.

The Members by way of an Ordinary Resolution at the Annual General Meeting held on September 16, 2008 had, *inter alia*, authorised the Board to borrow upto five times of the aggregate of the then paid up capital of the Company and its free reserves.

The borrowings of the Company are in general required to be secured by suitable mortgage or charge on all or any of the movable or immovable properties of the Company, in such form, manner and ranking as may be determined by the Board of Directors of the Company from time to time, in consultation with the lender(s).

The Members by way of an Ordinary Resolution at the Annual General Meeting held on December 30, 1994 had, *inter alia*, authorised the Board to secure its borrowing by mortgage / charge on any of the movable and/or immovable properties and/or the whole or any part of the undertaking(s) of the Company.

The provisions of the Companies Act, 2013 and its rules thereunder, require the Company to seek the approval of the Members by way of Special Resolution, to borrow money from time to time for its business activities, through issue of debentures, bank borrowings, etc. and to secure such borrowings by mortgage / charge on any of the movable and/or immovable properties and/or the whole or any part of the undertaking(s) of the Company.

The Board of Directors accordingly recommend the Special Resolutions set out at Item Nos. 4 and 5 of the accompanying Notice for the approval of the Members.

None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested in the said resolution, except to the extent of their equity holdings in the Company.

Certified to be true

For **Reliance Capital Limited**

Sd/-

V. R. Mohan

President & Company Secretary

Annexure 4

Shareholders Resolution dated September 30, 2015**Certified true copy of the resolution alongwith the statement passed at the Annual General Meeting of the Members of Reliance Capital Limited held on September 30, 2015.**

“RESOLVED THAT pursuant to the provisions of Sections 42, 71 and all other applicable provisions, if any, of the Companies Act, 2013 (the “Act”) (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) read with the rules made thereunder, as may be amended from time to time, and pursuant to the provisions of Securities and Exchange board of India (SEBI) (Issue and Listing of Debt Securities) Regulations, 2008, as amended, and other applicable SEBI regulations and guidelines, the provisions of the Memorandum and Articles of Association of the Company and subject to such other applicable laws, rules and regulations and guidelines, approval of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee which the Board may constitute to exercise its powers, including the powers conferred by this Resolution) for making offer(s) or invitation(s) to subscribe to Secured/ Unsecured / Redeemable Non-Convertible Debentures (NCDs) including but not limited to subordinated Debentures, bond, and/or other debt securities, etc., on a private placement basis, in one or more tranches, within the overall borrowing limits of the Company, as may be approved by the Members from time to time.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board/Committee be and is hereby authorised to determine the terms of issue including the class of investors to whom NCDs are to be issued, time, securities to be offered, the number of NCDs, tranches, issue price, tenor, interest rate, premium / discount, listing and to do all such acts and things and deal with all such matters and take all such steps as may be necessary and to sign and execute any deeds/documents/ undertakings/ agreements/ papers/ writings, as may be required in this regard.”

Statement pursuant to Section 102 of the Companies Act, 2013:

As per the provisions of Section 42 of the Companies Act, 2013 (the “Act”) and its rules thereunder, a Company offering or making an invitation to subscribe to redeemable secured / unsecured non-convertible debentures (NCD's) on a private placement basis is required to obtain the prior approval of the Members by way of a Special Resolution. Such approval by a Special Resolution can be obtained once a year for all the offers and invitations for such NCD's to be made during the year.

NCD's including subordinated debentures, bonds, etc., issued on a private placement basis constitute a significant source of borrowings for the Company.

It is proposed to offer or invite subscriptions for NCD's including subordinated debentures, bonds, and/or other debt securities, etc., on private placement basis, in one or more tranches, within the overall borrowing limits of the Company, as may be approved by the Members from time to time, with authority to the Board to determine the terms and conditions, including the issue price of the NCD's, interest, repayment, security or otherwise, as it may deem expedient and to do all such acts, deeds, matters and things in connection therewith and incidental thereto as the Board in its absolute discretion deems fit, without being required to seek any further consent or approval of the Members or otherwise to the end and intent that they shall be deemed to have given their approval thereto expressly by the authority of the Resolution. Accordingly, the

approval of the members is being sought by way of a Special Resolution under Section 42 and other applicable provisions, if any, of the Act and its rules thereunder as set out in Item No. 8 appended to this notice.

None of the Directors, Key Managerial Personnel and their relatives is concerned or interested, financially or otherwise, in this resolution.

The Board accordingly recommends the Special Resolution set out at Item No. 8 of the accompanying Notice for the approval of the Members.

Certified to be true

For **Reliance Capital Limited**

Sd/-

V. R. Mohan

President & Company Secretary

Annexure 5

Board Resolution dated August 14, 2015**Certified true copy of the resolution passed by the Board of Directors of Reliance Capital Limited at their meeting held on August 14, 2015.**

“RESOLVED THAT in supersession of the resolution passed by the Board of Directors at their meeting held on February 12, 2015 and in accordance with and subject to the provisions of the Articles of Association of the Company, and in supersession of the earlier resolutions, the Company do borrow monies by issuing from time to time, Secured Redeemable Non Convertible Debentures (“Debentures”) including Market Linked Debentures (MLDs) upto an outstanding amount of Rs.15,000 Crore (Rupees fifteen thousand crore) at any point of time, on Private Placement basis, on the terms and conditions to be mutually agreed upon with the respective allottees.

RESOLVED FURTHER THAT necessary entries be made in the Register of Debentureholders and that Letter(s) of Allotment be issued to the allottee(s) and the same be signed severally by Shri Soumen Ghosh, Executive Director & Group CEO, Shri V. R. Mohan, President & Company Secretary and Shri Amit Bapna, Chief Financial Officer of the Company.

RESOLVED FURTHER THAT the said Debentures be credited in demat form and necessary application(s) be made to National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL), the Depositories to hold the debentures in demat form and Shri Soumen Ghosh, Executive Director & Group CEO, Shri V. R. Mohan, President & Company Secretary and Shri Amit Bapna, Chief Financial Officer of the Company, be and are hereby severally authorised to take necessary steps to induct the said Debentures into the Depository System.

RESOLVED FURTHER THAT applications, if required, be made to the National Stock Exchange of India Limited and/or the BSE Limited for seeking permission to deal in and for official quotation of the said Debentures and that Shri Soumen Ghosh, Executive Director & Group CEO, Shri V. R. Mohan, President & Company Secretary and Shri Amit Bapna, Chief Financial Officer of the Company, be and are hereby severally authorised to sign application forms/other documents and comply with all other formalities and requirements as may required by the Stock Exchange(s) in connection with the said enlistment and that the Common Seal of the Company be affixed, if necessary, in terms of the Articles of Association of the Company.

RESOLVED FURTHER THAT Shri Soumen Ghosh, Executive Director & Group CEO, Shri V. R. Mohan, President & Company Secretary and Shri Amit Bapna, Chief Financial Officer of the Company be and is hereby authorised to create mortgage/charge on all or any of the movable/immovable properties of the Company, for securing the said Debentures, as may be deemed necessary and appoint Trustees and finalise and settle various documents in consultation with the subscribers / holders / trustees / solicitors of the Company, and to do all such acts and things and deal with all such matters and take all such steps as may be necessary to give effect to this resolution including to delegate authorities to executives of the Company/others to take steps to create security and to sign and execute any deeds / documents / agreements / papers / writings, as may be required in this regard under the Common Seal of the Company or otherwise.”

Certified to be true
For **Reliance Capital Limited**

Sd/-
V. R. Mohan
President & Company Secretary

For Private Circulation Only

Annexure 6

Board Resolution dated January 21, 2016

Certified true copy of the resolution passed by the Board of Directors of Reliance Capital Limited at their meeting held on January 21, 2016.

“RESOLVED THAT in terms of the provisions of Reserve Bank of India circular DNBS (PD) CC No.330/03.10.001/2012-13 dated June 27, 2013 the approval of the Board be and is hereby granted for issue of Private Placement Document / Information Memorandum / Shelf Disclosure Document for private placement of Secured Non Convertible Debentures within the overall borrowing powers of the Board of Directors of the Company.

RESOLVED FURTHER THAT the Board do note that the Non Convertible Debentures issued / to be issued by the Company is to raise resources to meet the ongoing funding requirements for the Company's business activities, for general corporate purposes and refinancing of the existing debt obligations of the Company.

RESOLVED FURTHER THAT Shri Amitabh Jhunjunwala, Vice Chairman, Shri Soumen Ghosh, Executive Director & Group CEO, Shri V. R. Mohan, President & Company Secretary, Shri Amit Bapna, Chief Financial Officer of the Company be and are hereby severally authorised to do all such acts and things and deal with all such matters and take all such steps as may be necessary to give effect to this resolution and to sign and execute any deeds/documents/ agreements/ papers/writings, as may be required in this regard under the Common Seal of the Company or otherwise.”

Certified true copy

For **Reliance Capital Limited**

Sd/-

V. R. Mohan

President & Company Secretary

Annexure 7

The Standalone and Consolidated financials for the year ended March 31, 2015, March 31, 2014 and March 31, 2013.

Reliance Capital Limited

**Annual Accounts
2012-13**

Independent Auditor's Report

To
The Members,
Reliance Capital Limited
Report on the Financial Statements

We have audited the accompanying financial statements of Reliance Capital Limited ('the Company'), which comprise the balance sheet as at 31 March 2013, 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 Financial Statements

The Company's management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, the financial performance and the cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ('the Act'). This responsibility includes the design, implementation and maintenance of internal control 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 financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 control relevant to the Company's preparation and fair presentation of the financial statements 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 management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- (a) in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2013;
- (b) in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- (c) in the case of the cash flow statement, of the cash flows for the year ended on that date.

Emphasis of Matter

We draw your attention to Note 29(I) of the financial statements regarding accounting treatment prescribed in the Scheme of Amalgamation approved by the Honourable High Court of Bombay on March 22, 2013 ('the Scheme'), pursuant to which, Emerging Money Mall Limited and Reliance Equities International Private Limited (the 'transferor companies') has been amalgamated with the Company with an appointed date of March 31, 2013. Pursuant to the above Scheme, all assets and

liabilities of the transferor companies have been recorded in the books of the Company at their respective fair values and the net excess arising on transfer of assets & liabilities of the transferor companies of ₹ 915 crore is credited to the Capital Reserve. According to the aforesaid Scheme, the total investment in the equity shares and the preference shares of the transferor companies amounting to ₹ 680 crore has been written-off in the statement of profit and loss in preference to cancelling the said investments.

The board of directors of the Company has identified such amount of ₹ 680 crore as an exceptional item and has withdrawn an equivalent amount from general reserve and credited in the statement of profit and loss as permitted by an earlier Scheme of Amalgamation approved by the Honourable High Court of Bombay on April 29, 2011 ("the 2011 Scheme") of Reliance Commercial Finance Private Limited which permits the Company to adjust losses/write-off identified by the board of directors as exceptional items against the General Reserve of the Company.

Had both the Schemes mentioned above, not prescribed the above accounting treatment, the withdrawal of equivalent amount from the general reserve would have not been done. The above accounting treatment has no impact on profit before tax for the year. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditors' Report) Order, 2003 ('the Order'), as amended by 'the Companies (Auditors' Report) (Amendment) Order, 2004', issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.

As required by section 227(3) of the Act, we report that:

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. the balance sheet, 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 balance sheet, the statement of profit and loss and the cash flow statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
- e. on the basis of written representations received from the directors as on 31 March 2013, and taken on record by the board of directors, none of the directors is disqualified as on 31 March 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

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

For **B S R & Co.**
 Chartered Accountants
 Firm Reg. No: 101248W

Vijay Napawaliya
 Partner
 Membership No: 109859

Manoj Kumar Vijai
 Partner
 Membership No: 046882

Mumbai
 Dated: May 16, 2013

Mumbai
 Dated: May 16, 2013

Annexure to the Independent Auditor's Report

(Referred to in our report of even date)

- (i) In respect of its fixed assets:
- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The Company has a program of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) As per information and explanations given to us, during the year, the Company has not disposed off any substantial part of fixed assets that would affect the going concern.
- (ii) The Company is a service company, primarily engaged in lending and investing activities. Accordingly, it does not hold any physical inventories. Thus, paragraph 4 (ii) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has neither granted nor taken any loan secured/unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, provisions of clauses (iii) (a) to (iii) (g) of paragraph 4 of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and with regard to sale of services. In our opinion and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control system.
- (v) According to the information and explanations given to us, there are no contracts or arrangements referred to in section 301 of the Companies Act, 1956 that need to be entered in the register required to be maintained under that section. Accordingly, clause (v) of the Order is not applicable to the Company.
- (vi) The Company has not accepted deposits from public hence directives issued by the Reserve Bank of India and the provisions of Section 58A and 58 AA or any other relevant provisions of the Act, and rules framed there under are not applicable for the year under audit.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) According to the information and explanations given to us, The Central Government has not prescribed maintenance of cost records under Section 209(1) (d) of the Act, in respect of activities carried on by the Company. Hence the provisions of clause 4 (viii) of the Order is not applicable to the Company.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records, of the Company, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Income-tax, Sales-tax, Wealth tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, except in the case of Professional Tax there were a few delays in payment of the said dues. According to the information and explanations given to us, there are no undisputed amounts payable outstanding as at 31 March 2013 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no such statutory dues, which have not been deposited on account of any dispute, except in respect of sales tax under Gujarat Sales Tax Act, 1969 of ₹ 4,75,916 for the period 2001-02 which is pending before the Gujarat Sales Tax Tribunal, Ahmedabad and sales tax under Madhya Pradesh General Sales Tax Act, 1958 of ₹ 4,30,472 for the period 1996-97 which is pending before Appellate Deputy Commissioner of the Commercial Tax, Indore Division - I .
- (x) The Company neither has accumulated losses nor has it incurred any cash losses during the current financial year and in the immediately preceding financial year.
- (xi) Based on our audit procedures and the information and explanations given by management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, banks or debenture holders.
- (xii) In our opinion and according to the information and explanations given to us, adequate documents and records have been maintained by the Company in respect of loans and advances granted on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund, a nidhi or a mutual benefit society. Therefore, the provisions of clause 4 (xiii) of the Order is not applicable to the Company.
- (xiv) The Company has maintained proper records of transactions and contracts in respect of trading in shares, securities, debentures, and other investments and timely entries have been made therein. All shares, securities, debentures and other investments have been held by the Company in its own name.

Annexure to the Independent Auditor's Report

- | | |
|--|---|
| <p>(xv) The Company has given guarantees for loans taken by others from banks or financial institutions. According to the information and explanations given by management, in our opinion the terms and conditions of the guarantees given by the Company for loans taken by others from banks or financial institutions are not prejudicial to the interest of the Company.</p> <p>(xvi) According to the information and explanations given to us, the term loans taken by the Company have been applied for the purpose for which they were raised except in a case where the loan amounting to ₹ 25 crore has been taken towards the year end which was lying in bank account at the year end and was subsequently utilized for the purpose for which loan has been taken.</p> <p>(xvii) According to information and explanations given to us and on an overall examination of the Balance Sheet of the Company as at March 31 2013, no funds raised on short-term basis have been used for long-term investment.</p> <p>(xviii) The Company has not made any preferential allotment of shares during the year to a company, covered in the register maintained under Section 301 of the Act.</p> <p>(xix) The Company has created securities and / or charges in respect of secured debentures issued and redeemed during the year except in case of Non Convertible Debentures amounting to ₹ 567 crore for which the Company is in the process of creation of securities.</p> | <p>(xx) The Company has not raised any money by way of public issue during the year.</p> <p>(xxi) During the course of our examination of the books and records of the Company and according to the information and explanations given to us, no fraud on or by the Company was noticed or reported during the year, except in case of loans pertaining to commercial finance amounting to ₹ 6 crore, which was identified by management and reported to the RBI. As at 31 March 2013, ₹ 2 crore was recovered by the Company and the balance was provided for/written-off in the statement of profit and loss.</p> |
| | <p>For Chaturvedi & Shah
Chartered Accountants
Firm Reg. No: 101720W</p> <p>Vijay Napawaliya
Partner
Membership No: 109859</p> <p>Mumbai
Dated: May 16, 2013</p> |
| | <p>For B S R & Co.
Chartered Accountants
Firm Reg. No: 101248W</p> <p>Manoj Kumar Vijai
Partner
Membership No: 046882</p> <p>Mumbai
Dated: May 16, 2013</p> |

Reliance Capital Limited

Balance Sheet as at March 31, 2013

(₹ in crore)

	Note No.	As at March 31, 2013		As at March 31, 2012	
I EQUITY AND LIABILITIES					
(1) Shareholders' funds					
(a) Share capital	4	246		246	
(b) Reserves and surplus	5	11 266	11 512	10 798	11 044
(2) Non-current liabilities					
(a) Long-term borrowings	6	12 402		10 865	
(b) Deferred tax liabilities (net)	7	6		-	
(c) Other long-term liabilities	8	14		-	
(d) Long-term provisions	9	30	12 452	25	10 890
(3) Current liabilities					
(a) Short-term borrowings	10	4 190		3 453	
(b) Trade payables	11	1		7	
(c) Other current liabilities	12	5 171		4 583	
(d) Short-term provisions	13	231	9 593	206	8 249
TOTAL			33 557		30 183
II ASSETS					
(1) Non-current assets					
(a) Fixed assets	14				
(i) Tangible assets		131		142	
(ii) Intangible assets		20		21	
(iii) Intangible assets under development		3		-	
		154		163	
(b) Non-current investments	15	13 309		13 225	
(c) Deferred tax assets (net)	7	-		3	
(d) Long-term loans and advances	16	10 199		8 713	
(e) Other non-current assets	17	1 344	25 006	981	23 085
(2) Current assets					
(a) Current investments	18	366		600	
(b) Trade receivables	19	-		193	
(c) Cash and bank balances	20	745		436	
(d) Short-term loans and advances	21	7 025		5 400	
(e) Other current assets	22	415	8 551	469	7 098
TOTAL			33 557		30 183

See accompanying notes to the financial statements 1 - 52

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 16, 2013

For **B S R & Co.**
Chartered Accountants
Firm Reg. No. : 101248W

Manoj Kumar Vijai
Partner
Membership No: 046882

For and on behalf of the Board

Chairman

Anil D. Ambani

Directors

Rajendra P. Chitale

Dr. Bidhubhusan Samal

President & Company Secretary

V. R. Mohan

Mumbai
Dated: May 16, 2013

Statement of Profit and Loss for the year ended March 31, 2013

(₹ in crore)

	Note No.	2012-13	2011-12
REVENUE			
I	Revenue from operations	23 3 828	3 268
II	Other income	24 <u>40</u>	<u>49</u>
III	Total revenue (I+II)	3 868	3 317
IV EXPENSES			
	Employee benefits expense	25 165	141
	Finance cost	26 2 179	2 065
	Depreciation and amortisation expense	14 29	26
	Other expenses	27 <u>791</u>	<u>464</u>
	Total expenses	<u>3 164</u>	<u>2 696</u>
V	Profit before exceptional items and tax (III-IV)	704	621
VI Exceptional items			
	Investment written off as per amalgamation [Refer Note 29 (I)]	680	-
	Loss on sale of investment [Refer Note 29 (III)]	-	149
	Withdrawal from general reserve [Refer Note 29 (III)]	<u>(680)</u>	<u>(149)</u>
VII	Profit before tax (V-VI)	704	621
VIII Tax expense			
	(1) Current tax	33	78
	(2) Taxation for earlier years [Current year ₹ Nil (Previous year ₹ 7 89 499)]	-	-
	(3) Deferred tax	<u>9</u>	<u>24</u>
		<u>42</u>	<u>102</u>
IX	Profit after tax (VII-VIII)	<u>662</u>	<u>519</u>
X	Earning per equity share face value of ₹ 10 each fully paid up	40	
	(1) Basic (₹)	26.95	21.14
	(2) Diluted (₹)	26.95	21.14

See accompanying notes to the financial statements 1 - 52

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 16, 2013

For **B S R & Co.**
Chartered Accountants
Firm Reg. No. : 101248W

Manoj Kumar Vijai
Partner
Membership No: 046882

For and on behalf of the Board

Chairman

Anil D. Ambani

Directors

Rajendra P. Chitale

Dr. Bidhubhusan Samal

President & Company Secretary

V. R. Mohan

Mumbai
Dated: May 16, 2013

Reliance Capital Limited

Cash Flow Statement for the year ended March 31, 2013

(₹ in crore)

	2012-13	2011-12	
A. Cash flows from operating activities			
Profit before exceptional items and tax	704		621
Adjusted for			
Depreciation and amortisation expense	29		26
Bad debts recovered	(34)		(53)
Provision for NPA, doubtful debts and balances written off	296		101
Provision and loss on repossessed stock	9		3
Provision for diminution in the value of investments / written off	236		136
Provision for gratuity / leave encashment (₹ 20 68 523)	-		(1)
Excess provision / credit balance written back	(1)		(4)
(Profit) / loss on sale of fixed assets (Previous year ₹ 19 61 037)	2		(-)
Amortised DSA commission	39		33
(Profit) / loss share in partnership firm	9		(30)
Interest income on investments	(467)		(534)
Dividend income on investments	(132)		(156)
(Profit) / loss on sale of investments (net)	(1 011)		(717)
Amortised brokerage on borrowings	28		27
Discount on commercial papers	407		398
Interest expenses	1 744	1 154	1 640
Operating profit before working capital changes	1 858		1 490
Adjusted for			
Proceeds from / (repayment of) short term borrowings (Net)	331		(1 935)
Proceeds from long term borrowings	6 235		4 146
Repayment of long term borrowings	(4 398)		(2 832)
Unamortised expenses incurred	(99)		(126)
Trade receivables & loans and advances	(3 191)		(1 289)
Trade payables and liabilities	(159)	(1 281)	(228)
Cash generated from / (used in) operations	577		(774)
Interest paid	(1 745)		(1 572)
Taxes paid (Net)	(2)	(1 747)	(94)
Net cash used in operating activities	(1 170)		(2 440)

Cash Flow Statement for the year ended March 31, 2013

(₹ in crore)

	2012-13	2011-12
B. Cash flows from investing activities		
Purchase of fixed assets	(27)	(110)
Sale of fixed assets	5	2
Investments in subsidiaries	(410)	(479)
Proceeds from sale of subsidiaries	1 459	30
Withdrawal from partnership firm current account (Net)	140	-
Purchase of non-current investments	(2 393)	(3 454)
Proceeds from sale of non-current investments	2 551	5 400
Proceeds from sale of current investments (Net)	127	301
Interest received	274	183
Dividend received	132	155
Net cash from investing activities	1 858	2 028
C. Cash flows from financing activities		
Dividends paid (including dividend tax thereon)	(340)	(160)
Net cash used in financing activities	(340)	(160)
Net increase / (decrease) in cash and cash equivalents (A + B + C)	348	(572)
Opening balance of cash and cash equivalents	328	900
Add: On amalgamation (Refer Note b & c given below) (Previous year ₹ 5 582)	3 331	- 900
Closing balance of cash and cash equivalents	679	328

Notes:

- The previous year's figures have been regrouped and reclassified wherever necessary.
- Assets and liabilities pertaining to the Reliance Equities International Private Limited and Emerging Money Mall Limited transferred pursuant to the Scheme of Amalgamation with the Company with effect from March 31, 2013 have not been considered for the current year's cash flow statement.
- Assets and liabilities pertaining to the Viscount Management Services (Alpha) Limited transferred pursuant to the Scheme of Amalgamation with the Company with effect from October 1, 2011 have not been considered for the previous year's cash flow statement.
- Cash and cash equivalents include cash on hand and bank balances.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 16, 2013

For **B S R & Co.**
Chartered Accountants
Firm Reg. No. : 101248W

Manoj Kumar Vijai
Partner
Membership No: 046882

For and on behalf of the Board

Chairman

Anil D. Ambani

Directors

Rajendra P. Chitale

Dr. Bidhubhusan Samal

President & Company Secretary

V. R. Mohan

Mumbai
Dated: May 16, 2013

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

1. Background

Reliance Capital Limited ('the Company') is registered as a Non-Banking Financial Company ('NBFC') as defined under Section 45-IA of the Reserve Bank of India Act, 1934. The Company is principally engaged in lending and investing activities.

2. Significant Accounting Policies

a Basis of Preparation of Financial Statements

The accompanying financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated in accordance with the generally accepted accounting principles (GAAP) in India and comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956 to the extent applicable. These financial statements are presented in Indian rupees rounded to the nearest crore.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Revised Schedule VI to the Companies Act, 1956. Based on the nature of the services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of assets and liabilities.

The Company complies in all material respects, with the prudential norms relating to income recognition, asset classification and provisioning for bad and doubtful debts and other matters, specified in the directions issued by the Reserve Bank of India in terms of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007, as applicable to the Company.

b Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and 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 Revenue Recognition

i) Interest income:

Interest income is recognised as it accrues on a time proportion basis taking into account the amount outstanding and the rate applicable except in the case of non performing assets ("NPAs") where it is recognised, upon realisation.

ii) Dividend income:

Dividend income is recognised when the right to receive payment is established.

iii) Income from investments:

Profit earned from sale of securities is recognised on trade date basis. The cost of securities is computed on weighted average basis.

iv) Lease rental income:

Lease rental income is recognised in the Statement of Profit and Loss on a straight-line basis over the lease term.

v) Discount on investments:

The difference between the acquisition cost and face value of debt instruments is recognised as interest income over the tenor of the instrument on straight-line basis.

vi) Redemption premium on investments:

Redemption premium on investments is recognised as income over the tenor of the investment.

vii) Share of profits or losses in partnership firm:

Share of profits / losses in partnership firm is accounted for once the amount of the share of profit/loss is ascertained and credited/debited to the Company's account in the books of the partnership firm.

viii) Loan processing fee income:

Loan processing fee income is accounted for upfront as and when it becomes due.

ix) Management fee income:

Management fee income towards support services is accounted as and when it becomes due on contractual terms with the parties.

x) Income from assignment / securitisation:

In case of assignment / securitization of loans, the assets are derecognized when all the rights, title, future receivables and interest thereof along with all the risks and rewards of ownership are transferred to the purchasers of assigned/ securitised loans. The profit if any, as reduced by the estimated provision for loss/expenses and incidental expenses related to the transaction, is recognised as gain or loss arising on assignment / securitization over the tenure of the deal. Loss arising from these transactions if any will be recognised immediately in the statement of profit and loss account.

d Fixed assets

i) Tangible assets

- Lease assets

All assets given on operating lease are shown as fixed assets net of depreciation and impairment loss, if any. Initial direct costs in respect of leases are expensed in the year in which such costs are incurred.

Notes to Financial Statements as at March 31, 2013

- **Own assets**

Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment loss if any. Cost includes all expenses incidental to the acquisition of the fixed assets.

ii) **Intangible assets**

- Intangible assets are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation.

- Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development.

e **Depreciation / Amortisation**

Depreciation on Tangible assets is provided as follows:

i) Leased assets: Depreciated on Straight Line Method over the useful life of assets. The estimated useful life for the different types of assets are :

- a) Plant & equipments – 8 years
- b) Data processing machineries – 5 years
- c) Vehicle for personal use – 8 years
- d) Vehicle for commercial use – 8 years other than Taxi – 6 years

ii) Own Assets: All assets other than lease hold improvements, on Written Down Value method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 and lease hold improvements are amortised over the primary period of the lease on straight-line basis.

iii) Intangible Assets are amortised on straight line basis over the useful life of the asset up to a maximum of five years commencing from the month in which such asset is first installed.

The Company provides pro-rata depreciation from the day the asset is put to use and for any asset sold, till the date of sale.

f **Impairment of assets**

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

g **Investments**

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise at cost or fair value, whichever is lower. Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment.

h **Reposessed assets**

Assets reposessed against the settlement of loans are carried in the balance sheet at outstanding loan amount. The classification and provision is based on the underlying Days Past Due (DPD) for these loans.

i **Loan origination / acquisition cost**

All direct cost incurred for the loan origination is amortised over the tenure of the loan.

j **Security of loans given**

Housing loans / loans against property granted are secured by equitable registered mortgage of property and / or undertaking to create a security. Other Secured loans are secured against hypothecation of respective assets.

k **Provisions for Non Performing Assets (NPA) and doubtful debts**

NPA including loans and advances, receivables are identified as bad/ doubtful based on the duration of the delinquency. The duration is set at appropriate levels for each product. NPA provisions are made based on the management's assessment of the degree of impairment and the level of provisioning meets the NBFC prudential norms prescribed by Reserve Bank of India.

l **Provisions for standard assets**

Provisions for standard assets are made as per the Reserve Bank of India notification DNBS.PD.CC.No.207/ 03.02.002 /2010-11 dated January 17, 2011.

m **Market linked debentures (MLD)**

The Company has issued certain non-convertible debentures, the rate of interest which is linked to performance of specified indices over the period of the debentures.

The Company hedges its interest rate risk on MLD by taking positions in future & options based on specified indices. Any gain/loss on these hedge positions are netted against with interest expense on MLD and resultant 'net loss' is recognised in Statement of Profit and Loss immediately, however 'net gain' if any, is ignored.

n **Discount on commercial paper**

The difference between the issue price and the redemption value of commercial papers is apportioned on time basis and recognised as discounting expense.

o Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the Statement of Profit and Loss. Monetary assets and liabilities denominated in foreign currencies at the year end are restated at year end rates.

p Employee benefits

i) Provident fund:

Company's contributions to the recognised provident fund, which is a defined contribution scheme, are charged to the Statement of Profit and Loss.

ii) Gratuity:

The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Accrued Benefit Method (same as 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 is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

iii) Leave encashment:

Leave encashment which is a defined benefit, is accrued for based on an actuarial valuation at the balance sheet date carried out by an independent actuary.

The employees of the Company are entitled to compensated absence. The employees can carry forward a portion of the unutilised accrued leave balance and utilise it in future periods. The Company records an obligation for compensated absences in the period in which the employee renders the service that increases the entitlement. The Company measures the expected cost of compensated absence as the amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date.

q Employee Stock Option Scheme ("ESOS")

The Employees Stock Option Scheme ("the Scheme") provides for grant of equity shares of the Company to directors (including whole-time) and employees of the Company and its subsidiaries. The Scheme provides that employees are granted an option to acquire equity shares of the Company that vests in a graded manner. The options may be exercised within a specified period. The Company follows the intrinsic value method to account for its stock-based employee compensation plans. Compensation cost is measured as the excess, if any, of the fair market price of the underlying stock over the exercise price on the grant date and is amortised over the vesting period of the option on a straight line basis.

The fair market price is the latest closing price, immediately prior to the date of the Board /Committee meeting in which the options are granted, on the stock exchange on which the shares of the Company are listed. If the shares are listed on more than one stock exchange, then the stock exchange where there is highest trading volume on the said date is considered.

r Borrowing costs

Borrowing costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

s Operating lease

Lease payments for assets taken on an operating lease are recognised as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

t Earning per share

The basic earning per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting year. Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share, is computed by dividing the net profit / loss after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit / increase loss per share are included.

u Taxation

- Current tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognised where there is convincing evidence that the same can be realised in future.

Notes to Financial Statements as at March 31, 2013

- Deferred tax

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

v Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

3 Previous year figures has been regrouped /reclassified wherever necessary.

The figures for current year includes figures of Reliance Equities International Private Limited (REIPL) and Emerging Money Mall Limited (EMML) which is amalgamated with the Company with effect from March 31, 2013 i.e. the Appointed Date and therefore to that extent not strictly comparable to that of previous year's figures.

		(₹ in crore)	
		As at March 31, 2013	As at March 31, 2012
4	Share Capital		
	(a) Authorised:		
	30 00 00 000 Equity shares of ₹ 10 each (Previous year 30 00 00 000)	300	300
	10 00 00 000 Preference shares of ₹ 10 each (Previous year 10 00 00 000)	100	100
		<u>400</u>	<u>400</u>
	(b) Issued & Subscribed:		
	24 69 77 006 Equity shares of ₹ 10 each fully paid up (Previous year 24 69 77 006)	247	247
		<u>247</u>	<u>247</u>
	(c) Paid up:		
	24 56 32 800 Equity shares of ₹ 10 each fully paid up (Previous year 24 56 32 800)	245	245
	Add: Forfeited shares	1	1
	13 44 206 Equity shares of ₹ 10 each (Previous year 13 44 206)	<u>246</u>	<u>246</u>
	(d) Equity shares held by holding company and subsidiaries of holding company:		
	Name of the holder	As at March 31, 2013	As at March 31, 2012
		% Qty.	% Qty.
	Reliance Innoventures Private Limited (Holding company)	0.23 5 76 450	0.23 5 76 450
	AAA Enterprises Private Limited (Subsidiary of holding company)	40.07 9 84 14 206	40.07 9 84 14 206
	AAA Infrastructure Consulting And Engineers Private Limited (Subsidiary of holding company)	11.39 2 79 75 633	11.39 2 79 75 633
	(e) Equity shares in the company held by each shareholder holding more than 5 percent:		
	Name of the holder	As at March 31, 2013	As at March 31, 2012
		% Qty.	% Qty.
	AAA Enterprises Private Limited	40.07 9 84 14 206	40.07 9 84 14 206
	AAA Infrastructure Consulting And Engineers Private Limited	11.39 2 79 75 633	11.39 2 79 75 633

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

- (f) The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held.

For the year ended March 31, 2013, the amount of per share dividend recognised as distributable to equity shareholders is ₹ 8 (March 31, 2012 ₹ 7.50). The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

- (g) **Reconciliation of numbers of shares outstanding**

	No of Shares	Amount (₹ in crore)	No of Shares	Amount (₹ in crore)
Equity shares				
Opening balance	24 56 32 800	245	24 56 32 800	245
Movement during the year	-	-	-	-
Closing balance	24 56 32 800	245	24 56 32 800	245

- (h) As on March 31, 2013, 5,07,101 equity shares (Previous year 9,74,329 equity shares) are held by custodian against which depository receipts have been issued.

	(₹ in crore)	
	As at March 31, 2013	As at March 31, 2012
5 Reserves and surplus		
Capital reserve		
As per last balance sheet	6	6
Add: Amount transferred as per scheme of amalgamation [Refer Note No. 29(I)]	<u>846</u>	<u>-</u>
	852	6
Capital redemption reserve		
As per last balance sheet		10
		10
Securities premium account		
As per last balance sheet		3 291
		3 291
General reserve #		
As per last balance sheet	5 314	574
Add: Amount transferred from surplus in statement of profit and loss	66	1 052
Add: Amount transferred as per scheme of amalgamation [Refer Note No. 29(II)]	-	3 837
Less: Amount withdrawn as per scheme of amalgamation [Refer Note No. 29(III)]	<u>680</u>	<u>149</u>
	4 700	5 314
Statutory reserve fund *		
As per last balance sheet	1 033	929
Add: Amount transferred from surplus in statement of profit and loss	<u>132</u>	<u>104</u>
	1 165	1 033
Surplus in statement of profit and loss		
As per last balance sheet	1 144	1 972
Add: Amount transferred from statement of profit and loss	662	519
Less: Proposed dividend [₹ 8 (Previous year ₹ 7.50) per equity share]	196	184
Less: Tax on proposed dividend (Refer Note No. 34)	15	7
Less: Interim dividend [₹ 5 (Previous year ₹ Nil) per equity share]	123	-
Less: Tax on interim dividend	21	-
Less: Tax on proposed dividend for earlier years	5	-
Less: Transfer to statutory reserve fund	132	104
Less: Transfer to general reserve	<u>66</u>	<u>1 052</u>
	<u>1 248</u>	<u>1 144</u>
	<u>11 266</u>	<u>10 798</u>

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

Includes ₹ 3 837 crore (Previous year ₹ 3 837 crore) created pursuant to scheme of amalgamation.

6 Long term borrowings

Non convertible debentures

-Secured (Refer Note No. 28)

Others

4 917

2 624

Notes to Financial Statements as at March 31, 2013

	(₹ in crore)			
	As at March 31, 2013		As at March 31, 2012	
Related party (Refer Note No. 38)	96		1	
-Unsecured				
Others	974		483	
Related party (Refer Note No. 38)	<u>25</u>	<u>6 012</u>	<u>25</u>	3 133
Term loans from banks / financial institutions				
-Secured (Refer Note No. 28)		5 831		6 935
Inter corporate deposits				
-Unsecured				
Others	9		17	
Related party (Refer Note No. 38)	<u>550</u>	<u>559</u>	<u>780</u>	<u>797</u>
		<u><u>12 402</u></u>		<u><u>10 865</u></u>
7 Deferred tax liabilities / (assets)				
Deferred tax liabilities / (assets) included in the balance sheet comprises the following:				
a) Deferred tax liabilities				
Depreciation on fixed assets		12		9
Unamortised expenditure		<u>56</u>		<u>43</u>
Total (a)		<u>68</u>		<u>52</u>
b) Deferred tax assets				
Provision for non performing assets / diminution in the value of assets and investments		61		54
Provision for leave encashment / gratuity		<u>1</u>		<u>1</u>
Total (b)		<u>62</u>		<u>55</u>
Net deferred tax liabilities / (assets) [(a)-(b)]		<u><u>6</u></u>		<u><u>(3)</u></u>
8 Other long-term liabilities				
Interest accrued but not due on debentures		13		-
Security deposits		<u>1</u>		<u>-</u>
		<u><u>14</u></u>		<u><u>-</u></u>
9 Long-term provisions				
Provision for employee benefits				
-Leave encashment (Refer Note No. 36)		3		3
Others				
-Standard debts		<u>27</u>		<u>22</u>
		<u><u>30</u></u>		<u><u>25</u></u>
10 Short term borrowings				
Loans from banks / financial institutions				
-Secured				
Cash credit (Refer Note (a) below)	41		165	
Short term (Refer Note (b) below)	500		-	
-Unsecured				
Short term	<u>-</u>	<u>541</u>	<u>400</u>	565
Commercial paper (Refer Note (c) below)				
-Unsecured				
Others	3 378		2 406	
Related party (Refer Note No. 38)	<u>271</u>	<u>3 649</u>	<u>482</u>	<u>2 888</u>
		<u><u>4 190</u></u>		<u><u>3 453</u></u>

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

Notes:

- Cash Credit amounting to ₹ 41 crore (Previous year ₹ 165 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ 500 crore (Previous year ₹ Nil) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- In respect of Commercial papers maximum amount outstanding during the year was ₹ 5 296 crore (Previous year ₹ 5 465 crore).

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012
11 Trade payables		
-Due to micro, small and medium enterprises (Refer Note below)	-	-
- Due to Related party (Refer Note No. 38) [₹ 4 79 830 (Previous year ₹ 16 60 369)]	-	-
- Due to Others	<u>1</u>	<u>7</u>
	<u><u>1</u></u>	<u><u>7</u></u>
Note:		
There are no micro, small and medium scale business enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2013. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.		
12 Other current liabilities		
Current maturities of long-term debt		
Non convertible debentures		
-Secured (Refer Note No. 28)		
Others	1 318	2 985
Related party (Refer Note No. 38)	<u>85</u>	<u>157</u>
	1 403	3 142
Inter corporate deposits		
-Unsecured		
Others	1	-
Related party (Refer Note No. 38)	<u>150</u>	<u>-</u>
	151	-
Term loans from banks / financial institutions		
-Secured (Refer Note No. 28)	2 687	800
Interest accrued but not due on debentures	287	301
Income received in advance	6	6
Advance from customers	64	34
Temporary book overdraft balance of banks	282	145
Other payables*	279	146
Unclaimed dividend#	<u>12</u>	<u>9</u>
	<u><u>5 171</u></u>	<u><u>4 583</u></u>
Notes:		
* Includes provision for expenses, statutory payments and other payables.		
# Does not include any amounts, due and outstanding, to be deposited to the Investor Education and Protection Fund.		
13 Short-term provisions		
Provision for employee benefits (Refer Note No. 36)		
-Leave encashment [₹ 45 26 486 (Previous year ₹ 31 49 266)]	-	-
-Gratuity [₹ Nil (Previous year ₹ 63 555)]	-	-
Others		
-Standard debts	20	15
-Proposed dividend	196	184
-Tax on proposed dividend	<u>15</u>	<u>7</u>
	<u><u>231</u></u>	<u><u>206</u></u>

Notes to Financial Statements as at March 31, 2013

14 Fixed assets

Description	Gross Block			As at March 31, 2013	Upto April 1, 2012	Depreciation / Amortisation For the Year	Deductions	Upto March 31, 2013	Net Block	
	As at April 1, 2012	Additions / Adjustments	Deductions / Adjustments						As at March 31, 2013	As at March 31, 2012
(i) Tangible assets										
Lease assets										
Plant and equipments	25	3	5	23	2	3	1	4	19	23
Data processing machineries	14	2	-	16	2	3	-	5	11	12
Vehicles	40	2	1	41	6	-	(vi)	12	29	34
Sub total A	79	7	6	80	10	12	1	21	59	69
Previous year	38	41	(i)	79	1	9	(vii)	10	69	-
Own assets										
Buildings	68	1	-	69	15	3	-	18	51	53
Data processing machineries	36	6	(ii)	42	29	4	(viii)	33	9	7
Furniture and fixtures	9	1	(iii)	10	7	1	(ix)	8	2	2
Vehicles	14	2	9	7	9	1	6	4	3	5
Office equipments	10	1	(iv)	11	5	1	1	5	6	5
Leasehold improvement	6	-	-	6	5	(v)	-	5	1	1
Sub total B	143	11	9	145	70	10	7	73	72	73
Previous year	96	49	2	143	63	9	2	70	73	-
Total (A+B)	222	18	15	225	80	22	8	94	131	142
Previous year	134	90	2	222	64	18	2	80	142	-
(ii) Intangible assets										
Computer software / Licensing cost	43	6	-	49	22	7	-	29	20	21
Total	43	6	-	49	22	7	-	29	20	21
Previous year	23	20	-	43	14	8	-	22	21	-
(iii) Intangible assets under development										
									3	-

Notes:

- In respect of Intangible assets:
 - It is other than internally generated.
 - Average remaining useful life is as follows:
 - Additions for financial year 2012-13 - 4 years
 - Additions for financial year 2011-12 - 3 years (Previous year 4 years)
 - Additions for financial year 2010-11 - 2 years (Previous year 3 years)
 - Additions for financial year 2009-10 - 1 years (Previous year 2 years)
 - Additions for financial year 2008-09 - Nil years (Previous year 1 years)
- ₹ 35 54 821 (ii) ₹ 54 823 (iii) ₹ 39 39 677 (iv) ₹ 5 09 231 (v) ₹ 21 88 869
 - ₹ 17 93 087 (vii) ₹ 3 16 033 (viii) ₹ 3 90 640 (ix) ₹ 54 822

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2013	As at March 31, 2012	As at March 31, 2013	As at March 31, 2012
15. Non-current investments					
Other Investments					
(A) Investments in Equity instruments (valued at cost unless stated otherwise)					
Quoted, fully paid-up					
A2Z Maintenance & Engineering Services Limited	10	-	18 29 265	-	73
Aurionpro Solutions Limited	10	13 06 906	13 06 906	35	35
Action Construction Equipment Limited	2	-	30 00 000	-	20
Anant Raj Limited (Formerly Anant Raj Industries Limited)	2	31 09 000	25 00 000	21	18
Aptech Limited	10	-	66 990	-	1
Celebrity Fashions Limited [₹ 11 25 465 (Previous year ₹ 11 25 465)]	10	8 98 750	8 98 750	-	-
D B Realty Limited	10	-	9 47 203	-	43
DLF Limited	2	-	1 50 000	-	6
EIH Limited	2	46 54 545	46 54 545	47	47
EMCO Limited	2	19 43 000	16 20 000	14	13
EPC Industrie Limited	2	5 22 000	-	6	-
HBL Power Systems Limited	1	1 43 60 000	1 43 60 000	27	27
Indiabulls Financial Services Limited	2	16 19 710	-	31	-
Indiabulls Infrastructure and Power Limited	2	48 10 000	-	2	-
Indage Vintners Limited	10	-	3 50 000	-	3
Indiabulls Power Limited	10	-	20 00 000	-	9
Indian Terrain Fashions Limited	10	3 30 962	3 30 962	14	14
Inox Leisure Limited	10	-	24 00 005	-	31
Kinetic Engineering Limited	10	7 15 000	7 15 000	13	13
Kirloskar Pneumatic Company Limited	10	1 45 000	1 45 000	6	6
KSK Energy Ventures Limited	10	-	14 19 000	-	25
Jindal Saw Limited	2	15 00 000	-	18	-
Mahanagar Telephone Nigam Limited	10	-	30 00 000	-	55
Network18 Media & Investments Limited	5	-	50 55 000	-	157
Padmalaya Telefilms Limited	10	5 11 000	5 11 000	2	2
Pratibha Industries Limited	2	14 50 000	14 50 000	9	9
Reliance Communications Limited*	5	3 10 95 295	3 10 95 295	307	307
Reliance Industrial Infrastructure Limited	10	1 60 100	1 60 100	1	1
Reliance MediaWorks Limited	5	85 29 366	85 29 366	217	217
Reliance Broadcast Network Limited	5	1 57 27 957	62 58 864	77	35
Reliance Power Limited*	10	41 17 823	41 17 823	3	3
TV 18 Broadcast Limited	2	2 54 00 000	95 00 000	51	122
TV Today Network Limited	5	81 00 000	81 00 000	102	102
Unitech Limited	2	-	10 00 000	-	11
Ventura Textiles Limited	10	12 87 500	12 87 500	6	6
				1 009	1 411
Less: Provision for diminution in value of investments				369	146
				640	1 265
Unquoted, fully paid-up					
All Green Energy India Private Limited [₹ 4 230 (Previous year ₹ 4 230)]	10	10	10	-	-
BSE Limited	1	1 30 000	1 30 000	2	2
Gradatim IT Ventures (India) Private Limited [₹ 2 611 (Previous year ₹ 2 611)]	10	64	64	-	-
Global Wind Power Limited	10	21 60 000	21 60 000	24	24
GTFS Multi Services Limited	10	-	25 00 000	-	75
Grover Vineyards Limited	10	13 61 707	-	13	-
KGS Developers Limited	10	-	47 28 081	-	75
KLT Automotive and Tubular Products Limited	10	5 25 000	5 25 000	11	11

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2013	As at March 31, 2012	As at March 31, 2013	As at March 31, 2012
Menon and Menon Limited (Refer Note 4 below)	10	15 60 000	7 80 000	6	6
National Multi-Commodity Exchange of India Limited	10	16 66 667	16 66 667	11	11
One 97 Communications Limited	10	3 84 616	3 84 616	10	10
Reliance CWT India Limited (Refer Note 7 below) [₹ 90 000 (Previous year ₹ Nil)]	10	9 000	-	-	-
Reverse Logistics Company Private Limited	10	16 542	16 542	5	5
Reliance Net Limited	10	5 26 497	5 26 497	1	1
Reliance Tech Services Private Limited [₹ 10 000 (Previous year ₹ 10 000)]	10	1 000	1 000	-	-
Tessolve Services Private Limited [₹ 6 600 (Previous year ₹ 6 600)]	10	100	100	-	-
Unilazer Media Limited	10	14 68 109	17 77 191	30	37
Vallee de Vin Private Limited	10	13 43 175	-	2	-
Victory Transformers and Switchgears Limited	100	-	1 15 041	-	62
Viscount Management Services Limited [Refer Note 7 below & Note No. 29 (I)]	10	40 800	40 800	274	343
Wellspring Healthcare Private Limited [₹ 17 768 (Previous year ₹ 17 768)]	5	10	10	-	-
				389	662
Less: Provision for diminution in value of investments				10	13
				379	649
Subsidiary Companies *					
Unquoted, fully paid-up					
Reliance Alternative Investments Services Private Limited [₹ 1 00 000 (Previous year ₹ 1 00 000)]	10	10 000	10 000	-	-
Reliance Capital Asset Management Limited	10	75 14 800	1 00 00 000	184	10
Reliance Capital Trustee Co. Limited [₹ 5 07 000 (Previous year ₹ 5 07 000)]	10	50 700	50 700	-	-
Reliance Money Precious Metals Private Limited (Previous year ₹ 3 00 000)	10	80 00 000	30 000	8	-
Reliance Capital (Singapore) Pte. Limited	\$1	20 00 001	20 00 001	9	9
Reliance Commodities Limited	10	30 00 000	30 00 000	3	3
Reliance Equity Advisors (India) Limited [₹ 5 00 000 (Previous year ₹ 5 00 000)]	10	50 000	50 000	-	-
Reliance Equities International Private Limited [Refer Note No. 29(I)]	10	-	1 50 00 000	-	80
Reliance Exchangenext Limited	10	69 10 000	69 10 000	69	69
Reliance Financial Limited	10	1 10 00 000	1 10 00 000	11	11
Reliance General Insurance Company Limited	10	11 84 80 288	11 68 98 656	1 717	1 562
Reliance Gilts Limited	10	70 00 700	70 00 700	7	7
Reliance Home Finance Limited (Refer Note 8 below)	10	6 58 20 000	3 00 00 000	321	30
Reliance Investment Banking Services Limited	10	70 00 000	70 00 000	7	7
Reliance Money Express Limited	10	1 38 13 140	1 38 13 140	25	25
Reliance Securities Limited	10	2 49 00 000	2 49 00 000	25	25
Reliance Venture Asset Management Private Limited [₹ 1 00 000 (Previous year ₹ 1 00 000)]	10	10 000	10 000	-	-
Reliance Wealth Management Limited	10	1 15 00 000	1 15 00 000	12	12
Quant Capital Private Limited	10	74 01 423	74 01 423	200	200
				2 598	2 050
Less: Provision for diminution in value of investments				19	40
				2 579	2 010
Associate Companies*					
Unquoted, fully paid-up					
Ammolite Holdings Limited [₹ 45 332 (Previous year ₹ 45 332)]	\$1	1 000	1 000	-	-
Reliance Land Private Limited	10	50 00 000	50 00 000	5	5

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2013	As at March 31, 2012	As at March 31, 2013	As at March 31, 2012
Reliance Life Insurance Company Limited (Refer Note 7 below)	10	57 15 64 410	46 38 95 295	4 776	3 717
Reliance Share & Stock Brokers Private Limited	10	50 00 000	50 00 000	5	5
Reliance Asset Reconstruction Company Limited	10	4 90 00 000	4 90 00 000	49	49
				4 835	3 776
Sub-Total (A)				8 433	7 700
(B) Investments in preference shares (valued at cost unless stated otherwise)					
Quoted, fully paid-up					
5% Non Convertible Cumulative Preference Shares of Network18 Media & Investments Limited	150	-	6 75 343	-	10
				-	10
Unquoted, fully paid-up					
Series A 8% Non Cumulative Convertible Preference Shares of All Green Energy India Private Limited	10	3 20 229	2 00 140	15	8
0% Optionally Convertible Redeemable Preference Shares of Payone Enterprises Private Limited	10	20 60 000	20 60 000	206	206
0.001% Optionally Convertible Cumulative Redeemable Preference Shares of Asmitha Microfin Limited	10	84 80 000	84 80 000	8	8
Fully & Compulsorily Convertible Cumulative Participating Preference Shares of Gradatim IT Ventures (India) Private Limited	39	6 37 191	6 37 191	3	3
0% Convertible Preference Shares of Grover Vineyards Limited	10	4 06 056	-	4	-
0% Convertible Preference Shares of Vallee de Vin Private Limited	10	4 00 542	-	1	-
10% Cumulative Redeemable Preference Shares of Reliance Money Infrastructure Limited (Refer Note 7 below)	10	10 00 000	-	1	-
10% Non-Cumulative Optionally Convertible Redeemable Preference Shares of Reliance Money Infrastructure Limited	10	3 50 00 000	-	35	-
9% Non Cumulative Redeemable Preference Shares of India Best Buy Private Limited	10	20 00 000	20 00 000	200	200
12% Non Cumulative Convertible Redeemable Preference Shares of Reliance Big Entertainment Private Limited*	1	1 00 00 000	1 00 00 000	1 000	1 000
0% Optionally Convertible Redeemable Preference Shares of Reliance CWT India Limited	10	-	46 500	-	5
0% Optionally Convertible Redeemable Preference Shares of Reliance Money Solutions Private Limited	10	-	6 500	-	1
0% Optionally Convertible Redeemable Preference Shares of Emerging Money Mall Limited [Refer Note No. 29(I)]	1	-	60 00 000	-	600
0% Optionally Convertible Redeemable Preference Shares of Reliance Net Limited	10	40 35 684	40 35 684	475	475
Scalable Display Technologies, Inc. Series A-1 Preferred Stock	50.001	1 50 846	1 50 846	2	2
0.001% Optionally Convertible Cumulative Redeemable Preference Shares of Share Microfin Limited	10	1 19 40 000	1 19 40 000	12	12
Series A Preference Shares of Suvvidhaa Infoserve Private Limited	1	72 37 980	72 37 980	11	11
Series B Preference Shares of Suvvidhaa Infoserve Private Limited	3	3 69 709	3 69 709	1	1
Compulsory Convertible Preference shares of Tessolve Services Private Limited	10	18 89 830	16 13 537	12	11
0% Optionally Convertible Redeemable Preference Shares of Viscount Management Services Limited	1	5 10 68 177	5 10 68 177	510	510
Series A Preference Shares of Yatra Online Inc.	50.0001	42 00 042	42 00 042	6	6
Series B Preference Shares of Yatra Online Inc.	50.0001	27 31 960	27 31 960	16	16
Series C Preference Shares of Yatra Online Inc.	50.0001	11 44 946	11 44 946	16	16

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2013	As at March 31, 2012	As at March 31, 2013	As at March 31, 2012
Wellspring Healthcare Private Limited	50	18 562	18 562	3	3
				<u>2 537</u>	3 094
Less: Provision for diminution in value of investments				-	5
				<u>2 537</u>	<u>3 089</u>
Subsidiary Companies *					
Unquoted, fully paid-up					
9% Non Cumulative Non Convertible Redeemable Preference Shares of Quant Broking Private Limited [₹ 1 00 000 (Previous year ₹ 1 00 000)]	10	10 000	10 000	-	-
1% Non Convertible Non Cumulative Redeemable Preference Shares of Reliance Capital Asset Management Limited [₹ 16 20 000 (Previous year ₹ Ni)] (Refer Note 7 below)	100	16 200	-	-	-
10% Cumulative Redeemable Preference Shares of Reliance Securities Limited	10	12 50 00 000	12 50 00 000	125	125
0% Optionally Convertible Redeemable Preference Shares of Reliance Money Express Limited	10	40 00 000	1 50 00 000	4	15
0% Optionally Convertible Redeemable Preference Shares of Reliance Home Finance Limited (Refer Note 8 below)	10	-	29 10 000	-	291
				<u>129</u>	<u>431</u>
Associate Companies *					
Unquoted, fully paid-up					
0% Optionally Convertible Redeemable Preference Shares of Reliance Land Private Limited	10	1 41 25 000	1 41 25 000	481	481
0% Optionally Convertible Redeemable Preference Shares of Reliance Share & Stock Brokers Private Limited	100	4 00 000	4 00 000	4	4
0% Optionally Convertible Redeemable Preference Shares of Reliance Share & Stock Brokers Private Limited	10	7 65 000	7 65 000	77	77
				<u>562</u>	<u>562</u>
				<u>3 228</u>	<u>4 092</u>
Sub-Total (B)					
(C) Investments in Government or Trust Securities (valued at cost unless stated otherwise)					
Unquoted					
National Saving Certificates [₹ 45 000 (Previous year ₹ 45 000)] (Deposited with sales tax department)		-	-	-	-
Sub-Total (C)					
(D) Investments in debentures or bonds (valued at cost unless stated otherwise)					
Associate Companies *					
Unquoted, fully paid-up					
Series DDB I - Non Secured Redeemable Non Interest Bearing Non Convertible Deep Discount Bonds - Ammolite Holdings Limited	₹961	7 524	7 524	29	29
Less: Provision for diminution in value of investments				29	-
				-	<u>29</u>
Others					
Unquoted, fully paid-up					
0% L&T Infrastructure Finance Company Limited NCD October 31, 2016	10 00 000	-	107	-	11
12.00% India Infoline Finance Limited NCD February 27, 2019	10 00 000	250	250	25	25
20% Kumar Urban Development Limited August 1, 2014	1 00 000	4 500	-	45	-
12% Business Broadcast News Limited	10 000	60 000	60 000	60	60
11 % Secured Optionally Fully Convertible Redeemable Debentures Series A - Ventura Textiles Limited	50 00 000	20	20	11	11

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2013	As at March 31, 2012	As at March 31, 2013	As at March 31, 2012
Reliance Broadcast Network Limited NCD August 8, 2015	10 00 000	1 500	-	150	-
12% Optionally fully Convertible Debentures Series B - Ventura Textiles Limited	50 00 000	22	22	10	11
Zero Coupon Optionally Fully Convertible Unsecured Debentures Viscount Management Services Limited	1 000	57 85 496	32 25 922	579	322
12% Vensat Tech Services Private Limited NCD - December 31, 2013	100	-	5 00 000	-	5
9.90% Yes Bank Limited Bonds M - March 28, 2022	10 00 000	-	500	-	50
				880	495
Less: Provision for diminution in value of investments				21	13
				859	482
Sub-Total (D)				859	511
(E) Investments in Partnership Firm* (valued at cost unless stated otherwise)					
Reliance Capital Partners				544	693
Sub-Total (E)				544	693
(F) Other non-current investments (valued at cost unless stated otherwise)					
Investment in units of Seed/Equity Fund- unquoted, fully paid-up					
The India Seed Investment Trust	1 00 000	500	500	3	3
				3	3
Investment in units of fund - unquoted, partly paid-up					
Class A units of Reliance Alternative Investments Fund [Partly paid ₹ 7.40 (Previous year ₹ 6.55 per unit)]	10	20 00 00 000	20 00 00 000	148	131
				148	131
Warrants - unquoted, partly paid-up					
Textrade International Limited (Refer note 5 below)	-	60 985	60 985	-	-
				-	-
Investment in joint venture					
KGS Developers Limited (Refer note 6 below)				85	85
				85	85
Pass Through Certificates & Security Receipts					
Indian Receivable Trust A-2		87	-	3	-
EXIMIUS SBL IFMR CAPITAL 2012-A1 [₹ 367,151 (Previous year ₹ Nil)]		1	-	-	-
Aurora A1		205	-	4	-
Aurora A2		900	-	2	-
ILSS 6 Trust 2010-ITSL SR-A2 PTC 05NV09		-	46	-	10
IFMR Capital Mosec XIII SR-A1 PTC 30MR12 [₹ Nil (Previous year ₹ 6 84 873)]		-	3 000	-	-
				9	10
Sub-Total (F)				245	229
Total non-current investments (A+B+C+D+E+F)				13 309	13 225

* Related Party

Notes:

	As at March 31, 2013		As at March 31, 2012	
	Book Value	Market value	Book Value	Market value
1. Aggregate value of investments				
Quoted investments	640	515	1 275	705
Unquoted investments	12 669	-	11 950	-
TOTAL	13 309	515	13 225	705

Notes to Financial Statements as at March 31, 2013

2. Aggregate value of provision for diminution in value of investments
- | | | |
|----------------------|------------|------------|
| Quoted investments | 369 | 146 |
| Unquoted investments | 79 | 71 |
| TOTAL | 448 | 217 |
3. Investments includes ₹ 63 crore (Previous year ₹ Nil) of equity shares given as collateral towards margin with brokers.
4. In case of Menon and Menon Limited, during the year the Company received 780,000 bonus shares in the ratio of 1:1.
5. The Company has been allotted Warrants without paying any consideration at the time of allotment.
6. The Company has entered into a joint venture with KGS Developers Ltd in respect of real estate project development. The Company has invested ₹ 85 crore and is entitled to share the Profit / Loss equally. However assets, liabilities, revenue and expenses related to the project are not included in the financial statements of the Company as it does not meet the definition criteria of a Joint Venture under AS 27 "Financial Reporting of Interests in Joint Ventures".
7. Investment in 38,85,24,405 (Previous year 28,08,55,290) equity shares of Reliance Life Insurance Company Limited, 9,000 (Previous year Nil) equity shares of Reliance CWT India Limited, 10,00,000 (Previous year Nil) preference shares of Reliance Money Infrastructure Limited, 16,200 (Previous year Nil) preference shares of Reliance Capital Asset Management Limited and Nil (Previous year 30,000) equity shares of Viscount Management Services Limited are carried at fair value i.e. at amount transferred under the scheme of amalgamation.
8. Reliance Home Finance Limited, a subsidiary of the Company has converted all 0% Optionally Convertible Redeemable Preference Shares of ₹ 10 each into equity share of ₹ 10 each in the ratio of 1:1. Further the Company has received 3,29,10,000 bonus shares of the Reliance Home Finance Limited in the ratio of 1:1.

(₹ in crore)

	As at March 31, 2013		As at March 31, 2012	
16 Long-term loans and advances				
(a) Capital advances				
Secured, considered good	76		76	
Unsecured, considered good	17	93	198	274
(b) Security deposits-Unsecured				
Considered good	38		31	
Considered doubtful [₹ 17 20 333 (Previous year ₹ 23 10 296)]	-		-	
Less : Provision for doubtful debts [₹ 17 20 333 (Previous year ₹ 23 10 296)]	-	38	-	31
(c) Loans				
Considered doubtful				
-Secured	228		188	
-Unsecured	37		13	
Less : Provision for non performing assets and doubtful debt	66		30	
	199		171	
Considered good				
Related party (Refer Note No. 38)				
-Secured	61		50	
-Unsecured	87		84	
Officer of the company-Unsecured (Refer Note No. 38) [₹ 4 35 351 (Previous year ₹ 4 49 751)]	-		-	
Others				
-Secured	6 699		7 148	
-Unsecured	2 732		740	
	9 579	9 778	8 022	8 193
(d) Advances				
Considered doubtful				
-Secured	49		23	
-Unsecured	-		16	
Less : Provision for non performing assets and doubtful debts	10		11	
	39		28	
Considered good				
Related party - Unsecured (Refer Note No.38)	88		50	
Others				
-Unsecured	6		6	
	94	133	56	84

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

	As at March 31, 2013		As at March 31, 2012	
(e) Other loans and advances				
-VAT and Service tax credit available	29		34	
-Advance income tax & TDS deducted [net of provision of ₹ 175 crore (Previous year ₹ 142 crore)]	128	157	97	131
		<u>10 199</u>		<u>8 713</u>

Note:

Advances includes ₹ 52 crore (Previous year ₹ 50 crore) paid towards share application money.

17 Other non-current assets

(a) Other bank balances				
- In fixed deposit accounts (Refer Note below)				
More than 12 months				
-Under lien	133		117	
-Other	6		1	
	<u>139</u>		<u>118</u>	
More than 3 months less than 12 months - Under lien	109	248	84	202
(b) Accrued interest / finance income on investments		<u>958</u>		<u>677</u>
(c) Unamortised expenditures				
Unamortised DSA commission	72		54	
Add : Incurred during the year	38		51	
Less : Amortised during the year	39		33	
	<u>71</u>		<u>72</u>	
Less : To be amortised during the next year	22		27	
	<u>49</u>		<u>45</u>	
Unamortised brokerage on borrowings	63		15	
Add : Incurred during the year	61		75	
Less : Amortised during the year	28		27	
	<u>96</u>		<u>63</u>	
Less : To be amortised during the next year	20		18	
	<u>76</u>	<u>125</u>	<u>45</u>	<u>90</u>
(c) Repossessed assets	18		14	
Less : Provision for repossessed assets	5	13	2	12
		<u>1 344</u>		<u>981</u>

Note:

In respect of balances with Scheduled Banks in Fixed deposit accounts, ₹ 242 crore (Previous year ₹ 201 crore) is kept as credit enhancement towards securitisation / assignment transaction, ₹ 2 12 500 (Previous year ₹ 112 500) is kept as deposit with sales tax authority, ₹ 5 00 000 (Previous year ₹ 5 00 000) is kept as deposit with the Pension Fund Regulatory and Development Authority (PFRDA) and ₹ 2 00 000 (Previous year ₹ 2 00 000) is kept as deposit with bank for issuing of Bank Guarantee.

	Face Value / Issue Price ₹	Quantity As at March 31, 2013	Quantity As at March 31, 2012	Value As at March 31, 2013	Value As at March 31, 2012
18 Current investments					
Investments in preference shares-Quoted (current portion of long-term investments) (valued at cost unless stated otherwise)					
5% Non Convertible Cumulative Preference Shares of Network18 Media & Investments Limited	150	6 75 343	-	10	-
Sub-Total (A)				<u>10</u>	<u>-</u>
Investments in debentures or bonds (current portion of Long-term investments) (valued at cost unless stated otherwise)					
Unquoted , fully paid-up					
0% First Blue Home Finance Limited August 30, 2012	10 00 000	-	100	-	11

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2013	As at March 31, 2012	As at March 31, 2013	As at March 31, 2012
16% Kumar Urban Development Limited August 1,2012	1 33 160	-	231	-	3
19% Kumar Urban Development Limited November 1,2012 [₹ Nil (Previous year ₹ 30 00 000)]	1 00 000	-	30	-	-
12% Vensat Tech Services Private Limited NCD M – December 31, 2013	100	7 50 000	-	7	-
Zero Coupon Optionally Fully Convertible Unsecured Debentures Viscount Management Services Limited	1 000	12 06 000	36 00 000	121	360
Sub-Total (B)				128	374
Investment in Mutual Fund –*Quoted (valued at cost or market value whichever is lower)					
Peerless Liquid Fund – Super Insti. Growth	10	1 55 97 096	-	20	-
Reliance Liquidity Fund-Direct Growth Plan Growth Option	1 000	6 79 823	-	120	-
Sub-Total (C)				140	-
Other current investments –Unquoted (valued at cost or market value whichever is lower)					
Pass Through Certificates					
Janalakshmi Financial Services JFS Rel Trust –3		1	-	3	-
ABEONA-VISTAR SBL IFMR CAPITAL 2012		90	-	3	-
ELETE IFMR Capital 2012		400	-	3	-
MOSEC XIV		261,949	-	2	-
IFMR CAPITAL MOSEC XV		2,700	-	2	-
Indian MFI Trust-Series I (GVMFL)		1	-	5	-
Indian Receivable Trust A-2		87	-	3	-
PFSPL TRUST-1		1	-	1	-
IMLRT 2012 SKS MICRO FINANCE		1,000	-	26	-
EXIMIUS SBL IFMR CAPITAL 2012-A1		1	-	3	-
EXIMIUS SBL IFMR CAPITAL 2012-A2		1,235	-	1	-
SMILE REL Dec-12 Series A1 PTC		1	-	8	-
SMILE REL Dec-12 Series A2 PTC		3	-	1	-
IMRT 3 PTC Inv		1	-	21	-
Aurora A1		205	-	1	-
PFSPL Trust 2		1	-	5	-
ILSS 6 Trust 2010-ITSL SR-A2 PTC 05NV09		-	46	-	25
GVMFL Satdev Microfinance Loan Pool Jul-11 PTC 28JL11 [₹ Nil (Previous year ₹ 19 97 737)]		-	1	-	-
IFMR Capital MOSEC-VI SR-A1 PTC 02AG11		-	49	-	8
Themis IFMR Capital 2011 SR-A1 PTC 31AG11		-	815,138	-	4
Aether IFMR Capital 2011 SR-A1 PTC 20SP11		-	13,363,031	-	3
SMF Reliance October 2011 Tranch 1 SR-A1 PTC 23SP11		-	1	-	2
KRIOS IFMR Capital 2011 SR-A1 PTC 26SP11		-	100	-	8
IMLRT September 2011 SR-A1 PTC 29SP11		-	1,000	-	11
IFMR Capital MOSEC-VIII SR-A1 PTC 07OT11		-	28,456,249	-	9
HESTIA IFMR Capital 2011 SR-A1 PTC 12OT11		-	4,055,189	-	5
SMF Reliance October 2011 Tranch 2 SR-A1 PTC 24OT11		-	1	-	10
IFMR Capital Mosec – IX SR-A1 PTC 09NV11		-	2,145,712	-	13
GVMFL Satdev Microfinance Loan Pool Nov-11 PTC 18NV11		-	1	-	15
Helios IFMR Capital 2011 SR-A1 PTC 26DC11		-	1,400	-	9

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2013	As at March 31, 2012	As at March 31, 2013	As at March 31, 2012
IFMR Capital Mosec XI SR-A1 PTC 26DC11		-	100	-	33
Chloris IFMR Capital 2012 SR-A1 PTC 17FB12		-	800,000	-	10
IFMR Capital Mosec XIII SR-A1 PTC 30MR12		-	3,000	-	30
GAIA IFMR Capital 2012 SR-A1 PTC 30MR12		-	936	-	9
GVMFL Satdev Microfinance Loan Pool Mar-12 SR-A1 PTC 30MR12Mar-12		-	1	-	22
Sub-Total (D)				88	226
Total Current investments (A+B+C+D)				366	600

* For mutual fund net asset value (NAV) is taken as market value

Note:

Aggregate value of Investment

(₹ in crore)

	As at March 31, 2013		As at March 31, 2012	
	Book Value	Market Value	Book Value	Market Value
Quoted Investments	150	150	-	-
Unquoted Investments	216	-	600	-
	366	150	600	-

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012
--	-------------------------	-------------------------

19 Trade receivables

Unsecured, considered good valued unless stated otherwise

Doubtful debts outstanding for a Period exceeding Six Months from the due date

Less : Provision for doubtful debts

Other debts-unsecured considered good

	-	16
	-	15
	-	1
	-	192
	-	193

20 Cash and bank balances

(a) Cash and cash equivalents

Balances with banks

- In current accounts

Cash on hand [₹ 29 96 143(Previous year ₹ 40 99 144)]

(b) Other bank balances

- Fixed Deposits under lien (less than 3 months)*

- Unclaimed dividend

	679	328
	-	679
	54	99
	12	9
	745	436

* In respect of balances with Scheduled Banks in Fixed Deposit accounts, ₹ 54 crore (Previous year ₹ 99 crore) is kept as credit enhancement towards securitisation / assignment transaction.

21 Short term loans and advances

Unsecured, considered Good;

(a) Loans

Considered good

Related party (Refer Note No. 38)

-Secured

-Unsecured

Others

-Secured

-Unsecured

	95	19
	434	66
	3 379	2 897
	2 962	6 870
		2 324
		5 306

Notes to Financial Statements as at March 31, 2013

	As at March 31, 2013		As at March 31, 2012	
(₹ in crore)				
(b) Advances				
Considered good				
Related party-unsecured (Refer Note No. 38)	5		9	
Others				
-Secured	109		45	
-Unsecured	25	139	34	88
(c) Prepaid expenses		16		6
		<u>7 025</u>		<u>5 400</u>
22 Other current assets				
(a) Interest accrued on loans				
Related Party [₹ 25 38 945 (Previous year ₹ Nil)] (Refer Note No. 38)	-		-	
Others	309	309	253	253
(b) Accrued interest / finance income on investments		64		171
(c) Unamortised DSA commission		22		27
(d) Unamortised brokerage on borrowings		20		18
		<u>415</u>		<u>469</u>
(₹ in crore)				
	2012-2013		2011-2012	
23 Revenue from operations				
Interest and finance income on:				
-Long term investments	467		534	
-Loans	2 047		1 668	
-Fixed deposits and others	26	2 540	18	2 220
Profit on sale of (net):				
-Long term investments	990		657	
-Current investments	21	1 011	60	717
Dividends on investments:				
-Subsidiary	105		150	
-Long term	27		6	
-Current (Previous year ₹ 41 19 522)	-	132	-	156
Premium on loan assignment and securitisation		-		4
Profit share in partnership firm (Refer Note No. 32)		-		30
Depository participant transaction charges		-	5	
Less : Service tax recovered (Previous year ₹ 43 82 816)		-	-	5
Lease rental income		21		17
Processing fees	66		42	
Less : Service tax recovered	7	59	4	38
Bad debts recovered		34		53
Other operating income	34		31	
Less : Service tax recovered	3	31	3	28
		<u>3 828</u>		<u>3 268</u>
24 Other income				
Management fee	30		30	
Less : Service tax recovered	3	27	3	27
Credit balance / excess provision written back		1		4
Profit on sale of fixed assets (net) (Previous year ₹ 19 61 037)		-		-
Rent income		1		-
Miscellaneous income		11		18
		<u>40</u>		<u>49</u>
25 Employee benefit expenses:				
Salaries and wages		150		127
Contribution to provident and other funds		7		6
Staff welfare expenses		8		8
		<u>165</u>		<u>141</u>

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

	(₹ in crore)	
	2012-2013	2011-2012
26 Finance cost		
Interest expense		
-Debentures	640	584
-Bank loans / financial institutions (Long term and short term)	997	976
-Bank loans (Cash credit)	24	23
-Inter corporate deposits	83	57
Other borrowing costs		
-Discount on commercial papers	407	398
-Amortised brokerage on borrowings (Refer Note No. 17)	28	27
	<u>2 179</u>	<u>2 065</u>
27 Other expenses		
Bank charges	1	1
Rent	34	27
Rates and taxes	4	3
Repairs and maintenance		
-Buildings	1	1
-Others	29	23
Electricity	4	3
Insurance	1	1
Travelling and conveyance	9	8
Postage, telegram and telephones	7	6
Legal and professional fees	77	76
Auditors' remuneration (Refer Note No. 33)	1	1
Sales and marketing expenses	25	32
Employee seminar and training	1	2
Donation	1	4
Directors' sitting fees [₹ 14 11 912 (Previous year ₹ 15 80 000)] (including Service Tax)	-	-
Amortised DSA commission (Refer Note No. 17)	39	33
Provision for NPA, doubtful debts and balances written off *	296	101
Provision and loss on repossessed stock #	9	3
Provision for diminution in the value investments / written off **	236	136
Loss share in partnership firm	9	-
Loss on sale of fixed assets (net)	2	-
Miscellaneous expenses	5	3
	<u>791</u>	<u>464</u>
Notes:		
* Breakup of provision for NPA, doubtful debts and bad debts written off		
Provision for NPA and doubtful debts	21	(20)
Provision for standard assets	8	1
Bad debts written off	146	120
Loss on sale of assignment	121	-
	<u>296</u>	<u>101</u>
# Breakup of provision and loss on repossessed stock		
Provision / (reversal) for repossessed stock (Previous year reversal of ₹ 35 50 183)	3	(-)
Loss on sale of repossessed stock	6	3
	<u>9</u>	<u>3</u>
** Breakup of provision for diminution in the value of investments / written off		
Provision for diminution in the value of investments	230	125
Investments written off	6	11
	<u>236</u>	<u>136</u>

Notes to Financial Statements as at March 31, 2013

28 Security clause / maturity profiles in respect to Secured Loans from banks / debentures

- (i) Non convertible debentures (NCDs) are redeemable at par, in one or more installments, on various dates.
- (a) NCDs amounting to ₹ Nil (Previous year ₹ 5 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on business receivables and loan assets of the commercial finance division, against security not exceeding ₹ Nil (Previous year ₹ 6 crore).
- (b) NCDs amounting to ₹ 5,849 crore (Previous year ₹ 5,686 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company. Business receivables includes Fixed Asset, Current Assets, Investments and any other assets, against security not exceeding ₹ 6,341 crore (Previous year ₹ 6,111 crore).
- (c) The Company is in the process of creating security on the remaining NCDs amounting to ₹ 567 crore (Previous year ₹ 75 crore).
- (d) Maturity profile and Rate of interest of Long Term NCDs are as set out below:

(₹ in crore)

Rate of Interest	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	Total
#	20	-	-	-	-	-	-	-	-	-	20
8.40%	-	25	-	-	-	-	-	-	-	-	25
9.50%	-	10	-	-	-	-	-	-	-	-	10
9.60%	-	19	-	-	-	-	-	-	-	-	19
9.75%	123	10	-	15	-	-	-	-	-	-	148
9.80%	-	-	-	-	-	-	-	-	500	-	500
9.85%	-	5	-	75	-	-	-	-	45	-	125
9.86%	-	-	-	30	-	-	-	-	-	-	30
9.90%	-	-	-	-	-	-	500	-	75	-	575
9.95%	-	-	-	-	-	-	-	-	85	-	85
10.00%	-	-	10	240	-	-	-	-	10	-	260
10.05%	-	-	-	-	-	-	-	-	7	-	7
10.10%	40	-	-	-	16	-	-	-	10	-	66
10.15%	-	-	-	65	-	-	-	-	-	-	65
10.20%	-	-	-	5	-	-	-	-	82	-	87
10.24%	-	-	-	-	-	500	-	-	-	-	500
10.25%	25	-	-	16	-	-	-	-	40	-	81
10.28%	-	-	-	-	-	15	-	-	-	-	15
10.30%	50	4	-	49	-	-	-	-	-	-	103
10.33%	-	-	-	25	-	-	-	-	-	-	25
10.35%	89	5	-	50	-	-	5	-	5	-	154
10.40%	-	45	105	-	-	5	-	-	350	-	505
10.50%	99	-	500	-	21	-	-	25	20	15	680
10.60%	-	-	-	-	-	-	-	83	51	-	134
10.65%	10	-	-	-	8	-	-	-	-	-	18
10.70%	640	-	-	-	-	-	-	-	-	-	640
10.75%	19	-	-	-	-	-	-	367	-	-	386
11.00%	-	-	300	-	-	-	-	-	-	-	300
11.65%	50	-	-	-	-	-	-	-	-	-	50
MLD	153	194	52	-	-	-	-	-	-	-	399
Total	1 318	317	967	570	45	520	505	475	1 280	15	6 012

Zero Coupon Deep Discount Non-Convertible Debentures

- (ii) (a) Term Loans from banks includes ₹ 8,518 crore (Previous year ₹ 7,735 crore) are secured by pari passu first charge on all present and future book debts, receivables, bills, claims and loan assets of the Company's commercial finance division.
- (b) Maturity profile of Term loans from banks are as set out below :

(₹ in crore)

	2014-15	2015-16	2016-17	2017-18	2018-19	Total
Term Loan from Banks	2 409	2 380	744	267	31	5 831

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

(iii) Maturity profile of Inter corporate Deposit are as set out below : (₹ in crore)

Rate of Interest	2014-15
5.00%	1
8.00%	8
11.00%	350
11.50%	200
Total	559

29 Amalgamation

I Scheme of Amalgamation between Company, Reliance Equities International Private Limited (REIPL) and Emerging Money Mall Limited (EMML)

The Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956 between Company, REIPL and EMML has been sanctioned by the Hon'ble High Court of Judicature at Bombay vide Order dated March 22, 2013. The scheme became effective on April 17, 2013 on filing with the Registrar of Companies (RoC) with effect from March 31, 2013 i.e. Appointed Date.

REIPL was incorporated with the main object of providing broking services to institutional investors and EMML was incorporated with the main object of e-commerce. The amalgamation has been accounted for under the "Purchase method" as prescribed by Accounting Standard (AS-14) on "Accounting for Amalgamation" notified under the Companies (Accounting Standards) Rules, 2006. The Company has carried out the accounting treatment prescribed in the Scheme as sanctioned by the Hon'ble High Court of Judicature at Bombay. The required disclosures as per paragraph 42 of Accounting Standard (AS-14) 'Accounting for Amalgamations' as prescribed under the Companies (Accounting Standards) Rules, 2006 has been provided.

Hence, in accordance with the Scheme:-

- As entire issued, subscribed and paid up share capital of REIPL and EMML was held by the Company, no shares of the Company have been allotted in lieu or exchange of its holding in REIPL and EMML. Consequent to the Scheme the share capital of REIPL and EMML stands cancelled.
- On Scheme becoming effective with effect from Appointed Date, the Company has written off its cancelled investments amounting to ₹ 680 crore in REIPL and EMML to the Statement of Profit and Loss of the Company for the year and recorded all the assets aggregating to ₹ 1,103 crore and liabilities aggregating to ₹ 188 crore as appearing in the books of REIPL and EMML at their respective fair value as decided by the Board of Directors of the Company. The net assets taken over include:

	(₹ in crore)		
Assets / Liabilities Taken Over	REIPL	EMML	Total
Assets			
Investments	1 060	2	1 062
Balance with Schedule Bank (₹ 5 95 231)	3	-	3
Loans & Advances (₹ 30 000)	38	-	38
Taxes Paid (₹ 3 94 137)	-	-	-
Total	1 101	2	1 103
Liabilities			
Loans	187	1	188
Other liabilities (₹ 4 86 095, ₹ 5 62 024)	-	-	-
Total	187	1	188
Excess of Assets over liabilities credit to Capital Reserve	914	1	915

- All Inter-company balances including liabilities on account of loans and advances amounting to ₹ 186 crore on Appointed Date also stand cancelled. Consequent upon the above Scheme of Amalgamation, there has been a reduction of ₹ 69 crore in the value of investments in Viscount Management Services Limited which has been debited to Capital Reserve.
- Difference aggregating to ₹ 846 crore after recording both above said items being the excess arising on transfer under the Scheme of assets and liabilities has been credited to Capital Reserve. The reserve created pursuant to the Scheme shall for all regulatory and accounting purposes be considered to be part of the owned funds / net worth of the Company.
- In accordance with the provisions of the Scheme of Amalgamation of Reliance Commercial Finance Private Limited (RCFPL) with the Company ("the 2011 Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay vide order dated April 29, 2011, an equivalent amount, equivalent to the investments written off amounting to ₹ 680 crore determined as an exceptional item by the Board of Directors of the Company, has been withdrawn from General Reserve to offset the same and credited to the Statement of Profit and Loss so that there is no impact on profit before tax for the year.

Notes to Financial Statements as at March 31, 2013

Had both the Schemes not prescribed the above accounting treatment and Company has followed accounting treatment prescribed under Accounting Standard (AS - 14), the General reserve would have been higher by ₹ 680 crore and the balance in the statement of profit and loss would have been lower by ₹680 crore.

II Scheme of Amalgamation between Company and Viscount Management Services (Alpha) Limited (VMSAL)

The Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956 between Company and VMSAL was sanctioned by the Hon'ble High Court of Judicature at Bombay vide Order dated January 20, 2012. The scheme became effective on March 12, 2012 on filing with the Registrar of Companies (RoC) with effect from October 1, 2011 i.e. Appointed Date.

VMSAL was incorporated with the main object of business consultancy service. The amalgamation has been accounted for under the "Purchase method" as prescribed by Accounting Standard (AS-14) on "Accounting for Amalgamation" notified under the Companies (Accounting Standards) Rules, 2006. The Company has carried out the accounting treatment prescribed in the Scheme as sanctioned by the Hon'ble High Court of Judicature at Bombay. The required disclosures as per paragraph 42 of Accounting Standard (AS-14) 'Accounting for Amalgamations' as prescribed under the Companies (Accounting Standards) Rules, 2006 has been provided.

Hence, in accordance with the Scheme:-

- (i) Before Scheme becomes effective the entire issued, subscribed and paid up share capital was held by the Company. No shares of the Company have been allotted in lieu or exchange of its holding in VMSAL and share capital of VMSAL stands cancelled.
- (ii) On Scheme becoming effective with effect from Appointed Date, the Company has recorded all the assets aggregating to ₹ 5,839 crore and liabilities aggregating to ₹ 1,385 crore as appearing in the books of VMSAL at their respective fair value as decided by the Board of Directors of the Company. The net assets taken over include:

(₹ in crore)

Assets / Liabilities Taken Over	
Assets	
Investments	5 839
Cash in Hand (₹ 2 053)	-
Balance with Schedule Bank (₹ 3 529)	-
Taxes Paid (₹ 12 364)	-
Total	5 839
Liabilities	
Optionally Convertible Preference Share Capital including premium on redemption of ₹ 204 crore	211
Zero Coupon Optionally Fully Convertible Debenture including premium on redemption of ₹321 crore	1 174
Short Term Provision (₹ 27 575)	-
Total	1 385
Excess of Assets over liabilities credit to General Reserve	4 454

- (iii) All inter-company balances including liabilities on account of debentures and inter-company investments amounting to ₹ 1,385 crore on appointed date stands cancelled. The excess amount of investments amounting to ₹ 679 crore has been debited to general reserve toward inter-company investments cancellation.
- (iv) Difference aggregating to ₹ 3,774 crore after recording both above said items being the excess arising on transfer of assets and liabilities has been credited to General Reserve.
- (v) Difference in accounting method between the Company and VMSAL amounting to ₹ 62 crore has been credited to General Reserve pursuant to the Scheme.

Had the Scheme not prescribed the above accounting treatments, the difference of ₹ 3,837 crore would have been credited to Capital Reserve instead of General Reserve and General Reserve would have been lower by equivalent amount.

- III** In accordance with the provisions of the Scheme of Amalgamation of Reliance Commercial Finance Private Limited (RCFPL) with the Company ("the Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay vide order dated April 29, 2011, the loss on sale of long term investments amounting to ₹ 149 crore determined as an exceptional item by the Board of Directors of the Company has been debited in the statement of profit and loss for the previous year ended March 31, 2012. As per the Scheme and legal opinion obtained by the Company equivalent amount has been withdrawn from General Reserve to adjust the same, which has been disclosed accordingly. Had such losses not been met from General Reserve, the Company would have reflected a profit before tax of ₹ 472 crore and Profit after tax for the year would have been ₹ 370 crore.

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

- 30 a) The Company sells loans through securitisation and direct assignment. The information related to securitisation and assignment made by the Company during the year, as an originator is given below:

(₹ in crore)

	Securitisation Outside	Subsidiaries	Assignment Outside	Total
Total number of loan assets Securitised / Assigned (Nos.)	11 525	31	6 892	18 448
	(-)	(96)	(14 494)	(14 590)
Total book value of loan assets Securitised / Assigned (Net of Provisions, if any) (₹)	1 544	25	586	2 155
	(-)	(49)	(1 078)	(1 127)
Sale consideration received for the Securitised / Assigned assets (₹)	1 544	25	465	2 034
	(-)	(49)	(1 082)	(1 131)
Net gain / (loss) on account of Securitisation / Assigned (₹)	-	-	(121)	(121)
	(-)	(-)	(4)	(4)
Outstanding Credit Enhancement (Funded) as at March 31, 2013 (₹)	172	-	124	296
	(174)	(-)	(126)	(300)
Outstanding Liquidity Facility (₹)	-	-	-	-
	(-)	(-)	(-)	(-)
Net Outstanding Servicing Liability as at March 31, 2013 (₹)	62	-	65	127
	(19)	(-)	(73)	(92)

Note : Figures in bracket indicate previous year figures.

(i) Securitisation

(₹ in crore)

Particulars	As at March 31, 2013	As at March 31, 2012
1 No of SPVs sponsored by the NBFC for Securitisation Transactions	5	3
2 Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	1 311	209
3 Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
a) Off-balance sheet exposures		
• First loss	-	-
• Others	-	-
b) On-balance sheet exposures		
• First loss	172	-
• Others	7	-
4 Amount of exposures to securitisation transactions other than MRR		
a) Off-balance sheet exposures		
i) Exposure to own securitisations		
• First loss	-	-
• Others	-	-
ii) Exposure to third party securitisations		
• First loss	-	-
• Others	-	-
b) On-balance sheet exposures		
i) Exposure to own securitisations		
• First loss	-	174
• Others	-	35
ii) Exposure to third party securitisations		
• First loss	-	-
• Others	-	-

Notes to Financial Statements as at March 31, 2013

(ii) Assignments		(₹ in crore)	
Particulars	As at March 31, 2013	As at March 31, 2012	
1	No of Direct Assignments	23	20
2	Total amount of assigned assets as per books of the NBFC	1 317	1 471
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	First loss	-	-
	Others	47	-
4	Amount of exposures to assignment transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own assignments		
	First loss	-	-
	Others	-	-
	ii) Exposure to third party assignments		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own assignments		
	First loss	124	126
	Others	-	-
	ii) Exposure to third party assignments		
	First loss	-	-
	Others	-	-

- b) The Company invests in Pass Through Certificates (PTCs) and purchases loans through the direct assignment route. In some of the securitisation transactions, the Company also has invested in the assets securitised by it, which, however, is restricted to the maximum limit prescribed by RBI from time to time.
- c) During the year, Company has entered into a agreement for assignment of receivables amounting to ₹ 87 crore (Previous year ₹ 733 crore). The said receivables are included in loans given.

31 Business Transfer Agreement

In terms of Business Transfer Agreement (BTA) dated April 26, 2010 further amended on January 31, 2011 with its subsidiary company i.e. Reliance Home Finance Limited, the Company hold loan assets of ₹ 11 crore (Previous year ₹ 42 crore) related to Reliance Home Finance Limited in a trust capacity as on March 31, 2013.

32 The Company is a partner in the following firms:

- i) Reliance Capital Partners:
a) The firm consists of following partners and their balances:

		(₹ in crore)	
Name of Partners	As at March 31, 2013	As at March 31, 2012	
i) Reliance Capital Limited	544	693	
ii) Reliance Land Private Limited	12	5	
Total	556	698	

- b) Profit Sharing Ratio: The profit / (loss) is distributed between the partners on the basis of the weighted average capital. The loss for the current financial year is ₹ 9 crore (Previous year profit ₹ 30 crore)
- ii) Reliance Capital Infrastructure Partners has been dissolved w.e.f December 31, 2012.

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

33 Auditors' remuneration includes:

	(₹ in crore)	
	2012-13	2011-12
i) Audit Fees	1	1
ii) Tax Audit Fees [₹ 1 06 180 (Previous year ₹ 1 00 000)]	-	-
iii) Certification charges and other reimbursement [₹ 1 31 110 (Previous year ₹ 1 00 000)]	-	-
Total	1	1

34 Tax on Proposed Dividend

In view of Section 115-O of the Income Tax Act, 1961, the Company has reduced its dividend tax liabilities to that extent dividend received from its subsidiary company. The Company has received the following dividend from Reliance Capital Asset Management Limited

	(₹ in crore)	
	2012-13	2011-12
Date of proposed dividend	April 19, 2013	May 9, 2012
Dividend Declared	161	161
Dividend Distribution Tax	27	26
Date of dividend Received	-	August 27, 2012
Dividend Received	-	105

35 Employee Stock Option Plans

The Company operates two Employee Stock Option Plans; ESOS Plan A and ESOS Plan B introduced in the financial year 2009-10, which cover eligible employees of the Company, the Holding Company and its subsidiaries. The vesting of the options is from expiry of one year and ranges till four to five years as per Plan under the respective ESOS(s). Each Option entitles the holder thereof to apply for and be allotted / transferred one Equity Share of the Company of ₹ 10 each upon payment of the exercise price during the exercise period. The Company implements and manages the ESOS plan through a trust. Advance of ₹ 64 crore (net of diminution ₹ 64 crore) [Previous year ₹ 130 crore (net of diminution ₹ Nil)] has been granted to Trust. Out of the said advance Trust has purchased 16,00,000 (Previous year 16,00,000) Equity Shares for the above purpose.

Details of scheme of Employee Stock Option Plans are as under :

	Plan A	Plan B
Date of Grant	February 1, 2010	February 1, 2010
Prices of the Underlying Stock (₹)	790	790
Exercise / Strike Price (₹)	800	800

The fair value of the options granted was estimated on the date of grant using the Black Scholes Model with the following assumptions:

	Plan A	Plan B
Risk Free Interest Rate	7.01% - 7.27%	7.01% - 7.34%
Expected Dividend Yield	0.62%	0.62%
Expected Life (years)	5.5 to 7.0	5.5 to 7.5
Expected Volatility	61.23% to 64.04%	59.56% to 64.04%
Weighted Average Fair Value (₹)	536	546

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows (As certified by management):

	Plan A		Plan B	
	No. of Stock Options	Exercise Price (₹)	No. of Stock Options	Exercise Price (₹)
Outstanding at the beginning of the year	3 47 900	800	3 50 100	800
Granted	-	N.A.	-	N.A.
Exercised	-	N.A.	-	N.A.
Lapsed / Forfeited / Surrendered	1 77 280	800	97 640	800
Outstanding at the end of the year	1 70 620	800	2 52 460	800
Exercisable at end of the year	58 980	800	37 420	800

Notes to Financial Statements as at March 31, 2013

36 Employee benefits

a) Defined contribution plan

Contribution to defined contribution plans, recognised as expense for the year is as under:

	(₹ in crore)	
	2012-13	2011-12
Employer's contribution to provident fund	4	4
Employer's contribution to superannuation fund [₹ 18 15 991 (Previous year ₹ 19 35 628)]	-	-
Employer's contribution to pension scheme	1	1
	5	5

b) Defined Benefit plans

The following tables summarise the components of the net employee benefit expenses recognised in the Statement of Profit and Loss, the fund status and amount recognised in the balance sheet for the gratuity benefit plan and leave encashment plan.

Particulars	(₹ in crore)			
	Gratuity benefit funded		Leave Encashment Benefit Unfunded	
	2012-13	2011-12	2012-13	2011-12
I. Table showing change in				
Liability at the beginning of the period	4.36	3.24	3.63	4.50
Interest cost	0.37	0.28	0.27	0.31
Current service cost	0.94	0.82	0.83	0.83
Benefit paid	(1.28)	(0.57)	(0.96)	(0.58)
Actuarial (gain)/loss on obligations	1.16	0.59	0.07	(1.43)
Liability at the end of the period	5.54	4.36	3.84	3.63
II. Changes in the fair Value of Plan Assets and the reconciliation thereof:				
Fair value of plan assets at the beginning of the period	4.35	3.82	-	-
Expected return on plan assets	0.37	0.32	-	-
Contributions	3.27	1.03	0.96	0.58
Benefit paid	(1.28)	(0.57)	(0.96)	(0.58)
Actuarial gain/(loss) on plan assets	(0.03)	(0.25)	-	-
Fair value of plan assets at the end of the period	6.69	4.35	-	-
Total actuarial gain/(loss) to be recognised	(1.18)	(0.84)	(0.07)	1.43
III. Actual return on plan assets				
Expected return on plan assets	0.37	0.32	-	-
Actuarial gain/(loss) on plan assets	(0.03)	(0.25)	-	-
Actual return on plan assets	0.34	0.07	-	-
IV. Amount recognised in the Balance Sheet				
Liability at the end of the period	5.54	4.36	3.84	3.63
Fair Value of Plan Assets at the end of the period	6.69	4.35	-	-
Difference Funded status	1.15	(0.01)	(3.84)	(3.63)
Unrecognised Actual Gain/(Loss)	-	-	-	-
Amount recognised in the Balance Sheet (liability)	1.15	(0.01)	(3.84)	(3.63)

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

Particulars	Gratuity benefit funded		Leave Encashment Benefit Unfunded		
	2012-13	2011-12	2012-13	2011-12	
V. Expenses recognised in the Statement of Profit and Loss					
Current Service Cost	0.94	0.82	0.83	0.83	
Interest Cost	0.36	0.28	0.27	0.31	
Expected return on Plan Assets	(0.37)	(0.32)	-	-	
Net Actuarial (gain)/loss to be recognized	1.18	0.84	0.07	(1.43)	
Expense recognised in the Statement of Profit and Loss	2.11	1.62	1.17	(0.29)	
VI. Amount recognised in the Balance Sheet					
Opening Net Liability	0.01	(0.58)	3.63	4.50	
Expense as above	2.11	1.62	1.17	(0.29)	
Employers Contribution paid	(3.27)	(1.03)	(0.96)	(0.58)	
Closing Net Liability/(Assets)	(1.15)	0.01	3.84	3.63	
VII. Assumptions					
Discount Rate	8.00%	8.50%	8.00%	8.50%	
Rate of return on Plan Assets	8.00%	8.50%	-	-	
Salary Escalation Rate	5.00%	5.00%	5.00%	5.00%	
VIII. Particulars of the amounts for the year and previous years					
		Gratuity for the year ended March 31			
	2 013	2 012	2 011	2 010	2 009
Present value of benefit obligation	5.54	4.36	3.25	4.62	4.13
Fair value of plan assets	6.69	4.35	3.82	3.76	2.98
Excess of obligation over plan assets	(1.15)	0.01	(0.57)	0.86	1.15
IX. Experience Adjustment					
Experience adjustment on Plan Assets Gain / (Loss)	(0.03)	(0.25)	(0.09)	0.23	(0.40)
Experience adjustment on Plan Liabilities (Gain) / Loss	0.72	0.58	(0.51)	0.58	(0.99)

Notes:

- i) The above figures are shown in rupees in crore with two decimals to be more representative.
- ii) The estimates of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.
- iii) General descriptions of significant defined plans:
 - a) Gratuity plan
Gratuity is payable to all eligible employees of the Company on superannuation, death and permanent disablement, in terms of the provisions of the Payment of Gratuity Act, 1972 or as per the Company's Scheme whichever is more beneficial.
 - b) Leave plan
Encashment of leave can be availed by the employee for balance in the earned account as on January 1, 2009. All carry forward earned leaves with a maximum limit of 10 days, are available for availment but not for encashment.

37 Segment reporting

As per paragraph 4 of Accounting Standard (AS-17), on "Segment Reporting" notified by the Companies (Accounting Standards) Rules 2006, where a single financial report contains both consolidated financial statements and the separate financial statements of the holding company, segment reporting needs to be presented only on the basis of consolidated financial statements. In view of this, segment information has been presented at Note No. 40 of the consolidated financial statements.

