

Reliance Capital Limited
Reliance Centre, 6th Floor, North Wing,
Off Western Express Highway,
Santacruz (East), Mumbai - 400 055.

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August 14, 2019

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai 400 001
BSE Scrip Code: 500111

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra Kurla Complex,
Bandra (East), Mumbai 400 051
NSE Scrip Symbol: RELCAPITAL

Dear Sir(s),


Sub.: Unaudited Financial Results for the quarter ended June 30, 2019

Further to our letter dated August 7, 2019 and pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations'), we enclose herewith the Unaudited Consolidated & Standalone Financial Results for the quarter ended June 30, 2019 alongwith Limited Review Report submitted by the Statutory Auditors of the Company.

The above financial results were approved by the Board of Directors at its meeting held on August 14, 2019. The meeting of the Board of Directors of the Company commenced at 4:00 p.m. and concluded at 9:50 p.m.

Thanking you.

Yours faithfully,
For Reliance Capital Limited



Atul Tandon
Company Secretary & Compliance Officer

Encl.: As Above.

c.c:
National Securities Depository Limited
Trade World, 4th Floor,
Kamala Mills Compound, Senapati Bapat Marg,
Lower Parel, Mumbai 400 013

Central Depository Services (India) Limited
Unit No. A-2501, A Wing, Marathon Futurex,
25th Floor, Mafatlal Mill Compounds,
N M Joshi Marg, Lower Parel (E),
Mumbai 400 013

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Reliance Capital Limited
Statement of Consolidated Unaudited Financial Results for the quarter ended June 30, 2019

(Rs. In crore)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
		Unaudited	Unaudited	Unaudited	Audited
I	Income				
a	Revenue from operations				
	Interest Income	1,709	1,794	1,898	7,677
	Dividend Income	94	162	22	226
	Premium Income	2,826	2,842	2,324	10,574
	Fees and Commission income	173	64	-	608
	Net gain on fair value changes	1,210	555	8	1,225
	Other operating income	58	100	367	137
	Total Revenue from operations	6,069	5,518	4,619	20,447
b	Other Income	14	20	22	78
II	Total Income (a + b)	6,083	5,538	4,641	20,525
III	Expenses				
	Finance Costs	1,188	1,140	1,080	4,519
	Fees and commission expense	182	142	133	562
	Net loss on fair value changes	-	699	-	699
	Impairment on financial instruments	156	1,945	-	2,600
	Employee benefits expenses	419	363	374	1,523
	Depreciation, amortisation and impairment	23	63	20	123
	Claims Incurred (net)	1,274	2,077	1,244	6,139
	Premium paid on Reinsurance Ceded	778	577	779	2,584
	Change in valuation of liability in respect of life policies	-	517	-	1,559
	Other expenses	848	425	701	1,717
	Total Expenses	4,868	7,948	4,331	22,025
(IV)	Profit/(Loss) before exceptional items, [share of net profits / (losses) of investments accounted for using equity method]* and tax (III-IV)	1,215	(2,410)	310	(1,500)
(V)	Share of net profits/(losses) of associates and joint ventures accounted for using equity method	43	51	48	168
(VI)	Profit/(Loss) before exceptional items and tax (V+VI)	1,257	(2,359)	358	(1,332)
(VII)	Exceptional items	-	-	-	-
(VIII)	Profit/(Loss) before tax [VII (-+)-VIII]	1,257	(2,359)	358	(1,332)
(IX)	Tax expense				
	- Current Tax	36	(8)	14	67
	- Deferred Tax	3	(47)	49	55
(X)	Total tax expense	39	(55)	63	122
(XI)	Net Profit/(Loss) for the period (VIII-X)	1,218	(2,304)	295	(1,454)
(XII)	Other comprehensive income				
	A. (i) Items that will not be reclassified to profit or loss	(12)	(150)	(32)	(184)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	1	-	1	1
	Subtotal (A)	(11)	(150)	(31)	(183)
	B. (i) Items that will be reclassified to profit or loss	54	123	(172)	142
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	(44)	56	(51)
	Subtotal (B)	54	79	(116)	91
	Other comprehensive income (A+B)	43	(71)	(147)	(92)
(XIII)	Total comprehensive income for the period (XI+XII)	1,261	(2,375)	148	(1,546)
(XIV)	Net Profit/(Loss) for the period attributable to:				
	- Owners	1,233	(2,271)	272	(1,513)
	- Non-controlling interests	(15)	(33)	23	52
(XV)	Other comprehensive income attributable to:				
	- Owners	44	(72)	(137)	(84)
	- Non-controlling interests	(1)	2	(10)	(8)
(XVI)	Total comprehensive income attributable to:				
	- Owners	1,277	(2,344)	135	(1,597)
	- Non-controlling interests	(16)	(31)	13	44
(XVII)	Earnings per equity share face value of Rs. 10 each fully paidup (quarter not annualised):				
	(a) Basic	48.22	(91.75)	11.71	(57.91)
	(b) Diluted	48.22	(91.75)	11.71	(57.91)



Notes:

- 1 The Group has reported segment as per Ind AS dealing with operating segment. The operations of the Group are conducted through its subsidiaries. The Operating segments have been reported as under :
 - a) Finance & Investments - This includes the corporate lending and investment activities.
 - b) General Insurance - This includes the general and health insurance business.
 - c) Life Insurance - This includes the life insurance business.
 - d) Commercial Finance - This includes the commercial finance business.
 - e) Home Finance - This includes the home finance business.
 - f) Others - This includes other financial and allied services.