Notes to Financial Statements as at March 31, 2013

38 Related party disclosures

A. List of Related Parties and their relationship:

i) **Holding Company**

Reliance Innoventures Private Limited

ii) **Subsidiary of Holding Company**

AAA Enterprises Private Limited

iii) **Individual Promoter**

Shri Anil D. Ambani, the person having control during the year

iv) **Subsidiaries**

Reliance Capital Asset Management Limited	Reliance Money Express Limited
Reliance Capital Asset Management (UK) Plc	Reliance Composite Insurance Broking Limited
Reliance Asset Management (Malaysia) SDN BHD	Reliance Alternative Investments Services Private Limited
Reliance Asset Management (Mauritius) Limited	Reliance Capital (Singapore) Pte Limited
Reliance Asset Management (Singapore) Pte. Limited	Reliance Venture Asset Management Private Limited
Reliance Capital Pension Fund Limited	Reliance Equities International Private Limited
Reliance Capital Trustee Company Limited	(merged with the company w.e.f. March 31, 2013)
Reliance General Insurance Company Limited	Emerging Money Mall Limited (w.e.f. February 20, 2013)
Reliance Gilts Limited	(merged with the company w.e.f. March 31, 2013)
Reliance Home Finance Limited	QOPPA Trading Private Limited
Reliance Equity Advisors (India) Limited	Quant Broking Private Limited
Reliance Consultants (Mauritius) Limited	Quant Capital Advisors Private Limited
Reliance Exchangenext Limited	Quant Capital Finance And Investments Private Limited
Reliance Spot Exchange Infrastructure Limited	Quant Capital Private Limited
Indian Agri Services Private Limited (w.e.f April 30, 2012)	Quant Commodities Private Limited
Reliance Securities Limited	Quant Commodity Broking Private Limited
Reliance Wealth Management Limited	Quant Investments Services Private Limited
Reliance Financial Limited	Quant Securities Private Limited
Reliance Money Precious Metals Private Limited	QCAP Trade Private Limited
Reliance Commodities Limited	Quant Alternative Asset Management Private Limited
Reliance Investment Banking Services Limited	(w.e.f. October 12, 2012)

v) **Partnership firm**

Reliance Capital Partners

Reliance Capital Infrastructure Partners (dissolved w.e.f. December 31, 2012)

vi) **Associates**

Ammolite Holdings Limited	Reliance Land Private Limited
Indian Commodity Exchange Limited	Reliance Life Insurance Company Limited
Reliance Asset Reconstruction Company Limited	Reliance Share & Stock Brokers Private Limited

vii) **Fellow subsidiaries**

AAA Entertainment Private Limited	Reliance Communications Limited
Big Flicks Private Limited	Reliance Infocomm Infrastructure Private Limited
Jump Games Private Limited	Reliance Webstore Limited
Reliance Big Entertainment Private Limited	Zapak Digital Entertainment Limited
Reliance Communications Infrastructure Limited	

viii) **Key management personnel**

Shri V. R. Mohan - President & Company Secretary

B. Other related parties with whom transactions have taken place during the year:

- i) Enterprise over which individual described in clause A (iii) above has control
Reliance Power Limited

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

C. Transactions during the year with related parties:

(₹ in crore)

Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
Debentures					
a) Issued during the year	85	-	15	-	100
	(-)	(-)	(25)	(-)	(25)
b) Redeemed during the year	157	-	-	-	157
	(-)	(-)	(-)	(-)	(-)
c) Balance as at March 31, 2013	166	-	40	-	206
	(158)	(-)	(25)	(-)	(183)
d) Accrued interest on debentures as at March 31, 2013 (Previous year ₹ 28 38 356)	10	-	1	-	11
	(-)	(-)	(-)	(-)	(-)
Loans Taken					
a) Taken during the year	-	-	-	-	-
	(500)	(-)	(-)	(-)	(500)
b) Returned during the year	80	-	-	-	80
	(-)	(-)	(-)	(-)	(0)
c) Balance as at March 31, 2013	700	-	-	-	700
	(780)	(-)	(-)	(-)	(780)
Commercial Paper					
a) Issued during the year	-	-	527	-	527
	(10)	(-)	(682)	(-)	(692)
b) Repaid during the year	-	-	750	-	750
	(10)	(-)	(299)	(-)	(309)
c) Balance as at March 31, 2013	-	-	271	-	271
	(-)	(-)	(482)	(-)	(482)
Investments					
a) Subscribed/Purchased during the year	454	23	-	-	477
	(479)	(-)	(125)	(-)	(604)
b) Redeemed during the year	302	-	-	-	302
	(25)	(-)	(-)	(-)	(25)
c) Balance as at March 31, 2013 [Net of provision ₹ 125 crore (Previous year ₹ 40 crore)]	2 708	1 230	5 397	-	9 335
	(2 441)	(1 307)	(4 366)	(-)	(8 114)
Partnership Current Accounts					
a) Contribution /(withdrawal) during the year (Net)	-	-	-	(140)	(140)
	(-)	(-)	(-)	(-)	(-)
b) Profit / (Loss) of Partnership firm during the year	-	-	-	(9)	(9)
	(-)	(-)	(-)	(30)	(30)
c) Balance as at March 31, 2013	-	-	-	544	544
	(-)	(-)	(-)	(693)	(693)
Interest / Finance income accrued on Investment					
a) Balance as at March 31, 2013	-	410	166	-	576
	(-)	(290)	(125)	(-)	(415)
Loans Given					
a) Given during the year	443	749	11	-	1 203
	(280)	(86)	(19)	(-)	(385)
b) Returned /Adjusted during the year	495	230	13	-	738
	(352)	(49)	(150)	(-)	(551)
c) Balance as at March 31, 2013 [Net of provision ₹ 7 crore (Previous year ₹ Nil)]	62	583	32	-	677
	(122)	(63)	(34)	(-)	(219)
d) Assignment of Loans	25	-	-	-	25
	(49)	(-)	(-)	(-)	(49)
e) Re-Assignment of Loans	-	-	-	-	-
	(703)	(-)	(-)	(-)	(703)

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
f) Interest accrued on Loans (*₹ 25 38 345)	-*	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Trade receivable					
a) Balance as at March 31, 2013	-	-	-	-	-
	(-)	(1)	(-)	(-)	(1)
Advances					
a) Balance as at March 31, 2013 (*₹ 2 67 733)	92	2	-*	-	94
	(55)	(-)	(4)	(-)	(59)
Trade payables					
a) Balance as at March 31, 2013 [₹ 4 79 830 (Previous year ₹ 16 60 369)]	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Income					
a) Interest & Finance Income (including Premium on Preference Shares)	4	148	63	-	215
	(4)	(127)	(66)	(-)	(197)
b) Rent	-	1	-	-	1
	(-)	(-)	(-)	(-)	(-)
c) Dividend Income *(Previous year ₹ 42 10 544)	105	1	19	-	125
	(150)	(*)	(-)	(-)	(150)
d) Reimbursement of Expenditure [₹ 23 25 359 (Previous year ₹ 39 05 151)]	13	-	5	-	18
	(31)	(-)	(6)	(-)	(37)
e) Management Fees	15	-	6	-	21
	(18)	(-)	(6)	(-)	(24)
f) Income transferred as per Business Transfer Agreement	3	-	-	-	3
	(11)	(-)	(-)	(-)	(11)
g) Processing fees	-	2	-	-	2
	(-)	(-)	(-)	(-)	(-)
Expenditure					
a) Finance cost	98	-	39	-	137
	(66)	(-)	(2)	(-)	(68)
b) Insurance [₹ 66 29 083 (Previous year ₹ 24 62 049)]	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
c) Legal & Professional fees	-	-	-	-	-
	(2)	(-)	(-)	(-)	(2)
d) Brokerage paid during the year (₹ 38 98 504)	-	-	-	-	-
	(6)	(-)	(-)	(-)	(6)
e) Expenses transferred as per Business Transfer Agreement	3	-	-	-	3
	(9)	(-)	(-)	(-)	(9)
f) Reimbursement of Expenditure	3	-	1	-	4
	(14)	(-)	(2)	(-)	(16)
g) Provision for diminution in value of investments	(21)	77	-	-	56
	(40)	(-)	(-)	(-)	(40)
h) Provision for NPA, doubtful debts and balances written off	7	-	18	-	25
	(-)	(-)	(-)	(-)	(-)
Contingent Liability					
a) Guarantees to Banks and Financial Institutions on behalf of third parties	5	50	82	-	137
	(-)	(-)	(77)	(-)	(77)
Shares given as collateral					
a) Shares given as collateral	63	-	-	-	63
	(-)	(-)	(-)	(-)	(-)

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

D. The nature and volume of material transactions for the year with above related parties are as follows:

(₹ in crore)

Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
Debentures					
a) Issued during the year					
i) Reliance Securities Limited	85	-	-	-	85
	(-)	(-)	(-)	(-)	(-)
ii) Reliance Life insurance Company Limited	-	-	15	-	15
	(-)	(-)	(25)	(-)	(25)
b) Redeemed during the year					
i) Reliance Securities Limited	80	-	-	-	80
	(-)	(-)	(-)	(-)	(-)
ii) Reliance General Insurance Company Limited	77	-	-	-	77
	(-)	(-)	(-)	(-)	(-)
c) Balance as at March 31, 2013					
i) Reliance Securities Limited	86	-	-	-	86
	(81)	(-)	(-)	(-)	(81)
ii) Reliance Life insurance Company Limited	-	-	40	-	40
	(-)	(-)	(25)	(-)	(25)
iii) Reliance General Insurance Company Limited	80	-	-	-	80
	(77)	(-)	(-)	(-)	(77)
d) Interest accrued on debentures as at March 31, 2013					
i) Reliance Securities Limited	5	-	-	-	5
	(-)	(-)	(-)	(-)	(-)
(Previous year ₹ 4 82 192)					
ii) Reliance Life Insurance Company Limited	-	-	1	-	1
	(-)	(-)	(-)	(-)	(-)
(Previous year ₹ 23 56 164)					
iii) Reliance General Insurance Company Limited	5	-	-	-	5
	(-)	(-)	(-)	(-)	(-)
Loans Taken					
a) Taken during the year					
i) Reliance Capital Asset Management Limited	-	-	-	-	-
	(500)	(-)	(-)	(-)	(500)
b) Returned during the year					
i) Reliance Capital Asset Management Limited	80	-	-	-	80
	(-)	(-)	(-)	(-)	(-)
c) Balance as at March 31, 2013					
i) Reliance Capital Asset Management Limited	700	-	-	-	700
	(780)	(-)	(-)	(-)	(780)
Commercial Papers					
a) Issued during the year					
i) Reliance Securities Limited	-	-	-	-	-
	(10)	(-)	(-)	(-)	(10)
ii) Reliance Life Insurance Company Limited	-	-	527	-	527
	(-)	(-)	(682)	(-)	(682)
b) Repaid during the year					
i) Reliance Securities Limited	-	-	-	-	-
	(10)	(-)	(-)	(-)	(10)
ii) Reliance Life Insurance Company Limited	-	-	750	-	750
	(-)	(-)	(299)	(-)	(299)
c) Balance as at March 31, 2013					
i) Reliance Life Insurance Company Limited	-	-	271	-	271
	(-)	(-)	(482)	(-)	(482)
Investments					
a) Subscribed / Purchased during the year					
i) Reliance General Insurance Company Limited	155	-	-	-	155
	(443)	(-)	(-)	(-)	(443)
ii) Reliance Land Private Limited	-	-	-	-	-
	(-)	(-)	(125)	(-)	(125)
iii) Reliance Home Finance Limited	291	-	-	-	291

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
	(-)	(-)	(-)	(-)	(-)
iv) AAA Entertainment Private Limited	-	23	-	-	23
	(-)	(-)	(-)	(-)	(-)
b) Redeemed during the year					
i) Reliance Securities Limited	-	-	-	-	-
	(25)	(-)	(-)	(-)	(25)
ii) Reliance Home Finance Limited	291	-	-	-	291
	(-)	(-)	(-)	(-)	(-)
c) Balance as at March 31, 2013					
i) Reliance Capital Asset Management Limited	184	-	-	-	184
	(10)	(-)	(-)	(-)	(10)
ii) Reliance General Insurance Company Limited	1 717	-	-	-	1 717
	(1 562)	(-)	(-)	(-)	(1 562)
iii) Reliance Land Private Limited	-	-	486	-	486
	(-)	(-)	(486)	(-)	(486)
iv) Reliance Home Finance Limited	321	-	-	-	321
	(321)	(-)	(-)	(-)	(321)
v) Reliance Share & Stock Brokers Private Limited	-	-	86	-	86
	(-)	(-)	(86)	(-)	(86)
vi) Reliance Big Entertainment Private Limited	-	1 000	-	-	1 000
	(-)	(1 000)	(-)	(-)	(1 000)
vii) Reliance Communications Limited [Net of Provision ₹ 77 crore (Previous year ₹ Nil)]	-	230	-	-	230
	(-)	(307)	(-)	(-)	(307)
viii) Reliance Asset Reconstruction Company Limited	-	-	49	-	49
	(-)	(-)	(49)	(-)	(49)
ix) Ammolite Holdings Limited [Net of Provision ₹ 29 crore (Previous year ₹ Nil)]	-	-	-	-	-
	(-)	(-)	(29)	(-)	(29)
x) Reliance Securities Limited	150	-	-	-	150
	(150)	(-)	(-)	(-)	(150)
xi) Quant Capital Private Limited	200	-	-	-	200
	(200)	(-)	(-)	(-)	(200)
xii) Reliance Exchangenext Limited [Net of Provision ₹ 19 crore (Previous year ₹ Nil)]	50	-	-	-	50
	(69)	(-)	(-)	(-)	(69)
xiii) Reliance Life Insurance Company Limited	-	-	4 776	-	4 776
	(-)	(-)	(3 717)	(-)	(3 717)
Partnership Current Accounts					
a) Contribution /(withdrawal) during the year (Net)					
i) Reliance Capital Partners	-	-	-	(140)	(140)
	(-)	(-)	(-)	(-)	(-)
b) Profit /(Loss) of Partnership firm during the year					
i) Reliance Capital Partners	-	-	-	(9)	(9)
	(-)	(-)	(-)	(30)	(30)
c) Balance as at March 31, 2013					
i) Reliance Capital Partners	-	-	-	544	544
	(-)	(-)	(-)	(693)	(693)
Interest / Finance income accrued on investment					
a) Balance as at March 31, 2013					
i) Reliance Land Private Limited	-	-	166	-	166
	(-)	(-)	(107)	(-)	(107)
ii) Ammolite Holdings Limited	-	-	-	-	-
	(-)	(-)	(19)	(-)	(19)
iii) Reliance Big Entertainment Private Limited	-	410	-	-	410
	(-)	(290)	(-)	(-)	(290)
Loans Given					
a) Given during the year					
i) Reliance Land Private Limited	-	-	11	-	11
	(-)	(-)	(17)	(-)	(17)

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
ii) Reliance Financial Limited	40 (50)	- (-)	- (-)	- (-)	40 (50)
iii) Quant Capital Private Limited	50 (-)	- (-)	- (-)	- (-)	50 (-)
iv) Zapak Digital Entertainment Limited	- (-)	2 (20)	- (-)	- (-)	2 (20)
v) Jump Games Private Limited	- (-)	4 (5)	- (-)	- (-)	4 (5)
vi) Reliance Asset Reconstruction Company Limited	- (-)	- (-)	- (3)	- (-)	- (3)
vii) Reliance Securities Limited	50 (-)	- (-)	- (-)	- (-)	50 (-)
viii) Quant Commodities Private Limited	100 (156)	- (-)	- (-)	- (-)	100 (156)
ix) Reliance Commodities Limited	- (67)	- (-)	- (-)	- (-)	- (67)
x) Reliance Big Entertainment Private Limited	- (-)	743 (61)	- (-)	- (-)	743 (61)
xi) Reliance Equities International Private Limited	186 (-)	- (-)	- (-)	- (-)	186 (-)
b) Returned/Adjusted during the year					
i) Reliance Land Private Limited	- (-)	- (-)	- (140)	- (-)	- (140)
ii) Reliance Financial Limited	40 (50)	- (-)	- (-)	- (-)	40 (50)
iii) Reliance Asset Reconstruction Company Limited	- (-)	- (-)	4 (8)	- (-)	4 (8)
iv) Quant Broking Private Limited	16 (10)	- (-)	- (-)	- (-)	16 (10)
v) Quant Commodities Private Limited	100 (156)	- (-)	- (-)	- (-)	100 (156)
vi) Quant Capital Private Limited	50 (-)	- (-)	- (-)	- (-)	50 (-)
vii) Reliance Securities Limited	103 (44)	- (-)	- (-)	- (-)	103 (44)
viii) Reliance Commodities Limited	- (67)	- (-)	- (-)	- (-)	- (67)
ix) Reliance Big Entertainment Private Limited	- (-)	205 (24)	- (-)	- (-)	205 (24)
x) Zapak Digital Entertainment Limited	- (-)	- (20)	- (-)	- (-)	- (20)
xi) Jump Games Private Limited	- (-)	- (5)	- (-)	- (-)	- (5)
xii) Reliance Life Insurance Company Limited	- (-)	- (-)	9 (2)	- (-)	9 (2)
xiii) Reliance Equities International Private Limited	186 (-)	- (-)	- (-)	- (-)	186 (-)
c) Balance as at March 31, 2013					
i) Reliance Land Private Limited	- (-)	- (-)	24 (13)	- (-)	24 (13)
ii) Reliance Equity Advisors (India) Limited	32 (32)	- (-)	- (-)	- (-)	32 (32)
iii) Quant Broking Private Limited	30 (30)	- (-)	- (-)	- (-)	30 (30)
iv) Zapak Digital Entertainment Limited	- (-)	2 (20)	- (-)	- (-)	2 (20)

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
v) Jump Games Private Limited	-	4	-	-	4
	(-)	(5)	(-)	(-)	(5)
vi) Reliance Asset Reconstruction Company Limited	-	-	1	-	1
	(-)	(-)	(5)	(-)	(5)
vii) Reliance Exchangenext Limited [Net of Provision ₹ 7 crore (Previous year ₹ Nil)]	-	-	-	-	-
	(7)	(-)	(-)	(-)	(7)
viii) Reliance Big Entertainment Private Limited	-	576	-	-	576
	(-)	(38)	(-)	(-)	(38)
ix) Reliance Securities Limited	-	-	-	-	-
	(53)	(-)	(-)	(-)	(53)
x) Reliance Life Insurance Company Limited	-	-	7	-	7
	(-)	(-)	(16)	(-)	(16)
d) Assignment of Loans					
i) Reliance Home Finance Limited	25	-	-	-	25
	(49)	(-)	(-)	(-)	(49)
e) Re-Assignment of Loans					
i) Reliance Home Finance Limited	-	-	-	-	-
	(703)	(-)	(-)	(-)	(703)
Trade Receivables					
a) Reliance Communications Infrastructure Limited	-	-	-	-	-
	(-)	(1)	(-)	(-)	(1)
Advances					
a) Balance as at March 31, 2013					
i) Reliance Securities Limited	3	-	-	-	3
	(-)	(-)	(-)	(-)	(-)
ii) Reliance General Insurance Company Limited	1	-	-	-	1
	(2)	(-)	(-)	(-)	(2)
iii) Quant Capital Private Limited	50	-	-	-	50
	(50)	(-)	(-)	(-)	(50)
iv) Reliance Communications Infrastructure Limited (including capital advance)	-	2	-	-	2
	(-)	(-)	(-)	(-)	(-)
v) Reliance Life Insurance Company Limited (₹ 2 67 733)	-	-	-	-	-
	(-)	(-)	(4)	(-)	(4)
vi) Quant Broking Private Limited	38	-	-	-	38
	(-)	(-)	(-)	(-)	(-)
Trade Payable					
a) Trade payables as at March 31, 2013					
i) Big Flicks Private Limited [₹ 4 29 830 (Previous year ₹ 4 29 830)]	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
ii) Reliance Securities Limited (Previous year ₹ 12 30 539)	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
Income					
a) Interest & Finance Income (including Premium on Preference Shares)					
i) Quant Capital Finance And Investments Private Limited (Previous year ₹ 17 54 521)	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)
ii) Quant Capital Private Limited	1	-	-	-	1
	(-)	(-)	(-)	(-)	(-)
iii) Reliance Land Private Limited	-	-	61	-	61
	(-)	(-)	(61)	(-)	(61)
iv) Ammolite Holdings Limited	-	-	-	-	-
	(-)	(-)	(5)	(-)	(5)
v) Quant Broking Private Limited	3	-	-	-	3
	(3)	(-)	(-)	(-)	(3)
vi) Reliance Big Entertainment Private Limited	-	148	-	-	148
	(-)	(123)	(-)	(-)	(123)

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

						(₹ in crore)
Particulars		Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
b)	Rent					
i)	Reliance Communications Infrastructure Limited	-	1	-	-	1
		(-)	(-)	(-)	(-)	(-)
c)	Dividend Income					
i)	Reliance Capital Asset Management Limited	105	-	-	-	105
		(150)	(-)	(-)	(-)	(150)
ii)	Reliance Communications Limited (Previous year ₹ 42 10 544)	-	1	-	-	1
		(-)	(-)	(-)	(-)	(-)
iii)	Reliance Life Insurance Company Limited	-	-	19	-	19
		(-)	(-)	(-)	(-)	(-)
d)	Reimbursement of Expenditure					
i)	Reliance General Insurance Company Limited	3	-	-	-	3
		(6)	(-)	(-)	(-)	(6)
ii)	Reliance Communications Infrastructure Limited [₹ 23 25 359 (Previous year ₹ 32 15 245)]	-	-	-	-	-
		(-)	(-)	(-)	(-)	(-)
iii)	Reliance Asset Reconstruction Company Limited (₹ 24 06 000)	-	-	-	-	-
		(-)	(-)	(1)	(-)	(1)
iv)	Reliance Capital Asset Management Limited	2	-	-	-	2
		(2)	(-)	(-)	(-)	(2)
v)	Reliance Securities Limited	1	-	-	-	1
		(2)	(-)	(-)	(-)	(2)
vi)	Reliance Home Finance Limited	7	-	-	-	7
		(21)	(-)	(-)	(-)	(21)
vii)	Reliance Land Private Limited (Previous year ₹ 4 63 890)	-	-	-	-	-
		(-)	(-)	(-)	(-)	(-)
viii)	Reliance Big Entertainment Private Limited (Previous year ₹ 4 850)	-	-	-	-	-
		(-)	(-)	(-)	(-)	(-)
ix)	Reliance Life Insurance Company Limited	-	-	5	-	5
		(-)	(-)	(5)	(-)	(5)
e)	Management Fees					
i)	Reliance General Insurance Company Limited	6	-	-	-	6
		(6)	(-)	(-)	(-)	(6)
ii)	Reliance Capital Asset Management Limited	6	-	-	-	6
		(6)	(-)	(-)	(-)	(6)
iii)	Reliance Securities Limited	-	-	-	-	-
		(3)	(-)	(-)	(-)	(3)
iv)	Reliance Home Finance Limited	3	-	-	-	3
		(3)	(-)	(-)	(-)	(3)
v)	Reliance Life Insurance Company Limited	-	-	6	-	6
		(-)	(-)	(6)	(-)	(6)
f)	Income transferred as per Business Transfer Agreement					
i)	Reliance Home Finance Limited	3	-	-	-	3
		(11)	(-)	(-)	(-)	(11)
g)	Processing fees					
i)	Reliance Big Entertainment Private Limited	-	2	-	-	2
		(-)	(-)	(-)	(-)	(-)
Expenditure						
a)	Finance cost					
i)	Reliance Securities Limited	9	-	-	-	9
		(9)	(-)	(-)	(-)	(9)
ii)	Reliance Capital Asset Management Limited	82	-	-	-	82
		(57)	(-)	(-)	(-)	(57)
iii)	Reliance Life Insurance Company Limited	-	-	39	-	39
		(-)	(-)	(2)	(-)	(2)

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
b) Insurance					
i) Reliance General Insurance Company Limited [₹ 22 52 222 (Previous year ₹ 24 62 049)]	- (-)	- (-)	- (-)	- (-)	- (-)
ii) Reliance Life Insurance Company Limited [₹ 43 76 861 (Previous year ₹ Nil)]	- (-)	- (-)	- (-)	- (-)	- (-)
c) Professional and Management fees					
i) Reliance Venture Asset Management Private Limited	- (2)	- (-)	- (-)	- (-)	- (2)
d) Brokerage paid during the year					
i) Reliance Securities Limited (₹ 38 98 504)	- (6)	- (-)	- (-)	- (-)	- (6)
e) Expenses transferred as per Business Transfer Agreement					
i) Reliance Home Finance Limited	3 (9)	- (-)	- (-)	- (-)	3 (9)
f) Reimbursement of Expenditure					
i) Reliance Land Private Limited	- (-)	- (-)	1 (2)	- (-)	1 (2)
ii) Reliance Home Finance Limited	3 (14)	- (-)	- (-)	- (-)	3 (14)
g) Provision for diminution in value of investments					
i) Reliance Exchangenext Limited	19 (-)	- (-)	- (-)	- (-)	19 (-)
ii) Reliance Communication Limited	- (-)	77 (-)	- (-)	- (-)	77 (-)
iii) Reliance Equities International Private Limited	(40) (40)	- (-)	- (-)	- (-)	(40) (40)
h) Provision for NPA, doubtful debts and balances written off					
i) Reliance Exchangenext Limited	7 (-)	- (-)	- (-)	- (-)	7 (-)
ii) Ammolite Holdings Limited	- (-)	- (-)	18 (-)	- (-)	18 (-)
Contingent Liability					
a) Guarantees to Banks and Financial Institutions					
i) Reliance Money Precious Metals Private Limited	5 (-)	- (-)	- (-)	- (-)	5 (-)
ii) Ammolite Holdings Limited	- (-)	- (-)	82 (77)	- (-)	82 (77)
iii) Reliance Big Entertainment Private Limited	- (-)	50 (-)	- (-)	- (-)	50 (-)
Shares given as collateral					
a) Reliance Securities Limited	63 (-)	- (-)	- (-)	- (-)	63 (-)

Key Managerial Personnel

- a) Shri V. R. Mohan
 -Employee benefit expenses ₹ 69 99 996 (Previous year ₹ 68 54 397)
 -Loan given balance as at March 31, 2013, ₹ 4 35 351 (Previous year ₹ 4 49 751)

Enterprise over which individual described in clause A(iii) above has control

- a) Reliance Power Limited
 -Commercial Paper subscribed & redeemed ₹ Nil (Previous year ₹ 224 crore)
 -Investment balance as at March 31, 2013, ₹ 3 crore (Previous year ₹ 3 crore)
 -Reimbursement of expenditure ₹ 1 06 120 (Previous year Nil)

Notes :

- i) Figures in bracket indicate previous year figures.
 ii) Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

- iii) The above disclosed transactions entered during the period of existence of related party relationship. The balances and transactions are not disclosed before existence of related party relationship and after cessation of related party relationship.
- iv) In addition to the above, Commission of ₹ Nil (Previous year ₹ Nil) and Director sitting fees of ₹ 1,20,000 (Previous year ₹ 1,00,000) has been paid to Shri Anil D. Ambani, an individual having control.
- v) Pursuant to the Scheme of Amalgamation ("the Scheme") between Company and Reliance Equities International Private Limited (REIPL) and Emerging Money Mall Limited (EMML) [Refer note no. 29] entire issued, subscribed and paid up share capital of REIPL and EMML was held by the Company and was cancelled. Therefore, for the purpose of above disclosures the same has not been considered.

39 Leases

Details of Future Minimum Lease Receivables are as under :

Particulars	(₹ in crore)	
	2013-14	2012-13
Within one year of the balance sheet date	25	21
Due in a period between one year and five years	34	50
Due after five years [₹ 1 79 739 (Previous year ₹ 3 91 880)]	-	-

40 Basic and diluted earning per share:

The computation of earning per share is set out below :

Particulars	(₹ in crore)	
	2012-13	2011-12
a) Amounts used as the numerators		
Net Profit after tax	662	519
Net Profit attributable to equity shareholders	662	519
b) Weighted average number of equity shares (Nos.)	24 56 32 800	24 56 32 800
c) Basic earning per share of face value ₹ 10 each (₹)	26.95	21.14
d) Diluted earning per share of face value ₹ 10 each (₹)	26.95	21.14

- 41 During the year Nippon Life Insurance Company (NLIC) has acquired 26% equity shareholding in Reliance Capital Asset Management Company Limited (RCAM). The Company has waived its entitlement of bonus shares issued by RCAM.

42 Disclosure of loans / advances and investments in its own shares by the listed companies, in its subsidiaries, associate etc. (as certified by the management) in terms of the Listing Agreement with the Stock Exchanges.

Particulars	(₹ in crore)			
	Outstanding Balance		Maximum Balance outstanding	
	March 31, 2013	March 31, 2012	2012-13	2011-12
i) Loans and advances in the nature of loans to subsidiaries				
a) Reliance Equity Advisors (India) Limited	32	32	32	32
b) Reliance Securities Limited	-	53	50	97
c) Reliance Financial Limited	-	-	40	50
d) Quant Broking Private Limited	30	30	51	40
e) Quant Capital Finance And Investments Private Limited	-	-	-	25
f) Quant Commodities Private Limited	-	-	100	100
g) Reliance Commodities Limited	-	-	-	50
h) Reliance Exchangenext Limited (Net of Provision of ₹ 7 crore as on March 31, 2013)	-	7	8	7
i) Quant Capital Private Limited	-	-	50	-
j) Reliance Equities International Private Limited (Merged with the Company w.e.f. March 31, 2013)	-	-	186	-
ii) Loans and advances in the nature of loans to associates				
a) Reliance Asset Reconstruction Company Limited	1	5	5	12
b) Reliance Land Private Limited	24	13	24	136
c) Reliance Life Insurance Company Limited	7	16	16	78

Notes to Financial Statements as at March 31, 2013

(₹ in crore)

Particulars	Outstanding Balance		Maximum Balance outstanding	
	March 31, 2013	March 31, 2012	2012-13	2011-12
iii) Loans and advances in the nature of loans where there is				
a) No repayment schedule or repayment beyond seven years				
Reliance Land Private Limited	-	13	24	136
b) No interest or interest below Section 372A of the Companies Act, 1956.	Not Applicable pursuant to provision of section 372A (8) (a) (iii) of the Companies Act, 1956			
iv) Loans and advances in nature of loans to firms / companies in which directors are interested.	-	-	-	-
v) Investments by loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan.				
	No. of shares		Amount in ₹	
	-	-	-	-

43 Disclosure of details as required by Para 13 of Non Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007

(i) Liability side

(₹ in crore)

Particulars	Amount Outstanding		Amount Overdue	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
1) Loans and advances availed by NBFC inclusive of interest accrued thereon but not paid				
a) Debentures				
(Other than falling within the meaning of public deposits)				
i) Secured [inclusive of ₹ 248 crore (Previous year ₹ 275 crore) interest accrued thereon]	6 664	6 041	-	-
ii) Unsecured [inclusive of ₹ 57 crore (Previous year ₹ 26 crore) interest accrued thereon]	1 051	534	-	-
b) Deferred Credits	-	-	-	-
c) Term Loans				
i) Secured	9 018	7 735	-	-
ii) Unsecured	-	400	-	-
d) Inter-corporate Loans and Borrowing	710	797	-	-
e) Commercial Paper	3 649	2 888	-	-
f) Other Loans				
i) Cash Credit from Banks	41	165	-	-

(ii) Asset side

Amount Outstanding

Particulars	March 31, 2013	March 31, 2012
2) Break up of loans and advances including bills receivable other than those included in (3) below (Gross Amount)(Refer Note (b) below)		
a) Secured	10 620	10 370
b) Unsecured	6 376	3 342
	16 996	13 712

Note:

- Housing loans / loans against property and construction finance granted are secured by equitable registered mortgage of property and / or undertaking to create a security and other loans and advances are secured by way of hypothecation and / or pledging of the underlying asset.
- In case of loans & advances given in para (2) above, Provision for NPA & Doubtful Debts is ₹ 76 crore (Previous year ₹ 41 crore)
- Break up of leased assets and stock on hire and Other assets counting towards AFC activities:

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

Particulars	Amount Outstanding	
	March 31, 2013	March 31, 2012
Lease assets including lease rentals under sundry debtors:		
1) Financial lease (net of depreciation and lease adjustment)	-	-
2) Operating lease (net of depreciation)	59	69
4) Break up of investments [(Amount net of provisions of ₹ 448 crore (Previous year ₹ 217 crore))]		
a) Current investments		
1) Quoted		
i) Shares		
a) Equity (stock-in trade)	-	-
b) Preference	10	-
ii) Units of Mutual fund	140	-
2) Unquoted		
i) Others		
- Debentures and Bonds	128	374
- Pass Through Certificates	88	226
b) Long term investments		
1) Quoted		
i) Shares		
a) Equity	640	1 265
b) Preference	-	10
ii) Debentures and bonds	-	-
iii) Government securities	-	-
2) Unquoted		
i) Shares		
a) Equity	7 794	6 435
b) Preference	3 227	4 081
ii) Debentures and bonds	859	512
iii) Units of Mutual fund	-	-
iv) Government of India securities ₹ 45 000 (Previous year ₹ 45 000)	-	-
v) Others		
a) Pass Through Certificates & Security Receipts	9	10
b) Units of Private Equity/Seed Fund	151	134
c) Investment in Partnership firm	544	693
d) Investment in unincorporated joint venture	85	85
	13 675	13 825

- 5) Borrower group-wise classification of assets financed as in (2) and (3) above:
[Amount net of provisions of ₹ 76 crore (Previous year ₹ 41 crore)]

(₹ in crore)

Particulars	Secured		Unsecured		Total	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
a) Related parties						
1) Subsidiaries	-	53	154	124	154	177
2) Companies in the same group - Associates	7	16	25	22	32	38
3) Other related parties	149	-	435	63	584	63
b) Other than related parties	10 469	10 334	5 740	3 128	16 209	13 462
Total	10 625	10 403	6 354	3 337	16 979	13 740

Notes to Financial Statements as at March 31, 2013

- 6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted excluding stock in trade)

[Amount net of provisions of ₹ 448 crore (Previous year ₹ 217 crore)]

(₹ in crore)

Particulars	Market value / Fair Value or NAV		Book Value (Net of provisions)	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
a) Related parties				
1) Subsidiaries	2 708	2 441	2 708	2 441
2) Companies in the same group - Associates	5 397	4 366	5 397	4 366
3) Other related parties	1 197	1 284	1 233	1 310
b) Other than related parties	4 248	5 163	4 337	5 708
Total	13 550	13 254	13 675	13 825

- 7) Other information (₹ in crore)

Particulars	March 31, 2013	March 31, 2012
a) Gross Non Performing Assets		
1) Related Parties	36	-
2) Other than Related Parties	328	239
b) Net Non Performing Assets		
1) Related Parties	-	-
2) Other than Related Parties	238	199
c) Assets Acquired in satisfaction of Debt [Net of provision ₹ 5 crore (Previous year ₹ 2 crore)]	13	12

Notes :

- a) Companies in same group means companies under the same management as per section 370 (1B) of the Companies Act, 1956.
 b) In case of unquoted investments, in the absence of market value, book value has been considered.
 c) Capital contribution in Partnership Firm and unincorporated Joint venture have not been considered for the purpose of companies in the same group and other related party.
 d) Investments are classified between non-current and current investments (including current portion of long term investments) as required under revised Schedule VI, as per the Companies Act, 1956.

44 Disclosure of details as required by para 5 of Reserve Bank of India Circular No RBI 2008-09/116 DNBS (PD).CC. No. 125/03.05.002/2008-09

I. Capital to Risk Asset Ratio ("CRAR") (₹ in crore)

Particular	March 31, 2013	March 31, 2012
i) CRAR (%)	16.99	20.21
ii) CRAR - Tier I capital (%)	13.05	17.99
iii) CRAR - Tier II capital (%)	3.94	2.22

II. Exposure to Real Estate (₹ in crore)

Category	2012-13	2011-12
a) Direct Exposure		
i) Residential Mortgage		
Individual Housing Loan upto 15 lakh	1	3
Individual Housing Loan more than 15 lakh	28	46
ii) Commercial Real Estate	1 154	889
iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures -		
Residential	-	-
Commercial	-	-
b) Indirect Exposure		
Fund Based and Non Fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	330	321

Reliance Capital Limited

Notes to Financial Statements as at March 31, 2013

Note:

- For the exposure to real estate only secured loans extended to builders / developers based on the nature of business has been considered.
- In computing the above information, certain estimates, assumptions and adjustments have been made by the Management which have been relied upon by the auditors.

III. Maturity pattern of asset and liabilities (At Book Values)

(₹ in crore)

Particulars	1 day to 30/31 days	Over 1 month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities									
Borrowings from bank	- (33)	- (150)	433 (233)	731 (291)	2 063 (526)	4 789 (4 734)	1 012 (2 333)	31 (-)	9 059 (8 300)
Market Borrowings	1 009 (720)	1 081 (954)	1 149 (973)	980 (1 179)	1 026 (2 204)	2 152 (2 375)	1 537 (996)	2 840 (559)	11 774 (9 960)
Assets									
Loans / Advances	983 (745)	703 (600)	311 (177)	1 037 (1 745)	3 891 (2 037)	5 825 (3 856)	1 463 (1 349)	2 707 (3 162)	16 920 (13 671)
Investments	813 (1 344)	19 (53)	51 (44)	111 (138)	194 (334)	1 464 (1 171)	922 (194)	10 101 (10 547)	13 675 (13 825)

Notes:

- All quoted investments have been included in 1 day to 30/31 days (one month) bucket considering its liquidity. All unquoted equity shares / warrants including investment in subsidiaries have been included in 'Over 5 years'. The maturity pattern has been prepared in line with various regulations issued by RBI from time to time, best practices & based upon best estimate of the management with regard to the timing of various cashflows.
- The classification of Assets and Liabilities into current and non-current is carried out based on their residual maturity profile as per requirement of Revised Schedule VI to the Companies Act, 1956. The above maturity pattern of assets and liabilities has been prepared by the Company after taking into consideration guidelines for assets-liabilities management (ALM) system in non-banking financial companies issued by RBI, best practices and best estimate of the Assets-Liability Committee / management with regard to the timing of various cash flows, which has been relied upon by the auditors.

- 45 The gold loans outstanding as at March 31, 2013 as a percentage of total assets is at 0.22% (previous year 0.19%).
- 46 Disclosure of details as required by para 3 of Reserve Bank of India Circular No. RBI/2013-14/260/DNBS.CC.PD.No.356 /03.10.01/2013-14 dated September 16, 2013.

47 Contingent Liabilities and Commitments (As Certified by the Management)

(₹ in crore)

Particulars	March 31, 2013	March 31, 2012
Contingent Liabilities		
i) Guarantees to Banks and Financial Institutions on behalf of third parties	1 281	983
ii) Claims against the Company not acknowledge as debt	20	22
Commitments		
iii) Estimated amount of contracts remaining to be executed on capital account (net of advances)	38	81
iv) Undrawn Committed Credit lines	434	253
v) Uncalled amount of Investments	56	79

48 Expenditure in foreign currency

(₹ in crore)

Particulars	2012-13	2011-12
i) Travelling expenses [₹ 13 20 686 (Previous year ₹ 22 54 787)]	-	-
ii) Donations	-	3
iii) Professional fees (₹ 46 26 792)	-	1
iv) Sales & marketing	2	-
v) Repairs and maintenance - others	1	1
vi) Others [₹ 5 05 682]	-	1
Total	3	6

Notes to Financial Statements as at March 31, 2013

49 Value of Imports on CIF basis:

Particulars	(₹ in crore)	
	2012-13	2011-12
i) Capital Goods	2	-
Total	2	-

50 Outstanding Future & Option as on March 31, 2013

Name of Option	No. of contracts	Units	
		Long	Short
Nifty Call option	4 454	1 00 850	1 21 850
	(786)	(24 650)	(14 650)
Nifty Put option	27 785	-	13 89 250
	(1 806)	(-)	(90 300)
Nifty Futures	1 196	59 800	-
	(-)	(-)	(-)

51 Remittance in foreign currency on account of dividend

The Company has paid dividend in respect of shares held by non residents on repatriation basis. This, inter-alia, includes portfolio investment, where the amount is also credited to Non Resident External Account (NRE A/c). The total amount remittable in this respect is specified below:

Particulars	2012-13	2011-12
Dividend		
a) Number of Non Resident Shareholders	536	722
b) Number of Equity shares held by them	27 365	33 400
c) i) Amount of Dividend paid (gross) (amount in ₹)	2 05 238	2 17 183
ii) Year to which Dividend relates	2011-12	2010-11
Special Interim Dividend		
a) Number of Non Resident Shareholders	613	-
b) Number of Equity shares held by them	31 837	-
c) i) Amount of Dividend paid (gross) (amount in ₹)	1 59 185	-
ii) Year to which Dividend relates	2012-13	-

52 In the opinion of management, all the assets other than fixed assets and non current investments are approximately of the value stated if realised in the ordinary course of business.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 16, 2013

For **B S R & Co.**
Chartered Accountants
Firm Reg. No. : 101248W

Manoj Kumar Vijai
Partner
Membership No: 046882

For and on behalf of the Board

Chairman **Anil D. Ambani**

Directors { **Rajendra P. Chitale**
Dr. Bidhubhusan Samal

President & Company Secretary **V. R. Mohan**
Mumbai
Dated: May 16, 2013

Reliance Capital Limited

Independent Auditor's Report on Consolidated Financial Statements

To,
The Board of Directors
Reliance Capital Limited

Report on the Consolidated Financial Statements

1. We have audited the accompanying consolidated financial statements of Reliance Capital Limited ("the Company") and its subsidiaries including partnership firm, and its associates (as per the list appearing in Note No. 46 of the consolidated financial statements) (Collectively referred to as the 'Group') which comprise the consolidated Balance Sheet as at March 31, 2013, and the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

2. The Company's management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with accounting principles generally accepted in India including Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Group's preparation and presentation of the consolidated 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 management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

6. We report that the consolidated financial statements have been prepared by the Company's management in accordance with the requirements of the Accounting Standard (AS) – 21, "Consolidated Financial Statements" and Accounting Standard (AS) – 23, "Accounting for Investments in Associates in Consolidated Financial Statements", notified by the Companies (Accounting Standards) Rules, 2006.

7. Based on our audit and on consideration of reports of other auditors and one of the joint auditor on separate financial statements, certification by management on separate financial statements and on the other financial information of the components of the Group as referred to in paragraph 11 to 16 below, and to the best of our information and according to the explanations given to us, in our opinion, the accompanying consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2013;
- (b) in the case of the consolidated Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

8. We draw your attention to Note No. 31 (I) of the consolidated financial statements of the Group, regarding a Scheme of Amalgamation ('Scheme') approved by the Honourable High Court of Bombay, pursuant to which Emerging Money Mall Limited and Reliance Equities International Private Limited (the 'transferor companies') has been amalgamated with the Company. Accordingly the Company has carried out the accounting treatment prescribed in the Scheme as set out in the above referred Note. Our opinion is not qualified in respect of this matter.

9. As explained in the Note No. 36(c) to the consolidated financial statements of the Group relating to Reliance General Insurance Company Limited ('RGIC') a subsidiary of the Company, regarding Insurance Regulatory and Development Authority ('IRDA') Order No. IRDA/F&A/ORD/MTAP/070/03/2012 dated March 22, 2012 on Indian Motor Third Party Insurance Pool ('IMTPIP') liability for underwriting years 2009-10, 2010-11 and 2011-12, wherein the RGIC has opted to amortise the transactional liability on straight line basis over three years beginning with the financial year ended March 31, 2012. Accordingly, ₹ 95 crore has been charged to revenue account and unamortise transactional liability amounting to ₹ 79 crore has been

Independent Auditor's Report on Consolidated Financial Statements

carried forward as per the said Order. Our opinion is not qualified in this regard.

Other Matters

10. We draw attention to Note No. 36(d) of the consolidated financial statements of the Group, with regard to actuarial valuation of liabilities of RGIC with respect to claims incurred but not reported (IBNR) and claims incurred but not enough reported (IBNER) is the responsibility of the RGIC's appointed actuary. The appointed actuary has certified to the RGIC that the assumptions for such valuations are in accordance with the guidelines and norms issued by the IRDA and the Actuary Society of India in concurrence with the IRDA. The independent auditors of the RGIC have relied on the RGIC's Appointed Actuary's certificate in this regard for forming their opinion on the financial statements of the RGIC.
11. We did not audit the financial statements and financial information of twenty four subsidiaries and a partnership firm. The financial statements of these subsidiaries including partnership firm for the year ended March 31, 2013 have been audited by other auditors whose reports have been furnished to us by the management, and our opinion, in so far as it relates to the amounts included in respect of these subsidiaries including a partnership firm, is based solely on these reports. The attached consolidated financial statements include total assets of ₹ 5,827 crore as at March 31, 2013, total revenues of ₹ 2,589 crore and net cash inflows amounting to ₹ 48 crore in respect of the aforementioned subsidiaries and partnership firm for the year then ended.
12. The financial statements and financial information of thirteen subsidiaries for the year ended March 31, 2013 have been audited by one of the joint auditors whose reports have been furnished to us, and our opinion, in so far as it relates to the amounts included in respect of these subsidiaries, is based solely on these reports. The attached consolidated financial statements include total assets of ₹ 4,171 crore as at March 31, 2013, total revenues of ₹ 1,186 crore and net cash inflows amounting to ₹ 76 crore in respect of the aforementioned subsidiaries for the year then ended.
13. The financial statements and financial information of two associates company for the year ended March 31, 2013 have been audited by one of the joint auditors whose reports have been furnished to us, and our opinion, in so far as it relates to share of loss of ₹ 24 crore for the year ended March 31, 2013 to the amounts included in respect of the same associates, is based solely on these reports.
14. The financial statements and financial information of one associate company for the year ended March 31, 2013 has been audited by one of the joint auditors of the Company along with the other auditor as joint auditor of the associate whose report has been furnished to us, and our opinion, in so far as it relates to share of profit of ₹ 148 crore for the year ended March 31, 2013 to the amounts included in respect of the same associate, is based solely on this report.
15. The financial statements and financial information of one associate company for the year ended March 31, 2013 have been audited by other auditor whose report has been furnished to us, and our opinion, in so far as it relates to share of profit of ₹ 4 crore for the year ended March 31, 2013 to the amounts included in respect of the same associate, is based solely on this report.
16. We have relied on the unaudited financial statement and financial information of two associates company, whose financial statements are certified by the management of associates, and our report in so far as it relates to share of profit of ₹ 4 crore for the year ended March 31, 2013 to the amount included in respect of these associates is based solely on such certified unaudited financial statements and financial information.

Our opinion is not qualified in respect of other matters.

For **Chaturvedi & Shah**
Chartered Accountants
Firm's Reg. No: 101720W

For **B S R & Company**
Chartered Accountants
Firm's Reg. No: 101248W

Vijay Napawaliya
Partner
Membership No: 109859

Manoj Kumar Vijai
Partner
Membership No: 046882

Mumbai
May 16, 2013

Mumbai
May 16, 2013

Reliance Capital Limited

Consolidated Balance Sheet as at March 31, 2013

(₹ in Crore)

	Note No.	As at March 31, 2013		As at March 31, 2012	
I EQUITY AND LIABILITIES					
(1) Shareholders' funds					
(a) Share capital	4	244		246	
(b) Reserves and surplus	5	12 147	12 391	11 725	11 971
(2) Minority interest					
			544		516
(3) Non-current liabilities					
(a) Long-term borrowings	6	14 178		13 686	
(b) Other long-term liabilities	7	83		14	
(c) Long-term provisions	8	57	14 318	48	13 748
(4) Current liabilities					
(a) Short-term borrowings	9	7 134		4 386	
(b) Trade payables	10	454		342	
(c) Other current liabilities	11	9 437		8 529	
(d) Short-term provisions	12	1 250	18 275	1 096	14 353
TOTAL			45 528		40 588
II ASSETS					
(1) Non-current assets					
(a) Fixed assets	13				
(i) Tangible assets		193		182	
(ii) Intangible assets		289		252	
(iii) Capital work-in-progress ₹ 17 50 684		-		-	
(iv) Intangible assets under development		1		5	
		483		439	
(b) Non-current investments	14	14 137		13 560	
(c) Deferred tax assets (net)	15	28		34	
(d) Long-term loans and advances	16	15 631		12 741	
(e) Other non-current assets	17	1 887	32 166	1 533	28 307
(2) Current assets					
(a) Current investments	18	2 020		1 527	
(b) Inventories	19	164		144	
(c) Trade receivables	20	932		839	
(d) Cash and bank balances	21	2 662		1 582	
(e) Short-term loans and advances	22	6 831		7 472	
(f) Other current assets	23	751	13 360	717	12 281
TOTAL			45 527		40 588

See accompanying notes to the financial statements 1-49

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co.**
Chartered Accountants
Firm Reg. No. : 101248W

Manoj Kumar Vijai
Partner
Membership No: 046882

For and on behalf of the Board

Chairman
Vice Chairman

Directors

President & Company Secretary
Mumbai
Dated: May 2, 2014

Anil D. Ambani
Amitabh Jhunjunwala
Rajendra P. Chitale

Dr. Bidhubhusan Samal

V. R. Mohan

Consolidated Statement of Profit and Loss for the year ended March 31, 2013

(₹ in crore)

	Note No.	2012-13	2011-12	
Revenue				
I	Revenue from operations	24	7 470	6 577
II	Other income	25	49	50
III	Total revenue (I+II)		7 519	6 627
IV Expenses				
	Employee benefits expense	26	607	548
	Finance costs	27	2 343	2 250
	Depreciation and amortisation expense	13	56	54
	Other expenses	28	3 683	3 256
	Total expenses		6 689	6 108
V	Profit before exceptional items and tax (III-IV)		830	519
VI Exceptional items				
	Loss on sale of investments [Refer Note No. 31 (III)]		-	149
	Withdrawal from general reserve [Refer Note No. 31 (III)]		-	(149)
VII	Profit before tax (V-VI)		830	519
VIII Tax expense:				
	(1) Current taxation		118	164
	(2) Taxation for earlier years		(2)	1
	(3) Deferred tax		11	25
IX	Profit after tax (VII-VIII)		703	329
X	Less: Share of minority shareholders		62	7
XI	Profit after minority interest (IX-X)		641	322
XII	Add: Share of profit/(loss) in associates		131	137
XIII	Profit after share of profit / (loss) in associates (XI+XII)		772	459
XIV	Add: Profit /(loss) on sale/amalgamation of subsidiaries (Refer Note No. 30)		40	(1)
XV	Net profit after tax (XIII+XIV)		812	458
XVI	Earning per equity share of ₹ 10 each fully paid up	44		
	(1) Basic (₹)		33.05	18.64
	(2) Diluted (₹)		33.05	18.64

See accompanying notes to the financial statements 1-49

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 16, 2013

For **B S R & Co.**
Chartered Accountants
Firm Reg. No. : 101248W

Manoj Kumar Vijai
Partner
Membership No: 046882

For and on behalf of the Board

Chairman

Anil D. Ambani

Directors

Rajendra P. Chitale

Dr. Bidhubhusan Samal

President & Company Secretary

V. R. Mohan

Mumbai
Dated: May 16, 2013

Reliance Capital Limited

Consolidated Cash Flow Statement for the year ended March 31, 2013

(₹ in crore)

	2012-13	2011-12
A. Cash flows from operating activities		
Profit before exceptional items and tax	830	519
Adjusted for		
Depreciation and amortisation	56	54
Provision for NPA, doubtful debts and balances written off	334	121
Provision for diminution in the value investments / written off	304	131
Provision and loss on repossessed stock	9	2
Provision for gratuity/leave encashment (Previous year ₹ 26 05 447)	(1)	(0)
Excess provision / credit balance written back	(11)	(10)
Bad debts recovered	(34)	(53)
(Profit) / loss on sale of fixed assets	2	(2)
Reserve for unexpired risk provided	183	21
Amortised DSA commission	46	35
Amortised Distribution cost	3	4
Interest income on investments	(753)	(749)
Dividend income on investments	(40)	(36)
(Profit) / loss on sale of investments (net)	(1 071)	(758)
Amortised Brokerage on borrowing	29	25
Discount on commercial papers	408	406
Interest expenses	1 906	1 819
	1 370	1 010
Operating profit before working capital changes	2 200	1 529
Adjusted for		
Proceeds from / (repayment of) short term borrowings (Net)	311	(2 127)
Proceeds from long term borrowings	6 654	4 014
Repayment of long term borrowings	(4 453)	(3 077)
Inventories	(17)	58
Unamortised expenses incurred	(112)	(132)
Trade receivables & loans and advances	(3 785)	(971)
Trade payables and liabilities	1 667	(144)
	265	(2 379)
Cash generated from operations	2 465	(850)
Interest paid	(1 894)	(1 755)
Taxes paid	(99)	(162)
Net cash from / (used in) operating activities	472	(2 767)

Consolidated Cash Flow Statement for the year ended March 31, 2013

(₹ in crore)

	2012-13	2011-12
B. Cash flows from investing activities		
Purchase of fixed assets	(55)	(130)
Sale of fixed assets	7	4
Purchase of non-current investments	(7 970)	(7 087)
Proceeds from sale of non-current investments	7 409	9 296
Proceeds from sale of current investments (Net)	453	(32)
Interest received	517	347
Dividend received	40	35
Net Cash from investing activities	401	2 433
C. Cash flows from financing activities		
Dividends paid (including dividend tax thereon)	(419)	(198)
Net cash used in financing activities	(419)	(198)
Net increase / (decrease) in cash and cash equivalents (A + B + C)	454	(532)
Opening balance of cash and cash equivalents	658	1 190
Add: On amalgamation (Refer Note 1(b)&(c) given below) [₹ 5 95 231 (Previous year ₹ 5 582)]	-	-
	658	1 190
Closing balance of cash and cash equivalents	1 112	658

Note:

- 1 a) The previous year's figures have been regrouped and reclassified wherever necessary.
- b) Assets and liabilities pertaining to the Emerging Money Mall Limited transferred pursuant to the Scheme of Amalgamation with the Company with effect from March 31, 2013 have not been considered for the current year cash flow statement.
- c) Assets and liabilities pertaining to the Viscount Management Services (Alpha) Ltd. transferred pursuant to the Scheme of Amalgamation with the Company with effect from October 1, 2011 i.e. the Appointed Date have not been considered for the previous year cash flow statement.
- d) Cash and cash equivalents include cash on hand and bank balances including fixed deposits.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 16, 2013

For **B S R & Co.**
Chartered Accountants
Firm Reg. No. : 101248W

Manoj Kumar Vijai
Partner
Membership No: 046882

For and on behalf of the Board

Chairman

Anil D. Ambani

Directors

{ **Rajendra P. Chitale**
Dr. Bidhubhusan Samal

President & Company Secretary

V. R. Mohan

Mumbai
Dated: May 16, 2013

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

1. Background

Reliance Capital Limited ('the Company') is registered as a Non-Banking Financial Company ('NBFC') as defined under section 45-IA of the Reserve Bank of India Act, 1934. The Company along with the group is broadly engaged in lending, investing activities, asset management, insurance and broking business.

2. Significant Accounting Policies

a Principles of Consolidation

The consolidated financial statements relate to Reliance Capital Limited ('the Company'), its subsidiaries including partnership firm and its associates (collectively referred to as "Group"). The consolidated financial statements have been prepared on the following basis:

- i) The financial statements of the Company and its subsidiaries including partnership firm have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses.
- ii) The consolidated financial statements have been prepared using uniform accounting policies for transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Company's stand-alone financial statements.
- iii) The difference between the costs of investment in the subsidiaries over the net assets as on the date of acquisition is recognised in the financial statements as Goodwill or Capital Reserve as the case may be.
- iv) The difference between the proceeds from disposal of investment in a subsidiary and the carrying amount of its assets less liabilities as of the date of disposal is recognised in the consolidated statement of profit and loss as the profit or loss on disposal of investment in subsidiary.
- v) Minority interest's share of net profit of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the Company.
- vi) Minority interest's share of net assets of consolidated subsidiaries is identified and presented in the consolidated balance sheet separate from liabilities and the equity of the Company's shareholders.
- vii) The financial statements of the Company and its associates have been combined on the basis of equity method, whereby the investment is initially recorded at cost, identifying any goodwill / capital reserve arising at the time of acquisition. The carrying amount of the investment is adjusted thereafter for post acquisition change in the Company's share of net assets of the associate. Unrealised profits and losses resulting from transactions between the Company and the associates are eliminated to the extent of the Company's interest in the associate. Unrealised losses are not eliminated if and to the extent the cost of the transferred asset cannot be recovered. The consolidated statement of profit and loss reflects the Company's share of operations of the associate.
- viii) In case of foreign subsidiaries and companies controlled by the Company, in translating the financial statements of non integral foreign subsidiaries for consolidation the following procedures have been followed:
 - a) The assets and liabilities both monetary and non monetary, of the non integral foreign operations are translated at the closing rate;
 - b) Income and expenses items of the non integral foreign operations are translated at the average rate;
 - c) All resulting exchange differences (if any) are accumulated in foreign currency translation reserve.

b Basis of Preparation of Financial Statements

The consolidated financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated in accordance with the generally accepted accounting principles (GAAP) in India and comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956 to the extent applicable. In case of Reliance General Insurance Company Limited the financial statement are drawn up in accordance with the Insurance Regulatory and Development Authority Act, 1999, the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors Report of Insurance Companies) Regulations, 2002 and order and direction issued by IRDA in this behalf and the regulations framed there under read with relevant provisions of the Insurance Act, 1938 and the Companies Act, 1956, to the extent possible. These financial statements are presented in Indian rupees rounded to the nearest crore.

c Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and 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.

d Revenue Recognition

i) Interest income:

Interest income is recognised as it accrues on a time proportion basis taking into account the amount outstanding and the rate applicable except in the case of non performing assets ("NPAs") where it is recognised, upon realisation.

ii) Dividend income:

Dividend income is recognised when the right to receive payment is established.

Notes to Consolidated Financial Statements as at March 31, 2013

iii) Discount on investments:

The difference between the acquisition cost and face value of debt instruments is recognised as interest income over the tenor of the instrument on straight line basis.

iv) Redemption premium on investments in preference shares:

Redemption premium on investments in preference shares is recognised as income over the tenor of the investment.

v) Investment Management Fees:

Investment management fees are recognised on an accrual basis in accordance with Investment Management Agreement and SEBI (Mutual Fund) Regulations, 1996 based on average assets under management (AUM).

vi) Portfolio Management Fees:

Portfolio Management fees are recognised on an accrual basis in accordance with Portfolio Management Agreement entered with respective clients.

vii) Online Access Fees:

Online access fees is recognized on straight line basis, based on the agreement with the clients.

viii) Infrastructure and Resource Management Fees:

Infrastructure and resource management services fees are recognised on accrual basis as per agreements with the clients.

ix) Advisory Services Fee:

Fee for Advisory Services is accounted in accordance with the terms and contracts into with the clients.

x) Trusteeship Fee:

Trusteeship fee income is recognised on the basis of the agreements entered into between the settler and the trustee.

xi) Loan / other processing fee:

Loan processing fee is accounted for upfront as and when it becomes due. in the case of reliance money precious metals private Limited Income from processing fee is accounted on accrual basis.

xii) Management fee:

Management fee towards support services is accounted as and when it becomes due on contractual terms with the parties.

xiii) Income from investments:

Profit earned from sale of securities is recognised on trade date basis. The cost of securities is computed based on weighted average basis.

xiv) Income from assignment / securitization:

In case of assignment / securitization of loans, the assets are derecognized when all the rights, title, future receivables and interest thereof along with all the risks and rewards of ownership are transferred to the purchasers of assigned/secured loans. The profit if any, as reduced by the estimated provision for loss/expenses and incidental expenses related to the transaction, is recognised as gain or loss arising on assignment / securitization over the tenure of the deal. Loss arising from these transactions if any will be recognised immediately in the statement of profit and loss account.

xv) Income from Trading in Securities and Derivatives:

The initial margin and the additional margin paid for entering into contracts for equity futures and options are disclosed under the head Loans and Advances in the Balance Sheet.

Income from trading in securities and derivatives comprises of profit/loss on hedged positions in Equity and Derivative instruments. All the hedged positions in Equity and equity/ index-futures are marked to market and difference between the transaction price and settlement price is recognized as Gains or Losses.

The Brokerage, STT and other payments made in connection with the acquisition of securities are added to the cost of acquisition. The amount shown under sale of securities is net of Brokerage and STT.

xvi) Income from Trading in Commodities:

The initial margin and the additional margin paid for entering into contracts for commodity futures and options are disclosed under the head Loans and Advances in the Balance Sheet.

Income from trading in commodities comprises of profit/loss on hedged positions in commodity stocks and futures. All the hedged positions in commodity and commodity Futures are marked to market and difference between the transaction price and settlement price is recognized as Gains or Losses.

The Brokerage and other payments made in connection with the acquisition of securities are added to the cost of acquisition. The amount shown under sale of securities is net of Brokerage.

xvii) Income from Trading in Currency Derivatives:

The initial margin and the additional margin paid for entering into contracts for commodity futures and options are disclosed under the head Loans and Advances in the Balance Sheet.

Income from trading in currency comprises of profit/loss on currency futures. All the positions in currency and currency futures are marked to market and difference between the transaction price and settlement price is recognized as Gains or Losses.

The Brokerage, STT and other payments made in connection with the acquisition of securities are added to the cost of acquisition. The amount shown under sale of securities is net of Brokerage and STT.

xviii) Income from lease:

Lease rental income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

xix) Income from Money Changer:

Revenue on foreign exchange transactions is recognised at the time of sale. The income arising from selling of foreign currencies represents the margin earned on sale of foreign currencies.

xx) Premium:

Premium net of service tax is recognised as income over the contract period or the period of risk whichever is appropriate. Any subsequent revisions to or cancellations of premium are recognised in the year in which they occur.

xxi) Commission:

- i) Commission income on reinsurance ceded is recognised as income in the period in which reinsurance premium is ceded.
- ii) Profit commission under reinsurance treaties, wherever applicable, is recognised on accrual basis. Any subsequent revisions of profit commission are recognized in the year in which final determination of the profits is intimated by reinsurers.
- iii) Commission income of money transfer services is recognised on rendering the service at contractual rates. Incentives received are recognised on receipt basis. Service income received on account of gain on foreign currency is accounted when accrued and due.

xxii) Reinsurance:

- i) Reinsurance ceded is accounted in the year in which the risk commences and recognised over the contract period. Any subsequent revision to refunds or cancellation of premiums, are recognised in the year in which they occur.
- ii) Reinsurance inward is accounted to the extent of the returns received from the reinsurers.

xxiii) Premium Received in Advance:

Premium received in advance represents premium received in respect of policies issued during the year, where the risk commences subsequent to the balance sheet date.

xxiv) Sales and Services :

Revenue from sale is recognized on transfer of all significant risks and rewards of ownership as per terms of contracts with the customers. (net of VAT, sales return, service tax recovery and trade discount).

xxv) Brokerage Income:

Brokerage income is recognized net of service tax on the date of transaction.

e Fixed assets

i) Tangible assets

- Lease assets

All assets given on operating lease are shown as fixed assets net of depreciation and impairment loss, if any. Initial direct costs in respect of leases are expensed in the year in which such costs are incurred.

- Own assets

Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment loss if any. Cost includes all expenses incidental to the acquisition of the fixed assets.

ii) Intangible assets

- Intangible assets are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation.

- Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development.

f Depreciation / Amortisation

Depreciation on fixed assets, lease assets and intangible assets are provided as follows:

- i) Leased assets: Depreciated on Straight Line Method over the useful life of assets. The estimated useful lives of the assets for the different types of assets are :
 - a) Plant & equipments – 8 years
 - b) Data processing machineries – 5 years
 - c) Vehicle for personal use – 8 years
 - d) Vehicle for commercial use (Taxi) – 6 years
 - e) Vehicle for commercial use (Lorries) – 8 years
- ii) Own Assets: All assets other than lease hold improvements, on Written Down Value method except Reliance Commodities Limited, Reliance Exchangenext Limited, Reliance Financial Limited, Reliance Securities Limited, Reliance Wealth

Notes to Consolidated Financial Statements as at March 31, 2013

Management Limited, Quant Capital Private Limited, Reliance Land Private Limited, Reliance Share & Stock Brokers Private Limited and Reliance Asset Reconstruction Company Limited which depreciates on straight line basis at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 and lease hold improvements are amortised over the primary period of the lease on Straight Line Basis .

g Impairment of assets

The group assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the group estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss . If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

h Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise at cost or fair value, whichever is lower. Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment.

i Inventories

Securities held as inventories are valued scrip wise at weighted average cost or fair value, whichever is lower.

Commodities held as inventories are valued at weighted average cost or realisable value, whichever is lower.

Stock of foreign currencies have been valued at weighted average cost or realisable value, whichever is lower.

Stock of gold have been valued at weighted average cost or realisable value, whichever is lower

Stock of paintings are of such nature that the market value of which cannot be easily available, hence valued at cost.

j Repossessed assets

Assets repossessed against the settlement of loans are carried in the balance sheet at outstanding loan amount. The classification and provision is based on the underlying Days Past Due (DPD) for these loans.

k Provisions for Non Performing Assets (NPA) and Doubtful Debts

NPA including loans and advances, receivables are identified as bad / doubtful based on the duration of the delinquency. The duration is set at appropriate levels for each product. NPA provisions are made based on the management's assessment of the degree of impairment and the level of provisioning meets the NBFC / NHB prudential norms prescribed by Reserve Bank of India / National Housing Bank.

l Provisions for Standard Assets

Provisions on Standard Assets are made as per the Reserve Bank of India notification DNBS.PD.CC.No.207/03.02.002 /2010-11 dated January 17, 2011 and prudential norms as per Housing Finance companies (NHB) Directions, 2010.

m Security of Loans Given

Housing loans / loans against property granted are secured by equitable registered mortgage of property and / or undertaking to create a security. Other Secured loans are secured against hypothecation of respective assets.

n Foreign currency transactions

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the statement of profit and loss.

Monetary assets and liabilities denominated in foreign currencies at the year end are restated at year end rates.

o Employee benefits

i) Provident fund:

Contributions payable to the recognised provident fund, which is a defined contribution scheme, are charged to the statement of profit and loss.

ii) Gratuity:

The group gratuity benefit scheme is a defined benefit plan. The group net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Accrued Benefit Method (same as 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 is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the statement of profit and loss .

Notes to Consolidated Financial Statements as at March 31, 2013

iii) Leave encashment:

Leave encashment which is a defined benefit, is accrued for based on an actuarial valuation at the balance sheet date carried out by an independent actuary.

The employees of the group are entitled to compensated absence. The employees can carry forward a portion of the unutilised accrued leave balance and utilise it in future periods. The group records an obligation for compensated absences in the period in which the employee renders the service that increases the entitlement. The group measures the expected cost of compensated absence as the amount that the group expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date.

p Employee Stock Option Scheme ("ESOS")

The Employees Stock Option Scheme ("the Scheme") provides for grant of equity shares of the Company to directors (including whole-time) and employees of the Company and its subsidiaries. The Scheme provides that employees are granted an option to acquire equity shares of the Company that vests in a graded manner. The options may be exercised within a specified period. The Company follows the intrinsic value method to account for its stock-based employee compensation plans. Compensation cost is measured as the excess, if any, of the fair market price of the underlying stock over the exercise price on the grant date and is amortized over the vesting period of the option on a straight line basis.

The fair market price is the latest closing price, immediately prior to the date of the Board of Directors meeting in which the options are granted, on the stock exchange on which the shares of the Company are listed. If the shares are listed on more than one stock exchange, then the stock exchange where there is highest trading volume on the said date is considered.

q Loan origination/acquisition cost

The direct commission cost incurred for the loan origination is written off over the average tenure of the loan.

r Discount on Commercial Paper

The difference between the issue price and the redemption value of commercial papers is apportioned on time basis and recognised as discounting expense.

s New fund offer expenses of schemes

Expenses relating to new fund offer of mutual fund and PMS schemes are charged in the statement of profit and loss in the year in which such expenses are incurred except for closed ended schemes which are recognised over their duration of the scheme.

t Expenses of management

Expense relating to insurance business is allocated on the basis of net premium written to the Revenue Account(s).

Expenses relating to investment activities are charged to the statement of profit and loss.

u Financial Derivatives and Commodity Hedging Transactions

Financial Derivatives and Commodity Hedging transaction are accounted for on a mark to market basis. Payments of margin requirements on this contract are recognised on the Balance Sheet.

v Claims Incurred

Claims incurred comprise claims paid, estimated liability for outstanding claims made following a loss occurrence reported and estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER'). Further, claims incurred also include specific claim settlement costs such as survey/legal fees and other directly attributable costs.

Claims (net of amounts receivable from reinsurers/coinsurers) are recognized on the date of intimation based on estimates from surveyors/insured in the respective revenue accounts.

Estimated liability for outstanding claims at Balance Sheet date is recorded net of claims recoverable from/payable to co-insurers/reinsurers and salvage to the extent there is certainty of realization.

Estimated liability of outstanding claims is determined by management on the basis of ultimate amounts likely to be paid on each claim based on the past experience. These estimates are progressively revalidated on availability of further information.

IBNR represents that amount of claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, if any, required for claims IBNER. Estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER') is based on actuarial estimate duly certified by the appointed actuary of the Company.

w Reserve for Unexpired Risk

Reserve for unexpired risk is made on the amount representing that part of the net premium written which is attributable to, and to be allocated to the succeeding accounting periods, subject to a minimum of 100% in case of marine hull business and 50% in case of other business except in Health business, based on net premium written during the year as required by Section 64V (1) (ii) (b) of the Insurance Act, 1938.

In case of Health segment, the Reserve for Unexpired Risks is created at the end of the Accounting period based on the 1/365 method as per IRDA Circular No. IRDA/F&A/CIR/49/Mar-09 dated March 24, 2009 and IRDA/F&I/CIR/F&A/015/02/2011 dated February 2, 2011.

x Premium Deficiency

Premium deficiency is recognised if the ultimate amount of expected net claim costs, related expenses and maintenance costs exceeds the sum of related premium carried forward to subsequent accounting period as the reserve for unexpired risk. Premium deficiency is calculated by line of business as per IRDA circular F&A/CIR/017/May-04 dated May 18, 2004. The company considers maintenance as relevant costs incurred for ensuring claim handling operations.

Notes to Consolidated Financial Statements as at March 31, 2013

y Acquisition Cost

Acquisition costs are costs that vary with and are primarily related to acquisition of insurance contracts and are expensed in the period in which they are incurred.

z Fund Expenses

Expenses incurred on behalf of schemes of Fund are recognised in the statement of profit and loss under advertisement/brokerage expenses unless considered recoverable from the schemes in accordance with the provisions of SEBI (Mutual Fund) Regulations, 1996.

Expenses directly incurred on behalf of the schemes of Fund are charged to the statement of profit & loss under respective heads.

aa Market linked debentures (MLD)

The group has issued certain non-convertible debentures, the rate of interest on which is linked to performance of specified indices over the period of the debenture.

The group Hedges its interest rate risk on MLD by taking positions in future & options based on specified indices. Any gain/loss on these hedge positions are netted against with interest expense on MLD and resultant 'net loss' is recognised in statement of profit and loss immediately, however 'net gain' if any is ignored.

ab Borrowing costs

Borrowing costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

ac Operating leases

Lease payments for assets taken on an operating lease are recognised as an expense in the statement of profit and loss on a straight line basis over the lease term.

ad Earnings per share

The basic earnings per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share, is computed by dividing the net profit after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit / loss per share are included.

ae Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognized where there is convincing evidence that the same can be realised in future.

Deferred taxation:

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

af Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

3 Previous year figures have been rearranged and reclassified wherever necessary.

The figures for current year includes figures of Emerging Money Mall Limited (EMML) which is amalgamated with the Company with effect from March 31, 2013 i.e. the Appointed Date, Indian Agri Services Private Limited and Quant Alternative Asset Management Private Limited which became subsidiaries during the year, therefore to that extent not strictly comparable to that of Previous year's Figures.

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012
4 Share Capital		
(a) Authorised:		
30 00 00 000 Equity shares of ₹ 10 each (Previous year 30 00 00 000)	300	300
10 00 00 000 Preference shares of ₹ 10 each (Previous year 10 00 00 000)	100	100
	<u>400</u>	<u>400</u>
(b) Issued & Subscribed		
24 69 77 006 Equity shares of ₹ 10 each fully paid up (Previous year 24 69 77 006)	247	247
	<u>247</u>	<u>247</u>
(c) Paid Up		
24 56 32 800 Equity shares of ₹ 10 each fully paid up (Previous year 24 56 32 800)	245	245
Add: Forfeited shares 13 44 206 Equity shares of ₹ 10 each (Previous year 13 44 206)	1	1
	<u>246</u>	<u>246</u>

(d) Equity shares held by holding company and subsidiaries of holding company:

Name of the holder	2012-13		2011-12	
	%	Qty.	%	Qty.
Reliance Innoventures Private Limited (Holding Company)	0.23	5 76 450	0.23	5 76 450
AAA Enterprises Private Limited (Subsidiary of Holding Company)	40.07	9 84 14 206	40.07	9 84 14 206
AAA Infrastructure Consulting & Engineers Private Limited (Subsidiary of Holding Company)	11.39	2 79 75 633	11.39	2 79 75 633

(e) Equity shares in the company held by each shareholder holding more than 5 percent:

Name of the holder	2012-13		2011-12	
	%	Qty.	%	Qty.
AAA Enterprises Private Limited	40.07	9 84 14 206	40.07	9 84 14 206
AAA Infrastructure Consulting & Engineers Private Limited	11.39	2 79 75 633	11.39	2 79 75 633

(f) The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held.

For the year ended March 31, 2013, the amount of per share dividend recognised as distributable to equity shareholders is ₹ 8 (March 31, 2012 ₹ 7.50). The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

(g) Reconciliation of numbers of share outstanding:

	No of Shares	Amount (₹ in crore)	No of Shares	Amount (₹ in crore)
Equity shares				
Opening balance	24 56 32 800	245	24 56 32 800	245
Movement during the year	-	-	-	-
Closing balance	24 56 32 800	245	24 56 32 800	245

(h) As on March 31, 2013, 5,07,101 equity shares (Previous year 9,74,329 equity shares) are held by custodian against which depository receipts have been issued.

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012	
5 Reserves & surplus			
Capital reserve	6	6	
Add: Amount transferred as per scheme of amalgamation (Refer Note No. 31)	846		
Less: Amount withdrawn as per scheme of amalgamation (Refer Note No. 31)	680	172	6
Capital redemption reserve			
As per last balance sheet	36	11	
Add: Amount transferred from statement of profit and loss	-	25	
Less: Minority share adjustments (Previous year ₹ 3 00 000)	1	35	36
Securities premium account			
As per last balance sheet	3 757	3 720	
(Add)/Less: Minority share adjustments	158	3 599	3 757
General reserve **			
As per last balance sheet	5 385	621	
Add: Amount transferred from statement of profit and loss	88	1 080	
Add: Amalgamation adjustments (Refer Note No. 31)	-	3 837	
Less: Amount withdrawn as per scheme of amalgamation (Refer Note No. 31)	-	149	
Less: Minority share adjustments	22	5 451	5 385
Statutory reserve fund *			
As per last balance sheet	1 040	935	
Add: Amount transferred from statement of profit and loss	136	105	
Less: Minority share adjustments [₹ 3 657 (Previous year ₹ 6 53 684)]	-	1 176	1 040
Special reserve #			
As per last balance sheet	14	9	
Add: Amount transferred from statement of profit and loss	5	19	14
Foreign currency translation reserve			
As per last balance sheet	26	15	
Add : Addition during the year	5	12	
Less: Minority share adjustments	9	22	26
Settlement guarantee fund			
As per last balance sheet [₹ 4 65 000 (Previous year ₹ 2 30 000)]	-	-	
Add : Addition during the year [₹ Nil (Previous year ₹ 2 35 000)]	-	-	-
Surplus in statement of profit & loss			
As per Last Balance Sheet	1 258	2 227	

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012
Add: amount transferred from statement of profit & loss	812	458
Less: Proposed dividend	253	196
Less: Tax on proposed dividend	26	33
Less: Interim dividend	123	-
Less: Tax on interim dividend	21	-
Less: Proposed dividend for earlier years	44	-
Less: Tax on proposed dividend for earlier years	5	-
Less: Transfer to special reserve	5	5
Less: Transfer to statutory reserve Fund	136	105
Less: Transfer to general reserve	88	1 080
Less: Transfer to capital redemption reserve	-	25
Less: Minority share adjustments	118	(17)
	<u>1 251</u>	<u>1 258</u>
	<u>11 725</u>	<u>11 522</u>

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

** Includes ₹ 3 837 crore (Previous year ₹ 3 837 crore) created pursuant to schemes of amalgamation.

Created pursuant to Section 29C of the National Housing Bank Act, 1987

6 Long term borrowings

Non convertible debentures

- Secured (Refer Note No. 29)				
Others	5 003		2 624	
Related party (Refer Note No. 41)	15		-	
- Unsecured				
Others	1 092		483	
Related party (Refer Note No. 41)	25	6 135	25	3 132
Term loans from banks / financial institutions				
- Secured (Refer Note No. 29)		7 542		8 777
Inter corporate deposits -Unsecured		9		17
		<u>13 686</u>		<u>11 926</u>

7 Other long-term liabilities

Interest accrued but not due on debentures	13		-	
Security deposits	1		1	
	<u>14</u>		<u>1</u>	

8 Long-term provisions

Provision for employee benefits				
-Leave encashment	9		9	
-Gratuity [₹ 24 41 552 (Previous year ₹ 12 18 562)]	-		-	
Others				
-Standard debts	39		31	
-Income tax	-		1	
	<u>48</u>		<u>41</u>	

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012
9 Short term borrowings		
Loans from banks / financial institutions		
–Secured (Refer Note given below)		
Cash credit	41	165
Overdrafts from banks (Secured against fixed deposits receipts ₹ 216 crore (Previous year ₹ 140 crore))	170	132
Short term	500	-
–Unsecured		
Short term	-	400
Inter corporate deposits –Unsecured	2	38
Commercial paper –Unsecured (Refer Note c below)		
Others	3 402	2 450
Related party (Refer Note No. 41)	271	482
	<u>3 673</u>	<u>2 932</u>
	<u>4 386</u>	<u>3 667</u>

Note:

- Cash Credits amounting to ₹ 41 crore (Previous year ₹ 165 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division and Reliance Home Finance Limited.
- Short term loan amounting to ₹ 500 crore (Previous year ₹ Nil) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- In respect of Commercial Papers maximum amount outstanding during the year was ₹ 5 341 crore (Previous year ₹ 5 620 crore).

10 Trade payables

–Due to micro, small and medium enterprises (Refer Note below)	-	-
– Due to Related party (Refer Note No. 41) [₹ 4 79 830 (Previous year ₹ 4 79 830)]	-	-
– Due to others	342	302
	<u>342</u>	<u>302</u>

There are no Micro, Small and Medium Scale Business Enterprises, to whom the group owes dues, which are outstanding for more than 45 days as at March 31, 2013. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the group.

11 Other current liabilities

Current maturities of long-term debt

Non convertible debentures

–Secured (Refer Note No. 29)	1 318	2 985
Inter corporate deposits –Unsecured	1	-

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013		As at March 31, 2012	
Term loans from banks / financial institutions				
-Secured (Refer Note No. 29)	<u>3 119</u>	<u>4 438</u>	<u>1 012</u>	3 997
Interest accrued but not due on debentures		295		295
Income received in advance		45		7
Advance from customers		254		275
Temporary book overdraft balance of banks		434		249
Claims outstanding		2 438		1 511
Trading margins from clients		52		88
Other payables*		561		218
Investor education and protection fund				
Unclaimed dividend #		<u>12</u>		<u>9</u>
		<u><u>8 529</u></u>		<u><u>6 649</u></u>

Notes:

* Includes provision for expenses, statutory payments and other payables.

Does not include any amounts, due and outstanding, to be deposited to the Investor Education and Protection Fund.

12 Short-term provisions

Provision for employee benefits

-Leave encashment	4	4
-Gratuity	1	2
-Bonus [₹ Nil (Previous year ₹ 17 98 125)]	-	-

Others

- Income tax	2	2
-Standard debts	20	15
- Provision for loss - equity index options	3	-
-Provision for unexpired risk	785	608
-Provision for premium deficiency reserve (Previous year ₹ 29 64 000)	2	-
-Proposed dividend	253	196
-Tax on proposed dividend	26	33
	<u><u>1 096</u></u>	<u><u>860</u></u>

Notes to Consolidated Financial Statements as at March 31, 2013

13 Fixed Assets

(₹ in crore)

DESCRIPTION	Gross Block			Depreciation			Net Block			
	As at April 1, 2012	Additions / Adjustments #	Deduction / Adjustments	As at March 31, 2013	Upto April 1, 2012	During the year	Deduction / Adjustments	Upto March 31, 2013	As at March 31, 2013	As at March 31, 2012
(i) Tangible Assets										
Lease assets										
Plant and equipments	25	3	5	23	2	4	1	5	18	23
Data processing machineries	14	2	-	16	2	3	-	5	11	12
Vehicles	40	2	1	41	6	5	-(ii)	11	30	34
Sub - total - A	79	7	6	80	10	12	1	21	59	69
Previous year	38	41	-(ii)	79	1	9	-(vi)	10	69	
Own assets										
Buildings	68	1	-	69	15	2	-	17	52	53
Data processing machineries	93	13	4	102	70	11	3	78	24	23
Furniture and fixtures	28	1	3	26	18	3	3	18	8	10
Vehicles	18	3	9	12	12	2	7	7	5	6
Office equipments	53	2	4	51	27	4	3	28	23	26
Leasehold improvement	48	4	8	44	36	6	8	34	10	12
Sub - total - B	308	24	28	304	178	28	24	182	123	130
Previous year	253	64	9	308	155	29	6	178	130	
Total (A+B)	387	31	34	383	188	40	27	201	182	199
Previous year	291	105	9	387	156	38	6	188	199	
(ii) Intangible assets										
Computer software/licensing cost	118	19	-	137	85	16	-	101	36	33
Membership rights	1	-	-	1	1	-(ii)	-	1	-(iv)	1
Goodwill on consolidation	47	176	7	216	-	-	-	-	216	47
Total	166	195	7	354	86	16	-	102	252	81
Previous year	148	18	-	166	69	16	-	85	81	-(iv)
(iii) Capital work-in-progress										
(iv) Intangible assets under development										
1	During the previous year gross block of ₹ 4 crore alongwith accumulated depreciation ₹ 1 crore forming part of office equipments has been reclassified to computer software.									
#	Adjustments to additions are on account of acquisitions of subsidiary gross block of ₹ Nil (Previous year ₹ 51 94 927) alongwith accumulated depreciation ₹ Nil (Previous year ₹ 29 09 988)									
2.	(i) ₹ 35 54 821 (ii) ₹ 7 50 000 (iii) ₹ 17 93 087 (iv) ₹ 18 30 822 (v) ₹ 5 66 150 (vi) ₹ 3 16 033									

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012
14 Non-current investments (valued at cost unless stated otherwise)		
Investments in equity shares		
-Quoted {Net of provision of ₹ 418 crore (Previous year ₹ 152 crore)}	827	1 495
-Unquoted {Net of provision of ₹ 10 crore (Previous year ₹ 12 crore)}	398	667
Investments in associate companies		
-Equity shares (carrying cost)	5 158	3 967
-Preference shares	562	562
-Debentures {Net of provision of ₹ 29 crore (Previous year ₹ Nil)}	-	29
Investments in preference shares		
-Quoted	-	10
-Unquoted {Net of provision of ₹ Nil (Previous year ₹ 5 crore)}	2 824	3 482
Investments in government or trust securities		
-Unquoted	1 000	777
Investments in debentures or bonds		
-Quoted	1 282	891
-Unquoted {Net of provision of ₹ 21 crore (Previous year ₹ 13 crore)}	1 019	547
Investments in mutual funds		
-Quoted {Net of provision of Nil (Previous year ₹ 12 63 556)}	99	31
-Unquoted	84	83
Other non-current investments		
-Units of seed/equity fund- unquoted , fully paid-up {Net of provision of ₹ 2 crore (Previous year ₹ Nil)}	50	49
-Units of fund - unquoted , partly paid-up	148	131
-Joint venture (Refer Note 2 below)	85	85
-Pass through certificates & security receipts	24	24
	13 560	12 830
Notes		
1. Aggregate value of Provision for diminution in value of investments		
Quoted Investments	418	152
Unquoted Investments	62	30
Total	480	182
2. The Company has entered into a joint venture with KGS Developers Ltd in respect of real estate project development. The Company has invested ₹ 85 crore and is entitled to share the Profit / Loss equally. However assets, liabilities, revenue and expenses related to the project are not included in the financial statements of the Company as it does not meet the definition criteria of a Joint Venture under AS 27 "Financial Reporting of Interests in Joint Ventures".		
15 Deferred tax assets:		
Deferred tax asset included in the balance sheet comprises the following:		
(a) Deferred tax assets		
Depreciation on fixed assets	-	30
Provision for non performing assets/diminution in the value of assets & investments	68	61
Straightlining of lease rentals	2	2
Unabsorbed depreciation and carried forward losses as per Income tax act,1961	35	7
Employee compensation/ leave encashment	4	4
Total (a)	109	104
(b) Deferred tax liabilities		
Depreciation on fixed assets	7	-
Accrued interest / interest on investments	-	4
Reserve for unexpired risk & others	5	6
Unamortised expenditure	63	49
Total (b)	75	59
Net deferred tax assets [(a)-(b)]	34	45

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013		As at March 31, 2012	
16 Long-term loans and advances				
(a) Capital advances				
Secured, considered good	76		76	
Unsecured, considered good	20	96	201	277
(b) Security deposits				
Unsecured, considered good	106		94	
Unsecured, considered doubtful [₹ 17 20 333 (Previous year ₹ 23 10 296)]	-		-	
Less : Provision for doubtful debts [₹ 17 20 333 (Previous year ₹ 23 10 296)]	-	106	-	94
(c) Loans				
Considered doubtful				
-Secured	262		222	
-Unsecured	30		13	
Less : Provision for non performing assets and doubtful debt	68		38	
	224		197	
Considered good				
Related party (Refer Note No. 41)				
-Secured	61		7	
-Unsecured	25		15	
Others				
-Secured	9 154		9 443	
-Unsecured	2 816		771	
	12 056	12 280	10 236	10 433
(d) Advances (Refer Note No. 2 below)				
Considered doubtful				
-Secured	50		24	
-Unsecured	1		17	
Less : Provision for non performing assets and doubtful debt	12		13	
	39		28	
Considered good - others (Unsecured)	10	49	130	158
(e) Other loans and advances				
-VAT & service tax credit available	31		36	
-Advance income tax & TDS deducted (net of income tax provision)	179	210	138	174
		12 741		11 136

Notes:

- 1 In the opinion of the management, loans and advances, other than doubtful, are considered as good and fully recoverable.
- 2 Advances includes ₹ 2 crore (Previous year ₹ 52 crore) paid towards share application money .

17 Other non-current assets

(a) Other bank balances				
- In fixed deposit accounts				
-Under lien (Refer Note No. 1 below)	316		259	
-Other	7	323	1	260
(b) Accrued interest / finance income on investments		1 053		764

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012	
(c) Unamortised expenditures			
Unamortised DSA commission	88	66	
Add : Incurred during the year	45	57	
Less : Amortised during the year	46	35	
	<u>87</u>	<u>88</u>	
Less : To be amortised during the next year	23	30	
	<u>64</u>	<u>58</u>	
Unamortised brokerage on borrowings	63	16	
Add : Incurred during the year	66	75	
Less : Amortised during the year	29	28	
	<u>100</u>	<u>63</u>	
Less : To be amortised during the next year	20	18	
	<u>80</u>	<u>45</u>	
Unamortised distribution cost	6	9	
Add : Incurred during the year (Previous year ₹ 47 74 581)	-	-	
Less : Amortised during the year	3	4	
	<u>3</u>	<u>5</u>	
Less : To be amortised during the next year	2	3	
	<u>1</u>	<u>2</u>	105
(d) Repossessed assets	19	14	
Less : Provision for repossessed assets	7	2	12
	<u>12</u>	<u>12</u>	
	<u><u>1 533</u></u>	<u><u>1 141</u></u>	

1. In respect of balances with banks in fixed deposite accounts above includes:

- ₹ 301 crore (Previous year ₹ 256 crore) is kept as credit enhancement towards securitisation/assignment transaction.
- ₹ 2 12 500 (Previous year ₹ 3 32 500) is kept as deposit with sales tax authority.
- ₹ 5 00 000 (Previous year ₹ 5 00 000) is kept as deposit with the Pension Fund Regulatory and Development Authority (PFRDA)
- ₹ 4 crore (Previous year ₹ 3 crore) is kept as deposit with bank for issuing of Bank Guarantee & Financial institutions
- ₹ 50 00 000 (Previous year ₹ Nil) pledged with Insurance Regulatory & Development Authority
- ₹ 10 crore (Previous year ₹ Nil) is pledged against Bank overdraft facility.

18 Current investments (valued at cost unless stated otherwise)

Investments in preference shares

-Quoted	10	-
-Unquoted	119	5

Investments in government or trust securities

-Unquoted	5	47
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Investments in debentures or bonds

-Quoted	314	231
-Unquoted	540	944

Investments in mutual funds

-Quoted	180	184
-Unquoted	268	290

Pass through certificates & security receipts

88	226
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Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012
Other current investments		
-Units of seed/equity fund- unquoted , fully paid-up {Net of provision of ₹ 1 crore (Previous year ₹ 1 crore)}	3	3
	<u>1 527</u>	<u>1 930</u>
Notes		
1. Aggregate value of provision for diminution in value of investments		
Quoted investments	-	-
Unquoted investments	1	1
TOTAL	<u>1</u>	<u>1</u>
19 Inventories (As certified by management)		
Securities	76	22
Commodities	11	68
Paintings	37	37
Gold	20	-
Stock of currencies [₹ 23 52 829 (Previous year ₹ 19 72 539)]	-	-
	<u>144</u>	<u>127</u>
20 Trade receivables		
Doubtful unsecured		
Debts outstanding for a period exceeding six months	39	19
Less : Provision for doubtful debts	38	18
	<u>1</u>	<u>1</u>
Other debts-unsecured,considered good;		
Others	838	429
	<u>839</u>	<u>430</u>
21 Cash & bank balances		
(a) Cash & cash equivalents		
Balances with banks		
- In current accounts	1 010	555
- Fixed deposits (less than 3 months)	71	75
Cheques on hand	24	23
Cash on hand	7	5
	<u>1 112</u>	<u>658</u>
(b) Other bank balances		
- Unclaimed dividend accounts	12	9
- In fixed deposit accounts		
-Under lien	451	452
-Under margin	7	5
-Other	-	1
	<u>458</u>	<u>458</u>
	<u>1 582</u>	<u>1 125</u>
Notes:		
1. In respect of balances with Banks in Fixed Depsoit accounts above includes:		
(a) ₹ 54 crore (Previous year ₹ 99 crore) is kept as credit enchancement towards securitisation transaction,.		

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	As at March 31, 2013	As at March 31, 2012		
(b) ₹ 30 crore (Previous year ₹ 21 crore) is kept as collateral security deposit in favour of National Stock Exchange Limited and Bombay Stock Exchange Limited and ₹ 7 crore (Previous year ₹ 5 crore) placed as margin for the issue of bank guarantee favouring National Securities Clearing Corporation Limited.				
(c) ₹ 25 crore (Previous year ₹ 40 crore) placed as margin for the issue of bank guarantee favouring Multi Commodity Exchange Limited and National Commodity and Derivative Exchange Limited .				
(d) ₹ 206 crore (Previous year ₹ 140 crore) are liened against bank overdraft facility.				
(e) ₹ 136 crore (Previous year ₹ 152 crore) is kept as deposit with bank for issuing of bank guarantees.				
22 Short term loans and advances				
Unsecured, considered good;				
(a) Loans				
Considered doubtful [₹ Nil (Previous year ₹ 40 72 963)]	-	-		
Less : Provision for non performing assets and doubtful debt [₹ Nil (Previous year ₹ 40 72 963)]	-	-		
	-	-		
Considered good				
Related party (Refer Note No. 41)				
-Secured	95	9		
-Unsecured	434	66		
Others				
-Secured	3 644	3 050		
-Unsecured	3 028	2 343	5 468	
(b) Advances				
Considered good				
Related party unsecured (Refer Note No. 41) [₹ 2 67 733]	-	4		
Others				
-Secured	109	45		
-Unsecured	96	162	211	
(c) Other loans and advances				
-Deal and fund organisation expenses	4	2		
-VAT & service tax credit available	14	6		
-Advance income tax & TDS deducted(net of provision)	10	3	11	
(d) Prepaid expenses	38	21		
	7 472	5 711		
23 Other current assets				
Interest accrued on loans	483	359		
Option premium receivable	-	8		
Accrued interest / finance income on investments	99	171		
Unamortised DSA commision	23	30		
Unamortised brokerage on borrowings	20	18		
Motor pool transltion liabilities (Unamortised Losses)	79	-		
DR pool claims assets account	11	-		
Unamortised referral fees	2	3		
	717	589		

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	2012-2013	2011-2012
24 Revenue from operations		
Interest and finance income on:		
Long term investments	753	749
Loans	2 374	1 987
Fixed deposits & others	80	86
Lease rental income	21	17
Processing fees	91	56
Less: Service tax recovered	10	5
Profit / (loss) on sale of (Net):		
Long term investments	1 028	667
Current investments	43	91
Investment management and advisory fees	50	30
Trustee / portfolio management fees	592	560
Commission and brokerage earned	221	209
Premium & commission earned	2 073	1 934
Dividends on long term / short term investments	40	36
Profit on sale of securities / commodities	48	57
Premium on loan assignment and securitisation	-	4
Depository participant transaction charges	-	4
Bad debts recovered	34	53
Other operating income	32	42
	<u>7 470</u>	<u>6 577</u>
25 Other income		
Exchange difference/ margin on sale of foreign currency (Net)	2	4
Credit balance / excess provision written back	11	10
Profit on sale of fixed assets/writte off reversed	-	2
Miscellaneous income	36	34
	<u>49</u>	<u>50</u>
26 Employee benefit expenses:		
Salary and wages	555	498
Contribution to provident fund & other funds	27	23
Staff welfare expenses	25	27
	<u>607</u>	<u>548</u>
27 Finance cost		
Interest expense		
-Debentures	631	567
-Bank loans / financial institutions (Long term and short term)	1 242	1 203
-Bank loans (cash credit)	29	27
-Inter corporate deposits	1	5
-Others	3	17
Other borrowing costs		
-Discount on commercial papers	408	406
-Amortised brokerage on borrowings (Refer Note No. 17)	29	25
-Net (gain)/loss on foreign currency transactions and translation [₹ 3 52 124 (Previous year ₹ 4 52 850)]	-	-
	<u>2 343</u>	<u>2 250</u>

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

	(₹ in crore)	
	2012-2013	2011-2012
28 Other expenses:		
Bank charges	5	5
Rent	75	126
Rates and taxes	47	10
Repairs and maintenance		
- Buildings	2	10
- Others	66	63
Electricity	11	13
Insurance	3	3
Travelling and conveyance	31	28
Claims incurred (Net)	1 261	1 266
Premium paid on reinsurance ceded	534	752
Reserve for unexpired risk	183	21
Postage, telegram and telephones	43	52
Legal & professional fees	207	170
Commission	241	118
Auditors' remuneration (Refer Note No. 42)	3	2
Loss on sale of securities / commodities	6	5
Sales and marketing expenses	190	213
Employee seminar and training	8	7
Donation	1	4
Directors' sitting fees (Previous year ₹ 45 22 799)	1	-
Amortised DSA commission (Refer Note No. 17)	46	35
Amortised Distribution cost (Refer Note No. 17)	3	4
Provision for NPA, doubtful debts and balances written off *	334	122
Provision for diminution in the value investments / written off **	304	130
Provision and loss on repossessed stock #	9	2
Loss on sale of fixed assets/written off	2	-
Miscellaneous expenses	67	95
	<u>3 683</u>	<u>3 256</u>
Notes:		
* Breakup of provision for NPA, doubtful debts and bad debts written off		
Provision for NPA and doubtful debts	50	(19)
Provision for standard debts	12	9
Bad debts written off	151	132
Loss on sale of assignment	121	-
	<u>334</u>	<u>122</u>
# Breakup of provision and loss on repossessed stock		
Provision for repossessed stock	3	(-)
(Previous year reversal of ₹ 35 50 183)		
Loss on sale of repossessed stock	6	2
	<u>9</u>	<u>2</u>
** Breakup of provision for diminution in the value of investments / written off		
Provision for diminution in value of investments	298	119
Investments written off	6	11
	<u>304</u>	<u>130</u>

Notes to Consolidated Financial Statements as at March 31, 2013

29 Security clause in respect to Secured Loans/Debentures:

- (i) Non convertible debentures (NCDs) referred above are redeemable at par, in one or more installments, on various dates .
- (a) NCDs amounting to ₹ Nil (Previous year ₹ 5 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on business receivables and loan assets of the commercial finance division, against security not exceeding ₹ Nil (Previous year ₹ 6 crore).
- (b) 'NCDs amounting to ₹ 5,683 crore (Previous year ₹ 5,530 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on business receivables and loan assets of the Company or as may be decided by the Company, against security not exceeding ₹ 6,175 crore (Previous year ₹ 6,954 crore).
- (c) 'NCDs amounting to ₹ 86 crore (Previous year ₹ Nil) are secured by way of first pari passu legal mortgage and charge over the premises situated at Bharuch and additional pari passu charge by way of hypothecation on the present and future books debts/receivables, outstanding money (loan book), receivable claims of the Company with other secured lenders, except those book debts and receivables charged/ to be charged in favour of National Housing Bank for refinance availed/ to be availed from them, of Home Finance Business subject to maintenance of minimum asset coverage of 100% of issue amount.
- (d) The Company is in the process of creating security on the remaining NCDs amounting to ₹ 567 crore (Previous year ₹ 74 crore).
- (e) Maturity profile and Rate of interest of Non Convertible Debentures are as set out below:

(₹ in crore)

Rate of Interest	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	Total
#	20	-	-	-	-	-	-	-	-	-	20
8.40%	-	25	-	-	-	-	-	-	-	-	25
9.50%	-	10	-	-	-	-	-	-	-	-	10
9.60%	-	19	-	-	-	-	-	-	-	-	19
9.75%	123	10	-	15	-	-	-	-	-	-	148
9.80%	-	-	-	-	-	-	-	-	500	-	500
9.85%	-	5	-	75	-	-	-	-	45	-	125
9.86%	-	-	-	30	-	-	-	-	-	-	30
9.90%	-	-	-	-	-	-	500	-	75	-	575
9.95%	-	-	-	-	-	-	-	-	85	-	85
10.00%	5	15	10	280	-	-	-	-	26	-	336
10.05%	-	-	-	-	-	-	-	-	7	-	7
10.10%	40	-	-	20	16	-	-	-	10	-	86
10.15%	-	5	-	65	-	-	-	-	-	-	70
10.20%	-	-	-	5	-	-	-	-	82	-	87
10.24%	-	-	-	-	-	500	-	-	-	-	500
10.25%	25	-	-	16	-	-	-	-	40	-	81
10.28%	-	-	-	-	-	15	-	-	-	-	15
10.30%	5	4	-	49	-	-	-	-	-	-	58
10.33%	-	-	-	25	-	-	-	-	45	-	70
10.35%	89	5	-	15	-	-	5	-	5	-	119
10.40%	-	45	105	-	-	5	-	-	400	-	555
10.50%	99	-	500	-	21	-	-	25	20	15	680
10.60%	-	-	-	-	-	-	-	83	59	-	142
10.65%	10	-	-	-	8	-	-	-	-	-	18
10.70%	640	-	-	-	-	-	-	-	-	-	640
10.75%	19	-	-	-	-	-	-	367	-	-	386
11.00%	-	-	300	-	-	-	-	-	-	-	300
11.65%	50	-	-	-	-	-	-	-	-	-	50
MLD	153	193	52	-	-	-	-	-	-	-	398
Total	1 278	336	967	595	45	520	505	475	1 399	15	6 135

Zero coupon deep discount non convertible debentures

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

- (ii) Term Loans from banks above includes :
- (a) Term Loans from banks includes ₹ 8,518 crore (Previous year ₹ 7,735 crore) are secured by pari passu first charge on all present and future book debts, receivables, bills, claims and loan assets of the Company's commercial finance division.
- (b) In respect of Term Loans taken from Bank by Reliance Home Finance Ltd. ('RHFL') :
- (i) Term loans ₹ 1,695 crore (Previous year ₹ 1,524 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of RHFL, except for those book debts/receivables to be charged in favour of National Housing Bank for refinance to be availed, if any, from them, against security not exceeding ₹ 1,880 crore (Previous year ₹ 1,708 crore).
- (ii) Term loans ₹ 100 crore (Previous year ₹ 100 crore) secured by pari passu first charge in favor of the lender on all the standard book debts, outstanding moneys, receivable claims of RHFL, except for those book debts/receivables to be charged in favor of National Housing Bank for refinance to be availed, if any, from them, against security not exceeding ₹ 110 crore (Previous year ₹ 110 crore).
- (iii) Term loans ₹ 187 crore (Previous year ₹ 250 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of RHFL, against security not exceeding ₹ 206 crore (Previous year ₹ 275 crore).
- (iv) Term loans ₹ 161 crore (Previous year ₹ 180 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of RHFL, against security not exceeding ₹ 192 crore (Previous year ₹ 216 crore).
- (c) Maturity profile of Term loans from banks are as set out below :

	2014-15	2015-16	2016-17	2017-18	2018-19	Total
Term Loan from Banks	2 988	2 990	1 133	400	31	7 542

- (iii) Maturity profile of Inter corporate Deposit are as set out below :

Rate of Interest	2014-15
5.00%	1
8.00%	8
Total	9

30 Profit on Sale of Subsidiaries and Amalgamation adjustments:

	(₹ in crore)	
	2012-2013	2011-2012
Profit /(Loss) on sale of subsidiaries	-	(1)
Amalgamation Adjustments (Refer Note (i) given below)	40	-
Total	40	(1)

- (i) Amalgamation Adjustments referred above ₹ 40 crore (Previous year ₹ Nil) is on account of Provision for diminution in value of investments reversed in respect of Reliance Equities International Private Limited.

31 Scheme of Amalgamation & Arrangement

I Scheme of Amalgamation between Company, Reliance Equities International Private Limited (REIPL) and Emerging Money Mall Limited (EMML)

The Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956 between Company, REIPL and EMML has been sanctioned by the Hon'ble High Court of Judicature at Bombay vide Order dated March 22, 2013. The scheme became effective on April 17, 2013 on filing with the Registrar of Companies (RoC) with effect from March 31, 2013 i.e. Appointed Date.

REIPL was incorporated with the main object of providing broking services to institutional investors and EMML was incorporated with the main object of e-commerce. The amalgamation has been accounted for under the "Purchase method" as prescribed by Accounting Standard (AS-14) on "Accounting for Amalgamation" notified under the Companies (Accounting Standards) Rules, 2006. The Company has carried out the accounting treatment prescribed in the Scheme as sanctioned by the Hon'ble High Court of Judicature at Bombay. The required disclosures as per paragraph 42 of Accounting Standard (AS-14) 'Accounting for Amalgamations' as prescribed under the Companies (Accounting Standards) Rules, 2006 has been provided.

Notes to Consolidated Financial Statements as at March 31, 2013

Hence, in accordance with the Scheme:-

- (i) As entire issued, subscribed and paid up share capital of REIPL and EMLL was held by the Company, no shares of the Company have been allotted in lieu or exchange of its holding in REIPL and EMLL. Consequent to the Scheme the share capital of REIPL and EMLL stands cancelled.
- (ii) On Scheme becoming effective with effect from Appointed Date, the Company has written off its cancelled investments amounting to ₹ 680 crore in REIPL and EMLL to the Statement of Profit and Loss of the Company for the year and recorded all the assets aggregating to ₹ 1,103 crore and liabilities aggregating to ₹ 188 crore as appearing in the books of REIPL and EMLL at their respective fair value as decided by the Board of Directors of the Company. The net assets taken over include:

Assets / Liabilities Taken Over	REIPL	EMLL	Total
(₹ in crore)			
Assets			
Investments	1 060	2	1 062
Balance with Schedule Bank (₹ 5 95 231)	3	-	3
Loans & Advances (₹ 30 000)	38	-	38
Taxes Paid (₹ 3 94 137)	-	-	-
Total	<u>1 101</u>	<u>2</u>	<u>1 103</u>
Liabilities			
Loans	187	1	188
Other liabilities (₹ 4 86 095, ₹ 5 62 024)	-	-	-
Total	<u>187</u>	<u>1</u>	<u>188</u>
Excess of Assets over liabilities credit to Capital Reserve	914	1	915

- (iii) All Inter-company balances including liabilities on account of loans and advances amounting to ₹ 186 crore on Appointed Date also stand cancelled. Consequent upon the above Scheme of Amalgamation, there has been a reduction of ₹ 69 crore in the value of investments in Viscount Management Services Limited which has been debited to Capital Reserve.
- (iv) Difference aggregating to ₹ 846 crore after recording both above said items being the excess arising on transfer under the Scheme of assets and liabilities has been credited to Capital Reserve. The reserve created pursuant to the Scheme shall for all regulatory and accounting purposes be considered to be part of the owned funds / net worth of the Company.
- (v) In accordance with the provisions of the Scheme of Amalgamation of Reliance Commercial Finance Private Limited (RCFPL) with the Company ("the 2011 Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay vide order dated April 29, 2011, an equivalent amount, equivalent to the investments written off amounting to ₹680 crore determined as an exceptional item by the Board of Directors of the Company, has been withdrawn from General Reserve to offset the same and credited to the Statement of Profit and Loss so that there is no impact on profit before tax for the year.

Had both the Schemes not prescribed the above accounting treatment and Company has followed accounting treatment prescribed under Accounting Standard (AS - 14), the General reserve would have been higher by ₹ 680 crore.

In consolidated financial statements due to accounting of above said Schemes Capital Reserve (Net) is higher by ₹ 166 crore.

II Between Viscount Management Services(Alpha) Limited and Reliance Capital Limited

The Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956 between Company and Viscount Management Services (Alpha) Limited (VMSAL) was sanctioned by the Hon'ble High Court of judicature at Bombay vide Order dated January 20, 2012. The scheme has become effective on March 12, 2012 on filing with the Registrar of Companies (RoC) with effect from October 1, 2011 i.e. Appointed Date.

VMSAL was incorporated with the main object of business consultancy service. The amalgamation has been accounted for under the "Purchase method" as prescribed by Accounting Standard (AS) 14 on "Accounting for Amalgamation" notified under the Companies (Accounting Standards) Rules, 2006. The Company has carried out the accounting treatment prescribed in the Scheme as sanctioned by the Hon'ble High Court of Judicature at Bombay. The required disclosures as per paragraph 42 of Accounting Standard 14 (AS 14) 'Accounting for Amalgamations' as prescribed under the Companies (Accounting Standards) Rules, 2006 has been provided.

Hence, in accordance with the Scheme:-

- (i) Before Scheme becomes effective the entire issued, subscribed and paid up share capital was held by the Company. No shares of the Company have been allotted in lieu or exchange of its holding in VMSAL and share capital of VMSAL stands cancelled.

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

- (ii) On Scheme becoming effective with effect from Appointed Date, the Company has recorded all the assets aggregating to ₹ 5,839 crore and liabilities aggregating to ₹ 1,385 crore as appearing in the books of VMSAL at their respective fair value as decided by the Board of Directors of the Company. The net assets taken over include:

Assets / Liabilities Taken Over	₹ in crore
Assets	
Investments	5 839
Cash in Hand (₹ 2 053)	-
Balance with Schedule Bank (₹ 3 529)	-
Taxes Paid (₹ 12 364)	-
Total	5 839
Liabilities	
Optionally Convertible Preference Share Capital and premium payable on redemption ₹ 204 crore	211
Zero Coupon Optionally Fully Convertible Debenture and premium payable on redemption ₹ 321 crore	1 174
Short Term Provision (₹ 27 575)	-
Total	1 385
Excess of Assets over liabilities credit to General Reserve	4 454

- (iii) All Inter-company balances including liabilities on account of debentures and inter-company investments amounting to ₹ 1,385 crore on appointed date stand cancelled. The excess amount of investments amounting to ₹ 679 crore has been debited to general reserve toward inter-company investments cancellation.
- (iv) Difference aggregating to ₹ 3,774 crore after recording both above said items being the excess arising on transfer of assets and liabilities has been credited to General Reserve.
- (v) Difference in accounting method between the Company and VMSAL amounting to ₹ 62 crore has been credited to General Reserve pursuant to the Scheme.

Had the Scheme not prescribed the above accounting treatments, the difference of ₹ 3,837 crore would have been credited to Capital Reserve instead of General Reserve and General Reserve would have been lower by equivalent amount.

- III** In accordance with the provisions of the Scheme of Amalgamation of Reliance Commercial Finance Private Limited (RCFPL) with the Company ("the Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay vide order dated April 29, 2011, the loss on sale of long term investments amounting to ₹ 149 crore determined as an exceptional item by the Board of Directors of the Company has been debited in the statement of profit and loss for the previous year ended March 31, 2012. As per the Scheme and legal opinion obtained by the Company equivalent amount has been withdrawn from General Reserve to adjust the same, which has been disclosed accordingly. Had such losses not been met from General Reserve, the Company would have reflected a profit before tax of ₹ 370 crore and Profit after tax for the year would have been ₹ 309 crore.

- 32 a)** The group sells loans through securitisation and direct assignment. The information related to securitisation and assignment made by the group during the year, as an originator is given below:

		(₹ in crore)		
		Securitisation	Assignment	Total
Total number of loan assets Securitised / Assigned	(Nos.)	12 051	7 120	19 171
		(-)	(16 392)	(16 392)
Total book value of loan assets Securitised / Assigned (Net of Provisions, if any)	(₹)	1 610	701	2 311
		(-)	(1 293)	(1 293)
Sale consideration received for the Securitised / Assigned assets	(₹)	1 610	580	2 190
		(-)	(1 297)	(1 297)
Net gain on account of Securitisation / Assigned	(₹)	-	(121)	(121)
		(-)	(4)	(4)
Outstanding Credit Enhancement (Funded) as at March 31, 2013	(₹)	204	152	355
		(200)	(154)	(354)
Outstanding Liquidity Facility	(₹)	-	-	-
		(-)	(-)	(-)
Net Outstanding Servicing Liability as at March 31, 2013	(₹)	66	74	140
		(22)	(76)	(98)

Note : Figures in bracket indicate previous year figures.

Notes to Consolidated Financial Statements as at March 31, 2013

(i) Securitisation

		(₹ in crore)	
Particulars	As at March 31, 2013	As at March 31, 2012	
1	No of SPVs sponsored by the Group for Securitisation Transactions	7	4
2	Total amount of securitised assets as per books of the SPVs sponsored by the Group	1 421	281
3	Total amount of exposures retained by the Group to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	First loss	178	-
	Others	7	-
4	Amount of exposures to securitisation transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own securitisations		
	First loss	-	-
	Others	-	-
	ii) Exposure to third party securitisations		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own securitisations		
	First loss	25	199
	Others	14	49
	ii) Exposure to third party securitisations		
	First loss	-	-
	Others	-	-

(ii) Assignments

		(₹ in crore)	
Particulars	As at March 31, 2013	As at March 31, 2012	
1	No of Direct Assignments by group	26	27
2	Total amount of assigned assets as per books of the Group	1 583	2 111
3	Total amount of exposures retained by the Group to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	First loss	-	-
	Others	58	-
4	Amount of exposures to assignment transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own assignments		
	First loss	-	-
	Others	-	-
	ii) Exposure to third party assignments		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own assignments		
	First loss	152	154
	Others	-	-
	ii) Exposure to third party assignments		
	First loss	-	-
	Others	-	-

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

- b) The Group invests in Pass Through Certificates (PTCs) and purchases loans through the direct assignment route. In some of the securitisation transactions, the Company also has invested in the assets securitised by it, which, however, is restricted to the maximum limit prescribed by RBI from time to time.
- c) During the year, Company has entered into a agreement for assignment of receivables amounting to ₹ 87 crore (Previous year ₹ 733 crore). The said receivables are included in loans given.

33 Goodwill on Consolidation of Subsidiaries

During the year, the Company has further acquired 4.74% equity stake in one of its existing subsidiary company (Previous year 51.79% equity stake in one company through its subsidiary). On Consolidation, the Company has recognised the following goodwill :

	(₹ in crore)	
	2012-13	2011-12
Opening balance of Goodwill/(Capital Reserve) on consolidation of subsidiaries	47	53
Add : Goodwill on acquisition of subsidiaries	176	(6)
Less : Goodwill on sale / amalgamation of investments in subsidiaries	7	-
Closing balance of Goodwill on consolidation of subsidiaries	216	47

34 Employees Stock Option Plan (ESOP) :

A) Reliance Capital Limited

The Company operates two Employee Stock Option Plans; ESOS Plan A and ESOS Plan B introduced in the financial year 2009-10, which cover eligible employees of the Company, the Holding Company and its subsidiaries. The vesting of the options is from expiry of one year and ranges till four to five years as per Plan under the respective ESOS(s). Each Option entitles the holder thereof to apply for and be allotted / transferred one Equity Share of the Company of ₹ 10 each upon payment of the exercise price during the exercise period. The Company implements and manages the ESOS plan through a trust. Advance of ₹ 64 crore (net of diminution ₹ 64 crore) (Previous year ₹ 130 crore) has been granted to Trust. Out of the said advance Trust has purchased 16,00,000 (Previous year 16,00,000) Equity Shares for the above purpose.

Details of scheme of Employee Stock Option Plans are as under :

	Plan A	Plan B
Date of Grant	February 1, 2010	February 1, 2010
Prices of the Underlying Stock (₹)	790	790
Exercise / Strike Price (₹)	800	800

The fair value of the options granted was estimated on the date of grant using the Black Scholes Model with the following assumptions:

	Plan A	Plan B
Risk Free Interest Rate	7.01%- 7.27%	7.01%- 7.34%
Expected Dividend Yield	0.62%	0.62%
Expected Life (years)	5.5 to 7.0	5.5 to 7.5
Expected Volatility	61.23% to 64.04%	59.56% to 64.04%
Weighted Average Fair Value (₹)	536	546

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows (As certified by management):

	Plan A		Plan B	
	No. of Stock Options	Exercise Price (₹)	No. of Stock Options	Exercise Price (₹)
Outstanding at the beginning of the year	3 47 900	800	3 50 100	800
Granted	-	N.A.	-	N.A.
Exercised	-	N.A.	-	N.A.
Lapsed / Forfeited / Surrendered	1 77 280	800	97 640	800
Outstanding at the end of the year	1 70 620	800	2 52 460	800
Exercisable at end of the year	58 980	800	37 420	800

Notes to Consolidated Financial Statements as at March 31, 2013

B) Reliance Capital Asset Management Ltd (RCAM)

- (i) Pursuant to the shareholder's resolution dated 20 September 2007 RCAM introduced Employee Stock Option Plan I - 2007 under which RCAM may grant options to its employees from time to time. The grant of options to the employees under the ESOP scheme is on the basis of their performance and other eligibility criteria. The Plan has been amended and restated vide shareholder's resolution dated 3 February 2011.
- (ii) On 21 December 2007, RCAM issued 200,000 equity shares at a price ₹ 2,000 per equity share to the Trust, Reliance Capital Asset Management Employee Benefit Trust pursuant to the above Plan.
- (iii) Pursuant to the shareholder's resolution dated 3 February 2011, RCAM introduced Employee Stock Option Plan II - 2011 under which RCAM may grant options to its employees from time to time. The grant of options to the employees under the ESOP scheme is on the basis of their performance and other eligibility criteria.
- (iv) On 30 March 2011, RCAM issued 50,000 equity shares at a price ₹ 3,009 per equity share to the Trust, Reliance Capital Asset Management Employee Benefit Trust.
- (v) All above options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of vesting. The options existing during the year are as follows:
 - a) Year 2007 - Grant Date September 28, 2007
The option under ESOP I - 2007 at an exercise price of ₹ 2,000 per share and vest on a graded basis on completion of 3 Years - 30%, on completion of 4 Years - 30%, on completion of 5 Years - 40%.
 - b) Year 2011 - Grant Date March 30, 2011
The option under ESOP I - 2007 at an exercise price of ₹ 3,009 per share and vest on a graded basis on completion of 1 Year - 30%, on completion of 2 Years - 30%, on completion of 3 Years - 40%.
 - c) Year 2011 - Grant Date March 30, 2011
The option under ESOP I - 2007 and Plan II-2011 at an exercise price of ₹ 3,009 per share and vest on a graded basis on completion of 1 Years - 10%, on completion of 2 Years - 10%, on completion of 3 Years - 20%, on completion of 4 Years - 20%, on completion of 5 Years - 40%.
- (vi) The information concerning stock options granted, exercised, forfeited and outstanding at the year-end is as follows:

	As of March 31, 2013		As of March 31, 2012	
	No of stock options	Weighted average exercise Price (₹)	No of stock options	Weighted average exercise Price (₹)
Number of shares under option:				
Year 2007				
Outstanding at beginning of year	63 800	2 000	69 650	2 000
Granted/Exercised	59 550	2 000	-	-
Cancelled or expired	-	-	5 850	2 000
Outstanding at the year end	4 250	2 000	63 800	2 000
Exercisable at end of year	4 250	2 000	38 280	2 000
Year 2011				
Outstanding at beginning of year	34 050	3 009	38 050	3 009
Granted/Exercised	9 765	3 009	-	-
Cancelled or expired	490	3 009	4 000	3 009
Outstanding at the year end	23 795	3 009	34 050	3 009
Exercisable at end of year	10 455	3 009	10 215	3 009
Year 2011				
Outstanding at beginning of year	1 32 075	3 009	1 39 800	3 009
Granted/Exercised	12 340	3 009	-	-
Cancelled or expired	4 950	3 009	7 725	3 009
Outstanding at the year end	1 14 785	3 009	1 32 075	3 009
Exercisable at end of year	13 528	3 009	13 208	3 009

- (vii) The fair value of the options granted was estimated on the date of grant using the Black- Scholes model with the following assumptions

	Year ended March 31, 2013	Year ended March 31, 2012
Risk Free Interest Rate	8%	8%
Expected Life	7 Years	7 Years
Dividend yield	0%	0%

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(viii) RCAM has chosen to account for the Plan by the Intrinsic Value Method. The total expense recognised for the period arising from stock option plan as per Intrinsic Value Method is ₹ Nil (previous year ₹ Nil).

C) In case of Reliance General Insurance Company Ltd (RGIC)

RGIC had introduced the Employee Stock Option Plan during the F. Y. 2008-09 under which options were granted to the employees of RGIC on the basis of their performance and other eligibility criteria. During the year RGIC granted Nil equity shares (Previous year Nil) to Reliance General Insurance Employees' Benefit Trust. These options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of respective grants. The plan existing during the year is as follows:

	On completion of 3 years	30%
Exercised Period	On completion of 4 years	30%
	On completion of 5 years	40%

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows

	As of March 31, 2013			As of March 31, 2012		
	No of stock options	Weighted average exercise Price (₹)	Weighted average remaining contractual Life (in Years)	No of stock options	Weighted average exercise Price (₹)	Weighted average remaining contractual Life (in Years)
Outstanding at beginning of year	4 59 900	70	2.42	5 24 600	70	4.46
Granted	-	-	-	-	-	-
Exercised	-	-	-	-	-	-
Lapsed / Forfeited	45 000	-	-	64 700	-	-
Outstanding at the year end	4 14 900	70	-	4 59 900	70	-
Exercisable at end of year	4 14 900	70	-	4 59 900	70	-

RGIC has chosen to account for the plan by Intrinsic Value Method. The total expense recognized for the year arising from stock option plan as per intrinsic value method is ₹ Nil (Previous year ₹ Nil) The net results and Earning Per Share (EPS) for the year, had RGIC adopted the fair value method, would have been unchanged.

D) In case of Reliance Securities Ltd (RSL)

- Pursuant to the board members, resolution dated October 24, 2007, RSL introduced the Employee Stock Option Plan under which RSL decided to grant, from time to time, options to the employees of RSL.
- On October 1 2009, RSL issued a total of 100,000 equity shares at a price ₹ 50 per equity share to the Trust, Reliance ADA Group Trustees Private Limited as Trustees of Reliance Securities Limited Employee Benefit Trust.
- All above options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of respective grants. The plan existing during the year is as follows:

a) Employee Stock Option Plan Plan – IB, 2009 Plan

The option under this plan has an exercise price of ₹ 50 per share and vest on a graded basis on completion of 3 years – 30%, on completion of 4 years – 30%, on completion of 5 years – 40%

- The information concerning stock options granted, exercised, forfeited and outstanding at the year-end is as follows:

	As of March 31, 2013		As of March 31, 2012	
	No of stock options	Weighted average exercise Price (₹)	No of stock options	Weighted average exercise Price (₹)
IB, 2009				
Outstanding at beginning of year	54 800	50	64 600	50
Granted / Exercised	Nil	-	Nil	-
Cancelled or expired	24 500	-	9 800	50
Outstanding at the year end	30 300	50	54 800	50
Exercisable at end of year	30 300	50	54 800	50

Notes to Consolidated Financial Statements as at March 31, 2013

- (v) The fair value of the options granted was estimated on the date of grant using the Black- Scholes model with the following assumptions

	Year ended March 2013
Risk free interest rate	6.68%
Expected life	7 years
Dividend yield	0%

- (vi) RSL has chosen to account for the Plan by the intrinsic Value Method. The total expense recognized for the period arising from stock option plan as per intrinsic value method is ₹ NIL.

- E) The net results for the year, had the RCAM and RSL adopted the Fair Value Method, would have been lower by ₹ 15 crore (net of tax saving ₹ 12 crore) and accordingly basic and diluted EPS would have been lower by ₹ 0.62 and ₹ 0.49 respectively.

35 In case of Reliance Money Express Limited (RMEL)

- a) In the year 2008-2009, RMEL had claimed service tax refund of ₹ 7 crore pertaining to period March 2005 to January 2009, pursuant to circular no.111/05-2009 dated 24/02/2009 issued by Central Board of Excise and Customs (CBES) in respect of money transfer services. During the year 2009-2010, RMEL had received ₹ 3 crore towards service tax refund claim for the period December 2007 to January 2009. During the year 2010-2011, RMEL received a show cause notice dated 27 January 2011 reclaiming the refund granted. Further, RMEL has received a show cause cum demand notice dated 22 March 2011 demanding service tax aggregating ₹ 3 crore (excluding interest and penalty) for the period October 2009 to September 2010.

The Management is of the opinion that the money transfer services are construed as 'export' of services and hence not liable to service tax. Accordingly, no provision for the same has been made in the financial statements.

- b) During the financial year 2009-10, the Directorate of Enforcement (DoE) seized foreign currency amounting to ₹ 3 crore. Based on investigations conducted by the DoE and documents furnished by RMEL, the DoE department released foreign currency worth ₹ 3 crore to RMEL in the financial year 2009-10. RMEL is confident of getting back the balance currency worth ₹ 16 64 322.

36 In case of Reliance General Insurance Company Ltd (RGIC)

(a) Terrorism Pool:

In accordance with the requirements of IRDA, RGIC together with other insurance companies participates in the Terrorism Pool. This pool is managed by the General Insurance Corporation of India (GIC). Amount collected as terrorism premium in accordance with the requirements of the Tariff Advisory Committee (TAC) are ceded at 100% of the terrorism premium collected to the Terrorism Pool.

In accordance with the terms of the agreement, GIC retrocedes to RGIC, terrorism premium to the extent of RGIC share in the risk which is recorded as reinsurance accepted. Such reinsurance accepted is recorded based on quarterly statements received from GIC. The reinsurance accepted on account of terrorism pool has been recorded in accordance with the last statement received from GIC

RGIC has ensured that it has created liability to the extent of premium retroceded to RGIC through reserve for unexpired risks.

(b) Indian Motor Third Party Insurance Pool (IMTPIP)

In accordance with the directions of IRDA, RGIC, together with other insurance companies, had participated in the Indian Motor Third Party Insurance Pool (IMTPIP). The IMTPIP was a multilateral reinsurance arrangement, in which all member companies were compulsorily required to participate. The IMTPIP was administered by the General Insurance Corporation of India ('GIC'). The IMTPIP had covered reinsurance of third party risks of specified motor vehicles ("Specified Risks"). Amounts collected as premium in respect of Specified Risks were ceded at 100% of such premium, 100% of claims incurred against risks ceded being recoverable from the pool.

In accordance with the terms of the agreement, each participant company was compulsorily required to share in the revenues, expenses, assets and liabilities of the IMTPIP, including Unexpired Risks Reserve, in the proportion that RGIC's Gross Direct Premium written in India (GDPI), bears to the total GDPI of all participant companies. RGIC's share as specified above had been recorded based on the returns submitted by GIC, under the respective heads.

IRDA through its Orders dated December 23, 2011, January 3, 2012 and March 22, 2012 had directed the dismantling of the Pool on a clean cut basis and advised recognition of the Pool liabilities as per loss ratios estimated by Government's Actuary Department UK ("GAD Estimates") at 159%, 188%, 200%, 213% and 145% for underwriting year 2007-08, 2008-09, 2009-10, 2010-11 and 2011-12 respectively with the option to recognise the additional liabilities for the period 2009-10, 2010-11 and 2011-12 over a three year period, RGIC had exercised this option and IMTPIP liability relating to underwriting years 2009-10, 2010-11, 2011-12 is being recognized based on straight line basis over three years beginning with financial year 31st March, 2012. Accordingly, the profit of RGIC would have been higher by ₹ 47 crore pursuant to recognition of the said liability in the year of dismantling of IMTPIP.

Notes to Consolidated Financial Statements as at March 31, 2013

(c) Transitional Liabilities (TL) recognized in current year is as follows : (₹ in crore)

	Unrecognised as on March 31, 2012	Accounted during the year	Recognized during the year	Unrecognised as on March 31, 2013
Opening	127	-	63	63
Based on audited statement for the month of March, 2012	-	7	4	2
Net Loss on Earned Premium released on unexpired risk reserve during the year	-	41	28	14
Total	127	48	95	79

(d) Basis used by actuary for determining IBNR / IBNER.

The liability for IBNR claims including IBNER for the year ending March 31, 2013 has been estimated by the Appointed Actuary in compliance with guidelines issued by IRDA vide Circular no. 11/IRDA/ACTL/IBNR/2005-06.

The Appointed Actuary has adopted the basic paid claims chain ladder method for all line of business except for Motor Third Party for which ultimate loss ratio method has been followed. Under the basic paid claims chain ladder method, the trends from past claims development are referred to for determining the future claims development.

(e) Contribution to Solatium Fund:

In accordance with the requirements of the IRDA circular dated March 18, 2003 and based on recommendations made at the General Insurance Council meeting held on February 4, 2005, RGIC has provided 0.1% of gross written premium on all motor third party policies towards contribution to the solatium fund.

(f) Indian Motor Third Party Decline Risk Pool (IMTPDRP):

In accordance with the directions of IRDA, RGIC, together with other insurance companies, is participating in the Indian Motor Third Party Decline Risk Pool (IMTPDRP). The IMTPDRP is a multilateral reinsurance arrangement, in which all member companies are compulsorily required to participate. The IMTPDRP is administered by the General Insurance Corporation of India (GIC).

The Authority vide Order dated January 03, 2012 has created IMTPDRP for Act only Commercial Vehicle third party risks i.e. Act only policies.

Under this arrangement, any business relating to Act only policies of Commercial Vehicles which does not fall within the underwriting parameters of insurers shall be ceded to IMTPDRP. This arrangement is called the Declined Risk Pool.

IRDA has mandated that every insurer has to comply with the obligation to underwrite a minimum percentage of such policies that is calculated as an average of insurer's total gross premium percentage share in the industry and gross motor premium percentage share in the industry.

The insurers are required to retain 20% of such risk, while 10% is ceded to GIC under obligatory cession and remaining 70% ceded to IMTPDRP.

RGIC has received its share of premium, claims and expenses of the pool, which is recorded as inward reinsurance business, based on the statement received from GIC. Accordingly RGIC has recognized pool retrocession up to 9 month ended 31st December 2012, the accounts for which statement received.

RGIC has accounted for its share in Decline Risk Pool for the 3 months period January 2013 to March 2013 on provisional basis based on management estimate and recorded the net amount under claims incurred. Unexpired risks reserve is provided for at 50% of net premium of such inward business, being the minimum rate specified in Section 64V(1)(ii) of the Insurance Act, 1938.

37 In case of Quant Capital Private Limited (QCPL)

(a) QCPL has collected stamp duty from various clients on account of its statutory obligation towards transactions entered on various segments. QCPL has not deposited the same as the matter is under discussion with the revenue authorities. In the interim the amount payable is reflected under Statutory Liability. The amount outstanding is to the tune of ₹ 3 crore.

(b) There is a legal proceeding going on with Quant Transactional Services Private Limited (QTSPL), due to which, which may result in income and recovery for QCPL from QTSPL which has not been accounted for in Current Financial Statement considering the principle of conservatism. Keeping in view the fact that matter is subjudice as at the Balance Sheet date, the following other accounting effects have been given considering the principle of conservatism and prudence.

Inter-Corporate Deposits(ICD) amounting to ₹ 4 crore given to QTSPL in earlier financial years has been fully provided for in QCPL books. However, QCPL is hopeful of an amicable settlement and recovery of the same in full. Similarly a provision of 50% which has been made towards interest accrued on the above ICD, which is considered adequate.

Miscellaneous Income under the head Other Income represent expenses charged to QCPL in earlier years by Quant Transactional Services Private Limited, which has been reversed in the current financial year since the Company is of the opinion that it is no longer payable to the said company. However QCPL has provided for the common amenities charged by Quant Capital Private Limited in respect of above.

Notes to Consolidated Financial Statements as at March 31, 2013

38 In case of Reliance Money Precious Metals Private Limited (RMPMPL)

- (a) RMPMPL has entered into an agreement with World Gold Council for its gold accumulation plan and have appointed Computer Age Management Services Private Limited as its data processing service provider. RMPMPL has appointed IDBI Trusteeship Services Limited as a Security Trustee for and on behalf of the customer. Lemiur Secure Logistics Private Limited is appointed as custodian and maintains physical stock of accumulated gold till it is delivered to the customer.
- (b) RMPMPL runs a plan, MY Gold pan where in, the customer subscribes for a plan with a tenor from 1 year to 15 years. The monthly subscription amount received from the customers is utilized for buying of gold. The gold is bought in twenty equated working days and is credited to the customer's account. The delivery of gold to the customer will be at the maturity, as decided by the customer. Till such time the gold stock will be held by RMPMPL and the same is shown as inventory. The corresponding money received from the customers is shown as advance received from the customer.

39 In case of Investment in equity shares of Indian Commodity Exchange Limited ('ICEX') :

As per share sale & purchase agreement dated October 13, 2010 between Indiabulls Financial Services Limited ("IBFSL") and Reliance Exchangenext Limited ('the subsidiary'), the subsidiary had acquired 5,20,00,000 equity shares of Indian Commodity Exchange Limited ('ICEX') from the IBFSL, at a purchase price of ₹ 47 crore which represents 26% stake in the of ICEX on December 13, 2010.

Pursuant to the ICEX application, Government of India and Forward Market Commission granted their approval vide their letters dated September 23, 2010 & October 04, 2010 respectively, for the said transfer by IBFSL to the subsidiary. The aforesaid approval from Government of India and Forward Markets Commission are subject to the following conditions: -

- (a) that three years lock-in period condition shall apply to the subsidiary, anchor investor, the subsidiary afresh with effect from the date of Government approval, i.e., September 23, 2010;
- (b) that in case MMTC Ltd, which now becomes co-anchor investor, exercises its right to stake a claim to 14% in the Exchange from IBFSL in pursuance to its right to first refusal, IBFSL will be bound to transfer its remaining 14% to MMTC Ltd at the same price at which it has been offered to the subsidiary.

On October 21, 2011, MMTC Ltd submitted a petition before the Company Law Board, New Delhi, in terms of Sections 397, 398, 402 and 403 of the Companies Act, 1956, seeking declaration of the aforesaid transfer of shares as void, injunction and investigation into the affairs of the ICEX and appointment of Administrative Special Office, Auditor, etc.

Subsequently the ICEX has submitted its response to the aforesaid petition before the Honourable Company Law Board on February 10, 2012 refusing and denying the purported allegations against it. The matter is under consideration by the Company Law Board. Any future impact on the financial statements is contingent upon the final order by the appropriate authority.

40 The Group is organised into following reportable segments referred to in Accounting Standard (AS 17) "Segment Reporting"

	(₹ in crore)						
Particular	Finance & Investments	Asset Management	General Insurance	Commercial Finance	Others	Elimination	Total
Revenue							
External	2 158	527	2 408	2 117	309	-	7 519
	(1 658)	(508)	(2 183)	(1 945)	(333)	(-)	(6 627)
Inter Segment	23	83	9	-	10	125	-
	(51)	(57)	(9)	(-)	(15)	(132)	(-)
Total Revenue	2 181	610	2 417	2 117	319	125	7 519
	(1 709)	(564)	(2 192)	(1 945)	(349)	(132)	(6 627)
Results							
Segment Results - Profit / (Loss) before Tax	409	169	(93)	342	7	-	834
	(370)	(210)	-(342)	(254)	(28)	(-)	(520)
Unallocated Expenses							4
							(1)
Profit / (Loss) before Tax	409	169	(93)	342	7	-	830
	(370)	(210)	-(342)	(254)	(28)	(-)	(520)
Other information							
Segment Assets	23 297	250	4 353	15 390	1 228	3 930	40 588
	(20 284)	(347)	(3 081)	(14 375)	(1 248)	(4 194)	(35 141)
Unallocated Assets	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Total Asset	23 297	250	4 353	15 390	1 228	3 930	40 588
	(20 284)	(347)	(3 081)	(14 375)	(1 248)	(4 194)	(35 141)
Segment Liabilities	11 899	209	3 569	12 894	648	1 118	28 101
	(9 421)	(311)	(2 360)	(11 893)	(632)	(1 171)	(23 446)

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

Particular	Finance & Investments	Asset Management	General Insurance	Commercial Finance	Others	Elimination	Total
Unallocated Liabilities	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Total Liabilities	11 899	209	3 569	12 894	648	1 118	28 101
	(9 421)	(311)	(2 360)	(11 893)	(632)	(1 171)	(23 446)
Capital Expenditure	14	8	11	15	6	-	54
	(57)	(5)	(7)	(53)	(7)	(-)	(129)
Depreciation	14	9	11	15	7	-	56
	(11)	(10)	(12)	(14)	(7)	(-)	(54)
Non Cash Expenses other than Depreciation	528	-	214	82	7	-	831
	(149)	(9)	(21)	(96)	(-)	(-)	(275)

Figures in bracket indicates previous year figures.

Note:-

- (i) As per Accounting Standard (AS-17) on "Segment Reporting", notified by the Companies (Accounting Standards) Rules 2006, the Group has reported segment information on the consolidated basis including business conducted through its subsidiaries.
- (ii) The reportable segments of the Reliance Capital Group are further described below
 - (a) Finance & Investment - This includes the corporate lending and investment activities.
 - (b) Asset Management - This includes the asset management activities including Mutual Fund and Portfolio Management Services.
 - (c) General Insurance - This includes the general insurance business.
 - (d) Commercial Finance - This includes the consumer finance and home finance business.
 - (e) Others - This includes other financial and allied services.
- (iii) Since all the operations of the Group are largely conducted within India, as such there is no separate reportable geographical segment.

41 Related party disclosures:

A. List of related parties

i) Holding Company

Reliance Innoventures Private Limited

ii) Subsidiary of Holding Company

AAA Enterprises Private Limited

iii) Individual Promoter

Shri Anil D. Ambani, the person having control during the year

iv) Associates

Ammolite Holdings Limited

Reliance Land Private Limited

Indian Commodity Exchange Limited

Reliance Life Insurance Company Limited

Reliance Asset Reconstruction Company Limited

Reliance Share & Stock Brokers Private Limited

v) Fellow subsidiaries

AAA Entertainment Private Limited

Reliance Communications Limited

Big Flicks Private Limited

Reliance Infocomm Infrastructure Private Limited

Jump Games Private Limited

Reliance Webstore Limited

Reliance Big Entertainment Private Limited

Zapak Digital Entertainment Limited

Reliance Communications Infrastructure Limited

vi) Key management personnel

Shri V. R. Mohan - President & Company Secretary

B. Other related parties with whom transactions have taken place during the year:

- i) Enterprise over which individual described in clause A (ii) above has control
Reliance Power Limited

Notes to Consolidated Financial Statements as at March 31, 2013

C. Transactions during the year with related parties:

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
Debentures			
a) Issued during the year	-	15	15
	(-)	(25)	(25)
b) Balance as at March 31, 2013	-	40	40
	(-)	(25)	(25)
c) Accrued interest on debentures as at March 31, 2013 (Previous year ₹ 23 56 164)	-	1	1
	(-)	(-)	(-)
Commercial Paper			
a) Issued during the year	-	527	527
	(-)	(682)	(682)
b) Repaid during the year	-	750	750
	(-)	(299)	(299)
c) Balance as at March 31, 2013	-	271	271
	(-)	(482)	(482)
Investments			
a) Subscribed/Purchased during the year	23	-	23
	(11)	(125)	(136)
b) Balance as at March 31, 2013 [Net of provision ₹ 106 crore (Previous year ₹ Nil)]	1 623	5 720	7 343
	(1 700)	(4 558)	(6 258)
Interest / Finance income accrued on Investments			
a) Balance as at March 31, 2013	524	166	690
	(290)	(125)	(415)
Loans Given			
a) Given during the year	749	11	760
	(86)	(19)	(105)
b) Returned /Adjusted during the year	230	13	243
	(49)	(150)	(199)
c) Balance as at March 31, 2013	582	33	615
	(63)	(34)	(97)
Trade receivable			
a) Balance as at March 31, 2013	-	-	-
	(1)	(-)	(1)
Advances			
a) Balance as at March 31, 2013 [(₹ 2 67 733 (Previous year ₹ Nil)]	2	-	2
	(-)	(4)	(4)
Trade payables			
a) Balance as at March 31, 2013 [₹ 4 79 830 (Previous year ₹ 4 79 830)]	-	-	-
	(-)	(-)	(-)
Income			
a) Interest & Finance Income (including Premium on Preference Shares)	187	63	250
	(166)	(65)	(231)
b) Rent	1	-	1
	(-)	(-)	(-)
c) Dividend Income (Previous year ₹ 42 10 544)	1	19	20
	(-)	(-)	(-)
d) Reimbursement of Expenditure [₹ 23 25 359 (Previous year ₹ 39 05 151)]	-	5	5
	(-)	(6)	(6)
e) Management Fees	-	6	6
	(-)	(6)	(6)
f) Processing fees	2	-	2
	(-)	(-)	(-)
Expenditure			
a) Finance cost	-	39	39
	(-)	(2)	(2)

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
b) Insurance [₹ 91 69 801 (Previous year ₹ 23 91 000)]	- (-)	- (-)	- (-)
c) Miscellaneous Expenditure	- (-)	1 (2)	1 (2)
d) Provision for diminution in value of investments	77 (-)	29 (-)	106 (-)
e) Bad debts written off	- (-)	18 (-)	18 (-)
Contingent Liability			
Guarantees to Banks and Financial Institutions on behalf of third parties	50 (-)	82 (77)	132 (77)

D. The nature and volume of material transactions for the year with above related parties are as follows:

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
Debentures			
a) Issued during the year			
i) Reliance Life Insurance Company Limited	- (-)	15 (25)	15 (25)
b) Balance as at March 31, 2013			
i) Reliance Life Insurance Company Limited	- (-)	40 (25)	40 (25)
c) Interest accrued on debentures as at March 31, 2013			
i) Reliance Life Insurance Company Limited (Previous year ₹ 23 56 164)	- (-)	1 (-)	1 (-)
Commercial Papers			
a) Issued during the year			
i) Reliance Life Insurance Company Limited	- (-)	527 (682)	527 (682)
b) Repaid during the year			
i) Reliance Life Insurance Company Limited	- (-)	750 (299)	750 (299)
c) Balance as at March 31, 2013			
i) Reliance Life Insurance Company Limited	- (-)	271 (482)	271 (482)
Investments			
a) Subscribed / Purchased during the year			
i) Reliance Land Private Limited	- (-)	- (125)	- (125)
ii) AAA Entertainment Private Limited	23 (-)	- (-)	23 (-)
iii) Reliance Big Entertainment Private Limited	- (11)	- (-)	- (11)
b) Balance as at March 31, 2013			
i) Reliance Land Private Limited	- (-)	486 (486)	486 (486)
ii) Reliance Share & Stock Brokers Private Limited	- (-)	86 (86)	86 (86)
iii) Reliance Big Entertainment Private Limited	1 393 (1 393)	- (-)	1 393 (1 393)
iv) Reliance Communications Limited [Net of Provision ₹ 77 crore (Previous year ₹ Nil)]	230 (307)	- (-)	230 (307)
v) Reliance Asset Reconstruction Company Limited	- (-)	49 (49)	49 (49)
vi) Ammolite Holdings Limited (Net of Provision ₹ 29 crore)	- (-)	- (29)	- (29)
vii) Reliance Life Insurance Company Limited	- (-)	4 776 (3 717)	4 776 (3 717)

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
Interest / Finance income accrued on Investment			
a) Balance as at March 31, 2013			
i) Reliance Land Private Limited	-	166	166
	(-)	(107)	(107)
ii) Ammolite Holdings Limited	-	-	-
	(-)	(19)	(19)
iii) Reliance Big Entertainment Private Limited	524	-	524
	(365)	(-)	(365)
Loans Given			
a) Given during the year			
i) Reliance Land Private Limited	-	11	11
	(-)	(17)	(17)
ii) Zapak Digital Entertainment Limited	2	-	2
	(20)	(-)	(20)
iii) Jump Games Private Limited	4	-	4
	(5)	(-)	(5)
iv) Reliance Asset Reconstruction Company Limited	-	-	-
	(-)	(3)	(3)
v) Reliance Big Entertainment Private Limited	743	-	743
	(61)	(-)	(61)
b) Returned/Adjusted during the year			
i) Reliance Land Private Limited	-	-	-
	(-)	(140)	(140)
ii) Reliance Asset Reconstruction Company Limited	-	4	4
	(-)	(8)	(8)
iii) Reliance Big Entertainment Private Limited	205	-	205
	(24)	(-)	(24)
iv) Zapak Digital Entertainment Limited	20	-	20
	(20)	(-)	(20)
v) Jump Games Private Limited	5	-	5
	(5)	(-)	(5)
vi) Reliance Life Insurance Company Limited	-	9	9
	(-)	(2)	(2)
c) Balance as at March 31, 2013			
i) Reliance Land Private Limited	-	24	24
	(-)	(13)	(13)
ii) Zapak Digital Entertainment Limited	2	-	2
	(20)	(-)	(20)
iii) Jump Games Private Limited	4	-	4
	(5)	(-)	(5)
iv) Reliance Asset Reconstruction Company Limited	-	1	1
	(-)	(5)	(5)
v) Reliance Big Entertainment Private Limited	576	-	576
	(38)	(-)	(38)
vi) Reliance Life Insurance Company Limited	-	7	7
	(-)	(16)	(16)
Trade Receivables as at March 31, 2013			
i) Reliance Communications Infrastructure Limited	-	-	-
	(1)	(-)	(1)
Advances			
a) Balance as at March 31, 2013			
i) Reliance Communications Infrastructure Limited	2	-	2
	(-)	(-)	(-)
ii) Reliance Life Insurance Company Limited	-	-	-
[(₹ 2 67 733 (Previous year ₹ Nil)]	(-)	(4)	(4)
Trade Payables as at March 31, 2013			
i) Big Flicks Private Limited	-	-	-
[₹ 4 29 830 (Previous year ₹ 4 29 830)]	(-)	(-)	(-)

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

	(₹ in crore)		
	Fellow Subsidiaries	Associates	Total
Income			
a) Interest & Finance Income (including Premium on Preference Shares)			
i) Reliance Land Private Limited	-	61	61
	(-)	(61)	(-)
ii) Ammolite Holdings Limited	-	-	-
	(-)	(5)	(-)
iii) Reliance Big Entertainment Private Limited	187	-	187
	(162)	(-)	(-)
b) Rent			
i) Reliance Communications Infrastructure Limited	1	-	1
	(-)	(-)	(-)
c) Dividend Income			
i) Reliance Communications Limited (Previous year ₹ 42 10 544)	1	-	1
	(-)	(-)	(-)
ii) Reliance Life Insurance Company Limited	-	19	19
	(-)	(-)	(-)
d) Reimbursement of Expenditure			
i) Reliance Communications Infrastructure Limited [₹ 23 25 359 (Previous year ₹ 32 15 245)]	-	-	-
	(-)	(-)	(-)
ii) Reliance Asset Reconstruction Co. Limited (₹ 24 06 000)	-	-	-
	(-)	(1)	(1)
iii) Reliance Land Private Limited [₹ Nil (Previous year ₹ 4 63 890)]	-	-	-
	(-)	(-)	(-)
iv) Reliance Big Entertainment Private Limited [₹ Nil (Previous year ₹ 4 850)]	-	-	-
	(-)	(-)	(-)
v) Reliance Life Insurance Company Limited	-	5	5
	(-)	(5)	(-)
e) Management Fees			
i) Reliance Life Insurance Company Limited	-	6	6
	(-)	(6)	(-)
Expenditure			
a) Finance cost			
i) Reliance Life Insurance Company Limited	-	39	39
	(-)	(2)	(2)
b) Insurance			
i) Reliance Life Insurance Company Limited [₹ 43 76 801 (Previous year ₹ Nil)]	-	-	-
	(-)	(-)	(-)
ii) AAA Entertainment Private Limited [₹ 47 93 000 (Previous year ₹ 23 91 000)]	-	-	-
	(-)	(-)	(-)
c) Miscellaneous Expenditure			
i) Reliance Land Private Limited	-	1	1
	(-)	(2)	(2)
Contingent Liability			
a) Guarantees to Banks and Financial Institutions			
i) Ammolite Holdings Limited	-	82	82
	(-)	(77)	(-)
ii) Reliance Big Entertainment Private Limited	50	-	50
	(-)	(-)	(-)

Key Managerial Personnel

- a) Shri V.R. Mohan
 -Employee benefit expenses ₹ 69 99 996 (Previous year ₹ 68 54 397)
 -Loan given balance as at March 31,2013 ₹ 4 35 351 (Previous year ₹ 4 49 751)

Enterprise over which individual described in clause A(iii)above has control

- a) Reliance Power Limited
 -Commercial Paper subscribed & redeemed ₹ Nil (Previous year ₹ 224 crore)
 -Investment balance as at March 31,2013 ₹ 3 crore (Previous year ₹ 3 crore)
 -Reimbursement of expenditure ₹ 1 06 120 (Previous year Nil)

Notes to Consolidated Financial Statements as at March 31, 2013

Notes :

- i) Figures in bracket indicate previous year figures.
- ii) Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.
- iii) The above disclosed transactions entered during the period of existence of related party relationship. The balances and transactions are not disclosed before existence of related party relationship and after cessation of related party relationship.
- iv) In addition to the above, Director Sitting Fees of ₹ 1,20,000 (Previous year ₹ 1,00,000.) has been paid to Shri Anil D. Ambani, an individual having control.
- v) In terms of the provisions of Accounting Standard (AS) 18 on "Related Party Disclosures" as per Companies (Accounting Standard) Rules 2006 the Company does not exercise any "Significant Influence" on Reliance Capital Partner's stake in Fame India Limited and Ravissant Private Limited though in excess of 20% of their shareholdings, hence the transactions with these parties are not considered for Related Party Disclosures

42 Auditors' remuneration includes:

	(₹ in crore)	
	2012-13	2011 - 12
i) Audit Fees	3	2
ii) Tax Audit Fees [₹ 6 31 798 (Previous year ₹ 8 45 618)]	-	-
iii) Certification and other reimbursement charges [₹ 4 34 152 (Previous year ₹ 2 29 434)]	-	-
Total	3	2

43 Leases

Details of Future Minimum Lease Receivables are as under :

	(₹ in crore)	
	2012-13	2011 - 12
Within one year of the balance sheet date	24	21
Due in a period between one year and five years	42	50
Due after five years [₹ 26 00 000 (Previous year ₹ 3 91 880)]	-	-

Details of future minimum lease rent payable under operating lease for each of the following periods:

	(₹ in crore)	
	2012-13	2011 - 12
Not Later than one year	5	8
Later than one year and not later than five years	4	7
Later than five years	-	-

44 Basic and diluted earnings per share:

The computation of earnings per share is set out below

	(₹ in crore)	
	2012-13	2011 - 12
a) Amounts used as the numerators		
Net Profit after tax	812	458
Net Profit attributable to equity shareholders	812	458
b) Weighted average number of equity shares (Nos.)	24 56 32 800	24 56 32 800
c) Basic earnings per share of face value ₹ 10 each (₹)	33.05	18.64
d) Diluted earnings per share of face value ₹ 10 each (₹)	33.05	18.64

45 Contingent Liabilities and Commitments (As Certified by the Management)

	(₹ in crore)	
	March 31, 2013	March 31, 2012
Contingent Liabilities		
i) Guarantees to Banks and Financial Institutions	1 755	1 454
ii) Claims against the Company not acknowledge as debt	28	27
iii) Outstanding Forward Exchange Contract	52	38

Reliance Capital Limited

Notes to Consolidated Financial Statements as at March 31, 2013

(₹ in crore)

	March 31, 2013	March 31, 2012
Commitments		
i) Estimated amount of contracts remaining to be executed on capital account (net of advances)	48	87
ii) Undrawn Committed Credit lines	757	481
iii) Uncalled amount of Investments	66	170

Share of company in contingent liabilities and capital commitments of an associate are as follows

(₹ in crore)

	March 31, 2013	March 31, 2012
Contingent Liabilities		
i) Claims against the Company not acknowledge as debt	11	6
ii) Statutory Demands /liabilities in disputed not provided for	9	7
iii) Guarantees to Banks and Financial Institutions	-	-
Commitments		
i) Commitment towards fixed Assets	41	38
ii) Other commitments	4	8

46 The subsidiaries / associate companies considered in the consolidated financial statements with their proportion of ownership are as under

Name	Country of Incorporation	Year Ending	Proportion of ownership (Interest)
List of Subsidiaries			
Reliance Capital Asset Management Limited	India	March 31, 2013	65.23%
Reliance Asset Management (Mauritius) Limited	Mauritius	March 31, 2013	65.23%
Reliance Asset Management (Singapore) Pte Limited	Singapore	March 31, 2013	65.23%
Reliance Capital Asset Management (UK) Plc	United Kingdom	March 31, 2013	65.23%
Reliance Asset Management (Malaysia) SDN BHD	Malaysia	March 31, 2013	65.23%
Reliance Capital Pension Fund Limited	India	March 31, 2013	65.23%
Reliance General Insurance Company Limited	India	March 31, 2013	96.50%
Reliance Capital Trustees Co. Limited	India	March 31, 2013	100.00%
Reliance Gilts Limited	India	March 31, 2013	100.00%
Reliance Money Precious Metals Private Limited	India	March 31, 2013	100.00%
Reliance Venture Asset Management Private Limited	India	March 31, 2013	100.00%
Reliance Money Express Limited	India	March 31, 2013	100.00%
Reliance Equity Advisors (India) Limited	India	March 31, 2013	100.00%
Reliance Home Finance Limited	India	March 31, 2013	100.00%
Reliance Equities International Private Limited (merged with the company w.e.f. March 31, 2013)	India	March 31, 2013	100.00%
Emerging Money Mall Limited (w.e.f. February 20, 2013) (merged with the company w.e.f. March 31, 2013)	India	March 31, 2013	100.00%
Reliance Securities Limited	India	March 31, 2013	99.60%
Reliance Composite Insurance Broking Limited	India	March 31, 2013	51.79%
Reliance Commodities Limited	India	March 31, 2013	100.00%
Reliance Financial Limited	India	March 31, 2013	100.00%
Reliance Alternative Investments Services Private Limited	India	March 31, 2013	100.00%
Reliance Wealth Management Limited	India	March 31, 2013	100.00%
Reliance Spot Exchange Infrastructure Limited	India	March 31, 2013	100.00%
Reliance Exchangenext Limited	India	March 31, 2013	100.00%
Indian Agri Services Private Limited (w.e.f April 30, 2012)	India	March 31, 2013	100.00%

Notes to Consolidated Financial Statements as at March 31, 2013

Name	Country of Incorporation	Year Ending	Proportion of ownership (Interest)
Reliance Investment Banking Services Private Limited	India	March 31, 2013	100.00%
Reliance Capital (Singapore) Pte Limited	Singapore	March 31, 2013	100.00%
Reliance Consultants (Mauritius) Limited	Mauritius	March 31, 2013	100.00%
Quant Capital Private Limited	India	March 31, 2013	74.00%
Quant Broking Private Limited	India	March 31, 2013	74.00%
Quant Capital Advisors Private Limited	India	March 31, 2013	74.00%
Quant Securities Private Limited	India	March 31, 2013	74.00%
Quant Commodity Broking Private Limited	India	March 31, 2013	74.00%
Quant Commodities Private Limited	India	March 31, 2013	74.00%
Quant Investments Services Private Limited	India	March 31, 2013	74.00%
Quant Capital Finance and Investments Private Limited	India	March 31, 2013	74.00%
QOPPA Trading Private Limited	India	March 31, 2013	74.00%
QCAP Trade Private Limited	India	March 31, 2013	74.00%
Quant Alternative Asset Management Private Limited (w.e.f. October 12, 2012)	India	March 31, 2013	74.00%
List of Associates			
Reliance Land Private Limited	India	March 31, 2013	50.00%
Reliance Share & Stock Brokers Private Limited	India	March 31, 2013	50.00%
Indian Commodity Exchange Limited	India	March 31, 2013	26.00%
Ammolite Holding Limited	Jersey	March 31, 2013	* 50.00%
Reliance Asset Reconstruction Company Limited	India	March 31, 2013	49.00%
Reliance Life Insurance Company Limited	India	March 31, 2013	47.78%
Partnership Firm			
Reliance Capital Partners (Partnership Firm)	India	March 31, 2013	#

Note:-

- a) # Proportion of ownership interest in Partnership firm is on the basis of weighted average capital
 b) * The Financial statements of Ammolite Holdings Limited, have been certified by the management.

- 47** In accordance with Para 7 of Accounting Standard (AS-23) on "Accounting for Investments in Associates in Consolidated Financial Statements" as per the Companies (Accounting Standard), Rules 2006, Reliance Capital Partner's (firm) stake in Fame India Limited and Ravissant Private Limited though in excess of 20% of their shareholdings have not been accounted for as associates in the preparation of consolidated financial statements as the firm does not have any "Significant Influence" on these companies, as defined by Accounting Standard (AS-18) on "Related Party Disclosures" as per the Companies (Accounting Standards), Rules 2006 and hence the transaction with these parties have not been considered for Related Party Disclosures.
- 48** Goodwill of ₹ 4,576 crore (Previous year ₹ 3,627 crore) arising at the time of acquisition of associates has been included in the carrying amount of investments in associates, as per Accounting Standard (AS-23) on "Accounting for Investment in Associates in Consolidated Financial Statements".
- 49** Pursuant to the general exemption granted by the Ministry of Corporate Affairs, Government of India, the Parent Company is publishing the consolidated and standalone financial statements of Reliance Capital Limited and its subsidiaries. The requisite financial information of subsidiaries have been furnished by the management as a part of annual report.

As per our report of even date

For and on behalf of the Board

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

For **B S R & Co.**
 Chartered Accountants
 Firm Reg. No. : 101248W

Chairman

Anil D. Ambani

Directors

Rajendra P. Chitale

Dr. Bidhubhusan Samal

Vijay Napawaliya
 Partner
 Membership No: 109859
 Mumbai
 Dated: May 16, 2013

Manoj Kumar Vijai
 Partner
 Membership No: 046882

President & Company Secretary **V. R. Mohan**
 Mumbai
 Dated: May 16, 2013

Notes to Consolidated Financial Statements as at March 31, 2013

Sr. No	Name	Country	Capital	Reserves	Total Assets	Total Liabilities	Investments (except in case of investment in subsidiaries)	Turnover/ Total Income	Profit/ (loss) before Taxation	Provisions for Taxation	Profit/ (loss) after Taxation	Proposed Dividend
1	Reliance Capital Asset Management Ltd.	India	11.47	1,209.07	1,500.21	279.67	521.24	712.67	258.04	60.50	197.54	161.28
2	Reliance Capital Trustee Co. Ltd.	India	0.05	0.60	0.65	-	0.60	0.23	0.09	0.02	0.07	-
3	Reliance General Insurance Company Ltd.	India	122.78	660.83	4,352.13	3,568.53	3,247.20	2,417.37	(92.77)	-	(92.77)	-
4	Reliance Gilts Ltd.	India	7.00	(2.86)	4.16	0.02	-	0.20	0.19	-	0.19	-
5	Reliance Asset Management (Mauritius) Ltd.	Mauritius	10.64	(0.39)	14.35	4.11	0.01	7.34	3.29	0.10	3.20	-
6	Reliance Asset Management (Singapore) Pte. Ltd.	Singapore	17.05	34.78	55.78	3.95	50.09	10.13	(11.88)	-	(11.88)	-
7	Reliance Money Express Ltd.	India	17.81	20.28	76.87	38.78	-	47.87	11.18	2.15	9.03	-
8	Reliance Money Precious Metals Pvt. Ltd.	India	8.00	(8.12)	26.61	26.73	1.41	0.64	(8.08)	0.01	(8.09)	-
9	Reliance Venture Asset Management Pvt. Ltd.	India	0.01	2.60	2.62	0.01	1.80	0.17	(0.01)	-	(0.01)	-
10	Reliance Equity Advisors (India) Ltd.	India	0.05	(13.19)	24.21	37.35	3.26	19.30	1.87	0.59	1.28	-
11	Reliance Capital Asset Management (UK) Plc	UK	26.74	(25.89)	0.96	0.11	-	2.48	(6.36)	-	(6.36)	-
12	Reliance Composite Insurance Broking Ltd.	India	2.50	(1.18)	10.19	8.87	0.05	12.58	(8.90)	0.43	(9.33)	-
13	Reliance Home Finance Ltd.	India	65.82	355.09	2,953.50	2,532.59	13.76	361.14	42.02	14.54	27.48	-
14	Reliance Capital (Singapore) Pte. Ltd.	Singapore	9.54	1.11	10.67	0.02	-	-	(0.02)	-	(0.02)	-
15	Reliance Securities Ltd.	India	150.00	26.39	324.88	148.48	86.19	114.52	(7.69)	(0.34)	(7.35)	-
16	Reliance Commodities Ltd.	India	3.00	10.40	38.90	25.50	-	13.68	2.55	0.89	1.66	-
17	Reliance Financial Ltd.	India	11.00	32.05	43.45	0.40	-	6.47	1.30	0.40	0.90	-
18	Reliance Investment Banking Services Ltd.	India	7.00	0.35	7.47	0.12	0.70	3.00	0.36	0.12	0.24	-
19	Reliance Wealth Management Ltd.	India	11.50	(6.92)	4.93	0.35	-	3.45	(3.08)	-	(3.08)	-
20	Reliance Alternative Investments Services Pvt. Ltd.	India	0.01	0.02	0.05	0.02	-	0.06	-	-	-	-
21	Reliance Asset Management (Malaysia) SDN BHD	Malaysia	27.77	(20.39)	7.65	0.28	5.77	1.63	(9.47)	-	(9.47)	-
22	Reliance Consultants (Mauritius) Ltd.	Mauritius	0.26	(0.16)	0.26	0.16	-	0.00	(0.09)	-	(0.09)	-
23	Reliance Capital Pension Fund Ltd.	India	25.00	0.53	25.69	0.17	25.41	1.61	0.33	-	0.33	-
24	Reliance Exchanges Ltd.	India	6.91	33.84	48.11	7.35	47.43	0.16	(25.49)	-	(25.49)	-
25	Reliance Spot Exchange Infrastructure Ltd.	India	17.65	(22.02)	2.28	6.65	-	0.54	(1.28)	-	(1.28)	-
26	Indian Agri Services Pvt. Ltd.	India	0.12	(0.07)	0.08	0.03	-	0.03	-	-	-	-
27	Quant Capital Pvt. Ltd.	India	10.00	194.00	498.28	294.28	170.01	5.76	1.83	0.59	1.24	-
28	Quant Broking Pvt. Ltd.	India	18.01	147.29	643.19	477.89	1.00	58.87	2.43	0.49	1.93	-
29	Quant Capital Advisors Pvt. Ltd.	India	0.11	2.45	3.82	1.26	-	2.77	0.01	-	0.01	-
30	Quant Securities Pvt. Ltd.	India	1.54	1.53	161.07	158.00	-	5.69	0.86	0.30	0.55	-
31	Quant Commodity Broking Pvt. Ltd.	India	0.14	1.91	133.93	131.88	-	2.51	0.73	0.24	0.49	-
32	Quant Commodities Pvt. Ltd.	India	0.21	17.34	104.76	87.21	-	23.64	14.02	5.00	9.02	-
33	Quant Investments Services Pvt. Ltd.	India	0.74	5.86	6.82	0.22	-	3.25	0.09	0.02	0.07	-
34	Quant Capital Finance And Investments Pvt. Ltd.	India	3.83	18.13	22.76	0.81	-	1.97	0.03	0.02	0.01	-
35	QOPPA Trading Pvt. Ltd.	India	0.52	0.03	63.48	62.93	-	0.56	0.00	-	0.00	-
36	QCAP Trade Pvt. Ltd.	India	0.52	0.38	42.28	41.38	-	5.81	0.01	-	0.01	-

Reliance Capital Limited

Annual Accounts

2013-14

Independent Auditors' Report on the Financial Statement

**To
The Members,
Reliance Capital Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of Reliance Capital Limited ('the Company'), which comprise the balance sheet as at March 31, 2014, 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 Financial Statements

The Company's management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, the financial performance and the cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 read with General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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 financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- (a) in the case of the balance sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- (c) in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditors' Report) Order, 2003, as amended by 'the Companies (Auditors' Report) (Amendment) Order, 2004 ('the Order'), issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

As required by Section 227(3) of the Act, we report that:

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. the balance sheet, 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 balance sheet, the statement of profit and loss and the cash flow statement comply with the Accounting Standards notified under the Companies Act, 1956 read with General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013; and
- e. on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the board of directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act.

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No: 101248W

Vijay Napawaliya
Partner
Membership No: 109859

Akeel Master
Partner
Membership No: 046768

Mumbai
Dated: May 2, 2014

Mumbai
Dated: May 2, 2014

Annexure to the Independent Auditors' Report on the Financial Statement

- (Referred to in our report of even date)
- (i) In respect of its fixed assets:
- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The Company has a program of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In accordance with this program, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) As per information and explanations given to us, during the year, the Company has not disposed off any substantial part of fixed assets that would affect the going concern assumption.
- (ii) The Company is a service company, primarily engaged in lending and investing activities. Accordingly, it does not hold any physical inventories. Thus, paragraph 4 (ii) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us, the Company has neither granted nor taken any loan secured/unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, provisions of clauses (iii) (a) to (iii) (g) of paragraph 4 of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and sale of services. In our opinion and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control system.
- (v) According to the information and explanations given to us, there are no contracts or arrangements referred to in Section 301 of the Companies Act, 1956 that need to be entered in the register required to be maintained under that section. Accordingly, clause (v) of the Order is not applicable to the Company.
- (vi) The Company has not accepted deposits from public hence directives issued by the Reserve Bank of India and the provisions of Section 58A and 58 AA or any other relevant provisions of the Act, and rules framed there under are not applicable for the year under audit.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
- (viii) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 209(1) (d) of the Act, in respect of activities carried on by the Company. Hence the provisions of clause 4 (viii) of the Order is not applicable to the Company.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records, of the Company, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education Protection Fund, Income-tax, Sales-tax, Wealth tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, except in the case of Professional Tax there were a few delays in payment of the said dues. According to the information and explanations given to us, there are no undisputed amounts payable outstanding as at March 31, 2014 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, there are no such statutory dues, which have not been deposited on account of any dispute, except in respect of sales tax under Gujarat Sales Tax Act, 1969 of ₹ 4,75,916 for the period 2001-02 which is pending before the Gujarat Sales Tax Tribunal, Ahmedabad and sales tax under Madhya Pradesh General Sales Tax Act, 1958 of ₹ 4,30,472 for the period 1996-97 which is pending before Appellate Deputy Commissioner of the Commercial Tax, Indore Division - I .
- (x) The Company does not have accumulated losses at the end of the financial year and has not incurred any cash losses in the financial year and in the immediately preceding financial year.
- (xi) Based on our audit procedures and the information and explanations given by management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, banks or debenture holders.
- (xii) In our opinion and according to the information and explanations given to us, adequate documents and records have been maintained by the Company in respect of loans and advances granted on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund, a nidhi or a mutual benefit society. Therefore, the provisions of clause 4 (xiii) of the Order is not applicable to the Company.
- (xiv) The Company has maintained proper records of transactions and contracts in respect of trading in shares, securities, debentures, and other investments and timely entries have been made therein. All shares, securities, debentures

Annexure to the Independent Auditors' Report on the Financial Statement

- and other investments have been held by the Company in its own name except certain securities amounting to ₹ 9 crore which are pledged by the subsidiary company for their margin requirements.
- (xv) The Company has given guarantees for loans taken by others from banks or financial institutions. According to the information and explanations given by management, in our opinion the terms and conditions of the guarantees given by the Company for loans taken by others from banks or financial institutions are not prejudicial to the interest of the Company.
- (xvi) According to the information and explanations given to us, the term loans taken by the Company have been applied for the purpose for which they were raised except in a case where the loans amounting to ₹ 350 crore have been taken towards the year end which was lying in bank account at the year end and was subsequently utilized for the purpose for which loans have been taken.
- (xvii) According to information and explanations given to us and on an overall examination of the Balance Sheet of the Company as at March 31, 2014, no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares during the year to a company, covered in the register maintained under Section 301 of the Act.
- (xix) According to information and explanations given to us, the Company has created securities and / or charges in respect of secured debentures issued and redeemed during the year.
- (xx) The Company has not raised any money by way of public issue during the year.
- (xxi) During the course of our examination of the books and records of the Company, and according to the information and explanations given to us, no fraud on or by the Company, noticed or reported during the course of our audit.

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No: 101248W

Akeel Master
Partner
Membership No: 046768
Mumbai
Dated: May 2, 2014

Reliance Capital Limited

Balance Sheet as at March 31, 2014

(₹ in crore)

	Note No.	As at March 31, 2014		As at March 31, 2013	
I EQUITY AND LIABILITIES					
(1) Shareholders' funds					
(a) Share capital	4	244		246	
(b) Reserves and surplus	5	11 390	11 634	11 266	11 512
(2) Non-current liabilities					
(a) Long-term borrowings	6	12 128		12 402	
(b) Deferred tax liabilities (net)	7	12		6	
(c) Other long-term liabilities	8	82		14	
(d) Long-term provisions	9	36	12 258	30	12 452
(3) Current liabilities					
(a) Short-term borrowings	10	6 754		4 190	
(b) Trade payables	11	9		1	
(c) Other current liabilities	12	5 620		5 171	
(d) Short-term provisions	13	240	12 623	231	9 593
TOTAL			36 515		33 557
II ASSETS					
(1) Non-current assets					
(a) Fixed assets	14				
(i) Tangible assets		150		131	
(ii) Intangible assets		32		20	
(iii) Intangible assets under development		-		3	
		182		154	
(b) Non-current investments	15	13 103		13 309	
(c) Long-term loans and advances	16	12 738		10 199	
(d) Other non-current assets	17	1 756	27 779	1 344	25 006
(2) Current assets					
(a) Current investments	18	467		366	
(b) Trade receivables	19	5		-	
(c) Cash and bank balances	20	1 848		745	
(d) Short-term loans and advances	21	5 932		7 025	
(e) Other current assets	22	484	8 736	415	8 551
TOTAL			36 515		33 557

See accompanying notes to the financial statements 1 - 51

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

President & Company Secretary
Mumbai
Dated: May 2, 2014

Anil D. Ambani
Amitabh Jhunjunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul

V. R. Mohan

Statement of Profit and Loss for the year ended March 31, 2014

(₹ in crore)

	Note No.	2013-14	2012-13	
REVENUE				
I	Revenue from operations	23	3 169	3 828
II	Other income	24	85	40
III	Total revenue (I+II)		3 254	3 868
IV EXPENSES				
	Employee benefits expense	25	148	165
	Finance cost	26	2 279	2 179
	Depreciation and amortisation expense	14	34	29
	Other expenses	27	329	791
	Total expenses		2 790	3 164
V	Profit before exceptional items and tax (III-IV)		464	704
VI Exceptional items				
	Investment written off as per amalgamation (Refer Note No. 29)		-	680
	Withdrawal from general reserve (Refer Note No. 29)		-	(680)
VII	Profit before tax (V-VI)		464	704
VIII Tax expense				
	(1) Current tax		50	33
	(2) Deferred tax		5	9
			55	42
IX	Profit after tax (VII-VIII)		409	662
X	Earnings per equity share face value of ₹ 10 each fully paid up	40		
	(1) Basic (₹)		16.67	26.95
	(2) Diluted (₹)		16.67	26.95

See accompanying notes to the financial statements 1 – 51

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

President & Company Secretary
Mumbai
Dated: May 2, 2014

Anil D. Ambani
Amitabh Jhunjunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul

V. R. Mohan

Reliance Capital Limited

Cash Flow Statement for the year ended March 31, 2014

(₹ in crore)

	2013-14	2012-13	
A. Cash flows from operating activities			
Profit before exceptional items and tax	464		704
Adjusted for			
Depreciation and amortisation expense	34		29
Bad debts recovered	(30)		(34)
Provision for NPA, doubtful debts and balances written off	88		296
Provision and loss on repossessed stock	14		9
Provision for diminution in the value of investments / written off	(23)		236
Provision for gratuity / leave encashment (Previous year ₹ 20 68 523)	(1)		-
Excess provision / credit balance written back	(26)		(1)
(Profit) / loss on sale of fixed assets	(25)		2
Amortised DSA commission	37		39
(Profit) / loss share in partnership firm	(15)		9
Interest income on investments	(450)		(467)
Dividend income on investments	(135)		(132)
(Profit) / loss on sale of investments (net)	(61)		(1 011)
Amortised brokerage on borrowings	25		28
Discount on commercial papers	349		407
Interest expenses	1 905	1 686	1 744
Operating profit before working capital changes		2 150	1 858
Adjusted for			
Proceeds from / (repayment of) short term borrowings (Net)	2 215		331
Proceeds from long term borrowings	4 587		6 235
Repayment of long term borrowings	(5 026)		(4 398)
Unamortised expenses incurred	(71)		(99)
Trade receivables & loans and advances	(1 668)		(3 371)
Trade payables and liabilities	484	521	(159)
Cash generated from operations		2 671	397
Interest paid	(1 727)		(1 745)
Taxes paid (Net)	(142)	(1 869)	(2)
Net cash from / (used in) operating activities		802	(1 350)

Cash Flow Statement for the year ended March 31, 2014

(₹ in crore)

	2013-14	2012-13
B. Cash flows from investing activities		
Purchase of fixed assets (including capital advances)	(166)	153
Sale of fixed assets	35	5
Investments in subsidiaries	(54)	(410)
Proceeds from sale of investments in subsidiaries	25	1 459
Withdrawal from partnership firm current account (Net)	150	140
Purchase of non-current investments	(2 819)	(2 393)
Proceeds from sale of non-current investments	3 010	2 551
(Purchase) / Proceeds from sale of current investments (Net)	(94)	127
Interest received on investments	176	274
Dividend received on investments	135	132
Net Cash from / (used in) investing activities	398	2 038
C. Cash flows from financing activities		
Dividend paid (including dividend tax thereon)	(211)	(340)
Net Cash from / (used in) Financing Activities	(211)	(340)
Net Increase / (Decrease) In Cash And Cash Equivalents (A + B + C)	989	348
Opening balance of cash and cash equivalents	679	328
Add: On amalgamation (Refer Note b given below)	- 679	3 331
Closing balance of cash and cash equivalents	1 668	679

Notes:

- The previous year's figures have been regrouped and reclassified wherever necessary.
- Assets and liabilities pertaining to the Reliance Equities International Private Limited and Emerging Money Mall Limited transferred pursuant to the Scheme of Amalgamation with the Company with effect from March 31, 2013 have not been considered for the previous year's cash flow statement.
- Cash and cash equivalents include cash on hand and bank balances.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
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President & Company Secretary
Mumbai
Dated: May 2, 2014

Anil D. Ambani
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Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul

V. R. Mohan

1. Background

Reliance Capital Limited ('the Company') is registered as a Non-Banking Financial Company ('NBFC') as defined under Section 45-IA of the Reserve Bank of India Act, 1934. The Company is principally engaged in lending and investing activities.

2. Significant Accounting Policies

a Basis of Preparation of Financial Statements

The accompanying financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated in accordance with the Generally Accepted Accounting Principles (GAAP) in India and comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956 read with the general circular 15/2013 dated September 13, 2013 of the Ministry of Corporate affairs in respect of section 133 of the Companies Act, 2013. These financial statements are presented in Indian rupees rounded to the nearest crore except otherwise stated.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in revised Schedule VI to the Companies Act, 1956. Based on the nature of the services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of assets and liabilities.

The Company complies in all material respects, with the prudential norms relating to income recognition, asset classification and provisioning for bad and doubtful debts and other matters, specified in the directions issued by the Reserve Bank of India in terms of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 2007, as applicable to the Company.

b Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and 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 Revenue Recognition

i) Interest income:

Interest income is recognised as it accrues on a time proportion basis taking into account the amount outstanding and the rate applicable except in the case of non performing assets ('NPAs') where it is recognised, upon realisation.

ii) Dividend income:

Dividend income is recognised when the right to receive payment is established.

iii) Income from investments:

Profit earned from sale of securities is recognised on trade date basis. The cost of securities is computed on weighted average basis.

iv) Lease rental income:

Lease rental income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

v) Discount on investments:

The difference between the acquisition cost and face value of debt instruments is recognised as interest income over the tenor of the instrument on straight-line basis.

vi) Redemption premium on investments:

Redemption premium on investments is recognised as income over the tenor of the investment.

vii) Share of profits or losses in partnership firm:

Share of profits / losses in partnership firm is accounted for once the amount of the share of profit/loss is ascertained and credited/debited to the Company's account in the books of the partnership firm.

viii) Loan processing fee income:

Loan processing fee income is accounted upfront as and when it becomes due.

ix) Management fee income:

Management fee income towards support services is accounted as and when it becomes due on contractual terms with the parties.

x) Income from assignment / securitisation:

In case of assignment / securitisation of loans, the assets are derecognised when all the rights, title, future receivables and interest thereof along with all the risks and rewards of ownership are transferred to the purchasers of assigned/ securitised loans in accordance with Reserve Bank of India Guideline no RBI/2012-13/170 DNBS. PD. No. 301/3.10.01/2012-13 dated August 21, 2012. The profit, if any, as reduced by the estimated provision for loss/ expenses and incidental expenses related to the transaction, is recognised as gain or loss arising on assignment / securitisation over the tenure of the deal. Loss arising from these transactions, if any, will be recognised immediately in the statement of profit and loss.

d Fixed assets

i) Tangible assets

Leased assets

All assets given on operating lease are shown as fixed assets net of depreciation and impairment loss, if any. Initial direct costs in respect of leases are expensed in the year in which such costs are incurred.

Notes to the Financial Statement as at March 31, 2014

Own assets

Fixed Assets are stated at cost of acquisition less accumulated depreciation and impairment loss if any. Cost includes all expenses incidental to the acquisition of the fixed assets.

ii) Intangible assets

Intangible assets are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development.

e Depreciation / Amortisation

Depreciation on fixed assets is provided as follows:

i) Tangible Assets

1) Leased assets: Depreciated on Straight Line Method over the useful life of assets. The estimated useful lives for the different types of assets are:

a) Plant & equipments

- 1) Energy Saving Equipments - 15 years
- 2) Specialized Machinery used in manufacturing -10 years
- 3) General Plant & Machinery - 8 years

b) Data processing machineries - 5 years

c) Vehicle for personal use - 8 years

d) Vehicle for commercial use - Taxi - 8 years other than Taxi - 6 years

2) Own Assets: All assets other than lease hold improvements, on Written Down Value method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 and lease hold improvements are amortised over the primary period of the lease on straight-line basis.

ii) Intangible Assets are amortised on straight line basis over the useful life of the asset up to a maximum of five years commencing from the month in which such asset is first installed.

The Company provides pro-rata depreciation from the day the asset is put to use and for any asset sold, till the date of sale.

f Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

g Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise at cost or fair value, whichever is lower. Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment.

h Repossessed assets

Assets repossessed against the settlement of loans are carried in the balance sheet at outstanding loan amount. The classification and provision is based on the underlying Days Past Due (DPD) for these loans.

i Loan origination / acquisition cost

All direct cost incurred for the loan origination is amortised over the tenure of the loan.

j Security of loans given

Housing loans / loans against property granted are secured by equitable registered mortgage of property and / or undertaking to create a security. Other Secured loans are secured against hypothecation of respective assets.

k Provisions for Non Performing Assets (NPA) and doubtful debts

NPA including loans and advances, receivables are identified as bad / doubtful based on the duration of the delinquency. The duration is set at appropriate levels for each product. NPA provisions are made based on the management's assessment of the degree of impairment and the level of provisioning meets the NBFC prudential norms prescribed by Reserve Bank of India.

l Provisions for standard assets

Provisions for standard assets are made as per the Reserve Bank of India notification DNBS.PD.CC.No.207/ 03.02.002 /2010-11 dated January 17, 2011.

m Market Linked Debentures (MLDs)

The Company has issued certain non-convertible debentures, the rate of interest which is linked to performance of specified indices over the period of the debentures.

The Company hedges its interest rate risk on MLD by taking positions in future & options based on specified indices. Any gain/loss on these hedge positions are netted against with interest expense on MLD and resultant 'net loss' is recognised in Statement of Profit and Loss immediately, however 'net gain' if any, is ignored.

n Discount on commercial paper

The difference between the issue price and the redemption value of commercial papers is apportioned on time basis and recognised as discounting expense.

o Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of the transaction. Exchange differences, if any, arising out of transactions settled during the year are recognised in the Statement of Profit and Loss. Monetary assets and liabilities denominated in foreign currencies at the year end are restated at year end rates.

p Employee benefits

i) Provident fund:

Company's contributions to the recognised provident fund, which is a defined contribution scheme, are charged to the Statement of Profit and Loss.

ii) Gratuity:

The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such defined benefit plan 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 is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

iii) Leave encashment:

Leave encashment which is a defined benefit, is accrued for based on an actuarial valuation at the balance sheet date carried out by an independent actuary.

The employees of the Company are entitled to compensated absence. The employees can carry forward a portion of the unutilised accrued leave balance and utilise it in future periods. The Company records an obligation for compensated absences in the period in which the employee renders the service that increases the entitlement.

q Employees Stock Option Scheme ('ESOS')

The Employees Stock Option Scheme ("the Scheme") provides for grant of equity shares of the Company to directors (including whole-time) and employees of the Company, the Holding Company and its subsidiaries. The Scheme provides that employees are granted an option to acquire equity shares of the Company that vests in a graded manner. The options may be exercised within a specified period. The Company follows the intrinsic value method to account for its stock-based employee compensation plans. Compensation cost is measured as the excess, if any, of the fair market price of the underlying stock over the exercise price on the grant date and is amortised over the vesting period of the option on a straight line basis.

The fair market price is the latest closing price, immediately prior to the date of the Board /Committee meeting in which the options are granted, on the stock exchange on which the shares of the Company are listed. If the shares are listed on more than one stock exchange, then the stock exchange where there is highest trading volume on the said date is considered.

r Borrowing costs

Borrowing costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

s Operating lease

Lease payments for assets taken on an operating lease are recognised as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

t Earnings per share

The basic earnings per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting year. Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share, is computed by dividing the net profit / loss after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit / increase loss per share are included.

u Taxation

- Current tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognised where there is convincing evidence that the same can be realised in future.

Notes to the Financial Statement as at March 31, 2014

- Deferred tax

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

v Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

3 Previous year figures has been regrouped /reclassified wherever necessary.

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
4 Share capital		
(a) Authorised:		
30 00 00 000 Equity shares of ₹ 10 each (Previous year 30 00 00 000)	300	300
10 00 00 000 Preference shares of ₹ 10 each (Previous year 10 00 00 000)	100	100
	<u>400</u>	<u>400</u>
(b) Issued & Subscribed:		
24 69 77 006 Equity shares of ₹ 10 each fully paid up (Previous year 24 69 77 006)	247	247
	<u>247</u>	<u>247</u>
(c) Paid up:		
24 56 32 800 Equity shares of ₹ 10 each fully paid up (Previous year 24 56 32 800)	245	245
Add: Forfeited shares	1	1
13 44 206 Equity shares of ₹ 10 each (Previous year 13 44 206)		
Less: Advance to ESOP Trust [Refer Note No. (i) below & Note No. 35]	2	-
16 00 000 Equity shares of ₹ 10 each		
	<u>244</u>	<u>246</u>
(d) Equity shares held by holding Company and subsidiaries of holding company:		

Name of the holder	As at March 31, 2014		As at March 31, 2013	
	%	Qty.	%	Qty.
Reliance Innoventures Private Limited (Holding Company)	0.23	5 76 450	0.23	5 76 450
AAA Enterprises Private Limited (Subsidiary of holding Company)	40.07	9 84 14 206	40.07	9 84 14 206
AAA Infrastructure Consulting And Engineers Private Limited (Subsidiary of holding Company)	11.39	2 79 75 633	11.39	2 79 75 633

(e) Equity shares in the Company held by each shareholder holding more than 5 percent:

Name of the holder	As at March 31, 2014		As at March 31, 2013	
	%	Qty.	%	Qty.
AAA Enterprises Private Limited	40.07	9 84 14 206	40.07	9 84 14 206
AAA Infrastructure Consulting And Engineers Private Limited	11.39	2 79 75 633	11.39	2 79 75 633

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

- (f) The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholder.

For the year ended March 31, 2014, the amount of per share dividend recognised as distributable to equity shareholders is ₹ 8.50 (March 31, 2013 ₹ 8). The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

- (g) **Reconciliation of numbers of shares outstanding**

	As at March 31, 2014		As at March 31, 2013	
	No. of Shares	Amount (₹ in crore)	No. of Shares	Amount (₹ in crore)
Equity shares				
Opening balance	24 56 32 800	245	24 56 32 800	245
Movement during the year	-	-	-	-
Closing balance	24 56 32 800	245	24 56 32 800	245

- (h) As on March 31, 2014, 6 37 035 equity shares (Previous year 5 07 101 equity shares) are held by custodian against which depository receipts have been issued.

- (i) In terms of SEBI (ESOS and ESPS) Guidelines, 1999 and recent opinion of the Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (the ICAI) the accounting treatment for the equity shares of the company held by the RCAP ESOS Trust as at March 31, 2014 has been given in Standalone Financial Statements of the Company. The said Trust is holding 16,00,000 equity shares of ₹ 10 each of the Company. Face value of the said shares are presented as deduction from the paid up share capital and balance ₹ 60 crore being an amount exceeding the said face value are presented as deduction from the Securities Premium with corresponding adjustment to the loan receivable from the Trust.
(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
5 Reserves and surplus		
Capital reserve		
As per last balance sheet	852	6
Add: Amount transferred as per scheme of amalgamation [Refer Note No. 29]	-	846
	<u>852</u>	<u>852</u>
Capital redemption reserve		
As per last balance sheet	10	10
Securities premium account		
As per last balance sheet	3 291	3 291
Less: Advance to ESOP Trust [Refer Note No. 4 (i) above & Note No. 35]	60	-
	<u>3 231</u>	<u>3 291</u>
General reserve #		
As per last balance sheet	4 700	5 314
Add: Amount transferred from surplus in statement of profit and loss	41	66
Less: Amount withdrawn as per scheme of amalgamation [Refer Note No. 29]	-	680
	<u>4 741</u>	<u>4 700</u>
Statutory reserve fund *		
As per last balance sheet	1 165	1 033
Add: Amount transferred from surplus in statement of profit and loss	82	132
	<u>1 247</u>	<u>1 165</u>
Surplus in statement of profit and loss		
As per last balance sheet	1 248	1 144
Add: Amount transferred from statement of profit and loss	409	662
Less: Proposed dividend [₹ 8.50 (Previous year ₹ 8) per equity share]	209	196
Less: Tax on proposed dividend (Refer Note No. 34)	16	15
Less: Interim dividend [₹ Nil (Previous year ₹ 5) per equity share]	-	123
Less: Tax on interim dividend	-	21
Less: Tax on proposed dividend for earlier years	-	5
Less: Transfer to statutory reserve fund	82	132
Less: Transfer to general reserve	41	66
	<u>1 309</u>	<u>1 248</u>
	<u>11 390</u>	<u>11 266</u>

Includes ₹ 3 837 crore (Previous year ₹ 3 837 crore) created pursuant to scheme of amalgamation.

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

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
6 Long term borrowings		
Non convertible debentures		
- Secured [Refer Note No. 28(i)]		
Others	6 462	4 917
Related party (Refer Note No. 38)	95	96
- Unsecured		
Others	1 148	974
Related party (Refer Note No. 38)	25	25
Term loans from banks / financial institutions	7 730	6 012
- Secured [Refer Note No. 28(ii)]	4 248	5 831
- Unsecured	100	-
Inter corporate deposits		
- Unsecured		
Others	-	9
Related party (Refer Note No. 38)	50	550
	<u>50</u>	<u>559</u>
	<u>12 128</u>	<u>12 402</u>
7 Deferred tax liabilities (net)		
Deferred tax liabilities included in the balance sheet comprises the following:		
a) Deferred tax liabilities		
Depreciation on fixed assets	19	12
Unamortised expenditures	60	56
Total (a)	<u>79</u>	<u>68</u>
b) Deferred tax assets		
Provision for non performing assets / diminution in the value of assets and investments	66	61
Provision for leave encashment	1	1
Total (b)	<u>67</u>	<u>62</u>
Net deferred tax liabilities [(a)-(b)]	<u>12</u>	<u>6</u>
8 Other long-term liabilities		
Interest accrued but not due on debentures	55	13
Security deposits	27	1
	<u>82</u>	<u>14</u>
9 Long-term provisions		
Provision for employee benefits		
- Leave encashment (Refer Note No. 36)	3	3
Others		
- Standard assets	33	27
	<u>36</u>	<u>30</u>
10 Short term borrowings		
Loans from banks / financial institutions		
- Secured		
Cash credit (Refer Note (a) below)	650	41
Short term (Refer Note (b & c) below)	1 451	500
Commercial paper - Unsecured (Refer Note (d) below)	2 101	541
Others	4 653	3 378
Related party (Refer Note No. 38)	-	271
	<u>4 653</u>	<u>3 649</u>
	<u>6 754</u>	<u>4 190</u>

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

Notes:

- Cash Credits amounting to ₹ 650 crore (Previous year ₹ 41 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ 1 440 crore (Previous year ₹ 500 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ 11 crore (Previous year ₹ Nil) referred above are secured by fixed deposits pledged with bank.
- In respect of Commercial Papers maximum amount outstanding during the year was ₹ 5 175 crore (Previous year ₹ 5 296 crore).

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
11 Trade payables		
-Due to micro, small and medium enterprises (Refer Note below)	-	-
- Due to Others	<u>9</u>	<u>1</u>
	<u>9</u>	<u>1</u>
Note:		
There are no micro, small and medium scale business enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2014. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.		
12 Other current liabilities		
Current maturities of long-term debt		
Non convertible debentures		
-Secured [Refer Note No. 28(i)]		
Others	1 287	1 318
Related party (Refer Note No. 38)	<u>56</u>	<u>85</u>
Inter corporate deposits		
-Unsecured		
Others	-	1
Related party (Refer Note No. 38)	<u>400</u>	<u>150</u>
Term loans from banks / financial institutions		
-Secured [Refer Note No. 28(ii)]	2 334	2 687
Interest accrued but not due on debentures	423	287
Income received in advance	3	6
Advance from customers	35	64
Temporary book overdraft	745	282
Other payables*	323	279
Unclaimed dividend#	<u>14</u>	<u>12</u>
	<u>5 620</u>	<u>5 171</u>

Notes:

* Includes provision for expenses, statutory payments, securitisation / assignment payable and other payables.

Does not include any amounts, due and outstanding, to be deposited to the Investor Education and Protection Fund.

13 Short-term provisions

Provision for employee benefits (Refer Note No. 36)

-Leave encashment [₹ 40 48 851 (Previous year ₹ 45 26 486)]	-	-
Others		
-Standard assets	15	20
-Proposed dividend	209	196
-Tax on proposed dividend	<u>16</u>	<u>15</u>
	<u>240</u>	<u>231</u>

Notes to the Financial Statement as at March 31, 2014

14 Fixed assets

Description	Gross Block			As at March 31, 2014	Depreciation / Amortisation For the Year	Upto April 1, 2013	Upto March 31, 2014	Net Block As at March 31, 2014	Net Block As at March 31, 2013
	As at April 1, 2013	Additions / Adjustments	Deductions / Adjustments						
(i) Tangible assets									
Lease assets									
Plant and equipments	23	23	-	46	5	4	9	37	19
Data processing machineries	16	6	-	22	4	5	9	13	11
Vehicles	41	-	11	30	5	12	13	17	29
Sub total A	80	29	11	98	14	21	31	67	59
Previous year	79	7	6	80	12	10	21	59	
Own assets									
Freehold Land*	-	13	-	13	-	-	-	13	-
Buildings	69	- ⁽ⁱ⁾	5	64	3	18	19	45	51
Data processing machineries	42	5	3	44	4	33	34	10	9
Furniture and fixtures	10	3	-	13	1	8	9	4	2
Vehicles	7	1	- ⁽ⁱⁱ⁾	8	1	4	5	3	3
Office equipments	11	1	- ⁽ⁱⁱⁱ⁾	12	1	5	6	6	6
Leasehold improvement	6	2	-	8	1	5	6	2	1
Sub total B	145	25	8	162	11	73	79	83	72
Previous year	143	11	9	145	10	70	73	72	
Total (A+B)	225	54	19	260	25	94	110	150	131
Previous year	222	18	15	225	22	80	94	131	
(ii) Intangible assets									
Computer software / Licensing cost	49	21	-	70	9	29	38	32	20
Total	49	21	-	70	9	29	38	32	20
Previous year	43	6	-	49	7	22	29	20	

Notes:

- In respect of Intangible assets:
 - It is other than internally generated.
 - Average remaining useful life is as follows:
 - Additions for financial year 2013-14 - 4 years
 - Additions for financial year 2011-12 - 2 years (Previous year 3 years)
 - Additions for financial year 2009-10 - Nil year (Previous year 1 year)
 - Additions for financial year 2012-13 - 3 years (Previous year 4 years)
 - Additions for financial year 2010-11 - 1 year (Previous year 2 years)
- (i) ₹ 6 00 361 (ii) ₹ 37 61 041 (iii) ₹ 8 100 (iv) ₹ 31 95 825 (v) ₹ 8 100
- * Freehold Land ₹ 13 crore (Previous year ₹ Nil) acquired against settlement of loan.

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
15. Non-current investments					
Other Investments					
(A) Investments in Equity instruments (valued at cost unless stated otherwise)					
Quoted, fully paid-up					
Aurionpro Solutions Limited	10	13 06 906	13 06 906	35	35
Anant Raj Limited	2	31 09 000	31 09 000	21	21
Celebrity Fashions Limited [₹ 11 25 465 (Previous year ₹ 11 25 465)]	10	8 98 750	8 98 750	-	-
EIH Limited	2	46 54 545	46 54 545	47	47
EMCO Limited	2	19 43 000	19 43 000	14	14
EPC Industrie Limited	2	4 89 658	5 22 000	6	6
Gujarat Fluorochemicals Limited	1	98 701	-	3	-
HBL Power Systems Limited	1	1 43 60 000	1 43 60 000	27	27
Indiabulls Financial Services Limited	2	-	16 19 710	-	31
Indiabulls Infrastructure and Power Limited	2	48 10 000	48 10 000	2	2
Indian Terrain Fashions Limited	10	3 30 962	3 30 962	14	14
Kinetic Engineering Limited	10	7 15 000	7 15 000	13	13
Kirloskar Pneumatic Company Limited	10	1 45 000	1 45 000	6	6
Jindal Saw Limited	2	13 13 700	15 00 000	16	18
Padmalaya Telefilms Limited	10	5 11 000	5 11 000	2	2
Pratibha Industries Limited	2	14 50 000	14 50 000	9	9
Radico Khaitan Limited	2	11 85 246	-	16	-
Reliance Communications Limited*	5	2 96 95 295	3 10 95 295	293	307
Reliance Industrial Infrastructure Limited	10	1 60 100	1 60 100	1	1
Reliance MediaWorks Limited	5	3 62 49 805	85 29 366	328	217
Reliance Broadcast Network Limited (Refer Note 9)	5	-	1 57 27 957	-	77
Reliance Power Limited*	10	41 17 823	41 17 823	3	3
TV18 Broadcast Limited	2	2 71 02 549	2 54 00 000	54	51
TV Today Network Limited	5	58 28 705	81 00 000	73	102
Ventura Textiles Limited (Refer Note 10)	10	12 87 500	12 87 500	6	6
				989	1 009
Less: Provision for diminution in value of investments				296	369
				693	640
Unquoted, fully paid-up					
AllGreen Energy India Private Limited [₹ 4 230 (Previous year ₹ 4 230)]	10	10	10	-	-
Adhar Project Management & Consultancy Private Limited [₹ 2 52 231 (Previous year ₹ Nil)]	10	1 400	-	-	-
BSE Limited	1	1 30 000	1 30 000	2	2
Gini & Jony Apparel Private Limited	10	11 16 999	-	1	-
Gradatim IT Ventures (India) Private Limited [₹ 2 611 (Previous year ₹ 2 611)]	10	64	64	-	-
Global Wind Power Limited	10	21 60 000	21 60 000	24	24
Grover Zampa Vineyards Limited (formerly Grover Vineyards Limited) (Refer Note 7)	10	23 54 132	13 61 707	16	13
KLT Automotive & Tubular Products Limited	10	5 25 000	5 25 000	11	11
Menon & Menon Limited	10	15 60 000	15 60 000	6	6
National Multi Commodity Exchange of India Limited	10	16 66 667	16 66 667	11	11
One 97 Communications Limited	10	3 84 616	3 84 616	10	10
Podar Shakti Synthetics Private Limited [₹ 35 150 (Previous year ₹ Nil)]	10	3 515	-	-	-
Reverse Logistics Company Private Limited	10	16 542	16 542	5	5
Reliance CWT India Limited (Refer Note 6) [₹ 90 000 (Previous year ₹ 90 000)]	10	9 000	9 000	-	-
Reliance Financial Advisory Services Limited (Refer Note 8) (formerly Reliance Investment Banking Services Limited)	10	11 90 000	-	1	-

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
Reliance Net Limited	10	5 26 497	5 26 497	1	1
Reliance Tech Services Private Limited [₹ Nil (Previous year ₹ 10 000)]	10	-	1 000	-	-
Reliance Broadcast Network Limited (Refer Note 9)	5	1 57 27 957	-	77	-
Reliance Venture Asset Management Private Limited (Refer Note 8) [₹ 12 000 (Previous year ₹ Nil)]	10	1 200	-	-	-
SWAWS Credit Corporation India Private Limited	10	17 20 668	-	2	-
Tessolve Services Private Limited [₹ 6 600 (Previous year ₹ 6 600)]	10	100	100	-	-
Unilazer Media Limited	10	14 68 109	14 68 109	30	30
Vallee De Vin Private Limited (Refer Note 7)	10	-	13 43 175	-	2
Viscount Management Services Limited (Refer Note 6)	10	40 800	40 800	274	274
Wellspring Healthcare Private Limited [₹ 17 768 (Previous year ₹ 17 768)]	5	5	10	-	-
				471	389
Less: Provision for diminution in value of investments				14	10
				457	379
Subsidiary Companies *					
Unquoted, fully paid-up					
Reliance Alternative Investments Services Private Limited [₹ 1 00 000 (Previous year ₹ 1 00 000)]	10	10 000	10 000	-	-
Reliance Capital Asset Management Limited	10	75 14 800	75 14 800	184	184
Reliance Capital AIF Trustee Company Private Limited [₹ 6 00 000 (Previous year ₹ Nil)]	10	60 000	-	-	-
Reliance Money Precious Metals Private Limited	10	80 00 000	80 00 000	8	8
Reliance Capital Trustee Co. Limited [₹ 5 07 000 (Previous year ₹ 5 07 000)]	10	50 700	50 700	-	-
Reliance Capital (Singapore) Pte. Limited (Refer Note 8)	15	-	20 00 001	-	9
Reliance Commodities Limited	10	30 00 000	30 00 000	3	3
Reliance Equity Advisors (India) Limited [₹ 5 00 000 (Previous year ₹ 5 00 000)]	10	50 000	50 000	-	-
Reliance Exchangenext Limited	10	69 10 000	69 10 000	69	69
Reliance Financial Limited	10	1 10 00 000	1 10 00 000	11	11
Reliance General Insurance Company Limited	10	11 84 80 288	11 84 80 288	1 717	1 717
Reliance Gilts Limited	10	70 00 700	70 00 700	7	7
Reliance Home Finance Limited	10	6 58 20 000	6 58 20 000	321	321
Reliance Financial Advisory Services Limited (Refer Note 8) (formerly Reliance Investment Banking Services Limited)	10	-	70 00 000	-	7
Reliance Money Express Limited	10	1 38 13 140	1 38 13 140	25	25
Reliance Money Solutions Private Limited (₹ 1 00 000)	10	10 000	-	-	-
Reliance Securities Limited	10	2 49 00 000	2 49 00 000	25	25
Reliance Venture Asset Management Private Limited (Refer Note 8) [₹ Nil (Previous year ₹ 1 00 000)]	10	-	10 000	-	-
Reliance Wealth Management Limited	10	1 55 00 000	1 15 00 000	16	12
Quant Capital Private Limited	10	74 01 423	74 01 423	200	200
				2 586	2 598
Less: Provision for diminution in value of investments				72	19
				2 514	2 579
Associate Companies*					
Unquoted, fully paid-up					
Ammolite Holdings Limited [₹ 45 332 (Previous year ₹ 45 332)]	\$1	1 000	1 000	-	-
Reliance Land Private Limited	10	5 00 000	50 00 000	1	5

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
Reliance Life Insurance Company Limited (Refer Note 6)	10	57 15 64 410	57 15 64 410	4 776	4 776
Reliance Share & Stock Brokers Private Limited	10	5 00 000	50 00 000	1	5
Reliance Asset Reconstruction Company Limited	10	4 90 00 000	4 90 00 000	49	49
				4 827	4 835
Less: Provision for diminution in value of investments [₹ 45 332 (Previous year ₹ Nil)]				-	-
				4 827	4 835
Sub-Total (A)				8 491	8 433
(B) Investments in preference shares (valued at cost unless stated otherwise)					
Unquoted, fully paid-up					
Series A 8% Non Cumulative Convertible Preference Shares of AllGreen Energy India Private Limited	10	1 60 115	3 20 229	7	15
0% Optionally Convertible Redeemable Preference Shares of Payone Enterprises Private Limited	10	20 60 000	20 60 000	206	206
0.001% Optionally Convertible Cumulative Redeemable Preference Shares of Asmitha Microfin Limited	10	84 80 000	84 80 000	8	8
Fully & Compulsorily Convertible Cumulative Participating Preference Shares of Gradatim IT Ventures (India) Private Limited	39	6 37 191	6 37 191	3	3
0% Convertible Preference Shares of Grover Zampa Vineyards Limited (formerly Grover Vineyards Limited (Refer Note 7))	10	6 93 093	4 06 056	5	4
10% Cumulative Redeemable Preference Shares of Reliance Money Infrastructure Limited	10	-	10 00 000	-	1
10% Non-Cumulative Optionally Convertible Redeemable Preference Shares of Reliance Money Infrastructure Limited	10	-	3 50 00 000	-	35
9% Non Cumulative Redeemable Preference Shares of India Best Buy Private Limited	10	20 00 000	20 00 000	200	200
12% Non Cumulative Convertible Redeemable Preference Shares of Reliance Big Entertainment Private Limited*	1	1 00 00 000	1 00 00 000	1 000	1 000
0% Optionally Convertible Redeemable Preference Shares of Reliance Net Limited	10	12 07 758	40 35 684	143	475
Scalable Display Technologies, Inc. Series A-1 Preferred Stock	50.001	1 50 846	1 50 846	2	2
0.001% Optionally Convertible Cumulative Redeemable Preference Shares of Share Microfin Limited	10	1 19 40 000	1 19 40 000	11	12
Series A Preference Shares of Suvidhaa Infoserve Private Limited	1	72 37 980	72 37 980	11	11
Series B Preference Shares of Suvidhaa Infoserve Private Limited	3	3 69 709	3 69 709	1	1
Compulsory Convertible Preference Shares of Tessolve Services Private Limited	10	18 89 830	18 89 830	12	12
0% Optionally Convertible Redeemable Preference Shares of Viscount Management Services Limited	1	5 10 68 177	5 10 68 177	510	510
Series A Preference Shares of Yatra Online Inc.	50.0001	42 00 042	42 00 042	6	6
Series B Preference Shares of Yatra Online Inc.	50.0001	27 31 960	27 31 960	16	16
Series C Preference Shares of Yatra Online Inc.	50.0001	11 44 946	11 44 946	16	16
0% Convertible Preference Shares of Vallee De Vin Private Limited (Refer Note 7)	10	-	4 00 542	-	1
Fully Convertible Preference Shares of Wellspring Healthcare Private Limited	50	18 562	18 562	3	3
				2 160	2 537
Less: Provision for diminution in value of investments				1	-
				2 159	2 537

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
Subsidiary Companies *					
Unquoted, fully paid-up					
9% Non Cumulative Non Convertible Redeemable Preference Shares of Quant Broking Private Limited [₹ 1 00 000 (Previous year ₹ 1 00 000)]	10	10 000	10 000	-	-
1% Non Convertible Non Cumulative Redeemable Preference Shares of Reliance Capital Asset Management Limited [₹ Nil (Previous year ₹ 16 20 000)]	100	-	16 200	-	-
10% Cumulative Redeemable Preference Shares of Reliance Securities Limited	10	12 50 00 000	12 50 00 000	125	125
0% Optionally Convertible Redeemable Preference Shares of Reliance Money Express Limited	10	-	40 00 000	-	4
0.01% Non Convertible Non Cumulative Preference Shares of Quant Capital Private Limited	10	50 00 000	-	50	-
				<u>175</u>	<u>129</u>
Associate Companies					
Unquoted, fully paid-up					
0% Optionally Convertible Redeemable Preference Shares of Reliance Land Private Limited	10	1 41 25 000	1 41 25 000	481	481
0% Optionally Convertible Redeemable Preference Shares of Reliance Share & Stock Brokers Private Limited	100	4 00 000	4 00 000	4	4
0% Optionally Convertible Redeemable Preference Shares of Reliance Share & Stock Brokers Private Limited	10	7 65 000	7 65 000	77	77
				<u>562</u>	<u>562</u>
				<u>2 896</u>	<u>3 228</u>
Sub-Total (B)					
(C) Investments in Government or Trust Securities (valued at cost unless stated otherwise)					
Unquoted					
National Saving Certificates [₹ 45 000 (Previous year ₹ 45 000)] (Deposited with sales tax department)		-	-	-	-
Sub-Total (C)					
(D) Investments in debentures or bonds (valued at cost unless stated otherwise)					
Associate Companies *					
Unquoted, fully paid-up					
Series DDB I - Non Secured Redeemable Non Interest Bearing Non Convertible Deep Discount Bonds - Ammolite Holdings Limited	\$ 961	7 524	7 524	29	29
Less: Provision for diminution in value of investments				<u>29</u>	<u>29</u>
				<u>-</u>	<u>-</u>
Others					
Unquoted, fully paid-up					
Kumar Builders Mumbai Realty Private Limited 18% NCD July 1, 2015	1 00 000	1 162	-	12	-
12.00% India Infoline Finance Limited NCD February 27, 2019	10 00 000	250	250	25	25
20% Kumar Urban Development Private Limited August 18, 2014	1 00 000	4 600	4 500	46	45
Jindal JTF Limited 9.50% NCD July 8, 2017	10 00 000	263	-	26	-
12% Business Broadcast News Private Limited	10 000	60 000	60 000	60	60
11% Secured Optionally Fully Convertible Redeemable Debentures Series A - Ventura Textiles Limited	50 00 000	-	20	-	11
Reliance Broadcast Network Limited NCD August 8, 2015	10 00 000	1 500	1 500	150	150
12% Optionally fully Convertible Debentures Series B - Ventura Textiles Limited	50 00 000	-	22	-	10
Zero Coupon Optionally Fully Convertible Unsecured Debentures Viscount Management Services Limited	1 000	77 10 643	57 85 496	771	579

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
Wadhwa Residency Private Limited Sr. I Bonds M July 11, 2017	100	15 00 000	-	15	-
Shah Group Builders Limited NCD FV ₹ 100	100	12 40 500	-	12	-
Optionally Convertible Debenture SWAWS Credit Corporation India Private Limited	100	57 355	-	1	-
Grover Zampa Vineyards Limited Convertible Debenture	100	4 36 371	-	4	-
Optionally Convertible Debenture Brijkishore Trading Limited	10 00 000	250	-	25	-
				1 147	880
Less: Provision for diminution in value of investments				-	21
				1 147	859
Sub-Total (D)				1 147	859
(E) Investments in Partnership Firm* (valued at cost unless stated otherwise)					
Reliance Capital Partners (Refer Note No. 32)				275	544
Sub-Total (E)				275	544
(F) Other non-current investments (valued at cost unless stated otherwise)					
Investment in units of Seed/Equity Fund- unquoted, fully paid-up					
The India Seed Investment Trust	1 00 000	-	500	-	3
				-	3
Investment in units of fund - unquoted, [fully paid-up (Previous year partly paid-up ₹ 7.40)]					
Class A units of Reliance Alternative Investments Fund	10	20 00 00 000	20 00 00 000	200	148
				200	148
Warrants - unquoted, partly paid-up					
Textrade International Limited (Refer note 4 below)	-	60 985	60 985	-	-
				-	-
Investment in joint venture					
KGS Developers Limited (Refer note 5 below)				85	85
				85	85
Pass Through Certificates & Security Receipts					
Indian Receivable Trust A-2		-	87	-	3
Aurora A1		-	205	-	4
Aurora A2		-	900	-	2
EXIMIUS SBL IFMR CAPITAL 2012-A1 [₹ Nil (Previous year ₹ 367,151)]		-	1	-	-
Indian Receivable Trust 1 SR-A PTC 28SP12		87	-	1	-
Aurora SBL Ifmr Capital 2012 SR-A1 PTC 01FB13		205	-	2	-
Aurora SBL Ifmr Capital 2012 SR-A2 PTC 01FB13		900	-	3	-
IFMR Capital Mosec Hypnos 2013 SR-A2 PTC 27SP13		2 01 949	-	1	-
IFMR Capital Mosec Paeon 2013 SR-A2 PTC 27SP13		10 783 828	-	-	-
IFMR Capital Mosec Hera 2013 SR-A2 PTC 310T13		43 786	-	1	-
IFMR Capital Mosec Teleso 2013 SR-A3 PTC 30DC13		16 652 743	-	1	-
				9	9
Sub-Total (F)				294	245
Total non-current investments (A+B+C+D+E+F)				13 103	13 309

* Related Party

Notes:

	As at March 31, 2014		As at March 31, 2013	
	Book Value	Market value	Book Value	Market value
1. Aggregate value of investments				
Quoted investments	693	915	640	515
Unquoted investments	12 410	-	12 669	-
TOTAL	13 103	915	13 309	515

Notes to the Financial Statement as at March 31, 2014

2. Aggregate value of provision for diminution in value of investments
- | | | |
|----------------------|------------|------------|
| Quoted investments | 296 | 369 |
| Unquoted investments | 115 | 79 |
| TOTAL | 411 | 448 |
3. Investments includes ₹ 9 crore (Previous year ₹ 63 crore) of equity shares given as collateral towards margin with brokers.
4. The Company has been allotted Warrants without paying any consideration at the time of allotment.
5. The Company has entered into a joint venture with KGS Developers Limited in respect of real estate project development. The Company has invested ₹ 85 crore and is entitled to share the Profit / Loss equally. However assets, liabilities, revenue and expenses related to the project are not included in the financial statements of the Company as it does not meet the definition criteria of a Joint Venture under AS 27 "Financial Reporting of Interests in Joint Ventures".
6. Investment in 38,85,24,405 (Previous year 38,85,24,405) equity shares of Reliance Life Insurance Company Limited, 9,000 (Previous year 9,000) equity shares of Reliance CWT India Limited and 30,000 (Previous year 30,000) equity shares of Viscount Management Services Limited are carried at fair value i.e. at amount transferred under the scheme of amalgamation..
7. During the year the Company has allotted 794,478 equity shares and 236,917 preference shares of Grover Vineyards Limited as per Scheme of Amalgamation of Grover Vineyards Limited and Vallee De Vine Private Limited. After the Amalgamation, Grover Vineyards Limited has change its name to Grover Zampa Vineyards Limited.
8. During the year Reliance Venture Asset Management Private Limited, Reliance Capital (Singapore) Pte. Limited and Reliance Financial Advisory Services Limited (Formerly Reliance Investment Banking Services Limited) ceased to be subsidiaries of the Company.
9. Reliance Broadcast Network Limited got delisted from stock exchanges during the year, hence disclosed under the unquoted investments.
10. Ventura Textiles Limited has been suspended from stock exchanges during the year.

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013	
16 Long-term loans and advances			
(a) Capital advances			
Secured, considered good	176	76	
Unsecured, considered good	24	17	93
(b) Security deposits-Unsecured			
Considered good	46	38	
Considered doubtful [₹ 24 26 303 (Previous year ₹ 17 20 333)]	-	-	
Less : Provision for doubtful debts [₹ 24 26 303 (Previous year ₹ 17 20 333)]	-	-	38
(c) Loans			
Considered doubtful			
-Secured	207	228	
-Unsecured	10	37	
Less : Provision for non performing assets and doubtful debt	24	66	
	193	199	
Considered good			
Related party (Refer Note No. 38)			
-Secured	329	61	
-Unsecured	508	87	
Officer of the company-Unsecured (Refer Note No. 38) [₹ 4 20 951 (Previous year ₹ 4 35 351)]	-	-	
Others			
-Secured	8 733	6 699	
-Unsecured	2 426	2 732	
	11 996	9 579	9 778
(d) Advances			
Considered doubtful			
-Secured	90	49	
Less : Provision for non performing assets and doubtful debts	33	10	
	57	39	
Considered good			
Related party - Unsecured (Refer Note No.38)	-	88	
Others-Unsecured	6	6	
	6	94	133
(e) Other loans and advances			
-VAT and Service tax credit available	20	29	
-Advance income tax & TDS deducted [net of provision of ₹ 225 crore (Previous year ₹ 175 crore)]	220	128	157
	12 738	10 199	

Note:

Advances includes ₹ Nil (Previous Year ₹ 52 crore) paid towards share application money.

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

	(₹ in crore)	
	As at March 31, 2014	As at March 31, 2013
17 Other non-current assets		
(a) Other bank balances		
- In fixed deposit accounts (Refer Note below)		
More than 12 months		
-Under lien	154	133
-Other	4	6
	<u>158</u>	<u>139</u>
More than 3 months less than 12 months		
-Under lien	120	109
-Other	24	-
	<u>144</u>	<u>109</u>
	302	248
(b) Accrued interest / finance income on investments	1 296	958
(c) Unamortised expenditures		
Unamortised DSA commission	71	72
Add : Incurred during the year	38	38
Less :Amortised during the year	37	39
	<u>72</u>	<u>71</u>
Less : To be amortised during the next year	28	22
	<u>44</u>	<u>49</u>
Unamortised brokerage on borrowings	96	63
Add : Incurred during the year	33	61
Less : Amortised during the year	25	28
	<u>104</u>	<u>96</u>
Less : To be amortised during the next year	23	20
	<u>81</u>	<u>76</u>
	125	125
(d) Repossessed assets	43	18
Less : Provision for diminution	10	5
	<u>33</u>	<u>13</u>
	1 756	1 344

Note:

In respect of balances with Scheduled Banks in Fixed deposit accounts, ₹ 170 crore (Previous year ₹ 242 crore) is kept as credit enhancement towards securitisation / assignment transaction, ₹ 2 12 500 (Previous year ₹ 212 500) is kept as deposit with sales tax authority, ₹ 5 00 000 (Previous year ₹ 5 00 000) is kept as deposit with the Pension Fund Regulatory and Development Authority (PFRDA) and ₹ 104 crore (Previous year ₹ 2 00 000) is kept as deposit with bank for issuing of Bank Guarantee on behalf of third parties.

	(₹ in crore)				
	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
18 Current investments					
Investments in preference shares - Quoted fully paid up (current portion of long-term investments) (valued at cost unless stated otherwise)					
5% Non Convertible Cumulative Preference Shares of Network18 Media & Investments Limited	150	-	6 75 343	-	10
Sub-Total (A)				<u>-</u>	<u>10</u>
Investments in debentures or bonds (current portion of Long-term investments) (valued at cost unless stated otherwise)					
Unquoted, fully paid-up					
12.00% Vensat Tech Services Private Limited	100	7 50 000	7 50 000	7	7
Zero Coupon Convertible Unsecured Debentures Viscount Management Services Limited	1 000	-	12 06 000	-	121
				<u>7</u>	<u>128</u>
Less: Provision for diminution in value of investments				1	-
Sub-Total (B)				<u>6</u>	<u>128</u>

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	Face Value / Issue Price ₹	Quantity		Value	
		As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
Investment in Mutual Fund -*Quoted (valued at cost or market value whichever is lower)					
Peerless Liquid Fund – Super Instl.Growth	10	-	1 55 97 096	-	20
Reliance Liquidity Fund-Direct Growth Plan Grow Option	1 000	9 04 001	6 79 823	283	120
Sub-Total (C)				283	140
Investment in Partnership firm (current portion of Long-term investments) (valued at cost unless stated otherwise)					
Reliance Capital Partners (Refer Note No. 32)	-	-	-	135	-
Sub-Total (D)				135	-
Other current investments -Unquoted (valued at cost unless stated otherwise)					
Pass Through Certificates					
Indian Receivable Trust 1 SR-A PTC 28SP12		87	-	2	-
Eximius SBL IFMR Capital 2012-A2		1 235	-	1	-
Aurora SBL IFMR Capital 2012 SR-A1 Ptc 01FB13		205	-	1	-
Indian MFI Trust Series VI SR-A1 PTC 13SP13		1	-	6	-
Indian MFI Trust Series VII SR-A1 PTC 24DC13		1	-	16	-
Indian MFI Trust Series X SR-A1 PTC 27MR14		1	-	9	-
IFMR Capital Mosec Hypnos 2013 SR-A2 PTC 27SP13		2 01 949	-	2	-
IFMR Capital Mosec Paeen 2013 SR-A2 PTC 27SP13		10 783 828	-	1	-
IFMR Capital Mosec Hera 2013 SR-A2 PTC 31OT13		43 786	-	1	-
Callisto IFMR Capital 2013 SR-A2 PTC 28OT13		41 036	-	1	-
Helene IFMR Capital 2013 SR-A3 PTC 31DC13		8 775 770	-	1	-
IFMR Capital Mosec Telesto 2013 SR-A3 PTC 30DC13		16 652 743	-	1	-
IFMR Capital Mosec Tethys 2013 SR-A3 PTC 31DC13		9 764 906	-	1	-
Janalakshmi Financial Services JFS REL Trust		-	1	-	3
Abeona-Vistar SBL IFMR Capital 2012		-	90	-	3
Elete IFMR Capital 2012		-	400	-	3
Mosec XIV		-	2 61 949	-	2
IFMR Capital Mosec XV		-	2 700	-	2
Indian MFI Trust-Series I (GVMFL)		-	1	-	5
Indian Receivable Trust A-2		-	87	-	3
PFSP Trust-1		-	1	-	1
IMLRT 2012 SKS MICRO FINANCE		-	1 000	-	26
EXIMIUS SBL IFMR CAPITAL 2012-A1		-	1	-	3
EXIMIUS SBL IFMR CAPITAL 2012-A2		-	1 235	-	1
SMILE REL Dec-12 Series A1 PTC		-	1	-	8
SMILE REL Dec-12 Series A2 PTC		-	3	-	1
IMRT 3 PTC INV		-	1	-	21
Aurora A1		-	205	-	1
PFSP Trust 2		-	1	-	5
Sub-Total (D)				43	88
Total Current investments (A+B+C+D)				467	366

* For mutual fund net asset value (NAV) is taken as market value

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

Note:

1. Aggregate value of Investment	As at March 31, 2014		As at March 31, 2013	
	Book Value	Market Value	Book Value	Market Value
Quoted Investments	283	283	150	150
Unquoted Investments	184	-	216	-
	<u>467</u>	<u>283</u>	<u>366</u>	<u>150</u>
2. Aggregate value of provision for diminution in value of investments				
Quoted investments		-		-
Unquoted investments		1		-
TOTAL		<u>1</u>		<u>-</u>

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
--	-------------------------	-------------------------

19 Trade receivables

Unsecured, considered good valued unless stated otherwise

Doubtful debts outstanding for a period exceeding six months from the due date

Other debts-unsecured considered good

20 Cash and bank balances

(a) Cash and cash equivalents

Balances with banks

- In current accounts

- Fixed Deposits (less than 3 months)

Cash on hand (Previous year ₹ 29 96 143)

(b) Other bank balances

- Fixed Deposits under lien (less than 3 months)*

- Unclaimed dividend

* In respect of balances with Scheduled Banks in Fixed Deposit accounts ₹ 154 crore (Previous Year ₹ 54 crore) is kept as credit enhancement towards securitisation / assignment transaction and ₹ 12 crore (Previous Year ₹ Nil) is against loan taken from bank.

21 Short term loans and advances

(a) Loans

Considered good

Related party (Refer Note No. 38)

-Secured

-Unsecured

Others

-Secured

-Unsecured

(b) Advances

Considered good

Related party-unsecured (Refer Note No. 38)

Others

-Secured

-Unsecured

(c) Prepaid expenses

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
22 Other current assets		
(a) Interest accrued on loans	433	309
(b) Accrued interest / finance income on investments	-	64
(c) Unamortised DSA commission	28	22
(d) Unamortised brokerage on borrowings	23	20
	<u>484</u>	<u>415</u>

(₹ in crore)

	2013-2014		2012-2013	
23 Revenue from operations				
Interest and finance income on:				
-Long term investments	450		467	
-Loans	2 320		2 047	
-Fixed deposits and others	31	2 801	26	2 540
Profit on sale of (net):				
-Long term investments	12		990	
-Current investments	49	61	21	1 011
Dividends on investments:				
-Subsidiary	105		105	
-Long term	30		27	
-Current [₹ Nil (Previous year ₹ 17 85 375)]	-	135	-	132
Profit share in partnership firm (Refer Note No. 32 & 38)		15		-
Profit on Securities / Commodities		2		-
Lease rental income		23		21
Processing fees	71		66	
Less:Service tax recovered	8	63	7	59
Bad debts recovered		30		34
Other operating income	44		34	
Less : Service tax recovered	5	39	3	31
		<u>3 169</u>		<u>3 828</u>
24 Other income				
Management fee	30		30	
Less : Service tax recovered	3	27	3	27
Credit balance / excess provision written back		26		1
Profit on sale of fixed assets (net) (Previous year ₹ Nil)		25		-
Rent income		1		1
Miscellaneous income		6		11
		<u>85</u>		<u>40</u>
25 Employee benefit expense				
Salaries and wages		132		150
Contribution to provident and other funds		5		7
Staff welfare expenses		11		8
		<u>148</u>		<u>165</u>

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

	(₹ in crore)	
	2013-2014	2012-2013
26 Finance cost		
Interest expense		
-Debentures	904	640
-Bank loans / financial institutions (Long term and short term)	915	997
-Bank loans (Cash credit)	31	24
-Inter corporate deposits	55	83
Other borrowing costs		
-Discount on commercial papers	349	407
-Amortised brokerage on borrowings (Refer Note No. 17)	25	28
	<u>2 279</u>	<u>2 179</u>
27 Other expenses		
Bank charges	3	1
Rent	40	34
Rates and taxes	5	4
Repairs and maintenance		
-Buildings	1	1
-Others	32	29
Electricity	4	4
Insurance (₹ 41 40 144)	-	1
Travelling and conveyance	11	9
Postage, telegram and telephones	6	7
Legal & professional fees	90	77
Auditors' remuneration (Refer Note No. 33)	1	1
Sales and marketing expenses	17	25
Employee seminar and training	2	1
Donation (₹ 13 80 500)	-	1
Directors' sitting fees [₹ 13 32 924 (Previous year ₹ 14 11 912)]	-	-
Amortised DSA commission (Refer Note No. 17)	37	39
Provision for NPA, doubtful debts and balances written off *	88	296
Provision and loss on repossessed stock #	14	9
Provision / (Reversal) for diminution in the value investments / written off **	(23)	236
Loss share in partnership firm (Refer Note No. 32 & 38)	-	9
Loss on sale of fixed assets (net)	-	2
Miscellaneous expenses	1	5
	<u>329</u>	<u>791</u>

Notes:

* **Breakup of provision for NPA, doubtful debts and bad debts written off**

Provision for NPA and doubtful debts##	(25)	21
Provision for standard assets	4	8
Bad debts written off	109	146
Loss on sale of assignment	-	121
	<u>88</u>	<u>296</u>

Breakup of provision and loss on repossessed stock

Provision for diminution	5	3
Loss on sale of repossessed stock	9	6
	<u>14</u>	<u>9</u>

** **Breakup of provision / (reversal) for diminution in the value of investments / written off**

Provision / (Reversal) for diminution in the value of investments###	(36)	230
Investments written off	13	6
	<u>(23)</u>	<u>236</u>

Provision for NPA and doubtful debts includes reversal of ₹ 1 crore (previous year provision ₹ 7 crore) related to loan to subsidiary.

Provision / (Reversal) for diminution in the value of investments includes ₹ 53 crore (previous year reversal ₹ 21 crore) related to Investments in subsidiary

Notes to the Financial Statement as at March 31, 2014

28 Security clause / maturity profiles in respect to Secured Loans from banks / debentures

- (i) Non convertible debentures (NCDs) are redeemable at par, in one or more installments, on various dates:
- (a) NCDs amounting to ₹ 5,447 crore (Previous year ₹ 2,922 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company. Business receivables includes Fixed Asset, Current Assets, Investments and any other assets, against security not exceeding ₹ 5,697 crore (Previous year ₹ 2,480 crore).
- (b) NCDs amounting to ₹ 2,453 crore (Previous year ₹ 3,494 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company (except security towards securing Outstanding Term Loan and Cash Credit Limits). Business receivables includes Current Assets and Investments, against security not exceeding ₹ 2,778 crore (Previous year ₹ 3,760 crore).
- (c) The Company is in the process of creating security on the remaining NCDs amounting to ₹ Nil (Previous year ₹ 567 crore).
- (d) Maturity profile and Rate of interest of Long Term NCDs are as set out below:

(₹ in crore)

Rate of Interest	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2025-26	Total
#	123	-	-	-	-	-	-	-	-	-	123
8.40%	25	-	-	-	-	-	-	-	-	-	25
9.25%	-	-	-	-	-	-	-	-	6	-	6
9.30%	-	-	-	500	-	-	-	-	-	-	500
9.40%	-	-	-	-	-	-	-	-	1 500	-	1 500
9.45%	-	-	-	20	-	-	-	-	-	-	20
9.50%	10	-	-	-	-	-	-	-	5	-	15
9.60%	19	-	-	-	-	-	-	-	-	-	19
9.75%	10	-	15	-	-	-	-	-	-	-	25
9.80%	-	-	-	-	-	-	-	500	-	-	500
9.85%	5	-	75	-	-	-	-	45	-	-	125
9.86%	-	-	30	-	-	-	-	-	-	-	30
9.90%	-	-	-	-	-	500	-	75	-	-	575
9.95%	-	-	-	-	-	-	-	85	-	-	85
10.00%	-	10	241	-	-	-	-	10	-	-	261
10.05%	-	-	-	-	-	-	-	7	-	-	7
10.10%	-	-	-	16	-	-	-	10	-	-	26
10.15%	-	-	65	-	-	-	-	-	-	8	73
10.19%	-	-	-	-	-	-	-	-	155	-	155
10.20%	-	-	5	-	-	-	-	82	-	-	87
10.21%	-	50	-	-	-	-	-	-	-	-	50
10.24%	-	-	-	-	500	-	-	-	-	-	500
10.25%	-	90	16	-	-	-	-	40	-	-	146
10.26%	-	50	-	-	-	-	-	-	-	-	50
10.28%	-	-	-	-	15	-	-	-	-	-	15
10.30%	4	-	49	93	-	-	-	-	-	-	146
10.33%	-	-	25	-	-	-	-	-	-	-	25
10.35%	5	-	50	-	-	155	-	5	-	-	215
10.40%	50	105	-	-	-	-	-	350	-	-	505
10.50%	-	500	-	21	-	-	25	20	15	-	581
10.60%	-	-	-	-	-	-	83	51	-	-	134
10.65%	-	-	-	8	-	-	-	-	-	-	8
10.75%	-	-	-	-	-	-	367	-	-	-	367
11.00%	-	300	-	-	-	-	-	-	-	-	300
MLD	260	227	44	2	-	-	-	-	-	-	532
Total	510	1 332	614	660	515	655	475	1 280	1 681	8	7 730

Zero coupon deep discount non convertible debentures

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

- (ii) (a) Term Loans from banks includes ₹ 6 582 crore (Previous year ₹ 8 518 crore) are secured by pari passu first charge on all present and future book debts, receivables, bills, claims and loan assets of the Company's commercial finance division.
 (b) Maturity profile of Long Term loans from banks are as set out below : (₹ in crore)

	2015-16	2016-17	2017-18	2018-19	Total
Term Loan from Banks	2 258	1 259	533	298	4 348

- (iii) Maturity profile of Long Term Inter Corporate Deposit are as set out below : (₹ in crore)

Rate of Interest	2016-17	Total
12.00%	50	50
Total	50	50

29 Amalgamation

Scheme of Amalgamation between Company, Reliance Equities International Private Limited (REIPL) and Emerging Money Mall Limited (EMML)

The Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956 between Company, REIPL and EMML has been sanctioned by the Hon'ble High Court of Judicature at Bombay vide Order dated March 22, 2013. The scheme became effective on April 17, 2013 on filing with the Registrar of Companies (RoC) with effect from March 31, 2013 i.e. Appointed Date.

REIPL was incorporated with the main object of providing broking services to institutional investors and EMML was incorporated with the main object of e-commerce. The amalgamation has been accounted for under the "Purchase method" as prescribed by Accounting Standard (AS-14) on "Accounting for Amalgamation" notified under the Companies (Accounting Standards) Rules, 2006. The Company has carried out the accounting treatment prescribed in the Scheme as sanctioned by the Hon'ble High Court of Judicature at Bombay. The required disclosures as per paragraph 42 of Accounting Standard (AS-14) 'Accounting for Amalgamations' as prescribed under the Companies (Accounting Standards) Rules, 2006 has been provided.

Hence, in accordance with the Scheme:-

- (i) As entire issued, subscribed and paid up share capital of REIPL and EMML was held by the Company, no shares of the Company have been allotted in lieu or exchange of its holding in REIPL and EMML. Consequent to the Scheme the share capital of REIPL and EMML stands cancelled.
 (ii) On Scheme becoming effective with effect from Appointed Date, the Company has written off its cancelled investments amounting to ₹ 680 crore in REIPL and EMML to the Statement of Profit and Loss of the Company for the year and recorded all the assets aggregating to ₹ 1,103 crore and liabilities aggregating to ₹ 188 crore as appearing in the books of REIPL and EMML at their respective fair value as decided by the Board of Directors of the Company. The net assets taken over include:

Assets / Liabilities Taken Over	REIPL	EMML	Total
(₹ in crore)			
Assets			
Investments	1 060	2	1 062
Balance with Schedule Bank (₹ 5 95 231)	3	-	3
Loans & Advances (₹ 30 000)	38	-	38
Taxes Paid (₹ 3 94 137)	-	-	-
Total	1 101	2	1 103
Liabilities			
Loans	187	1	188
Other liabilities (₹ 4 86 095, ₹ 5 62 024)	-	-	-
Total	187	1	188
Excess of Assets over liabilities credit to Capital Reserve	914	1	915

- (iii) All Inter-company balances including liabilities on account of loans and advances amounting to ₹ 186 crore on Appointed Date also stand cancelled. Consequent upon the above Scheme of Amalgamation, there has been a reduction of ₹ 69 crore in the value of investments in Viscount Management Services Limited which has been debited to Capital Reserve.
 (iv) Difference aggregating to ₹ 846 crore after recording both above said items being the excess arising on transfer under the Scheme of assets and liabilities has been credited to Capital Reserve. The reserve created pursuant to the Scheme shall for all regulatory and accounting purposes be considered to be part of the owned funds / net worth of the Company.
 (v) In accordance with the provisions of the Scheme of Amalgamation of Reliance Commercial Finance Private Limited (RCFPL) with the Company ("the 2011 Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay vide order dated April 29, 2011, an equivalent amount, equivalent to the investments written off amounting to ₹ 680 crore determined as an exceptional item by the Board of Directors of the Company, has been withdrawn from General Reserve to offset the same and credited to the Statement of Profit and Loss so that there is no impact on profit before tax for the year.

Had both the Schemes not prescribed the above accounting treatment and Company has followed accounting treatment prescribed under Accounting Standard (AS - 14), the General reserve would have been higher by ₹ 680 crore and the balance in the statement of profit and loss would have been lower by ₹ 680 crore for the year ended March 31, 2013.

Notes to the Financial Statement as at March 31, 2014

30 Securitisation and assignment

- a) The Company sells loans through securitisation and direct assignment. The information related to securitisation and assignment made by the Company during the year, as an originator is given below:

(₹ in crore)

	Securitisation Outside	Subsidiaries	Assignment Outside	Total
Total number of loan assets Securitised / Assigned (Nos.)	8 708 (11 525)	- (31)	24 082 (6 892)	32 790 (18 448)
Total book value of loan assets Securitised / Assigned (Net of Provisions, if any) (₹)	880 (1 544)	- (25)	1 409 (586)	2 289 (2 155)
Sale consideration received for the Securitised / Assigned assets (₹)	880 (1 544)	- (25)	1 409 (465)	2 289 (2 034)
Net gain / (loss) on account of Securitisation / Assigned (₹)	- (-)	- (-)	- (-121)	- (-121)
Outstanding Credit Enhancement (Funded) as at March 31, 2014 (₹)	281 (172)	- (-)	42 (124)	323 (296)
Outstanding Liquidity Facility (₹)	- (-)	- (-)	- (-)	- (-)
Net Outstanding Servicing Liability as at March 31, 2014 (₹)	73 (62)	- (-)	134 (65)	207 (127)

Note : Figures in bracket indicate previous year figures.

(i) Securitisation

(₹ in crore)

Particulars	As at March 31, 2014	As at March 31, 2013
1 No. of SPVs sponsored by the NBFC for Securitisation Transactions	12	5
2 Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	1 508	1 311
3 Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
a) Off-balance sheet exposures		
• First loss	-	-
• Others	-	-
b) On-balance sheet exposures		
• First loss	281	172
• Others	3	7
4 Amount of exposures to securitisation transactions other than MRR		
a) Off-balance sheet exposures		
i) Exposure to own securitisations		
• First loss	-	-
• Others	-	-
ii) Exposure to third party securitisations		
• First loss	-	-
• Others	101	-
b) On-balance sheet exposures		
i) Exposure to own securitisations		
• First loss	-	-
• Others	-	-
ii) Exposure to third party securitisations		
• First loss	-	-
• Others	-	-

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

(ii) Assignments

(₹ in crore)

Particulars	As at March 31, 2014	As at March 31, 2013
1 No. of Direct Assignments	26	23
2 Total amount of assigned assets as per books of the NBFC	1 735	1 317
3 Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
a) Off-balance sheet exposures		
First loss	-	-
Others	-	-
b) On-balance sheet exposures		
First loss	-	-
Others	200	47
4 Amount of exposures to assignment transactions other than MRR		
a) Off-balance sheet exposures		
i) Exposure to own assignments		
First loss	-	-
Others	-	-
ii) Exposure to third party assignments		
First loss	-	-
Others	-	-
b) On-balance sheet exposures		
i) Exposure to own assignments		
First loss	42	124
Others	-	-
ii) Exposure to third party assignments		
First loss	-	-
Others	-	-

b) The Company invests in Pass Through Certificates (PTCs) and purchases loans through the direct assignment route. In some of the securitisation transactions, the Company also has invested in the assets securitised by it, which, however, is restricted to the maximum limit prescribed under the then prevailing RBI guidelines on securitisation.

c) During the year, Company has entered into a agreement for assignment of receivables amounting to ₹ Nil (Previous Year ₹ 87 crore). The said receivables are included in loans given.

31 Business Transfer Agreement

In terms of Business Transfer Agreement (BTA) dated April 26, 2010 further amended on January 31, 2011 with its subsidiary company i.e. Reliance Home Finance Limited the Company hold loan assets of ₹ 8 crore (Previous year ₹ 11 crore) related to Reliance Home Finance Limited in the trust capacity as on March 31, 2014.

32 The Company is a partner in Reliance Capital Partners

a) The firm consists of following partners and their balances:

(₹ in crore)

Name of Partners	As at March 31, 2014	As at March 31, 2013
i) Reliance Capital Limited	410	544
ii) Reliance Land Private Limited	1	12
Total	411	556

b) Profit Sharing Ratio: The profit / (loss) is distributed between the partners on the basis of the weighted average capital. The profit for the current financial year is ₹ 15 crore (Previous year loss ₹ 9 crore).

33 Auditors' remuneration includes:

(₹ in crore)

	2013-14	2012-13
i) Audit Fees	1	1
ii) Tax Audit Fees [₹ 1 06 180 (Previous year ₹ 1 06 180)]	-	-
iii) Certification charges and other reimbursement [₹ 2 74 258 (Previous year ₹ 1 31 110)]	-	-
Total	1	1

Notes to the Financial Statement as at March 31, 2014

34 Tax on Proposed Dividend

In view of Section 115- O of the Income Tax Act, 1961, the Company has reduced its dividend tax liabilities to that extent dividend received / receivable from its subsidiary company. The Company has received the following dividend from Reliance Capital Assets Management Limited (RCAM):

(₹ in crore)

	2013-14	2012-13
Date of proposed dividend	April 28, 2014	April 19, 2013
Dividend Declared	173	161
Dividend Distribution Tax	29	27
Company's share of dividend declared by RCAM	113	105
Dividend Distribution Tax thereon	19	18

35 Employees Stock Option Plans

The Company operates two Employees Stock Option Plans; ESOS Plan A and ESOS Plan B introduced in the financial year 2009-10, which cover eligible employees of the Company, the Holding Company and its subsidiaries. The vesting of the options is from expiry of one year and ranges till four to five years as per Plan under the respective ESOS(s). Each Option entitles the holder thereof to apply for and be allotted / transferred one Equity Share of the Company of ₹ 10 each upon payment of the exercise price during the exercise period. The Company implements and manages the ESOS plan through a trust. Advance of ₹ 64 crore (net of diminution ₹ 64 crore) [Previous year ₹ 64 crore (net of diminution ₹ 64 crore)] has been granted to Trust. Out of the said advance Trust has purchased 16,00,000 (Previous year 16,00,000) Equity Shares for the above purpose.

Details of scheme of Employee Stock Option Plans are as under :

	Plan A	Plan B
Date of Grant	February 1, 2010	February 1, 2010
Prices of the Underlying Stock (₹)	790	790
Exercise / Strike Price (₹)	800	800

The fair value of the options granted was estimated on the date of grant using the Black Scholes Model with the following assumptions:

	Plan A	Plan B
Risk Free Interest Rate	7.01% - 7.27%	7.01% - 7.34%
Expected Dividend Yield	0.62%	0.62%
Expected Life (years)	5.5 to 7.0	5.5 to 7.5
Expected Volatility	61.23% to 64.04%	59.56% to 64.04%
Weighted Average Fair Value (₹)	536	546

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows: (As certified by the management):

	No. of Stock Options			
	Plan A		Plan B	
	As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
Outstanding at the beginning of the year	1 70 620	3 47 900	2 52 460	3 50 100
Granted	Nil	Nil	Nil	Nil
Exercised	Nil	Nil	Nil	Nil
Lapsed / Forfeited / Surrendered	37 620	1 77 280	20 560	97 640
Outstanding at the end of the year	1 33 000	1 70 620	2 31 900	2 52 460
Exercisable at end of the year	1 33 000	58 980	1 19 300	37 420

36 Employee benefits

a) Defined contribution plan

Contribution to defined contribution plans, recognised as expense for the year is as under: (₹ in crore)

	2013-14	2012-13
Employer's contribution to provident fund	4	4
Employer's contribution to superannuation fund [₹ 18 94 997 (Previous year ₹ 18 15 991)]	-	-
Employer's contribution to pension scheme	1	1
	5	5

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

b) Defined Benefit plans

The following tables summarise the components of the net employee benefit expenses recognised in the Statement of Profit and Loss, the fund status and amount recognised in the balance sheet for the gratuity benefit plan and leave encashment plan.

Particulars	(₹ in crore)			
	Gratuity benefit (funded)		Leave Encashment Benefit (Unfunded)	
	2013-14	2012-13	2013-14	2012-13
I. Table showing change in				
Liability at the beginning of the year	5.54	4.36	3.84	3.63
Interest cost	0.44	0.37	0.30	0.27
Current service cost	1.09	0.94	0.85	0.83
Benefit paid	(1.20)	(1.28)	(0.41)	(0.96)
Actuarial (gain)/loss on obligations	(1.28)	1.16	(1.60)	0.07
Liability at the end of the year	4.60	5.54	2.98	3.84
II. Changes in the fair value of plan assets and the reconciliation thereof				
Fair value of plan assets at the beginning of the year	6.69	4.35	-	-
Expected return on plan assets	0.54	0.37	-	-
Contributions	0.03	3.27	0.41	0.96
Benefit paid	(1.20)	(1.28)	(0.41)	(0.96)
Actuarial gain/(loss) on plan assets	(0.07)	(0.03)	-	-
Fair value of plan assets at the end of the year	5.99	6.69	-	-
Total actuarial gain/(loss) to be recognized	1.21	(1.18)	1.60	(0.07)
III. Actual return on plan assets				
Expected return on plan assets	0.53	0.37	-	-
Actuarial gain/(loss) on plan assets	(0.07)	(0.03)	-	-
Actual return on plan assets	0.46	0.34	-	-
IV. Amount recognised in the balance sheet				
Liability at the end of the year	4.60	5.54	2.98	3.84
Fair value of plan assets at the end of the year	5.99	6.69	-	-
Difference funded status	1.39	1.15	(2.98)	(3.84)
Unrecognised actual gain/(loss)	-	-	-	-
Amount recognised in the balance sheet (liability)	1.39	1.15	(2.98)	(3.84)
V. Expenses recognised in the statement of profit and loss				
Current service cost	1.09	0.94	0.85	0.83
Interest cost	0.44	0.36	0.30	0.27
Expected return on plan assets	(0.53)	(0.37)	-	-
Net actuarial (gain)/loss to be recognized	(1.21)	1.18	(1.60)	0.07
Expense recognised in statement of profit and loss	(0.21)	2.11	(0.46)	1.17
VI. Amount recognised in the balance sheet				
Opening net liability	(1.15)	0.01	3.84	3.63
Expense as above	(0.21)	2.11	(0.46)	1.17
Employers contribution paid	(0.03)	(3.27)	(0.42)	(0.96)
Closing net liability/(Assets)	(1.39)	(1.15)	2.98	3.84

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

Particulars	Gratuity benefit (funded)		Leave Encashment Benefit (Unfunded)	
	2013-14	2012-13	2013-14	2012-13
VII. Assumptions				
Discount rate	9.31%	8.00%	9.00%	8.00%
Rate of return on plan assets	9.31%	8.00%	-	-
Salary escalation rate	5.00%	5.00%	5.00%	5.00%

VIII. Particulars of the amounts for the year and previous years

	Gratuity for the year ended March 31				
	2014	2013	2012	2011	2010
Present value of benefit obligation	4.60	5.54	4.36	3.25	4.62
Fair value of plan assets	5.99	6.69	4.35	3.82	3.76
Excess of obligation over plan assets	(1.39)	(1.15)	0.01	(0.57)	0.86
IX. Experience adjustment					
Experience adjustment on plan assets gain / (loss)	(0.07)	(0.03)	(0.25)	(0.09)	0.23
Experience adjustment on plan liabilities (gain) / loss	(0.77)	0.72	0.58	(0.51)	0.58

Notes:

- i) The above figures are shown in rupees in crore with two decimals to be more representative.
- ii) The estimates of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.
- iii) General descriptions of defined benefit plans:
 - a) Gratuity plan
Gratuity is payable to all eligible employees of the Company on superannuation, death and permanent disablement, in terms of the provisions of the Payment of Gratuity Act, 1972 or as per the Company's Scheme whichever is more beneficial.
 - b) Leave plan
Encashment of leave can be availed by the employee for balance in the earned account as on January 1, 2009. All carry forward earned leaves with a maximum limit of 10 days, are available for availment but not for encashment.

37 Segment reporting

As per paragraph 4 of Accounting Standard (AS - 17), on "Segment Reporting" notified by the Companies (Accounting Standards) Rules 2006, where a single financial report contains both consolidated financial statements and the separate financial statements of the holding company, segment reporting needs to be presented only on the basis of consolidated financial statements. In view of this, segment information has been presented at Note No. 41 of the consolidated financial statements.

38 Related party disclosures

A. List of Related Parties and their relationship:

- i) **Holding Company**
Reliance Innoventures Private Limited
- ii) **Subsidiary of Holding Company**
AAA Enterprises Private Limited

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

iii) Individual Promoter

Shri Anil D. Ambani, the person having control during the year

iv) Subsidiaries

1	Reliance Capital Asset Management Limited	22	Reliance Financial Advisory Services Limited (formerly Reliance Investment Banking Services Limited) (ceased w.e.f. March 29, 2014)
2	Reliance Capital Asset Management (UK) Plc	23	Reliance Wealth Management Limited
3	Reliance Asset Management (Malaysia) SDN BHD	24	Reliance Money Express Limited
4	Reliance Asset Management (Mauritius) Limited	25	Reliance Money Precious Metals Private Limited
5	Reliance Asset Management (Singapore) Pte. Limited	26	Reliance Money Solutions Private Limited (w.e.f. December 2, 2013)
6	Reliance Capital Pension Fund Limited	27	Reliance Venture Asset Management Private Limited (ceased w.e.f. March 29, 2014)
7	Reliance AIF Management Company Limited (w.e.f. September 30, 2013)	28	Reliance Capital (Singapore) Pte Limited (ceased w.e.f. March 26, 2014)
8	Reliance Capital Trustee Co. Limited	29	Reliance Capital AIF Trustee Company Private Limited (w.e.f. April 11, 2013)
9	Reliance General Insurance Company Limited	30	Quant Capital Private Limited
10	Reliance Gilts Limited	31	Quant Broking Private Limited
11	Reliance Home Finance Limited	32	Quant Capital Advisors Private Limited
12	Reliance Equity Advisors (India) Limited	33	Quant Securities Private Limited
13	Reliance Consultants (Mauritius) Limited	34	Quant Commodity Broking Private Limited
14	Reliance Alternative Investments Services Private Limited	35	Quant Commodities Private Limited
15	Reliance Exchangenext Limited	36	Quant Investments Services Private Limited
16	Reliance Spot Exchange Infrastructure Limited	37	QOPPA Trading Private Limited (ceased w.e.f. March 26, 2014)
17	Indian Agri Services Private Limited	38	QCAP Trade Private Limited (ceased w.e.f. March 26, 2014)
18	Reliance Securities Limited	39	Quant Alternative Asset Management Private Limited (ceased w.e.f. March 26, 2014)
19	Reliance Composite Insurance Broking Limited	40	Quant Capital Finance and Investments Private Limited
20	Reliance Commodities Limited	41	Quant Capital Securities Private Limited (w.e.f. August 22, 2013) (ceased w.e.f. March 26, 2014)
21	Reliance Financial Limited	42	QCAP Securities Private Limited (w.e.f. August 22, 2013) (ceased w.e.f. March 26, 2014)

v) Partnership firm

Reliance Capital Partners

vi) Associates

1	Ammolite Holdings Limited	4	Reliance Land Private Limited
2	Indian Commodity Exchange Limited	5	Reliance Life Insurance Company Limited
3	Reliance Asset Reconstruction Company Limited	6	Reliance Share & Stock Brokers Private Limited

vii) Fellow subsidiaries

1	AAA Entertainment Private Limited	7	Reliance Globalcom Limited
2	Big Flicks Private Limited	8	Reliance Communications Limited
3	Zapak Mobile Games Private Limited (formerly Jump Games Private Limited)	9	Reliance Infocomm Infrastructure Limited
4	Reliance Big Entertainment Private Limited	10	Reliance Webstore Limited
5	Reliance Communications Infrastructure Limited	11	Zapak Digital Entertainment Limited
6	Reliance Infratel Limited		

Notes to the Financial Statement as at March 31, 2014

viii) **Key management personnel**

Shri V. R. Mohan – President & Company Secretary

B. Other related parties with whom transactions have taken place during the year

i) Enterprise over which individual described in clause A (iii) above has control

Reliance Power Limited

Reliance Cleangen Limited

Jharkhand Integrated Power Limited

C. Transactions during the year with related parties:

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
Debentures					
a) Issued during the year	9	-	-	-	9
	(85)	(-)	(15)	(-)	(100)
b) Redeemed during the year	85	-	-	-	85
	(157)	(-)	(-)	(-)	(157)
c) Balance as at March 31, 2014	126	-	50	-	176
	(166)	(-)	(40)	(-)	(206)
d) Accrued interest on debentures as at March 31, 2014	9	-	1	-	10
	(10)	(-)	(1)	(-)	(11)
Loans Taken					
a) Taken during the year	200	-	-	-	200
	(-)	(-)	(-)	(-)	(-)
b) Returned during the year	450	-	-	-	450
	(80)	(-)	(-)	(-)	(80)
c) Balance as at March 31, 2014	450	-	-	-	450
	(700)	(-)	(-)	(-)	(700)
Commercial Paper					
a) Issued during the year	-	-	-	-	-
	(-)	(-)	(527)	(-)	(527)
b) Repaid during the year	-	-	300	-	300
	(-)	(-)	(750)	(-)	(750)
c) Balance as at March 31, 2014	-	-	-	-	-
	(-)	(-)	(271)	(-)	(271)
Investments					
a) Subscribed/Purchased during the year	54	-	-	-	54
	(454)	(23)	(-)	(-)	(477)
b) Redeemed / Sale during the year	27	-	-	-	27
	(302)	(-)	(-)	(-)	(302)
c) Balance as at March 31, 2014	2 688	1 293	5 388	-	9 369
[Net of provision ₹ 101 crore (Previous year ₹ 125 crore)]	(2 708)	(1 230)	(5 397)	(-)	(9 335)
Partnership Current Accounts					
a) Withdrawal during the year (Net)	-	-	-	150	150
	(-)	(-)	(-)	(140)	(140)
b) Profit / (Loss) of Partnership firm during the year	-	-	-	15	15
	(-)	(-)	(-)	(9)	(9)
c) Balance as at March 31, 2014	-	-	-	410	410
	(-)	(-)	(-)	(544)	(544)
Interest / Finance income accrued on Investment					
a) Balance as at March 31, 2014	-	530	225	-	755
	(-)	(410)	(166)	(-)	(576)
Loans Given					
a) Given during the year	190	1 278	674	-	2 142
	(443)	(749)	(11)	(-)	(1 203)
b) Returned /Adjusted during the year	220	1 024	284	-	1 528
	(495)	(230)	(13)	(-)	(738)
c) Balance as at March 31, 2014	32	837	424	-	1 293
[Net of provision ₹ 7 crore (Previous year ₹ 7 crore)]	(62)	(583)	(32)	(-)	(677)
d) Assignment of Loans	-	-	-	-	-
	(25)	(-)	(-)	(-)	(25)
e) Interest accrued on Loans (*₹ 25 38 345)	-	9	25	-	34
	(*)	(-)	(-)	(-)	(*)
Advances					
a) Balance as at March 31, 2014 (*₹ 2 67 733)	1	1	-	-	2
	(92)	(2)	(-*)	(-)	(94)
Trade payables					
a) Balance as at March 31, 2014	*	-	-	-	*
* [₹ 2 30 458 (**Previous year ₹ 4 79 830)]	(**)	(-)	(-)	(-)	(**)

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
Income					
a) Interest & Finance Income (including Premium on Preference Shares)	3 (4)	228 (148)	85 (63)	- (-)	316 (215)
b) Rent (* ₹ 5 25 000)	* (-)	1 (1)	- (-)	- (-)	1 (1)
c) Dividend Income	105 (105)	1 (1)	23 (19)	- (-)	129 (125)
d) Reimbursement of Expenditure (Previous year ₹ 23 25 359)	19 (13)	1 (*)	5 (5)	- (-)	25 (18)
e) Management Fees	15 (15)	- (-)	6 (6)	- (-)	21 (21)
f) Income transferred as per Business Transfer Agreement	1 (3)	- (-)	- (-)	- (-)	1 (3)
g) Processing fees	- (-)	- (2)	- (-)	- (-)	- (2)
Expenditure					
a) Finance cost	68 (98)	- (-)	9 (39)	- (-)	77 (137)
b) Insurance *(Previous year ₹ 66 29 083)	1 (*)	- (-)	1 (*)	- (-)	2 (*)
c) Brokerage paid during the year [*₹ 17 38 384 (Previous year **₹ 38 98 504)]	* (**)	- (-)	- (-)	- (-)	* (**)
d) Expenses transferred as per Business Transfer Agreement	2 (3)	- (-)	- (-)	- (-)	2 (3)
e) Reimbursement of Expenditure [*₹ 25 91 716]	* (3)	- (-)	1 (1)	- (-)	1 (4)
f) Provision / (Reversal) for diminution in value of investments	53 (21)	(77) (77)	- (-)	- (-)	(24) (56)
g) Provision / (Reversal) for NPA, doubtful debts and balances written off	(1) (7)	- (-)	- (18)	- (-)	(1) (25)
Contingent Liability					
a) Guarantees to Banks and Financial Institutions on behalf of third parties	12 (5)	100 (50)	90 (82)	- (-)	202 (137)
Shares given as collateral					
a) Shares given as collateral	9 (63)	- (-)	- (-)	- (-)	9 (63)

D. The nature and volume of material transactions for the year with above related parties are as follows:

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
Debentures					
a) Issued during the year					
i) Reliance Securities Limited	9 (85)	- (-)	- (-)	- (-)	9 (85)
ii) Reliance Life Insurance Company Limited	- (-)	- (-)	- (15)	- (-)	- (15)
b) Redeemed during the year					
i) Reliance Securities Limited	85 (80)	- (-)	- (-)	- (-)	85 (80)
ii) Reliance General Insurance Company Limited	- (77)	- (-)	- (-)	- (-)	- (77)
c) Balance as at March 31, 2014					
i) Reliance Securities Limited	26 (86)	- (-)	- (-)	- (-)	26 (86)
ii) Reliance Life Insurance Company Limited	- (-)	- (-)	50 (40)	- (-)	50 (40)
iii) Reliance General Insurance Company Limited	100 (80)	- (-)	- (-)	- (-)	100 (80)
d) Interest accrued on debentures as at March 31, 2014					
i) Reliance Securities Limited	4 (5)	- (-)	- (-)	- (-)	4 (5)

Notes to the Financial Statement as at March 31, 2014

						(₹ in crore)
Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total	
ii) Reliance Life Insurance Company Limited	-	-	1	-	1	
	(-)	(-)	(-)	(-)	(-)	
iii) Reliance General Insurance Company Limited	5	-	-	-	5	
	(5)	(-)	(-)	(-)	(5)	
Loans Taken						
a) Taken during the year						
i) Reliance Capital Asset Management Limited	200	-	-	-	200	
	(-)	(-)	(-)	(-)	(-)	
b) Returned during the year						
i) Reliance Capital Asset Management Limited	450	-	-	-	450	
	(80)	(-)	(-)	(-)	(80)	
c) Balance as at March 31, 2014						
i) Reliance Capital Asset Management Limited	450	-	-	-	450	
	(700)	(-)	(-)	(-)	(700)	
Commercial Papers						
a) Issued during the year						
i) Reliance Life Insurance Company Limited	-	-	-	-	-	
	(-)	(-)	(527)	(-)	(527)	
b) Repaid during the year						
i) Reliance Life Insurance Company Limited	-	-	300	-	300	
	(-)	(-)	(750)	(-)	(750)	
c) Balance as at March 31, 2014						
i) Reliance Life Insurance Company Limited	-	-	-	-	-	
	(-)	(-)	(271)	(-)	(271)	
Investments						
a) Subscribed / Purchased during the year						
i) Reliance General Insurance Company Limited	-	-	-	-	-	
	(155)	(-)	(-)	(-)	(155)	
ii) Reliance Home Finance Limited	-	-	-	-	-	
	(291)	(-)	(-)	(-)	(291)	
iii) AAA Entertainment Private Limited	-	-	-	-	-	
	(-)	(23)	(-)	(-)	(23)	
iv) Quant Capital Private Limited	50	-	-	-	50	
	(-)	(-)	(-)	(-)	(-)	
b) Redeemed / Sale during the year						
i) Reliance Home Finance Limited	-	-	-	-	-	
	(291)	(-)	(-)	(-)	(291)	
ii) Indian Agri Services Private Limited	9	-	-	-	9	
	(-)	(-)	(-)	(-)	(-)	
iii) Reliance Money Express Limited	4	-	-	-	4	
	(-)	(-)	(-)	(-)	(-)	
iv) Reliance Capital (Singapore) Pte Limited	9	-	-	-	9	
	(-)	(-)	(-)	(-)	(-)	
c) Balance as at March 31, 2014						
i) Reliance General Insurance Company Limited	1 717	-	-	-	1 717	
	(1 717)	(-)	(-)	(-)	(1 717)	
ii) Reliance Land Private Limited	-	-	481	-	481	
	(-)	(-)	(486)	(-)	(486)	
iii) Reliance Home Finance Limited	321	-	-	-	321	
	(321)	(-)	(-)	(-)	(321)	
iv) Reliance Share & Stock Brokers Private Limited	-	-	81	-	81	
	(-)	(-)	(86)	(-)	(86)	
v) Reliance Big Entertainment Private Limited	-	1 000	-	-	1 000	
	(-)	(1 000)	(-)	(-)	(1 000)	
vi) Reliance Communications Limited	-	293	-	-	293	
	(-)	(230)	(-)	(-)	(230)	
vii) Reliance Asset Reconstruction Company Limited	-	-	49	-	49	
	(-)	(-)	(49)	(-)	(49)	
viii) Ammolite Holdings Limited* [Net of Provision ₹ 29 crore (Previous year ₹ 29 crore)]	-	-	*	-	*	
	(-)	(-)	(*)	(-)	(*)	
ix) Reliance Securities Limited	150	-	-	-	150	
	(150)	(-)	(-)	(-)	(150)	
x) Quant Capital Private Limited	250	-	-	-	250	
	(200)	(-)	(-)	(-)	(200)	

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

						(₹ in crore)
Particulars		Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
xii)	Reliance Exchangenext Limited* [Net of Provision ₹ 69 crore (Previous year ₹ 19 crore)]	(50)	(-)	(-)	(-)	(50)
xiii)	Reliance Life Insurance Company Limited	(-)	(-)	4 776	(-)	4 776
		(-)	(-)	(4 776)	(-)	(4 776)
xiii)	Reliance Capital Asset Management Limited	184	(-)	(-)	(-)	184
		(184)	(-)	(-)	(-)	(184)
Partnership Current Accounts						
a)	Withdrawal during the year (Net)					
i)	Reliance Capital Partners	(-)	(-)	(-)	150	150
		(-)	(-)	(-)	(140)	(140)
b)	Profit /(Loss) of Partnership firm during the year					
i)	Reliance Capital Partners	(-)	(-)	(-)	15	15
		(-)	(-)	(-)	(-9)	(-9)
c)	Balance as at March 31, 2014					
i)	Reliance Capital Partners	(-)	(-)	(-)	410	410
		(-)	(-)	(-)	(544)	(544)
Interest / Finance income accrued on investment						
a)	Balance as at March 31, 2014					
i)	Reliance Land Private Limited	(-)	(-)	225	(-)	225
		(-)	(-)	(166)	(-)	(166)
ii)	Reliance Big Entertainment Private Limited	(-)	530	(-)	(-)	530
		(-)	(410)	(-)	(-)	(410)
Loans Given						
a)	Given during the year					
i)	Reliance Land Private Limited	(-)	(-)	579	(-)	579
		(-)	(-)	(11)	(-)	(11)
ii)	Reliance Financial Limited	20	(-)	(-)	(-)	20
		(40)	(-)	(-)	(-)	(40)
iii)	Quant Capital Private Limited	(50)	(-)	(-)	(-)	(50)
iv)	Zapak Digital Entertainment Limited	(-)	(-)	(-)	(-)	(-)
v)	Zapak Mobile Games Private Limited	(-)	(2)	(-)	(-)	(2)
vi)	Reliance Securities Limited	(-)	(4)	(-)	(-)	(4)
vii)	Quant Commodities Private Limited	(50)	(-)	(-)	(-)	(50)
viii)	Reliance Home Finance Limited	170	(-)	(-)	(-)	170
		(-)	(-)	(-)	(-)	(-)
ix)	Reliance Big Entertainment Private Limited	(-)	1 028	(-)	(-)	1 028
		(-)	(743)	(-)	(-)	(743)
x)	Reliance Equities International Private Limited	(186)	(-)	(-)	(-)	(186)
xi)	Reliance Infratel Limited	(-)	250	(-)	(-)	250
		(-)	(-)	(-)	(-)	(-)
b)	Returned/Adjusted during the year					
i)	Reliance Land Private Limited	(-)	(-)	275	(-)	275
ii)	Reliance Financial Limited	20	(-)	(-)	(-)	(-)
		(40)	(-)	(-)	(-)	(40)
iii)	Reliance Asset Reconstruction Company Limited	(-)	(-)	1	(-)	1
iv)	Quant Broking Private Limited	30	(-)	(4)	(-)	(4)
		(16)	(-)	(-)	(-)	(16)
v)	Quant Commodities Private Limited	(100)	(-)	(-)	(-)	(100)
vi)	Quant Capital Private Limited	(50)	(-)	(-)	(-)	(50)
vii)	Reliance Securities Limited	(103)	(-)	(-)	(-)	(103)
viii)	Reliance Home Finance Limited	170	(-)	(-)	(-)	170
		(-)	(-)	(-)	(-)	(-)

Notes to the Financial Statement as at March 31, 2014

						(₹ in crore)
Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total	
ix) Reliance Big Entertainment Private Limited	-	768	-	-	768	
	(-)	(205)	(-)	(-)	(205)	
x) Reliance Life Insurance Company Limited	-	-	-	-	-	
	(-)	(-)	(9)	(-)	(9)	
xi) Reliance Equities International Private Limited	-	-	-	-	-	
	(186)	(-)	(-)	(-)	(186)	
xii) Reliance Infratel Limited	-	250	-	-	250	
	(-)	(-)	(-)	(-)	(-)	
c) Balance as at March 31, 2014						
i) Reliance Land Private Limited	-	-	329	-	329	
	(-)	(-)	(24)	(-)	(24)	
ii) Reliance Equity Advisors (India) Limited	32	-	-	-	32	
	(32)	(-)	(-)	(-)	(32)	
iii) Quant Broking Private Limited	-	-	-	-	-	
	(30)	(-)	(-)	(-)	(30)	
iv) Zapak Digital Entertainment Limited	-	-	-	-	-	
	(-)	(2)	(-)	(-)	(2)	
v) Zapak Mobile Games Private Limited	-	-	-	-	-	
	(-)	(4)	(-)	(-)	(4)	
vi) Reliance Asset Reconstruction Company Limited	-	-	-	-	-	
	(-)	(-)	(1)	(-)	(1)	
vii) Reliance Exchangenext Limited [Net of Provision ₹ 7 crore (Previous year ₹ 7 crore)]	*	-	-	-	*	
	(*)	(-)	(-)	(-)	(*)	
viii) Reliance Big Entertainment Private Limited	-	837	-	-	837	
	(-)	(576)	(-)	(-)	(576)	
ix) Reliance Share & Stock Brokers Private Limited	-	-	95	-	95	
	(-)	(-)	(-)	(-)	(-)	
x) Reliance Life Insurance Company Limited	-	-	-	-	-	
	(-)	(-)	(7)	(-)	(7)	
d) Assignment of Loans						
i) Reliance Home Finance Limited	-	-	-	-	-	
	(25)	(-)	(-)	(-)	(25)	
e) Interest accrued on loans						
i) Reliance Big Entertainment Private Limited	-	9	-	-	9	
	(-)	(-)	(-)	(-)	(-)	
ii) Reliance Land Private Limited	-	-	24	-	24	
	(-)	(-)	(-)	(-)	(-)	
Advances						
a) Balance as at March 31, 2014						
i) Reliance Securities Limited (* ₹ 42 79 000)	*	-	-	-	*	
	(3)	(-)	(-)	(-)	(3)	
ii) Reliance General Insurance Company Limited (# ₹ 15 14 460)	#	-	-	-	#	
	(1)	(-)	(-)	(-)	(1)	
iii) Quant Capital Private Limited (@ ₹ 16 16 790)	@	-	-	-	@	
	(50)	(-)	(-)	(-)	(50)	
iv) Quant Broking Private Limited	-	-	-	-	-	
	(38)	(-)	(-)	(-)	(38)	
v) Reliance Communications Infrastructure Limited (including capital advance)	-	-	-	-	-	
	(-)	(2)	(-)	(-)	(2)	
vi) Reliance Life Insurance Company Limited (₹ 2 67 733)	-	-	-	-	-	
	(-)	(-)	(*)	(-)	(*)	
vii) Reliance Communications Limited	-	1	-	-	1	
	(-)	(-)	(-)	(-)	(-)	
Trade Payable						
a) Trade payables as at March 31, 2014						
i) Big Flicks Private Limited [* ₹ 4 29 830]	-	-	-	-	-	
	(-)	(*)	(-)	(-)	(*)	
ii) Reliance Home Finance Limited [** ₹ 2 30 458]	**	-	-	-	**	
	(-)	(-)	(-)	(-)	(-)	
Income						
a) Interest & Finance Income (including Premium on Preference Shares)						
i) Reliance Home Finance Limited	1	-	-	-	1	
	(-)	(-)	(-)	(-)	(-)	

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

						(₹ in crore)
Particulars	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total	
ii) Quant Capital Private Limited	-	-	-	-	-	-
	(1)	(-)	(-)	(-)	(-)	(1)
iii) Reliance Land Private Limited	-	-	84	-	-	84
	(-)	(-)	(61)	(-)	(-)	(61)
iv) Quant Broking Private Limited	2	-	-	-	-	2
	(3)	(-)	(-)	(-)	(-)	(3)
v) Reliance Big Entertainment Private Limited	-	224	-	-	-	224
	(-)	(148)	(-)	(-)	(-)	(148)
b) Rent						
i) Reliance Communications Infrastructure Limited	-	1	-	-	-	1
	(-)	(1)	(-)	(-)	(-)	(1)
ii) Reliance General Insurance Company Limited (# ₹ 5 25 000)	#	-	-	-	-	#
	(-)	(-)	(-)	(-)	(-)	(-)
c) Dividend Income						
i) Reliance Capital Asset Management Limited	105	-	-	-	-	105
	(105)	(-)	(-)	(-)	(-)	(105)
ii) Reliance Communications Limited	-	1	-	-	-	1
	(-)	(1)	(-)	(-)	(-)	(1)
iii) Reliance Life Insurance Company Limited	-	-	23	-	-	23
	(-)	(-)	(19)	(-)	(-)	(19)
d) Reimbursement of Expenditure						
i) Reliance General Insurance Company Limited	6	-	-	-	-	6
	(3)	(-)	(-)	(-)	(-)	(3)
ii) Reliance Communications Infrastructure Limited *[₹ 4 01 188 (Previous year ₹ 23 25 359)]	-	*	-	-	-	*
	(-)	(*)	(-)	(-)	(-)	(*)
iii) Reliance Asset Reconstruction Company Limited *(₹ 24 06 000)	-	-	1	-	-	1
	(-)	(-)	(*)	(-)	(-)	(*)
iv) Reliance Capital Asset Management Limited	2	-	-	-	-	2
	(2)	(-)	(-)	(-)	(-)	(2)
v) Reliance Securities Limited	2	-	-	-	-	2
	(1)	(-)	(-)	(-)	(-)	(1)
vi) Reliance Home Finance Limited	9	-	-	-	-	9
	(7)	(-)	(-)	(-)	(-)	(7)
vii) Reliance Life Insurance Company Limited	-	-	5	-	-	5
	(-)	(-)	(5)	(-)	(-)	(5)
e) Management Fees						
i) Reliance General Insurance Company Limited	6	-	-	-	-	6
	(6)	(-)	(-)	(-)	(-)	(6)
ii) Reliance Capital Asset Management Limited	6	-	-	-	-	6
	(6)	(-)	(-)	(-)	(-)	(6)
iii) Reliance Home Finance Limited	3	-	-	-	-	3
	(3)	(-)	(-)	(-)	(-)	(3)
iv) Reliance Life Insurance Company Limited	-	-	6	-	-	6
	(-)	(-)	(6)	(-)	(-)	(6)
f) Income transferred as per Business Transfer Agreement						
i) Reliance Home Finance Limited	1	-	-	-	-	1
	(3)	(-)	(-)	(-)	(-)	(3)
g) Processing fees						
i) Reliance Big Entertainment Private Limited	-	-	-	-	-	-
	(-)	(2)	(-)	(-)	(-)	(2)
Expenditure						
a) Finance cost						
i) Reliance Securities Limited	4	-	-	-	-	4
	(9)	(-)	(-)	(-)	(-)	(9)
ii) Reliance Capital Asset Management Limited	54	-	-	-	-	54
	(82)	(-)	(-)	(-)	(-)	(82)
iii) Reliance Life Insurance Company Limited	-	-	9	-	-	9
	(-)	(-)	(39)	(-)	(-)	(39)
iv) Reliance General Insurance Company Limited	9	-	-	-	-	9
	(-)	(-)	(-)	(-)	(-)	(-)
b) Insurance						
i) Reliance General Insurance Company Limited (Previous year ₹ 22 52 222)	1	-	-	-	-	1
	(*)	(-)	(-)	(-)	(-)	(*)
ii) Reliance Life Insurance Company Limited (Previous year ₹ 43 76 861)	-	-	1	-	-	1
	(-)	(-)	(*)	(-)	(-)	(*)

Notes to the Financial Statement as at March 31, 2014

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries	Associates	Partnership Firm	Total
c) Brokerage paid during the year					
i) Reliance Securities Limited	*	-	-	-	*
[*₹ 17 38 384 (Previous year ** ₹ 38 98 504)]	(**)	(-)	(-)	(-)	(**)
d) Expenses transferred as per Business Transfer Agreement					
i) Reliance Home Finance Limited	2	-	-	-	2
	(3)	(-)	(-)	(-)	(3)
e) Reimbursement of Expenditure					
i) Reliance Land Private Limited *(₹ 31 04 530)	-	-	*	-	*
	(-)	(-)	(1)	(-)	(1)
ii) Reliance Home Finance Limited [*₹ 25 91 716]	*	-	-	-	*
	(3)	(-)	(-)	(-)	(3)
f) Provision / (Reversal) for diminution in value of investments					
i) Reliance Exchangenext Limited	50	-	-	-	50
	(19)	(-)	(-)	(-)	(19)
ii) Reliance Communications Limited	-	(77)	-	-	(77)
	(-)	(77)	(-)	(-)	(77)
iii) Reliance Equities International Private Limited	-	-	-	-	-
	(-40)	(-)	(-)	(-)	(-40)
g) Provision / (Reversal) for NPA, doubtful debts and balances written off					
i) Reliance Exchangenext Limited	(1)	-	-	-	(1)
	(7)	(-)	(-)	(-)	(7)
ii) Ammolite Holdings Limited	-	-	-	-	-
	(-)	(-)	(18)	(-)	(18)
Contingent Liability					
a) Guarantees to Banks and Financial Institutions on behalf of third parties					
i) Reliance Money Precious Metals Private Limited	12	-	-	-	12
	(5)	(-)	(-)	(-)	(5)
ii) Ammolite Holdings Limited	-	-	90	-	90
	(-)	(-)	(82)	(-)	(82)
iii) Reliance Big Entertainment Private Limited	-	100	-	-	100
	(-)	(50)	(-)	(-)	(50)
Shares given as collateral					
a) Reliance Securities Limited	9	-	-	-	9
	(63)	(-)	(-)	(-)	(63)

Key Managerial Personnel

- a) Shri V. R. Mohan
 -Employee benefit expenses ₹ 69 78 220 (Previous year ₹ 69 99 996)
 -Loan given balance as at March 31, 2014 ₹ 4 20 951 (Previous year ₹ 4 35 351)

Enterprise over which individual described in clause A(iii) above has control

	(₹ in crore)		
	Reliance Power Limited #	Reliance Cleangen Limited	Jharkhand Integrated Power Limited
Investment balance as at March 31, 2014	3	-	-
	(3)	(-)	(-)
Loan & Advance given during the year	-	530	75
	(-)	(-)	(-)
Loan & Advance repaid during the year	-	530	75
	(-)	(-)	(-)
Loan & Advance given balance as at March 31, 2014	-	*	-
(* ₹ 45 96 993)	(-)	(-)	(-)
Interest & Finance Income during the year	-	4	*
* ₹ 27 23 658	(-)	(-)	(-)
# Reimbursement of expenditure ₹ Nil (Previous year ₹ 1 06 120)			

Notes :

- i) Figures in bracket indicate previous year figures.
 ii) Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.
 iii) The above discloses transactions entered during the period of existence of related party relationship. The balances and transactions are not disclosed before existence of related party relationship and after cessation of related party relationship.

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

- iv) In addition to the above, Commission of ₹ Nil (Previous year ₹ Nil) and Director Sitting Fees of ₹ 80 000 (Previous year ₹ 1 20 000) has been paid to Shri Anil D. Ambani, an individual having control.
- v) The Company has, during the year, sold part of its holding in unlisted equity shares of: Reliance Land Private Limited representing 45% stake (No. of shares 45 00 000, carrying value ₹ 4 crore) and Reliance Share & Stock Brokers Private Limited representing 45% stake (No. of shares 45 00 000, carrying value ₹ 4 crore). Considering that these shares were sold to Company's wholly owned subsidiaries and do not impact the economic interests of the Company's shareholders, the consideration for the sale were fixed at a price equal to or slightly above their cost and not at their fair values (not ascertained) which are significantly higher.

39 Leases

Details of future minimum lease receivables are as under:

Particulars	(₹ in crore)	
	2013-14	2012-13
Within one year of the balance sheet date	25	24
Due in a period between one year and five years	34	42
Due after five years [₹ 1 79 739 (Previous year ₹ 26 00 000)]	-	-

40 Basic and diluted earnings per share

The computation of earnings per share is set out below:

Particulars	(₹ in crore)	
	2013-14	2012-13
a) Amounts used as the numerators		
Net Profit after tax	409	662
Net Profit attributable to equity shareholders	409	662
b) Weighted average number of equity shares	24 56 32 800	24 56 32 800
c) Basic earnings per share of face value ₹ 10 each (₹)	16.67	26.95
d) Diluted earnings per share of face value ₹ 10 each (₹)	16.67	26.95

- 41 During the previous year Nippon Life Insurance Company (NLIC) has acquired 26% equity shareholding in Reliance Capital Asset Management Company Limited (RCAM). The Company has waived its entitlement of bonus shares issued by RCAM.

42 Disclosure of loans / advances and investments in its own shares by the listed companies, in its subsidiaries, associate etc. (as certified by the management) in terms of the Listing Agreement with the Stock Exchanges.

Particulars	(₹ in crore)			
	Outstanding Balance		Maximum Balance outstanding	
	March 31, 2014	March 31, 2013	2013-14	2012-13
i) Loans and advances in the nature of loans to subsidiaries				
a) Reliance Equity Advisors (India) Limited	32	32	32	32
b) Reliance Securities Limited	-	-	-	50
c) Reliance Financial Limited	-	-	20	40
d) Quant Broking Private Limited	-	30	30	51
e) Quant Commodities Private Limited	-	-	-	100
f) Reliance Exchangenext Limited [Net of Provision of ₹ 7 crore (Previous year ₹ 7 crore) as on March 31, 2014]	-	-	-	8
g) Quant Capital Private Limited	-	-	-	50
h) Reliance Home Finance Limited	-	-	170	-
ii) Loans and advances in the nature of loans to associates				
a) Reliance Asset Reconstruction Company Limited	-	1	1	5
b) Reliance Land Private Limited	329	24	365	24
c) Reliance Share & Stock Brokers Private Limited	95	7	95	16
iii) Loans and advances in the nature of loans where there is				
a) No repayment schedule or repayment beyond seven years				
Reliance Land Private Limited	-	24	24	24
b) No interest or interest below Section 372A of the Companies Act, 1956.	Not Applicable pursuant to provision of section 372A (8) (a) (iii) of the Companies Act, 1956			

Notes to the Financial Statement as at March 31, 2014

(₹ in crore)

Particulars	Outstanding Balance		Maximum Balance outstanding	
	March 31, 2014	March 31, 2013	2013-14	2012-13
iv) Loans and advances in nature of loans to firms / companies in which directors are interested.	-	-	-	-
v) Investments by loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan.	No. of shares		Amount in ₹	
	-	-	-	-

43 Disclosure of details as required by Para 13 of Non Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007

(i) Liability side

(₹ in crore)

Particulars	Amount Outstanding		Amount Overdue	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
1) Loans and advances availed by NBFC inclusive of interest accrued thereon but not paid				
a) Debentures (Other than falling within the meaning of public deposits)				
i) Secured [inclusive of ₹ 421 crore (Previous year ₹ 248 crore) interest accrued thereon]	8 321	6 664	-	-
ii) Unsecured [inclusive of ₹ 57 crore (Previous year ₹ 52 crore) interest accrued thereon]	1 230	1 051	-	-
b) Deferred credits	-	-	-	-
c) Term loans	8 133	9 018	-	-
d) Inter-corporate loans and borrowing	450	710	-	-
e) Commercial paper	4 653	3 649	-	-
f) Other loans				
i) Cash credit from banks	650	41	-	-
2) Break up of loans and advances including bills receivable other than those included in (3) below (Gross Amount)(Refer Note (b) below)				
a) Secured			13 540	10 620
b) Unsecured			4 691	6 376
Total			18 231	16 996

Notes:

- a) Housing loans / loans against property and construction finance granted are secured by equitable registered mortgage of property and / or undertaking to create a security and other loans and advances are secured by way of hypothecation and / or pledging of the underlying asset.
- b) In case of loans & advances given in para (2) above, Provision for NPA & Doubtful Debts is ₹ 57 crore (Previous year ₹ 76 crore)

(ii) Assets side

Particulars	Amount Outstanding	
	March 31, 2014	March 31, 2013
3) Break up of leased assets and stock on hire and other assets counting towards AFC activities: Lease assets including lease rentals under sundry debtors:		
1) Financial lease (net of depreciation and lease adjustment)	-	-
2) Operating lease (net of depreciation)	67	59
4) Break up of investments [(Amount net of provisions of ₹ 412 crore (Previous year ₹ 448 crore))]		
a) Current investments		
1) Quoted		
i) Shares		
a) Equity (stock-in trade)	-	-
b) Preference	-	10
ii) Units of mutual fund	283	140

Reliance Capital Limited

Notes to the Financial Statement as at March 31, 2014

2) Unquoted		
i) Others		
- Debentures and Bonds	6	128
- Pass Through Certificates	43	88
- Reliance Capital Partners	135	-
b) Long term investments		
1) Quoted		
i) Shares		
a) Equity	693	640
b) Preference	-	-
ii) Debentures and bonds	-	-
iii) Government securities	-	-
2) Unquoted		
i) Shares		
a) Equity	7 798	7 794
b) Preference	2 896	3 227
ii) Debentures and bonds	1 147	859
iii) Units of Mutual fund	-	-
iv) Government of India securities ₹ 45 000 (Previous year ₹ 45 000)	-	-
v) Others		
a) Pass Through Certificates & Security Receipts	9	9
b) Units of Private Equity/Seed Fund	200	151
c) Reliance Capital Partners	275	544
d) Investments in joint venture	85	85
Total	13 570	13 675

- 5) Borrower group-wise classification of assets financed as in (2) and (3) above:
[Amount net of provisions of ₹ 57 crore (Previous year ₹ 76 crore)]

Particulars	(₹ in crore)					
	Secured		Unsecured		Total	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
a) Related parties						
1) Subsidiaries	-	-	33	154	33	154
2) Companies in the same group - Associates	328	7	95	25	423	32
3) Other related parties	187	149	651	435	838	584
b) Other than related parties	13 042	10 528	3 905	5 681	16 947	16 209
Total	13 557	10 684	4 684	6 295	18 241	16 979

- 6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted excluding stock in trade)
[(Amount net of provisions of ₹ 412 crore (Previous Year ₹ 448 crore)]

Particulars	(₹ in crore)			
	Market value / Fair Value or NAV		Book Value (Net of provisions)	
	March 31, 2014	March 31, 2013	March 31, 2014	March 31, 2013
a) Related parties				
1) Subsidiaries	2 688	2 708	2 688	2 708
2) Companies in the same group - Associates	5 388	5 397	5 388	5 397
3) Other related parties	1 412	1 197	1 296	1 233
b) Other than related parties	4 304	4 248	4 198	4 337
Total	13 792	13 550	13 570	13 675

Notes to the Financial Statement as at March 31, 2014

7) Other information (₹ in crore)

Particulars	March 31, 2014	March 31, 2013
a) Gross Non Performing Assets		
1) Related Parties	36	36
2) Other than Related Parties	307	328
b) Net Non Performing Assets		
1) Related Parties	-	-
2) Other than Related Parties	256	238
c) Assets Acquired in satisfaction of Debt [Net of provision ₹ 10 crore (Previous year ₹ 5 crore)]	46	13

Notes :

- Companies in same group means companies under the same management as per section 370(1B) of the Companies Act, 1956.
- In case of unquoted investments, in the absence of market value, book value has been considered.
- Capital contribution in Partnership Firm and unincorporated Joint venture have not been considered for the purpose of companies in the same group and other related party.
- Investments are classified between non-current and current investments (including current portion of long term investments) as required under revised Schedule VI, as per Companies Act, 1956.
- Gross Non Performing Assets and Net Non Performing Assets given above includes loans & advances and bonds & debentures.

44 Disclosure of details as required by para 5 of Reserve Bank of India Circular No RBI 2008-09/116 DNBS (PD).CC. No. 125/03.05.002/2008-09 dated August 1, 2008

I. Capital to Risk Assets Ratio ("CRAR")

Particulars	March 31, 2014	March 31, 2013
i) CRAR (%)	16.31	16.99
ii) CRAR - Tier I capital (%)	12.20	13.05
iii) CRAR - Tier II capital (%)	4.11	3.94

II. Exposure to Real Estate

Category	2013-14	2012-13
a) Direct Exposure		
i) Residential Mortgage		
Individual Housing Loan upto ₹ 15 lakh	12	1
Individual Housing Loan more than ₹ 15 lakh	57	28
ii) Commercial Real Estate	1 022	1 154
iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures -		
Residential	-	-
Commercial	-	-
b) Indirect Exposure		
Fund Based and Non Fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	333	330

Notes:

- For the exposure to real estate only secured loans extended to builders / developers based on the nature of business has been considered.
- In computing the above information, certain estimates, assumptions and adjustments have been made by the management which have been relied upon by the auditors.

Notes to the Financial Statement as at March 31, 2014

III. Maturity pattern of asset and liabilities (At Book Values) (₹ in crore)

Particulars	1 day to 30/31 days	Over 1 month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities									
Borrowings from bank	150	-	1 102	635	2 029	4 037	831	-	8 783
Market Borrowings	(-)	(-)	(433)	(731)	(2 063)	(4 789)	(1 012)	(31)	(9 059)
	1 366	2 141	1 239	587	1 063	1 887	1 274	4 619	14 176
	(1 009)	(1 081)	(1 149)	(980)	(1 026)	(2 152)	(1 537)	(2 840)	(11 774)
Assets									
Loans / Advances	577	625	367	1 632	2 716	7 899	1 899	2 458	18 174
Investments	(983)	(703)	(311)	(1 037)	(3 891)	(5 825)	(1 463)	(2 707)	(16 920)
	985	9	12	8	145	654	649	11 108	13 570
	(813)	(19)	(51)	(111)	(194)	(1 464)	(922)	(10 101)	(13 675)

Notes:

- (a) All quoted investments have been included in 1 day to 30/31 days (one month) bucket considering its liquidity. All unquoted equity shares / warrants including investment in subsidiaries have been included in 'Over 5 years'. The maturity pattern has been prepared in line with various regulations issued by RBI from time to time, best practices & based upon best estimate of the management with regard to the timing of various cashflows.
- (b) The classification of Assets and Liabilities into current and non-current is carried out based on their residual maturity profile as per requirement of revised Schedule VI to the Companies Act, 1956. The above maturity pattern of assets and liabilities has been prepared by the Company after taking into consideration guidelines for Assets-Liabilities Management (ALM) system in non-banking financial companies issued by RBI, best practices and best estimate of the Assets-Liability Committee / management with regard to the timing of various cash flows, which has been relied upon by the auditors.
- (c) The cumulative mismatch upto 1 year bucket marginally exceeds the prescribed limit. Based upon best estimate of the management the measures taken for mitigating the cumulative mismatch upto 1 year primarily includes replacing bank loan of ₹ 3,915 crore, falling due for repayment within the next 1 year, with additional borrowing from Banks in the form of long term loans. The Company has mobilized ₹ 1,070 crore in the form of Secured Long Term Fixed Rate NCDs in the month of April, 2014 to reduce cumulatively mismatch in the 1 year bucket.

45 Disclosure of details as required by para 3 of Reserve Bank of India Circular No. RBI/2013-14/260 DNBS. CC. PD. No. 356 /03.10.01/2013-14 dated September 16, 2013

- (i) The gold loans outstanding as at March 31, 2014 as a percentage of total assets is at 0.02% (Previous year 0.22%).
- (ii) Auction Detail: (₹ in crore)

Number of auctions	Number of loan accounts	Outstanding amounts	Value Fetched	Whether any of the sister concerns participated
29	57	1.45	1.51	No

46 Contingent Liabilities and Commitments (As Certified by the Management) (₹ in crore)

Particulars	March 31, 2014	March 31, 2013
Contingent Liabilities		
i) Guarantees to Banks and Financial Institutions on behalf of third parties	2 416	1 281
ii) Claims against the Company not acknowledged as debt	12	20
Commitments		
iii) Estimated amount of contracts remaining to be executed on capital account (net of advances)	85	38
iv) Undrawn Committed Credit lines	678	434
v) Uncalled amount of Investments	7	56

47 Expenditure in foreign currency (₹ in crore)

Particulars	March 31, 2014	March 31, 2013
i) Travelling Expenses [₹ 10 35 068 (Previous year ₹ 13 20 686)]	-	-
ii) Professional Fees (Previous year ₹ 46 26 792)	-	-
iii) Sales & marketing	1	2
iv) Repairs & Maintenance others	1	1
v) Others - [₹ 10 26 516 (Previous year ₹ 5 05 682)]	-	-
Total	2	3

Notes to the Financial Statement as at March 31, 2014

48 Value of Imports on CIF basis

Particulars	(₹ in crore)	
	2013-14	2012-13
i) Capital Goods (₹ 38 05 522)	-	2
Total	-	2

49 Outstanding Future & Option as on March 31, 2014

Name of Option	No. of contracts	Units	
		Long	Short
Call option	4 711 (4 454)	1 19 350 (1 00 850)	1 16 200 (1 21 850)
Put option	33 949 (27 785)	- (-)	16 97 450 (13 89 250)
Futures	2 977 (1 196)	1 48 825 (59 800)	- (-)

Figures in bracket indicate previous year figures.

50 Remittance in foreign currency on account of dividend

The Company has paid dividend in respect of shares held by custodian on behalf of non residents on repatriation basis. This, inter-alia includes portfolio investment, where the amount is also credited to Non Resident External Account (NRE A/c). The total amount remittable in this respect is specified below:

Particulars	2013-14	2012-13
Dividend		
a) Number of Non Resident Shareholders	529	536
b) Number of Equity shares held by them	30 551	27 365
c) i) Amount of Dividend paid (gross) (amount in ₹)	2 44 408	2 05 238
ii) Year to which Dividend relates	2012-13	2011-12
Special Interim Dividend		
a) Number of Non Resident Shareholders	-	613
b) Number of Equity shares held by them	-	31 837
c) i) Amount of Dividend paid (gross) (amount in ₹)	-	1 59 185
ii) Year to which Dividend relates	-	2012-13

51 In the opinion of management, all the assets other than fixed assets and non current investments are approximately of the value stated if realised in the ordinary course of business.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman **Anil D. Ambani**
Vice Chairman **Amitabh Jhunjunwala**
Directors **Rajendra P. Chitale**
Dr. Bidhubhusan Samal
V. N. Kaul

President & Company Secretary **V. R. Mohan**
Mumbai
Dated: May 2, 2014

Independent Auditors' Report on the Consolidated Financial Statement

To,
The Board of Directors
Reliance Capital Limited

Report on the Consolidated Financial Statements

1. We have audited the accompanying consolidated financial statements of Reliance Capital Limited ("the Company") and its subsidiaries including partnership firm, and its associates (as per the list appearing in Note No. 47 of the consolidated financial statements) (collectively referred to as the "Group") which comprise the consolidated Balance Sheet as at March 31, 2014, and the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

2. Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Group's preparation and presentation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates

made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

6. We report that the consolidated financial statements have been prepared by the management in accordance with the requirements of the Accounting Standard (AS) – 21, "Consolidated Financial Statements" and Accounting Standard (AS) – 23, "Accounting for Investments in Associates in Consolidated Financial Statements", notified by the Companies (Accounting Standards) Rules, 2006.

7. Based on our audit and on consideration of reports of other auditors and one of the joint auditor on separate financial statements, certification by management on separate financial statements and on the other financial information of the components of the Group as referred to in paragraph 11 to 16 below, and to the best of our information and according to the explanations given to us, in our opinion, the accompanying consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2014;
- (b) in the case of the consolidated Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the consolidated Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

8. We draw attention to Note 36 (b) & (c) to the consolidated financial statements of the Group relating to Reliance General Insurance Company Limited ('RGIC') a subsidiary of the Company, regarding Insurance Regulatory and Development Authority ('IRDA') Order No. IRDA/F&A/ORD/MTAP/070/03/2012 dated March 22, 2012 on Indian Motor Third Party Insurance Pool ('IMTPIP') liability for underwriting years 2009-10, 2010-11 and 2011-12, wherein the RGIC has opted to amortise the transactional liability on straight line basis over three years beginning with the financial year ended March 31, 2012. Accordingly ₹ 79 crore has been charged to revenue account. Our opinion is not qualified in this regard.
9. We draw attention to Note 37(h) to the consolidated financial statements of the Group relating to Quant Capital Private Limited ('QCPL') a subsidiary of the Company, has not complied with the requirements of registering itself as a Core Investment Company ('CIC') as defined under the Guidelines issued by the Reserve Bank of India

Independent Auditors' Report on the Consolidated Financial Statement

vide its circular RBI/2010-11/360 DNBS (PD) CC. No. 206/03.10.001/2010-11 dated January 5, 2011. Our opinion is not qualified in this regard.

Other Matters

10. We draw attention to Note No. 36(d) of the consolidated financial statements of the Group, with regard to actuarial valuation of liabilities of RGIC with respect to claims incurred but not reported (IBNR) and claims incurred but not enough reported (IBNER) is the responsibility of the RGIC's appointed actuary. The appointed actuary has certified to the RGIC that the assumptions for such valuations are in accordance with the guidelines and norms issued by the IRDA and the Actuary Society of India in concurrence with the IRDA. The independent auditors of the RGIC have relied on the RGIC's Appointed Actuary's certificate in this regard for forming their opinion on the financial statements of the RGIC.
11. We did not audit the financial statements and financial information of twenty one subsidiaries and a partnership firm. The financial statements of these subsidiaries including partnership firm for the year ended March 31, 2014 have been audited by other auditors whose reports have been furnished to us by the management, and our opinion, in so far as it relates to the amounts included in respect of these subsidiaries including a partnership firm, is based solely on these reports. The attached consolidated financial statements include total assets of ₹ 6,144 crore as at March 31, 2014, total revenues of ₹ 3,088 crore and net cash outflows amounting to ₹ 78 crore in respect of the aforementioned subsidiaries and partnership firm for the year then ended.
12. The financial statements and financial information of thirteen subsidiaries for the year ended March 31, 2014 have been audited by one of the joint auditors whose reports have been furnished to us, and our opinion, in so far as it relates to the amounts included in respect of these subsidiaries, is based solely on these reports. The attached consolidated financial statements include total assets of ₹ 5,401 crore as at March 31, 2014, total revenues of ₹ 1,338 crore and net cash inflows amounting to ₹ 96 crore in respect of the aforementioned subsidiaries for the year then ended.
13. The financial statements and financial information of two associate companies for the year ended March 31, 2014 have been audited by one of the joint auditors whose reports have been furnished to us, and our opinion, in so far as it relates to share of loss of ₹ 13 crore for the year ended March 31, 2014 to the amounts included in respect of these associates, is based solely on these reports.
14. The financial statements and financial information of one associate company for the year ended March 31, 2014 has been audited by one of the joint auditors of the Company along with the other auditor as joint auditor of the associate whose report has been furnished to us, and our opinion, in so far as it relates to share of profit of ₹ 172 crore for the year ended March 31, 2014 to the amounts included in respect of the same associate, is based solely on this report.
15. The financial statements and financial information of one associate company for the year ended March 31, 2014 have been audited by other auditor whose report has been furnished to us, and our opinion, in so far as it relates to share of profit of ₹ 3 crore for the year ended March 31, 2014 to the amounts included in respect of the same associate, is based solely on this report.
16. We have relied on the unaudited financial statement and financial information of two associate companies, whose financial statements are certified by the management of associates, and our report in so far as it relates to share of profit of ₹ 1 crore for the year ended March 31, 2014 to the amount included in respect of these associates is based solely on such certified unaudited financial statements and financial information.

Our opinion is not qualified in respect of other matters.

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No: 101248W

Vijay Napawaliya
Partner
Membership No: 109859

Akeel Master
Partner
Membership No: 046768

Mumbai
Dated: May 2, 2014

Mumbai
Dated: May 2, 2014

Reliance Capital Limited

Consolidated Balance Sheet as at March 31, 2014

(₹ in Crore)

	Note No.	As at March 31, 2014		As at March 31, 2013	
I EQUITY AND LIABILITIES					
(1) Shareholders' funds					
(a) Share capital	4	244		246	
(b) Reserves and surplus	5	12 147	12 391	11 725	11 971
(2) Minority interest					
			544		516
(3) Non-current liabilities					
(a) Long-term borrowings	6	14 178		13 686	
(b) Other long-term liabilities	7	83		14	
(c) Long-term provisions	8	57	14 318	48	13 748
(4) Current liabilities					
(a) Short-term borrowings	9	7 134		4 386	
(b) Trade payables	10	454		342	
(c) Other current liabilities	11	9 437		8 529	
(d) Short-term provisions	12	1 250	18 275	1 096	14 353
TOTAL			45 528		40 588
II ASSETS					
(1) Non-current assets					
(a) Fixed assets	13				
(i) Tangible assets		193		182	
(ii) Intangible assets		289		252	
(iii) Intangible assets under development		1		5	
		483		439	
(b) Non-current investments	14	14 137		13 560	
(c) Deferred tax assets (net)	15	29		34	
(d) Long-term loans and advances	16	15 631		12 741	
(e) Other non-current assets	17	1 887	32 167	1 533	28 307
(2) Current assets					
(a) Current investments	18	2 020		1 527	
(b) Inventories	19	164		144	
(c) Trade receivables	20	932		839	
(d) Cash and bank balances	21	2 663		1 582	
(e) Short-term loans and advances	22	6 831		7 472	
(f) Other current assets	23	751	13 361	717	12 281
TOTAL			45 528		40 588

See accompanying notes to the financial statements 1-50

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

President & Company Secretary
Mumbai
Dated: May 2, 2014

Anil D. Ambani
Amitabh Jhunjhunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul

V. R. Mohan

Consolidated Statement of Profit and Loss for the year ended March 31, 2014

(₹ in crore)

	Note No.	2013-14	2012-13	
Revenue				
I	Revenue from operations	24	7 455	7 470
II	Other income	25	89	49
III	Total revenue (I+II)		7 544	7 519
IV Expenses				
	Employee benefits expense	26	599	607
	Finance costs	27	2 501	2 343
	Depreciation and amortisation expense	13	61	56
	Other expenses	28	3 536	3 683
	Total expenses		6 697	6 689
V	Profit before tax (III-IV)		847	830
VI Tax expense:				
	(1) Current taxation		157	118
	(2) Taxation for earlier years		1	(2)
	(3) Deferred tax		6	11
			164	127
VII	Profit after tax (V-VI)		683	703
VIII	Less: Share of minority shareholders		97	62
IX	Profit after minority interest (VII-VIII)		586	641
X	Add: Share of profit/(loss) in associates		163	131
XI	Profit after share of profit / (loss) in associates (IX+X)		749	772
XII	Add: Profit / (loss) on sale/amalgamation of subsidiaries (Refer Note No. 30)		(2)	40
XIII	Net profit after tax (XI+XII)		747	812
XIV	Earnings per equity share of ₹ 10 each fully paid up	45		
	(1) Basic (₹)		30.38	33.05
	(2) Diluted (₹)		30.38	33.05

See accompanying notes to the financial statements 1-50

As per our report of even date

For **Chaturvedi & Shah**
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Dated: May 2, 2014

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Dr. Bidhubhusan Samal
V. N. Kaul

V. R. Mohan

Reliance Capital Limited

Consolidated Cash Flow Statement for the year ended March 31, 2014

(₹ in crore)

	2013-14	2012-13
A. Cash flows from operating activities		
Profit before tax	847	830
Adjusted for		
Depreciation & Ammortisation	61	56
Provision for NPA, Doubtful Debts and Balances Written off	115	334
Provision for Diminution in the Value Investments / Written off	(21)	304
Provision and Loss on Repossessed Stock	14	9
Provision for gratuity / leave encashment	(3)	(1)
Excess provision / credit balance written back	(30)	(11)
Bad debts recovered	(30)	(34)
(Profit) / Loss on sale of Fixed Assets	(24)	2
Reserve for Unexpired Risk provided	121	183
Amortised DSA commission	44	46
Amortised Distribution cost	3	3
Interest Income on Investments	(878)	(753)
Dividend Income on Investments	(39)	(40)
(Profit) / Loss on sale of Investment (Net)	(113)	(1 071)
Amortised Brokerage on Borrowing	27	29
Discount on commercial papers	356	408
Interest expenses	2 118	1 906
	1 721	1 370
Operating profit before working capital changes	2 568	2 200
Adjusted for		
Proceeds from / (repayment of) short term borrowings (Net)	2 392	311
Proceeds from Long term borrowings	5 575	6 654
Repayment of Long term borrowings	(5 257)	(4 453)
Inventories	(20)	(17)
Deferred expenses	(85)	(112)
Trade receivables & Loans and advances	(2 591)	(3 966)
Trade payables and Liabilities	1 055	1 667
	1 069	84
Cash generated from operations	3 637	2 284
Interest paid	(1 931)	(1 894)
Taxes paid	(235)	(99)
	(2 166)	(1 993)
Net cash from / (used in) operating activities	1 471	291

Consolidated Cash Flow Statement for the year ended March 31, 2013

(₹ in crore)

	2013-14	2012-13
B. Cash flows from investing activities		
Purchase of fixed assets (including capital advances)	(189)	126
Sale of fixed assets	33	7
Purchase of non-current investments	(7 382)	(7 970)
Proceed from sale of non-current investments	6 916	7 409
Proceed from sale of current investments (net)	(256)	453
Interest received	625	517
Dividend received	39	40
Net Cash from / (used in) investing activities	(214)	582
C. Cash flows from financing activities		
Dividends paid (including dividend tax thereon)	(276)	(419)
Net Cash from / (used in) Financing Activities	(276)	(419)
Net increase / (decrease) in cash and cash equivalents (A + B + C)	981	454
Opening balance of cash and cash equivalents	1 112	658
Add: On amalgamation (Refer Note (b) given below)	1	*
*(Previous year ₹ 5 95 231)		
	1 113	658
Closing balance of cash and cash equivalents	2 094	1 112

Notes:

- The previous year's figures have been regrouped and reclassified wherever necessary.
- Assets and liabilities pertaining to the Emerging Money Mall Limited transferred pursuant to the Scheme of Amalgamation with the Company with effect from March 31, 2013 have not been considered for the previous year cash flow statement.
- Cash and cash equivalents include cash on hand, cheques on hand and bank balances.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
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V. N. Kaul

V. R. Mohan

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

1. Background

Reliance Capital Limited ('the Company') is registered as a Non-Banking Financial Company ('NBFC') as defined under section 45-IA of the Reserve Bank of India Act, 1934. The Company along with the group is broadly engaged in lending, investing, asset management, insurance and broking business.

2. Significant Accounting Policies

a Principles of Consolidation

The consolidated financial statements relate to Reliance Capital Limited ('the Company'), its subsidiaries including partnership firm and its associates (collectively referred to as "Group"). The consolidated financial statements have been prepared on the following basis:

- i) The financial statements of the Company and its subsidiaries including partnership firm have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses.
- ii) The consolidated financial statements have been prepared using uniform accounting policies for transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Company's stand-alone financial statements.
- iii) The difference between the costs of investment in the subsidiaries over the net assets as on the date of acquisition is recognised in the financial statements as Goodwill or Capital Reserve as the case may be.
- iv) The difference between the proceeds from disposal of investment in a subsidiary and the carrying amount of its assets less liabilities as of the date of disposal is recognised in the consolidated statement of profit and loss as the profit or loss on disposal of investment in subsidiary as the case may be.
- v) Minority interest's share of net profit of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the Company.
- vi) Minority interest's share of net assets of consolidated subsidiaries is identified and presented in the consolidated balance sheet separate from liabilities and the equity of the Company's shareholders.
- vii) The financial statements of the Company and its associates have been combined on the basis of equity method, whereby the investment is initially recorded at cost, identifying any goodwill / capital reserve arising at the time of acquisition. The carrying amount of the investment is adjusted thereafter for post acquisition change in the Company's share of net assets of the associate. Unrealised profits and losses resulting from transactions between the Company and the associates are eliminated to the extent of the Company's interest in the associate. Unrealised losses are not eliminated if and to the extent the cost of the transferred asset cannot be recovered. The consolidated statement of profit and loss reflects the Company's share of operations of the associate.
- viii) In case of foreign subsidiaries and foreign companies controlled by the Company, in translating the financial statements of non integral foreign subsidiaries for consolidation the following procedures have been followed:
 - a) The assets and liabilities both monetary and non monetary, of the non integral foreign operations are translated at the closing rate;
 - b) Income and expenses items of the non integral foreign operations are translated at the average rate;
 - c) All resulting exchange differences (if any) are accumulated in foreign currency translation reserve.

b Basis of Preparation of Financial Statements

The consolidated financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated in accordance with the Generally Accepted Accounting Principles (GAAP) in India and comply with the Accounting Standards prescribed by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956 read with the general circular 15/2013 dated September 13, 2013 of the Ministry of Corporate affairs in respect of section 133 of the Companies Act, 2013. In case of Reliance General Insurance Company Limited the financial statement are drawn up in accordance with the Insurance Regulatory and Development Authority Act, 1999, the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors Report of Insurance Companies) Regulations, 2002 and order and direction issued by IRDA in this behalf and the regulations framed there under read with relevant provisions of the Insurance Act, 1938 and the Companies Act, 1956 read with the general circular 15/2013 dated September 13, 2013 of the Ministry of Corporate affairs in respect of section 133 of the Companies Act, 2013, to the extent applicable. These financial statements are presented in Indian rupees rounded to the nearest crore except otherwise stated.

c Use of Estimates

The preparation of consolidated financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the consolidated 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.

d Revenue Recognition

i) Interest income:

Interest income is recognised as it accrues on a time proportion basis taking into account the amount outstanding and the rate applicable except in the case of non performing assets ("NPAs") where it is recognised, upon realisation.

ii) Dividend income:

Dividend income is recognised when the right to receive payment is established.

iii) Discount on investments:

The difference between the acquisition cost and face value of debt instruments is recognised as interest income over the tenor of the instrument on straight line basis.

Notes to the Consolidated Financial Statement as at March 31, 2014

iv) Redemption premium on investments in preference shares:

Redemption premium on investments in preference shares is recognised as income over the tenor of the investment.

v) Investment Management Fees:

Investment management fees are recognised on an accrual basis in accordance with Investment Management Agreement and SEBI (Mutual Fund) Regulations, 1996 based on average assets under management (AUM).

vi) Portfolio Management Fees:

Portfolio Management fees are recognised on an accrual basis in accordance with Portfolio Management Agreement entered with respective clients except in case of Reliance Securities Limited which is as follows:

- a) Processing fees is recognised on upfront basis in the year of receipt
- b) Management fees is recognised as a percentage of the unaudited net asset value at the end of each month
- c) Return based fees is recognised as a percentage of annual profit, in accordance with the terms of the agreement with clients on the completion of the period

vii) Online Access Fees:

Online access fees is recognised on straight line basis, based on the agreement with the clients.

viii) Infrastructure and Resource Management Fees:

Infrastructure and resource management services fees are recognised on accrual basis as per agreements with the clients.

ix) Advisory Services Fee:

Fee for Advisory Services is accounted in accordance with the terms and contracts into with the clients.

x) Trusteeship Fee:

Trusteeship fee income is recognised on the basis of the agreements entered into between the settler and the trustee.

xi) Loan / other processing fee:

Loan processing fee is accounted for upfront as and when it becomes due. In the case of Reliance Money Precious Metals Private Limited income from processing fee is accounted on accrual basis.

xii) Management fee:

Management fee towards support services is accounted as and when it becomes due on contractual terms with the parties.

xiii) Income from investments:

Profit earned from sale of securities is recognised on trade date basis. The cost of securities is computed based on weighted average basis.

xiv) Income from assignment / securitisation:

In case of assignment / securitisation of loans, the assets are derecognised when all the rights, title, future receivables and interest thereof along with all the risks and rewards of ownership are transferred to the purchasers of assigned / securitised loans in accordance with Reserve Bank of India Guideline no RBI/2012-13/170 DNBS. PD. No. 301/3.10.01/2012-13 dated August 21, 2012. The profit, if any, as reduced by the estimated provision for loss/ expenses and incidental expenses related to the transaction, is recognised as gain or loss arising on assignment / securitisation over the tenure of the deal. Loss arising from these transactions, if any, will be recognised immediately in the statement of profit and loss.

xv) Income from Exchange Traded Derivatives:

Income from trading in securities comprises Profit/Loss on sale of Securities held as Stock In Trade and Profit/Loss on equity derivative instruments. Profit/Loss on securities are determined based on first in first out (FIFO) cost of securities sold. Profit/Loss on equity derivative transaction is accounted for based on the Guidance Note on Accounting for Equity Index and Equity Stock Future and Options issued by the Institute of Chartered Accountant of India which is explained below :

A. Equity Index/Stock Futures:

- (a) "Initial Margin-Equity Derivatives Instrument", representing the initial margin paid, and "Margin Deposits" representing the additional margin paid over and above the initial margin, for entering into contracts for equity index/stock futures which are released on final settlement/squaring-up of underlying contracts, are disclosed under Loans and Advances.
- (b) Equity index stock futures are marked-to-market on daily basis. Debit or credit balance disclosed under Loans and Advances or Current Liabilities, respectively, in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", represents the net amount paid or received on the basis of movement in the prices of index/stock futures till the Balance Sheet date.
- (c) As on the Balance Sheet date, profit/loss on open positions in equity index/stock futures are accounted for as follows:
Credit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being the anticipated profit is ignored and no credit for the same is taken in the Statement of Profit and Loss.
Debit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated loss, is adjusted in the Statement of Profit and Loss Account.

B. Equity Index/Stock Options:

- (a) "Initial Margin Equity Derivative Instrument" representing the initial margin paid, and "Margin Deposit" representing the additional margin paid over and above the initial margin, for entering into contracts for equity index/stock options, which are released on final settlement/squaring up of the underlying contracts are disclosed under Loans and Advances.
- (b) "Equity Index/Stock Option Premium Account" represents the premium paid or received for buying or selling the options, respectively.

Notes to the Consolidated Financial Statement as at March 31, 2014

- (c) As at the Balance Sheet date, in the case of long positions, provision is made for the amount by which the premium paid for those options exceeds the premium prevailing on the Balance Sheet date, and in the case of short positions, for the amount by which the premium prevailing on the Balance Sheet date exceeds the premium received for those options, and is reflected in "Provision for Loss on Equity Index/Stock Option Account".

xvi) Income from lease:

Lease rental income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

xvii) Income from Money Changer:

Revenue on foreign exchange transactions is recognised at the time of sale. The income arising from selling of foreign currencies represents the margin earned on sale of foreign currencies.

xviii) Premium:

Premium net of service tax is recognised as income over the contract period or the period of risk whichever is appropriate. Any subsequent revisions to or cancellations of premium are recognised in the year in which they occur.

xix) Commission:

- i) Commission income on reinsurance cessions is recognised as income in the period in which reinsurance premium is ceded.
- ii) Profit commission under reinsurance treaties, wherever applicable, is recognised on accrual. Any subsequent revisions of profit commission are recognized for the year in which final determination of the profits is intimated by reinsurers.
- iii) Commission income of money transfer services is recognised on rendering the service at contractual rates. Incentives received are recognised on receipt basis. Service income received on account of gain on foreign currency is accounted when accrued and due.

xx) Reinsurance:

- i) Reinsurance ceded is accounted in the year in which the risk commences and recognised over the contract period. Any subsequent revision to refunds or cancellation of premiums, are recognised in the year in which they occur.
- ii) Reinsurance inward is accounted to the extent of the returns received from the reinsurers.

xxi) Premium Received in Advance:

Premium received in advance represents premium received in respect of policies issued during the year, where the risk commences subsequent to the balance sheet date.

xxii) Sales and Services :

Revenue from sale is recognized on transfer of all significant risks and rewards of ownership as per terms of contracts with the customers. (net of VAT, sales return, service tax recovery and trade discount).

xxiii) Brokerage Income:

Brokerage income is recognized net of service tax on the date of transaction.

e Fixed assets

i) Tangible assets

- Lease assets

All assets given on operating lease are shown as fixed assets net of depreciation and impairment loss, if any. Initial direct costs in respect of leases are expensed in the year in which such costs are incurred.

- Own assets

Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment loss if any. Cost includes all expenses incidental to the acquisition of the fixed assets.

ii) Intangible assets

Intangible assets are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development.

f Depreciation / Amortisation

Depreciation on fixed assets, lease assets and intangible assets are provided as follows:

i) Tangible Assets

- 1) Leased assets: Depreciated on Straight Line Method over the useful life of assets. The estimated useful lives for the different types of assets are :
 - a) Plant & equipments
 - 1) Energy Saving Equipments - 15 years
 - 2) Specialized Machinery used in manufacturing - 10 years
 - 3) General Plant & Machinery - 8 years
 - b) Data processing machineries - 5 years
 - c) Vehicle for personal use - 8 years
 - d) Vehicle for commercial use - Taxi - 8 years other than Taxi - 6 years

Notes to the Consolidated Financial Statement as at March 31, 2014

- ii) Own Assets: All assets other than lease hold improvements, on Written Down Value method except Reliance Commodities Limited, Reliance Exchangenext Limited, Reliance Financial Limited, Reliance Securities Limited and Quant Capital Private Limited which depreciates on straight line basis at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956 and lease hold improvements are amortised over the primary period of the lease on Straight Line Basis.

g Impairment of assets

The group assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the group estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

h Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise at cost or fair value, whichever is lower. Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment.

i Inventories

Securities held as inventories are valued scrip wise at weighted average cost or fair value, whichever is lower. Commodities held as inventories are valued at weighted average cost or realisable value, whichever is lower. Stock of foreign currencies have been valued at weighted average cost or realisable value, whichever is lower. Stock of gold have been valued at weighted average cost or realisable value, whichever is lower. Stock of paintings are of such nature that the market value of which cannot be easily available, hence valued at cost.

j Repossessed assets

Assets repossessed against the settlement of loans are carried in the balance sheet at outstanding loan amount. The classification and provision is based on the underlying Days Past Due (DPD) for these loans.

k Provisions for Non Performing Assets (NPA) and Doubtful Debts

NPA including loans and advances, receivables are identified as bad / doubtful based on the duration of the delinquency. The duration is set at appropriate levels for each product. NPA provisions are made based on the management's assessment of the degree of impairment and the level of provisioning meets the NBFC / NHB prudential norms prescribed by Reserve Bank of India / National Housing Bank.

l Provisions for Standard Assets

Provisions on Standard Assets are made as per the Reserve Bank of India notification DNBS.PD.CC.No.207/03.02.002 /2010-11 dated January 17, 2011 and prudential norms as per Housing Finance companies (NHB) Directions, 2010.

m Security of Loans Given

Housing loans / loans against property granted are secured by equitable registered mortgage of property and / or undertaking to create a security. Other Secured loans are secured against hypothecation of respective assets.

n Foreign currency transactions

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the statement of profit and loss.

Monetary assets and liabilities denominated in foreign currencies at the year end are restated at year end rates.

o Employee benefits

- i) Provident fund:

Contributions payable to the recognised provident fund, which is a defined contribution scheme, are charged to the statement of profit and loss.

- ii) Gratuity:

The group gratuity benefit scheme is a defined benefit plan. The group net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Accrued Benefit Method (same as 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 is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the statement of profit and loss.

- iii) Leave encashment:

Leave encashment which is a defined benefit, is accrued for based on an actuarial valuation at the balance sheet date carried out by an independent actuary.

The employees of the group are entitled to compensated absence. The employees can carry forward a portion of the unutilised accrued leave balance and utilise it in future periods. The group records an obligation for compensated absences in the period in which the employee renders the service that increases the entitlement.

p Employee Stock Option Scheme ("ESOS")

The Employees Stock Option Scheme ("the Scheme") provides for grant of equity shares of the group to directors (including whole-time) and employees of the group. The Scheme provides that employees are granted an option to acquire equity shares of the Company that vests in a graded manner. The options may be exercised within a specified period. The group follows the intrinsic value method to account for its stock-based employee compensation plans. Compensation cost is measured as the excess, if any, of the fair market price of the underlying stock over the exercise price on the grant date and is amortized over the vesting period of the option on a straight line basis.

For the listed shares, the fair market price is the latest closing price, immediately prior to the date of the Board of Directors meeting in which the options are granted, on the stock exchange on which the shares of the group are listed. If the shares are listed on more than one stock exchange, then the stock exchange where there is highest trading volume on the said date is considered. If the shares are unlisted, then the fair value of options granted is estimated on the date of grant using the Black Scholes Model.

q Loan origination/acquisition cost

The direct commission cost incurred for the loan origination is written off over the average tenure of the loan.

r Discount on Commercial Paper

The difference between the issue price and the redemption value of commercial papers is apportioned on time basis and recognised as discounting expense.

s New fund offer expenses of schemes

Expenses relating to new fund offer of mutual fund and PMS schemes are charged in the statement of profit and loss in the year in which such expenses are incurred except for closed ended schemes which are recognised over the duration of the scheme.

t Expenses of management

Expense relating to insurance business is allocated on the basis of net premium written to the Revenue Account(s).

Expenses relating to investment activities are charged to the statement of profit and loss.

u Financial Derivatives and Commodity Hedging Transactions

Financial Derivatives and Commodity Hedging transaction are accounted for on a mark to market basis. Payments of margin requirements on this contract are recognised on the Balance Sheet.

v Claims Incurred

Claims incurred comprise claims paid, estimated liability for outstanding claims made following a loss occurrence reported and estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER'). Further, claims incurred also include specific claim settlement costs such as survey/legal fees and other directly attributable costs.

Claims (net of amounts receivable from reinsurers/coinsurers) are recognized on the date of intimation based on estimates from surveyors/insured in the respective revenue accounts.

Estimated liability for outstanding claims at Balance Sheet date is recorded net of claims recoverable from/payable to co-insurers/reinsurers and salvage to the extent there is certainty of realization.

Estimated liability of outstanding claims is determined by management on the basis of ultimate amounts likely to be paid on each claim based on the past experience. These estimates are progressively revalidated on availability of further information.

IBNR represents that amount of claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, if any, required for claims IBNER. Estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER') is based on actuarial estimate duly certified by the appointed actuary of the Reliance General Insurance Company Limited.

w Reserve for Unexpired Risk

Reserve for unexpired risk is made on the amount representing that part of the net premium written which attributable to, and to be allocated to the succeeding accounting period (applied 1/365 method), subject to a minimum of 100% in case of marine hull business and 50% in case of others business, based on net premium written (for unexpired risk) during the year as required by Section 64V (1) (ii) (b) of the Insurance Act, 1938.

x Premium Deficiency

Premium deficiency is recognised if the ultimate amount of expected net claim costs, related expenses and maintenance costs exceeds the sum of related premium carried forward to subsequent accounting period as the reserve for unexpired risk. Premium deficiency is calculated by line of business as per IRDA circular IRDA/F&A/CIR/FA/126/07/2013. Reliance General Insurance Company Limited considers maintenance as relevant costs incurred for ensuring claim handling operations.

y Acquisition Cost

Acquisition costs are costs that vary with and are primarily related to acquisition of insurance contracts and are expensed in the period in which they are incurred.

z Fund Expenses

Expenses incurred on behalf of schemes of Fund are recognised in the statement of profit and loss under advertisement/brokerage expenses unless considered recoverable from the schemes in accordance with the provisions of SEBI (Mutual Fund) Regulations, 1996.

Expenses directly incurred on behalf of the schemes of Fund are charged to the statement of profit & loss under respective heads.

Notes to the Consolidated Financial Statement as at March 31, 2014

aa Market Linked Debentures (MLDs)

The group has issued certain non-convertible debentures, the rate of interest on which is linked to performance of specified indices over the period of the debenture.

The group Hedges its interest rate risk on MLD by taking positions in future & options based on specified indices. Any gain/loss on these hedge positions are netted against with interest expense on MLD and resultant 'net loss' is recognised in statement of profit and loss immediately, however 'net gain' if any is ignored.

ab Borrowing costs

Borrowing costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

ac Leases

(i) Operating leases

Lease payments for assets taken on an operating lease are recognised as an expense in the statement of profit and loss on a straight line basis over the lease term.

(ii) Hire purchase

Assets held under hire purchase arrangements are classified as finance leases and are recognised as assets of Reliance Capital Asset Management Limited at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a hire purchase liability. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with Reliance Capital Asset Management Limited general policy on borrowing costs. Contingent rentals are recognised as expenses in the periods in which they are incurred.

ad Earnings per share

The basic earnings per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share, is computed by dividing the net profit after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit / loss per share are included.

ae Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognized where there is convincing evidence that the same can be realised in future.

Deferred taxation:

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

af Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

3 Previous year figures have been rearranged and reclassified wherever necessary.

The figures for current year includes figures of Reliance AIF Management Company Limited, Reliance Money Solutions Private Limited, Reliance Capital AIF Trustee Company Private Limited, QCAP Securities Private Limited and Quant Capital Securities Private Limited which became subsidiaries during the year, therefore to that extent not strictly comparable to that of Previous year's Figures.

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

		(₹ in crore)	
		As at March 31, 2014	As at March 31, 2013
4	Share capital		
(a)	Authorised:		
	30 00 00 000 Equity shares of ₹ 10 each (Previous year 30 00 00 000)	300	300
	10 00 00 000 Preference shares of ₹ 10 each (Previous year 10 00 00 000)	100	100
		<u>400</u>	<u>400</u>
(b)	Issued & Subscribed		
	24 69 77 006 Equity shares of ₹ 10 each fully paid up (Previous year 24 69 77 006)	247	247
		<u>247</u>	<u>247</u>
(c)	Paid Up		
	24 56 32 800 Equity shares of ₹ 10 each fully paid up (Previous year 24 56 32 800)	245	245
	Add: Forfeited shares	1	1
	13 44 206 Equity shares of ₹ 10 each (Previous year 13 44 206)		
	Less: Advance to ESOP Trust [Refer Note No. (i) below]		
	16 00 000 Equity shares of ₹ 10 each	2	-
		<u>244</u>	<u>246</u>
(d)	Equity shares held by holding company and subsidiaries of holding Company:		
	Name of the holder	As at March 31, 2014	As at March 31, 2013
		% Qty.	% Qty.
	Reliance Innoventures Private Limited (Holding Company)	0.23 5 76 450	0.23 5 76 450
	AAA Enterprises Private Limited (Subsidiary of Holding Company)	40.07 9 84 14 206	40.07 9 84 14 206
	AAA Infrastructure Consulting & Engineers Private Limited (Subsidiary of Holding Company)	11.39 2 79 75 633	11.39 2 79 75 633
(e)	Equity shares in the Company held by each shareholder holding more than 5 percent:		
	Name of the holder	As at March 31, 2014	As at March 31, 2013
		% Qty.	% Qty.
	AAA Enterprises Private Limited	40.07 9 84 14 206	40.07 9 84 14 206
	AAA Infrastructure Consulting & Engineers Private Limited	11.39 2 79 75 633	11.39 2 79 75 633
(f)	The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholder. For the year ended March 31, 2014, the amount of per share dividend recognised as distributable to equity shareholders is ₹ 8.50 (March 31, 2013 ₹ 8). The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.		
(g)	Reconciliation of numbers of share outstanding:		
		As at March 31, 2014	As at March 31, 2013
		No. of Shares	No. of Shares
		Amount (₹ in crore)	Amount (₹ in crore)
	Equity shares		
	Opening balance	24 56 32 800	24 56 32 800
	Movement during the year	-	-
	Closing balance	24 56 32 800	24 56 32 800
(h)	As on March 31, 2014, 6,37,035 equity shares (Previous year 5,07,101 equity shares) are held by custodian against which depository receipts have been issued.		
(i)	In terms of SEBI (ESOS and ESPS) Guidelines, 1999 and recent opinion of the Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (the ICAI) the accounting treatment for the equity shares of the Company held by the RCAP ESOS Trust as at March 31, 2014 has been given in Consolidated Financial Statements of the Company. The said Trust is holding 16,00,000 equity shares of ₹ 10 each of the Company. Face value of the said shares are presented as deduction from the paid up share capital and balance ₹ 60 crore being an amount exceeding the said face value are presented as deduction from the Securities Premium with corresponding adjustment to the loan receivable from the Trust.		

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013	
5 Reserves & surplus			
Capital reserve	172	6	
Add: Amount transferred as per scheme of amalgamation [Refer Note No. 31(I)]	-	846	
Less: Amount withdrawn as per scheme of amalgamation [Refer Note No. 31(I)]	-	680	172
Capital redemption reserve			
As per last balance sheet	35	36	
Add: Amount transferred from statement of profit and loss	15	-	
Less: Minority share adjustments	-	1	35
Securities premium account			
As per last balance sheet	3 599	3 757	
Less: Advance to ESOP Trust [Refer Note No. 4 (i) above]	60	-	
Less: Minority share adjustments	7	158	3 599
General reserve **			
As per last balance sheet	5 451	5 385	
Add: Amount transferred from statement of profit and loss	67	88	
Less: Minority share adjustments	11	22	5 451
Statutory reserve fund *			
As per last balance sheet	1 176	1 040	
Add: Amount transferred from statement of profit and loss	79	136	
Less: Minority share adjustments [₹ Nil (Previous year ₹ 3 657)]	-	-	1 176
Special reserve fund #			
As per last balance sheet	19	14	
Add: Amount transferred from statement of profit and loss	9	5	19
Foreign currency translation reserve			
As per last balance sheet	22	26	
Add : Addition during the year	7	5	
Less: Cessation of subsidiary	1	-	
Less: Minority share adjustments	3	9	22
Settlement guarantee fund			
As per last balance sheet [₹ 4 65 000 (Previous year ₹ 4 65 000)]	-	-	-
Surplus in statement of profit & loss			
As per last balance sheet	1 251	1 258	
Add: amount transferred from statement of profit & loss	747	812	
Less: Proposed dividend	269	253	
Less: Tax on proposed dividend	46	26	
Less: Interim dividend	-	123	
Less: Tax on interim dividend	-	21	
Less: Proposed dividend for earlier years	-	44	
Less: Tax on proposed dividend for earlier years	-	5	
Less: Transfer to special reserve	9	5	
Less: Transfer to statutory reserve fund	79	136	
Less: Transfer to general reserve	67	88	
Less: Transfer to capital redemption reserve	15	-	
Less: Minority share adjustments	(65)	118	1 251
	12 147	11 725	

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

** Includes ₹ 3 837 crore (Previous year ₹ 3 837) created pursuant to schemes of amalgamation.

Created pursuant to Section 29C of the National Housing Bank Act, 1987.

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014		As at March 31, 2013	
6 Long term borrowings				
Non convertible debentures				
- Secured [Refer Note No. 29(i)]				
Others	6 751		5 003	
Related party (Refer Note No. 42)	25		15	
- Unsecured				
Others	1 296		1 092	
Related party (Refer Note No. 42)	25	8 097	25	6 135
Term loans from banks / financial institutions				
- Secured [Refer Note No. 29(ii)]	5 981		7 542	
- Unsecured	100	6 081	-	7 542
Inter corporate deposits -Unsecured		-		9
		<u>14 178</u>		<u>13 686</u>
7 Other long-term liabilities				
Interest accrued but not due on debentures		55		13
Security deposits		28		1
		<u>83</u>		<u>14</u>
8 Long-term provisions				
Provision for employee benefits				
-Leave encashment		7		9
-Gratuity [₹ 1 10 072 (Previous year ₹ 24 41 552)]		-		-
Others				
-Standard debts		50		39
		<u>57</u>		<u>48</u>
9 Short term borrowings				
Loans from banks / financial institutions				
-Secured (Refer Note given below)				
Cash credit	650		41	
Overdrafts from banks (Secured against fixed deposits receipts ₹ 220 crore (Previous year ₹ 216 crore))	124		170	
Short term	1 451	2 225	500	711
Inter corporate deposits -Unsecured		49		2
Commercial paper -Unsecured (Refer Note d below)				
Others	4 860		3 402	
Related parties (Refer Note No. 42)	-	4 860	271	3 673
		<u>7 134</u>		<u>4 386</u>

Notes:

- Cash Credits amounting to ₹ 650 crore (Previous year ₹ 41 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ 1 440 crore (Previous year ₹ 500 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ 11 crore (Previous year ₹ Nil) referred above are secured by fixed deposits pledged with bank.
- In respect of Commercial Papers maximum amount outstanding during the year was ₹ 5 460 crore (Previous year ₹ 5 341 crore).

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
10 Trade payables		
-Due to micro, small and medium enterprises (Refer Note below)	-	-
- Due to others	454	342
	<u>454</u>	<u>342</u>
<p>There are no Micro, Small and Medium Scale Business Enterprises, to whom the group owes dues, which are outstanding for more than 45 days as at March 31, 2014. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the group.</p>		
11 Other current liabilities		
Current maturities of long-term debt		
Non convertible debentures		
-Secured [Refer Note No. 29(i)]	1 302	1 318
Inter corporate deposits –Unsecured (₹ 42 524)	-	1
Term loans from banks / financial institutions		
-Secured [Refer Note No. 29(ii)]	2 963	4 438
Interest accrued but not due on debentures	439	295
Income received in advance	4	45
Advance from customers	229	254
Temporary book overdraft	946	434
Claims outstanding	2 932	2 438
Trading margins from clients	44	52
Other payables*	564	561
Investor education and protection fund		
Unclaimed dividend #	14	12
	<u>9 437</u>	<u>8 529</u>

Notes:

* Includes provision for expenses, statutory payments, securitisation / assignment payable and other payables.

Does not include any amounts, due and outstanding, to be deposited to the Investor Education and Protection Fund.

12 Short-term provisions

Provision for employee benefits		
-Leave encashment	4	4
-Gratuity	1	1
Others		
- Income tax	-	2
-Standard debts	19	20
- Provision for loss – equity index options	3	3
-Provision for unexpired risk	898	785
-Provision for premium deficiency reserve	10	2
-Proposed dividend	269	253
-Tax on proposed dividend	46	26
	<u>1 250</u>	<u>1 096</u>

Notes to the Consolidated Financial Statement as at March 31, 2014

13 Fixed Assets

Description	Gross Block				Depreciation			Net Block	
	As at April 1, 2013	Additions / Adjustments	Deduction / Adjustments	As at March 31, 2014	Upto April 1, 2013	During the year	Deduction / Adjustments	As at March 31, 2014	As at March 31, 2013
(i) Tangible Assets									
Lease assets									
Plant and equipments	23	23	-	46	5	5	-	36	18
Data processing machineries	16	6	-	22	5	4	-	13	11
Vehicles	41	-	11	30	11	5	4	18	30
Sub - total - A	80	29	11	98	21	14	4	67	59
Previous year	79	7	6	80	10	12	1	59	
Own assets									
Freehold Land*	-	13	-	13	-	-	-	13	-
Buildings	69	-	5	64	17	3	2	46	52
Data processing machineries	102	10	13	99	78	11	13	23	24
Furniture and fixtures	26	3	2	27	18	2	1	8	8
Vehicles	12	1	1	12	7	2	1	4	5
Office equipments	51	4	6	49	28	5	7	23	23
Leasehold improvement	44	4	7	41	34	5	7	9	10
Sub - total - B	304	35	34	305	182	28	31	126	122
Previous year	308	24	28	304	178	28	24	122	
Total (A+B)	383	64	45	403	203	42	35	193	182
Previous year	387	31	34	383	188	40	27	182	
(ii) Intangible Assets									
Computer software/licensing cost	137	36	23	150	101	19	23	53	36
Goodwill on business acquisition [Refer Note No. 31(III)]	-	3	-	3	-	- ⁽ⁱ⁾	-	3	-
Membership rights	1	-	-	1	1	- ⁽ⁱⁱ⁾	-	- ⁽ⁱⁱⁱ⁾	- ^(iv)
Goodwill on consolidation	216	17	-	233	-	-	-	233	216
Total	354	56	23	387	102	19	23	289	252
Previous year	166	195	7	354	86	16	-	252	

1. (i) ₹ 10 49 969 (ii) ₹ 7 50 000 (iii) ₹ 10 80 822 (iv) ₹ 18 30 822

2. * Freehold Land ₹ 13 crore (Previous year ₹ Nil) acquired against settlement of loan.

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
14 Non-current investments (valued at cost unless stated otherwise)		
Investments in equity shares		
-Quoted [Net of provision of ₹ 359 crore (Previous year ₹ 418 crore)]	937	827
-Unquoted [Net of provision of ₹ 14 crore (Previous year ₹ 10 crore)]	402	398
Investments in associate companies		
-Equity shares (carrying cost) [Net of Provision of ₹ 35 crore (Previous year ₹ Nil)]	5 286	5 158
-Preference shares	562	562
-Deep Discount Bonds [Net of Provision of ₹ 29 crore (Previous year ₹ 29 crore)]	-	-
Investments in preference shares		
-Unquoted [Net of provision of ₹ 1 crore (Previous year ₹ Nil)]	2 327	2 824
Investments in government or trust securities		
-Unquoted	1 378	1 000
Investments in debentures or bonds		
-Quoted	1 513	1 282
-Unquoted [Net of provision of ₹ Nil (Previous year ₹ 21 crore)]	1 289	1 019
Investments in mutual funds		
-Quoted	54	99
-Unquoted	88	84
Other non-current investments		
-Units of seed/equity fund- unquoted, fully paid-up [Net of provision of ₹ 27 00 000 (Previous year ₹ 2 crore)]	7	50
-Units of fund - unquoted, [fully paid-up (Previous year partly paid-up ₹ 7.40)]	200	148
-Joint venture (Refer Note 2 below)	85	85
-Pass through certificates & security receipts	9	24
	<u>14 137</u>	<u>13 560</u>
Notes:		
1. Aggregate value of Provision for diminution in value of investments		
Quoted Investments	359	418
Unquoted Investments	79	62
Total	<u>438</u>	<u>480</u>
2. The group has entered into a joint venture with KGS Developers Limited in respect of real estate project development. The group has invested ₹ 85 crore and is entitled to share the Profit / Loss equally. However assets, liabilities, revenue and expenses related to the project are not included in the financial statements of the group as it does not meet the definition criteria of a Joint Venture under (AS - 27) "Financial Reporting of Interests in Joint Ventures".		
15 Deferred tax assets		
Deferred tax asset included in the balance sheet comprises the following:		
(a) Deferred tax assets		
Provision for non performing assets/diminution in the value of assets & investments	77	68
Straightlining of lease rentals	1	2
Unabsorbed depreciation and carried forward losses as per Income Tax Act,1961	34	35
Employee compensation/ leave encashment	3	4
Total (a)	<u>115</u>	<u>109</u>
(b) Deferred tax liabilities		
Depreciation on fixed assets	10	7
Reserve for unexpired risk & others	8	5
Unamortised expenditure	68	63
Total (b)	<u>86</u>	<u>75</u>
Net deferred tax assets [(a)-(b)]	<u>29</u>	<u>34</u>

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014		As at March 31, 2013	
16 Long-term loans and advances				
(a) Capital advances				
Secured, considered good	176		76	
Unsecured, considered good	26	202	20	96
(b) Security deposits				
Unsecured, considered good	106		106	
Unsecured, considered doubtful [₹ 24 26 303 (Previous year ₹ 17 20 333)]	-		-	
Less : Provision for doubtful debts [₹ 24 26 303 (Previous year ₹ 17 20 333)]	-	106	-	106
(c) Loans				
Considered doubtful				
-Secured	259		262	
-Unsecured	4		30	
Less : Provision for non performing assets and doubtful debt	30		68	
	233		224	
Considered good				
Related party (Refer Note No. 42)				
-Secured	328		61	
-Unsecured	508		25	
Others				
-Secured	11 362		9 154	
-Unsecured	2 431		2 816	
	14 629	14 862	12 056	12 280
(d) Advances (Refer Note No. 2 below)				
Considered doubtful				
-Secured	90		50	
-Unsecured	2		1	
Less : Provision for non performing assets and doubtful debt	35		12	
	57		39	
Considered good - others (Unsecured)	115	172	10	49
(e) Other loans and advances				
-VAT & service tax credit available	22		31	
-Advance income tax & TDS deducted (net of income tax provision)	267	289	179	210
		15 631		12 741

Notes:

- In the opinion of the management, loans and advances, other than doubtful, are considered as good and fully recoverable.
- Advances includes ₹ Nil crore (Previous year ₹ 2 crore) paid towards share application money .

17 Other non-current assets

(a) Other bank balances				
- In fixed deposit accounts				
-Under lien (Refer Note No. 1 below)	319		316	
-Other	29	348	7	323
(b) Accrued interest / finance income on investments		1 359		1 053
(c) Unamortised expenditures				
Unamortised DSA commission	87		88	
Add : Incurred during the year	48		45	
Less : Amortised during the year	44		46	
	91		87	
Less : To be amortised during the next year	30		23	
	61		64	

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013	
Unamortised brokerage on borrowings	100	63	
Add : Incurred during the year	37	66	
Less : Amortised during the year	27	29	
	<u>110</u>	<u>100</u>	
Less : To be amortised during the next year	24	20	
	<u>86</u>	<u>80</u>	
Unamortised distribution cost	3	6	
Add : Incurred during the year	-	-	
Less : Amortised during the year	3	3	
	<u>-</u>	<u>3</u>	
Less : To be amortised during the next year	-	2	
	<u>-</u>	<u>1</u>	145
(d) Repossessed assets	43	19	
Less : Provision for diminution	10	7	12
	<u>1 887</u>	<u>1 533</u>	

1. In respect of balances with banks in fixed deposit accounts above includes:

- ₹ 314 crore (Previous Year ₹ 301 crore) is kept as credit enhancement towards securitisation/assignment transaction.
- ₹ 2 12 500 (Previous year ₹ 2 12 500) is kept as deposit with sales tax authority.
- ₹ 5 00 000 (Previous year ₹ 5 00 000) is kept as deposit with the Pension Fund Regulatory and Development Authority (PFRDA).
- ₹ 4 crore (Previous year ₹ 4 crore) is kept as deposit with bank for issuing of Bank Guarantee & Financial Institutions.
- ₹ Nil (Previous year ₹ 50 00 000) pledged with Insurance Regulatory & Development Authority.
- ₹ Nil crore (Previous year ₹ 10 crore) is pledged against Bank overdraft facility.
- ₹ 1 crore (Previous year ₹ Nil) is pledged towards collateral security deposit in favour of National Stock Exchange of India Limited.

18 Current investments

Investments in preference shares		
-Quoted	-	10
-Unquoted	120	119
Investments in government or trust securities		
-Unquoted	-	5
Investments in debentures or bonds (valued at cost unless stated otherwise)		
-Quoted	476	314
-Unquoted [Net of provision of ₹ 1 crore (Previous year ₹ Nil)]	300	540
Investments in mutual funds		
-Quoted	780	180
-Unquoted	298	268
Pass through certificates & security receipts	43	88
Other current investments (valued at cost unless stated otherwise)		
-Units of seed/equity fund- unquoted, fully paid-up [Net of provision of ₹ 8 crore (Previous year ₹ 1 crore)]	3	3
	<u>2 020</u>	<u>1 527</u>
1. Aggregate value of provision for diminution in value of investments		
Quoted investments	-	-
Unquoted investments	9	1
Total	<u>9</u>	<u>1</u>

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014	As at March 31, 2013
19 Inventories (As certified by management)		
Securities	93	76
Commodities	16	11
Paintings	55	37
Gold (* ₹ 29 10 031)	*	20
Stock of currencies [₹ 25 96 950 (Previous year ₹ 23 52 829)]	-	-
	<u>164</u>	<u>144</u>
20 Trade receivables		
Doubtful unsecured		
Debts outstanding for a period exceeding six months	44	39
Less : Provision for doubtful debts	43	38
	<u>1</u>	<u>1</u>
Other debts-unsecured, considered good;		
Others	931	838
	<u>932</u>	<u>839</u>
21 Cash & bank balances		
(a) Cash & cash equivalents		
Balances with banks		
- In current accounts	2 036	1 010
- Fixed deposits (less than 3 months)	25	71
Cheques on hand	23	24
Cash on hand	10	7
	<u>2 094</u>	<u>1 112</u>
(b) Other bank balances		
- Unclaimed dividend accounts	14	12
- In fixed deposit accounts		
- Under lien (Refer Note given below)	492	451
- Under margin (Refer Note given below)	63	7
	<u>555</u>	<u>458</u>
	<u>2 663</u>	<u>1 582</u>
Note:		
1. In respect of balances with Banks in Fixed Deposit accounts above includes:		
(a) ₹ 154 crore (Previous year ₹ 54 crore) is kept as credit enhancement towards securitisation transaction.		
(b) ₹ 72 crore (Previous year ₹ 30 crore) is kept as collateral security deposit in favour of the National Stock Exchange of India Limited and BSE Limited and ₹ 63 crore (Previous year ₹ 7 crore) placed as margin for the issue of bank guarantee favouring National Securities Clearing Corporation Limited.		
(c) ₹ 24 crore (Previous year ₹ 25 crore) placed as margin for the issue of bank guarantee favouring the Multi Commodity Exchange of India Limited and National Commodity & Derivatives Exchange Limited.		
(d) ₹ 230 crore (Previous year ₹ 206 crore) are liened against bank overdraft facility.		
(e) ₹ 12 crore (Previous year ₹ 136 crore) is kept as deposit with bank for issuing of bank guarantees.		
22 Short term loans and advances		
Unsecured, considered good;		
(a) Loans		
Considered good		
Related party (Refer Note No. 42)		
-Secured	186	95
-Unsecured	238	434
Others		
-Secured	4 374	3 644
-Unsecured	1 508	3 028
	<u>6 306</u>	<u>7 201</u>

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	As at March 31, 2014		As at March 31, 2013	
(b) Advances				
Considered good				
Related party unsecured (Refer Note No. 42) [Previous year ₹ 2 67 733]	1		-	
Others				
-Secured	128		109	
-Unsecured	274	403	96	205
(c) Other loans and advances				
-Deal and fund organisation expenses	-		4	
-VAT & service tax credit available	45		14	
-Advance income tax & TDS deducted (net of provision)	15	60	10	28
(d) Prepaid expenses		62		38
		<u>6 831</u>		<u>7 472</u>

23 Other current assets

Interest accrued on loans	633		483	
Accrued interest / finance income on investments	47		99	
Unamortised DSA commission	30		23	
Unamortised brokerage on borrowings	24		20	
Motor pool transition liabilities (Unamortised Losses)	-		79	
DR pool claims assets account	17		11	
Unamortised referral fees	-		2	
		<u>751</u>		<u>717</u>

(₹ in crore)

	2013-2014		2012-2013	
24 Revenue from operations				
Interest and finance income on:				
Long term investments	878		753	
Loans	2 718		2 374	
Fixed deposits & others	85	3 681	80	3 207
Lease rental income		23		21
Processing fees	110		91	
Less: Service tax recovered	12	98	10	81
Profit / (loss) on sale of (Net):				
Long term investments	44		1 028	
Current investments	69	113	43	1 071
Investment management and advisory fees		679		619
Portfolio management / Trustee fees		22		23
Commission and brokerage earned		266		221
Premium & commission earned		2 437		2 073
Dividends on long term / short term investments		39		40
Profit on sale of securities / commodities / gold (Net)		28		48
Bad debts recovered		30		34
Other operating income		39		32
		<u>7 455</u>		<u>7 470</u>

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	2013-2014	2012-2013
25 Other income		
Exchange difference/ margin on sale of foreign currency (Net)	4	2
Credit balance / excess provision written back	30	11
Profit on sale of fixed assets (Net)	24	-
Management fees	12	12
Rent	1	1
Miscellaneous income	18	23
	<u>89</u>	<u>49</u>
26 Employee benefit expenses		
Salary and wages	545	555
Contribution to provident fund & other funds	25	27
Staff welfare expenses	29	25
	<u>599</u>	<u>607</u>
27 Finance cost		
Interest expense		
-Debentures	930	631
-Bank loans / financial institutions (Long term and short term)	1 139	1 242
-Bank loans (cash credit)	42	29
-Inter corporate deposits	-	1
-Others	7	3
Other borrowing costs		
-Discount on commercial papers	356	408
-Amortised brokerage on borrowings (Refer Note No. 17)	27	29
-Net (gain)/loss on foreign currency transactions and translation [₹ Nil (Previous year ₹ 3 52 124)]	-	-
	<u>2 501</u>	<u>2 343</u>
28 Other expenses		
Bank charges	7	5
Rent	104	75
Rates and taxes	34	47
Repairs and maintenance		
- Buildings	1	2
- Others	87	86
Electricity	10	11
Insurance	2	3
Travelling and conveyance	33	31
Claims incurred (Net)	1 604	1 261
Premium paid on reinsurance ceded	579	534
Reserve for unexpired risk	121	183
Postage, telegram and telephones	38	43
Legal & professional fees	234	207
Commission & brokerage [(Refer Note No. 40(iii)]	191	241
Auditors' remuneration (Refer Note No. 43)	3	3
Loss on sale of securities / commodities	-	6
Sales and marketing expenses	278	190
Employee seminar and training	11	8
Donation (₹ 23 24 220)	-	1

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	2013-2014	2012-2013
Directors' sitting fees	1	1
Amortised DSA commission (Refer Note No. 17)	44	46
Amortised Distribution cost (Refer Note No. 17)	3	3
Provision for NPA, doubtful debts and balances written off *	115	334
Provision / (Reversal) for diminution in the value investments / written off **	(21)	304
Provision and loss on repossessed stock #	14	9
Loss on sale of fixed assets / written off	-	2
Miscellaneous expenses	43	47
	<u>3 536</u>	<u>3 683</u>
Notes:		
* Breakup of provision for NPA, doubtful debts and bad debts written off		
Provision / (Reversal) for NPA and doubtful debts	(16)	50
Provision for standard debts	10	12
Bad debts written off	121	151
Loss on sale of assignment	-	121
	<u>115</u>	<u>334</u>
# Breakup of provision and loss on repossessed stock		
Provision for repossessed stock	5	3
Loss on sale of repossessed stock	9	6
	<u>14</u>	<u>9</u>
** Breakup of provision / (reversal) for diminution in the value of investments / written off		
Provision / (Reversal) for diminution in value of investments	(34)	298
Investments written off	13	6
	<u>(21)</u>	<u>304</u>

29 Security clause in respect to Secured Loans/Debentures:

- (i) Non convertible debentures (NCDs) referred above are redeemable at par, in one or more installments, on various dates.
- (a) NCDs amounting to ₹ 5,376 crore (Previous year ₹ 2,792 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company. Business receivables includes Fixed Asset, Current Assets, Investments and any other assets, against security not exceeding ₹ 5,626 crore (Previous year ₹ 2,350 crore).
- (b) NCDs amounting to ₹ 2,398 crore (Previous year ₹ 3,459 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company (except security towards securing Outstanding Term Loan and Cash Credit Limits). Business receivables includes Current Assets and Investments, against security not exceeding ₹ 2,723 crore (Previous year ₹ 3,725 crore).
- (c) NCDs amounting to ₹ 304 crore (Previous year ₹ 86 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Bharuch and additional pari passu charge by way of hypothecation on the present and future books debts/receivables, outstanding money (loan book), receivable claims of Reliance Home Finance Limited with other secured lenders, except those book debts and receivables charged / to be charged in favour of National Housing Bank for refinance availed/ to be availed from them, of Home Finance Business subject to maintenance of minimum asset coverage of 100% of issue amount.
- (d) The Company is in the process of creating security on the remaining NCDs amounting to ₹ Nil (Previous year ₹ 567 crore).

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

(e) Maturity profile and Rate of interest of Long Term Non Convertible Debentures are as set out below:

(₹ in crore)

Rate of Interest	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2025-26	Total
#	123	3	-	7	-	-	-	-	-	-	133
8.40%	25	-	-	-	-	-	-	-	-	-	25
9.09%	-	-	-	5	-	-	-	-	-	-	5
9.25%	-	-	-	55	-	-	-	-	16	-	71
9.30%	-	-	-	500	-	-	-	-	-	-	500
9.35%	-	-	-	-	-	-	-	-	30	-	30
9.40%	-	-	-	-	-	-	-	-	1,500	-	1,500
9.45%	-	-	-	20	-	-	-	-	-	-	20
9.48%	-	-	-	-	-	-	-	-	-	1	1
9.50%	10	-	-	5	-	-	-	-	30	-	45
9.52%	-	-	-	-	-	-	-	-	15	-	15
9.60%	19	-	-	-	-	-	-	-	-	-	19
9.70%	-	-	-	10	-	-	-	-	-	-	10
9.75%	60	5	15	-	-	-	-	-	-	-	80
9.80%	-	-	-	-	-	-	-	500	-	-	500
9.85%	5	-	75	-	-	-	-	45	-	-	125
9.86%	-	-	30	-	-	-	-	-	-	-	30
9.90%	-	15	-	-	-	500	-	75	2	-	592
9.95%	-	-	-	-	-	-	-	85	-	-	85
10.00%	15	10	281	-	-	-	-	26	-	-	332
10.05%	-	-	-	-	-	-	-	7	-	-	7
10.10%	-	-	20	16	-	-	-	10	-	-	46
10.15%	5	-	65	-	-	-	-	-	-	8	78
10.19%	-	-	-	-	-	-	-	-	155	-	155
10.20%	-	-	5	-	-	-	-	82	-	-	87
10.21%	-	50	-	-	-	-	-	-	-	-	50
10.24%	-	-	-	-	500	-	-	-	-	-	500
10.25%	-	75	16	-	-	-	-	40	-	-	131
10.26%	-	50	-	-	-	-	-	-	-	-	50
10.28%	-	-	-	-	15	-	-	-	-	-	15
10.30%	4	-	49	93	-	-	-	-	-	-	146
10.33%	-	-	25	-	-	-	-	45	-	-	70
10.35%	5	-	15	-	-	155	-	5	-	-	180
10.40%	50	105	-	-	-	-	-	400	-	-	555
10.50%	-	500	-	21	-	-	25	20	15	-	581
10.60%	-	-	-	-	-	-	83	59	-	-	142
10.65%	-	-	-	8	-	-	-	-	-	-	8
10.75%	-	-	-	-	-	-	367	-	-	-	367
11.00%	-	300	-	-	-	-	-	-	-	-	300
MLD	245	223	41	2	-	-	-	-	-	-	511
Total	566	1,336	637	742	515	655	475	1,399	1,763	9	8,097

Zero coupon non convertible debentures

(ii) Term Loans from banks above includes:

- (a) Term Loans from banks and current maturity of term loan includes ₹ 6 582 crore (Previous year ₹ 8 518 crore) are secured by pari passu first charge on all present and future book debts, receivables, bills, claims and loan assets of the Company's commercial finance division.
- (b) Term Loans from Bank and current maturity of term loan of Reliance Home Finance Limited (RHFL):
- (i) Term loan ₹ 1859 crore (Previous year ₹ 1 695 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of RHFL, except for those book debts/receivables to be charged in favour of National Housing Bank for refinance to be availed, if any, from them, against security not exceeding ₹ 2057 crore (Previous year ₹ 1 880 crore).
- (ii) Term loan ₹ 150 crore (Previous year ₹ 100 crore) secured by pari passu first charge in favor of the lender on all the standard book debts, outstanding moneys, receivable claims of RHFL, except for those book debts/receivables to be charged in favor of National Housing Bank for refinance to be availed, if any, from them, against security not exceeding ₹ 167 crore (Previous year ₹ 110 crore).

Notes to the Consolidated Financial Statement as at March 31, 2014

- (iii) Term loan ₹ 212 crore (Previous year ₹ 187 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of RHFL, against security not exceeding ₹ 235 crore (Previous year ₹ 206 crore).
- (iv) Term loan ₹ 140 crore (Previous year ₹ 161 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of RHFL, against security not exceeding ₹ 168 crore (Previous year ₹ 192 crore).
- (c) Maturity profile of Long Term loans from banks are as set out below :

	2015-16	2016-17	2017-18	2018-19	Total
Term Loan from Banks	2 867	1 899	867	448	6 081

30 Profit on Sale of Subsidiaries and Amalgamation adjustments

	(₹ in crore)	
	2013-2014	2012-2013
Profit /(Loss) on sale of subsidiaries	(2)	-
Amalgamation Adjustments (Refer Note (i) given below)	-	40
Total	(2)	40

- (i) Amalgamation Adjustments referred above ₹ Nil (Previous year ₹ 40 crore) is on account of provision reversed made on Reliance Equities International Private Limited, which is amalgamated with the Company.

31 Scheme of Amalgamation & Arrangement

I Scheme of Amalgamation between Company, Reliance Equities International Private Limited (REIPL) and Emerging Money Mall Limited (EMML)

The Scheme of Amalgamation ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956 between Company, REIPL and EMML has been sanctioned by the Hon'ble High Court of Judicature at Bombay vide Order dated March 22, 2013. The scheme became effective on April 17, 2013 on filing with the Registrar of Companies (RoC) with effect from March 31, 2013 i.e. Appointed Date.

REIPL was incorporated with the main object of providing broking services to institutional investors and EMML was incorporated with the main object of e-commerce. The amalgamation has been accounted for under the "Purchase method" as prescribed by Accounting Standard (AS-14) on "Accounting for Amalgamation" notified under the Companies (Accounting Standards) Rules, 2006. The Company has carried out the accounting treatment prescribed in the Scheme as sanctioned by the Hon'ble High Court of Judicature at Bombay. The required disclosures as per paragraph 42 of Accounting Standard (AS-14) 'Accounting for Amalgamations' as prescribed under the Companies (Accounting Standards) Rules, 2006 has been provided.

Hence, in accordance with the Scheme:-

- (i) As entire issued, subscribed and paid up share capital of REIPL and EMML was held by the Company, no shares of the Company have been allotted in lieu or exchange of its holding in REIPL and EMML. Consequent to the Scheme the share capital of REIPL and EMML stands cancelled.
- (ii) On Scheme becoming effective with effect from Appointed Date, the Company has written off its cancelled investments amounting to ₹ 680 crore in REIPL and EMML to the Statement of Profit and Loss of the Company for the year and recorded all the assets aggregating to ₹ 1,103 crore and liabilities aggregating to ₹ 188 crore as appearing in the books of REIPL and EMML at their respective fair value as decided by the Board of Directors of the Company. The net assets taken over include:

	(₹ in crore)		
Assets / Liabilities Taken Over	REIPL	EMML	Total
Assets			
Investments	1 060	2	1 062
Balance with Schedule Bank (₹ 5 95 231)	3	-	3
Loans & Advances (₹ 30 000)	38	-	38
Taxes Paid (₹ 3 94 137)	-	-	-
Total	1 101	2	1 103
Liabilities			
Loans	187	1	188
Other liabilities (₹ 4 86 095, ₹ 5 62 024)	-	-	-
Total	187	1	188
Excess of Assets over liabilities credit to Capital Reserve	914	1	915

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

- (iii) All Inter-company balances including liabilities on account of loans and advances amounting to ₹ 186 crore on Appointed Date also stand cancelled. Consequent upon the above Scheme of Amalgamation, there has been a reduction of ₹ 69 crore in the value of investments in Viscount Management Services Limited which has been debited to Capital Reserve.
- (iv) Difference aggregating to ₹ 846 crore after recording both above said items being the excess arising on transfer under the Scheme of assets and liabilities has been credited to Capital Reserve. The reserve created pursuant to the Scheme shall for all regulatory and accounting purposes be considered to be part of the owned funds / net worth of the Company.
- (v) In accordance with the provisions of the Scheme of Amalgamation of Reliance Commercial Finance Private Limited (RCFPL) with the Company ("the 2011 Scheme") sanctioned by the Hon'ble High Court of Judicature at Bombay vide order dated April 29, 2011, an equivalent amount, equivalent to the investments written off amounting to ₹ 680 crore determined as an exceptional item by the Board of Directors of the Company, has been withdrawn from General Reserve to offset the same and credited to the Statement of Profit and Loss so that there is no impact on profit before tax for the year.

Had both the Schemes not prescribed the above accounting treatment and Company has followed accounting treatment prescribed under Accounting Standard (AS - 14), the General reserve would have been higher by ₹ 680 crore.

In consolidated financial statements due to accounting of above said Schemes Capital Reserve (Net) is higher by ₹ 166 crore.

- II As on February 3, 2014, Reliance Capital Partners has entered into a business transfer agreement with Sharan & Co. ("Transferor") a proprietorship concern, for transfer of its financial undertaking for a consideration of ₹ 25,00,000/-. The net liabilities taken over include:

Assets / Liabilities Taken Over	Amount
(₹ in crore)	
Liabilities	
Loans	22
Total	<u>22</u>
Assets	
Inventories	19
Cash & Bank Balance (₹ 4 05 059)	-
Loans & Advances (₹ 32 43 401)	-
Total	<u>19</u>
Excess of Liabilities over assets	3
Add: Sale consideration (₹ 25 00 000)	-
Net difference debited to goodwill	3

- 32 a) The group sells loans through securitisation and direct assignment. The information related to securitisation and assignment made by the group during the year, as an originator is given below:

		Securitisation	Assignment	Total
		(₹ in crore)		
Total number of loan assets Securitised / Assigned	(Nos.)	9 107	25 382	34 489
		(12 051)	(7 120)	(19 171)
Total book value of loan assets Securitised / Assigned (Net of Provisions, if any)	(₹)	930	1 852	2 782
		(1 610)	(701)	(2 311)
Sale consideration received for the Securitised / Assigned assets	(₹)	930	1 852	2 782
		(1 610)	(580)	(2 190)
Net gain / (loss) on account of Securitisation / Assignment	(₹)	-	-	-
		(-)	-(121)	-(121)
Outstanding Credit Enhancement (Funded) as at March 31, 2014	(₹)	293	71	364
		(204)	(152)	(356)
Outstanding Liquidity Facility	(₹)	-	-	-
		(-)	(-)	(-)
Net Outstanding Servicing Liability as at March 31, 2014	(₹)	76	154	230
		(66)	(74)	(140)

Note : Figures in bracket indicate previous year figures.

Notes to the Consolidated Financial Statement as at March 31, 2014

(i) Securitisation

		(₹ in crore)	
Particulars		As at March 31, 2014	As at March 31, 2013
1	Nos. of SPVs sponsored by the Group for Securitisation Transactions	14	7
2	Total amount of securitised assets as per books of the SPVs sponsored by the Group	1 598	1 421
3	Total amount of exposures retained by the Group to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	First loss	293	178
	Others	3	7
4	Amount of exposures to securitisation transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own securitisations		
	First loss	-	-
	Others	-	-
	ii) Exposure to third party securitisations		
	First loss	-	-
	Others	101	-
	b) On-balance sheet exposures		
	i) Exposure to own securitisations		
	First loss	-	25
	Others	-	14
	ii) Exposure to third party securitisations		
	First loss	-	-
	Others	-	-

(ii) Assignments

1	Nos. of Direct Assignments by group	37	26
2	Total amount of assigned assets as per books of the Group	2 382	1 583
3	Total amount of exposures retained by the Group to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	First loss	-	-
	Others	245	58
4	Amount of exposures to assignment transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own assignments		
	First loss	-	-
	Others	-	-
	ii) Exposure to third party assignments		
	First loss	-	-
	Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own assignments		
	First loss	71	152
	Others	-	-
	ii) Exposure to third party assignments		
	First loss	-	-
	Others	-	-

b) The group invests in Pass Through Certificates (PTCs) and purchases loans through the direct assignment route. In some of the securitisation transactions, the Company also has invested in the assets securitised by it, which, however, is restricted to the maximum limit prescribed by RBI prior to RBI guidelines on securitisation dated August 21, 2013.

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

- c) During the year, group has entered into a agreement for assignment of receivables amounting to ₹ Nil (Previous Year ₹ 87 crore). The said receivables are included in loans given.

33 Goodwill on Consolidation of Subsidiaries

During the year, the group has acquired 100% equity stake in four subsidiary companies (Previous year 4.74% equity stake in one company through its existing subsidiary company). On Consolidation, the Company has recognised the following goodwill : (₹ in crore)

	2013-14	2012-13
Opening balance of Goodwill / (Capital Reserve) on consolidation of subsidiaries	216	47
Add : Goodwill / (Capital Reserve) on acquisition of subsidiaries	17	176
Less : Goodwill on sale / amalgamation of investments in subsidiaries	-	7
Closing balance of Goodwill / (Capital Reserve) on consolidation of subsidiaries	233	216

34 Employees Stock Option Plan (ESOP)

A) Reliance Capital Limited

The Company operates two Employees Stock Option Plans; ESOS Plan A and ESOS Plan B introduced in the financial year 2009-10, which cover eligible employees of the Company, the Holding Company and its subsidiaries. The vesting of the options is from expiry of one year and ranges till four to five years as per Plan under the respective ESOS(s). Each Option entitles the holder thereof to apply for and be allotted / transferred one Equity Share of the Company of ₹ 10 each upon payment of the exercise price during the exercise period. The Company implements and manages the ESOS plan through a trust. Advance of ₹ 62 crore (net of diminution ₹ 64 crore) [Previous year 64 crore (net of diminution ₹ 64 crore)] has been granted to Trust. Out of the said advance Trust has purchased 16,00,000 (Previous year 16,00,000) Equity Shares for the above purpose.

Details of scheme of Employee Stock Option Plans are as under :

	Plan A	Plan B
Date of Grant	February 1, 2010	February 1, 2010
Prices of the Underlying Stock (₹)	790	790
Exercise / Strike Price (₹)	800	800

The fair value of the options granted was estimated on the date of grant using the Black-Scholes Model with the following assumptions:

	Plan A	Plan B
Risk Free Interest Rate	7.01% - 7.27%	7.01% - 7.34%
Expected Dividend Yield	0.620%	0.62%
Expected Life (years)	5.5 to 7.0	5.5 to 7.5
Expected Volatility	61.23% to 64.04%	59.56% to 64.04%
Weighted Average Fair Value (₹)	536	546

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows: (As certified by the management):

	No. of Stock Options					
	Plan A			Plan B		
	As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013		
Outstanding at the beginning of the year	1 70 620	3 47 900	2 52 460	3 50 100		
Granted	Nil	Nil	Nil	Nil		
Exercised	Nil	Nil	Nil	Nil		
Lapsed / Forfeited / Surrendered	37 620	1 77 280	20 560	97 640		
Outstanding at the end of the year	1 33 000	1 70 620	2 31 900	2 52 460		
Exercisable at end of the year	1 33 000	58 980	1 19 300	37 420		

B) Reliance Capital Asset Management Limited (RCAM)

- (i) Pursuant to the shareholder's resolution dated September 20, 2007 RCAM introduced Employee Stock Option Plan I - 2007 under which RCAM may grant options to its employees from time to time. The grant of options to the employees under the ESOP scheme is on the basis of their performance and other eligibility criteria. The plan has been amended and restated vide shareholder's resolution dated February 3, 2011.
- (ii) On December 21, 2007, RCAM issued 200,000 equity shares at a price ₹ 2,000 per equity share to the Trust, Reliance Capital Asset Management Employee Benefit Trust pursuant to the above Plan.

Notes to the Consolidated Financial Statement as at March 31, 2014

- (iii) Pursuant to the shareholder's resolution dated February 3, 2011, RCAM introduced Employee Stock Option Plan II - 2011 under which RCAM may grant options to its employees from time to time. The grant of options to the employees under the ESOP scheme is on the basis of their performance and other eligibility criteria.
- (iv) On March 30, 2011, RCAM issued 50,000 equity shares at a price ₹ 3,009 per equity share to the Trust, Reliance Capital Asset Management Employee Benefit Trust.
- (v) All above options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of vesting. The options existing during the year are as follows:
- a) Year 2007 - Grant Date September 28, 2007
The option under ESOP I - 2007 at an exercise price of ₹ 2,000 per share and vest on a graded basis on completion of 3 Years - 30%, on completion of 4 Years - 30%, on completion of 5 Years - 40%.
- b) Year 2011 - Grant Date March 30, 2011
The option under ESOP I - 2007 at an exercise price of ₹ 3,009 per share and vest on a graded basis on completion of 1 Year - 30%, on completion of 2 Years - 30%, on completion of 3 Years - 40%.
- c) Year 2011 - Grant Date March 30, 2011
The option under ESOP I - 2007 and Plan II-2011 at an exercise price of ₹ 3,009 per share and vest on a graded basis on completion of 1 Years - 10%, on completion of 2 Years - 10%, on completion of 3 Years - 20%, on completion of 4 Years - 20%, on completion of 5 Years - 40%
- (vi) The information concerning stock options granted, exercised, forfeited and outstanding at the year-end is as follows:

	As of March 31, 2014		As of March 31, 2013	
	No. of stock options	Weighted average exercise Price (₹)	No. of stock options	Weighted average exercise Price (₹)
Number of shares under option:				
Year 2007				
Outstanding at beginning of year	4 250	2 000	63 800	2 000
Granted	-	-	-	-
Exercised	400	2 000	59 550	2 000
Cancelled or expired	2 750	-	-	-
Outstanding at the year end	1 100	2 000	4 250	2 000
Exercisable at end of year	1 100	2 000	4 250	2 000
Year 2011				
Outstanding at beginning of year	23 795	3 009	34 050	3 009
Granted	-	-	-	-
Exercised	8 940	3 009	9 765	3 009
Cancelled or expired	680	-	490	-
Outstanding at the year end	14 175	3 009	23 795	3 009
Exercisable at end of year	14 175	3 009	10 455	3 009
Year 2011				
Outstanding at beginning of year	1 14 785	3 009	1 32 075	3 009
Granted	-	-	-	-
Exercised	11 675	3 009	12 340	3 009
Cancelled or expired	5 515	-	4 950	-
Outstanding at the year end	97 595	3 009	1 14 785	3 009
Exercisable at end of year	24 445	3 009	13 528	3 009

- (vii) The fair value of the options granted was estimated on the date of grant using the Black- Scholes model with the following assumptions

	Year ended March 31, 2014	Year ended March 31, 2013
Risk Free Interest Rate	8%	8%
Expected Life	7 Years	7 Years
Dividend yield	0%	0%

- (viii) RCAM has chosen to account for the Plan by the Intrinsic Value Method. The total expense recognised for the period arising from stock option plan as per Intrinsic Value Method is ₹ Nil (previous year ₹ Nil).

C) In case of Reliance General Insurance Company Limited (RGIC)

RGIC had introduced the Employee Stock Option Plan during the F. Y. 2008-09 under which options were granted to the employees of RGIC on the basis of their performance and other eligibility criteria. During the year RGIC granted Nil equity shares (Previous year Nil) to Reliance General Insurance Employees' Benefit Trust. These options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of respective grants. The plan existing during the year is as follows:

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

Exercised Period	On completion of 3 years	30%
	On completion of 4 years	30%
	On completion of 5 years	40%

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows:

	As of March 31, 2014			As of March 31, 2013		
	No. of stock options	Weighted average exercise Price (₹)	Weighted average remaining contractual Life (in Years)	No. of stock options	Weighted average exercise Price (₹)	Weighted average remaining contractual Life (in Years)
Outstanding at beginning of year	4 14 900	70	1.42	4 59 900	70	2.42
Granted	-	-	-	-	-	-
Exercised	-	-	-	-	-	-
Lapsed / Forfeited	-	-	-	45 000	-	-
Outstanding at the year end	4 14 900	70	-	4 14 900	70	-
Exercisable at end of year	4 14 900	70	-	4 14 900	70	-

RGIC has chosen to account for the plan by Intrinsic Value Method. The total expense recognized for the year arising from stock option plan as per intrinsic value method is ₹ Nil (Previous Year Nil) The net results and Earnings Per Share (EPS) for the year, had RGIC adopted the fair value method, would have been unchanged.

D) In case of Reliance Securities Limited (RSL)

- Pursuant to the board members, resolution dated October 24, 2007, RSL introduced the Employee Stock Option Plan under which RSL decided to grant, from time to time, options to the employees of RSL.
- On October 1, 2009, RSL issued a total of 100,000 equity shares at a price ₹ 50 per equity share to the Trust, Reliance ADA Group Trustees Private Limited as Trustees of Reliance Securities Limited Employee Benefit Trust.
- All above options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of respective grants. The plan existing during the year is as follows:
 - Employee Stock Option Plan Plan – IB, 2009 Plan

The option under this plan has an exercise price of ₹ 50 per share and vest on a graded basis on completion of 3 years – 30%, on completion of 4 years – 30%, on completion of 5 years – 40%

- The information concerning stock options granted, exercised, forfeited and outstanding at the year-end is as follows:

	As of March 31, 2014		As of March 31, 2013	
	No. of stock options	Weighted average exercise Price (₹)	No. of stock options	Weighted average exercise Price (₹)
IB, 2009				
Outstanding at beginning of year	30 300	50	54 800	50
Granted / Exercised	-	-	-	-
Cancelled or expired	11 300	-	24 500	-
Outstanding at the year end	19 000	50	30 300	50
Exercisable at end of year	19 000	50	30 300	50

- The fair value of the options granted was estimated on the date of grant using the Black-Scholes model with the following assumptions:

	Year ended March 2014
Risk free interest rate	6.68%
Expected life	7 years
Dividend yield	0%

- RSL has chosen to account for the Plan by the Intrinsic Value Method. The total expense recognised for the period arising from stock option plan as per intrinsic value method is ₹ NIL. The net results for the year, had RSL adopted the fair value method, would have been lower by ₹ Nil (net of tax saving ₹ Nil) and accordingly the EPS (both basic and diluted) will not have any effect.

- The net results for the year, had RCAM and RSL adopted the Fair Value Method, would have been lower by ₹ Nil (Previous year ₹ 15 crore) [net of tax saving ₹ Nil (Previous year ₹ 12 crore)] and accordingly the EPS (both basic and diluted) would have been lowered by ₹ Nil (Previous year ₹ 0.62 & ₹ 0.49) respectively.

35 In case of Reliance Money Express Limited (RMEL)

- In the year 2008-2009, RMEL had claimed service tax refund of ₹ 7 crore pertaining to period March 2005 to January 2009, pursuant to circular no.111/05-2009 dated 24/02/2009 issued by Central Board of Excise and Customs (CBES) in respect of money transfer services. During the year 2009-2010, RMEL had received ₹ 3 crore towards service tax refund

Notes to the Consolidated Financial Statement as at March 31, 2014

claim for the period December 2007 to January 2009. During the year 2010-2011, RMEL received a show cause notice dated January 27, 2011 reclaiming the refund granted. Further, RMEL has received a show cause cum demand notice dated March 22, 2011 demanding service tax aggregating ₹ 3 crore (excluding interest and penalty) for the period October 2009 to September 2010.

The Management is of the opinion that the money transfer services are construed as 'export' of services and hence not liable to service tax. Accordingly, no provision for the same has been made in the financial statements.

- b) During the financial year 2009-10, the Directorate of Enforcement (DoE) seized foreign currency amounting to ₹ 3 crore. Based on investigations conducted by the DoE and documents furnished by RMEL, the DoE department released foreign currency worth ₹ 3 crore to RMEL in the financial year 2009-10. RMEL is confident of getting back the balance currency worth ₹ 16 64 322.

36 In case of Reliance General Insurance Company Limited (RGIC)

(a) Terrorism Pool

In accordance with the requirements of IRDA, RGIC together with other insurance companies participates in the Terrorism Pool. This pool is managed by the General Insurance Corporation of India (GIC). Amount collected as terrorism premium in accordance with the requirements of the Tariff Advisory Committee (TAC) are ceded at 100% of the terrorism premium collected to the Terrorism Pool.

In accordance with the terms of the agreement, GIC retrocedes to RGIC, terrorism premium to the extent of RGIC's share in the risk which is recorded as reinsurance accepted. Such reinsurance accepted is recorded based on quarterly statements received from GIC. The reinsurance accepted on account of terrorism pool has been recorded in accordance with the last statement received from GIC.

RGIC has ensured that it has created liability to the extent of premium retroceded to RGIC through reserve for unexpired risks.

(b) Indian Motor Third Party Insurance Pool (IMTPIP)

In accordance with the directions of IRDA, RGIC, together with other insurance companies, had participated in the Indian Motor Third Party Insurance Pool (IMTPIP). The IMTPIP was a multilateral reinsurance arrangement, in which all member companies were compulsorily required to participate. The IMTPIP was administered by the General Insurance Corporation of India ('GIC'). The IMTPIP had covered reinsurance of third party risks of specified motor vehicles ("Specified Risks"). Amounts collected as premium in respect of Specified Risks were ceded at 100% of such premium, 100% of claims incurred against risks ceded being recoverable from the pool.

In accordance with the terms of the agreement, each participant company was compulsorily required to share in the revenues, expenses, assets and liabilities of the IMTPIP, including Unexpired Risks Reserve, in the proportion that RGIC's Gross Direct Premium written in India (GDPI), bears to the total GDPI of all participant companies. RGIC's share as specified above had been recorded based on the returns submitted by GIC, under the respective heads.

IRDA through its Orders dated December 23, 2011, January 3, 2012 and March 22, 2012 had directed the dismantling of the Pool on a clean cut basis and advised recognition of the Pool liabilities as per loss ratios estimated by Government's Actuary Department UK ("GAD Estimates") at 159%, 188%, 200%, 213.00% and 145% for underwriting year 2007-08, 2008-09, 2009-10, 2010-11 and 2011-12 respectively with the option to recognise the additional liabilities for the period 2009-10, 2010-11 and 2011-12 over a three year period, RGIC had exercised this option and IMTPIP liability relating to underwriting years 2009-10, 2010-11, 2011-12 is being recognized based on straight line basis over three years beginning with financial year 31st March, 2012. Accordingly, the profit of RGIC would have been higher by ₹ 79 crore pursuant to recognition of the said liability in the year of dismantling of IMTPIP.

(c) Transitional Liabilities (TL) recognized in current year is as follows : (₹ in crore)

	Unrecognised as on March 31, 2013	Accounted during the year	Recognized during the year	Unrecognised as on March 31, 2014
Opening	79	-	79	-

(d) Basis used by actuary for determining IBNR / IBNER

The liability for IBNR and IBNER as at March 31, 2014 has been estimated by the Appointed Actuary as per IRDA circular No.: 11/IRDA/ACTL/IBNR/2005-06 dated June 8, 2005.

For lines of business other than motor third party, the estimation was carried out using past trends in claims experience as indicated by paid claims chain ladder approach. Bornhuetter-Ferguson method of estimation was also applied for some lines as considered appropriate by the Appointed Actuary.

For motor third party line of business, the estimations were done using ultimate loss ratio method. For liabilities relating to erstwhile motor third party pool and declined risk pool, the ultimate loss ratios as specified in regulatory circulars were referred to in determining the estimates.

(e) Contribution to Solatium Fund

In accordance with the requirements of the IRDA circular dated March 18, 2003 and based on recommendations made at the General Insurance Council meeting held on February 4, 2005, RGIC has provided 0.1% of gross written premium on all motor third party policies towards contribution to the solatium fund.

(f) Indian Motor Third Party Decline Risk Pool (IMTPDRP)

In accordance with the directions of IRDA, RGIC, together with other insurance companies, is participating in the Indian Motor Third Party Decline Risk Pool (IMTPDRP). The IMTPDRP is a multilateral reinsurance arrangement, in which all member companies are compulsorily required to participate. The IMTPDRP is administered by the General Insurance Corporation of India (GIC).

The Authority vide Order dated January 03, 2012 has created IMTPDRP for Act only Commercial Vehicle third party risks i.e. Act only policies.

Under this arrangement, any business relating to Act only policies of Commercial Vehicles which does not fall within the underwriting parameters of insurers shall be ceded to IMTPDRP. This arrangement is called the Declined Risk Pool.

IRDA has mandated that every insurer has to comply with the obligation to underwrite a minimum percentage of such policies that is calculated as an average of insurer's total gross premium percentage share in the industry and gross motor premium percentage share in the industry.

The insurers are required to retain 20% of such risk, while 5% (Previous year 10%) is ceded to GIC under obligatory cession and remaining 75% (Previous year 70%) ceded to IMTPDRP.

RGIC has received its share of premium, claims and expenses of the pool, which is recorded as inward reinsurance business, based on the statement received from GIC. Accordingly RGIC has recognized pool retrocession up to 9 month ended December 31, 2013, the accounts for which statement received.

RGIC has accounted for its share in Decline Risk Pool for the 3 months period January 2014 to March 2014 on provisional basis based on management estimate and recorded the net amount under claims incurred. Unexpired risks reserve is provided for at 50% of net premium of such inward business, being the minimum rate specified in Section 64V(1)(ii) of the Insurance Act, 1938.

(g) Investment income

RGIC has accounted investment income of ₹ 79 crore (including ₹ 47 crore pertaining to earlier period) as interest income from IMTPI Pool as per IRDA Order No. IRDA/F&A/ORD/MTPP/070/03-2012 dated March 22, 2012 read with IRDA Order No. IRDA/NL/ORD/MPL/100/03/2014.

(h) Reserve for unexpired risk

Reserve for unexpired risk have been computed on the basis of 1/365 method i.e. actual number of days left in the policy period divided by total number of days of policy period, subject to a minimum of 100% in case of marine hull business and 50% in case of other business, based on net premium written during the year as required by Section 64V (1) (ii) (b) of the Insurance Act, 1938. In current year while computing the same, those policies are not considered where policy period has lapsed during the year itself based on IRDA circular number IRDA/F&A/CIR/FA/126/07/2013. Had RGIC continued with the earlier method, it would have resulted in creation of additional unexpired risk reserve amounting to ₹ 65 crore with consequential impact in respective revenue accounts.

37 In case of Quant Capital Private Limited (QCPL)

- (a) QCPL's subsidiary company has collected stamp duty from various clients on account of its statutory obligation towards transactions entered on various segments. The subsidiary has not deposited the same as the matter is under discussion with the revenue authorities. In the interim the amount payable is reflected under Statutory Liability. The amount outstanding is to the tune of ₹ 9 crore (Previous year ₹ 6 crore).
- (b) There is a legal proceeding going on with Quant Transactional Services Private Limited (QTSPL), which may result in income and recovery for the QCPL from QTSPL which has not been accounted for in Current Financial Statement considering the principle of conservatism.
Keeping in view the fact that matter is subjudice as at the Balance Sheet date, the following other accounting effects have been given considering the principle of conservatism and prudence.
- (c) Inter-Corporate Deposit (ICD) amounting to ₹ 4 crore given to QTSPL in earlier financial years has been fully provided for in the QCPL books. However, QCPL is hopeful of an amicable settlement and recovery of the same in full. Similarly a provision of 50% which has been made towards interest accrued on the above ICD, which is considered adequate.
- (d) Miscellaneous Income under the head Other Income represent expenses charged to QCPL in earlier years by QTSPL, which has been reversed in the current financial year since QCPL is of the opinion that it is no longer payable to QTSPL company. However QTSPL has provided for the common amenities charged by QCPL in respect of above.
- (e) QTSPL (Plaintiffs) has filed Suit in High Court against QCPL under section 6 of Specific Relief Act, 1963 has claimed that Quant and its subsidiaries has forcefully dispossessed the Plaintiffs from the Goregaon Premises and taken over the possession of the fixed Assets. The interim relief claimed in Notice of Motion was repossession of the premises and inventory of the Fixed Assets. However, The High Court of Bombay has not granted any Interim Relief and Suit and Notice of Motion is pending hearing and for final disposal.
- (f) Mr. Adil Patrawala has filed this Company Petition under section 397 and 398 of Companies Act, 1956 against QCPL claiming mismanagement in the affairs of QCPL and oppression on the minority shareholder. The said Petition is pending hearing for the final disposal. There were certain Ad Interim reliefs claimed which were not granted by Hon'ble Company Law Board except one relief i.e. Mr. Adil Patrawala holding in QCPL cannot be diluted.
- (g) QCPL has filed summary suit against QTSPL for recovery of outstanding dues amounting to ₹ 9 crore. The notice of motion was filed in the said Suit claiming Ad Interim Relief praying lien over the Assets of QTSPL which High Court has denied. Both Notice of Motion and Suit is pending hearing and final disposal.

Notes to the Consolidated Financial Statement as at March 31, 2014

- (h) As at the close of the year, QCPL has not yet complied with the requirements of the Registering itself as a Core Investment Company (CIC) as per the guidelines of the Reserve Bank of India vide its circular RBI/2010-11/360 DNBS (PD) CC. No. 206/03.10.001/2010-11 dated January 5, 2011. The same is in the process of regularisation.

38 In case of Reliance Money Precious Metals Private Limited (RMPMPL)

- (a) RMPMPL has entered into an agreement with World Gold Council for its daily sale of gold and have appointed Computer Age Management Services Private Limited as its data processing service provider. RMPMPL has appointed IDBI Trusteeship Services Limited as a Security Trustee for and on behalf of the customer. Lemiur Secure Logistics Private Limited is appointed as custodian and maintains physical stock of accumulated gold on behalf of trustees.
- (b) RMPMPL runs a plan, MY Gold plan where in, the customer subscribes for a plan with a tenor from 1 year to 15 years. The monthly subscription amount received from the customers is utilized for buying of gold. The gold is bought in twenty equated working days and is credited to the customer's account. The delivery of gold to the customer will be at the maturity, as decided by the customer. As per the revised agreement with the customers, subscription amount under the plan are invoiced at the time of credit of gold grams into the customer account.

39 In case of Reliance Exchangenext Limited (RNext)

- (i) Investment in equity shares of Indian Commodity Exchange Limited ('ICEX'):
As per share sale & purchase agreement dated October 13, 2010 between Indiabulls Financial Services Limited ("IBFSL") and Reliance Exchangenext Limited ('the subsidiary'), the subsidiary had acquired 5,20,00,000 equity shares of Indian Commodity Exchange Limited ('ICEX') from the IBFSL, at a purchase price of ₹ 47 crore which represents 26% stake in the of ICEX on December 13, 2010.
Pursuant to the ICEX application, Government of India and Forward Market Commission granted their approval vide their letters dated September 23, 2010 & October 04, 2010 respectively, for the said transfer by IBFSL to the subsidiary. The aforesaid approval from Government of India and Forward Markets Commission are subject to the following conditions: -
- (a) that three years lock-in period condition shall apply to the subsidiary, anchor investor, the subsidiary afresh with effect from the date of Government approval, i.e., September 23, 2010;
- (b) that in case MMTC Ltd, which now becomes co-anchor investor, exercises its right to stake a claim to 14% in the Exchange from IBFSL in pursuance to its right to first refusal, IBFSL will be bound to transfer its remaining 14% to MMTC Ltd at the same price at which it has been offered to the subsidiary.
- On October 21, 2011, MMTC Ltd submitted a petition before the Company Law Board, New Delhi, in terms of Sections 397, 398, 402 and 403 of the Companies Act, 1956, seeking declaration of the aforesaid transfer of shares as void, injunction and investigation into the affairs of the ICEX and appointment of Administrative Special Officer, Auditor, etc.
Subsequently the ICEX has submitted its response to the aforesaid petition before the Honourable Company Law Board on February 10, 2012 refusing and denying the purported allegations against it. Subsequently, on February 11, 2014, MMTC has provided an affidavit to CLB stating that they are contemplating withdrawal of the Petition and taking required steps in that directions. The matter is under consideration by the Company Law Board. Any future financial impact on the financial statements is contingent upon the final order by the appropriate authority.
- (ii) During the year RNext has made 100% provision amounting to ₹ 35 crore for diminution in the value of its equity investments in Indian Commodity Exchange Limited (ICEX), based on management estimate and assesment of ICEX financial position, its accumulated losses and ICEX operation, which is scaled down during the year by ICEX and the management of ICEX has decided not to launch fresh derivative contracts for trading, while existing series of contracts expired on April 1, 2014.

40 In case of Reliance Capital Asset Management Limited (RCAM)

- (i) Demerger:
The Board of Directors of RCAM at its meeting held on March 21, 2014 have approved the demerger of Azalia Distribution Private Limited with RCAM which would be carried out through a Scheme of Arrangement under Section 391 to Section 394 of the Companies Act, 1956. As per the Scheme, appointed date is April 1, 2013. The Scheme has been filed with Bombay High Court & is pending for approval of the court. In view of the above, no effect of the Scheme has been recognized in the Financial Statements of this year.
- (ii) Foreign Subsidiaries:
On October 26, 2013 the Board of Directors of RCAM passed resolutions to wind down the operations of Reliance Asset Management (Malaysia) SDN BHD ("RAMMY") and Reliance Capital Asset Management UK Plc. ("RAMUK"), wholly owned subsidiaries of RCAM, domiciled in Malaysia and United Kingdom, respectively, RCAM had decided upon this, keeping in view the long-term strategy of profitable growth.
RAMMY is currently under the process of liquidation. In case of RAMUK, RCAM has made an application for surrender of FCA license and is awaiting regulatory approvals.
- (iii) Brokerage:
Commission & Brokerage includes write back of brokerage of ₹ 13 crore pertaining to prior period on account of recognition of unclaimed input service tax credit of earlier years.

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

41 The Group is organised into following reportable segments referred to in Accounting Standard (AS 17) "Segment Reporting"

(₹ in crore)

Particular	Finance & Investments	Asset Management	General Insurance	Commercial Finance	Others	Elimination	Total
Revenue							
External	1 472 (2 158)	622 (527)	2 931 (2 408)	2 210 (2 117)	309 (309)	- (-)	7 544 (7 519)
Inter Segment	33 (23)	54 (83)	14 (9)	- (-)	13 (10)	114 (125)	- (-)
Total Revenue	1 505 (2 181)	676 (610)	2 945 (2 417)	2 210 (2 117)	322 (319)	114 (125)	7 544 (7 519)
Results							
Segment Results - Profit / (Loss) before Tax	144 (409)	260 (169)	64 (-93)	430 (342)	(49) (7)	- (-)	849 (834)
Unallocated Expenses							2 (4)
Profit / (Loss) before Tax	144 (409)	260 (169)	64 (-93)	430 (342)	(49) (7)	- (-)	847 (830)
Other information							
Segment Assets	25 353 (23 297)	214 (250)	4 887 (4 353)	17 153 (15 390)	1 220 (1 228)	3 299 (3 930)	45 528 (40 588)
Unallocated Assets	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Total Asset	25 353 (23 297)	214 (250)	4 887 (4 353)	17 153 (15 390)	1 220 (1 228)	3 299 (3 930)	45 528 (40 588)
Segment Liabilities	13 987 (11 899)	120 (209)	4 039 (3 569)	14 545 (12 894)	667 (648)	765 (1 118)	32 593 (28 101)
Unallocated Liabilities	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Total Liabilities	13 987 (11 899)	120 (209)	4 039 (3 569)	14 545 (12 894)	667 (648)	765 (1 118)	32 593 (28 101)
Capital Expenditure	25 (14)	3 (8)	15 (11)	52 (15)	5 (6)	- (-)	100 (54)
Depreciation	13 (14)	7 (9)	11 (11)	21 (15)	9 (7)	- (-)	61 (56)
Non Cash Expenses other than Depreciation	(3) (528)	4 (-)	121 (214)	133 (82)	50 (7)	- (-)	305 (831)

Figures in bracket indicates previous year figures.

Notes:-

- As per Accounting Standard (AS-17) on "Segment Reporting", notified by the Companies (Accounting Standards) Rules 2006, the Group has reported segment information on the consolidated basis including business conducted through its subsidiaries.
- The reportable segments of the Reliance Capital Group are further described below:
 - Finance & Investment - This includes the corporate lending and investment activities.
 - Asset Management - This includes the asset management activities including Mutual Fund and Portfolio Management Services.
 - General Insurance - This includes the general insurance business.
 - Commercial Finance - This includes the commercial finance and home finance business.
 - Others - This includes other financial and allied services.
- Since all the operations of the Group are largely conducted within India, as such there is no separate reportable geographical segment.

42 Related party disclosures

A. List of related parties

- Holding Company**
Reliance Innoventures Private Limited
- Subsidiary of Holding Company**
AAA Enterprises Private Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

iii) **Individual Promoter**

Shri Anil D. Ambani, the person having control during the year

iv) **Associates**

1	Ammolite Holdings Limited	4	Reliance Land Private Limited
2	Indian Commodity Exchange Limited	5	Reliance Life Insurance Company Limited
3	Reliance Asset Reconstruction Company Limited	6	Reliance Share & Stock Brokers Private Limited

v) **Fellow subsidiaries**

1	AAA Entertainment Private Limited	7	Reliance Globalcom Limited
2	Big Flicks Private Limited	8	Reliance Communications Limited
3	Zapak Mobile Games Private Limited (formerly Jump Games Private Limited)	9	Reliance Infocomm Infrastructure Limited
4	Reliance Big Entertainment Private Limited	10	Reliance Webstore Limited
5	Reliance Communications Infrastructure Limited	11	Zapak Digital Entertainment Limited
6	Reliance Infratel Limited		

vi) **Key management personnel**

Shri V. R. Mohan – President & Company Secretary

B. Other related parties with whom transactions have taken place during the year:

i) Enterprise over which individual described in clause A (iii) above has control

Reliance Power Limited	Reliance Cleangen Limited	Jharkhand Integrated Power Limited
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C. Transactions during the year with related parties:

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
Debentures			
a) Issued during the year	-	-	-
	(-)	(15)	(15)
b) Balance as at March 31, 2014	-	50	50
	(-)	(40)	(40)
c) Accrued interest on debentures as at March 31, 2014	-	1	1
	(-)	(1)	(1)
Commercial Paper			
a) Issued during the year	-	-	-
	(-)	(527)	(527)
b) Repaid during the year	-	300	300
	(-)	(750)	(750)
c) Balance as at March 31, 2014	-	-	-
	(-)	(271)	(271)
Investments			
a) Subscribed/Purchased during the year	-	-	-
	(23)	(-)	(23)
b) Balance as at March 31, 2014 – Carrying cost [Net of provision ₹ 62 crore (Previous year ₹ 106 crore)]	1 568	5 848	7 416
	(1 623)	(5 720)	(7 343)
Interest / Finance income accrued on Investments			
a) Balance as at March 31, 2014	637	225	862
	(524)	(166)	(690)
Loans Given			
a) Given during the year	1 278	674	1 952
	(749)	(11)	(760)
b) Returned / Adjusted during the year	1 024	284	1 308
	(230)	(13)	(243)
c) Balance as at March 31, 2014	837	424	1 261
	(583)	(32)	(615)

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
d) Interest accrued on Loans	9 (-)	26 (-)	35 (-)
Advances			
a) Balance as at March 31, 2014 (*Previous year ₹ 2 67 733)	1 (2)	- (*)	1 (2)
Trade payables			
a) Balance as at March 31, 2014 [₹ Nil (Previous year ₹ 4 29 830)]	- (*)	- (-)	- (*)
Income			
a) Interest & Finance Income (including Premium on Preference Shares)	228 (187)	85 (63)	313 (250)
b) Rent	1 (1)	- (-)	1 (1)
c) Dividend Income	1 (1)	23 (19)	24 (20)
d) Reimbursement of Expenditure [* ₹ 23 25 359]	1 (*)	5 (5)	6 (5)
e) Management Fees	- (-)	6 (6)	6 (6)
f) Processing Fees	- (2)	- (-)	- (2)
Expenditure			
a) Finance cost	- (-)	9 (39)	9 (39)
b) Insurance	- (-)	1 (1)	1 (1)
c) Reimbursement of Expenditure	- (-)	1 (1)	1 (1)
d) Provision / (Reversal) for diminution in value of investments	(77) (77)	- (29)	(77) (106)
e) Provision for NPA, doubtful debts and balances written off	- (-)	- (18)	- (18)
Contingent Liability			
a) Guarantees to Banks and Financial Institutions on behalf of third parties	100 (50)	90 (82)	190 (132)

D. The nature and volume of material transactions for the year with above related parties are as follows:

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
Debentures			
a) Issued during the year			
i) Reliance Life Insurance Company Limited	- (-)	- (15)	- (15)
b) Balance as at March 31, 2014			
i) Reliance Life Insurance Company Limited	- (-)	50 (40)	50 (40)
c) Interest accrued on debentures as at March 31, 2014			
i) Reliance Life Insurance Company Limited	- (-)	1 (1)	1 (1)
Commercial Papers			
a) Issued during the year			
i) Reliance Life Insurance Company Limited	- (-)	- (527)	- (527)

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
b) Repaid during the year			
i) Reliance Life Insurance Company Limited	- (-)	300 (750)	300 (750)
c) Balance as at March 31, 2014			
i) Reliance Life Insurance Company Limited	- (-)	- (271)	- (271)
Investments			
a) Subscribed / Purchased during the year			
i) AAA Entertainment Private Limited	- (23)	- (-)	- (23)
b) Balance as at March 31, 2014 - Carrying cost			
i) Reliance Land Private Limited	- (-)	470 (482)	470 (482)
ii) Reliance Share & Stock Brokers Private Limited	- (-)	67 (68)	67 (68)
iii) Reliance Big Entertainment Private Limited	1 275 (1 393)	- (-)	1 275 (1 393)
iv) Reliance Communications Limited [Net of Provision ₹ Nil (Previous year ₹ 77 crore)]	293 (230)	- (-)	293 (230)
v) Reliance Asset Reconstruction Company Limited	- (-)	61 (58)	61 (58)
vi) Reliance Life Insurance Company Limited	- (-)	5 234 (5 062)	5 234 (5 062)
vii) Indian Commodity Exchange Limited (*Net of Provision ₹ 34 crore) (Previous year ₹ Nil)]	- (-)	* (34)	* (34)
Interest / Finance income accrued on Investment			
a) Balance as at March 31, 2014			
i) Reliance Land Private Limited	- (-)	225 (166)	225 (166)
ii) Reliance Big Entertainment Private Limited	637 (524)	- (-)	637 (524)
Loans Given			
a) Given during the year			
i) Reliance Land Private Limited	- (-)	579 (11)	579 (11)
ii) Zapak Digital Entertainment Limited	- (2)	- (-)	- (2)
iii) Zapak Mobile Games Private Limited	- (4)	- (-)	- (4)
iv) Reliance Asset Reconstruction Company Limited	- (-)	- (-)	- (-)
v) Reliance Big Entertainment Private Limited	1 028 (743)	- (-)	1 028 (743)
vi) Reliance Infratel Limited	250 (-)	- (-)	250 (-)
b) Returned/Adjusted during the year			
i) Reliance Land Private Limited	- (-)	275 (-)	275 (-)
ii) Reliance Asset Reconstruction Company Limited	- (-)	1 (4)	1 (4)
iii) Reliance Big Entertainment Private Limited	768 (205)	- (-)	768 (205)
iv) Zapak Digital Entertainment Limited	2 (20)	- (-)	2 (20)

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
v) Zapak Mobile Games Private Limited	4 (5)	- (-)	4 (5)
vi) Reliance Life Insurance Company Limited	- (-)	- (9)	- (9)
vii) Reliance Infratel Limited	250 (-)	- (-)	250 (-)
c) Balance as at March 31, 2014			
i) Reliance Land Private Limited	- (-)	329 (24)	329 (24)
ii) Zapak Digital Entertainment Limited	- (2)	- (-)	- (2)
iii) Zapak Mobile Games Private Limited	- (4)	- (-)	- (4)
iv) Reliance Asset Reconstruction Company Limited	- (-)	- (1)	- (1)
v) Reliance Big Entertainment Private Limited	837 (576)	- (-)	837 (576)
vi) Reliance Life Insurance Company Limited	- (-)	- (7)	- (7)
vii) Reliance Share & Stock Brokers Private Limited	- (-)	95 (-)	95 (-)
d) Interest accrued on loans			
i) Reliance Big Entertainment Private Limited	9 (-)	- (-)	9 (-)
ii) Reliance Land Private Limited	- (-)	24 (-)	24 (-)
Advances			
a) Balance as at March 31, 2014			
i) Reliance Communications Infrastructure Limited	- (2)	- (-)	- (2)
ii) Reliance Life Insurance Company Limited * (₹ 2 67 733)	- (-)	- (*)	- (*)
iii) Reliance Communications Limited	1 (-)	- (-)	1 (-)
Trade Payables			
a) Trade payables as at March 31, 2014			
i) Big Flicks Private Limited * (₹ 4 29 830)	- (*)	- (-)	- (*)
Income			
a) Interest & Finance Income (including Premium on Preference Shares)			
i) Reliance Land Private Limited	- (-)	84 (61)	84 (61)
ii) Ammolite Holdings Limited	- (-)	- (-)	- (-)
iii) Reliance Big Entertainment Private Limited	220 (187)	- (-)	220 (187)
b) Rent			
i) Reliance Communications Infrastructure Limited	1 (1)	- (-)	1 (1)
c) Dividend Income			
i) Reliance Communications Limited	1 (1)	- (-)	1 (1)

Notes to the Consolidated Financial Statement as at March 31, 2014

(₹ in crore)

	Fellow Subsidiaries	Associates	Total
ii) Reliance Life Insurance Company Limited	-	23	23
	(-)	(19)	(19)
d) Reimbursement of Expenditure			
i) Reliance Communications Infrastructure Limited [* ₹ 4 01 188 (Previous year * ₹ 23 25 359)]	*	-	*
	(*)	(-)	(*)
ii) Reliance Asset Reconstruction Company Limited * (₹ 24 06 000)	-	1	1
	(-)	(*)	(*)
iii) Reliance Life Insurance Company Limited	-	5	5
	(-)	(5)	(5)
e) Management Fees			
i) Reliance Life Insurance Company Limited	-	6	6
	(-)	(6)	(6)
f) Processing Fees			
i) Reliance Big Entertainment Private Limited	-	-	-
	(2)	(-)	(2)
Expenditure			
a) Finance cost			
i) Reliance Life Insurance Company Limited	-	9	9
	(-)	(39)	(39)
b) Insurance			
i) Reliance Life Insurance Company Limited *[₹ 43 76 801]	-	1	1
	(-)	(*)	(*)
ii) AAA Entertainment Private Limited *[₹ 47 93 000]	-	-	-
	(*)	(-)	(*)
c) Reimbursement of Expenditure			
i) Reliance Land Private Limited (* ₹ 31 04 530)	-	*	*
	(-)	(1)	(1)
d) Provision / (Reversal) for Diminution in value of Investments			
i) Reliance Communications Limited	(77)	-	(77)
	(77)	(-)	(77)
ii) Ammolite Holdings Limited	-	-	-
	(-)	(29)	(29)
e) Provision for NPA, doubtful debts and balances written off			
i) Ammolite Holdings Limited	-	-	-
	(-)	(18)	(18)
Contingent Liability			
a) Guarantees to Banks and Financial Institutions			
i) Ammolite Holdings Limited	-	90	90
	(-)	(82)	(82)
ii) Reliance Big Entertainment Private Limited	100	-	100
	(50)	(-)	(50)

Key Managerial Personnel

- a) Shri V. R. Mohan
 -Employee benefit expenses ₹ 69 78 220 (Previous year ₹ 69 99 996)
 -Loan given balance as at March 31, 2014 ₹ 4 20 951 (Previous year ₹ 4 35 351)

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

Enterprise over which individual described in clause A(iii) above has control

	(₹ in crore)		
	Reliance Power Limited #	Reliance Cleangen Limited	Jharkhand Integrated Power Limited
Investment balance as at March 31, 2014	3	-	-
	(3)	(-)	(-)
Loan & Advance given during the year	-	530	75
	(-)	(-)	(-)
Loan & Advance repaid during the year	-	530	75
	(-)	(-)	(-)
Loan & Advance given balance as at March 31, 2014 (* ₹ 45 96 993)	-	*	-
	(-)	(-)	(-)
Interest & Finance Income during the year	-	4	*
* ₹ 27 23 658	(-)	(-)	(-)

Reimbursement of expenditure ₹ Nil (Previous year ₹ 1 06 120)

Notes :

- Figures in bracket indicate previous year figures.
- Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.
- The above discloses transactions entered during the period of existence of related party relationship. The balances and transactions are not disclosed before existence of related party relationship and after cessation of related party relationship.
- In addition to the above, Director Sitting Fees of ₹ 80,000 (Previous year ₹ 1,20,000) has been paid to Shri Anil D. Ambani, an individual having control.
- In terms of the provisions of Accounting Standard (AS -18) on "Related Party Disclosures" as per Companies (Accounting Standard) Rules 2006 the Company does not exercise any "Significant Influence" on Reliance Capital Partner's stake in Ravissant Private Limited (Previous year Fame India Limited and Ravissant Private Limited) though in excess of 20% of their shareholdings, hence the transactions with these parties are not considered for Related Party Disclosures.

43 Auditors' remuneration includes

	(₹ in crore)	
	2013-14	2012-13
i) Audit Fees	3	3
ii) Tax Audit Fees [₹ 7 10 618 (Previous year ₹ 6 31 798)]	-	-
iii) Certification and other reimbursement charges [₹ 3 07 049 (Previous year ₹ 4 34 152)]	-	-
Total	3	3

44 Leases

Details of future minimum lease receivables are as under :

	(₹ in crore)	
	2013-14	2012-13
Within one year of the balance sheet date	25	24
Due in a period between one year and five years	34	42
Due after five years [₹ 1 79 739 (Previous year ₹ 26 00 000)]	-	-

Details of future minimum lease rent payable under operating lease for each of the following periods:

	(₹ in crore)	
	2013-14	2012-13
Not Later than one year	5	5
Later than one year and not later than five years	3	4
Later than five years	-	-

Notes to the Consolidated Financial Statement as at March 31, 2014

45 Basic and diluted earnings per share

The computation of earnings per share is set out below:

	(₹ in crore)	
	2013-14	2012-13
a) Amounts used as the numerators		
Net Profit after tax	747	812
Net Profit attributable to equity shareholders	747	812
b) Weighted average number of equity shares (Nos.)	24 56 32 800	24 56 32 800
c) Basic earnings per share of face value ₹ 10 each (₹)	30.38	33.05
d) Diluted earnings per share of face value ₹ 10 each (₹)	30.38	33.05

46 Contingent Liabilities and Commitments (As Certified by the Management)

	(₹ in crore)	
	March 31, 2014	March 31, 2013
Contingent Liabilities		
i) Guarantees to Banks and Financial Institutions	2 878	1 755
ii) Claims against the Company not acknowledge as debt	20	28
iii) Outstanding Forward Exchange Contract	66	52
Commitments		
i) Estimated amount of contracts remaining to be executed on capital account (net of advances)	92	48
ii) Undrawn Committed Credit lines	968	757
iii) Uncalled amount of Investments	7	66

Share of company in contingent liabilities and capital commitments of an associate are as follows:

	(₹ in crore)	
	March 31, 2014	March 31, 2013
Contingent Liabilities		
i) Claims against the Company not acknowledge as debt	15	11
ii) Statutory Demands /liabilities in disputed not provided for	19	9
Commitments		
i) Commitment towards fixed Assets	3	41
ii) Other commitments	3	4

47 The subsidiaries and associate companies considered in the consolidated financial statements with their proportion of ownership are as under:

Name	Country of Incorporation	Year Ending	Proportion of ownership (Interest)
List of Subsidiaries			
Reliance Capital Asset Management Limited	India	March 31,2014	65.23%
Reliance Asset Management (Singapore) Pte Limited	Singapore	March 31,2014	65.23%
Reliance Asset Management (Mauritius) Limited	Mauritius	March 31,2014	65.23%
Reliance Capital Asset Management (UK) Plc	United Kingdom	March 31,2014	65.23%
Reliance Asset Management (Malaysia) SDN BHD	Malaysia	March 31,2014	65.23%
Reliance Capital Pension Fund Limited	India	March 31,2014	70.45%
Reliance AIF Management Company Limited (w.e.f. September 30, 2013)	India	March 31,2014	65.23%

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2014

Name	Country of Incorporation	Year Ending	Proportion of ownership (Interest)
Reliance Capital Trustee Co. Limited	India	March 31,2014	100.00%
Reliance General Insurance Company Limited	India	March 31,2014	96.50%
Reliance Gilts Limited	India	March 31,2014	100.00%
Reliance Equity Advisors (India) Limited	India	March 31,2014	100.00%
Reliance Consultants (Mauritius) Limited	Mauritius	March 31,2014	100.00%
Reliance Money Express Limited	India	March 31,2014	100.00%
Reliance Money Precious Metals Private Limited	India	March 31,2014	100.00%
Reliance Venture Asset Management Private Limited (ceased w.e.f. March 29, 2014)	India	March 31,2014	100.00%
Reliance Home Finance Limited	India	March 31,2014	100.00%
Reliance Capital (Singapore) Pte. Limited (ceased w.e.f. March 26, 2014)	Singapore	March 31,2014	100.00%
Reliance Securities Limited	India	March 31,2014	99.60%
Reliance Composite Insurance Broking Limited	India	March 31,2014	99.60%
Reliance Financial Advisory Services Limited (formerly Reliance Investment Banking Services Limited) (ceased w.e.f. March 29, 2014)	India	March 31,2014	100.00%
Reliance Commodities Limited	India	March 31,2014	100.00%
Reliance Financial Limited	India	March 31,2014	100.00%
Reliance Alternative Investments Services Private Limited	India	March 31,2014	100.00%
Reliance Wealth Management Limited	India	March 31,2014	100.00%
Reliance Money Solutions Private Limited (w.e.f. December 2, 2013)	India	March 31,2014	100.00%
Reliance Exchangenext Limited	India	March 31,2014	100.00%
Reliance Spot Exchange Infrastructure Limited	India	March 31,2014	100.00%
Indian Agri Services Private Limited	India	March 31,2014	100.00%
Reliance Capital AIF Trustee Company Private Limited (w.e.f. April 11, 2013)	India	March 31,2014	100.00%
Quant Capital Private Limited	India	March 31,2014	74.00%
Quant Broking Private Limited	India	March 31,2014	74.00%
Quant Securities Private Limited	India	March 31,2014	74.00%
Quant Commodities Private Limited	India	March 31,2014	74.00%
Quant Commodity Broking Private Limited	India	March 31,2014	74.00%
Quant Capital Advisors Private Limited	India	March 31,2014	74.00%
Quant Capital Finance and Investments Private Limited	India	March 31,2014	74.00%
Quant Investments Services Private Limited	India	March 31,2014	74.00%
QOPPA Trading Private Limited (ceased w.e.f. March 26, 2014)	India	March 31,2014	74.00%
QCAP Trade Private Limited (ceased w.e.f. March 26, 2014)	India	March 31,2014	74.00%
Quant Alternative Asset Management Private Limited (ceased w.e.f. March 26, 2014)	India	March 31,2014	74.00%
QCAP Securities Private Limited (w.e.f. August 22, 2013) (ceased w.e.f. March 26, 2014)	India	March 31,2014	74.00%

Notes to the Consolidated Financial Statement as at March 31, 2014

Name	Country of Incorporation	Year Ending	Proportion of ownership (Interest)
Quant Capital Securities Private Limited (w.e.f. August 22, 2013) (ceased w.e.f. March 26, 2014)	India	March 31, 2014	74.00%
List of Associates			
Reliance Land Private Limited	India	March 31, 2014	50.00%
Reliance Share & Stock Brokers Private Limited	India	March 31, 2014	50.00%
Indian Commodity Exchange Limited	India	March 31, 2014	* 26.00%
Ammolite Holdings Limited	Jersey	March 31, 2014	* 50.00%
Reliance Asset Reconstruction Company Limited	India	March 31, 2014	49.00%
Reliance Life Insurance Company Limited	India	March 31, 2014	47.78%
Partnership Firm			
Reliance Capital Partners (Partnership Firm)	India	March 31, 2014	#

Notes:-

- a) # Proportion of ownership interest in Partnership firm is on the basis of weighted average capital.
- b) * The Financial statements of Ammolite Holdings Limited & Indian Commodity Exchange Limited, have been certified by the management.
- 48** In accordance with Para 7 of Accounting Standard (AS-23) on Accounting for Investments in Associates in Consolidated Financial Statements as per the Companies (Accounting Standards), Rules 2006, Reliance Capital Partner's (firm) stake in Ravissant Private Limited (Previous year Fame India Limited and Ravissant Private Limited) though in excess of 20% of their shareholdings have not been accounted for as associates in the preparation of consolidated financial statements as the firm does not have any "Significant Influence" on these companies, as defined by Accounting Standard (AS-18) on "Related Party Disclosures" as per the Companies (Accounting Standards), Rules 2006 and hence the transaction with these parties have not been considered for Related Party Disclosures.
- 49** Goodwill of ₹ 4 576 crore (Previous year ₹ 4 576 crore) arising at the time of acquisition of associates has been included in the carrying amount of investments in associates, as per Accounting Standard (AS-23) on "Accounting for Investment in Associates in Consolidated Financial Statements".
- 50** Pursuant to the general exemption granted by the Ministry of Corporate Affairs, Government of India, the Parent Company i.e. Reliance Capital Limited is publishing the consolidated and standalone financial statements of Reliance Capital Limited and its subsidiaries. The requisite financial information of subsidiaries have been furnished by the management as a part of annual report.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 2, 2014

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

President & Company Secretary
Mumbai
Dated: May 2, 2014

Anil D. Ambani
Amitabh Jhunjhunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul

V. R. Mohan

Notes to Consolidated Financial Statement as at March 31, 2014

Financial Information of Subsidiary Companies

Sr. No.	Name	Country of Incorporation	Currency	Capital	Reserves	Total Assets	Total Liabilities	Investments (except in case of investment in subsidiaries)	Turnover/ Total Income	Profit/ (loss) before Taxation	Provisions for taxation	Profit/ (loss) after Taxation	Proposed Dividend
1	Reliance Capital Asset Management Limited	India	INR	11.27	1,318	1,643	314.02	700.60	780.18	383.62	79.68	303.94	172.80
2	Reliance Asset Management (Singapore) Pte. Limited	Singapore	SGD	27.41	5.35	38.11	5.35	15.34	9.67	(16.33)	-	(16.33)	-
3	Reliance Asset Management (Mauritius) Limited	Mauritius	USD	11.77	0.78	14.72	2.17	0.01	4.38	1.25	0.03	1.22	-
4	Reliance Capital Asset Management (UK) Plc.	United Kingdom	GBP	32.44	(31.87)	0.63	0.06	-	0.02	(0.45)	-	(0.45)	-
5	Reliance Asset Management (Malaysia) SDN. BHD.	Malaysia	MYR	29.17	(29.17)	-	-	-	0.68	(6.72)	(0.04)	(6.68)	-
6	Reliance Capital Pension Fund Limited	India	INR	25.00	0.85	26.17	0.32	25.04	1.89	0.39	0.07	0.32	-
7	Reliance AIF Management Company Limited	India	INR	0.51	0.62	1.16	0.04	0.19	0.33	0.26	-	0.26	-
8	Reliance Capital Trustee Co. Limited	India	INR	0.05	0.67	0.73	0.01	0.67	0.34	0.10	0.02	0.07	-
9	Reliance General Insurance Company Limited	India	INR	122.77	724.91	4,887.89	4,039.51	3,842.72	2,946.37	64.08	-	64.08	-
10	Reliance Gilts Limited	India	INR	7.00	(2.84)	4.18	0.02	4.17	0.06	0.02	0.00	0.02	-
11	Reliance Equity Advisors (India) Limited	India	INR	0.05	(9.83)	29.13	38.91	25.26	22.74	4.47	1.11	3.36	-
12	Reliance Consultants (Mauritius) Limited	Mauritius	USD	0.26	(0.10)	0.24	0.08	-	0.16	0.06	-	0.06	-
13	Reliance Alternative Investments Services Private Limited	India	INR	0.01	0.03	0.06	0.02	-	0.06	0.01	0.00	0.01	-
14	Reliance Home Finance Limited	India	INR	65.82	398.48	3,744.90	3,280.60	320.00	429.71	66.05	22.66	43.39	-
15	Reliance Securities Limited	India	INR	150.00	(4.33)	335.87	190.21	1.19	108.15	(29.24)	1.49	(30.73)	-
16	Reliance Composite Insurance Broking Limited	India	INR	2.50	4.17	17.22	10.55	-	20.64	5.55	0.20	5.35	-
17	Reliance Money Express Limited	India	INR	13.81	26.56	78.06	37.69	-	49.80	8.43	2.15	6.28	-
18	Reliance Money Precious Metals Private Limited	India	INR	8.00	(15.77)	6.24	14.01	-	159.74	(7.65)	-	(7.65)	-
19	Reliance Commodities Limited	India	INR	3.00	8.23	39.77	28.54	-	10.92	(2.17)	-	(2.17)	-
20	Reliance Financial Limited	India	INR	11.00	32.75	65.30	21.56	-	7.62	1.03	0.33	0.70	-
21	Reliance Wealth Management Limited	India	INR	15.50	(11.68)	4.60	0.78	-	11.49	(4.76)	-	(4.76)	-
22	Reliance ExchangesX Limited	India	INR	6.91	(13.28)	0.36	6.73	-	0.64	(47.11)	-	(47.11)	-
23	Reliance Spot Exchange Infrastructure Limited	India	INR	17.65	(22.22)	1.34	5.91	0.01	0.12	(0.20)	-	(0.20)	-
24	Indian Agri Services Private Limited	India	INR	0.12	(0.06)	10.88	10.82	10.82	0.02	0.01	-	0.01	-
25	Reliance Money Solutions Private Limited	India	INR	0.05	(5.27)	7.68	12.90	-	28.30	(2.86)	-	(2.86)	-
26	Reliance Capital AIF Trustee Company Private Limited	India	INR	0.06	(0.04)	0.03	0.01	-	-	(0.03)	-	(0.03)	-
27	Quant Capital Private Limited	India	INR	15.00	239.09	296.25	42.16	-	2.50	0.15	0.05	0.10	-
28	Quant Broking Private Limited	India	INR	18.01	145.63	453.30	289.66	50.00	40.66	(1.66)	-	(1.66)	-
29	Quant Securities Private Limited	India	INR	1.54	1.06	157.50	154.90	-	3.78	(0.48)	(0.00)	(0.48)	-
30	Quant Commodities Private Limited	India	INR	0.21	18.86	41.28	22.21	-	12.31	2.04	0.52	1.52	-
31	Quant Commodity Broking Private Limited	India	INR	0.14	1.98	28.71	26.60	-	2.43	0.13	0.06	0.07	-
32	Quant Capital Advisors Private Limited	India	INR	0.11	2.64	4.77	2.02	-	4.54	0.21	0.03	0.19	-
33	Quant Capital Finance and Investments Private Limited	India	INR	3.83	17.82	23.11	1.47	-	1.33	(0.33)	(0.02)	(0.31)	-
34	Quant Investments Services Private Limited	India	INR	0.74	5.26	6.20	0.20	-	1.03	(0.60)	0.00	(0.60)	-

Exchange rate as of March 31, 2014 : 1USD = ₹ 60.06, 1SGD = ₹ 47.73, 1GBP = ₹ 100.14, 1MYR = ₹ 18.44

Reliance Capital Limited

Annual Accounts

2014-15

Independent Auditors' Report on the Standalone Financial Statement

**To
The Members,
Reliance Capital Limited**

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Reliance Capital Limited ("the Company"), which comprise the balance sheet as at March 31, 2015, the statement of profit and loss, 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial

statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2015, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on March 31, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.

Independent Auditors' Report on the Standalone Financial Statement

- | | | | |
|--|---|---|---|
| <p>f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:</p> <p>i) the Company has disclosed the impact of pending litigations as at March 31, 2015 on its standalone financial position in its standalone financial statements-Refer Note No. 43 (a) (ii) to the standalone financial statements;</p> <p>ii) the Company has made adequate provision for the year ended March 31, 2015, as required under the applicable law or accounting standards, for material foreseeable losses, on long-term contracts including derivative contracts-Refer Note No. 40 (XVI) to the standalone financial statements; and</p> | <p>iii) there has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company.</p> | <p>For Chaturvedi & Shah
Chartered Accountants
Firm Reg. No: 101720W</p> | <p>For B S R & Co. LLP
Chartered Accountants
Firm Reg. No: 101248W/
W-100022</p> |
| | | <p>Vijay Napawaliya
Partner
Membership No: 109859</p> | <p>Akeel Master
Partner
Membership No: 046768</p> |
| | | <p>Mumbai
May 29, 2015</p> | <p>Mumbai
May 29, 2015</p> |

Annexure to the Independent Auditors' Report on the Standalone Financial Statement

- (Referred to in our report of even date)
- | | |
|--|---|
| <p>(i) In respect of its fixed assets:</p> <p>a. The Company has maintained proper records, showing full particulars including quantitative details and situation of its fixed assets.</p> <p>b. The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.</p> <p>(ii) The Company is a Systemically Important Non-deposit taking Non-Banking Financial Company which is primarily engaged in lending and investing activities. Accordingly, Company's business does not involve inventories. Thus, paragraph 3 (ii) of the Order is not applicable to the Company.</p> <p>(iii) According to the information and explanations given to us, during the year the Company has not granted any loans secured/unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Thus, paragraph 3 (iii) of the Order is not applicable to the Company.</p> <p>(iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and sale of services. The nature of the Company's business is such that it does not involve</p> | <p>purchase of inventories and sale of goods. In our opinion and accordingly to the information and explanations given to us, there is no continuing failure to correct major weaknesses in the internal control system.</p> <p>(v) In our opinion and according to the information and explanations given to us, the Company is a Systemically Important Non-deposit taking Non-Banking Financial Company, therefore paragraph 3 (v) of the Order is not applicable to the Company.</p> <p>(vi) According to the information and explanations given to us, the Central Government has not specified for maintenance of cost records under sub section (1) of Section 148 of the Companies Act, 2013 in respect of activities carried on by the Company. Thus, paragraph 3 (vi) of the Order is not applicable to the Company.</p> <p>(vii) In respect of statutory dues:</p> <p>a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues except in case of professional tax in which there were few delays in payment of the said dues. Further, there are no undisputed amounts payable outstanding as at March 31, 2015 for a period of more than six months from the date they became payable.</p> <p>b) According to the information and explanations given to us, there are no dues of income-tax, sales-tax, wealth tax, service tax, duty of customs,</p> |
|--|---|

Annexure to the Independent Auditors' Report on the Standalone Financial Statement

- duty of excise, value added tax and cess which have not been deposited on account of any dispute, except in respect of sales tax under Gujarat Sales Tax Act, 1969 of ₹ 4,75,916 for the year 2001-02 which is pending before the Gujarat Sales Tax Tribunal, Ahmedabad and sales tax under Madhya Pradesh General Sales Tax Act, 1958 of ₹ 4,30,472 for the year 1996-97 which is pending before Appellate Deputy Commissioner of the Commercial Tax, Indore Division - I.
- c) According to the information and explanations given to us, the amount required to be transferred to Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder has been transferred to such fund within time.
- (viii) The Company does not have accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (ix) Based on our audit procedures and as per information and explanations given by management, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks or debenture holders as at March 31, 2015.
- (x) The Company has given guarantees for loans taken by others from banks or financial institutions. In our opinion and according to the information and explanations given to us, the terms and conditions on which the Company has given guarantees for loans taken by others from banks or financial institutions are not prejudicial to the interest of the Company.
- (xi) In our opinion and according to the information and explanations given to us, the term loans taken by the Company have been applied for the purpose for which they were raised except in case where loans amounting to ₹ 95 crore have been taken towards the year end which were lying in bank accounts at the year end, and were subsequently utilized for the purpose for which loans have been taken.
- (xii) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, nor have we been informed of any such case by the management.

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No: 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859

Akeel Master
Partner
Membership No: 046768

Mumbai
May 29, 2015

Mumbai
May 29, 2015

Reliance Capital Limited

Standalone Balance Sheet as at March 31, 2015

(₹ in crore)

	Note No.	As at March 31, 2015		As at March 31, 2014	
I EQUITY AND LIABILITIES					
(1) Shareholders' funds					
(a) Share capital	4	253		244	
(b) Reserves and surplus	5	12 330	12 583	<u>11 390</u>	11 634
(2) Non-current liabilities					
(a) Long-term borrowings	6	14 101		12 128	
(b) Deferred tax liabilities (net)	7	-		12	
(c) Other long-term liabilities	8	125		82	
(d) Long-term provisions	9	36	14 262	<u>36</u>	12 258
(3) Current liabilities					
(a) Short-term borrowings	10	3 772		6 754	
(b) Trade payables	11	17		9	
(c) Other current liabilities	12	4 784		5 620	
(d) Short-term provisions	13	284	8 857	<u>240</u>	12 623
TOTAL			<u>35 702</u>	<u>36 515</u>	<u>36 515</u>
II ASSETS					
(1) Non-current assets					
(a) Fixed assets	14				
(i) Tangible assets		183		150	
(ii) Intangible assets		31		<u>32</u>	
		214		182	
(b) Non-current investments	15	11 381		13 103	
(c) Long-term loans and advances	16	11 945		12 738	
(d) Other non-current assets	17	1 343	24 883	<u>1 756</u>	27 779
(2) Current assets					
(a) Current investments	18	994		467	
(b) Trade receivables	19	-		5	
(c) Cash and bank balances	20	731		1 848	
(d) Short-term loans and advances	21	8 694		5 932	
(e) Other current assets	22	400	10 819	<u>484</u>	8 736
TOTAL			<u>35 702</u>	<u>36 515</u>	<u>36 515</u>

See accompanying notes to the standalone financial statements 1 - 50

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

Executive Director & Group CEO
Chief Financial Officer
President & Company Secretary
Mumbai
Dated: May 29, 2015

Anil D. Ambani
Amitabh Jhunjhunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul
Chhaya Virani
Soumen Ghosh
Amit Bapna
V. R. Mohan

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

		(₹ in crore)	
	Note No.	2014-15	2013-14
REVENUE			
I	Revenue from operations	23 3 948	3 169
II	Other income	24 <u>40</u>	<u>85</u>
III	Total revenue (I+II)	3 988	3 254
IV EXPENSES			
	Employee benefits expense	25 194	148
	Finance cost	26 2 357	2 279
	Depreciation and amortisation expense (Refer note no 47)	14 31	34
	Other expenses	27 <u>562</u>	<u>329</u>
	Total expenses	<u>3 144</u>	<u>2 790</u>
V	Profit before tax (III-IV)	844	464
VI	Tax expense		
	(1) Current tax	99	50
	(2) Deferred tax	<u>(12)</u>	<u>5</u>
		<u>87</u>	<u>55</u>
VII	Profit after tax (V-VI)	<u>757</u>	<u>409</u>
VIII	Earnings per equity share face value of ₹ 10 each fully paid up	37	
	(1) Basic (₹)	30.77	16.67
	(2) Diluted (₹)	30.77	16.67

See accompanying notes to the standalone financial statements 1 - 50

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

Executive Director & Group CEO
Chief Financial Officer
President & Company Secretary
Mumbai
Dated: May 29, 2015

Anil D. Ambani
Amitabh Jhunjhunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul
Chhaya Virani
Soumen Ghosh
Amit Bapna
V. R. Mohan

Reliance Capital Limited

Standalone Cash Flow Statement for the year ended March 31, 2015

(₹ in crore)

	2014-15	2013-14
A. Cash flows from operating activities		
Profit before tax	844	464
Adjusted for		
Depreciation and amortisation expense	31	34
Bad debts recovered	(17)	(30)
Provision for NPA, doubtful debts and balances written off	308	88
Provision and loss on repossessed stock	29	14
Provision for diminution in the value of investments / written off	(55)	(23)
Provision for gratuity / leave encashment	6	(1)
Excess provision / credit balance written back	-	(26)
(Profit) / loss on sale of fixed assets	(8)	(25)
Amortised DSA commission	38	37
(Profit) / loss share in partnership firm	(113)	(15)
Interest income on investments	(435)	(450)
Dividend income on investments	(256)	(135)
(Profit) / loss on sale of investments (net)	(433)	(61)
Amortised brokerage on borrowings	36	25
Discount on commercial papers	393	349
Interest expenses	<u>1 928</u>	<u>1 905</u>
	1 452	1 686
Operating profit before working capital changes	2 296	2 150
Adjusted for		
Proceeds from / (repayment of) short term borrowings (Net)	(3 374)	2 215
Proceeds from long term borrowings	6 365	4 587
Repayment of long term borrowings	(4 590)	(5 026)
Unamortised expenses incurred	(94)	(71)
Trade receivables & loans and advances	(2 011)	(1 668)
Trade payables and liabilities	<u>(634)</u>	<u>484</u>
	(4 338)	521
Cash generated from operations	(2 042)	2 671
Interest paid	(1 861)	(1 727)
Taxes paid (Net)	<u>(91)</u>	<u>(142)</u>
	(1 952)	(1 869)
Net cash generated from / (used in) operating activities	(3 994)	802

Standalone Cash Flow Statement for the year ended March 31, 2015

(₹ in crore)

	2014-15	2013-14
B. Cash flows from investing activities		
Purchase of fixed assets (including capital advances)	(15)	(166)
Sale of fixed assets	44	35
Investments in subsidiaries	(31)	(54)
Proceeds from sale of subsidiaries	707	25
Withdrawal from partnership firm current account (Net)	207	150
Purchase of non-current investments	(3 265)	(2 819)
Proceeds from sale of non-current investments	3 865	3 010
(Purchase) / Proceeds from sale of current investments (Net)	318	(94)
Interest received	709	176
Dividend received	256	135
Net Cash generated from / (used in) investing activities	2 795	398
C. Cash flows from financing activities		
Dividends paid (including dividend tax thereon)	(209)	(211)
Equity share capital issued (including securities premium)	371	-
Net Cash generated from / (used in) Financing Activities	162	(211)
Net Increase / (Decrease) in Cash and Cash Equivalents (A + B + C)	(1 037)	989
Opening balance of cash and cash equivalents	1 668	679
Closing balance of cash and cash equivalents	631	1 668

Notes:

- The previous year's figures have been regrouped and reclassified wherever necessary.
- Cash and cash equivalents include cash on hand and bank balances.

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

Executive Director & Group CEO
Chief Financial Officer
President & Company Secretary
Mumbai
Dated: May 29, 2015

Anil D. Ambani
Amitabh Jhunjhunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul
Chhaya Virani
Soumen Ghosh
Amit Bapna
V. R. Mohan

1. Background

Reliance Capital Limited ('the Company') is registered as a Non-Banking Financial Company ('NBFC') as defined under Section 45-IA of the Reserve Bank of India Act, 1934. The Company is principally engaged in lending and investing activities.

2. Significant Accounting Policies

a Basis of Preparation of Standalone Financial Statements

The accompanying standalone financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated in accordance with the generally accepted accounting principles (GAAP) in India and comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 (The Act), read with Rule 7 of the Companies (Accounting Standards) Rules 2014 and relevant provisions of Companies Act, 2013. These financial statements are presented in Indian rupees rounded to the nearest crore except otherwise stated.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of the services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of assets and liabilities.

The Company complies in all material respects, with the prudential norms relating to income recognition, asset classification and provisioning for bad and doubtful debts and other matters, specified in the directions issued by the Reserve Bank of India in terms of Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 vide Reserve Bank of India ('RBI') Notification No. DNBR.009/CGM (CDS)-2015 dated March 27, 2015, as applicable to the Company.

b Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and 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 Revenue Recognition

i) Interest income:

Interest income is recognised as it accrues on a time proportion basis taking into account the amount outstanding and the rate applicable except in the case of non performing assets ("NPAs") where it is recognised, upon realisation.

ii) Dividend income:

Dividend income is recognised when the right to receive payment is established.

iii) Income from investments:

Profit / (Loss) earned from sale of securities is recognised on trade date basis. The cost of securities is computed based on weighted average basis.

iv) Lease rental income:

Lease rental income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

v) Discount on investments:

The difference between the acquisition cost and face value of debt instruments is recognised as interest income over the tenor of the instrument on straight-line basis.

vi) Redemption premium on investments :

Redemption premium on investments is recognised as income over the tenor of the investment.

vii) Share of profits or losses in partnership firm:

Share of profits / losses in partnership firm is accounted for once the amount of the share of profit/loss is ascertained and credited/debited to the Company's account in the books of the partnership firm.

viii) Loan processing fee income:

Loan processing fee income is accounted for upfront as and when it becomes due.

ix) Management fee income:

Management fee income towards support services is accounted as and when it becomes due on contractual terms with the parties.

x) Income from assignment / securitization:

In case of assignment / securitisation of loans, the assets are derecognised when all the rights, title, future receivables and interest thereof along with all the risks and rewards of ownership are transferred to the purchasers of assigned/ securitised loans in accordance with the Guidelines issued by Reserve Bank of India vide RBI/2012-13/170 DNBS. PD. No. 301/3.10.01/2012-13 dated August 21, 2012. The profit if any, as reduced by the estimated provision for loss/ expenses and incidental expenses related to the transaction, is recognised as gain or loss arising on assignment / securitisation over the tenure of the deal. Loss arising from these transactions if any will be recognised immediately in the statement of profit and loss.

xi) Servicing fee income:

Servicing fees received is accounted for based on the underlying deal structure of the transaction as per the agreement.

Notes to the Standalone Financial Statement as at March 31, 2015

d Fixed assets**i) Tangible assets****Leased assets**

All assets given on operating lease are shown as fixed assets net of depreciation and impairment loss, if any. Initial direct costs in respect of leases are expensed in the year in which such costs are incurred.

Own assets

Tangible Assets are stated at cost of acquisition less accumulated depreciation and impairment loss if any. Cost includes acquisition cost which is directly attributable to bring the asset to its working condition for its intended use.

ii) Intangible assets

Intangible assets are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development.

e Depreciation / Amortisation

Depreciation on fixed assets is provided as follows:

i) Tangible assets

The Company has provided for depreciation over the useful life of the assets as prescribed under part C of Schedule II of the Companies Act, 2013 as per straight line method except Plant & Machinery and data processing machineries given on lease where useful life is considered 8 years and 5 years, respectively based on management's assessments of useful life in respect of these assets. Lease hold improvements are amortised over the primary period of the lease on straight-line basis.

ii) Intangible Assets are amortised on straight line basis over the useful life of the asset up to a maximum of five years commencing from the month in which such asset is first installed.

The Company provides pro-rata depreciation from the day the asset is put to use and for any asset sold, till the date of sale.

f Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

g Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise at cost or fair value, whichever is lower. Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment script wise.

h Repossessed assets

Assets repossessed against the settlement of loans are carried in the balance sheet at outstanding loan amount. The classification and provision is based on the underlying Days Past Due (DPD) for these loans.

i Loan origination/acquisition cost

All direct cost incurred for the loan origination is amortised over the tenure of the loan.

j Security of loans given

Housing loans / loans against property granted are secured by equitable registered mortgage of property and / or undertaking to create a security. Other Secured loans are secured against hypothecation of respective assets.

k Provisions for Non Performing Assets (NPA) and doubtful debts

Loans and advances, receivables are identified as bad/ doubtful based on the duration of the delinquency. The duration is set at appropriate levels for each product. NPA provisions are made based on the management's assessment of the degree of impairment and the level of provisioning which meets the NBFC prudential norms prescribed by Reserve Bank of India.

l Provisions for standard assets

Provisions for standard assets are made as per para 10 of the Systematically Important Non-Banking Financial (Non Accepting or Holding) Companies Prudential Norms (Reserve Bank) directions, 2015.

m Market linked debentures (MLD)

The Company has issued certain non-convertible debentures, the rate of interest which is linked to performance of specified indices over the period of the debentures. The Company hedges its interest rate risk on MLD by taking positions in future & options based on specified indices. Any gain/loss on these hedge positions are netted against with interest expense on MLD and resultant 'net loss' is recognised in Statement of Profit and Loss immediately, however 'net gain' if any, is ignored.

n Discount on commercial paper

The difference between the issue price and the redemption value of commercial papers is apportioned on time basis and recognised as discounting expense.

o Foreign currency transactions

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the Statement of Profit and Loss.

Monetary assets and liabilities denominated in foreign currencies at the year end are restated at year end rates.

p Employee benefits

i) Provident fund: Company's contributions to the recognised provident fund, which is a defined contribution scheme, are charged to the Statement of Profit and Loss.

ii) Gratuity: The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such defined benefit plan 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 is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

iii) Leave encashment: Leave encashment which is a defined benefit, is accrued for based on an actuarial valuation at the balance sheet date carried out by an independent actuary.

q Employee Stock Option Scheme ("ESOS")

The Employees Stock Option Scheme ("the Scheme") provides for grant of equity shares of the Company to directors (including whole-time) (excluding independent directors) and employees of the Company, the Holding Company and its subsidiaries. The Scheme provides that employees are granted an option to acquire equity shares of the Company that vests in a graded manner. The options may be exercised within a specified period. The Company follows the intrinsic value method to account for its stock-based employee compensation plans. Compensation cost is measured as the excess, if any, of the fair market price of the underlying stock over the exercise price on the grant date and is amortised over the vesting period of the option on a straight line basis.

The fair market price is the latest closing price, immediately prior to the date of the Board / Committee meeting in which the options are granted, on the stock exchange on which the shares of the Company are listed. If the shares are listed on more than one stock exchange, then the stock exchange where there is highest trading volume on the said date is considered.

r Borrowing costs

Borrowing costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

s Operating leases

Lease payments for assets taken on an operating lease are recognised as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

t Earnings per share

The basic earning per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting year. Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share, is computed by dividing the net profit / loss after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit per share are included.

u Taxation

- Current Tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognised where there is convincing evidence that the same can be realised in future.

- Deferred tax

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to

Notes to the Standalone Financial Statement as at March 31, 2015

the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

v Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised nor disclosed in the financial statements.

3. Previous year figures has been regrouped /reclassified wherever necessary.

		(₹ in crore)			
		As at March 31, 2015	As at March 31, 2014		
4 Share capital					
(a) Authorised:					
	30 00 00 000 Equity shares of ₹ 10 each (Previous year 30 00 00 000)	300	300		
	10 00 00 000 Preference shares of ₹ 10 each (Previous year 10 00 00 000)	100	100		
		<u>400</u>	<u>400</u>		
(b) Issued & Subscribed:					
	25 39 77 006 Equity shares of ₹ 10 each fully paid up (Previous year 24 69 77 006)	254	247		
		<u>254</u>	<u>247</u>		
(c) Paid up:					
	25 26 32 800 Equity shares of ₹ 10 each fully paid up (Previous year 24 56 32 800)	252	245		
	Add: Forfeited shares	1	1		
	13 44 206 Equity shares of ₹ 10 each (Previous year 13 44 206)	-	2		
	Less: Advance to ESOP Trust [Refer Note No. (i) below] (Previous year 16 00 000 Equity shares of ₹ 10 each)	-	2		
		<u>253</u>	<u>244</u>		
(d) Equity shares held by holding Company and subsidiaries of holding company:					
Name of the holder		As at March 31, 2015		As at March 31, 2014	
		%	Qty.	%	Qty.
	Reliance Innoventures Private Limited (ceased to be Holding company on March 27, 2015)	-	-	0.23	5 76 450
	Reliance Inceptum Private Limited (Formerly AAA Enterprises Private Limited) (Subsidiary of holding company)	-	-	40.07	9 84 14 206
	AAA Infrastructure Consulting And Engineers Private Limited (Subsidiary of holding company)	-	-	11.39	2 79 75 633
(e) Equity shares in the Company held by each shareholder holding more than 5 percent:					
Name of the holder		As at March 31, 2015		As at March 31, 2014	
		%	Qty.	%	Qty.
	Reliance Inceptum Private Limited (Formerly AAA Enterprises Private Limited)	38.68	9 77 14 206	40.07	9 84 14 206
	AAA Infrastructure Consulting And Engineers Private Limited	11.07	2 79 75 633	11.39	2 79 75 633

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

(f) The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholder.

For the year ended March 31, 2015, the amount of per share dividend recognised as distributable to equity shareholders is ₹ 9 (March 31, 2014 ₹ 8.50). The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

(g) **Reconciliation of numbers of shares outstanding**

	As at March 31, 2015		As at March 31, 2014	
	No. of Shares	Amount (₹ in crore)	No. of Shares	Amount (₹ in crore)
Equity shares				
Opening Balance	24 56 32 800	245	24 56 32 800	245
Addition during the year (Refer note j below)	70 00 000	7	-	-
Closing Balance	25 26 32 800	252	24 56 32 800	245

(h) As on March 31, 2015, 5,98,166 equity shares (Previous year 6,37,035 equity shares) are held by custodian against which depository receipts have been issued.

(i) During the year ended March 31, 2015, The Securities and Exchange Board of India (SEBI) has issued the "SEBI Share Based Employee Benefits Regulation 2014 ('the Regulation') which requires the accounting treatment for employee share based payments to be based on the Guidance Note on Accounting for Employee Share Based Payments issued by the Institute of Chartered Accountants of India (the Guidance Note). Accordingly, based on the requirements of the Guidance Note, the Company has not considered the ESOP Trust for inclusion in the standalone financial statements for the year ended March 31, 2015. Consequently, these financial statements do not include the assets and liabilities of the ESOP trust and to that extent, the previous year figures are not comparable. For the current year, the Company has disclosed the loan to ESOP trust amounting to ₹ 60 crore under long term loans and advances.

(j) In Extraordinary General Meeting held on January 23, 2015, the members of the Company have duly approved, vide e-voting, Preferential Allotment of 70,00,000 equity shares of ₹ 10 each at a premium of ₹ 520 per share aggregating to ₹ 371 crore to Sumitomo Mitsui Trust Bank Limited of Japan which has been allotted on March 12, 2015.

(₹ in crore)

	As at March 31, 2015	As at March 31, 2014
5 Reserves and surplus		
Capital reserve*		
As per last balance sheet	852	852
Capital redemption reserve		
As per last balance sheet	10	10
Securities premium account		
As per last balance sheet	3 231	3 291
Add : On issue of shares	364	-
Add / (Less): Advance to ESOP Trust [Refer Note No. 4 (i) above & Note No. 32]	60	(60)
General reserve **		
As per last balance sheet	4 741	4 700
Add: Amount transferred from surplus in statement of profit and loss	76	41
Statutory reserve fund ***		
As per last balance sheet	1 247	1 165
Add: Amount transferred from surplus in statement of profit and loss	151	82
Surplus in statement of profit and loss		
As per last balance sheet	1 309	1 248
Add: Amount transferred from statement of profit and loss	757	409
Add : Tax on proposed dividend for earlier years	16	-
Less: Proposed dividend [₹ 9 (Previous year ₹ 8.5) per equity share]	227	209
Less: Tax on proposed dividend (Refer Note No. 31)	30	16
Less: Transfer to statutory reserve fund	151	82
Less: Transfer to general reserve	76	41
	1 598	1 309
	12 330	11 390

* Includes ₹ 846 crore (Previous year ₹ 846 crore) created pursuant to the scheme of amalgamation approved by High Court which shall for all regulatory and accounting purposes be considered to be part of the owned funds / net worth of the Company.

** Includes ₹ 3 837 crore (Previous year ₹ 3 837 crore) created pursuant to scheme of amalgamation approved by High Court.

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

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

	As at March 31, 2015	As at March 31, 2014
6 Long term borrowings		
Non convertible debentures		
-Secured [Refer Note No. 28(i)]		
Others	8 311	6 462
Related party (Refer Note No. 35)	178	95
-Unsecured		
Others	1 323	1 148
Related party (Refer Note No. 35)	100	25
Term loans from banks / financial institutions		
-Secured [Refer Note No. 28(ii)]	4 089	4 248
-Unsecured	100	100
Inter corporate deposits		
- Related party (Refer Note No. 35) Unsecured	-	50
	<u>14 101</u>	<u>12 128</u>
7 Deferred tax liabilities / (assets)		
Deferred tax liabilities / (assets) included in the balance sheet comprises the following:		
a) Deferred tax liabilities		
Depreciation on fixed assets	21	19
Unamortised expenditures	67	60
Total (a)	88	79
b) Deferred tax assets		
Provision for non performing assets / diminution in the value of assets and investments	115	66
Provision for leave encashment / gratuity	3	1
Total (b)	118	67
Net deferred tax liabilities / (assets) [(a)-(b)]	<u>(30)</u>	<u>12</u>
Note: As a matter of prudence, the Company has not recognised Deferred tax assets (net) in books of accounts.		
8 Other long-term liabilities		
Interest accrued but not due on debentures	70	55
Security deposits	55	27
	<u>125</u>	<u>82</u>
9 Long-term provisions		
Provision for employee benefits		
-Leave encashment (Refer Note No. 33)	3	3
Contingent provision against Standard assets	33	33
	<u>36</u>	<u>36</u>
10 Short term borrowings		
Loans from banks / financial institutions		
-Secured		
Cash credit (Refer Note (a) below)	1	650
Short term (Refer Note (b & c) below)	540	1 451
-Unsecured	541	2 101
Short term	300	-
Commercial paper (Refer Note (d) below)		
-Others (Unsecured)	2 931	4 653
	<u>3 772</u>	<u>6 754</u>

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

Notes:

- Cash Credits amounting to ₹ 1 crore (Previous year ₹ 650 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ 540 crore (Previous year ₹ 1 440 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ Nil (Previous year ₹ 11 crore) referred above are secured by fixed deposits pledged with bank.
- In respect of Commercial Papers maximum amount outstanding during the year was ₹ 5 055 crore (Previous year ₹ 5 175 crore).

(₹ in crore)

	As at March 31, 2015	As at March 31, 2014
11 Trade payables		
- Micro, small and medium enterprises (Refer Note below)	-	-
- Others	17	9
	<u>17</u>	<u>9</u>
Note:		
There are no micro, small and medium scale business enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2015. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.		
12 Other current liabilities		
Current maturities of long-term debt		
Non convertible debentures		
-Secured		
Others	1 369	1 287
Related party (Refer Note No. 35)	<u>12</u>	<u>56</u>
Inter corporate deposits		
- Related party (Refer Note No. 35) Unsecured	-	400
Term loans from banks / financial institutions		
-Secured	2 499	2 334
Interest accrued but not due on debentures	475	423
Security deposits	6	-
Income received in advance	5	3
Advance from customers	55	35
Temporary book overdraft balance of banks	1	745
Other payables*	346	323
Unclaimed dividend #	16	14
	<u>4 784</u>	<u>5 620</u>

Notes:

* Includes provision for expenses, statutory payables, securitisation / assignment payable and other payables.

Does not include any amounts, due and outstanding, to be transferred to the Investor Education and Protection Fund created pursuant to Section 205C of the Companies Act, 1956.

13 Short-term provisions

Provision for employee benefits (Refer Note No. 33)		
-Leave encashment (Previous year ₹ 40 48 851]	1	-
-Gratuity	4	-
Others		
-Contingent provision against Standard assets	22	15
-Proposed dividend	227	209
-Tax on proposed dividend	30	16
	<u>284</u>	<u>240</u>

Notes to the Standalone Financial Statement as at March 31, 2015

14 Fixed assets

Description	Gross Block		As at March 31, 2015	Depreciation / Amortisation		Upto March 31, 2015	Net Block	
	As at April 1, 2014	Additions / Adjustments		Deductions / Adjustments	For the Year		Upto April 1, 2014	As at March 31, 2015
(i) Tangible assets								
Lease assets								
Plant and equipments	46	7	53	6	9	15	38	37
Data processing machineries	22	2	24	5	9	13	11	13
Vehicles	30	7	23	6	13	15	8	17
Sub total A	98	9	100	17	31	43	57	67
Previous year	80	29	98	14	21	31	67	
Own assets								
Freehold Land*	13	-	13	-	-	-	13	13
Buildings*	64	69	98	(10)	19	7	91	45
Data processing machineries	44	9	53	8	34	42	11	10
Furniture and fixtures	13	1	14	(1)	9	8	6	4
Vehicles	8	- ⁽ⁱ⁾	6	(-) ^(iv)	5	5	1	3
Office equipments	12	2	13	4	6	10	3	6
Leasehold improvement	8	- ^(iv)	8	1	6	7	1	2
Sub total B	162	81	205	2	79	79	126	83
Previous year	145	25	162	11	73	79	83	
Total (A+B)	260	90	305	19	110	122	183	150
Previous year	225	54	260	25	94	110	150	
(ii) Intangible assets								
Computer software / Licensing cost	70	11	81	12	38	50	31	32
Total	70	11	81	12	38	50	31	32
Previous year	49	21	70	9	29	38	32	

(₹ in crore)

Notes:

- In respect of Intangible assets:
 - It is other than internally generated.
 - Average remaining useful life is as follows:
 - Additions for financial year 2014-15 - 4 years
 - Additions for FY 2013-14 - 3 years (Previous Year 4 years)
 - Additions for FY 2012-13 - 2 years (Previous Year 3 years)
 - Additions for FY 2011-12 - 1 years (Previous Year 2 years)
 - Additions for FY 2010-11 - Nil years (Previous year 1 year)
- *Freehold Land includes ₹ 13 crore (Previous year ₹ 13 crore) and Buildings includes ₹ 49 crore (Previous year ₹ Nil) acquired against settlement of loan.
- (i) ₹ 14 39 122 (ii) ₹ 74 463 (iii) ₹ 3 08 384 (iv) ₹ 26 239 (v) ₹ 17 58 935 (vi) ₹ 1 77 346 (vii) ₹ 30 19 903 (viii) ₹ 25 047 (ix) ₹ 26 239

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

	Face Value / Issue Price ₹	As at March 31, 2015	Quantity As at March 31, 2014	As at March 31, 2015	(₹ in crore) Value As at March 31, 2014
15. Non-current investments					
Other Investments					
(A) Investments in Equity instruments (valued at cost unless stated otherwise)					
Quoted, fully paid-up					
Aurionpro Solutions Limited	10	13 06 906	13 06 906	35	35
Anant Raj Limited	2	-	31 09 000	-	21
Celebrity Fashions Limited (Previous year ₹ 11 25 465)	10	-	8 98 750	-	-
EIH Limited	2	-	46 54 545	-	47
EMCO Limited	2	19 43 000	19 43 000	14	14
EPC Industrie Limited	10	10 25 000	4 89 658	15	6
Gujarat Fluorochemicals Limited	1	-	98 701	-	3
HBL Power Systems Limited	1	73 50 000	1 43 60 000	14	27
Indian Terrain Fashions Limited	10	-	3 30 962	-	14
Jindal Saw Limited	2	10 00 000	13 13 700	12	16
Kinetic Engineering Limited	10	7 15 000	7 15 000	13	13
Kirloskar Pneumatic Company Limited	10	-	1 45 000	-	6
Network 18 Media & Investments Limited	5	50 55 000	-	25	-
Padmalaya Telefilms Limited	10	5 11 000	5 11 000	2	2
Pratibha Industries Limited	2	-	14 50 000	-	9
Radico Khaitan Limited	2	-	11 85 246	-	16
Rattanindia Infrastructure Limited (Formerly Indiabulls Infrastructure and Power Limited)	2	48 10 000	48 10 000	2	2
Reliance Communications Limited*	5	2 96 95 295	2 96 95 295	293	293
Reliance Industrial Infrastructure Limited	10	1 60 100	1 60 100	1	1
Reliance MediaWorks Limited (Refer Note 3 below)	5	-	3 62 49 805	-	328
Reliance Power Limited*	10	41 17 823	41 17 823	3	3
TV18 Broadcast Limited	2	2 31 02 549	2 71 02 549	46	54
TV Today Network Limited	5	-	58 28 705	-	73
Ventura Textiles Limited (Refer Note 4 below)	10	12 87 500	12 87 500	6	6
				481	989
Less: Provision for diminution in value of investments				131	296
				350	693
Unquoted, fully paid-up					
AllGreen Energy India Private Limited [₹ 4 230 (Previous year ₹ 4 230)]	10	10	10	-	-
Adhar Project Management & Consultancy Private Limited [₹ 2 52 231 (Previous year ₹ 2 52 231)]	10	1 400	1 400	-	-
Bombay Stock Exchange Limited	1	1 30 000	1 30 000	2	2
Gradatim I.T. Ventures (India) Private Limited [₹ 2 611 (Previous year ₹ 2 611)]	10	64	64	-	-
Gini & Jony Limited	10	-	11 16 999	-	1
Global Wind Power Limited	10	20 00 000	21 60 000	13	24
Grover Zampa Vineyards Limited	10	23 54 132	23 54 132	16	16
Reliance MediaWorks Limited (Refer Note 3 below)	5	19 32 089	-	17	-
KLT Automotive & Tubular Products Limited	10	5 25 000	5 25 000	11	11
Menon and Menon Limited	10	15 60 000	15 60 000	6	6
National Multi-Commodity Exchange of India Limited	10	16 66 667	16 66 667	11	11
One 97 Communications Limited	10	3 84 616	3 84 616	10	10
Podar Shakti Synthetics Private Limited [₹ 35 150 (Previous year ₹ 35 150)]	10	3 515	3 515	-	-
Reverse Logistics Company Private Limited	10	16 542	16 542	5	5
Reliance CWT India Limited (Refer Note 5 below) [₹ 90 000 (Previous year ₹ 90 000)]	10	9 000	9 000	-	-
Fairwinds Asset Managers Limited (Formerly Reliance Equity Advisors (India) Limited) (₹ 99 500)	10	9 950	-	-	-
Reliance Financial Advisory Services Limited	10	11 90 000	11 90 000	1	1
Reliance Net Limited	10	5 26 497	5 26 497	1	1
Reliance Broadcast Network Limited	5	1 57 27 957	1 57 27 957	77	77

Notes to the Standalone Financial Statement as at March 31, 2015

	Face Value / Issue Price ₹	As at March 31, 2015	Quantity As at March 31, 2014	As at March 31, 2015	Value As at March 31, 2014
(₹ in crore)					
Reliance Land Private Limited	10	5 00 000	-	1	-
Reliance Share & Stock Brokers Private Limited	10	5 00 000	-	1	-
Reliance Venture Asset Management Private Limited [₹ 12 000 (Previous year ₹ 12 000)]	10	1 200	1 200	-	-
SWAWS Credit Corporation India Private Limited	10	17 20 668	17 20 668	2	2
Tessolve Semi Conductor Private Limited [₹ 6 600 (Previous year ₹ 6 600)]	10	100	100	-	-
Unilazer Media Limited	10	14 68 109	14 68 109	30	30
Sula Vineyards Private Limited	10	30 06 833	-	155	-
Viscount Management Services Limited (Refer Note 5 below)	10	40 800	40 800	274	274
Wellspring Healthcare Private Limited [₹ 17 768 (Previous year ₹ 17 768)]	5	10	10	-	-
				<u>633</u>	<u>471</u>
Less: Provision for diminution in value of investments				<u>77</u>	<u>14</u>
				<u>556</u>	<u>457</u>
Subsidiary Companies *					
Unquoted, fully paid-up					
Fairwinds Trustee Services Private Limited (Formerly Reliance Alternative Investment Services Private Limited) (Refer Note 6 below) [Nil (Previous year ₹ 1 00 000)]	10	-	10 000	-	-
Reliance Capital Asset Management Limited (Refer Note 12 below)	10	64 78 000	75 14 800	158	184
Reliance Capital AIF Trustee Company Private Limited [₹ 6 00 000 (Previous year ₹ 6 00 000)]	10	60 000	60 000	-	-
Reliance Money Precious Metals Private Limited	10	80 00 000	80 00 000	8	8
Reliance Capital Trustee Company Limited [₹ 5 07 000 (Previous year ₹ 5 07 000)]	10	50 700	50 700	-	-
Reliance Commodities Limited	10	30 00 000	30 00 000	3	3
Fairwinds Asset Managers Limited (Formerly Reliance Equity Advisors (India) Limited) (Refer Note 6 below) (Previous year ₹ 5 00 000)	10	-	50 000	-	-
Reliance Exchangenext Limited	10	69 10 000	69 10 000	69	69
Reliance Financial Limited	10	1 10 00 000	1 10 00 000	11	11
Reliance General Insurance Company Limited	10	12 21 10 660	11 84 80 288	1 742	1 717
Reliance Gilts Limited	10	1 23 00 700	70 00 700	12	7
Reliance Home Finance Limited	10	6 58 20 000	6 58 20 000	321	321
Reliance Money Express Limited	10	1 38 13 140	1 38 13 140	25	25
Reliance Money Solutions Private Limited [₹ 1 00 000 (Previous year ₹ 1 00 000)]	10	10 000	10 000	-	-
Reliance Securities Limited	10	2 50 00 000	2 49 00 000	25	25
Reliance Wealth Management Limited	10	1 55 00 000	1 55 00 000	16	16
Quant Capital Private Limited	10	74 01 423	74 01 423	200	200
				<u>2 590</u>	<u>2 586</u>
Less: Provision for diminution in value of investments				<u>80</u>	<u>72</u>
				<u>2 510</u>	<u>2 514</u>
Associate Companies*					
Unquoted, fully paid-up					
Ammolite Holdings Limited [₹ 45 332 (Previous year ₹ 45 332)]	\$1	1 000	1 000	-	-
Reliance Land Private Limited (Refer Note 7 below)	10	-	5 00 000	-	1
Reliance Life Insurance Company Limited	10	57 15 64 410	57 15 64 410	4 776	4 776
Reliance Share & Stock Brokers Private Limited (Refer Note 7 below)	10	-	5 00 000	-	1
Reliance Asset Reconstruction Company Limited	10	4 90 00 000	4 90 00 000	49	49
				<u>4 825</u>	<u>4 827</u>
Less: Provision for diminution in value of investments [₹ 45 332 (Previous year ₹ 45 332)]				<u>-</u>	<u>-</u>
				<u>4 825</u>	<u>4 827</u>
Sub-Total (A)				<u>8 241</u>	<u>8 491</u>

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

						(₹ in crore)	
	Face Value / Issue Price ₹	As at		As at			
		March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014		
(B) Investments in preference shares (valued at cost unless stated otherwise)							
Unquoted, fully paid-up							
Series A 8% Non Cumulative Convertible Preference Shares of AllGreen Energy India Private Limited	10	1 60 115	1 60 115	7	7		
0% Non-Convertible Redeemable (Previous year 0% Optionally Convertible Redeemable) Preference Shares of Payone Enterprises Private Limited	10	20 60 000	20 60 000	206	206		
0.001% Optionally Convertible Cumulative Redeemable Preference Shares of Asmitha Microfin Limited	10	78 44 000	84 80 000	7	8		
Fully & Compulsorily Convertible Cumulative Participating Preference Shares of Gradatim I.T. Ventures (India) Private Limited	39	6 37 191	6 37 191	3	3		
0% Convertible Preference Shares of Grover Zampa Vineyards Limited	10	6 93 093	6 93 093	5	5		
9% Non Cumulative Redeemable Preference Shares of India Best Buy Private Limited	10	20 00 000	20 00 000	200	200		
10% Redeemable Cumulative Preference Shares-Series XIV of Microfirm Capital Private Limited	10	1 25 000	-	25	-		
12% Non Cumulative Convertible Redeemable Preference Shares of Reliance Big Entertainment Private Limited	1	-	1 00 00 000	-	1 000		
0% Non-Convertible Redeemable (Previous year 0% Optionally Convertible Redeemable) Preference Shares of Reliance Land Private Limited	10	1 41 25 000	-	481	-		
0% Optionally Convertible Redeemable Preference Shares of Reliance Net Limited	10	-	12 07 758	-	143		
0% Non-Convertible Redeemable (Previous year 0% Optionally Convertible Redeemable) Preference Shares of Reliance Share and Stock Brokers Private Limited	100	4 00 000	-	4	-		
0% Non-Convertible Redeemable (Previous year 0% Optionally Convertible Redeemable) Preference Shares of Reliance Share and Stock Brokers Private Limited	10	85 000	-	9	-		
Scalable Display Technologies, Inc. Series A-1 Preferred Stock	₹0.001	1 50 846	1 50 846	2	2		
0.001% Optionally Convertible Cumulative Redeemable Preference Shares of Share Microfin Limited	10	1 10 44 500	1 19 40 000	10	11		
Series A Preference Shares of Suidhaa Infoserve Private Limited	1	72 37 980	72 37 980	11	11		
Series B Preference Shares of Suidhaa Infoserve Private Limited	3	3 69 709	3 69 709	1	1		
Compulsory Convertible Preference shares of Tessolve Semi Conductor Private Limited	10	18 89 830	18 89 830	12	12		
0% Non-Convertible Redeemable (Previous year 0% Optionally Convertible Redeemable) Preference Shares of Viscount Management Services Limited	1	5 10 68 177	5 10 68 177	510	510		
Series A Preference Shares of Yatra Online Inc.	₹0.0001	42 00 042	42 00 042	6	6		
Series B Preference Shares of Yatra Online Inc.	₹0.0001	27 31 960	27 31 960	16	16		
Series C Preference Shares of Yatra Online Inc.	₹0.0001	11 44 946	11 44 946	16	16		
Fully Convertible Preference Shares of Wellspirng Healthcare Private Limited	50	12 215	18 562	2	3		
				1 533	2 160		
Less: Provision for diminution in value of investments				7	1		
				1 526	2 159		
Subsidiary Companies *							
Unquoted, fully paid-up							
9% Non Cumulative Non Convertible Redeemable Preference Shares of Quant Broking Private Limited [₹ 1 00 000 (Previous year ₹ 1 00 000)]	10	10 000	10 000	-	-		
0% Optionally Convertible Redeemable Preference Shares of Reliance Money Solutions Private Limited [₹ 35 00 000 (Previous year ₹ Nil)]	10	35 000	-	-	-		
10% Cumulative Redeemable Preference Shares of Reliance Securities Limited	10	12 50 00 000	12 50 00 000	125	125		
0.01% Non Convertible Non Cumulative Preference Shares of Quant Capital Private Limited	10	-	50 00 000	-	50		
				125	175		

Notes to the Standalone Financial Statement as at March 31, 2015

						(₹ in crore)
		Face Value / Issue Price ₹	As at March 31, 2015	Quantity As at March 31, 2014	As at March 31, 2015	Value As at March 31, 2014
Associate Companies*						
Unquoted, fully paid-up						
	0% Optionally Convertible Redeemable Preference Shares of Reliance Land Private Limited	10	-	1 41 25 000	-	481
	0% Optionally Convertible Redeemable Preference Shares of Reliance Share and Stock Brokers Private Limited	100	-	4 00 000	-	4
	0% Optionally Convertible Redeemable Preference Shares of Reliance Share and Stock Brokers Private Limited	10	-	7 65 000	-	77
					-	562
	Less: Provision for diminution in value of investments				-	-
					-	562
	Sub-Total (B)				1 652	2 896
(C) Investments in Government or Trust Securities (valued at cost unless stated otherwise)						
Unquoted, fully paid-up						
Government						
	National Saving Certificates [₹ 45 000 (Previous year ₹ 45 000)] (Deposited with sales tax department)		-	-	-	-
Pass Through Certificates & Security Receipts						
	Reliance ARC-SBI-Maan Sarovar Trust Security Receipt	1 000	79 537	-	8	-
	Reliance ARC-Penguin Textiles Trust Security Receipt	1 000	2 10 351	-	21	-
	Indian Receivable Trust 1 SR-A PTC 28SP12		-	87	-	1
	Aurora SBL IFMR Capital 2012 SR-A1 PTC 01FB13 (₹ 28 37 774)		205	205	-	2
	Aurora SBL IFMR CapitalL 2012 SR-A2 PTC 01FB13		900	900	3	3
	IFMR Capital Mosec Hynpos 2013 SR-A2 PTC 27SP13		-	2 01 949	-	1
	IFMR Capital Mosec Paeen 2013 SR-A2 PTC 27SP13		-	1 07 83 828	-	-
	IFMR Capital Mosec Hera 2013 SR-A2 PTC 310T13		-	43 786	-	1
	IFMR Capital Mosec Telesto 2013 SR-A3 PTC 30DC13		-	1 66 52 743	-	1
					-	32
					-	9
	Sub-Total (C)				32	9
(D) Investments in debentures or bonds (valued at cost unless stated otherwise)						
Associate Companies *						
Unquoted, fully paid-up						
	Series DDB I - Non Secured Redeemable Non Interest Bearing Non Convertible Deep Discount Bonds - Ammolite Holdings Limited	\$ 961	7 524	7 524	29	29
	Less: Provision for diminution in value of investments				-	29
					-	-
Others						
Unquoted, fully paid-up						
	Shine Star Build-Cap Private Limited 0% OCD M-06 Feb 2021	100	30 00 000	-	30	-
	Kumar Builders Mumbai Realty Private Limited 18%NCD01JL2015	1 00 000	-	1 162	-	12
	12.00% India Infoline Finance Limited NCD 27Feb2019	10 00 000	250	250	25	25
	20% Kumar Urban Development Limited 01/08/2014	1 00 000	-	4 600	-	46
	Kumar Urban Development Limited 21.94% XIRR NCD30Jun2017	1 00 000	3 670	-	37	-
	Jindal ITF Limited 9.50% NCD 8 July 2017	10 00 000	263	263	26	26
	Khandagiri Finance and Trading Private Limited 21.94%NCD	1 00 000	400	-	4	-
	12% Business Broadcast News Private Limited	10 000	60 000	60 000	60	60
	Kumar Housing Corporation Limited 20%NCD 12 Apr 2018	1 00 000	1 175	-	12	-
	Reliance Broadcast Network Limited NCD 8 Aug 2015	10 00 000	-	1 500	-	150
	0% OCD Fairwinds Asset Managers Limited (Formerly Reliance Equity Advisors (India) Limited)	1 000	3 50 259	-	35	-

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

	Face Value / Issue Price ₹	As at March 31, 2015	Quantity As at March 31, 2014	As at March 31, 2015	Value As at March 31, 2014
Zero Coupon Optionally Fully Convertible Unsecured Debentures Viscount Management Services Limited	1 000	75 22 399	77 10 443	752	771
Wadhwa Residency Private Limited Sr. I Bonds M11Jul2017	100	-	15 00 000	-	15
Shah Group Builders Limited NCD SR II	100	15 00 000	12 40 500	13	12
Optionally Convertible Debentures of SWAWS Credit Corporation India Private Limited	100	57 355	57 355	1	1
Grover Zampa Vineyards Limited Convertible Debenture	100	9 96 371	4 36 371	10	4
0% Optionally Convertible Debenture Brijkishore Trading Limited	10 00 000	250	250	25	25
				1 030	1 147
Less: Provision for diminution in value of investments				26	-
Sub-Total (D)				1 004	1 147
(E) Investments in Partnership Firm* (valued at cost unless stated otherwise)				181	275
Reliance Capital Partners (Refer Note No. 29)				181	275
Sub-Total (E)				181	275
(F) Other non-current investments (valued at cost unless stated otherwise)					
Investment in units of fund - unquoted, fully paid-up					
India Seed Investment Trust	1 00 000	500	500	-	-
Reliance Yield Maximiser Alternative Investment Fund - Scheme I	10 000	1 500	-	2	-
Class B units of Reliance Alternative Investments Fund [₹ 46 20 729 (Previous year ₹ Nil)]	0.01	46 20 72 909	-	-	-
Class A units of Reliance Alternative Investments Fund	10	20 00 00 000	20 00 00 000	200	200
				202	200
Warrants - unquoted, partly paid-up					
Textrade International Limited (Refer note 8 below)	-	60 985	60 985	-	-
				68	85
Investment in joint venture				68	85
KGS Developers Limited (Refer note 9 below)				68	85
Sub-Total (F)				271	285
Total non-current investments (A+B+C+D+E+F)				11 381	13 103

* Related Party

Notes:

	As at March 31, 2015		As at March 31, 2014	
	Book Value	Market value	Book Value	Market value
1. Aggregate value of investments				
Quoted investments	350	397	693	915
Unquoted investments	11 031	-	12 410	-
Total	11 381	397	13 103	915
2. Aggregate value of provision for diminution in value of investments				
Quoted investments	131		296	
Unquoted investments	219		115	
Total	350		411	
3. Reliance MediaWorks Limited got delisted from stock exchanges during the year, hence disclosed under the unquoted investments.				
4. Ventura Textiles Limited has been suspended from stock exchanges.				
5. Investment in 38,85,24,405 (Previous year 38,85,24,405) equity shares of Reliance Life Insurance Company Limited, 9,000 (Previous year 9,000) equity shares of Reliance CWT India Limited and 30,000 (Previous year 30,000) equity shares of Viscount Management Services Limited are carried at fair value i.e. at amount transferred under the scheme of amalgamation.				
6. During the year, Fairwinds Trustee Services Private Limited (Formerly Reliance Alternative Investment Services Private Limited) and Fairwinds Asset Managers Limited (Formerly Reliance Equity Advisors (India) Limited) ceased to be subsidiary of the company.				

Notes to the Standalone Financial Statement as at March 31, 2015

7. During the year, Reliance Land Private Limited and Reliance Share and Stock Brokers Private Limited ceased to be associate of the company.
8. The Company has been allotted Warrants without paying any consideration at the time of allotment.
9. The Company has entered into a joint venture with KGS Developers Limited in respect of real estate project development. The Company has invested ₹ 85 crore and is entitled to share the Profit / Loss equally. However assets, liabilities, revenue and expenses related to the project are not included in the financial statements of the Company as it does not meet the definition criteria of a Joint Venture under AS 27 "Financial Reporting of Interests in Joint Ventures".
10. Investments includes ₹ 61 crore (Previous year ₹ 9 crore) of equity shares given as collateral/pledge towards margin with brokers.
11. Investments in 22,90,393 equity shares of TV18 Broadcast Limited amounting to ₹ 5 crore (Previous year ₹ Nil) and 33197 equity shares of Jindal Saw Limited amounting to ₹ 29,96,693 (Previous Year ₹ Nil) are given to comply with the margin requirements thus these securities are not held in the name of Company.
12. During the year, Nippon Life Insurance Company (NLIC), has acquired 9% equity shareholding in Reliance Capital Asset Management Limited (subsidiary of the Company).

	As at		As at	
	March 31, 2015		March 31, 2014	
(₹ in crore)				
16 Long-term loans and advances				
(a) Capital advances				
Secured, considered good	90		176	
Unsecured, considered good	74	164	<u>24</u>	200
(b) Security deposits-Unsecured				
Considered good	36		46	
Considered doubtful [₹ 24 26 303 (Previous year ₹ 24 26 303)]	-		-	
Less : Provision for doubtful debts [₹ 24 26 303 (Previous year ₹ 24 26 303)]	-	36	-	46
(c) Loans				
Considered doubtful				
Related party -Unsecured (Refer Note No. 35)	7		7	
Less : Provision for non performing assets and doubtful debt	7		<u>7</u>	
	-		-	
Others				
-Secured	236		207	
-Unsecured	60		3	
Less : Provision for non performing assets and doubtful debt	70		<u>17</u>	
	226		193	
Considered good				
Related party (Refer Note No. 35)				
-Secured	-		329	
-Unsecured	61		508	
Officer of the company (Refer Note No. 35)				
-Secured	1		-	
-Unsecured [₹ 4 06 551 (Previous year ₹ 4 20 951)]	-		-	
Others				
-Secured	6 210		8 733	
-Unsecured	4 752		<u>2 426</u>	
	11 024	11 250	11 996	12 189
(d) Advances				
Considered doubtful				
-Secured	147		90	
Less : Provision for non performing assets and doubtful debts	27		<u>33</u>	
	120		57	
Considered good				
Related party - Unsecured (Refer Note No. 35)	90		-	
Others-Unsecured	67		<u>6</u>	
	157	277	6	63
(e) Other loans and advances				
-VAT and Service tax credit available	6		20	
-Advance income tax & TDS deducted [net of provision of ₹ 324 crore (Previous year ₹ 225 crore)]	212	218	<u>220</u>	240
		11 945	<u>12 738</u>	

Note:

Advances includes ₹ 90 crore (Previous Year ₹ Nil) paid towards share application money.

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

	(₹ in crore)	
	As at March 31, 2015	As at March 31, 2014
17 Other non-current assets		
(a) Other bank balances		
- In fixed deposit accounts (Refer Note below)		
-Under lien	206	274
-Other	-	28
	<u>206</u>	<u>302</u>
(b) Accrued interest / finance income		
-Investments	967	1 296
-Other	4	-
	<u>971</u>	<u>1 296</u>
(c) Unamortised expenditures		
Unamortised DSA commission	72	71
Add : Incurred during the year	37	38
Less :Amortised during the year	38	37
	<u>71</u>	<u>72</u>
Less : To be amortised during the next year	22	28
	<u>49</u>	<u>44</u>
Unamortised brokerage on borrowings	104	96
Add : Incurred during the year	57	33
Less : Amortised during the year	36	25
	<u>125</u>	<u>104</u>
Less : To be amortised during the next year	40	23
	<u>85</u>	<u>81</u>
	134	125
(d) Repossessed assets	49	43
Less : Provision for repossessed assets	17	10
	<u>32</u>	<u>33</u>
	<u>1 343</u>	<u>1 756</u>

Note:

In respect of balances with Scheduled Banks in Fixed deposit accounts, ₹ 206 crore (Previous year ₹ 170 crore) is kept as credit enhancement towards securitisation / assignment transaction, ₹ 3 23 502 (Previous year ₹ 2 12 500) is kept as deposit with sales tax authority, ₹ 5 00 000 (Previous year ₹ 5 00 000) is kept as deposit with the Pension Fund Regulatory and Development Authority (PFRDA) and ₹ Nil (Previous year ₹ 104 crore) is kept as deposit with bank for issuing of Bank Guarantee.

	(₹ in crore)				
	Face Value/ Issue Price ₹	Quantity As at March 31, 2015	Quantity As at March 31, 2014	Value As at March 31, 2015	Value As at March 31, 2014
18 Current investments					
Investments in Preference shares (current portion of Long-term investments) (valued at cost unless stated otherwise)					
Unquoted, fully paid-up					
12% Non Cumulative Convertible Redeemable Preference Shares of Reliance Big Entertainment Private Limited*	1	1 00 00 000	-	632	-
Sub-Total (A)				<u>632</u>	<u>-</u>
Investments in debentures or bonds (current portion of Long-term investments) (valued at cost unless stated otherwise)					
Unquoted, fully paid-up					
Reliance Broadcast Network Limited NCD 8 Aug 2015	10 00 000	1 500	-	150	-
Gini & Jony Limited Tranch A & B 21NCD M-13March2016	1 000	2 750	-	28	-
Alok Infrastructure Limited 16.75% NCD 17 Jan 2016	1 00 00 000	60	-	12	-

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

	Face Value/ Issue Price ₹	Quantity		Value	
		As at March 31, 2015	As at March 31, 2014	As at March 31, 2015	As at March 31, 2014
Kumar Builders Mumbai Realty Private Limited 18% NCD01JL 2015	1 00 000	1 112	-	6	-
12.00% Vensat Tech Services Private Limited 12% NCD M - 31 Dec 2013	100	-	7 50 000	-	7
				196	7
Less: Provision for Diminution in value of investments				-	1
Sub-Total (B)				196	6
Investment in Mutual Fund - **Quoted (valued at cost or market value whichever is lower)					
Canara Robeco Capital Protection Oriented Fund Growth Option	10	10 00 000	-	1	-
Reliance Japan Equity Fund Direct Growth Plan Growth Option	10	50 00 000	-	5	-
Reliance Liquidity Fund-Direct Growth Plan Growth Option	1 000	-	9 04 001	-	283
Sub-Total (C)				6	283
Investment in Partnership firm (current portion of Long-term investments) (valued at cost or fair value whichever is lower)					
Reliance Capital Partners* (Refer Note No.29)		-	-	135	135
Sub-Total (D)				135	135
Investments in Government or Trust Securities (current portion of Long-term investments) (valued at cost unless stated otherwise)					
Pass Through Certificates					
Indian Receivable Trust 1 SR-A PTC 28SP12		-	87	-	2
Eximius SBL IFMR Capital 2012-A2		-	1 235	-	1
Aurora SBL IFMR Capital 2012 SR-A1 PTC 01FB13		205	205	1	1
Indian MFI Trust Series VI SR-A1 PTC 13SP13		-	1	-	6
Indian MFI Trust Series VII SR-A1 PTC 24DC13		-	1	-	16
Indian MFI Trust Series X SR-A1 PTC 27MR14		-	1	-	9
IFMR Capital Mosec Hypnos 2013 SR-A2 PTC 27SP13		2 01 949	2 01 949	1	2
IFMR Capital Mosec Paeon 2013 SR-A2 PTC 27SP13 (₹ 22 60 980)		1 07 83 828	1 07 83 828	-	1
IFMR Capital Mosec Hera 2013 SR-A2 PTC 31OT13		43 786	43 786	1	1
Callisto IFMR Capital 2013 SR-A2 PTC 28OT13		-	41 036	-	1
Helene IFMR Capital 2013 SR-A3 PTC 31DC13		-	87 75 770	-	1
IFMR Capital Mosec Telesto 2013 SR-A3 PTC 30DC13 (₹ 46 24 831)		1 66 52 743	1 66 52 743	-	1
IFMR Capital Mosec Tethys 2013 SR-A3 PTC 31DC13		-	97 64 906	-	1

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

	Face Value/ Issue Price ₹	Quantity		Value	
		As at March 31, 2015	As at March 31, 2014	As at March 31, 2015	As at March 31, 2014
Indian MFI Trust Series XI SR-A1 PTC 29AP14 (₹ 38 42 469)		1	-	-	-
Indian MFI Trust Series XII SR-A1 PTC 10JL14		1	-	1	-
SFP Trust August 2014 Series A PTC 26AG14		1	-	2	-
IMFI Trust 15 Dec14		1	-	10	-
IMFI Trust 17 Feb15		1	-	9	-
Sub-Total (E)				25	43
Total Current investments (A+B+C+D+E)				994	467

* Related Party

** For Mutual fund net asset value (NAV) is taken as market value.

Note:

1. Aggregate value of Investment (₹ in crore)

	As at March 31, 2015		As at March 31, 2014	
	Book Value	Market Value	Book Value	Market Value
Quoted Investments	6	6	283	283
Unquoted Investments	988	-	184	-
	994	6	467	283

2. Aggregate value of provision for diminution in value of investments

Quoted investments	-	-
Unquoted investments	-	1
TOTAL	-	1

(₹ in crore)

	As at March 31, 2015		As at March 31, 2014	
19 Trade receivables				
Unsecured, considered good valued unless stated otherwise				
Doubtful debts outstanding for a Period exceeding Six Months from the due date		-		-
Less : Provision for doubtful debts		-		-
Other debts-unsecured considered good (₹ 12 76 998)		-		5
		-		5
20 Cash and bank balances				
(a) Cash and cash equivalents				
Balances with banks				
- In current accounts	618		1 657	
- Fixed Deposits (less than 3 months)	12		10	
Cash on hand	1	631	1	1 668
(b) Other bank balances				
- Fixed Deposits under lien (less than 3 months)*		84		166
- Unclaimed dividend accounts		16		14
		731		1 848

* In respect of balances with Scheduled Banks in Fixed Deposit accounts ₹ 48 crore (Previous Year ₹ 154 crore) is kept as credit enhancement towards securitisation / assignment transaction, ₹ Nil (Previous Year ₹ 12 crore) is against loan taken from bank and ₹ 36 crore (Previous Year ₹ Nil) is kept as deposit with bank for issuing of Bank Guarantee.

Notes to the Standalone Financial Statement as at March 31, 2015

	As at March 31, 2015		As at March 31, 2014	
(₹ in crore)				
21 Short term loans and advances				
(a) Loans				
Considered good				
Related party (Refer Note No. 35)				
-Secured	80		186	
-Unsecured	508		270	
Officer of the company (Refer Note No. 35)				
-Secured [₹ 10 13 135 (Previous year ₹ Nil)]	-		-	
Others				
-Secured	5 521		3 867	
-Unsecured	2 297	8 406	1 434	5 757
(b) Advances				
Considered good				
Related party-unsecured (Refer Note No. 35)	1		2	
Others				
-Secured	265		128	
-Unsecured	13	279	35	165
(c) Prepaid expenses		9		10
		<u>8 694</u>		<u>5 932</u>
22 Other current assets				
(a) Accrued interest / finance income :				
- Investments	54		-	
-Loans	284	338	433	433
(c) Unamortised DSA commission		22		28
(d) Unamortised brokerage on borrowings		40		23
		<u>400</u>		<u>484</u>
				(₹ in crore)

	2014-2015		2013-2014	
23 Revenue from operations				
Interest and finance income on:				
-Long term investments	435		450	
-Loans	2 447		2 320	
-Fixed deposits and others	57	2 939	31	2 801
Profit on sale of (net):				
-Long term investments	391		12	
-Current investments	42	433	49	61
Dividends on investments:				
-Subsidiary	207		105	
-Long term	49		30	
-Current [₹ 46 572 (Previous year ₹ Nil)]	-	256	-	135
Profit share in partnership firm		113		15
Profit on Securities / Commodities		-		2
Lease rental income		22		23
Processing fees	76		71	
Less: Service tax recovered	9	67	8	63
Servicing fees on assignment	87		9	
Less: Service tax recovered	10	77	1	8
Bad debts recovered		17		30
Other operating income	27		35	
Less : Service tax recovered	3	24	4	31
		<u>3 948</u>		<u>3 169</u>

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

	2014-2015		2013-2014	
24 Other income				
Management fee	30		30	
Less : Service tax recovered	<u>3</u>	<u>27</u>	<u>3</u>	27
Credit balance / excess provision written back		-		26
Profit on sale of fixed assets (net)		8		25
Rent income		1		1
Miscellaneous income		<u>4</u>		<u>6</u>
		<u>40</u>		<u>85</u>
25 Employee benefit expense (Including Managerial Remuneration)				
Salaries and wages		174		132
Contribution to provident and other funds		12		5
Staff welfare expenses		<u>8</u>		<u>11</u>
		<u>194</u>		<u>148</u>
26 Finance cost				
Interest expense				
-Debentures		1 013		904
-Bank loans / financial institutions (Long term and short term)		873		915
-Bank loans (Cash credit)		6		31
-Inter corporate deposits		36		55
Other borrowing costs				
-Discount on commercial papers		393		349
-Amortised brokerage on borrowings (Refer Note No. 17)		<u>36</u>		<u>25</u>
		<u>2 357</u>		<u>2 279</u>
27 Other expenses				
Bank charges		2		3
Rent		22		40
Rates and taxes		3		5
Repairs and maintenance				
-Buildings (₹ 44 80 063)		-		1
-Others		28		32
Electricity		4		4
Insurance (Previous year ₹ 41 40 144)		1		-
Travelling and conveyance		14		11
Postage, telegram and telephones		8		6
Legal & professional fees		115		89
Auditors' remuneration (Refer Note No. 30)		2		1
Sales and marketing expenses		24		17
Employee seminar and training		2		2
Donation (Previous year ₹ 13 80 500)		1		-
Corporate social responsibility expenditure (Refer Note No. 48)		12		-
Directors' commission (₹ 45 00 000)		-		1
Directors' sitting fees [₹ 36 78 772 (Previous year ₹ 13 32 924)]		-		-
Amortised DSA commission (Refer Note No. 17)		38		37
Provision for NPA, doubtful debts and balances written off *		308		88
Provision and loss on repossessed stock #		29		14
Provision for diminution in the value investments / written off **		(55)		(23)
Miscellaneous expenses		<u>4</u>		<u>1</u>
		<u>562</u>		<u>329</u>

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

	2014-2015	2013-2014
Notes:		
* Breakup of provision for NPA, doubtful debts and bad debts written off		
Provision for NPA and doubtful debts ##	49	(25)
Contingent provision against standard assets	7	4
Bad debts written off	73	109
Loss on sale of assignment	179	-
	<u>308</u>	<u>88</u>
# Breakup of provision and loss on repossessed stock		
Provision/(reversal) for repossessed stock	7	5
Loss on sale of repossessed stock	22	9
	<u>29</u>	<u>14</u>
** Breakup of provision for diminution in the value of investments / written off		
Provision/(reversal) for diminution in the value of investments ###	(62)	(36)
Investments written off	7	13
	<u>(55)</u>	<u>(23)</u>

Provision for NPA and doubtful debts includes ₹ Nil (Previous year reversal of ₹ 1 crore) related to loan to subsidiary company.

Provision for diminution in the value of investments includes ₹ 8 crore (previous year provision ₹ 53 crore) related to Investments in subsidiary company.

28 Security clause / maturity profiles in respect to Secured Loans from banks / debentures

- (i) Non convertible debentures (NCDs) are redeemable at par, in one or more installments, on various dates:
- (a) NCDs amounting to ₹ 4,686 crore (Previous year ₹ 5,447 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company. Business receivables includes Fixed Asset, Current Assets, Investments and any other assets, against security not exceeding ₹ 4,935 crore (Previous year ₹ 5,697 crore).
- (b) NCDs amounting to ₹ 5,184 crore (Previous year ₹ 2,453 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company (except security towards securing Outstanding Term Loan and Cash Credit Limits). Business receivables includes Current Assets and Investments, against security not exceeding ₹ 5,509 crore (Previous year ₹ 2,778 crore).
- (c) Unsecured NCDs amounting to ₹ 1,423 crore (Previous year ₹ 1,173 crore) are in respect to Tier II subordinate debts.
- (d) Maturity profile and Rate of interest of Long Term NCDs are as set out below:

(₹ in crore)

Rate of Interest	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	Total
#	550	-	18	-	-	-	-	-	-	-	568
9.04%	225	-	-	-	-	-	-	-	-	-	225
9.05%	-	155	-	-	-	-	-	-	-	-	155
9.25%	-	-	-	-	-	-	-	6	-	-	6
9.30%	-	-	500	-	-	-	-	-	-	-	500
9.32%	-	-	-	-	-	-	-	-	20	-	20
9.40%	5	-	-	-	-	-	-	1,500	-	-	1,505
9.42%	-	-	-	-	-	-	-	-	40	-	40
9.45%	-	-	20	-	-	-	-	-	-	-	20
9.50%	-	10	-	-	-	-	-	5	-	-	15
9.60%	5	150	-	-	-	-	-	-	-	-	155
9.65%	-	-	-	-	-	-	-	-	250	-	250
9.70%	-	25	-	15	-	-	-	-	-	-	40
9.75%	-	15	-	5	-	-	-	-	-	-	20
9.80%	-	-	-	-	-	-	500	-	-	-	500
9.85%	-	75	-	-	-	-	45	-	-	-	120
9.86%	-	30	-	-	-	-	-	-	-	-	30
9.90%	-	-	-	-	500	-	75	-	-	-	575

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

Rate of Interest	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	Total
9.95%	-	-	-	-	-	-	85	-	-	-	85
10.00%	10	241	-	-	-	-	10	-	-	-	261
10.05%	-	-	-	-	-	-	7	-	-	-	7
10.10%	-	-	16	-	-	-	10	-	1,070	-	1,096
10.15%	-	65	-	-	-	-	-	-	-	8	73
10.19%	-	-	-	-	-	-	-	155	-	-	155
10.20%	-	5	-	-	-	-	82	-	-	-	87
10.21%	50	-	-	-	-	-	-	-	-	-	50
10.24%	-	-	-	500	-	-	-	-	-	-	500
10.25%	90	16	-	-	-	-	40	-	-	-	146
10.26%	50	-	-	-	-	-	-	-	-	-	50
10.28%	-	-	-	15	-	-	-	-	-	-	15
10.30%	-	49	93	-	-	-	-	-	-	-	142
10.33%	-	25	-	-	-	-	-	-	-	-	25
10.35%	-	50	-	-	155	-	5	-	-	-	210
10.40%	105	-	-	5	-	-	350	-	-	-	460
10.50%	500	-	21	-	-	25	20	15	-	-	581
10.60%	-	-	-	-	-	83	51	-	-	-	134
10.65%	-	-	8	-	-	-	-	-	-	-	8
10.75%	-	-	-	-	-	367	-	-	-	-	367
11.00%	300	-	-	-	-	-	-	-	-	-	300
MLD	287	86	44	-	-	-	-	-	-	-	416
Total	2 177	997	719	540	655	475	1 280	1 681	1 380	8	9 912

Zero coupon deep discount non convertible debentures

(ii) (a) Term Loans from banks includes ₹ 6 588 crore (Previous year ₹ 6 582 crore) are secured by pari passu first charge on all present and future book debts, receivables, bills, claims and loan assets of the Company's commercial finance division.

(b) Maturity profile of Long Term loans from banks are as set out below : (₹ in crore)

	2016-17	2017-18	2018-19	2019-20	2020-21	Total
Term Loan from Banks	1 613	1 164	879	531	2	4 189

29 The Company is a partner in Reliance Capital Partners

a) The firm consists of following partners and their balances:

(₹ in crore)

Name of Partners	As at March 31, 2015	As at March 31, 2014
i) Reliance Capital Limited	316	410
ii) Reliance Land Private Limited	1	1
Total	317	411

b) Profit Sharing Ratio: The profit / (loss) is distributed between the partners on the basis of the weighted average capital. The profit for the current financial year is ₹ 113 crore (Previous year ₹ 15 crore).

30 Auditors' remuneration includes:

(₹ in crore)

	2014-15	2013-14
i) Audit Fees	1	1
ii) Tax Audit Fees [₹ 1 06 180 (Previous year ₹ 1 06 180)]	-	-
iii) Certification charges and other reimbursement (Previous year ₹ 2 74 258)	1	-
Total	2	1

31 Tax on Proposed Dividend

In view of Section 115-O of the Income Tax Act, 1961, the Company has reduced its dividend tax liabilities to the extent dividend received / receivable from its subsidiary company. During the year Company has received the following dividend from Reliance Capital Asset Management Limited (RCAM) :

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

	2014-15	2013-14
Company Dividend		
Company Proposed Dividend	227	209
Less : Dividend Receivable from its Subsidiary	81	113
Dividend for Dividend Distribution Tax	146	96
Dividend Distribution Tax thereon	30	16
Subsidiary Dividend		
No .of shares held by the Company	64 78 000	75 14 800
Date of Final Dividend	April 29, 2015	April 28, 2014
Final Dividend	125	150
Final Dividend Receivable	81	113
Date of Interim Dividend	March 19, 2015	-
Interim Dividend	146	-
Interim Dividend Received	95	-
Dividend Distribution Tax Credit on Interim Dividend	16	-

32 Employees Stock Option Plans

The Company operates two Employee Stock Option Plans; ESOS Plan A and ESOS Plan B introduced in the financial year 2009-10, which cover eligible employees of the Company, the Holding Company and its subsidiaries. The vesting of the options is from expiry of one year and ranges till four to five years as per Plan under the respective ESOS(s). Each Option entitles the holder thereof to apply for and be allotted / transferred one Equity Share of the Company of ₹ 10 each upon payment of the exercise price during the exercise period. The Company implements and manages the ESOS plan through a trust. Advance of ₹ 62 crore (net of diminution ₹ 64 crore) [Previous year ₹ 64 crore (net of diminution ₹ 64 crore)] has been granted to Trust. Out of the said advance Trust has purchased 16,00,000 (Previous year 16,00,000) Equity Shares for the above purpose.

Details of scheme of Employee Stock Option Plans are as under :

	Plan A	Plan B
Date of Grant	February 1, 2010	February 1, 2010
Prices of the Underlying Stock (₹)	790	790
Exercise / Strike Price (₹)	800	800

The fair value of the options granted was estimated on the date of grant using the Black Scholes Model with the following assumptions:

	Plan A	Plan B
Risk Free Interest Rate	7.01% - 7.27%	7.01% - 7.34%
Expected Dividend Yield	0.62%	0.62%
Expected Life (years)	5.5 to 7.0	5.5 to 7.5
Expected Volatility	61.23% to 64.04%	59.56% to 64.04%
Weighted Average Fair Value (₹)	536	546

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows: (As certified by the management):

	No. of Stock Options			
	Plan A		Plan B	
	As at March 31, 2015	As at March 31, 2014	As at March 31, 2015	As at March 31, 2014
Outstanding at the beginning of the year	1 33 000	1 70 620	2 31 900	2 52 460
Granted	Nil	Nil	Nil	Nil
Exercised	Nil	Nil	Nil	Nil
Lapsed / Forfeited / Surrendered	7 680	37 620	14 400	20 560
Outstanding at the end of the year	1 25 320	1 33 000	2 17 500	2 31 900
Exercisable at end of the year	1 25 320	1 33 000	2 17 500	1 19 300

33 Employee benefits

a) Defined contribution plan

Contribution to defined contribution plans, recognised as expense for the year is as under: (₹ in crore)

	2014-15	2013-14
Employer's contribution to provident fund	5	4
Employer's contribution to superannuation fund [₹ 19 54 267 (Previous year ₹ 18 94 997)]	-	-
Employer's contribution to pension scheme	2	1
	7	5

b) Defined Benefit plans

The following tables summarise the components of the net employee benefit expenses recognised in the Statement of Profit and Loss, the fund status and amount recognised in the balance sheet for the gratuity benefit plan and leave encashment plan.

(₹ in crore)

Particulars	Gratuity benefit (funded)		Leave Encashment Benefit (Unfunded)	
	2014-15	2013-14	2014-15	2013-14
I. Table showing change in				
Liability at the beginning of the period	4.60	5.54	2.98	3.84
Interest Cost	0.43	0.44	0.26	0.30
Current Service Cost	0.76	1.09	0.57	0.85
Benefit Paid	(0.88)	(1.20)	(0.48)	(0.41)
Actuarial (gain)/loss on obligations	4.63	(1.28)	0.28	(1.60)
Liability at the end of the period	9.55	4.60	3.62	2.98
II. Changes in the fair Value of Plan Assets and the reconciliation thereof:				
Fair Value of Plan Assets at the beginning of the period	5.99	6.69	-	-
Expected return on Plan Assets	0.56	0.54	-	-
Contributions	-	0.03	0.46	0.41
Benefit paid	(0.88)	(1.20)	(0.48)	(0.41)
Actuarial gain/(loss) on Plan Assets	0.13	(0.07)	0.36	-
Fair value of Plan Assets at the end of the period	5.80	5.99	0.00	-
Total Actuarial gain/(loss) to be recognized	(4.50)	1.21	(0.27)	1.60
III. Actual return on Plan Assets				
Expected return on Plan Assets	0.56	0.53	-	-
Actuarial gain/(loss) on Plan Assets	0.13	(0.07)	-	-
Actual return on Plan Assets	0.69	0.46	-	-
IV. Amount recognised in the Balance Sheet				
Liability at the end of the period	9.55	4.60	3.62	2.98
Fair Value of Plan Assets at the end of the period	5.80	5.99	-	-
Difference Funded status	(3.75)	1.39	(3.62)	(2.98)
Unrecognised Actual Gain / (Loss)	-	-	-	-
Amount recognised in the Balance Sheet (liability)	(3.75)	1.39	(3.62)	(2.98)
V. Expenses recognised in the statement of Profit and Loss				
Current Service Cost	0.76	1.09	0.57	0.85
Interest Cost	0.43	0.44	0.26	0.30
Expected return on Plan Assets	(0.56)	(0.53)	-	-
Net Actuarial (gain)/loss to be recognized	4.50	(1.21)	0.28	(1.60)
Expense recognised in the statement of Profit and Loss	5.13	(0.21)	1.11	(0.46)
VI. Amount recognised in the Balance Sheet				
Opening Net Liability	(1.40)	(1.15)	2.98	3.84
Expense as above	5.13	(0.21)	1.11	(0.46)
Employers Contribution paid	-	(0.03)	(0.48)	(0.42)
Closing Net Liability/(Assets)	3.74	(1.40)	3.62	2.98

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

Particulars	Gratuity benefit (funded)		Leave Encashment Benefit (Unfunded)	
	2014-15	2013-14	2014-15	2013-14
VII. Assumptions				
Discount Rate	8.01%	9.31%	8.00%	9.00%
Rate of return on Plan Assets	8.01%	9.31%	-	-
Salary Escalation Rate	6.00%	5.00%	5.00%	5.00%

VIII. Particulars of the amounts for the year and previous years

	Gratuity for the year ended March 31				
	2 015	2 014	2 013	2 012	2 011
Present value of benefit obligation	9.55	4.60	5.54	4.36	3.25
Fair value of plan assets	5.80	5.99	6.69	4.35	3.82
Excess of obligation over plan assets	3.75	(1.39)	(1.15)	0.01	(0.57)

IX. Experience adjustment

Experience adjustment on plan assets gain / (loss)	0.13	(0.07)	(0.03)	(0.25)	(0.09)
Experience adjustment on plan liabilities (gain) / loss	0.69	(0.77)	0.72	0.58	(0.51)

Notes:

- i) The above figures are shown in rupees in crore with two decimals to be more representative.
- ii) The estimates of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.
- iii) General Descriptions of significant defined plans:
 - a) Gratuity plan
Gratuity is payable to all eligible employees of the Company on superannuation, death and permanent disablement, in terms of the provisions of the Payment of Gratuity Act 1972 or as per the Company's Scheme whichever is more beneficial.
 - b) Leave plan
Encashment of leave can be availed by the employee for balance in the earned account as on January 1, 2009. All carry forward earned leaves with a maximum limit of 10 Days, are available for availment but not for encashment.

34 Segment reporting

As per paragraph 4 of Accounting Standard (AS-17), on "Segment Reporting" notified by the Companies (Accounting Standards) Rules 2006, where a single financial report contains both consolidated financial statements and the separate financial statements of the holding company, segment reporting needs to be presented only on the basis of consolidated financial statements. In view of this, segment information has been presented at Note No. 40 of the consolidated financial statements..

35 Related party disclosures

A. List of Related Parties and their relationship:

i) Holding Company

Reliance Innoventures Private Limited (ceased w.e.f. March 27, 2015)

ii) Subsidiary of Holding Company*

Reliance Inceptum Private Limited (Formerly AAA Enterprises Private Limited)

*ceased w.e.f. March 27, 2015, thereafter Major Investing Party.

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

iii) Individual Promoter

Shri Anil D. Ambani, the person having control during the year

iv) Subsidiaries

1	Reliance Capital Asset Management Limited	18	Reliance Securities Limited
2	Reliance Asset Management (Malaysia) SDN BHD (ceased w.e.f. July 14, 2014)	19	Reliance Composite Insurance Broking Limited (ceased w.e.f. June 30, 2014)
3	Reliance Asset Management (Mauritius) Limited	20	Reliance Commodities Limited
4	Reliance Asset Management (Singapore) Pte. Limited	21	Reliance Money Express Limited
5	Reliance Capital Asset Management (UK) Plc	22	Reliance Money Precious Metals Private Limited
6	Reliance Capital Pension Fund Limited	23	Reliance Money Solutions Private Limited
7	Reliance AIF Management Company Limited	24	Reliance Financial Limited
8	Reliance Capital Trustee Co. Limited	25	Reliance Wealth Management Limited
9	Reliance General Insurance Company Limited	26	Reliance Capital AIF Trustee Company Private Limited
10	Reliance Gilts Limited	27	Quant Capital Private Limited
11	Reliance Home Finance Limited	28	Quant Capital Advisors Private Limited (ceased w.e.f. July 31, 2014)
12	Reliance Equity Advisors (India) Limited (ceased w.e.f. July 2, 2014)	29	Quant Capital Finance and Investments Private Limited
13	Reliance Consultants (Mauritius) Limited (ceased w.e.f. July 2, 2014)	30	Quant Broking Private Limited
14	Reliance Alternative Investments Services Private Limited (ceased w.e.f. July 2, 2014)	31	Quant Commodity Broking Private Limited
15	Reliance Exchangexnext Limited	32	Quant Commodities Private Limited (ceased w.e.f. April 4, 2014)
16	Indian Agri Services Private Limited (ceased w.e.f. April 2, 2014)	33	Quant Investment Services Private Limited
17	Reliance Spot Exchange Infrastructure Limited	34	Quant Securities Private Limited

v) Partnership firm

Reliance Capital Partners

vi) Associates

1	Reliance Life Insurance Company Limited	4	Ammolite Holdings Limited
2	Reliance Asset Reconstruction Co. Limited	5	Reliance Land Private Limited (ceased w.e.f. April 2, 2014)
3	Indian Commodity Exchange Limited	6	Reliance Share & Stock Brokers Private Limited (ceased w.e.f. April 2, 2014)

vii) Fellow subsidiaries*

1	Big Flicks Private Limited	7	Reliance Webstore Limited
2	Zapak Mobile Games Private Limited	8	Zapak Digital Entertainment Limited
3	Reliance Big Entertainment Private Limited	9	AAA Entertainment Private Limited
4	Reliance Communications Infrastructure Limited	10	Reliance Infratel Limited
5	Reliance Communications Limited	11	Reliance Globalcom Limited
6	Reliance Infocomm Infrastructure Limited		

*ceased w.e.f. March 27, 2015. Thereafter, enterprise over which individual described in clause A (iii) above has control during the year

viii) Key management personnel (KMP)

1. Shri V. R. Mohan - President & Company Secretary
2. Shri Soumen Ghosh - Chief Executive Officer
3. Shri Amit Bapna - Chief Financial Officer
4. Mrs. Caroline Ghosh - KMP Relative
5. Shri Vijay Singh Bapna - KMP Relative

B. Other related parties with whom transactions have taken place during the year

- i) Enterprise over which individual described in clause A (iii) above has control

Reliance Power Limited

Reliance CleanGen Limited

Jharkhand Integrated Power Limited

Notes to the Standalone Financial Statement as at March 31, 2015

C. Transactions during the year with related parties:

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries [#]	Associates	Partnership Firm	Total
Debentures					
a) Issued during the year	14	-	-	-	14
	(9)	(-)	(-)	(-)	(9)
b) Redeemed during the year	63	-	-	-	63
	(85)	(-)	(-)	(-)	(85)
c) Balance as at March 31, 2015	240	-	50	-	290
	(126)	(-)	(50)	(-)	(176)
d) Accrued interest on debentures as at March 31, 2015	10	-	3	-	13
	(9)	(-)	(1)	(-)	(10)
Loans Taken					
a) Taken during the year	-	-	-	-	-
	(200)	(-)	(-)	(-)	(200)
b) Returned during the year	450	-	-	-	450
	(450)	(-)	(-)	(-)	(450)
c) Balance as at March 31, 2015	-	-	-	-	-
	(450)	(-)	(-)	(-)	(450)
Commercial Paper					
a) Repaid during the year	-	-	-	-	-
	(-)	(-)	(300)	(-)	(300)
Fixed Assets					
a) Sold during the year	31	-	-	-	31
	(-)	(-)	(-)	(-)	(-)
Investments					
a) Subscribed/Purchased during the year	5	-	-	-	5
	(54)	(-)	(-)	(-)	(54)
b) Redeemed / Sale during the year	229	368	-	-	597
	(27)	(-)	(-)	(-)	(27)
c) Balance as at March 31, 2015	2 636	852	4 825	-	8 313
[Net of provision ₹ 182 crore (Previous year ₹101 crore)]	(2 688)	(1 293)	(5 388)	(-)	(9 369)
Partnership Current Accounts					
a) Withdrawal during the year	-	-	-	207	207
	(-)	(-)	(-)	(150)	(150)
b) Profit of Partnership firm during the year	-	-	-	113	113
	(-)	(-)	(-)	(15)	(15)
c) Balance as at March 31, 2015	-	-	-	316	316
	(-)	(-)	(-)	(410)	(410)
Interest / Finance income accrued on Investment					
a) Balance as at March 31, 2015	-	-	-	-	-
	(-)	(530)	(225)	(-)	(755)
Loans Given					
a) Given during the year	40	559	-	-	599
	(190)	(1 278)	(674)	(-)	(2 142)
b) Returned /Adjusted during the year	72	746	-	-	818
	(220)	(1 024)	(284)	(-)	(1 528)
c) Balance as at March 31, 2015	-	649	-	-	649
[Net of provision ₹ 7 crore (Previous year ₹ 7 crore)]	(32)	(837)	(424)	(-)	(1 293)
d) Interest accrued on Loans	-	77	-	-	77
	(-)	(9)	(25)	(-)	(34)
Advances					
a) Balance as at March 31, 2015	91	-	1	-	92
	(1)	(1)	(-)	(-)	(2)
Trade payables					
a) Balance as at March 31, 2015	-	-	-	-	-
[₹ Nil (Previous year ₹ 2 30 458)]	(*)	(-)	(-)	(-)	(*)
Income					
a) Interest & Finance Income (including Premium on Preference Shares) (* ₹ 11 34 247)	*	188	-	-	188
	(3)	(228)	(85)	(-)	(316)
b) Rent [₹ Nil (**Previous year ₹ 5 25 000)]	-	1	-	-	1
	(**)	(1)	(-)	(-)	(1)
c) Dividend Income	207	-	47	-	254
	(105)	(1)	(23)	(-)	(129)
d) Reimbursement of Expenditure (* ₹ 4 23 150)	18	*	7	-	25
	(19)	(1)	(5)	(-)	(25)

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries*	Associates	Partnership Firm	Total
e) Management Fees	18	-	6	-	24
	(15)	(-)	(6)	(-)	(21)
f) Income transferred as per Business Transfer Agreement	2	-	-	-	2
	(1)	(-)	(-)	(-)	(1)
g) Other operating income	-	-	1	-	1
	(-)	(-)	(-)	(-)	(-)
h) Profit on sale of fixed assets	5	-	-	-	5
	(-)	(-)	(-)	(-)	(-)
i) Processing fees	-	3	-	-	3
	(-)	(-)	(-)	(-)	(-)
Expenditure					
a) Finance cost	36	-	-	-	36
	(68)	(-)	(9)	(-)	(77)
b) Insurance * ₹ 46 97 875	3	-	*	-	3
	(1)	(-)	(1)	(-)	(2)
c) Rent	1	-	-	-	1
	(-)	(-)	(-)	(-)	(-)
d) Brokerage paid during the year [₹ 36 55 563 (Previous year **₹ 17 38 384)]	*	-	-	-	*
	(**)	(-)	(-)	(-)	(**)
e) Expenses transferred as per Business Transfer Agreement	1	-	-	-	1
	(2)	(-)	(-)	(-)	(2)
f) Reimbursement of Expenditure [₹ 32 49 443 (Previous year **₹ 25 91 716)]	*	-	-	-	*
	(**)	(-)	(1)	(-)	(1)
g) Provision / (Reversal) for Diminution in value of Investments	8	73	-	-	81
	(53)	-(77)	(-)	(-)	-(24)
h) Provision / (Reversal) for NPA, doubtful debts and balances written off	-	-	-	-	-
	-(1)	(-)	(-)	(-)	-(1)
Contingent Liability					
a) Guarantees to Banks and Financial Institutions on behalf of third parties	-	50	-	-	50
	(12)	(100)	(90)	(-)	(202)
Shares given as collateral /pledged					
a) Shares given as collateral	61	-	-	-	61
	(9)	(-)	(-)	(-)	(9)
b) Shares given as pledged	5	-	-	-	5
	(-)	(-)	(-)	(-)	(-)

D. The nature and volume of material transactions for the year with above related parties are as follows:

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries*	Associates	Partnership Firm	Total
Debentures					
a) Issued during the year					
i) Reliance Securities Limited	13	-	-	-	13
	(9)	(-)	(-)	(-)	(9)
ii) Reliance Capital Asset Management Limited	1	-	-	-	1
	(-)	(-)	(-)	(-)	(-)
b) Redeemed during the year					
i) Reliance Securities Limited	13	-	-	-	13
	(85)	(-)	(-)	(-)	(85)
ii) Reliance General Insurance Company Limited	50	-	-	-	50
	(-)	(-)	(-)	(-)	(-)
c) Balance as at March 31, 2015					
i) Reliance Securities Limited	15	-	-	-	15
	(26)	(-)	(-)	(-)	(26)
ii) Reliance Life Insurance Company Limited	-	-	50	-	50
	(-)	(-)	(50)	(-)	(50)
iii) Reliance General Insurance Company Limited	225	-	-	-	225
	(100)	(-)	(-)	(-)	(100)
d) Interest accrued on debentures as at March 31, 2015					
i) Reliance Securities Limited	-	-	-	-	-
	(4)	(-)	(-)	(-)	(4)
ii) Reliance Life Insurance Company Limited	-	-	3	-	3
	(-)	(-)	(1)	(-)	(1)
iii) Reliance General Insurance Company Limited	10	-	-	-	10
	(5)	(-)	(-)	(-)	(5)

Notes to the Standalone Financial Statement as at March 31, 2015

Particulars					(₹ in crore)
	Subsidiaries	Fellow Subsidiaries*	Associates	Partnership Firm	Total
Loans Taken					
a) Taken during the year					
i) Reliance Capital Asset Management Limited	-	-	-	-	-
	(200)	(-)	(-)	(-)	(200)
b) Returned during the year					
i) Reliance Capital Asset Management Limited	450	-	-	-	450
	(450)	(-)	(-)	(-)	(450)
c) Balance as at March 31, 2015					
i) Reliance Capital Asset Management Limited	-	-	-	-	-
	(450)	(-)	(-)	(-)	(450)
Commercial Papers					
a) Repaid during the year					
i) Reliance Life Insurance Company Limited	-	-	-	-	-
	(-)	(-)	(300)	(-)	(300)
Fixed Assets					
a) Sold during the year					
i) Reliance Home Finance Limited	31	-	-	-	31
	(-)	(-)	(-)	(-)	(-)
Investments					
a) Subscribed / Purchased during the year					
i) Reliance Gilts Limited	5	-	-	-	5
	(-)	(-)	(-)	(-)	(-)
ii) Quant Capital Private Limited	-	-	-	-	-
	(50)	(-)	(-)	(-)	(50)
b) Redeemed / Sold during the year					
i) Indian Agri Services Private Limited	-	-	-	-	-
	(9)	(-)	(-)	(-)	(9)
ii) Reliance Money Express Limited	-	-	-	-	-
	(4)	(-)	(-)	(-)	(4)
iii) Reliance Capital (Singapore) Pte Limited	-	-	-	-	-
	(9)	(-)	(-)	(-)	(9)
iv) Reliance AIF Management Company Limited	54	-	-	-	54
	(-)	(-)	(-)	(-)	(-)
v) Reliance Capital Asset Management Limited	125	-	-	-	125
	(-)	(-)	(-)	(-)	(-)
vi) Reliance Big Entertainment Private Limited	-	368	-	-	368
	(-)	(-)	(-)	(-)	(-)
vii) Quant Capital Private Limited	50	-	-	-	50
	(-)	(-)	(-)	(-)	(-)
c) Balance as at March 31, 2015					
i) Reliance General Insurance Company Limited	1 742	-	-	-	1 742
	(1 717)	(-)	(-)	(-)	(1 717)
ii) Reliance Land Private Limited	-	-	-	-	-
	(-)	(-)	(481)	(-)	(481)
iii) Reliance Home Finance Limited	321	-	-	-	321
	(321)	(-)	(-)	(-)	(321)
iv) Reliance Share & Stock Brokers Private Limited	-	-	-	-	-
	(-)	(-)	(81)	(-)	(81)
v) Reliance Big Entertainment Private Limited	-	632	-	-	632
	(-)	(1 000)	(-)	(-)	(1 000)
vi) Reliance Communications Limited [Net of Provision ₹ 73 crore(Previous year ₹ Nil)]	-	220	-	-	220
	(-)	(293)	(-)	(-)	(293)
vii) Reliance Asset Reconstruction Company Limited	-	-	49	-	49
	(-)	(-)	(49)	(-)	(49)
viii) Ammolite Holdings Limited* *[Net of Provision ₹ 29 crore(Previous year ₹ 29 crore)]	-	-	*	-	*
	(-)	(-)	(*)	(-)	(*)
ix) Reliance Securities Limited	150	-	-	-	150
	(150)	(-)	(-)	(-)	(150)
x) Quant Capital Private Limited	200	-	-	-	200
	(250)	(-)	(-)	(-)	(250)
xi) Reliance Exchangenext Limited* *[Net of Provision ₹ 69 crore(Previous year ₹ 69 crore)]	*	-	-	-	*
	(*)	(-)	(-)	(-)	(*)
xii) Reliance Life Insurance Company Limited	-	-	4 776	-	4 776
	(-)	(-)	(4 776)	(-)	(4 776)
xiii) Reliance Capital Asset Management Limited	158	-	-	-	158
	(184)	(-)	(-)	(-)	(184)

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

Particulars	Subsidiaries	Fellow Subsidiaries*	Associates	Partnership Firm	(₹ in crore)
					Total
Partnership Current Accounts					
a) Contribution /(withdrawal) during the year (Net)					
i) Reliance Capital Partners	-	-	-	(207)	(207)
	(-)	(-)	(-)	-(150)	-(150)
b) Profit of Partnership firm during the year					
i) Reliance Capital Partners	-	-	-	113	113
	(-)	(-)	(-)	(15)	(15)
c) Balance as at March 31, 2015					
i) Reliance Capital Partners	-	-	-	316	316
	(-)	(-)	(-)	(410)	(410)
Interest / Finance income accrued on investment					
a) Balance as at March 31, 2015					
i) Reliance Land Private Limited	-	-	-	-	-
	(-)	(-)	(225)	(-)	(225)
ii) Reliance Big Entertainment Private Limited	-	-	-	-	-
	(-)	(530)	(-)	(-)	(530)
Loans Given					
a) Given during the year					
i) Reliance Land Private Limited	-	-	-	-	-
	(-)	(-)	(579)	(-)	(579)
ii) Reliance Financial Limited	40	-	-	-	40
	(20)	(-)	(-)	(-)	(20)
iii) Reliance Infratel Limited	-	213	-	-	213
	(-)	(250)	(-)	(-)	(250)
iv) Reliance Home Finance Limited	-	-	-	-	-
	(170)	(-)	(-)	(-)	(170)
v) Reliance Big Entertainment Limited	-	346	-	-	346
	(-)	(1 028)	(-)	(-)	(1 028)
b) Returned/Adjusted during the year					
i) Reliance Land Private Limited	-	-	-	-	-
	(-)	(-)	(275)	(-)	(275)
ii) Reliance Financial Limited	40	-	-	-	40
	(20)	(-)	(-)	(-)	(20)
iii) Reliance Asset Reconstruction Company Limited	-	-	-	-	-
	(-)	(-)	(1)	(-)	(1)
iv) Quant Broking Private Limited	-	-	-	-	-
	(30)	(-)	(-)	(-)	(30)
v) Reliance Home Finance Limited	-	-	-	-	-
	(170)	(-)	(-)	(-)	(170)
vi) Reliance Big Entertainment Limited	-	533	-	-	533
	(-)	(768)	(-)	(-)	(768)
vii) Reliance Infratel Limited	-	213	-	-	213
	(-)	(250)	(-)	(-)	(250)
viii) Reliance Equity Advisors (India) Limited	32	-	-	-	32
	(-)	(-)	(-)	(-)	(-)
c) Balance as at March 31, 2015					
i) Reliance Land Private Limited	-	-	-	-	-
	(-)	(-)	(329)	(-)	(329)
ii) Reliance Equity Advisors (India) Limited	-	-	-	-	-
	(32)	(-)	(-)	(-)	(32)
iii) Reliance Exchange Next Limited *[Net of Provision of ₹ 7 crore(Previous year ₹ 7 crore)]	(*)	-	-	-	(*)
iv) Reliance Big Entertainment Limited	-	649	-	-	649
	(-)	(837)	(-)	(-)	(837)
v) Reliance Share & Stock Brokers Private Limited	-	-	-	-	-
	(-)	(-)	(95)	(-)	(95)
d) Interest accrued on loans					
i) Reliance Big Entertainment Limited	-	77	-	-	77
	(-)	(9)	(-)	(-)	(9)
ii) Reliance Land Private Limited	-	-	-	-	-
	(-)	(-)	(24)	(-)	(24)
Advances					
a) Balance as at March 31, 2015					
i) Reliance Securities Limited (* Previous year ₹ 42 79 000)	-	-	-	-	-
	(*)	(-)	(-)	(-)	(*)
ii) Reliance General Insurance Company Limited (# Previous year ₹ 15 14 460)	90	-	-	-	90
	(#)	(-)	(-)	(-)	(#)

Notes to the Standalone Financial Statement as at March 31, 2015

						(₹ in crore)
Particulars	Subsidiaries	Fellow Subsidiaries*	Associates	Partnership Firm	Total	
iii) Quant Capital Private Limited @[₹ 16 15 790 (Previous year ₹ 16 16 790)]	@ (@)	-	-	-	@ (@)	
iv) Reliance Asset Reconstruction Co. Limited *(₹ 32 33 993)	-	-	*	-	*	
v) Reliance Life Insurance Company Limited *(₹ 26 26 243)	-	-	*	-	*	
vi) Reliance Communications Limited	-	-	-	-	-	
	(-)	(1)	(-)	(-)	(1)	
Trade Payable						
a) Trade payables as at March 31, 2015						
i) Reliance Home Finance Limited (* Previous year ₹ 2 30 458)	-	-	-	-	-	
	(*)	(-)	(-)	(-)	(*)	
Income						
a) Interest & Finance Income (including Premium on Preference Shares)						
i) Reliance Home Finance Limited	-	-	-	-	-	
	(1)	(-)	(-)	(-)	(1)	
ii) Reliance Financial Limited * (₹ 11 34 247)	*	-	-	-	*	
	(-)	(-)	(-)	(-)	(-)	
iii) Reliance Land Private Limited	-	-	-	-	-	
	(-)	(-)	(84)	(-)	(84)	
iv) Quant Broking Private Limited	-	-	-	-	-	
	(2)	(-)	(-)	(-)	(2)	
v) Reliance Big Entertainment Private Limited	-	187	-	-	187	
	(-)	(224)	(-)	(-)	(224)	
b) Rent						
i) Reliance Communications Infrastructure Limited	-	1	-	-	1	
	(-)	(1)	(-)	(-)	(1)	
ii) Reliance General Insurance Co. Limited (# Previous year ₹ 5 25 000)	-	-	-	-	-	
	(#)	(-)	(-)	(-)	(#)	
c) Dividend Income						
i) Reliance Capital Asset Management Limited	207	-	-	-	207	
	(105)	(-)	(-)	(-)	(105)	
ii) Reliance Communications Limited	-	-	-	-	-	
	(-)	(1)	(-)	(-)	(1)	
iii) Reliance Life Insurance Company Limited	-	-	46	-	46	
	(-)	(-)	(23)	(-)	(23)	
d) Reimbursement of Expenditure						
i) Reliance General Insurance Company Limited	10	-	-	-	10	
	(6)	(-)	(-)	(-)	(6)	
ii) Reliance Communications Infrastructure Limited *(₹ 4 23 150 (Previous year ₹ 4 01 188))	-	*	-	-	*	
	(-)	(*)	(-)	(-)	(*)	
iii) Reliance Asset Reconstruction Company Limited *(₹ 28 25 000)	-	-	*	-	*	
	(-)	(-)	(1)	(-)	(1)	
iv) Reliance Capital Asset Management Limited	2	-	-	-	2	
	(2)	(-)	(-)	(-)	(2)	
v) Reliance Securities Limited	2	-	-	-	2	
	(2)	(-)	(-)	(-)	(2)	
vi) Reliance Home Finance Limited	4	-	-	-	4	
	(9)	(-)	(-)	(-)	(9)	
vii) Reliance Life Insurance Company Limited	-	-	7	-	7	
	(-)	(-)	(5)	(-)	(5)	
e) Management Fees						
i) Reliance General Insurance Company Limited	6	-	-	-	6	
	(6)	(-)	(-)	(-)	(6)	
ii) Reliance Capital Asset Management Limited	6	-	-	-	6	
	(6)	(-)	(-)	(-)	(6)	
iii) Reliance Home Finance Limited	3	-	-	-	3	
	(3)	(-)	(-)	(-)	(3)	
iv) Reliance Life Insurance Company Limited	-	-	6	-	6	
	(-)	(-)	(6)	(-)	(6)	
v) Reliance Securities Limited	3	-	-	-	3	
	(-)	(-)	(-)	(-)	(-)	
f) Income transferred as per Business Transfer Agreement						
i) Reliance Home Finance Limited	2	-	-	-	2	
	(1)	(-)	(-)	(-)	(1)	

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

						(₹ in crore)
Particulars	Subsidiaries	Fellow Subsidiaries*	Associates	Partnership Firm	Total	
g) Other operating income						
i) Reliance Asset Reconstruction Company Limited	-	-	1	-	1	
	(-)	(-)	(-)	(-)	(-)	
h) Profit on sale of fixed assets						
i) Reliance Home Finance Limited	5	-	-	-	5	
	(-)	(-)	(-)	(-)	(-)	
i) Processing fees						
i) Reliance Big Entertainment Private Limited	-	2	-	-	2	
	(-)	(-)	(-)	(-)	(-)	
i) Reliance Infratel Limited	-	1	-	-	1	
	(-)	(-)	(-)	(-)	(-)	
Expenditure						
a) Finance cost						
i) Reliance Securities Limited	1	-	-	-	1	
	(4)	(-)	(-)	(-)	(4)	
ii) Reliance Capital Asset Management Limited	36	-	-	-	36	
	(54)	(-)	(-)	(-)	(54)	
iii) Reliance Life Insurance Company Limited	-	-	8	-	8	
	(-)	(-)	(9)	(-)	(9)	
iv) Reliance General Insurance Company Limited	-	-	-	-	-	
	(9)	(-)	(-)	(-)	(9)	
b) Insurance						
i) Reliance General Insurance Company Limited	3	-	-	-	3	
	(1)	(-)	(-)	(-)	(1)	
ii) Reliance Life Insurance Company Limited * ₹ 46 97 875	-	-	*	-	*	
	(-)	(-)	(1)	(-)	(1)	
c) Rent						
i) Reliance General Insurance Co. Limited	1	-	-	-	1	
	(-)	(-)	(-)	(-)	(-)	
d) Brokerage paid during the year						
i) Reliance Securities Limited [* ₹ 32 49 443 (Previous year ** ₹ 17 38 384)]	*	-	-	-	*	
	(**)	(-)	(-)	(-)	(**)	
e) Expenses transferred as per Business Transfer Agreement						
i) Reliance Home Finance Limited	1	-	-	-	1	
	(2)	(-)	(-)	(-)	(2)	
f) Reimbursement of Expenditure						
i) Reliance Land Private Limited (Previous year ** ₹ 31 04 530)	-	-	-	-	-	
	(-)	(-)	(**)	(-)	(**)	
ii) Reliance Home Finance Limited (Previous year ** ₹ 25 91 716)	-	-	-	-	-	
	(**)	(-)	(-)	(-)	(**)	
g) Provision / (Reversal) for diminution in value of investments						
i) Reliance Exchangenext Limited	-	-	-	-	-	
	(50)	(-)	(-)	(-)	(50)	
ii) Reliance Communications Limited	-	73	-	-	73	
	(-)	-(77)	(-)	(-)	-(77)	
iii) Reliance Money Precious Metals Private Limited	8	-	-	-	8	
	(-)	(-)	(-)	(-)	(-)	
h) Provision / (Reversal) for NPA, doubtful debts and balances written off						
i) Reliance Exchangenext Limited	-	-	-	-	-	
	-(1)	(-)	(-)	(-)	-(1)	
Contingent Liability						
a) Guarantees to Banks and Financial Institutions on behalf of third parties						
i) Reliance Money Precious Metals Private Limited	-	-	-	-	-	
	(12)	(-)	(-)	(-)	(12)	
ii) Ammolite Holdings Limited	-	-	-	-	-	
	(-)	(-)	(90)	(-)	(90)	
iii) Reliance Big Entertainment Private Limited	-	50	-	-	50	
	(-)	(100)	(-)	(-)	(100)	
Shares given as collateral						
a) Reliance Securities Limited	61	-	-	-	61	
	(9)	(-)	(-)	(-)	(9)	
Shares given as pledge						
a) Reliance Securities Limited	5	-	-	-	5	
	(-)	(-)	(-)	(-)	(-)	

Notes to the Standalone Financial Statement as at March 31, 2015

Key Managerial Personnel

Name	(₹ in crore)				
	Shri V. R. Mohan	Shri Soumen Ghosh	Shri Amit Bapna	Mrs. Caroline Ghosh	Shri Vijay Singh Bapna
Employee benefit expenses	1	8	3	-	-
Loan & Advance balance	(1)	(-)	(-)	(-)	(-)
*[₹ 4 06 551 (Previous year ₹ 4 20 951)]	*	1	-	1	-
Interest Income	(*)	(-)	(-)	(-)	(-)
(* ₹ 12 69 472, ** ₹ 6 90 661, *** ₹ 5 40 423)	-	*	-	**	***
	(-)	(-)	(-)	(-)	(-)

Enterprise over which individual described in clause A(iii) above has control

	(₹ in crore)		
	Reliance Power Limited	Reliance Cleangen Limited	Jharkhand Integrated Power Limited
Investment balance as at March 31, 2015	3	-	-
	(3)	(-)	(-)
Loan & Advance given during the year	-	950	-
	(-)	(530)	(75)
Loan & Advance repaid during the year	-	950	-
	(-)	(530)	(75)
Loan & Advance given balance as at March 31, 2015	-	-	-
(* ₹ 45 96 993)	(-)	(*)	(-)
Interest & Finance Income during the year	-	20	-
* ₹ 27 23 658	(-)	(4)	(*)
Processing fees	-	2	-
	(-)	(-)	(-)

ceased w.e.f March 27, 2015. Thereafter, with individual described in clause A (iii) above has control during the year

Notes :

- Figures in bracket indicate previous year figures.
- Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.
- The above discloses transactions entered during the period of existence of related party relationship. The balances and transactions are not disclosed before existence of related party relationship and after cessation of related party relationship.
- In addition to the above Director Sitting Fees of ₹ 2 60 000 (Previous year ₹ 80 000) has been paid to Shri Anil D. Ambani, an individual having control.
- The Company has, during the previous year, sold part of its holding in unlisted equity shares of: Reliance Land Private Limited representing 45% stake (No. of shares 45 00 000, carrying value ₹ 4 crore) and Reliance Share & Stock Brokers Private Limited representing 45% stake (No. of shares 45 00 000, carrying value ₹ 4 crore).
Considering that these shares were sold to Company's wholly owned subsidiaries and do not impact the economic interests of the Company's shareholders, the consideration for the sale were fixed at a price equal to or slightly above their cost and not at their fair values (not ascertained) which are significantly higher.

36 Leases

The Company has given assets on Operating lease (refer Note No. 14). Disclosure as per Accounting Standard (AS-19), on "Leases" notified by the Companies (Accounting Standards) Rules 2006:

Particulars	(₹ in crore)	
	2014-15	2013-14
Within one year of the balance sheet date	22	25
Due in a period between one year and five years	24	34
Due after five years (Previous year ₹ 1 79 739)	-	-

37 Basic and diluted earnings per share

The computation of earnings per share is set out below

Particulars	(₹ in crore)	
	2014-15	2013-14
a) Amounts used as the numerators		
Net Profit after tax	757	409
Net Profit attributable to equity shareholders	757	409
b) Weighted average number of equity shares (Nos.)	24 60 16 362	24 56 32 800
c) Basic earnings per share of face value ₹10 each (in Rupees)	30.77	16.67
d) Diluted earnings per share of face value ₹ 10 each (in Rupees)	30.77	16.67

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

Particulars	Amount Outstanding	
	March 31, 2015	March 31, 2014
2) Break up of loans and advances including bills receivable other than those included in (3) below (Gross Amount)(Refer Note (b) below)		
a) Secured	12 460	13 540
b) Unsecured	7 856	4 691
Total	20 316	18 231

Notes:

- a) Housing loans / loans against property and construction finance granted are secured by equitable registered mortgage of property and / or undertaking to create a security and other loans and advances are secured by way of hypothecation and/or pledging of the underlying asset.
- b) In case of loans & advances given in para (2) above, Provision for NPA & Doubtful Debts is ₹ 103 crore (Previous year ₹ 57 crore)

(i) Assets side

Particulars	Amount Outstanding	
	March 31, 2015	March 31, 2014
3) Break up of leased assets and stock on hire and other assets counting towards AFC activities:		
Lease assets including lease rentals under sundry debtors:		
1) Financial lease (net of depreciation and lease adjustment)	-	-
2) Operating lease (net of depreciation)	56	67
4) Break up of investments [(Amount net of provisions of ₹ 350 crore (Previous Year ₹ 412 crore))]		
a) Current investments (including current portion of long term investments)		
1) Quoted		
i) Shares		
a) Equity (stock-in trade)	-	-
b) Preference	-	-
ii) Units of mutual fund	6	283
2) Unquoted		
i) Others		
- Preference shares	632	-
- Debentures and Bonds	196	6
- Pass Through Certificates	25	43
- Reliance Capital Partners	135	135
b) Long term investments		
1) Quoted		
i) Shares		
a) Equity	350	693
b) Preference	-	-
ii) Debentures and bonds	-	-
iii) Government securities	-	-
2) Unquoted		
i) Shares		
a) Equity	7 892	7 798
b) Preference	1 652	2 896
ii) Debentures and bonds	1 004	1 147
iii) Units of Mutual fund	-	-
iv) GOI securities ₹ 45 000 (Previous year ₹ 45 000)	-	-
v) Others		
a) Pass Through Certificates & Security Receipts	32	9
b) Units of Private Equity/Seed Fund	202	200
c) Reliance Capital Partners	181	275
d) Investments in joint venture	68	85
Total	12 375	13 570

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

- 5) Borrower group-wise classification of assets financed as in (2) and (3) above:
[(Amount net of provisions of ₹ 103 crore (Previous Year ₹ 57 crore))]

(₹ in crore)

Particulars	Secured		Unsecured		Total	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
a) Related parties						
1) Subsidiaries	-	-	91	33	91	33
2) Companies in the same group	-	328	1	95	1	423
3) Other related parties	80	187	569	651	649	838
b) Other than related parties	12 370	13 042	7 158	3 905	19 528	16 947
Total	12 450	13 557	7 819	4 684	20 269	18 241

- 6) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted excluding stock in trade)

[(Amount net of provisions of ₹ 350 crore (Previous Year ₹ 412 crore))]

(₹ in crore)

Particulars	Market value / Fair Value or NAV		Book Value (Net of provisions)	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
a) Related parties				
1) Subsidiaries	2 636	2 688	2 636	2 688
2) Companies in the same group	4 825	5 388	4 825	5 388
3) Other related parties	831	1 412	855	1 296
b) Other than related parties	4 130	4 304	4 059	4 198
Total	12 422	13 792	12 375	13 570

- 7) Other information

(₹ in crore)

Particulars	March 31, 2015	March 31, 2014
a) Gross Non Performing Assets		
1) Related Parties	36	36
2) Other than Related Parties	469	307
b) Net Non Performing Assets		
1) Related Parties	-	-
2) Other than Related Parties	347	256
c) Assets Acquired in satisfaction of Debt [Net of provision ₹ 17 crore (Previous year ₹ 10 crore)]	110	46

Notes :

- Companies in same group means companies under the same management as per section 370(1B) of the Companies Act, 1956.
- In case of unquoted investments, in the absence of market value book value has been considered.
- Capital contribution in Partnership Firm and unincorporated Joint venture have not been considered for the purpose of companies in the same group and other related party:
- Investments are classified between non-current and current investments (including current portion of long term investments) as required under Schedule III, of Companies Act, 2013.
- Gross Non Performing Assets and Net Non Performing Assets given above includes loans & advances and bonds & debentures.

Notes to the Standalone Financial Statement as at March 31, 2015

40 Disclosure of details as required by para 9.6 of Reserve Bank of India Circular No RBI /2014-15/299 DNBS (PD) CC. No. 002/03.10.001/2014-15 November 10, 2014 to the extent applicable to the Company.

I. Financial sector regulators

Items	Type	Number reference
i. Securities and Exchange Board of India	Registration No.	IN-DP-48-2015
ii. Reserve Bank of India	Registration No.	B-13.01859
iii. Ministry of Finance	NA	NA
iv. Ministry of Corporate Affairs	Ministry of Corporate Affairs	L65910MH1986PLC165645
v. Insurance Regulatory Authority of India	NA	NA
vi. PFRDA	Registration Code For PoP	1309*

* 3 extensions for registration for Points of Presence (PoP) from PFRDA was granted till March 31, 2015

II. Ratings assigned by rating agencies

Rating agency	Borrowings type	Rating
i. Brickwork Ratings India Private Limited	Long term NCD of ₹ 5000 crore	BWR AAA
ii. Brickwork Ratings India Private Limited	Subordinated Tier II NCD ₹ 2000 crore	BWR AAA
iii. Credit Analysis & Research Limited	Long term debt ₹ 22000 crore	CARE AAA
iv. Credit Analysis & Research Limited	Subordinated Debt ₹ 2000 crore	CARE AA+
v. Credit Analysis & Research Limited	Principal Protected MLD ₹ 1000 crore	CARE PP-MLD AAA
vi. ICRA Limited	Short term debt ₹ 7500 crore	[ICRA] A1+
vii. Crisil Limited	Short term debt ₹ 7500 crore	CRISIL A1+

III. No penalties were levied upon the Company by any of the regulator.

IV. Other information

Items	March 31, 2015	March 31, 2014
i) Area, country of operation	India	India
ii) Joint venture partners with regard to Joint ventures and Overseas subsidiaries	None	None

V. Capital

(₹ in crore)

Items	March 31, 2015	March 31, 2014
i) CRAR (%)	23.87	16.31
ii) CRAR - Tier I capital (%)	19.05	12.20
iii) CRAR - Tier II capital (%)	4.82	4.11
iv) Amount of subordinated debt raised as Tier-II capital	1 423	1 173
v) Amount raised by issue of Perpetual Debt Instruments	Nil	Nil

VI. Investments

(₹ in crore)

	March 31, 2015	March 31, 2014
1) Value of Investments		
i) Gross Value of Investments		
a) In India	12 656	13 913
b) Outside India	69	69
ii) Provisions for Depreciation		
a) In India	320	383
b) Outside India	30	29
iii) Net Value of Investments		
a) In India	12 336	13 500
b) Outside India	39	40

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

	March 31, 2015	March 31, 2014
2) Movement of provisions held towards depreciation of investments		
i) Opening Balance	412	448
ii) Add: Provisions made during the year	164	88
iii) Less: Write-off / write-back of excess provisions during the year	226	124
iv) Closing balance	350	412

VII. The Company sells loans through securitisation and direct assignment. The information related to securitisation and assignment made by the Company during the year, as an originator is given below:

(₹ in crore)

Particulars		Securitisation Outside	Assignment Subsidiaries	Assignment Outside	Total
Total number of loan assets Securitised / Assigned	(Nos.)	-	-	21 766	21 766
		(8 708)	(-)	(24 082)	(32 790)
Total book value of loan assets Securitised / Assigned (Net of Provisions, if any)	(₹)	-	-	3 536	3 536
		(880)	(-)	(1 409)	(2 289)
Sale consideration received for the Securitised / Assigned assets	(₹)	-	-	3 358	3 358
		(880)	(-)	(1 409)	(2 289)
Net gain/(loss) on account of Securitisation / Assignment	(₹)	-	-	(178)	(178)
		(-)	(-)	(-)	(-)
Outstanding Credit Enhancement (Funded) as at March 31, 2015	(₹)	253	-	-	253
		(281)	(-)	(42)	(323)
Outstanding Liquidity Facility	(₹)	-	-	-	-
		(-)	(-)	(-)	(-)
Net Outstanding Servicing Liability as at March 31, 2015	(₹)	25	-	180	205
		(73)	(-)	(134)	(207)

Notes: Figures in bracket indicate previous year figures.

(a) Securitisation

(₹ in crore)

S. No.	Particulars	As at March 31, 2015	As at March 31, 2014
1	No of SPVs sponsored by the NBFC for Securitisation Transactions	10	12
2	Total amount of securitised assets as per books of the SPVs sponsored by the NBFC	833	1 508
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
	a) Off-balance sheet exposures		
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures		
	• First loss	253	281
	• Others	-	3
4	Amount of exposures to securitisation transactions other than MRR		
	a) Off-balance sheet exposures		
	i) Exposure to own securitisations		
	• First loss	-	-
	• Others	-	-
	ii) Exposure to third party securitisations		
	• First loss	-	-
	• Others	200	101

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

S. No.	Particulars	As at March 31, 2015	As at March 31, 2014
b)	On-balance sheet exposures		
i)	Exposure to own securitisations		
	• First loss	-	-
	• Others	-	-
ii)	Exposure to third party securitisations		
	• First loss	-	-
	• Others	-	-

(b) Assignment

(₹ in crore)

S. No.	Particulars	As at March 31, 2015	As at March 31, 2014
1	No of Direct Assignments	39	26
2	Total amount of assigned assets as per books of the NBFC	3 542	1 735
3	Total amount of exposures retained by the NBFC to comply with MRR as on the date of balance sheet		
a)	Off-balance sheet exposures		
	• First loss	-	-
	• Others	-	-
b)	On-balance sheet exposures		
	• First loss	-	-
	• Others	332	200
4	Amount of exposures to assignment transactions other than MRR		
a)	Off-balance sheet exposures		
i)	Exposure to own assignments		
	• First loss	-	-
	• Others	-	-
ii)	Exposure to third party assignments		
	• First loss	-	-
	• Others	-	-
b)	On-balance sheet exposures		
i)	Exposure to own assignments		
	• First loss	-	42
	• Others	-	-
ii)	Exposure to third party assignments		
	• First loss	-	-
	• Others	-	-

(c) Non Performing Financials Assets purchased :

(₹ in crore)

Particulars	March 31, 2015	March 31, 2014
i) No. of accounts purchased during the year	1 313	-
ii) Aggregate outstanding	67	-
(a) Of these, number of accounts restructured during the year	-	-
(b) Aggregate outstanding	-	-

(d) Non Performing Financials Assets sold :

(₹ in crore)

Particulars	March 31, 2015	March 31, 2014
i) No. of accounts sold during the year	-	-
ii) Aggregate outstanding	-	-
iii) Aggregate consideration receive	-	-

(e) The Company invests in Pass Through Certificates (PTCs) and purchases loans through the direct assignment route. In some of the securitisation transactions, the Company also has invested in the assets securitised by it, which, however, is restricted to the maximum limit prescribed by RBI from time to time.

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

(f) During the year, Company has entered into two agreement for assignment of receivables. As per deeds of assignment, the Company has agreed to purchase the receivables and other rights for a consideration of ₹ 100 crore. The said receivables are included in loans givens.

(g) Business Transfer Agreement

In terms of Business Transfer Agreement (BTA) dated April 26, 2010 further amended on January 31, 2011 with its subsidiary company i.e. Reliance Home Finance Limited the Company hold loan assets of ₹ 5 crore (Previous year ₹ 8 crore) related to Reliance Home Finance Limited in the trust capacity as on March 31, 2015.

VIII. Maturity pattern of asset and liabilities (At Book Values)

(₹ in crore)

Particulars	1 day to 30/31 days	Over 1 month to 2 months	Over 2 months to 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Liabilities									
Borrowings from bank	170 (150)	200 (-)	1 020 (1 102)	590 (635)	1 360 (2 029)	2 777 (4 037)	1 409 (831)	3 (-)	7 529 (8 783)
Market Borrowings	68 (1 366)	1 671 (2 141)	1 043 (1 239)	498 (587)	1 032 (1 063)	3 174 (1 887)	1 259 (1 274)	5 479 (4 619)	14 224 (14 176)
Assets									
Loans / Advances / Security Deposits	2 685 (577)	762 (625)	237 (367)	1 625 (1 632)	3 382 (2 716)	7 330 (7 905)	1 597 (1 899)	2 630 (2 499)	20 248 (18 220)
Investments	486 (985)	510 (9)	3 (12)	161 (8)	160 (145)	185 (654)	801 (649)	9 790 (11 108)	12 375 (13 570)

Notes:

- (a) All quoted investments have been included in 1 day to 30/31 days (one month) bucket considering its liquidity. All unquoted equity shares / warrants including investment in subsidiaries have been included in 'Over 5 years'. The maturity pattern has been prepared in line with various regulations issued by RBI from time to time, best practices & based upon best estimate of the management with regard to the timing of various cashflows.
- (b) The classification of Assets and Liabilities into current and non-current is carried out based on their residual maturity profile as per requirement of Schedule III to the Companies Act, 2013. The above maturity pattern of assets and liabilities has been prepared by the Company after taking into consideration guidelines for assets-liabilities management (ALM) system in non-banking financial companies issued by RBI, best practices and best estimate of the Assets-Liability Committee / management with regard to the timing of various cash flows, which has been relied upon by the auditors.

IX. Exposures

(a) Exposure to Real Estate

(₹ in crore)

Category	2014-15	2013-14
a) Direct Exposure		
i) Residential Mortgage	51	69
ii) Commercial Real Estate	1 464	1 022
iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures		
Residential	-	-
Commercial	-	-
b) Indirect Exposure		
Fund Based and Non Fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	342	333

(b) Exposure to Capital Market

(₹ in crore)

Category	2014-15	2013-14
i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	487	322
ii) advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-

Notes to the Standalone Financial Statement as at March 31, 2015

(₹ in crore)

Category	2014-15	2013-14
iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	94	106
iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	840	1 059
v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	736	105
vi) loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
vii) bridge loans to companies against expected equity flows / issues;	-	-
viii) all exposures to Venture Capital Funds (both registered and unregistered)	200	200
Total Exposure to Capital Market	2 357	1 793

Note :

- i) For the exposure to real estate only loans secured by way of mortgage/hypothecation of housing properties, commercial properties and land are considered.
- ii) In computing the above information, certain estimates, assumptions and adjustments have been made by the Management which have been relied upon by the auditors.
- iii) For the exposure to capital market Company has followed capital market exposure as defined under RBI regulations.

X. Concentration of Advances

(₹ in crore)

Particulars	2014-15
Total Advances to twenty largest borrowers (Net)	10 212
Percentage of Advances to twenty largest borrowers to Total Advances (Net) of the Company	50.38%

XI. Concentration of Exposures

(₹ in crore)

Particulars	2014-15
Total Exposure to twenty largest borrowers (Net)	12 305
Percentage of Exposures to twenty largest borrowers to Total Exposure (Net) of the Company	35.38%

XII. Concentration of NPAs

(₹ in crore)

Particulars	2014-15
Total Exposure to top four NPA accounts	124

XIII. Sector-wise NPAs

(₹ in crore)

S. No	Particulars	Percentage of NPAs to total advances in that sector
1	Agriculture & allied activities	-
2	MSME	3.58
3	Corporate borrowers	1.18
4	Services	0.53
5	Unsecured personal loans	-
6	Auto loans	7.53
7	Other personal loans	5.49

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

XIV. Movement of NPAs (including debentures and bonds)

(₹ in crore)

Particulars	March 31, 2015	March 31, 2014
i) Net NPAs to Net Advances (%)	1.62%	1.31%
ii) Movement of NPAs(Gross)		
(a) Opening Balance	343	364
(b) Additions during the year	307	192
(c) Reductions during the year	145	213
(d) Closing balance	505	343
iii) Movement of Net NPAs		
(a) Opening Balance	256	238
(b) Additions during the year	225	172
(c) Reductions during the year	134	154
(d) Closing balance	347	256
iv) Movement of provisions for NPAs		
(a) Opening Balance	87	126
(b) Provisions made during the year	82	20
(c) Write-off / write-back of excess provisions	11	59
(d) Closing balance	158	87

XV. Break up of 'Provisions and Contingencies' shown under the head Expenditure in statement of Profit and Loss

(₹ in crore)

Particulars	March 31, 2015	March 31, 2014
(a) Provisions for depreciation / (appreciation) on Investment / written off	(55)	(23)
(b) Provision /(reversal) towards NPA & doubtful debts	49	(25)
(c) Provision made towards Income tax	99	50
(d) Provision for Standard Assets	7	4

XVI. The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law / accounting standards there are no foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts.

XVII. Customer Complaints (as certified by the Management)

(₹ in crore)

Particulars	March 31, 2015
(a) No. of complaints pending at the beginning of the year	51
(b) No. of complaints received during the year	1 111
(c) No. of complaints redressed during the year	1 128
(d) No. of complaints pending at the end of the year	34

XVIII. Details of financing of parent company products

There are no parent company products which are financed.

XIX. Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC

There are no Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the Company.

Moreover as per prudential norms ceiling on the investment in shares of another company shall not be applicable to a non-banking financial company in respect of investment in the equity capital of an insurance company up to the extent specifically permitted, in writing, by the Reserve Bank of India. The Company has made an application to RBI for its investments in insurance companies.

XX. Unsecured Advances

There are no unsecured advances against intangible assets.

XXI. Policy on dealing with Related Party Transactions

The policy on Related Party Transactions as approved by the Board is uploaded on the Company's website at the link http://www.reliancecapital.co.in/pdf/Policy_for_Related_Party_Transaction.pdf.

XXII. Remuneration of Directors

Director sitting fees ₹ 36 78 772 and Commission ₹ 45 00 000

XXIII. Overseas Assets (for those with Joint Ventures and Subsidiaries abroad)

There are no overseas assets other than those disclosed in investments.

XXIV. Off-balance Sheet SPVs sponsored (which are required to be consolidated as per accounting norms)

There are no Off-balance Sheet SPVs sponsored by the Company which are required to be consolidated as per accounting norms.

41 Disclosure of details as required by para 18-21 of the Systematically Important Non-Banking Financial (Non Accepting or Holding) Companies Prudential Norms (Reserve Bank) directions, 2015.

(₹ in crore)

Particulars	2014-15	2013-14
% of Loans against security of Gold Jewellery to total Assets	-	0.02%
Number of auctions	7	29
Number of loan accounts	44	57
Outstanding amounts	1	1
Value Fetched	1	2
Whether any of the sister concerns participated	No	No

Reliance Capital Limited

Notes to the Standalone Financial Statement as at March 31, 2015

43 Contingent Liabilities and Commitments (As Certified by the Management) (₹ in crore)

Particulars	March 31, 2015	March 31, 2014
a Contingent Liabilities		
i) Guarantees to Banks and Financial Institutions on behalf of third parties	2 138	2 416
ii) Claims against the Company not acknowledge as debt	4	12
b Commitments		
i) Estimated amount of contracts remaining to be executed on capital account (net of advances)	52	85
ii) Undrawn Committed Credit lines	451	678
iii) Uncalled amount of Investments	8	7

The Company has a process of reviewing all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in its financial statements.

44 Expenditure in foreign currency (₹ in crore)

Particulars	2014-15	2013-14
i) Travelling Expenses [₹ 10 16 462 (Previous year ₹ 10 35 068)]	-	-
ii) Legal & Professional Fees	1	-
iii) Sales & marketing (₹ 34 40 398)	-	1
iv) Software Maintenance and Others	1	1
Total	2	2

45 Value of Imports on CIF basis

Particulars	2014-15	2013-14
i) Capital Goods [₹ Nil (Previous year ₹ 38 05 522)]	-	-
Total	-	-

46 Outstanding Future & Option as on March 31, 2015

Name of Option	No. of contracts	Units	
		Long	Short
Call option	1 502 (4 711)	75 100 (1 19 350)	- (1 16 200)
Put option	29 078 (33 949)	- (-)	14 53 900 (16 97 450)
Futures	1 12 463 (2 977)	53 94 575 (1 48 825)	2 28 575 (-)

Figures in bracket indicate previous year figures.

47 The Company has revised its policy of providing depreciation on fixed assets pursuant to and in line with the requirements of Part C of Schedule II of the Companies Act, 2013 with effect from April 1, 2014. Depreciation is now provided on a straight line basis for all assets as against the policy of providing on written down value basis for some assets and straight line basis for others. As a result of these changes, the depreciation charge for the year ended March 31, 2015 is lesser by ₹ 2 crore and the effect relating to the period prior to April 1, 2014 is net credit of ₹ 4 crore which has been clubbed with current period 'Depreciation' in the statement of profit and loss.

Had the Company continued to use the earlier method of depreciation, the profit before tax for the current year would have been lower by ₹ 6 crore.

48 As per Section 135 of the Companies Act, 2013 the Company is under obligation to incur Corporate Social Expenditures (CSR) amounting to ₹ 12 crore, being 2% of the average net profit during the three immediately preceding financial years towards CSR, calculated in the manner as stated in the Act. Accordingly during the year, the Company has made a contribution of ₹ 12 crore by contributing for Rural outreach initiative to provide cancer care to the communities of interior parts of Maharashtra.

Notes to the Standalone Financial Statement as at March 31, 2015

49 Remittance in foreign currency on account of dividend

The Company has paid dividend in respect of shares held by non residents on repatriation basis. This, inter-alia includes portfolio investment, where the amount is also credited to Non Resident External Account (NRE A/c). The total amount remittable in this respect is specified below.

Particulars	2014-15	2013-14
Dividend		
a) Number of Non Resident Shareholders	501	529
b) Number of Equity shares held by them	29 199	30 551
c) i) Amount of Dividend paid (gross) (amount in ₹)	2 48 192	2 44 408
ii) Year to which Dividend relates	2013-14	2012-13

50 In the opinion of management, all the assets other than fixed assets and non current investments are approximately of the value stated if realised in the ordinary course of business.

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

Executive Director & Group CEO
Chief Financial Officer
President & Company Secretary
Mumbai
Dated: May 29, 2015

Anil D. Ambani
Amitabh Jhunjunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul
Chhaya Virani
Soumen Ghosh
Amit Bapna
V. R. Mohan

Independent Auditors' Report on the Consolidated Financial Statement

**To,
The Members
Reliance Capital Limited
Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of Reliance Capital Limited ("the Holding Company") and its subsidiaries and partnership firm (the Holding Company and its subsidiaries and partnership firm collectively referred to as "the Group") and its associates, comprising of the Consolidated Balance Sheet as at March 31, 2015, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its associates in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies and partners of the firm included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial

statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors / one of the joint auditors in terms of their reports referred to in sub-paragraph (3) & (4) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group and its associates as at March 31, 2015 and their consolidated profit and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to Note 36(a) to the consolidated financial statements of the Group and its associates relating to Quant Capital Private Limited ('QCPL') a subsidiary of the Holding Company, has initiated the process of registering itself as a Core Investment Company ('CIC') as defined under the Guidelines issued by the Reserve Bank of India vide its circular RBI/2010-11/360 DNBS (PD) CC. No. 206/03.10.001/2010-11 dated January 5, 2011. Our opinion is not modified in this regard.

Other Matters

1. The auditors of Reliance General Insurance Company Limited ('RGIC') a subsidiary of the Holding Company, have reported that actuarial valuation of liabilities with respect to claims incurred but not reported (IBNR) and claims incurred but not enough reported (IBNER) as on March 31, 2015 is the responsibility of the RGIC's appointed actuary ("the Appointed Actuary"). The appointed actuary has certified to the RGIC that the assumptions for such valuations are in accordance with the guidelines and norms issued by the Insurance Regulatory & Development Authority of India ('IRDAI') and the Institute of Actuaries of India in concurrence with the IRDAI. The independent auditors of the RGIC have relied on the RGIC's Appointed Actuary's certificate in this regard for forming their opinion on the financial statements of the RGIC.
2. The auditors of Reliance Life Insurance Company Limited ('RLIC') an associate of the Holding Company, have reported that the actuarial valuation of liabilities for life policies in force and policies where premium is discontinued is the responsibility of RLIC's Appointed Actuary ("the Appointed Actuary"). The actuarial valuation of these liabilities as at March 31, 2015 has been duly certified by the Appointed Actuary of RLIC and in his opinion, the assumptions for such valuation are in accordance with the generally accepted actuarial principles and practices requirements of the Insurance Act, regulations notified by the Insurance Regulatory & Development Authority of India ('IRDAI') and Actuarial Practice Standards issued by

Independent Auditors' Report on the Consolidated Financial Statement

the Institute of Actuaries of India in concurrence with the IRDAI. The independent auditors of RLIC have relied upon the appointed actuary's certificate in this regard for forming their opinion on the financial statements of RLIC.

3. We did not audit the financial statements / financial information of fifteen subsidiaries and a partnership firm, whose financial statements / financial information reflect total assets of ₹ 6,694 crore as at March 31, 2015, total revenues of ₹ 3,596 crore and net cash inflows amounting to ₹ 23 crore for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit of ₹ 4 crore for the year ended March 31, 2015, in respect of one associate, whose financial statements/ financial information have not been audited by us. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, partnership firm and associate, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries, partnership firm and associate, is based solely on the reports of the other auditors.
4. The financial statements / financial information of eleven subsidiaries whose financial statements / financial information reflect total assets of ₹ 7,806 crore as at March 31, 2015, total revenues of ₹ 1,627 crore and net cash inflows amounting to ₹ 108 crore for the year ended on that date, have been audited by one of the joint auditors, which have been considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit of ₹ 65 crore for the year ended March 31, 2015, in respect of one associate, whose financial statements / financial information have been audited by one of the joint auditors, along with another joint auditor. These financial statements/ financial information have been audited by one of the joint auditors whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries and associate, is based solely on these reports.
5. The consolidated financial statements also include the Group's share of net profit of ₹ 11 crore for the year ended March 31, 2015, in respect of two associates, whose financial statements / financial information have not been audited by us. These financial statements / financial information are unaudited and have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these associates, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid associates, is based solely on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information are not material to the Group.

Our opinion on the consolidated financial statements, and our report on other Legal and Regulatory requirements below, is not modified in respect of other matters with respect to our reliance on the work done and the reports of the other auditors/one of the joint auditors and the financial statements and financial information certified by the management.

Report on Other Legal and Regulatory Requirements

6. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on the comments in the independent auditors' report of the Holding Company, subsidiary companies, associate companies incorporated in India excluding Reliance General Insurance Company Limited, a subsidiary, Reliance Life Insurance Company Limited, a associate and Reliance Capital Partners, a firm, to which said Order does not apply and on the basis of such checks of the books and records of the Holding Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
7. As required by Section 143(3) of the Act, we report, to that extent applicable, 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 of the aforesaid consolidated financial statements;
 - b) In our opinion, proper books of account as required by law related to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other independent auditors;
 - c) The consolidated Balance Sheet, the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2015 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and associates companies incorporated in India, made available to us by the management, none of the directors of the Group companies and its associate companies incorporated in India, is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on consideration of the report of the other auditors on financial statements of subsidiaries and associates as furnished by the management:

Reliance Capital Limited

Independent Auditors' Report on the Consolidated Financial Statement

- i) The consolidated financial statements disclose the impact of pending litigations as at March 31, 2015 on the consolidated financial position of the Group and its associate companies - Refer Note No. 45 to the consolidated financial statements;
- ii) The Group and its associates have made adequate provision in the consolidated financial statements for the year ended March 31, 2015, as required under the applicable law or accounting standards, for material foreseeable losses, on long-term contracts including derivative contracts - Refer Note No. 49 to the consolidated financial statements and;
- iii) There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Holding Company during the year ended March 31, 2015.

There were no amounts which were required to be transferred to the Investor Education and Protection Fund by its subsidiary companies and associate companies incorporated in India during the year ended March 31, 2015.

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

Vijay Napawaliya
Partner
Membership No: 109859

Mumbai
May 29, 2015

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No: 101248W/
W-100022

Akeel Master
Partner
Membership No: 046768

Mumbai
May 29, 2015

Annexure to the Independent Auditors' Report on the Consolidated Financial Statement

(Referred to in our report of even date)

Our Reporting on the matters specified in para 3 & 4 of the Companies (Auditor's Report) Order, 2015 ("the Order") on the consolidated financial statements, includes holding company, its subsidiary companies and its associate companies, incorporated in India, to which Order is applicable excluding Reliance General Insurance Company Limited, a subsidiary, Reliance Life Insurance Company Limited, a associate and Reliance Capital Partners, a firm to which said Order does not apply. Further, this subsidiaries companies and associate company have been audited by other auditors or one of the joint auditors (collectively referred to 'other auditors') and our report in respect to these entities is based solely on the reports of the other auditors, to the extent applicable for reporting under the Order.

In respect of an associate company incorporated in India, which have been included in the consolidated financial statements is based on unaudited financial statements, which was provided to us by management hence, no report under Order is available, and accordingly, the possible effects of the same on our reporting under the Order has not been considered.

(i) In respect of the fixed assets of the holding company, its subsidiary companies and a associate company incorporated in India:

- a. According to the information and explanation given to us and based on the auditor's report of the other auditors, the respective entities have maintained proper records, showing full particulars including quantitative details and situation of its fixed assets.
- b. According to the information and explanation given to us and based on the auditor's report of the other auditors, the fixed assets were physically verified during the year by management of the respective entities except in case of a subsidiary company, in accordance with a phased periodical programme of verification which, in our opinion and the opinion of the other auditors, is reasonable. According to the information and explanation given to us and based on the auditor's report of other auditors, no material discrepancies were noticed on such verification.

Further, four subsidiary companies and a associate company, incorporated in India, does not have any fixed assets, accordingly paragraph 3 (i) of the Order is not applicable to these entities.

(ii) In respect of the Inventories of eight subsidiary companies incorporated in India:

- a. According to the information and explanation given to us and based on the auditor's report of the other auditors, the inventories were physically verified during the year by management of the respective entities at reasonable intervals.
- b. In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, the procedures of physical verification of inventories followed by management of the respective entities were reasonable and adequate in relation to the size of their respective entities and the nature of their business.
- c. In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, the respective entities have maintained proper records of their inventories and no material discrepancies were noticed on physical verification.

Further, holding company and its fourteen subsidiary companies and a associate company do not have any inventories thus, paragraph 3 (ii) of the Order is not applicable to these entities.

- (iii) According to the information and explanation given to us and based on the auditor's report of the other auditors, during the year the holding company and its subsidiary companies and associate companies incorporated in India, have not granted any loans, secured/unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Therefore, paragraph 3(iii) of the said Order is not applicable.
- (iv) In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, there is adequate internal control system commensurate with the size of the holding company, its subsidiary companies and associate companies incorporated in India, and the nature of their business, for purchase of inventories and fixed assets and for sale of goods and services. During the course of our audit and based on auditor's report of the other auditors, no continuing failure to correct major weaknesses in such internal control system has been observed.
- (v) In our opinion and according to the information and explanations given to us, the holding company is a Systemically Important Non-deposit taking Non-Banking

Annexure to the Independent Auditors' Report on the Consolidated Financial Statement

Financial Company, therefore paragraph 3(v) of the Order is not applicable to the holding company. In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, the subsidiary companies and associate companies, incorporated in India have not accepted any deposit from the public and hence directives issued by the Reserve Bank of India/National Housing Bank and the provisions of Sections 73 to 76 and any other relevant provisions of the Companies Act, 2013 and the rules framed there under are not applicable to these entities According to the information and explanations given to us and the other auditor, during the year under audit no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal in respect of any of the entities.

- (vi) In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, the Central Government has not specified for maintenance of cost records under sub section (1) of Section 148 of the Companies Act, 2013 in respect of activities carried on by the holding company, its subsidiary companies and associate companies incorporated in India. Hence the provisions of clause 3 (vi) of the Order is not applicable.
- (vii) According to the information and explanation given to us and based on the auditor's report of the other auditors in respect of statutory dues of the holding company, its subsidiary companies and associate companies incorporated in India:
 - a) The respective entities have generally been regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, except in case of professional tax, in which there were few delays in payment of the said dues by the holding company and a subsidiary company. Further, there are no undisputed amounts payable outstanding as at March 31, 2015 for a period of more than six months from the date they became payable.
 - b) There are no dues of income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess, which have not been deposited on account of any dispute, except for sales tax under Gujarat Sales Tax Act, 1969 of ₹ 4,75,916 for the period 2001-02 which is pending before the Gujarat Sales Tax Tribunal, Ahmedabad and sales tax under Madhya Pradesh General Sales Tax Act, 1958 of ₹ 4,30,472 for the period 1996-97 which is pending before Appellate Deputy Commissioner of the Commercial Tax, Indore Division - I relating to holding company. In case of a subsidiary company, in respect of stamp duty payable to Tamil Nadu Government of ₹ 11,41,79,859, Income Tax of ₹ 1,17,475 for the Assessment Year 2009-10 and ₹ 41,00,935 for the Assessment Year 2010-11, which are pending before the Commissioner of Income Tax (Appeals), Mumbai and Service Tax of ₹ 61,800 for the year 2010-11 which is pending before the Commissioner of Central Excise (Appeals), Mumbai.
 - c) The amount required to be transferred to Investor Education and Protection Fund has been transferred within the stipulated time in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and Rules made thereunder by the

holding company. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by its subsidiary companies and associate companies.

- (viii) The holding company, sixteen subsidiary companies and a associate company incorporated in India do not have accumulated losses at the end of the financial year and have not incurred cash losses, during the financial year covered by our audit and in the immediately preceding financial year. However, in case of six subsidiary companies accumulated losses have exceeded fifty percent of their net worth and they have incurred cash losses, during the financial year covered by our audit and in the immediately preceding financial year. The Group and its associate company incorporated in India do not have consolidated accumulated losses at the end of the financial year and have not incurred cash losses on consolidated basis, during the financial year covered by our audit and in the immediately preceding financial year.
- (ix) In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, the holding company and subsidiary companies incorporated in India have not defaulted in the repayment of dues to financial institutions, banks and debenture holders as at Balance Sheet Date.
- (x) In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, the terms and conditions of the guarantees given by the holding company and a subsidiary company incorporated in India for loans taken by others from banks and financial institutions are not, prima facie, prejudicial to the interests of the Group and its associates companies.
- (xi) In our opinion and according to the information and explanation given to us and based on the auditor's report of the other auditors, the term loans have been applied by the holding company and its subsidiary companies, incorporated in India, during the year for the purposes for which they were obtained, except loans amounting to ₹ 350 crore have been taken towards the year end which was lying in bank account at the year end and was subsequently utilized for the purpose for which loans have been taken.
- (xii) According to the information and explanations given to us and based on the reports of the other auditors, we/the other auditors have neither come across any instance of material fraud on or by the holding company, its subsidiaries companies and associate companies, Incorporated in India, nor have we/the other auditors been informed of any such case by the respective Managements of the aforesaid holding company, its subsidiaries companies and associate companies.

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No: 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859

Akeel Master
Partner
Membership No: 046768

Mumbai
May 29, 2015

Mumbai
May 29, 2015

Reliance Capital Limited

Consolidated Balance Sheet as at March 31, 2015

(₹ in crore)

	Note No.	As at March 31, 2015		As at March 31, 2014	
I EQUITY AND LIABILITIES					
(1) Shareholders' funds					
(a) Share capital	4	253		244	
(b) Reserves and surplus	5	<u>13 071</u>	<u>13 324</u>	<u>12 147</u>	12 391
(2) Minority interest			669		544
(3) Non-current liabilities					
(a) Long-term borrowings	6	16 697		14 178	
(b) Other long-term liabilities	7	129		83	
(c) Long-term provisions	8	<u>66</u>	<u>16 892</u>	<u>57</u>	14 318
(4) Current liabilities					
(a) Short-term borrowings	9	4 792		7 134	
(b) Trade payables	10	491		454	
(c) Other current liabilities	11	9 900		9 437	
(d) Short-term provisions	12	<u>1 372</u>	<u>16 555</u>	<u>1 250</u>	<u>18 275</u>
TOTAL			<u><u>47 440</u></u>		<u><u>45 528</u></u>
II ASSETS					
(1) Non-current assets					
(a) Fixed assets	13				
(i) Tangible assets		250		193	
(ii) Intangible assets		280		289	
(iii) Intangible assets under development		<u>2</u>		<u>1</u>	
		532		483	
(b) Non-current investments	14	13 413		14 137	
(c) Deferred tax assets (net)	15	35		29	
(d) Long-term loans and advances	16	16 596		15 631	
(e) Other non-current assets	17	<u>1 461</u>	<u>32 037</u>	<u>1 887</u>	32 167
(2) Current assets					
(a) Current investments	18	2 468		2 020	
(b) Inventories	19	119		164	
(c) Trade receivables	20	352		932	
(d) Cash and bank balances	21	1 624		2 663	
(e) Short-term loans and advances	22	10 194		6 831	
(f) Other current assets	23	<u>646</u>	<u>15 403</u>	<u>751</u>	<u>13 361</u>
TOTAL			<u><u>47 440</u></u>		<u><u>45 528</u></u>

See accompanying notes to the financial statements 1-51

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

Executive Director & Group CEO
Chief Financial Officer
President & Company Secretary
Mumbai
Dated: May 29, 2015

Anil D. Ambani
Amitabh Jhunjhunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul
Chhaya Virani
Soumen Ghosh
Amit Bapna
V. R. Mohan

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

(₹ in crore)

	Note No.	2014-15	2013-14
REVENUE			
I			
Revenue from operations	24	8 787	7 455
II			
Other income	25	74	89
III Total revenue (I+II)		8 861	7 544
IV EXPENSES			
Employee benefits expense	26	693	599
Finance costs	27	2 642	2 501
Depreciation and amortisation expense	13	68	61
Other expenses	28	4 227	3 536
Total expenses		7 630	6 697
V Profit before tax (III-IV)		1 231	847
VI Tax expense:			
(1) Current taxation		242	157
(2) Taxation for earlier years		(10)	1
(3) Deferred tax		(8)	6
VII Profit after tax (V-VI)		1 007	683
VIII Less: Share of minority shareholders		130	97
IX Profit after minority interest (VII-VIII)		877	586
X Add: Net Share of profit in associates		79	163
XI Profit after share of profit / (loss) in associates (IX+X)		956	749
XII Add: Profit / (loss) on sale of subsidiaries and associates (Refer Note No. 30)		45	(2)
XIII Net profit after tax (XI+XII)		1 001	747
XIV Earnings per equity share of ₹ 10 each fully paid up			
(1) Basic (₹)	44	40.69	30.38
(2) Diluted (₹)	44	40.69	30.38

See accompanying notes to the financial statements 1-51

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
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Dated: May 29, 2015

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Soumen Ghosh
Amit Bapna
V. R. Mohan

Reliance Capital Limited

Consolidated Cash Flow Statement for the year ended March 31, 2015

(₹ in crore)

	2014-15	2013-14
A. Cash flows from operating activities		
Profit before tax	1 231	847
Adjusted for		
Depreciation & Ammortisation	68	61
Provision for NPA, Doubtful Debts and Balances Written Off	334	115
Provision for Diminution in the Value Investments / Written off	(71)	(21)
Provision and Loss on Repossessed Stock	29	14
Provision for gratuity /leave encashment	10	(3)
Excess provision / credit balance written back	(51)	(30)
Bad debts recovered	(17)	(30)
(Profit) / Loss on sale of Fixed Assets	(2)	(24)
Reserve for Unexpired Risk provided	(10)	121
Amortised DSA commission	45	44
Amortised Distribution cost	-	3
Interest Income on Investments	(862)	(878)
Dividend income on Investments	(76)	(39)
(Profit) / Loss on sale of Investment (Net)	(629)	(113)
Amortised Brokerage on Borrowing	36	27
Discount on commercial papers	410	356
Interest expenses	2 195	2 118
	1 410	1 721
Operating profit before working capital changes	2 641	2 568
Adjusted for		
Proceeds from / (repayment of) short term borrowings (Net)	(2 752)	2 392
Proceeds from Long term borrowings	7 624	5 575
Repayment of Long term borrowings	(4 719)	(5 257)
Inventories	45	(20)
Deferred expenses	(113)	(85)
Trade receivables & Loans and advances	(3 439)	(2 591)
Trade payables and Liabilities	72	1 055
	(3 282)	1 069
Cash generated from operations	(641)	3 637
Interest paid	(2 129)	(1 931)
Taxes paid	(208)	(235)
Net cash from / (used in) operating activities	(2 978)	1 471

Consolidated Cash Flow Statement for the year ended March 31, 2015

(₹ in crore)

	2014-15	2013-14
B. Cash flows from investing activities		
Purchase of fixed assets (including capital advances)	(92)	(189)
Sale of fixed assets	38	33
Purchase of investments	(9 531)	(7 382)
Proceed from sale of Investments	10 276	6 916
Proceed from sale of current investments (net)	248	(256)
Interest received	1 129	625
Dividend received	76	39
Net Cash from / (used in) investing activities	2 144	(214)
C. Cash flows from financing activities		
Dividends paid (including dividend tax thereon)	(406)	(276)
Share capital issued during the year	371	-
Net Cash from / (used in) Financing Activities	(35)	(276)
Net increase / (decrease) in cash and cash equivalents (A + B + C)	(869)	981
Opening balance of cash and cash equivalents	2 094	1 112
Add: On Amalgamation	-	1
	2 094	1 113
Closing balance of cash and cash equivalents	1 225	2 094

Notes:

- The previous year's figures have been regrouped and reclassified wherever necessary.
- Cash and cash equivalents include cash on hand, cheques on hand and bank balances.

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

Executive Director & Group CEO
Chief Financial Officer
President & Company Secretary
Mumbai
Dated: May 29, 2015

Anil D. Ambani
Amitabh Jhunjhunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul
Chhaya Virani
Soumen Ghosh
Amit Bapna
V. R. Mohan

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

1. Background

Reliance Capital Limited ('the Holding Company') is registered as a Non-Banking Financial Company ('NBFC') as defined under section 45-IA of the Reserve Bank of India Act, 1934. The Company along with the group is broadly engaged in lending, investing activities, asset management, insurance and broking business.

2. Significant Accounting Policies

a Principles of Consolidation

The consolidated financial statements relate to Reliance Capital Limited ('Holding Company'), its subsidiaries including partnership firm and its associates (collectively referred to as "Group"). The consolidated financial statements have been prepared on the following basis:

- i) The Standalone financial statements of the Holding Company and its subsidiaries including partnership firm have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses.
- ii) The consolidated financial statements have been prepared using uniform accounting policies for transactions and other events in similar circumstances and are presented to the extent possible, in the same manner as the Holding Company's stand-alone financial statements.
- iii) The difference between the costs of investment in the subsidiaries over the net assets as on the date of acquisition is recognised in the Consolidated financial statements as Goodwill or Capital Reserve as the case may be.
- iv) The difference between the proceeds from disposal of investment in a subsidiary and the carrying amount of its assets less liabilities as of the date of disposal is recognised in the consolidated statement of profit and loss as the profit or loss on disposal of investment in subsidiary as the case may be.
- v) Minority interest's share of net profit of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the Company.
- vi) Minority interest's share of net assets of consolidated subsidiaries is identified and presented in the consolidated balance sheet separate from liabilities and the equity of the Company's shareholders.
- vii) The Standalone financial statements of the Holding Company and its associates have been combined on the basis of equity method, whereby the investment is initially recorded at cost, identifying any goodwill / capital reserve arising at the time of acquisition. The carrying amount of the investment is adjusted thereafter for post acquisition change in the Holding Company's share of net assets of the associate. Unrealised profits and losses resulting from transactions between the Holding Company and the associates are eliminated to the extent of the Company's interest in the associate. Unrealised losses are not eliminated if and to the extent the cost of the transferred asset cannot be recovered. The consolidated statement of profit and loss reflects the Holding Company's share of operations of the associate.
- viii) In case of foreign subsidiaries and companies controlled by the Holding Company, in translating the financial statements of non integral foreign subsidiaries for consolidation the following procedures have been followed:
 - a) The assets and liabilities both monetary and non monetary, of the non integral foreign operations are translated at the closing rate;
 - b) Income and expenses items of the non integral foreign operations are translated at the average rate;
 - c) All resulting exchange differences (if any) are accumulated in foreign currency translation reserve.

b Basis of Preparation of Consolidated Financial Statements

The consolidated financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting unless otherwise stated in accordance with the generally accepted accounting principles (GAAP) in India and comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 (The Act), read with Rule 7 of the Companies (Accounting Standards) Rules 2014 and relevant provisions of the Companies Act, 2013. In case of Reliance General Insurance Company Limited and Reliance Life Insurance Company Limited the financial statements are drawn up in accordance with the Insurance Regulatory and Development Authority Act, 1999, the Insurance Regulatory and Development Authority (Preparation of Financial Statements and Auditors Report of Insurance Companies) Regulations, 2002 and orders and directions issued by Insurance Regulatory and Development Authority of India (IRDAI) in this behalf and the regulations framed there under read with relevant provisions of the Insurance Act, 1938 and the Companies Act, 2013. This Consolidated financial statements are presented in Indian rupees rounded to the nearest crore except otherwise stated.

c Use of Estimates

The preparation of consolidated financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the Consolidated 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.

d Revenue Recognition

i) Interest income:

Interest income is recognised as it accrues on a time proportion basis taking into account the amount outstanding and the rate applicable except in the case of non performing assets ("NPAs") where it is recognised, upon realisation. Accretion of discount and amortisation of premium relating to debt securities is recognised over the holding / maturity period on constant yield to maturity method, in accordance with policy of Reliance General Insurance Company Limited.

Notes to the Consolidated Financial Statement as at March 31, 2015

ii) Dividend income:

Dividend income is recognised when the right to receive payment is established.

iii) Discount on investments:

The difference between the acquisition cost and face value of debt instruments is recognised as interest income over the tenor of the instrument on straight line basis.

iv) Redemption premium on investments:

Redemption premium on investments is recognised as income over the tenor of the investment.

v) Investment Management Fees:

Investment management fees are recognised on an accrual basis in accordance with Investment Management Agreement and SEBI (Mutual Fund) Regulations, 1996 based on average assets under management (AUM).

vi) Portfolio Management Fees:

Portfolio Management fees are recognised on an accrual basis in accordance with Portfolio Management Agreement entered with respective clients except in case of Reliance Securities Limited which is as follows:

- a) Processing fees is recognised on upfront basis in the year of receipt
- b) Management fees is recognised as a percentage of the unaudited net asset value at the end of each month
- c) Return based fees is recognised as a percentage of annual profit, in accordance with the terms of the agreement with clients on the completion of the period

vii) Online Access Fees:

Online access fees is recognised on straight line basis, based on the agreement with the clients.

viii) Infrastructure and Resource Management Fees:

Infrastructure and resource management services fees are recognised on accrual basis as per agreements with the clients.

ix) Advisory Services Fee:

Fee for Advisory Services is accounted in accordance with the terms and contracts into with the clients.

x) Trusteeship Fee:

Trusteeship fee income is recognised on the basis of the agreements entered into between the settler and the trustee.

xi) Loan / other processing fee:

Loan processing fee is accounted for upfront as and when it becomes due.

xii) Management fee:

Management fee towards support services is accounted as and when it becomes due on contractual terms with the parties.

xiii) Income from investments:

Profit earned from sale of securities is recognised on trade date basis. The cost of securities is computed based on weighted average basis.

xiv) Income from assignment / securitization:

In case of assignment / securitisation of loans, the assets are derecognised when all the rights, title, future receivables and interest thereof along with all the risks and rewards of ownership are transferred to the purchasers of assigned/ securitised loans in accordance with Reserve Bank of India / National Housing Bank Guidelines if any. The profit if any, as reduced by the estimated provision for loss/ expenses and incidental expenses related to the transaction, is recognised as gain or loss arising on assignment / securitisation over the tenure of the deal. Loss arising from these transactions if any will be recognised immediately in the statement of profit and loss.

xv) Income from Trading in Securities and Derivatives:

The initial margin and the additional margin paid for entering into contracts for equity futures and options are disclosed under the head Loans and Advances in the Balance Sheet.

Income from trading in commodities comprises of profit/loss on hedged positions in commodity stocks and futures. All the hedged positions in commodity and commodity Futures are marked to market and difference between the transaction price and settlement price is recognized as Gains or Losses.

The Brokerage and other payments made in connection with the acquisition of securities are added to the cost of acquisition. The amount shown under sale of securities is net of Brokerage and Security Transaction Tax.

xvi) Income from Exchange Traded Derivatives:

Income from trading in securities comprises Profit/Loss on sale of Securities held as Stock In Trade and Profit/Loss on equity derivative instruments. Profit/Loss on securities are determined based on first in first out (FIFO) cost of securities sold. Profit/Loss on equity derivative transaction is accounted for based on the Guidance Note on Accounting for Equity Index and Equity Stock Future and Options issued by the Institute of Chartered Accountant of India which is explained below:

A. Equity Index/Stock Futures:

- (a) "Initial Margin-Equity Derivatives Instrument", representing the initial margin paid, and "Margin Deposits" representing the additional margin paid over and above the initial margin, for entering into contracts for equity index/stock futures which are released on final settlement/squaring-up of underlying contracts, are disclosed under Loans and Advances.

Notes to the Consolidated Financial Statement as at March 31, 2015

- (b) Equity index stock futures are marked-to-market on daily basis. Debit or credit balance disclosed under Loans and Advances or Current Liabilities, respectively, in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", represents the net amount paid or received on the basis of movement in the prices of index/stock futures till the Balance Sheet date.
- (c) As on the Balance Sheet date, profit/loss on open positions in equity index/stock futures are accounted for as follows: Credit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being the anticipated profit is ignored and no credit for the same is taken in the Statement of Profit and Loss. Debit balance in the "Mark-to-Market Margin-Equity Index/Stock Futures Account", being anticipated loss, is adjusted in the Statement of Profit and Loss Account.

B. Equity Index/Stock Options:

- (a) "Initial Margin Equity Derivative Instrument" representing the initial margin paid, and "Margin Deposit" representing the additional margin paid over and above the initial margin, for entering into contracts for equity index/stock options, which are released on final settlement/squaring up of the underlying contracts are disclosed under Loans and Advances.
- (b) "Equity Index/Stock Option Premium Account" represents the premium paid or received for buying or selling the options, respectively.
- (c) As at the Balance Sheet date, in the case of long positions, provision is made for the amount by which the premium paid for those options exceeds the premium prevailing on the Balance Sheet date, and in the case of short positions, for the amount by which the premium prevailing on the Balance Sheet date exceeds the premium received for those options, and is reflected in "Provision for Loss on Equity Index/Stock Option Account".

xvii) Income from Trading in Commodities:

The initial margin and the additional margin paid for entering into contracts for commodity futures and options are disclosed under the head Loans and Advances in the Balance Sheet.

Income from trading in commodities comprises of profit/loss on hedged positions in commodity stocks and futures. All the hedged positions in commodity and commodity Futures are marked to market and difference between the transaction price and settlement price is recognized as Gains or Losses.

The Brokerage and other payments made in connection with the acquisition of commodities are added to the cost of acquisition. The amount shown under sale of securities is net of Brokerage.

xviii) Income from Trading in Currency Derivatives:

The initial margin and the additional margin paid for entering into contracts for commodity futures and options are disclosed under the head Loans and Advances in the Balance Sheet.

Income from trading in currency comprises of profit/loss on currency futures. All the positions in currency and currency futures are marked to market and difference between the transaction price and settlement price is recognized as Gains or Losses.

The Brokerage, STT and other payments made in connection with the acquisition of currency derivatives are added to the cost of acquisition. The amount shown under sale of securities is net of Brokerage and STT.

xix) Income from lease:

Lease rental income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease term.

xx) Income on Money changer:

Revenue on foreign exchange transactions is recognised at the time of sale. The income arising from selling of foreign currencies represents the margin earned on sale of foreign currencies.

xxi) Premium:

Premium net of service tax is recognised as income over the contract period or the period of risk whichever is appropriate. Any subsequent revisions to or cancellations of premium are recognised in the year in which they occur.

xxii) Commission:

- i) Commission income on reinsurance cessions is recognised as income in the period in which reinsurance premium is ceded.
- ii) Profit commission under reinsurance treaties, wherever applicable, is recognised on accrual. Any subsequent revisions of profit commission are recognized for the year in which final determination of the profits is intimated by reinsurers.
- iii) Commission income of money transfer services is recognised on rendering the service at contractual rates. Incentives received from western union are recognised on receipt basis. Service income received on account of gain on foreign currency from Western Union is accounted when accrued and due.

xxiii) Reinsurance Ceded:

- i) Reinsurance ceded is accounted in the year in which the risk commences and recognised over the contract period. Any subsequent revision to refunds or cancellation of premiums, are recognised in the year in which they occur.
- ii) Reinsurance inward is accounted to the extent of the returns received from the reinsurers.

Notes to the Consolidated Financial Statement as at March 31, 2015

xxiv) Premium Received in Advance:

Premium received in advance represents premium received in respect of policies issued during the year, where the risk commences subsequent to the balance sheet date.

xxv) Sales & Services :

Revenue from sale is recognized on transfer of all significant risks and rewards of ownership as per terms of contracts with the customers. (net of VAT, sales return, service tax recovery and trade discount).

xxvi) Brokerage Income:

Brokerage income is recognized net of service tax on the date of transaction.

e Fixed assets**i) Tangible assets****- Leased assets**

All assets given on operating lease are shown as fixed assets net of depreciation and impairment loss, if any. Initial direct costs in respect of leases are expensed in the year in which such costs are incurred.

- Own assets

Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment loss if any. Cost includes all expenses incidental to the acquisition of the fixed assets.

ii) Intangible assets

Intangible assets are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Group and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development.

f Depreciation / Amortisation

Depreciation on Fixed Asset is provided as follows.

i) Tangible assets

The Company has provided for depreciation over the useful life of the assets as prescribed under part C of Schedule II of the Companies Act, 2013 as per straight line method except Plant & Machinery and data processing machineries given on lease where useful life is considered 8 years and 5 years, respectively based on management's assessments of useful life in respect of these assets. Lease hold improvements are amortised over the primary period of the lease on straight-line basis.

ii) Intangible Assets are amortised on straight line basis over the useful life of the asset up to a maximum of five years commencing from the month in which such asset is first installed.

The Group provides pro-rata depreciation from the day the asset is put to use and for any asset sold, till the date of sale.

g Impairment of assets

The group assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the group estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

h Investments

Investments are classified as long term or current based on intention of the management at the time of purchase. Current investments are valued, scrip wise at cost or fair value, whichever is lower. Long-term investments are carried at carrying cost less diminution in value which is other than temporary, determined separately for each individual investment scrip wise. In case of insurance companies, investments have been valued in accordance with the provisions of the Insurance Act, 1938 and the Regulations and / or orders / directions/ circulars / guidelines issued by the IRDAI in this behalf.

i Inventories

- Securities held as inventories are valued scrip wise at weighted average cost or fair value, whichever is lower.
- Commodities held as inventories are valued at weighted average cost or net realisable value, whichever is lower.
- Stock of foreign currencies have been valued at weighted average cost or net realisable value, whichever is lower.
- Stock of gold have been valued at weighted average cost or net realisable value, whichever is lower.
- Stock of paintings and antiques are of such nature that the market value of which cannot be easily available, hence valued at cost only.

j Repossessed assets

Assets repossessed against the settlement of loans are carried in the balance sheet at outstanding loan amount. The classification and provision is based on the underlying Days Past Due (DPD) for these loans.

k Provisions for Non Performing Assets(NPA) and Doubtful Debts

NPA including loans and advances, receivables are identified as bad / doubtful based on the duration of the delinquency. The duration is set at appropriate levels for each product. NPA provisions are made based on the management's assessment of the degree of impairment and the level of provisioning meets the NBFC / NHB prudential norms prescribed by Reserve Bank of India / National Housing Bank.

l Provisions for Standard Assets

Provisions on Standard Assets are made as per Provisions for standard assets are made as per para 10 of the Systematically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) directions, 2015 and prudential norms as per Housing Finance companies (NHB) Directions, 2010.

m Security of Loans Given

Housing loans / loans against property granted are secured by equitable registered mortgage of property and / or undertaking to create a security. Other Secured loans are secured against hypothecation of respective assets.

n Foreign currency transactions

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognised in the statement of profit and loss.

Monetary assets and liabilities denominated in foreign currencies at the year end are restated at year end rates. Non monetary foreign currency items are carried at cost

o Employee benefits

i) Provident fund:

Contributions payable to the recognised provident fund, which is a defined contribution scheme, are charged to the statement of profit and loss.

ii) Gratuity:

The group gratuity benefit scheme is a defined benefit plan. The group net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the Projected Accrued Benefit Method (same as 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 is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognised immediately in the statement of profit and loss .

iii) Leave encashment:

Leave encashment which is a defined benefit, is accrued for based on an actuarial valuation at the balance sheet date carried out by an independent actuary.

The employees of the group are entitled to compensated absence. The employees can carry forward a portion of the unutilised accrued leave balance and utilise it in future periods. The group records an obligation for compensated absences in the period in which the employee renders the service that increases the entitlement.

p Employee Stock Option Scheme ("ESOS")

The Employees Stock Option Scheme ("the Scheme") provides for grant of equity shares of the Group to directors (including whole-time) (excluding independent directors) and employees of the Group. The Scheme provides that employees are granted an option to acquire equity shares of the Group that vests in a graded manner. The options may be exercised within a specified period. The Group follows the intrinsic value method to account for its stock-based employee compensation plans. Compensation cost is measured as the excess, if any, of the fair market price of the underlying stock over the exercise price on the grant date and is amortized over the vesting period of the option on a straight line basis.

For the listed shares, the fair market price is the latest closing price, immediately prior to the date of the Board of Directors meeting in which the options are granted, on the stock exchange on which the shares of the group are listed. If the shares are listed on more than one stock exchange, then the stock exchange where there is highest trading volume on the said date is considered. If the shares are unlisted, then the fair value of options granted is estimated on the date of grant using the Black Scholes Model.

q Loan origination/acquisition cost

The direct commission cost incurred for the loan origination is written off over the average tenure of the loan.

Notes to the Consolidated Financial Statement as at March 31, 2015

r Discount on Commercial Paper

The difference between the issue price and the redemption value of commercial papers is apportioned on time basis and recognised as discounting expense.

s New fund offer expenses of schemes

Expenses relating to new fund offer of mutual fund and PMS schemes are charged in the statement of profit and loss in the year in which such expenses are incurred except for closed ended schemes which are recognised over their duration of the scheme.

t Expenses of Management

Expense relating to insurance business is allocated on the basis of net premium written to the Revenue Account(s).

Expenses relating to investment activities are charged to the statement of profit and loss .

u Financial Derivatives and Commodity Hedging Transactions

Financial Derivatives and Commodity Hedging transaction are accounted for on a mark to market basis. Payments of margin requirements on this contract are recognised on the Balance Sheet.

v Claims Incurred

Claims incurred comprises of claims paid (net of salvage and other recoveries), estimated liability for outstanding claims made following a loss occurrence reported and estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER'). Further, claims incurred also include specific claim settlement costs such as survey / legal fees and other directly attributable costs.

Salvaged vehicles are recognized on realization basis.

Claims (net of amounts receivable from reinsurers/coinsurers) are recognised on the date of intimation on management estimates of ultimate amounts likely to be paid on each claim based on the past experience. These estimates are progressively revalidated on availability of further information.

IBNR represents that amount of claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, if any, required for claims IBNER. Estimated liability for claims Incurred But Not Reported ('IBNR') and claims Incurred But Not Enough Reported ('IBNER') is based on actuarial estimate duly certified by the appointed actuary of RGIC.

w Reserve for Unexpired Risk

Reserve for unexpired risk is made on the amount representing that part of the net premium written which attributable to, and to be allocated to the succeeding accounting period (using 1/365 method).

x Premium Deficiency

Premium deficiency is recognized if the ultimate amount of expected net claim costs, related expenses and maintenance costs exceeds the sum of related premium carried forward to subsequent accounting period as the reserve for unexpired risk. Premium deficiency is recognised for the Company as a whole, on an annual basis as per IRDAI circular IRDA/F&A/CIR/FA/126/07/2013. The Company considers maintenance cost as relevant costs incurred for ensuring claim handling operations.

y Acquisition Cost

Acquisition costs are costs that vary with and are primarily related to acquisition of insurance contracts and are expensed in the period in which they are incurred.

z Fund Expenses

Expenses incurred on behalf of schemes of Reliance Mutual Fund are recognised in the statement of profit and loss under advertisement/brokerage expenses unless considered recoverable from the schemes in accordance with the provisions of SEBI (Mutual Fund) Regulations, 1996.

Expenses directly incurred on behalf of the schemes of Fund are charged to the statement of profit & loss under respective heads.

aa Market linked debentures

The group has issued certain non-convertible debentures, the rate of interest on which is linked to performance of specified indices over the period of the debenture.

The group Hedges its interest rate risk on MLD by taking positions in future & options based on specified indices. Any gain/loss on these hedge positions are netted against with interest expense on MLD and resultant 'net loss' is recognised in statement of profit and loss immediately, however 'net gain' if any is ignored.

ab Borrowing costs

Borrowing costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

ac Leases

(i) Operating leases

Lease payments for assets taken on an operating lease are recognised as an expense in the statement of profit and loss on a straight line basis over the lease term.

(ii) Hire purchase

Assets held under hire purchase arrangements are classified as finance leases and are recognised as assets of Reliance Capital Asset Management Limited at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with Reliance Capital Asset Management Limited general policy on borrowing costs. Contingent rentals are recognised as expenses in the periods in which they are incurred.

ad Earnings per share

The basic earnings per share is computed by dividing the net profit / loss attributable to the equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share, is computed by dividing the net profit after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit per share are included.

ae Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognized where there is convincing evidence that the same can be realised in future.

Deferred taxation:

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed as at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

af Provisions, contingent liabilities and contingent assets

The Group creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

3 Previous year figures have been rearranged and reclassified wherever necessary.

The current year figures are not comparable with the previous year's figures as during the year Fairwinds Asset Managers Limited (formerly Reliance Equity Advisors (India) Limited), Reliance Consultants (Mauritius) Limited, Fairwinds Assets Management Trustee Company Limited (formerly Reliance Alternative Investments Service Private Limited) Indian Agri Services Private Limited Reliance Composite Insurance Broking Limited, Quant Commodities Private Limited, Quant Capital Advisors Private Limited and Reliance Assets Management (Malaysia) SDN BHD have ceased to be subsidiaries and Reliance Land Private Limited and Reliance Share & Stock Brokers Private Limited have ceased to be associates of the holding company.

Notes to the Consolidated Financial Statement as at March 31, 2015

		(₹ in crore)	
		As at March 31, 2015	As at March 31, 2014
4	Share capital		
(a)	Authorised:		
	30 00 00 000 Equity shares of ₹ 10 each (Previous year 30 00 00 000)	300	300
	10 00 00 000 Preference shares of ₹ 10 each (Previous year 10 00 00 000)	100	100
		<u>400</u>	<u>400</u>
(b)	Issued & Subscribed		
	25 39 77 006 Equity shares of ₹ 10 each fully paid up (Previous year 24 69 77 006)	254	247
		<u>254</u>	<u>247</u>
(c)	Paid Up		
	25 26 32 800 Equity shares of ₹ 10 each fully paid up (Previous year 24 56 32 800)	252	245
	Less: Advance to ESOP Trust [Refer Note No. (i) below] (Previous year 16 00 000 Equity shares of ₹ 10 each)	-	2
	Add: Forfeited shares	1	1
	13 44 206 Equity shares of ₹ 10 each (Previous year 13 44 206)	<u>253</u>	<u>244</u>
(d)	Equity shares held by holding company and subsidiaries of holding company:		
	Name of the holder	As at March 31, 2015	As at March 31, 2014
		% Qty.	% Qty.
	Reliance Innoventures Private Limited (ceased to be Holding company on March 27, 2015)	- -	0.23 5 76 450
	Reliance Inceptum Private Limited (formerly AAA Enterprises Private Limited) (Subsidiary of Holding Company)	- -	40.07 9 84 14 206
	Reliance Infrastructure Consulting & Engineers Private Limited (Formerly AAA Infrastructure Consulting & Engineers Private Limited) (Subsidiary of Holding Company)	- -	11.39 2 79 75 633
(e)	Equity shares in the company held by each shareholder holding more than 5 percent:		
	Name of the holder	As at March 31, 2015	As at March 31, 2014
		% Qty.	% Qty.
	Reliance Inceptum Private Limited (Formerly AAA Enterprises Private Limited)	38.68 9 77 14 206	40.07 9 84 14 206
	AAA Infrastructure Consulting & Engineers Private Limited	11.07 2 79 75 633	11.39 2 79 75 633
(f)	The Company has one class of equity shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholder. For the year ended March 31, 2015, the amount of per share dividend recognised as distributable to equity shareholders is ₹ 9 (March 31, 2014 ₹ 8.50). The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.		
(g)	Reconciliation of numbers of share outstanding:		
		As at March 31, 2015	As at March 31, 2014
		No. of Shares Amount (₹ in crore)	No. of Shares Amount (₹ in crore)
	Equity shares		
	Opening Balance	24 56 32 800 245	24 56 32 800 245
	Addition during the year (Refer note j below)	70 00 000 7	- -
	Closing Balance	<u>25 26 32 800 252</u>	<u>24 56 32 800 245</u>
(h)	As on March 31, 2015, 5,98,166 equity shares (Previous year 6,37,035 equity shares) are held by custodian against which depository receipts have been issued.		
(i)	During the year ended 31 March 2015, The Securities and Exchange Board of India (SEBI) has issued the "SEBI Share Based Employee Benefits Regulation 2014 ('the Regulation') which requires the accounting treatment for employee share based payments to be based on the Guidance Note on Accounting for Employee Share Based Payments issued by the Institute of Chartered Accountants of India (the Guidance Note). Accordingly, based on the requirements of the Guidance Note, the Company has not considered the ESOP Trust for inclusion in the consolidated financial statements for the year ended 31 March 2015. Consequently, these financial statements do not include the assets and liabilities of the ESOP trust and to that extent, the previous year figures are not comparable. For the current year, the Company has disclosed the loan to ESOP trust amounting to ₹ 60 crore under long term loans and advances.		
(j)	In Extraordinary General Meeting held on January 23, 2015, the members of the Company have duly approved, vide e-voting, Preferential Allotment of 70,00,000 equity shares of ₹ 10 each at a premium of ₹ 520 per share aggregating to ₹ 371 crore to Sumitomo Mitsui Trust Bank Limited of Japan which has been allotted on March 12, 2015.		

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

	As at March 31, 2015	As at March 31, 2014
5 Reserves & surplus		
Capital reserve##		
As per last balance sheet	172	172
Capital redemption reserve		
As per last balance sheet	50	35
Add: Amount transferred from statement of profit and loss	-	15
Add: Minority share adjustments	4	-
	<u>54</u>	<u>-</u>
Securities premium account		
As per last balance sheet	3 532	3 599
Add: Issued during the year	364	-
Add / (Less): Advance to ESOP Trust	60	(60)
(Add) /Less: Minority share adjustments	(4)	7
	<u>3 960</u>	<u>3 532</u>
General reserve **		
As per last balance sheet	5 507	5 451
Add: Amount transferred from statement of profit and loss	101	67
Less: Depreciation effect	6	-
Less: Minority share adjustments	18	11
	<u>5 584</u>	<u>5 507</u>
Statutory reserve fund *		
As per last balance sheet	1 255	1 176
Add: Amount transferred from statement of profit and loss	151	79
	<u>1 406</u>	<u>1 255</u>
Special reserve fund #		
As per last balance sheet	28	19
Add: Amount transferred from statement of profit and loss	14	9
	<u>42</u>	<u>28</u>
Foreign currency translation reserve		
As per last balance sheet	25	22
Add / (Less) : Addition during the year	(1)	7
Less: Cessation of subsidiary	2	1
Less: Minority share adjustments	2	3
	<u>20</u>	<u>25</u>
Settlement guarantee fund		
As per last balance sheet [₹ 4 65 000 (Previous year ₹ 4 65 000)]	-	-
Surplus in statement of profit & loss		
As per last balance sheet	1 578	1 251
Add: Amount transferred from statement of profit & loss	1 001	747
Add : Tax on Proposed dividend for earlier year	16	-
Less: Proposed dividend	372	269
Less: Tax on Proposed dividend	59	46
Less: Interim dividend	74	-
Less: Tax on Interim dividend	34	-
Less: Transfer to special reserve	14	9
Less: Transfer to statutory reserve fund	151	79
Less: Transfer to general reserve	101	67
Less: Transfer to capital redemption reserve	-	15
(Add) /Less: Minority share adjustments	(43)	(65)
	<u>1 833</u>	<u>1 578</u>
	<u>13 071</u>	<u>12 147</u>

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

** Includes ₹ 3 837 crore (Previous year ₹ 3 837) created pursuant to schemes of amalgamation approved by High Court.

Created pursuant to Section 29C of the National Housing Bank Act, 1987.

Includes ₹ 166 crore (Previous year ₹ 166 crore) created pursuant to the scheme of amalgamation approved by High Court which shall for all regulatory and accounting purposes be considered to be part of the owned funds / net worth of the Company.

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

	As at		As at	
	March 31, 2015		March 31, 2014	
6 Long term borrowings				
Non convertible debentures				
- Secured (Refer Note No. 29)				
Others	8 611		6 751	
Related party (Refer Note No. 41)	-		25	
- Unsecured				
Others	1 471		1 296	
Related party (Refer Note No. 41)	50	10 132	25	8 097
Term loans from banks / financial institutions				
- Secured (Refer Note No. 29)	6 465		5 981	
- Unsecured	100	6 565	100	6 081
		<u>16 697</u>		<u>14 178</u>
7 Other long-term liabilities				
Interest accrued but not due on debentures		70		55
Security deposits / Collateral deposits from customers		59		28
		<u>129</u>		<u>83</u>
8 Long-term provisions				
Provision for employee benefits				
-Leave encashment		8		7
-Gratuity (Previous year ₹ 1 10 072)		1		-
Others				
-Contingent provision against standard assets		57		50
		<u>66</u>		<u>57</u>
9 Short term borrowings				
Loans from banks / financial institutions				
-Secured (Refer Note given below)				
Cash credit	97		650	
Overdrafts from banks	72		124	
Short term	540		1 451	
-Unsecured				
Short term	300		-	
Overdrafts from banks	4	1 013	-	2 225
Inter corporate deposits -Unsecured		129		49
Commercial paper -Unsecured (Refer Note f below)				
Others		3 650		4 860
		<u>4 792</u>		<u>7 134</u>

Notes:

- Cash Credits amounting to ₹ 1 crore (Previous year ₹ 650 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Cash credits amounting to ₹ 96 crore (Previous year ₹ Nil) referred above are secured by pari passu first charge on all standard assets portfolio of present and future book debts, receivables, bills, claims and loan assets of the Reliance Home Finance Limited, against security not exceeding ₹ 110 crore (Previous year ₹ Nil).
- Short term loan amounting to ₹ 540 crore (Previous year ₹ 1 440 crore) referred above are secured by pari passu first charge on all present and future book debts (only performing assets), receivables and loan assets pertaining only to the Company's commercial finance division.
- Short term loan amounting to ₹ Nil (Previous year ₹ 11 crore) referred above are secured by fixed deposits pledged with bank.
- Overdraft from banks amounting to ₹ 72 (Previous year ₹ 124 crore) referred above are secured by fixed deposits pledged with bank.
- In respect of Commercial Papers maximum amount outstanding during the year was ₹ 5 935 crore (Previous year ₹ 5 460 crore).

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

	As at March 31, 2015	As at March 31, 2014
10 Trade payables		
-Due to micro, small and medium enterprises (Refer Note below)	-	-
- Due to others	<u>491</u>	<u>454</u>
	<u><u>491</u></u>	<u><u>454</u></u>

Note:

There are no Micro, Small and Medium Scale Business Enterprises, to whom the group owes dues, which are outstanding for more than 45 days as at March 31, 2015. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the group.

11 Other current liabilities

Current maturities of long-term debt

Non convertible debentures

-Secured (Refer Note No. 29)

1 495

1 302

Inter corporate deposits -Unsecured (Previous year ₹ 45 524)

-

-

Term loans from banks / financial institutions

-Secured (Refer Note No. 29)

3 155

4 650

2 963

4 265

Interest accrued but not due on debentures

491

439

Income received in advance

7

4

Advance from customers

118

57

Temporary book overdraft balance of banks

521

946

Claims outstanding

3 200

2 932

Trading margins from clients

227

216

Other payables*

670

564

Investor education and protection fund

Unclaimed dividend #

16

14

9 900

9 437

Notes:

* Includes provision for expenses, statutory payables, securitisation / assignment payable and other payables.

Does not include any amounts, due and outstanding, to be transferred to the Investor Education and Protection Fund created pursuant to Section 205C of the Companies Act, 1956.

12 Short-term provisions

Provision for employee benefits

-Leave encashment

4

4

-Gratuity

8

1

Others

-Contingent provision against standard assets

28

19

- Provision for loss - equity index options

-

3

-Provision for unexpired risk

890

898

-Provision for premium deficiency reserve

11

10

-Proposed dividend

372

269

-Tax on proposed dividend

59

46

1 372

1 250

Notes to the Consolidated Financial Statement as at March 31, 2015

13 Fixed Assets

(₹ in crore)

Description	Gross Block		Depreciation		Net Block	
	As at April 1, 2014	Additions / Adjustments	Deduction / Adjustments	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
(i) Tangible Assets						
Lease assets						
Plant and equipments	46	7	-	53	10	6
Data processing machineries	22	2	-	24	9	5
Vehicles	30	-	7	23	12	5
Sub - total - A	98	9	7	100	31	3
Previous year	80	29	11	98	21	14
Own assets						
Freehold Land*	13	-	-	13	-	-
Buildings	64	103	35	132	18	(8)
Data processing machineries	99	19	3	115	76	17
Furniture and fixtures	27	3	1	29	19	(-)(i)
Vehicles	12	-	3	9	8	(-)(ii)
Office equipments	49	7	2	54	26	15
Leasehold improvement	41	4	5	40	32	5
Sub - total - B	305	136	49	392	179	29
Previous year	304	35	34	305	182	28
Total (A+B)	403	145	56	492	210	45
Previous year	383	64	45	403	203	42
(ii) Intangible Assets						
Computer software/licensing cost	150	30	(-)(iii)	180	97	22
Membership rights	1	-	-	1	1	(-)(iv)
Goodwill on business acquisition	3	6	-	9	-	1
Goodwill on consolidation	233	-	18	215	-	(4)
Total	387	36	18	405	98	23
Previous year	354	56	23	387	102	19

- (i) ₹ 9 46 378 (ii) ₹ 14 39 122 (iii) ₹ 14 94 559 (iv) ₹ 16 885 (v) ₹ 7 50 000 (vi) ₹ 3 67 423 (vii) ₹ 11 17 423
- * Freehold Land includes ₹ 13 crore (Previous year ₹ 13 crore) and Buildings includes ₹ 49 crore (Previous year ₹ Nil) acquired against settlement of loan.

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

	(₹ in crore)	
	As at March 31, 2015	As at March 31, 2014
14 Non-current investments (valued at cost unless stated otherwise)		
Investments in equity shares		
-Quoted [Net of provision of ₹ 144 crore (Previous year ₹ 359 crore)]	449	937
-Unquoted [Net of provision of ₹ 77 crore (Previous year ₹ 14 crore)]	598	402
Investments in associate companies		
-Equity shares (carrying cost) [Net of Provision of ₹ 35 crore (Previous year ₹ 35 crore)]	5 389	5 286
-Preference shares	-	562
-Deep Discount Bonds [Net of Provision of ₹ 29 crore (Previous year ₹ 29 crore)]	-	-
Investments in preference shares		
-Unquoted [Net of provision of ₹ 7 crore (Previous year ₹ 1 crore)]	1 762	2 327
Investments in government or trust securities		
-Unquoted Debentures	1 683	1 378
-Pass through certificates & security receipts	32	9
Investments in debentures or bonds		
-Quoted	1 901	1 513
-Unquoted [Net of provision of ₹ 26 crore (Previous year ₹ Nil)]	1 104	1 289
Investments in mutual funds		
-Quoted	140	54
-Unquoted	79	88
Other non-current investments		
-Units of seed / equity fund- unquoted , fully paid-up [Net of provision of ₹ 25 98 601 (Previous year ₹ 27 00 000)]	8	7
-Units of fund - unquoted, fully paid-up	200	200
-Joint venture (Refer Note 2 below)	68	85
	<u>13 413</u>	<u>14 137</u>
1. Aggregate value of Provision for diminution in value of investments		
Quoted Investments	144	359
Unquoted Investments	174	79
Total	<u>318</u>	<u>438</u>
2. The Holding Company has entered into a joint venture with KGS Developers Limited in respect of real estate project development. The Holding Company has invested ₹ 68 crore (Previous year ₹ 85 crore) and is entitled to share the Profit / Loss equally. However assets, liabilities, revenue and expenses related to the project are not included in the financial statements of the Company as it does not meet the definition criteria of a Joint Venture under AS 27 "Financial Reporting of Interests in Joint Ventures".		
3. Investments in 22 90 393 equity shares of TV18 Broadcast Limited amounting to ₹ 5 crore (Previous year ₹ Nil) and 331 97 equity shares of Jindal Saw Limited amounting to ₹ 29 96 693 (Previous Year ₹ Nil) are given to comply with the margin requirements thus these securities are not held in the name of Holding Company.		
15 Deferred tax assets		
Deferred tax asset included in the balance sheet comprises the following:		
(a) Deferred tax assets		
Provision for non performing assets/diminution in the value of assets & investments	14	77
Straightlining of lease rentals	1	1
Unabsorbed depreciation and carried forward losses as per Income Tax Act,1961	36	34
Depreciation on fixed assets	3	-
Employee compensation/ leave encashment	4	3
Total (a)	<u>58</u>	<u>115</u>
(b) Deferred tax liabilities		
Depreciation on fixed assets	-	10
Reserve for unexpired risk & others	11	8
Unamortised expenditure	12	68
Total (b)	<u>23</u>	<u>86</u>
Net deferred tax assets [(a)-(b)]	<u>35</u>	<u>29</u>

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

	As at March 31, 2015		As at March 31, 2014	
16 Long-term loans and advances				
(a) Capital advances				
Secured, considered good	90		176	
Unsecured, considered good	78	168	26	202
(b) Security deposits - Unsecured				
Considered good	92		106	
Considered doubtful [₹ 24 26 303 (Previous year ₹ 24 26 303)]	-		-	
Less : Provision for doubtful debts [₹ 24 26 303 (Previous year ₹ 24 26 303)]	-	92	-	106
(c) Loans				
Considered doubtful				
-Secured	275		259	
-Unsecured	60		4	
Less : Provision for non performing assets and doubtful debt	81		30	
	254		233	
Considered good				
Related party (Refer Note No. 41)				
-Secured	-		328	
-Unsecured	61		508	
Officer of the company (Refer Note No. 41)				
-Secured	1		-	
-Unsecured [₹ 4 06 551 (Previous year ₹ 4 20 951)]	-		-	
Others				
-Secured	10 539		11 362	
-Unsecured	4 752		2 431	
	15 353	15 607	14 629	14 862
(d) Advances				
Considered doubtful				
-Secured	147		90	
-Unsecured	4		2	
Less : Provision for non performing assets and doubtful debt	28		35	
	123		57	
Considered good - others (Unsecured)	343	466	115	172
(e) Other loans and advances				
-VAT & service tax credit available	7		22	
-Advance income tax & TDS deducted (net of income tax provision)	256	263	267	289
		16 596		15 631

Note:

1 In the opinion of the management, loans and advances, other than doubtful, are considered as good and fully recoverable.

17 Other non-current assets

(a) Other bank balances				
- In fixed deposit accounts				
-Under lien (Refer Note No. 1 below)	210		319	
-Other (₹ 40 04 803)	-	210	29	348
(b) Accrued interest / finance income				
- Investments	1 048		1 359	
- Loans	4	1 052	-	1 359
(c) Unamortised expenditures				
Unamortised DSA commission	91		87	
Add : Incurred during the year	52		48	
Less : Amortised during the year	45		44	
	98		91	
Less : To be amortised during the next year	25		30	
	73		61	

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

	As at March 31, 2015	As at March 31, 2014
Unamortised brokerage on borrowings	110	100
Add : Incurred during the year	58	37
Less : Amortised during the year	37	27
	<u>131</u>	<u>110</u>
Less : To be amortised during the next year	41	24
	<u>90</u>	<u>86</u>
Unamortised distribution cost	-	3
Add : Incurred during the year	-	-
Less : Amortised during the year	-	3
	<u>-</u>	<u>-</u>
Unammortised Mortgage Guarantee fees	-	-
Add : Incurred during the year	4	-
Less : Amortised during the year (₹ 19 98 000)	-	-
	<u>4</u>	<u>-</u>
Less : To be amortised during the next year (₹ 16 18 100)	-	-
	<u>4</u>	<u>-</u>
	167	147
(d) Repossessed assets	49	43
Less : Provision for repossessed assets	17	10
	<u>32</u>	<u>33</u>
	1 461	1 887

1. In respect of balances with Scheduled Banks in Fixed Deposit accounts above includes:
 - (a) ₹ 206 crore (Previous Year ₹ 314 crore) is kept as credit enhancement towards securitisation/assignment transaction.
 - (b) ₹ 2 12 500 (Previous Year ₹ 2 12 500) is kept as deposit with sales tax authority.
 - (c) ₹ 5 00 000 (Previous year ₹ 5 00 000) is kept as deposit with The Pension Fund Regulatory and Development Authority (PFRDA)
 - (d) ₹ 4 crore (Previous year ₹ 4 crore) is kept as deposit with bank for issuing of Bank Guarantee & Financial institutions
 - (e) ₹ 21 00 000 (Previous year ₹ 1 crore) is pledged towards collateral security deposit in favour of National Stock Exchange Limited of India.

18 Current investments

Investments in preference shares		
-Unquoted	643	120
Investments in government or trust securities		
-Unquoted	2	-
-Pass through certificates & security receipts	25	43
Investments in debentures or bonds		
-Quoted	448	476
-Unquoted [Net of provision of ₹ Nil (Previous year ₹ 1 crore)]	804	300
Investments in mutual funds		
-Quoted	186	780
-Unquoted	360	298
Other current investments		
-Units of seed/equity fund- unquoted, fully paid-up [Net of provision of ₹ Nil (Previous year ₹ 8 crore)]	-	3
	<u>2 468</u>	<u>2 020</u>
1. Aggregate value of provision for diminution in value of investments		
Quoted investments	-	-
Unquoted investments	-	9
Total	<u>-</u>	<u>9</u>

Notes to the Consolidated Financial Statement as at March 31, 2015

	(₹ in crore)	
	As at March 31, 2015	As at March 31, 2014
19 Inventories (As certified by management)		
Securities	64	93
Commodities	-	16
Paintings and Antiques	55	55
Gold [₹ 28 62 990 (Previous year ₹ 29 10 031)]	-	-
Stock of currencies [₹ 20 01 546 (Previous year ₹ 25 96 950)]	-	-
	<u>119</u>	<u>164</u>
20 Trade receivables		
Doubtful unsecured		
Debts outstanding for a period exceeding six months	37	44
Less : Provision for doubtful debts	<u>37</u>	<u>43</u>
	-	1
Other debts-unsecured, considered good;		
Others	<u>352</u>	<u>931</u>
	<u>352</u>	<u>932</u>
21 Cash & bank balances		
(a) Cash & cash equivalents		
Balances with banks		
- In current accounts	1 110	2 036
- Fixed deposits (less than 3 months)	84	25
Cheques on hand	24	23
Cash on hand	<u>7</u>	<u>10</u>
(b) Other bank balances		
- Unclaimed dividend accounts	16	14
- In fixed deposit accounts		
- Under lien (Refer Note given below)	353	492
- Under margin (Refer Note given below)	<u>30</u>	<u>63</u>
	<u>383</u>	<u>555</u>
	<u>1 624</u>	<u>2 663</u>
Notes:		
1. In respect of balances with Banks in Fixed Deposit accounts above includes:		
(a) ₹ 124 crore (Previous Year ₹ 154 crore) is kept as credit enhancement towards securitisation transaction.		
(b) ₹ 105 crore (Previous Year ₹ 72 crore) as collateral security deposit in favour of National Stock Exchange of India Limited and BSE Limited and ₹ 30 crore (Previous Year ₹ 63 crore) placed as margin for the issue of bank guarantee favouring National Securities Clearing Corporation Limited.		
(c) ₹ 18 crore (Previous Year ₹ 24 crore) placed as margin for the issue of bank guarantee favouring Multi Commodity Exchange of India Limited and National Commodity and Derivatives Exchange Limited.		
(d) ₹ 86 crore (Previous Year ₹ 230 crore) are liened against bank overdraft facility.		
(e) ₹ 20 crore (Previous Year ₹ 12 crore) is kept as deposit with bank for issuing of bank guarantees.		
22 Short term loans and advances		
Unsecured, considered good;		
(a) Loans		
Considered good		
Related party (Refer Note No. 41)		
- Secured	80	186
- Unsecured	508	238
Officer of the company (Refer Note No. 41)		
- Secured [₹ 10 13 135 (Previous year ₹ Nil)]	-	-
Others		
- Secured	6 232	4 374
- Unsecured	<u>2 685</u>	<u>1 508</u>
	<u>9 505</u>	<u>6 306</u>

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

	As at March 31, 2015		As at March 31, 2014	
(b) Advances				
Considered good				
Related party, unsecured (Refer Note No. 41)	1		1	
Others				
-Secured	265		128	
-Unsecured	125	391	274	403
(c) Other loans and advances				
-VAT & service tax credit available	50		45	
-Advance income tax & TDS deducted (net of provision)	13	63	15	60
(d) Prepaid expenses		235		62
		<u>10 194</u>		<u>6 831</u>

23 Other current assets

Accrued interest / finance income				
-Loans	322		465	
-Investments	258	580	215	680
Unamortised DSA commission		25		30
Unamortised brokerage on borrowings		41		24
Unamortised mortgage guarantee fees (₹ 16 18 100)		-		-
Mark to Market Margin-Equity Index Future (₹ 33 62 409)		-		-
DR pool claims assets account		-		17
		<u>646</u>		<u>751</u>

	2014-2015		2013-2014	
24 Revenue from operations				
Interest and finance income on:				
Long term investments	862		878	
Loans	2 909		2 718	
Fixed deposits & others	114	3 885	85	3 681
Lease rental income		22		23
Processing fees	119		110	
Less: Service tax recovered	14	105	12	98
Servicing fees on assignment	87		9	
Less: Service tax recovered	10	77	1	8
Profit / (loss) on sale of (Net):				
Long term investments	535		44	
Current investments	94	629	69	113
Investment management and advisory fees		826		679
Trustee / portfolio management fees		42		22
Commission and brokerage earned		309		266
Premium & commission earned		2 750		2 437
Dividends on long term / short term investments		76		39
Profit on sale of securities / commodities (₹ 1 31 176)		-		28
Bad debts recovered		17		30
Other operating income		49		31
		<u>8 787</u>		<u>7 455</u>

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

	2014-2015	2013-2014
25 Other income		
Exchange difference/ margin on sale of foreign currency (Net)	3	4
Credit balance / excess provision written back	51	30
Profit on sale of fixed assets	2	24
Management fees	9	12
Rent Income	1	1
Miscellaneous income	8	18
	<u>74</u>	<u>89</u>
26 Employee benefit expenses (Including Managerial Remuneration)		
Salary and wages	621	545
Contribution to provident fund & other funds	40	25
Staff welfare expenses	32	29
	<u>693</u>	<u>599</u>
27 Finance cost		
Interest expense		
-Debentures	1 050	930
-Bank loans / financial institutions (Long term and short term)	1 128	1 139
-Bank loans (cash credit)	13	42
-Others	4	7
Other borrowing costs		
-Discount on commercial papers	410	356
-Amortised brokerage on borrowings (Refer Note No. 17)	37	27
	<u>2 642</u>	<u>2 501</u>
28 Other expenses		
Bank charges	6	7
Rent	97	104
Rates and taxes	6	34
Repairs and maintenance		
- Buildings	1	1
- Others	77	87
Electricity	11	10
Insurance (₹ 35 88 252)	-	2
Travelling and conveyance	41	33
Claims incurred (Net)	1 804	1 604
Premium paid on reinsurance ceded	845	579
Reserve for unexpired risk	(10)	121
Postage, telegram and telephones	47	38
Legal & professional fees	271	234
Commission & Brokerage paid	157	191
Auditors' remuneration (Refer Note No. 42)	4	3
Sales and marketing expenses	399	278
Employee seminar and training	4	11
Donation (Previous year ₹ 23 24 220)	1	-

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

	2014-2015	2013-2014
Corporate Social Responsibility Expenditure (Refer Note No. 31)	19	-
Directors' sitting fees	1	1
Amortised DSA commission (Refer Note No. 17)	45	44
Amortised Distribution cost (Refer Note No. 17)	-	3
Provision for NPA, doubtful debts and balances written off *	334	115
Provision for diminution in the value investments / written off **	(71)	(21)
Provision and loss on repossessed stock #	29	14
Miscellaneous expenses	109	43
	<u>4 227</u>	<u>3 536</u>
Notes:		
* Breakup of provision for NPA, doubtful debts and bad debts written off		
Provision for NPA and doubtful debts	61	(16)
Contingent provision against standard assets	15	10
Bad debts written off	80	121
Loss on sale of assignment	178	-
	<u>334</u>	<u>115</u>
# Breakup of provision and loss on repossessed stock		
Provision / (Reversal) for repossessed stock	7	5
Loss on sale of repossessed stock	22	9
	<u>29</u>	<u>14</u>
** Breakup of provision for diminution in the value of investments / written off		
Provision / (Reversal) for diminution in value of investments	(78)	(34)
Investments written off	7	13
	<u>(71)</u>	<u>(21)</u>

29 Security clause in respect to Secured Loans/Debentures:

- (i) Non convertible debentures (NCDs) referred above are redeemable at par, in one or more installments, on various dates.
- (a) NCDs amounting to ₹ 4,589 crore (Previous year ₹ 5,376 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first pari passu charge by way of hypothecation on present and future book debts / business receivables of the Company. Business receivables includes Fixed Asset, Current Assets, Investments and any other assets, against security not exceeding ₹ 4,935 crore (Previous year ₹ 5,626 crore).
- (b) NCDs amounting to ₹ 5,091 crore (Previous year ₹ 2,398 crore) are secured by way of first pari passu legal mortgage and charge over the premises situated at Avdesh House, near Pritam Nagar, Ellisbridge, Ahmedabad and additional first *pari passu* charge by way of hypothecation on present and future book debts / business receivables of the Company (except security towards securing Outstanding Term Loan and Cash Credit Limits). Business receivables includes Current Assets and Investments, against security not exceeding ₹ 5,319 crore (Previous year ₹ 2,723 crore).
- (c) NCDs amounting to ₹ 426 crore (Previous year ₹ 304 crore) are secured by way of first pari passu legal mortgage and charge over the Reliance Home Finance Limited premises situated at Bharuch and additional pari passu charge by way of hypothecation on the present and future books debts/receivables, outstanding money (loan book), receivable claims of RHFL with other secured lenders, except those book debts and receivables charged/ to be charged in favour of National Housing Bank for refinance availed/ to be availed from them, of Home Finance Business subject to maintenance of minimum asset coverage of 100% of issue amount.
- (d) NCDs amounting to ₹ 1 521 crore (Previous year ₹ 1 321 crore) are in respect to Tier II subordinate debts.

Notes to the Consolidated Financial Statement as at March 31, 2015

(e) Maturity profile and Rate of interest of Long Term Non Convertible Debentures are as set out below:

(₹ in crore)

Rate of Interest	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	Total
#	553	-	26	-	-	-	-	-	-	-	579
9.04%	225	-	-	-	-	-	-	-	-	-	225
9.05%	-	155	-	15	-	-	-	-	-	-	170
9.09%	-	-	5	-	-	-	-	-	-	-	5
9.15%	-	-	-	-	-	20	-	-	-	-	20
9.25%	-	-	55	-	-	-	-	16	-	-	71
9.30%	-	-	500	-	-	-	-	-	-	-	500
9.32%	-	-	-	-	-	-	-	-	20	-	20
9.35%	-	-	-	-	-	-	-	30	-	-	30
9.40%	5	-	-	-	-	-	-	1 500	-	-	1 505
9.42%	-	-	-	-	-	-	-	-	40	-	40
9.45%	-	-	20	-	-	-	-	-	-	-	20
9.48%	-	-	-	-	-	-	-	-	-	1	1
9.50%	-	10	5	-	-	-	-	30	-	-	45
9.52%	-	-	-	-	-	-	-	15	-	-	15
9.60%	-	150	-	-	-	-	-	-	-	-	150
9.65%	-	-	-	-	-	-	-	-	225	-	225
9.70%	-	25	10	15	-	-	-	-	-	-	50
9.75%	5	15	-	15	-	-	-	-	-	-	35
9.80%	-	-	-	15	-	-	500	-	15	-	530
9.85%	-	75	-	-	-	-	45	-	-	-	120
9.86%	-	30	-	-	-	-	-	-	-	-	30
9.90%	15	-	-	-	500	-	75	2	-	-	592
9.95%	-	-	-	-	-	-	85	-	-	-	85
10.00%	10	256	-	-	-	-	26	-	-	-	292
10.05%	-	-	-	-	-	-	7	-	-	-	7
10.10%	-	20	16	-	-	-	10	-	1 045	-	1 091
10.15%	-	65	-	-	-	-	-	-	-	8	73
10.19%	-	-	-	-	-	-	-	155	-	-	155
10.20%	-	5	-	-	-	-	57	-	-	-	62
10.21%	50	-	-	-	-	-	-	-	-	-	50
10.24%	-	-	-	500	-	-	-	-	-	-	500
10.25%	75	16	-	-	-	-	40	-	-	-	131
10.26%	50	-	-	-	-	-	-	-	-	-	50
10.28%	-	-	-	15	-	-	-	-	-	-	15
10.30%	-	49	68	-	-	-	-	-	-	-	117
10.33%	-	25	-	-	-	-	45	-	-	-	70
10.35%	-	15	-	-	155	-	5	-	-	-	175
10.40%	85	-	-	5	-	-	400	-	-	-	490
10.50%	500	-	21	-	-	25	20	15	-	-	581
10.60%	-	-	-	-	-	83	59	-	-	-	142
10.65%	-	-	8	-	-	-	-	-	-	-	8
10.75%	-	-	-	-	-	342	-	-	-	-	342
11.00%	300	-	-	-	-	-	-	-	-	-	300
MLD	290	85	43	-	-	-	-	-	-	-	418
Total	2 163	996	777	580	655	470	1 374	1 763	1 345	9	10 132

Zero coupon non convertible debentures

(ii) Term Loans from banks above includes :

- (a) Term Loans from banks includes ₹ 6 588 crore (Previous year ₹ 6 582 crore) are secured by pari passu first charge on all present and future book debts, receivables, bills, claims and loan assets of the Company's commercial finance division.
- (b) Term Loans from Bank and current maturity of term loan of Reliance Home Finance Limited (RHFL):
 - (i) Term loan ₹ 2 595 crore (Previous year ₹ 1 859 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of the RHFL, except for those book debts/receivables to be charged in favour of National Housing Bank for refinance to be availed, if any, from them, against security not exceeding ₹ 2 864 crore (Previous year ₹ 2 057 crore).

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

- (ii) Term loan ₹ 100 crore (Previous year ₹ 150 crore) secured by pari passu first charge in favor of the lender on all the standard book debts, outstanding moneys, receivable claims of the RHFL, except for those book debts/ receivables to be charged in favor of National Housing Bank for refinance to be availed, if any, from them, against security not exceeding ₹ 111 crore (Previous year ₹ 167 crore).
- (iii) Term loan ₹ 250 crore (Previous year ₹ 212 crore) secured by hypothecation of book debts/ receivables (standard only) of the RHFL on pari-passu basis with other secured lenders, against security not exceeding ₹ 277 crore (Previous year ₹ 235 crore).
- (iv) Term loan ₹ 87 crore (Previous year ₹ 140 crore) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of the RHFL, against security not exceeding ₹ 104 crore (Previous year ₹ 168 crore).
- (c) Maturity profile of Long Term loans from banks are as set out below :

	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	Total
Term Loan from Banks	2 348	1 854	1 369	871	63	60	6 565

30 Profit /(loss) on sale of subsidiaries & associates :

	(₹ in crore)	
	2014-2015	2013-2014
Profit /(Loss) on sale of subsidiaries	11	(2)
Profit /(Loss) on sale of associates	34	-
Total	45	(2)

- 31 As per Section 135 of the Companies Act, 2013 the Group is under obligation to incur Corporate Social Expenditures (CSR) amounting to ₹ 19 crore, being 2% of the average net profit during the three immediately preceding financial years towards CSR, calculated in the manner as stated in the Act. Accordingly during the year, the Group has made a contribution of ₹ 19 crore by contributing for Rural outreach initiative to provide cancer care to the communities of interior parts of Maharashtra.

32 Goodwill on Consolidation of Subsidiaries

On Consolidation, the Group has recognised the following goodwill :

	(₹ in crore)	
	2014-15	2013-14
Opening balance of Goodwill/(Capital Reserve) on consolidation of subsidiaries (Net)	233	216
Add : Goodwill/(Capital Reserve) on acquisition of subsidiaries (Net)	-	17
Less : Goodwill on sale / amalgamation of investments in subsidiaries (Net)	18	-
Closing balance of Goodwill/(Capital Reserve) on consolidation of subsidiaries	215	233

33 Employees Stock Option Plan (ESOP)

A) Reliance Capital Limited

The Company operates two Employee Stock Option Plans; ESOS Plan A and ESOS Plan B introduced in the financial year 2009-10, which cover eligible employees of the Company, the Holding Company and its subsidiaries. The vesting of the options is from expiry of one year and ranges till four to five years as per Plan under the respective ESOS(s). Each Option entitles the holder thereof to apply for and be allotted / transferred one Equity Share of the Company of ₹ 10 each upon payment of the exercise price during the exercise period. The Company implements and manages the ESOS plan through a trust. Advance of ₹ 60 crore (net of diminution ₹ 64 crore) [Previous year ₹ 62 crore (net of diminution ₹ 64 crore)] has been granted to Trust. Out of the said advance Trust has purchased 16,00,000 (Previous year 16,00,000) Equity Shares for the above purpose.

Details of scheme of Employee Stock Option Plans are as under:

	Plan A	Plan B
Date of Grant	February 1, 2010	February 1, 2010
Prices of the Underlying Stock (₹)	790	790
Exercise / Strike Price (₹)	800	800

The fair value of the options granted was estimated on the date of grant using the Black Scholes Model with the following assumptions:

	Plan A	Plan B
Risk Free Interest Rate	7.01% - 7.27%	7.01% - 7.34%
Expected Dividend Yield	0.62%	0.62%
Expected Life (years)	5.5 to 7.0	5.5 to 7.5
Expected Volatility	61.23% to 64.04%	59.56% to 64.04%
Weighted Average Fair Value (₹)	536	546

Notes to the Consolidated Financial Statement as at March 31, 2015

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows: (As certified by the management):

	No. of Stock Options			
	Plan A		Plan B	
	As at March 31, 2015	As at March 31, 2014	As at March 31, 2015	As at March 31, 2014
Outstanding at the beginning of the year	1 33 000	1 70 620	2 31 900	2 52 460
Granted	Nil	Nil	Nil	Nil
Exercised	Nil	Nil	Nil	Nil
Lapsed / Forfeited / Surrendered	7 680	37 620	14 400	20 560
Outstanding at the end of the year	1 25 320	1 33 000	2 17 500	2 31 900
Exercisable at end of the year	1 25 320	1 33 000	2 17 500	1 19 300

B) Reliance Capital Asset Management Limited (RCAM)

- (i) a Pursuant to the shareholder's resolution dated 20 September 2007 the RCAM introduced Employee Stock Option Plan I - 2007 under which the RCAM may grant options to its employees from time to time. The grant of options to the employees under the ESOP scheme is on the basis of their performance and other eligibility criteria. The Plan has been amended and restated vide shareholder's resolution dated 3 February 2011.
- b On 21 December 2007, the RCAM issued 200,000 equity shares at a price ₹ 2,000 per equity share to Reliance Capital Asset Management Employee Benefits Trust ('The Trust') pursuant to the above Plan.
- (iii) a Pursuant to the shareholder's resolution dated 3 February 2011, the RCAM introduced Employee Stock Option Plan II - 2011 under which the RCAM may grant options to its employees from time to time. The grant of options to the employees under the ESOP scheme is on the basis of their performance and other eligibility criteria.
- b On 30 March 2011, the RCAM issued 50,000 equity shares at a price ₹ 3,009 per equity share to the Trust.
- (iii) All above options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of vesting. The options existing during the year are as follows:

a) Year 2007

The option under ESOP I - 2007 at an exercise price of ₹ 2,000 per share and vest on a graded basis as follows:

Grant Date	September 28, 2007
Vesting Period	Vesting Schedule
On completion of 3 Years	30%
On completion of 4 Years	30%
On completion of 5 Years	40%

b) Year 2011

The option under ESOP I - 2007 at an exercise price of ₹ 3,009 per share and vest on a graded basis as follows:

Grant Date	March 30, 2011
Vesting Period	Vesting Schedule
On completion of 1 Year	30%
On completion of 2 Years	30%
On completion of 3 Years	40%

c) Year 2011

The option under ESOP I - 2007 and Plan II-2011 at an exercise price of ₹ 3,009 per share and vest on a graded basis as follows:

Grant Date	March 30, 2011
Vesting Period	Vesting Schedule
On completion of 1 Year	10%
On completion of 2 Years	10%
On completion of 3 Years	20%
On completion of 4 Years	20%
On completion of 5 Years	40%

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

(iv) The information concerning stock options granted, exercised, forfeited and outstanding at the year-end is as follows:

	As of March 31, 2015		As of March 31, 2014	
	No. of stock options	Weighted average exercise Price (₹)	No. of stock options	Weighted average exercise Price (₹)
Number of shares under option:				
Year 2007				
Outstanding at beginning of year	1 100	2 000	4 250	2 000
Exercised	-	-	400	2 000
Cancelled or expired	1 100	-	2 750	-
Outstanding at the year end	-	-	1 100	2 000
Exercisable at end of year	-	-	1 100	2 000
Year 2011				
Outstanding at beginning of year	14 175	3 009	23 795	3 009
Exercised	12 965	-	8 940	-
Cancelled or expired	400	-	680	-
Outstanding at the year end	810	3 009	14 175	3 009
Exercisable at end of year	810	-	14 175	-
Year 2011				
Outstanding at beginning of year	97 595	3 009	1 14 785	3 009
Exercised	22 930	-	11 675	3 009
Cancelled or expired	4 280	-	5 515	-
Outstanding at the year end	70 385	3 009	97 595	3 009
Exercisable at end of year	23 395	3 009	24 445	3 009

(v) The fair value of the options granted was estimated on the date of grant using the Black- Scholes model with the following assumptions

	Year ended March 31, 2015	Year ended March 31, 2014
Risk Free Interest Rate	8%	8%
Expected Life	7 Years	7 Years
Dividend yield	0%	0%

(vi) RCAM has chosen to account for the Plan by the Intrinsic Value Method. The total expense recognised for the period arising from stock option plan as per Intrinsic Value Method is ₹ Nil (previous year ₹ Nil). The net result for the year, had RCAM adopted the Fair Value Method, would have been lower by ₹ 1 crore (net of tax saving ₹ 1 crore).

C) In case of Reliance General Insurance Company Limited (RGIC)

The RGIC had introduced the Employee Stock Option Plan during the F. Y. 2008-09 under which options were granted to the employees of the RGIC on the basis of their performance and other eligibility criteria. During the year the RGIC granted Nil equity shares (Previous year Nil) to Reliance General Insurance Employees' Benefit Trust. These options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of respective grants. The plan existing during the year is as follows:

Exercised Period	On completion of 3 years	30%
	On completion of 4 years	30%
	On completion of 5 years	40%

The information covering stock options granted, exercised, forfeited and outstanding at the year end is as follows:

	As of March 31, 2015			As of March 31, 2014		
	No. of stock options	Weighted average exercise Price (₹)	Weighted average remaining contractual Life (in Years)	No. of stock options	Weighted average exercise Price (₹)	Weighted average remaining contractual Life (in Years)
Outstanding at beginning of year	4 14 900	70	0.42	4 14 900	70	1.42
Granted	-	-	-	-	-	-
Exercised	-	-	-	-	-	-
Lapsed / Forfeited	4 14 900	-	-	-	-	-
Outstanding at the year end	-	-	-	4 14 900	70	-
Exercisable at end of year	-	-	-	4 14 900	70	-

As there are no exercisable options as at the year end there is no requirement of valuation or accounting of the same.

Notes to the Consolidated Financial Statement as at March 31, 2015

D) In case of Reliance Securities Limited (RSL)

- (i) Pursuant to the board members, resolution dated October 24, 2007, RSL introduced the Employee Stock Option Plan under which RSL decided to grant, from time to time, options to the employees of RSL.
- (ii) On October 1 2009, RSL issued a total of 100,000 equity shares at a price ₹ 50 per equity share to the Trust, Reliance ADA Group Trustees Private Limited as Trustees of Reliance Securities Limited Employee Benefit Trust.
- (iii) All above options are planned to be settled in cash or equity at the time of exercise and have maximum period of 7 years from the date of respective grants. The plan existing during the year is as follows:
Employee Stock Option Plan Plan – IB, 2009 Plan
The option under this plan has an exercise price of ₹ 50 per share and vest on a graded basis as follows:

Vesting Period	Vesting Schedule
On completion of 3 Years	30%
On completion of 4 Years	30%
On completion of 5 Years	40%

- (iv) The information concerning stock options granted, exercised, forfeited and outstanding at the year-end is as follows:

	As of March 31, 2015		As of March 31, 2014	
	No. of stock options	Weighted average exercise Price (₹)	No. of stock options	Weighted average exercise Price (₹)
IB, 2009				
Outstanding at beginning of year	19 000	50	30 300	50
Granted / Exercised	-	-	-	-
Cancelled or expired*	19 000	-	11 300	-
Outstanding at the year end	-	-	19 000	50
Exercisable at end of year	-	-	19 000	50

* Note : During the year all the employees have surrendered their rights, interest and claim in respect of, or in relation to the option vested with them.

34 In case of Reliance Money Express Limited (RMEL)

- a) In the year 2008-2009, RMEL had claimed service tax refund of ₹ 7 crore pertaining to period March 2005 to January 2009, pursuant to circular no.111/05-2009 dated 24/02/2009 issued by Central Board of Excise and Customs (CBEC) in respect of money transfer services. During the year 2009-2010, RMEL had received ₹ 3 crore towards service tax refund claim for the period December 2007 to January 2009. During the year 2010-2011, RMEL received a show cause notice dated January 27, 2011 reclaiming the refund granted. Further, RMEL has received a show cause cum demand notice dated March 22, 2011 demanding service tax aggregating ₹ 3 crore (excluding interest and penalty) for the period October 2009 to September 2010.

The Management is of the opinion that the money transfer services are construed as 'export' of services and hence not liable to service tax. Accordingly, no provision for the same has been made in the financial statements.

- b) During the financial year 2009-10, the Directorate of Enforcement (DoE) seized foreign currency amounting to ₹ 3 crore. Based on investigations conducted by the DoE and documents furnished by RMEL, the DoE department released foreign currency worth ₹ 3 crore to RMEL in the financial year 2009-10. RMEL is confident of getting back the balance currency worth ₹ 16,64,322.
- c) RMEL had filed scheme of demerger of its Money Transfer Service Scheme (MTSS) division to YouFirst Money Express Private Limited in Bombay High Court which got approved on 18th April, 2015. However as per Scheme the date of demerger will be from the date of permission granted by Reserve Bank of India (RBI) for transfer of MTSS business. Till date the RBI has not given the permission to transfer the MTSS division and the matter is still pending for want of approval from RBI.

35 In case of Reliance General Insurance Company Limited (RGIC)

(a) Terrorism Pool

In accordance with the requirements of IRDAI, RGIC together with other insurance companies participates in the Terrorism Pool. This pool is managed by the General Insurance Corporation of India (GIC). Amount collected as terrorism premium in accordance with the requirements of the Tariff Advisory Committee (TAC) are ceded at 100% of the terrorism premium collected to the Terrorism Pool.

In accordance with the terms of the agreement, GIC retrocedes to RGIC, terrorism premium to the extent of RGIC's share in the risk which is recorded as reinsurance accepted. Such reinsurance accepted is recorded based on quarterly statements received from GIC. The reinsurance accepted on account of terrorism pool has been recorded in accordance with the last statement received from GIC.

The RGIC has created liability to the extent of 50% of premium retroceded to RGIC through reserve for unexpired risks.

(b) Indian Motor Third Party Insurance Pool (IMTPIP)

In accordance with the directions of IRDAI, RGIC, together with other insurance companies, had participated in the Indian Motor Third Party Insurance Pool (IMTPIP). The IMTPIP was a multilateral reinsurance arrangement, in which all member companies were compulsorily required to participate. The IMTPIP was administered by the General Insurance Corporation of India ('GIC'). The IMTPIP had covered reinsurance of third party risks of specified motor vehicles ("Specified Risks"). Amounts collected as premium in respect of Specified Risks were ceded at 100% of such premium, 100% of claims incurred against risks ceded being recoverable from the pool.

In accordance with the terms of the agreement, each participant RGIC was compulsorily required to share in the revenues, expenses, assets and liabilities of the IMTPIP, including Unexpired Risks Reserve, in the proportion that RGIC's Gross Direct Premium written in India (GDPI), bears to the total GDPI of all participant companies. RGIC's share as specified above had been recorded based on the returns submitted by GIC, under the respective heads.

IRDAI through its Orders dated December 23, 2011, January 3, 2012 and March 22, 2012 had directed the dismantling of the Pool on a clean cut basis and advised recognition of the Pool liabilities as per loss ratios estimated by Government's Actuary Department UK ("GAD Estimates") at 159%, 188%, 200%, 213% and 145% for underwriting year 2007-08, 2008-09, 2009-10, 2010-11 and 2011-12 respectively with the option to recognise the additional liabilities for the period 2009-10, 2010-11 and 2011-12 over a three year period. The RGIC had exercised this option and IMTPIP liability relating to underwriting years 2009-10, 2010-11, 2011-12 is being recognized based on straight line basis over three years beginning with financial year 31st March, 2012. Accordingly, the profit of RGIC for the financial year 2013-14 was lower by ₹ 79 crore pursuant to recognition of the liability pertaining to the dismantling of IMTPIP.

During the year 2013-14, RGIC had also accounted investment income of ₹ 79 crore (including ₹ 47 crore pertaining to earlier period) as interest income from IMTPI Pool as per IRDAI Order No. IRDA/F&A/ORD/MTTP/070/03-2012 dated March 22, 2012 read with IRDAI Order No. IRDA/NL/ORD/MPL/100/03/2014. In the current year, the pool account is settled with the receipt of payment on account of dismantling of pool. Accordingly figures of the current year are not comparable to the previous year to the above extent.

(c) Basis used by actuary for determining IBNR / IBNER.

The liability for IBNR and IBNER as at March 31, 2015 has been estimated by the Appointed Actuary as per IRDAI circular Ref: 11/IRDA/ACTL/IBNR/2005-06 dated June 8, 2005.

For lines of business other than motor third party, the estimation was carried out using past trends in claims experience as indicated by paid claims chain ladder approach. Bornhuetter-Ferguson method of estimation was also applied for some lines as considered appropriate by the Appointed Actuary.

For motor third party line of business, the estimations were done using ultimate loss ratio method. For liabilities relating to erstwhile motor third party pool and declined risk pool, the ultimate loss ratios as specified in regulatory circulars were referred to in determining the estimates.

(d) Contribution to Environment Relief Fund:

During the year, RGIC had collected ₹ 0.14 crore (Previous year ₹ 0.61 crore) towards Environment Relief Fund (ERF) for public liability policies, Out of which an amount of ₹ 0.14 crore (Previous year ₹ 0.61 crore) transferred to "United India Insurance Company Limited, Environment Fund Account" as per Notification of ERF scheme under the public liability Insurance Act, 1991 as amended, balance amount of ₹ 0.01 crore (Previous year ₹ 0.01 crore is shown under current liabilities in schedule 11.

(e) Health Care Insurance Policy:

The RGIC had in February 2006 obtained Regulatory approval for a health product titled "Reliance Health Care Insurance Policy" which was launched as a retail product in December 2006 under the name "Reliance Health Wise Policy".

Based on the review of product performance, the RGIC has effected increase in premium w.e.f. 1st December 2007. IRDAI in May 2008 raised the issue concerning the change in name and pricing of the product. IRDAI has subsequently issued show cause notice to the RGIC and had imposed a penalty of ₹ 0.20 crore on the RGIC in the year 2009-10. The RGIC had subsequently remitted the penalty amount of ₹ 0.20 crore to IRDAI.

Based on further inquiry in the matter in the current year, it came to notice that excess premium was charged by the company which based on advice from the IRDAI vide its letter dated 16th October, 2014, is to be refunded to the policyholder and the letter directed RGIC to take following actions:

1. Open a separate bank account and deposit the now declared excess premium charged during the year 2007-08 and 2008-09.
2. Identify each and every policy holder from whom excess amount has been received and refund the same along with appropriate interest at 2% above the current Bank rate.
3. Issue advertisements in the media to draw the attention of the policyholders regarding refund due to them as a result of the excess collection.

Accordingly RGIC has taken the following actions:

1. RGIC has reversed premium amounting to ₹ 20 crore as per the directions of the IRDAI vide letter dated 16th October, 2014 and has transferred equivalent amount of ₹ 20 crore to a separate bank account towards the base premium refund amount.
2. During the year, RGIC has also provided ₹ 15 crore (including ₹ 10 000 paid during the year) towards interest liability upto the period March 31, 2015 on the unpaid cases. Thus a total impact of ₹ 35 crore including premium reversal has been charged to statement of profit & loss and respective Revenue Account for the period.

Notes to the Consolidated Financial Statement as at March 31, 2015

3. RGIC has issued several advertisements & taken various other steps to draw attention of various policyholder & to expedite refunds due to them as a result of such excess collection.

(f) Contribution to Solatium Fund:

In accordance with the requirements of the IRDAI circular dated March 18, 2003 and based on recommendations made at the General Insurance Council meeting held on February 4, 2005, the RGIC has provided 0.1% of gross written premium on all motor third party policies (excluding reinsurance premium accepted on motor third party for commercial vehicles) towards contribution to the solatium fund.

(g) Indian Motor Third Party Decline Risk Pool (IMTPDRP):

In accordance with the directions of IRDAI, RGIC, together with other insurance companies, is participating in the Indian Motor Third Party Decline Risk Pool (IMTPDRP). The IMTPDRP is a multilateral reinsurance arrangement, in which all member companies are compulsorily required to participate. The IMTPDRP is administered by the General Insurance Corporation of India (GIC).

The Authority vide Order dated January 3, 2012 has created IMTPDRP for Act only Commercial Vehicle third party risks i.e. Act only policies.

Under this arrangement, any business relating to Act only policies of Commercial Vehicles which does not fall within the underwriting parameters of insurers shall be ceded to IMTPDRP. This arrangement is called the Declined Risk Pool.

IRDAI has mandated that every insurer has to comply with the obligation to underwrite a minimum percentage of such policies that is calculated as an average of insurer's total gross premium percentage share in the industry and gross motor premium percentage share in the industry.

The insurers are required to retain 20% of such risk, while 5% is ceded to GIC under obligatory cession and remaining 75% ceded to IMTPDRP.

RGIC has received its share of premium, claims and expenses of the pool, which is recorded as inward reinsurance business, based on the statement received from GIC. Accordingly RGIC has recognized pool retrocession up to 9 month period ended 31st December 2014, the accounts for which statement received.

RGIC has accounted for its share in Decline Risk Pool for the 3 months period January 2015 to March 2015 on provisional basis based on management estimate and recorded the net amount if any under claims incurred. Unexpired risks reserve is provided for at 50% of net premium of such inward business.

(h) Reserve for unexpired risk :

Reserve for unexpired risk (URR) for the current year has been computed on the basis of 1/365 method i.e. actual number of days left in the policy period divided by total number of days of policy period. In the previous year, the above URR was subject to a minimum of 100% in case of marine hull business and 50% in case of other business, of net written premium, of unexpired policies as on the balance sheet date (i.e. those policies are not considered, where policy period has lapsed during the year itself based on IRDAI circular no. IRDA/F&A/CIR/FA/126/07/2013) as required by Section 64V (1)(ii) (b) of the Insurance Act, 1938. This change in the previous year had resulted in decrease in URR creation amount of ₹ 65 crore with consequential impact in respective revenue accounts and accordingly previous year figures are not comparable to the current year.

During the current year, the minimum of 100% in case of marine hull business and 50% in case of other business, of net written premium, of unexpired policies as on the balance sheet date is not considered for the purpose of URR calculation based on IRDAI circular no. IRDA/F&A/CIR/FA/126/07/2013. Had RGIC continued accounting on the basis of the minimum requirement, it would have resulted in creation of additional unexpired risk reserve amounting to ₹ 0.06 crore with consequential impact on the respective revenue accounts.

36 In case of Quant Capital Private Limited (QCPL)

- (a) As at the close of the year, the QCPL has initiated compliance with respect to the requirements of Registering itself as a Core investment Company (CIC) as per the guidelines of the Reserve Bank of India vide its circular RBI/2010-11/360 DNBS (PD) CC. No. 206/03.10.001/2010-11 dated 5 January, 2011.
- (b) QCPL's Subsidiary Companies has collected stamp duty on account of its statutory obligation towards transactions entered on various segments in the state of Tamilnadu. The Company has not deposited the same since in its opinion the same is not payable which is disputed by the state. The matter is pending with The Honorable High Court, Tamilnadu. In the interim the amount so collected is reflected under Statutory Liability. The amount outstanding is to the tune of ₹ 11 crore (Previous Year ₹ 9 crore).
- (c) Quant Transactional Services Private Limited (Plaintiffs) has filed a Suit in Honorable High Court against the Company under section 6 of Specific Relief Act, 1963 and has claimed that the Company and its subsidiaries has forcefully dispossessed the Plaintiffs from the Goregaon Premises and taken over the possession of the Fixed Assets. The interim relief claimed in Notice of Motion was repossession of the premises and inventory of the Fixed Assets. However, The Honorable High Court of Bombay has not granted any Interim Relief and Suit and Notice of Motion is pending hearing and for final disposal.
- (d) Based on a Share Purchase Agreement, the Company has sold its entire holding in the following 100% owned Subsidiary Companies viz., (i) Quant Commodities Private Limited, (ii) Quant Capital Advisors Private Limited, to Quant Capital Holdings Private Limited and accordingly the above Companies ceased to be subsidiary companies of the Company with effect from 01st April 2014 & 01st July 2014 respectively. However, certain conditions precedent to the above Agreement, namely, necessary approvals from Regulatory Bodies are pending as at the close of the year. As explained, the Company is hopeful of obtaining the said approvals in the next financial year.
- (e) Mr. Adil Patrawala has filed a Petition u/s 397 and 398 of Companies Act, 1956 against the Company claiming mismanagement in the affairs of the Company and oppression on the Minority Shareholder. The said Petition is pending

Notes to the Consolidated Financial Statement as at March 31, 2015

hearing for the final disposal. There were certain Ad Interim reliefs claimed which were not granted by Hon'ble Company Law Board except one relief i.e. Mr. Adil Patrawala's holding in Quant Capital Private Limited cannot be diluted.

- (f) QCPL has filed Summary Suit against Quant Transactional Services Private Limited for recovery of outstanding dues amounting to ₹ 9 crore. The Notice of Motion was filed in the said Suit claiming Ad Interim Relief praying lien over the Assets of Quant Transactional Services Private Limited which High Court has denied. Both Notice of Motion and Suit are pending hearing and final disposal.

37 In case of Reliance Exchangenext Limited (RNext)

- (i) Investment in equity shares of Indian Commodity Exchange Limited ('ICEX') :

As per share sale & purchase agreement dated October 13, 2010 between Indiabulls Financial Services Limited ("IBFSL") and Reliance Exchangenext Limited ('the Company'), the Company had acquired 5,20,00,000 equity shares of Indian Commodity Exchange Limited ('ICEX') from the IBFSL, at a purchase price of ₹ 47,35,00,000 which represents 26% stake in the ICEX on December 13, 2010.

Pursuant to the ICEX application, Government of India and Forward Market Commission granted their approval vide their letters dated September 23, 2010 and October 4, 2010, respectively, for the said transfer by IBFSL to the Company. The aforesaid approval from Government of India and Forward Markets Commission are subject to the following conditions: -

- (a) that three years lock-in period condition shall apply to the Company, anchor investor, the Company afresh with effect from the date of Government approval, i.e., September 23, 2010;
- (b) that in case MMTC Ltd., which now becomes co-anchor investor, exercises its right to stake a claim to 14% in the Exchange from IBFSL in pursuance to its right to first refusal, IBFSL will be bound to transfer its remaining 14% to MMTC Ltd. at the same price at which it has been offered to the Company.

On October 21, 2011, MMTC Ltd. submitted a petition before the Company Law Board (CLB), New Delhi, in terms of Sections 397, 398, 402 and 403 of the Companies Act, 1956, seeking declaration of the aforesaid transfer of shares as void, injunction and investigation into the affairs of the ICEX and appointment of Administrative Special Officer, Auditor, etc.

Subsequently the ICEX has submitted its response to the aforesaid petition before the Honourable Company Law Board on February 10, 2012 refuting and denying the purported allegations against it. Subsequently, on February 11, 2014, MMTC Ltd. has provided an affidavit to CLB stating that they are contemplating withdrawal of the Petition and taking required steps in that directions. The matter is under consideration by the Company Law Board. Any future financial impact on the financial statements is contingent upon the final order by the appropriate authority.

- (ii) During the previous year RNext has made 100% provision amounting to ₹ 35 crore for diminution in the value of its equity investments in Indian Commodity Exchange Limited (ICEX), based on management estimate and assesment of ICEX financial position, its accumulated losses and ICEX operation, which is scaled down during the year by ICEX and the management of ICEX has decided not to launch fresh derivative contracts for trading, while existing series of contracts expired on April 1, 2014.

38 In case of Reliance Capital Asset Management Limited (RCAM)

(a) Scheme of Arrangement:

- (i) Pursuant to the Scheme of Arrangement ("the Scheme") under Sections 391 to 394 of the Companies Act, 1956 sanctioned by the Hon'ble Bombay High Court vide Order dated 07 November 2014 and filed with the Registrar of Companies (RoC) on 26 November, 2014 ("the Effective date"), Digital Marketing division ("the division") of Azalia Distribution Private Limited ("ADPL", "Demerged Company"), engaged in the business of providing digital marketing services to financial products and other related research has been demerged into RCAM ("Resulting Company") with effect from the 01 April 2013. ("the Appointed date")

- (ii) The salient features of the scheme are as under:

- a) The Resulting Company shall record the assets and liabilities pertaining to the Demerged Undertaking, at their respective book values as appearing in the books of the Demerged Company.
- b) The Resulting Company shall credit to its share capital account, the aggregate face value of the Preference Shares issued;
- c) Inter-company balances and transaction between the Resulting Company and the Demerged Undertaking of the Demerged Company, if any, will stand cancelled;
- d) The difference being excess of assets over liabilities recorded by the Resulting Company shall be credited to the Capital Reserve Account.
- e) If considered appropriate for the purpose of application of uniform accounting methods and policies between the Demerged Company and the Resulting Company, the Resulting Company may make suitable adjustments to its accounting methods and policies and debit the difference to its General Reserve Account.
- f) As agreed by the management of ADPL and RCAM w.e.f. the Appointed date, the following assets and liabilities of the division have been demerged at their respective book values on the basis of the audited accounts of ADPL.

Particulars	Amount (₹ in crore)
Fixed Assets	1
Current Assets	49
Liabilities	27

Notes to the Consolidated Financial Statement as at March 31, 2015

- g) Consideration for arrangement: Fully paid-up 6% Non-Cumulative Redeemable Preference Shares of ₹ 30 crore comprising of 3,000,000 6% Non-Cumulative Redeemable Preference Shares issued at a face value of ₹ 100/- each will be issued to equity shareholders of ADPL.
- h) Excess of liabilities over assets amounting to ₹ 6 crore has been treated as Goodwill. The Goodwill has been written off during the year.
- (iii) According to the scheme, with effect from the Appointed date, ADPL has carried out all the business activities of the division in trust till the scheme became effective. Shareholders of ADPL had infused funds by way of Capital to the extent of ₹ 59 crore between April 2013 and December 2013 into ADPL. The said funds were used for settlement of dues of creditors pertaining to the expense of demerged division for FY 13-14. As per the understanding between the parties, the above does not create any liability on the Resulting Company.
- (iv) Total impact in Profit & Loss Account of current period on account of previous year (FY 13-14) transactions pertaining to the division is as below:

Particulars	Amount (₹ in crore)
Business Income	4
Employee Expenses	(2)
Other Administrative & Business expenses	63
Depreciation	1
Share Capital Infused in ADPL in FY 13-14 as referred to in para (iii) above	59
Inter Division balances (₹ 36 32 324)	-
Net Loss for FY 13-14 charged to P&L as "Net Expenses of demerged division for 13-14"	3

- (v) Operations of the division for the current year, 2014-15, are included under the appropriate heads of income and expense aggregating to total income ₹ 1 crore & total expenses ₹ 1 crore.

(b) Foreign Subsidiaries:

On October 26, 2013 the Board Of Directors passed resolutions to wind down the operations of Reliance Asset Management (Malaysia) SDN BHD ("RAMMY") and Reliance Capital Asset Management UK Plc. ("RAMUK"), wholly owned subsidiaries of the Company, domiciled in Malaysia and United Kingdom respectively. The Company had decided upon this, keeping in view the long-term strategy of profitable growth.

RAMMY has been liquidated during the financial year 2014-15. In case of RAMUK, the Company has surrendered the FCA license.

39 In case of Reliance Money Precious Metals Private Limited (RMPMPL)

RMPMPL has entered into an agreement with World Gold Council for its daily sale of gold and have appointed Computer Age Management Services Private Limited as its data processing service provider. RMPMPL has appointed IDBI Trusteeship Services Limited as a Security Trustee for and on behalf of the customer. Lemiur Secure Logistics Private Limited is appointed as custodian and maintains physical stock of accumulated gold on behalf of trustees.

40 The Group is organised into following reportable segments referred to in Accounting Standard (AS 17) "Segment Reporting"

Particular							(₹ in crore)
	Finance & Investments	Asset Management	General Insurance	Commercial Finance	Others	Elimination	Total
Revenue							
External	2 021 (1 472)	813 (622)	3 376 (2 931)	2 361 (2 210)	290 (309)	- (-)	8 861 (7 544)
Inter Segment	26 (33)	36 (54)	13 (14)	- (-)	9 (13)	84 (114)	- (-)
Total Revenue	2 047 (1 505)	849 (676)	3 389 (2 945)	2 361 (2 210)	299 (322)	84 (114)	8 861 (7 544)
Results							
Segment Results - Profit / (Loss) before Tax	422 (144)	343 (260)	81 (64)	441 (430)	(54) (-49)	- (-)	1 233 (849)
Unallocated Expenses							2 (2)
Profit / (Loss) before Tax	422 (144)	343 (260)	81 (64)	441 (430)	(54) (-49)	- (-)	1 231 (847)
Other information							
Segment Assets	25 094 (25 353)	585 (214)	5 661 (4 887)	17 769 (17 153)	1 102 (1 220)	2 771 (3 299)	47 440 (45 528)

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

Particular	Finance & Investments	Asset Management	General Insurance	Commercial Finance	Others	Elimination	Total
Unallocated Assets	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Total Asset	25 094	585	5 661	17 769	1 102	2 771	47 440
	(25 353)	(214)	(4 887)	(17 153)	(1 220)	(3 299)	(45 528)
Segment Liabilities	12 782	330	4 733	15 367	646	411	33 447
	(13 987)	(120)	(4 039)	(14 545)	(667)	(765)	(32 593)
Unallocated Liabilities	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Total Liabilities	12 782	330	4 733	15 367	646	411	33 447
	(13 987)	(120)	(4 039)	(14 545)	(667)	(765)	(32 593)
Capital Expenditure	64	11	23	73	10	-	181
	(25)	(3)	(15)	(52)	(5)	(-)	(100)
Depreciation	13	13	13	19	10	-	68
	(13)	(7)	(11)	(21)	(9)	(-)	(61)
Non Cash Expenses other than Depreciation	199	(8)	(6)	171	8	-	364
	(-3)	(4)	(121)	(133)	(50)	(-)	(305)

Figures in bracket indicates previous year figures.

Notes:

- (i) As per Accounting Standard (AS-17) on "Segment Reporting", notified by the Companies (Accounting Standards) Rules 2006, the Group has reported segment information on the consolidated basis including business conducted through its subsidiaries.
- (ii) The reportable segments of the Reliance Capital Group are further described below
 - (a) Finance & Investment - This includes the corporate lending and investment activities.
 - (b) Asset Management - This includes the asset management activities including Mutual Fund and Portfolio Management Services.
 - (c) General Insurance - This includes the general insurance business.
 - (d) Commercial Finance - This includes the consumer finance and home finance business.
 - (e) Others - This includes other financial and allied services
- (iii) Since all the operations of the Group are largely conducted within India, as such there is no separate reportable geographical segment.

41 Related party disclosures

A. List of related parties

i) Holding Company

Reliance Innoventures Private Limited (ceased w.e.f March 27, 2015)

ii) Subsidiary of Holding Company*

Reliance Inceptum Private Limited (formerly AAA Enterprises Private Limited)

*ceased w.e.f March 27, 2015, thereafter Major Investing Party.

iii) Individual Promoter

Shri Anil D. Ambani, the person having control during the year.

iv) Associates

- | | |
|---|--|
| 1 Reliance Life Insurance Company Limited | 4 Ammolite Holdings Limited |
| 2 Reliance Asset Reconstruction Company Limited | 5 Reliance Land Private Limited
(ceased w.e.f April 2, 2014) |
| 3 Indian Commodity Exchange Limited | 6 Reliance Share & Stock Brokers Private Limited
(ceased w.e.f April 2, 2014) |

v) Fellow subsidiaries*

- | | |
|--|---------------------------------------|
| 1 Big Flicks Private Limited | 7 Reliance Webstores Limited |
| 2 Zapak Mobile Games Private Limited | 8 Zapak Digital Entertainment Limited |
| 3 Reliance Big Entertainment Private Limited | 9 AAA Entertainment Private Limited |
| 4 Reliance Communications Infrastructure Limited | 10 Reliance Infratel Limited |
| 5 Reliance Communications Limited | 11 Reliance Globalcom Limited |
| 6 Reliance Infocomm Infrastructure Limited | |

*ceased w.e.f March 27, 2015. Thereafter, with individual described in clause A (iii) above has control during the year.

Notes to the Consolidated Financial Statement as at March 31, 2015

vii) **Key management personnel**

1. Shri V. R. Mohan – President & Company Secretary
2. Shri Soumen Ghosh – Chief Executive Officer
3. Shri Amit Bapna –Chief Financial Officer
4. Mrs. Caroline Ghosh – KMP Relative
5. Shri Vijay Singh Bapna – KMP Relative

B. Other related parties with whom transactions have taken place during the year

Enterprise over which individual described in clause A (iii) above has control

Reliance Power Limited Reliance Cleangen Limited Jharkhand Integrated Power Limited

C. Transactions during the year with related parties:

Particulars	Fellow Subsidiaries#	Associates	Total
(₹ in crore)			
Debentures			
a) Balance as at March 31, 2015	-	50	50
	(-)	(50)	(50)
b) Accrued interest on debentures as at March 31, 2015	-	3	3
	(-)	(1)	(1)
Commercial Paper			
a) Repaid during the year	-	-	-
	(-)	(300)	(300)
Investments			
a) Balance as at March 31, 2015	-	5 389	5 389
[Net of provision ₹ 64 crore (Previous year ₹ 64 crore)]	(1 568)	(5 848)	(7 416)
Interest / Finance income accrued on Investment			
a) Balance as at March 31, 2015	-	-	-
	(637)	(225)	(862)
Loans Given			
a) Given during the year	559	-	559
	(1 278)	(674)	(1 952)
b) Returned /Adjusted during the year	746	-	746
	(1 024)	(284)	(1 308)
c) Balance as at March 31, 2015	-	-	-
	(837)	(424)	(1 261)
d) Interest accrued on Loans	-	-	-
	(9)	(26)	(35)
Advances			
a) Balance as at March 31, 2015	-	1	1
	(1)	(-)	(1)
Income			
a) Interest & Finance Income (including Premium on Preference Shares)	188	-	188
	(228)	(85)	(313)
b) Rent	1	-	1
	(1)	(-)	(1)
c) Dividend Income	-	47	47
	(1)	(23)	(24)
d) Reimbursement of Expenditure (* ₹ 4 23 150)	*	7	7
	(1)	(5)	(6)
e) Management Fees	-	6	6
	(-)	(6)	(6)
f) Other operating income	-	1	1
	(-)	(-)	(-)
g) Processing fees	3	-	3
	(-)	(-)	(-)
Expenditure			
a) Finance cost	-	-	-
	(-)	(9)	(9)
b) Insurance * ₹ 46 97 875	-	*	*
	(-)	(1)	(1)
c) Miscellaneous Expenditure	-	-	-
	(-)	(1)	(1)
d) Provision /(Reversal) for Diminution in value of Investments	73	-	73
	-(77)	(-)	-(77)

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

	(₹ in crore)		
Particulars	Fellow Subsidiaries#	Associates	Total
Contingent Liability			
a) Guarantees to Banks and Financial Institutions on behalf of third parties	50 (100)	- (90)	50 (190)
D. The nature and volume of material transactions for the year with above related parties are as follows:			
	(₹ in crore)		
Particulars	Fellow Subsidiaries#	Associates	Total
Debentures			
a) Balance as at March 31, 2015			
i) Reliance Life Insurance Company Limited	-	50	50
	(-)	(50)	(50)
b) Interest accrued on debentures as at March 31, 2015			
i) Reliance Life Insurance Company Limited	-	3	3
	(-)	(1)	(1)
Commercial Papers			
a) Repaid during the year			
i) Reliance Life Insurance Company Limited	-	-	-
	(-)	(300)	(300)
Investments			
a) Redeemed /Sold during the year			
i) Reliance Big Entertainment Private Limited	368	-	368
	(-)	(-)	(-)
a) Balance as at March 31, 2015- carrying cost			
i) Reliance Land Private Limited	-	-	-
	(-)	(470)	(470)
ii) Reliance Share & Stock Brokers Private Limited	-	-	-
	(-)	(67)	(67)
iii) Reliance Big Entertainment Private Limited	-	-	-
	(1 275)	(-)	(1 275)
iv) Reliance Communications Limited	-	-	-
	(293)	(-)	(293)
v) Reliance Asset Reconstruction Company Limited	-	65	65
	(-)	(61)	(61)
vi) Reliance Life Insurance Company Limited	-	5 300	5 300
	(-)	(5 234)	(5 234)
vii) Indian Commodity Exchange Limited	-	*	*
(*Net of Provision ₹ 35 crore)	(-)	(*)	(*)
Interest / Finance income accrued on investment			
a) Balance as at March 31, 2015			
i) Reliance Land Private Limited	-	-	-
	(-)	(225)	(225)
ii) Reliance Big Entertainment Private Limited	-	-	-
	(637)	(-)	(637)
Loans Given			
a) Given during the year			
i) Reliance Land Private Limited	-	-	-
	(-)	(579)	(579)
ii) Reliance Infratel Limited	213	-	213
	(250)	(-)	(250)
iii) Reliance Big Entertainment Private Limited	346	-	346
	(1 028)	(-)	(1 028)
vii) Zapak Digital Entertainment Limited	-	-	-
	(2)	(-)	(2)
vi) Zapak Mobile Games Private Limited	-	-	-
	(4)	(-)	(4)
b) Returned/Adjusted during the year			
i) Reliance Land Private Limited	-	-	-
	(-)	(275)	(275)
ii) Reliance Asset Reconstruction Company Limited	-	-	-
	(-)	(1)	(1)
iii) Reliance Big Entertainment Private Limited	533	-	533
	(768)	(-)	(768)
iv) Reliance Infratel Limited	213	-	213
	(250)	(-)	(250)

Notes to the Consolidated Financial Statement as at March 31, 2015

		(₹ in crore)		
Particulars	Fellow Subsidiaries*	Associates	Total	
c) Balance as at March 31, 2015				
i) Reliance Land Private Limited	-	-	-	
	(-)	(329)	(329)	
ii) Reliance Big Entertainment Private Limited	-	-	-	
	(837)	(-)	(837)	
iii) Reliance Share & Stock Brokers Private Limited	-	-	-	
	(-)	(95)	(95)	
d) Interest accrued on loans				
i) Reliance Big Entertainment Limited	-	-	-	
	(9)	(-)	(9)	
ii) Reliance Land Private Limited	-	-	-	
	(-)	(24)	(24)	
Advances				
a) Balance as at March 31, 2015				
i) Reliance Communications Limited	-	-	-	
	(1)	(-)	(1)	
Income				
a) Interest & Finance Income (including Premium on Preference Shares)				
i) Reliance Land Private Limited	-	-	-	
	(-)	(84)	(84)	
ii) Reliance Big Entertainment Private Limited	187	-	187	
	(220)	(-)	(220)	
b) Rent				
i) Reliance Communications Infrastructure Limited	1	-	1	
	(1)	(-)	(1)	
c) Dividend Income				
i) Reliance Communications Limited	-	-	-	
	(1)	(-)	(1)	
ii) Reliance Life Insurance Company Limited	-	46	46	
	(-)	(23)	(23)	
d) Reimbursement of Expenditure				
i) Reliance Communications Infrastructure Limited	*	-	*	
* [₹ 4 23 150 (Previous year ₹ 4 01 188)]	(*)	(-)	(*)	
ii) Reliance Asset Reconstruction Company Limited	-	-	-	
	(-)	(1)	(1)	
iii) Reliance Life Insurance Company Limited	-	7	7	
	(-)	(5)	(5)	
e) Management Fees				
i) Reliance Life Insurance Company Limited	-	6	6	
	(-)	(6)	(6)	
f) Other operating income				
i) Reliance Asset Reconstruction Company Limited	-	1	1	
	(-)	(-)	(-)	
g) Processing fees				
i) Reliance Big Entertainment Private Limited	2	-	2	
	(-)	(-)	(-)	
ii) Reliance Infratel Limited	1	-	1	
	(-)	(-)	(-)	
Expenditure				
a) Finance cost				
i) Reliance Life Insurance Company Limited	-	8	8	
	(-)	(9)	(9)	
b) Insurance				
i) Reliance Life Insurance Company Limited (* ₹ 46 97 875)	-	*	*	
	(-)	(1)	(1)	
c) Miscellaneous Expenditure				
i) Reliance Land Private Limited	-	-	-	
	(-)	(1)	(1)	
d) Provision for Diminution in value of Investments				
i) Reliance Communications Limited	73	-	73	
	-(77)	(-)	-(77)	
Contingent Liability				
a) Guarantees to Banks and Financial Institutions				
i) Ammolite Holdings Limited	-	-	-	
	(-)	(90)	(90)	
ii) Reliance Big Entertainment Private Limited	50	-	50	
	(100)	(-)	(100)	

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

Key Managerial Personnel

Name	(₹ in crore)				
	Shri V. R. Mohan	Shri Soumen Ghosh	Shri Amit Bapna	Mrs. Caroline Ghosh	Shri Vijay Singh Bapna
Employee benefit expenses	1	8	3	-	-
	(1)	(-)	(-)	(-)	(-)
Loan & Advance balance	*	1	-	1	-
[₹ 4 06 551 (Previous year ₹ 4 20 951)]	()	(-)	(-)	(-)	(-)
Interest Income	-	*	-	**	***
(* ₹ 12 69 472, ** ₹ 6 90 661, *** ₹ 5 40 423)	(-)	(-)	(-)	(-)	(-)

Enterprise over which individual described in clause A(iii) above has control

	(₹ in crore)		
	Reliance Power Limited	Reliance Cleangen Limited	Jharkhand Integrated Power Limited
Investment balance as at March 31, 2015	3	-	-
	(3)	(-)	(-)
Loan & Advance given during the year	-	950	-
	(-)	(530)	(75)
Loan & Advance repaid during the year	-	950	-
	(-)	(530)	(75)
Loan & Advance given balance as at March 31, 2015	-	-	-
(* ₹ 45 96 993)	(-)	(*)	(-)
Interest & Finance Income during the year	-	20	-
* ₹ 27 23 658	(-)	(4)	(*)
Processing fees	-	2	-
	(-)	(-)	(-)

ceased w.e.f March 27, 2015. Thereafter, with individual described in clause A (iii) above has control during the year

Notes :

- Figures in bracket indicate previous year figures.
- Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.
- The above discloses transactions entered during the period of existence of related party relationship. The balances and transactions are not disclosed before existence of related party relationship and after cessation of related party relationship.
- In addition to the above, Commission of ₹ Nil (Previous year ₹ Nil) and Director Sitting Fees of ₹ 2 60 000 (Previous year ₹ 80 000) has been paid to Shri Anil D. Ambani, an individual having control.
- Reliance Capital Partner's (firm) stake in Ravissant Private Limited, though in excess of 20% of their shareholdings, has not been consider as associates, as the firm does not have any "Significant Influence" on the same, as defined by Accounting Standard (AS-18) on "Related Party Disclosures" as per the Companies (Accounting Standards), Rules 2006 and hence the transaction with these parties have not been considered for Related Party Disclosures.

42 Auditors' remuneration includes

	(₹ in crore)	
	2014-15	2013-14
i) Audit Fees	3	3
ii) Tax Audit Fees [₹ 5 61 800 (Previous year ₹ 7 10 618)]	-	-
iii) Certification and other reimbursement charges (Previous year ₹ 3 07 049)]	1	-
Total	4	3

43 Leases

Details of Future Minimum Lease Receivables are as under:

	(₹ in crore)	
	2014-15	2013-14
Within one year of the balance sheet date	22	25
Due in a period between one year and five years	24	34
Due after five years (Previous year ₹ 1 79 739)	-	-

Details of future minimum lease rent payable under operating lease for each of the following periods:

Particulars	(₹ in crore)	
	2014-15	2013-14
Not Later than one year	4	5
Later than one year and not later than five years	2	3
Later than five years	-	-

Notes to the Consolidated Financial Statement as at March 31, 2015

44 Basic and diluted earnings per share

The computation of earnings per share is set out below:

	(₹ in crore)	
	2014-15	2013-14
a) Amounts used as the numerators		
Net Profit after tax	1 001	747
Net Profit attributable to equity shareholders	1 001	747
b) Weighted average number of equity shares (Nos.)	24 60 16 362	24 56 32 800
c) Basic earnings per share of face value ₹ 10 each (₹)	40.69	30.38
d) Diluted earnings per share of face value ₹ 10 each (₹)	40.69	30.38

45 Contingent Liabilities and Commitments (As Certified by the Management)

	(₹ in crore)	
	March 31, 2015	March 31, 2014
Contingent Liabilities		
i) Guarantees to Banks and Financial Institutions	2 553	2 878
ii) Claims against the Group not acknowledge as debt	48	20
iii) Outstanding Forward Exchange Contract	66	66
Commitments		
i) Estimated amount of contracts remaining to be executed on capital account (net of advances)	56	92
ii) Undrawn Committed Credit lines	1 088	968
iii) Uncalled amount of Investments	8	7

Share of company in contingent liabilities and capital commitments of an associate are as follows

	(₹ in crore)	
	March 31, 2015	March 31, 2014
Contingent Liabilities		
i) Claims against the Company not acknowledge as debt	31	15
ii) Statutory Demands /liabilities in disputed not provided for	18	19
iii) Guarantees to Banks and Financial Institutions	-	-
Commitments		
i) Commitment towards fixed Assets	2	3
ii) Other commitments	3	3

46 The subsidiaries / associate companies considered in the consolidated financial statement with their proportion of ownership are as under:

Name	Country of Incorporation	Year Ending	Proportion of ownership (Interest)
List of Subsidiaries			
Reliance Capital Asset Management Limited	India	March 31, 2015	56.23%
Reliance Asset Management (Mauritius) Limited	Mauritius	March 31, 2015	56.23%
Reliance Asset Management (Singapore) Pte Limited	Singapore	March 31, 2015	56.23%
Reliance Capital Asset Management (UK) Plc	United Kingdom	March 31, 2015	56.23%
Reliance Asset Management (Malaysia) SDN BHD (ceased w.e.f. July 14, 2014)	Malaysia	March 31, 2015	56.23%
Reliance Capital Pension Fund Limited	India	March 31, 2015	71.55%
Reliance AIF Management Company Limited	India	March 31, 2015	56.23%
Reliance General Insurance Company Limited	India	March 31, 2015	99.46%
Reliance Capital Trustee Co. Limited	India	March 31, 2015	100.00%
Reliance Gilts Limited	India	March 31, 2015	100.00%

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

Name	Country of Incorporation	Year Ending	Proportion of ownership (Interest)
Reliance Money Express Limited	India	March 31, 2015	100.00%
Fairwinds Asset Managers Limited (formerly Reliance Equity Advisors (India) Limited) (ceased w.e.f. July 2, 2014)	India	March 31, 2015	100.00%
Reliance Home Finance Limited	India	March 31, 2015	100.00%
Reliance Securities Limited	India	March 31, 2015	100.00%
TransAsia Composite Insurance Broking Limited (formerly Reliance Composite Insurance Broking Limited) (ceased w.e.f. June 30, 2014)	India	March 31, 2015	100.00%
Reliance Commodities Limited	India	March 31, 2015	100.00%
Reliance Financial Limited	India	March 31, 2015	100.00%
Fairwinds Trustees Services Private Limited (formerly Reliance Alternative Investments Services Private Limited) (ceased w.e.f. July 2, 2014)	India	March 31, 2015	100.00%
Reliance Wealth Management Limited	India	March 31, 2015	100.00%
Reliance Money Precious Metals Private Limited	India	March 31, 2015	100.00%
Reliance Money Solutions Private Limited	India	March 31, 2015	100.00%
Reliance Capital AIF Trustee Company Private Limited	India	March 31, 2015	100.00%
Reliance Spot Exchange Infrastructure Limited	India	March 31, 2015	100.00%
Reliance Exchangenext Limited	India	March 31, 2015	100.00%
Indian Agri Services Private Limited (ceased w.e.f. April 2, 2014)	India	March 31, 2015	100.00%
Reliance Consultants (Mauritius) Limited (ceased w.e.f. July 2, 2014)	Mauritius	March 31, 2015	100.00%
Quant Capital Private Limited	India	March 31, 2015	74.00%
Quant Broking Private Limited	India	March 31, 2015	74.00%
Quant Capital Advisors Private Limited (ceased w.e.f. July 31, 2014)	India	March 31, 2015	74.00%
Quant Commodity Broking Private Limited	India	March 31, 2015	74.00%
Quant Commodities Private Limited (ceased w.e.f. April 4, 2014)	India	March 31, 2015	74.00%
Quant Investment Services Private Limited	India	March 31, 2015	74.00%
Quant Securities Private Limited	India	March 31, 2015	74.00%
Quant Capital Finance and Investments Private Limited	India	March 31, 2015	74.00%
List of Associates			
Reliance Life Insurance Company Limited	India	March 31, 2015	47.78%
Reliance Asset Reconstruction Company Limited	India	March 31, 2015	49.00%
Indian Commodity Exchange Limited	India	March 31, 2015	26.00%
Ammolite Holding Limited	Jersey	March 31, 2015	* 50.00%
Reliance Land Private Limited (ceased w.e.f. April 2, 2014)	India	March 31, 2015	50.00%
Reliance Share & Stock Brokers Private Limited (ceased w.e.f. April 2, 2014)	India	March 31, 2015	50.00%
Partnership Firm			
Reliance Capital Partners (Partnership Firm)	India	March 31, 2015	#

Notes:-

- # Proportion of ownership interest in Partnership firm is on the basis of weighted average capital
- * The Financial statements of Ammolite Holdings Limited, have been certified by the management.

Notes to the Consolidated Financial Statement as at March 31, 2015

47 Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary / Associates.

(₹ in crore)

Sr. No	Name	As % of consolidated net assets	Net asset Amount	As % of consolidated profit or loss	Profit/(loss) after Taxation Amount
A Parent					
1	Reliance Capital Limited	76.86%	10,241.41	47.33%	476.64
B Subsidiaries					
(i) Indian					
1	Reliance Capital Asset Management Limited	6.53%	869.67	30.95%	311.65
2	Reliance Capital Pension Fund Limited	-	0.40	0.01%	0.15
3	Reliance AIF Management Company Limited	0.02%	2.38	0.12%	1.25
4	Reliance Capital Trustee Company Limited	0.01%	0.85	0.01%	0.13
5	Reliance General Insurance Company Limited	5.92%	788.22	7.79%	78.43
6	Reliance Gilts Limited	-	0.62	-	0.02
7	Reliance Home Finance Limited	4.00%	533.36	6.70%	67.47
8	Reliance Securities Limited	0.86%	114.56	(1.19)%	(12.01)
9	Reliance Money Express Limited	0.13%	17.24	0.16%	1.63
10	Reliance Money Precious Metals Private Limited	0.01%	1.58	(0.20)%	(1.98)
11	Reliance Commodities Limited	0.06%	8.02	(0.20)%	(2.06)
12	Reliance Financial Limited	0.02%	2.39	(0.54)%	(5.46)
13	Reliance Wealth Management Limited	0.04%	5.46	0.02%	0.18
14	Reliance Exchangenext Limited	0.00%	0.27	-	(0.01)
15	Reliance Spot Exchange Infrastructure Limited	(0.04)%	(4.75)	(0.02)%	(0.18)
16	Reliance Money Solutions Private Limited	0.05%	6.75	(3.61)%	(36.33)
17	Reliance Capital AIF Trustee Company Private Limited	0.00%	0.01	-	(0.01)
18	Quant Capital Limited	1.13%	151.07	0.07%	0.67
19	Quant Broking Private Limited	1.26%	167.62	0.46%	4.59
20	Quant Securities Private Limited	0.01%	1.28	(0.13)%	(1.30)
21	Quant Commodity Broking Private Limited	0.01%	1.45	(0.07)%	(0.67)
22	Quant Investments Services Private Limited	0.04%	5.45	(0.05)%	(0.55)
23	Quant Capital Finance and Investments Private Limited	0.16%	21.64	-	(0.00)
24	Fairwinds Asset Managers Limited (formerly Reliance Equity Advisors (India) Private Limited)	-	-	0.98%	9.91
25	Fairwinds Trustees Services Private Limited (formerly Reliance Alternative Investment Services Private Limited)	-	-	-	(0.04)
26	Indian Agri Services Private Limited	-	-	-	-
27	Reliance Composite Insurance Broking Limited	-	-	-	-
28	Quant Capital Advisors Private Limited	-	-	-	-
29	Quant Commodities Private Limited	-	-	-	-
(ii) Foreign					
1	Reliance Asset Management (Mauritius) Limited	0.10%	13.37	0.03%	0.34
2	Reliance Asset Management (Singapore) Pte. Limited	0.24%	31.92	0.08%	0.78
3	Reliance Capital Asset Management (UK) Plc	0.20%	25.99	0.01%	0.15
4	Reliance Asset Management (Malaysia) SDN BHD	-	-	-	-
5	Reliance Consultants (Mauritius) Limited	-	-	-	-
C Partnership firm					
1	Reliance Capital Partners	2.37%	315.77	11.28%	113.61
Total		100.00%	13,324.00	100.00%	1,007.00
D Minority interest					
1	Reliance Capital Asset Management Limited	-	596.53	-	128.31
2	Reliance General Insurance Company Limited	-	5.03	-	0.44
3	Quant Capital Private Limited	-	66.18	-	0.67
4	Reliance Capital Partners	-	1.43	-	0.36
Total Minority		-	669.17	-	129.78

Reliance Capital Limited

Notes to the Consolidated Financial Statement as at March 31, 2015

(₹ in crore)

Sr. No	Name	As % of consolidated net assets	Net asset Amount	As % of consolidated profit or loss	Profit/(loss) after Taxation Amount
E Associate					
(i) Indian					
1	Reliance Life Insurance Company Limited	-	5,300.00	-	64.59
2	Reliance Asset Reconstruction Company Limited	-	64.92	-	3.92
3	Indian Commodity Exchange Limited	-	-	-	-
4	Reliance Land Private Limited	-	-	-	-
5	Reliance Share & Stock Brokers Private Limited	-	-	-	-
(ii) Foreign					
1	Ammolite Holdings Limited	-	23.70	-	10.71
Total Associate		-	5,388.62	-	79.22

- 48** In accordance with Para 7 of Accounting Standard (AS-23) on Accounting for Investments in Associates in Consolidated Financial Statements as per the Companies (Accounting Standard), Rules 2006, Reliance Capital Partner's stake in Ravissant Private Limited though in excess of 20% of their shareholdings have not been accounted for as associates in the preparation of consolidated financial statements as the Company does not have any "Significant Influence" on these companies, as defined by Accounting Standard (AS-18) on Related Party Disclosures as per the Companies (Accounting Standard), Rules 2006.
- 49** The Group has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, respective companies in the Group have reviewed and ensured that adequate provision as required under any law / accounting standards there are no foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts.
- 50** Goodwill of ₹ 4 567 crore (Previous year ₹ 4 567 crore) arising at the time of acquisition of associates has been included in the carrying amount of investments in associates, as per Accounting Standard-23 (AS-23) on "Accounting for Investment in Associates in Consolidated Financial Statements".
- 51** The Group has revised its policy of providing depreciation on fixed assets pursuant to and in line with the requirements of Part C of Schedule II of the Companies Act, 2013 with effect from April 1, 2014. Depreciation is now provided on a straight line basis for all assets as against the policy of providing on written down value basis for some assets and straight line basis for others. As a result of these changes, the depreciation charge for the year ended March 31, 2015 is lesser by ₹ 4 crore and the effect relating to the period prior to April 1, 2014 is net credit of ₹ 5 crore which has been clubbed with current period 'Depreciation' in the statement of profit and loss and ₹ 6 crore is adjusted against reserves.
- Had the Group continued to use the earlier method of depreciation, the profit before tax for the current year would have been lower by ₹ 9 crore.

As per our report of even date attached

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

For **B S R & Co. LLP**
Chartered Accountants
Firm Reg. No. : 101248W/
W-100022

Vijay Napawaliya
Partner
Membership No: 109859
Mumbai
Dated: May 29, 2015

Akeel Master
Partner
Membership No: 046768

For and on behalf of the Board

Chairman
Vice Chairman

Directors

Executive Director & Group CEO
Chief Financial Officer
President & Company Secretary
Mumbai
Dated: May 29, 2015

Anil D. Ambani
Amitabh Jhunjunwala
Rajendra P. Chitale
Dr. Bidhubhusan Samal
V. N. Kaul
Chhaya Virani
Soumen Ghosh
Amit Bapna
V. R. Mohan

Statement containing salient features of the financial statement of subsidiaries / associate companies

(Pursuant to first proviso to sub section (3) of Section 129 read with rule 5 of the Companies (Accounts) Rules, 2014)

Part "A": Subsidiaries

Sr. No.	Name	Share Capital	Reserves and Surplus	Total Assets	Total Liabilities	Investments	Turnover	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend (Excluding Dividend Tax)	% of shareholding
1	Reliance Capital Asset Management Limited	41.27	1 304.59	1 663.79	317.93	796.95	930.11	443.32	85.98	357.33	312.19	56.23
2	Reliance Asset Management (Singapore) Pte Limited	26.09	5.83	35.34	3.42	12.15	3.03	0.78	-	0.78	-	56.23
3	Reliance Asset Management (Mauritius) Limited	12.21	1.15	15.60	2.22	0.01	4.91	0.37	0.03	0.34	-	56.23
4	Reliance Capital Asset Management (UK) Plc	29.98	(29.58)	0.44	0.03	-	-	(0.13)	-	(0.13)	-	56.23
5	Reliance Capital Pension Fund Limited	25.00	0.99	26.31	0.32	25.75	1.75	0.15	-	0.15	-	71.55
6	Reliance AIF Management Company Limited	0.51	1.87	20.75	18.38	0.03	13.93	7.97	6.72	1.25	-	56.23
7	Reliance Capital Trustee Co. Limited	0.05	0.80	0.86	0.01	0.76	0.55	0.18	0.06	0.13	-	100.00
8	Reliance General Insurance Company Limited	122.77	805.47	5 662.86	4 734.60	5 048.33	3 388.02	81.39	-	81.39	-	99.46
9	Reliance Gits Limited (* ₹ 14 978)	12.30	(2.82)	9.49	0.01	9.17	0.03	0.02	*	0.02	-	100.00
10	Reliance Money Express Limited	13.81	27.43	57.42	16.18	-	42.25	1.00	(0.37)	0.63	-	100.00
11	Reliance Money Precious Metals Private Limited	8.00	(19.97)	4.95	16.92	-	73.40	(4.21)	0.01	(4.21)	-	100.00
12	Reliance Home Finance Limited	65.82	467.54	5 557.39	5 024.03	-	512.60	105.91	(36.85)	69.06	-	100.00
13	Reliance Securities Limited	150.00	(20.66)	350.16	220.82	5.19	146.40	(14.92)	(1.08)	(16.00)	-	99.60
14	Reliance Commodities Limited (* ₹ 20 000)	3.00	5.02	36.79	28.77	*	8.82	(3.31)	0.10	(3.21)	-	100.00
15	Reliance Financial Limited (* ₹ 20 000)	11.00	30.67	56.41	14.74	*	6.06	0.69	(2.76)	(2.08)	-	100.00
16	Reliance Wealth Management Limited (* ₹ 19 013)	15.50	(11.46)	6.26	2.21	-	15.96	0.19	(*)	0.19	-	100.00
17	Reliance Money Solutions Private Limited	0.05	(41.61)	10.54	52.09	-	9.47	(36.33)	-	(36.33)	-	100.00
18	Reliance Exchangenxt Limited (* ₹ 14 978)	6.91	(13.29)	0.28	6.66	0.02	-	(0.01)	(*)	(0.01)	-	100.00
19	Reliance Spot Exchange Infrastructure Limited	17.65	(22.40)	1.16	5.91	-	0.02	(0.18)	-	(0.18)	-	100.00
20	Reliance Capital AIF Trustee Company Private Limited	0.06	(0.05)	0.03	0.01	-	0.01	(0.01)	-	(0.01)	-	100.00
21	Quant Capital Private Limited	10.00	207.09	225.99	8.90	0.30	7.08	13.16	0.17	12.99	-	74.00
22	Quant Broking Private Limited (* ₹ 5 810)	18.01	149.61	371.25	203.63	50.00	53.68	7.60	2.35	5.36	*	74.00
23	Quant Securities Private Limited	1.54	(0.26)	33.79	32.51	-	1.68	(1.33)	(0.03)	(1.30)	-	74.00
24	Quant Commodity Broking Private Limited	0.14	1.31	14.17	12.73	-	2.21	(0.68)	(0.02)	(0.67)	-	74.00
25	Quant Capital Finance and Investments Private Limited	3.83	17.81	28.46	6.82	-	4.49	0.03	0.03	-	-	74.00
26	Quant Investments Services Private Limited (* ₹ 27 000)	0.74	4.71	5.51	0.07	-	0.64	(0.55)	(*)	(0.55)	-	74.00

Notes:

- 1 The Financial Year of the Subsidiaries is for 12 months from April 1, 2014 to March 31, 2015
- 2 Investment exclude investment in Subsidiaries
- 3 Exchange rate as of March 31, 2015:1 USD = ₹ 62.3355 1 GBP = ₹ 92.5462 1 SGD = ₹ 45.4326

Name of Subsidiaries which are yet to commence operations - Nil

Name of Subsidiaries which have been liquidated or sold during the year -

Reliance Alternative Investments Services Private Limited, Reliance Asset Management (Malaysia) Sdn. Bhd., Reliance Composite Insurance Broking Limited, Fairwinds Assets Managers Limited (formerly Reliance Equity Advisors (India) Limited), Reliance Consultants (Mauritius) Limited, Quant Capital Advisors Private Limited, Quant Commodities Private Limited and Indian Agri Services Private Limited.

Statement containing salient features of the financial statement of subsidiaries / associate companies

Part "B": Associates

Sr. No.	Name of Associates	Latest audited Balance Sheet Date	Shares of Associate held by the Company on the year end		Description of how there is significant influence Refer Note 1 below	Reason why the associate / joint venture is not consolidated	Network attributable to shareholding as per latest audited Balance Sheet	Profit/ Loss for the year	
			No.	Amount of Investment in Associate / joint Venture				Extend of Holding %	i. Considered in Consolidation
1	Ammolite Holdings Limited	31.03.2015	1 000	29	50	-	24	10.71	
2	Indian Commodity Exchange Limited	31.03.2015	5 20 00 000	47	26	-	0.26	-	
3	Reliance Asset Reconstruction Co. Limited	31.03.2015	4 90 00 000	49	49	-	63	3.92	
4	Reliance Life Insurance Company Limited	31.03.2015	57 15 64 410	4 777	47.78	-	716	64.59	

(₹ in crore)

Name of associates which are yet to commence operations – There is no associate which is yet to commence operation.

Name of associates which have been liquidated or sold during the year – Reliance Land Private Limited and Reliance Share & Stock Brokers Private Limited.

Notes:

1. There is significant influence due to percentage (%) of share capital
2. The Company does not have any joint venture during the year.

For and on behalf of the Board

Chairman	Anil D. Ambani
Vice Chairman	Amitabh Jhunjhunwala
Directors	Rajendra P. Chitale
	Dr. Bidhubhusan Samal
	V. N. Kaul
Executive Director & Group CEO Chief Financial Officer President & Company Secretary Mumbai	Chhaya Virani
	Soumen Ghosh
	Amit Bapna
	V. R. Mohan

Dated: May 29, 2015

I/WE ARE BANK () FINANCIAL INSTITUTION () COMPANY () SEBI REGISTERED FII ()
OTHERS () SPECIFY _____

RESIDENTIAL STATUS INDIAN () NON INDIAN ()
TAX RESIDENTIAL STATUS RESIDENT () NON-RESIDENT ()

TAX STATUS NON EXEMPT () EXEMPT () (IF EXEMPT PLEASE SPECIFY) _____

(IF EXEMPT, PLEASE PROVIDE SUPPORTING DOCUMENTS FROM INCOME TAX AUTHORITIES)

I/We have read and understood the Terms and Conditions of the issue of Series . I/We bind ourselves to these Terms and Conditions and wish to apply for allotment of these Series . I/We confirm that I/we are not a Non-Resident Indian and/or an Overseas Corporate Body. We request you to please place our name(s) on the Register of Debenture Holders.

I/We confirm that unless expressly set out in the Application Form, I/We are applying to the Series as Investors and not as distributors.

TO BE FILLED IN ONLY IF THE APPLICANT IS AN INSTITUTION / COMPANY / BODY CORPORATE (INCLUDING SOCIETY)

Name of the Authorised Signatory (ies)	Designation	Signature

Unless otherwise requested, the Series will be issued in dematerialised form. Applicant(s) are required to fill up the following particulars for such issuance:

REQUEST FOR SERIES IN DEMATERIALISED FORM
TOTAL NUMBER OF SERIES

I/We the undersigned, want to hold the Series of the Company in the dematerialised form. Details of my/our Beneficiary Account are given below:

DEPOSITORY PARTICIPANT NAME	
DP-ID	
CLIENT –ID	
NAME OF THE APPLICANT(S) _____	

I/We understand that: i) in case of allotment of Series to me/us, my/our Beneficiary Account as mentioned above would get credited to the extent of allotted Series, (ii) the Applicant must ensure that the sequence of names as mentioned in the Application Form matches the sequence of name held with our Depository Participant, iii) if the names of the Applicant(s) in this application are not identical and also not in the same order as the Beneficiary Account details with the above mentioned Depository Participant or if the Debentures cannot be credited to my/our Beneficiary Account for any reason whatsoever, the Company shall be entitled at its sole option to reject the application.

I/We understand that in case of allotment of Series to me/us, the Applicant must ensure that the sequence of names as mentioned in the Application Form matches the sequence of name in the debenture certificate.

I/We the undersigned, request you to credit all remittances including redemption proceeds of principal and coupon/ interest as well as all periodic coupon/ interest payments as per the below mentioned bank details for the beneficiary

BANK NAME	
BANK BRANCH	
BENEFICIARY ACCOUNT NAME	

BENEFICIARY ACCOUNT NUMBER	
RTGS / IFSC Code	

The details mentioned above would be used for all correspondence with the applicants including mailing of Allotment Letters and printing of bank particulars on the refund/interest order (if any). By signing the Application Form, the applicant would have deemed to have authorized the depositories to provide, upon request, to the Registrar to the Issue these relevant details. Applicant may note that delivery of Refund Orders/Allotment of Series in the Demat Account/Allotment Letters may get delayed if the details provided by the applicant are incorrect. Please note that any such delay shall be at the applicant's sole risk and neither Company nor the Registrars shall be liable to compensate the applicant for any losses caused to the applicant due to any such delay or liable to pay any interest for such delay.

I / We understand that the Issuer may communicate to or intimate me / us only by e-mail or facsimile message and I / we undertake to accept the same as a valid communication or intimation as if such communication or intimation had been otherwise hand delivered or delivered by registered post or courier. I / We undertake that upon sale or transfer to subsequent investor or transferee ("**Transferee**"), I / We shall convey all the terms and conditions contained herein and in the Shelf Disclosure Document (including the fact that these Series cannot be sold to a Non-Resident Indian and/or an Overseas Corporate Body) to such Transferee. I / We undertake that we shall not sell or transfer the Series to a Non-Resident Indian and/or an Overseas Corporate Body. In the event of any Transferee (including any intermediate or final holder of the Series) suing the Issuer (or any person acting on its or their behalf) we shall indemnify the Issuer (and all such persons acting on its or their behalf) and also hold the Issuer and each of such person harmless in respect of any claim by any Transferee.

I / We confirm that there are no litigation or legal action pending or taken by any Ministry or Department of the Government or a statutory authority against any promoter of the offeree company during the last three years immediately preceding the year of the circulation of the offer letter.

Sole/First Applicant's

Second Applicant's

Third Applicant's

Signature

Signature

Signature

FOR OFFICE USE ONLY
DATE OF RECEIPT _____ DATE OF CLEARANCE _____

(Note: Cheque and Drafts are subject to realisation)