- 2 The Listed Secured Non-Convertible Debentures of the Company aggregating to Rs. 14 874 crore as on June 30, 2019 are secured by way of first pari-passu mortgage/charge on the Company's immovable property and on present and future book debts/business receivables of the Company as specifically mentioned in the respective Trust Deeds and the asset cover thereof exceeds hundred per cent of the principal amount of the said Debentures.

- 3 The Listed Secured Redeemable Non-Convertible Debentures ("Secured NCDs") of Reliance Home Finance Limited aggregating to Rs. 6 064 crore as on June 30, 2019 are secured by way of first pari-passu legal mortgage and charge on Reliance Home Finance Limited's immovable property and additional pari-passu charge by way of hypothecation on present and future book debts / receivables, outstanding money (loan book), receivable claims of Reliance Home Finance Limited with other secured lenders for an amount of Rs.5 357 crore, 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 hundred per cent of issue amount and security amounting to Rs.707 crore is provided by way of first pari-passu hypothecation charge on all present and future book debts and business receivables of Reliance Home Finance Limited's holding company viz. Reliance Capital Limited (except security created / to be created towards securing term loans and cash credit limits). Business receivables include current assets and investments.

- 4 The Listed Secured Non-Convertible Market Linked Debentures (MLD) of the subsidiary viz. Reliance Financial Limited aggregating to Rs. 263 crore as on June 30, 2019 are secured by way of a first ranking pari passu mortgage/charge over Reliance Financial Limited's immovable property and on the movable assets of Reliance Financial Limited as specifically mentioned in the respective Trust deeds and the asset cover thereof exceeds hundred per cent of the principal amount of the said debentures.

- 5 The Rated, Listed, Secured, Redeemable, Non-convertible Debentures ("Secured NCDs") of the subsidiary viz. Reliance Commercial Finance Limited aggregating to Rs. 1,808 Crore as on June 30, 2019 are secured by way of a first charge & mortgage over Reliance Commercial Finance Limited's Gujarat immovable property and first pari-passu charge on all present and future book debts, business receivables, current assets, investments and all other assets of Reliance Commercial Finance Limited.

- 6 The Listed Secured Non-Convertible Debentures (Market Linked Debenture) of the subsidiary viz. Reliance Securities Limited aggregating to Rs. 95 crore as on June 30, 2019 secured by way of first ranking mortgage over Reliance Securities Limited's immovable property and second charge on the present and future book debts and receivables hypothecated in favour to Banks towards working capital facility of Reliance Securities Limited as specially mentioned in the Trust deed and the asset cover thereof exceeds hundred percent of the principal amount of the said debentures.

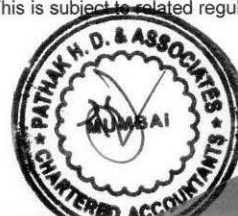
- 7
 - a) The Company's previous auditor, after resigning from the office in June 2019 submitted a report under Section 143(12) of the Companies Act, 2013 with the Ministry of Corporate Affairs. The Company has examined the matter and also appointed legal experts, who independently carried out an in-depth examination of the matters and issues raised therein and have concluded that there was no matter attracting the provisions of Section 143(12) of the Companies Act, 2013.

 - b) In the ordinary course of business, the Company makes loans to borrowers and also recovers outstanding loans of diverse amounts from them as routine commercial transactions. Some of these involving similar amounts of loans made and amounts recovered were independent transactions in accordance with business requirements and the liquidity position. Applicable impairment and provisioning tests have been made and recorded appropriately in the financial statements, ensuring that there is no impact on revenue recognition during the year.

- 8 The Company has Inter Corporate deposit of Rs. 2 235 Crore to two Corporate entities which are fully secured by way of first charge on their assets. The same is additionally secured by a group company corporate guarantee of Rs. 1 617 crore. The balance amount is expected to be recovered soon. The Company has evaluated the financial position and the repayment capacity of the above entities and believes that no adjustments are required to the carrying value of the said exposure.

- 9 The Company is committed to reduce overall debt and is working towards the same. The Company is taking active steps to monetize its assets and is undertaking various strategic stake sale initiatives. In view of all the actions that are currently underway, these financial results have been prepared on the basis that the Company is a Going Concern.

- 10 The Company has entered into Binding Share Purchase Agreement on May 23, 2019 for sale of its entire shareholding in Reliance Nippon Life Asset Management Limited to M/s Nippon Life Insurance. This is subject to related regulatory approvals.



- 11 During the previous financial year, Reliance Home Finance Limited (RHFL) had advanced loans under the 'General Purpose Corporate Loan' product to certain bodies corporate including some of the group companies. All the lending transactions undertaken by RHFL are in the ordinary course of business, the terms of which are at arms' length basis and the same do not constitute transactions with related parties. However, RHFL's borrowers in some cases have undertaken onward lending transactions and it is noticed that the end use of the borrowings from RHFL included borrowings by or repayment of financial obligations to some of the group companies.
- 12 Since the previous financial year due to adverse developments in the financial sector all categories of lenders in India (including Banks, Mutual Funds, etc) have put near complete freeze on additional lending to Non-Banking Finance companies (NBFCs) and Housing Finance Companies (HFCs) and have been insisting for reducing the existing level of borrowings which has severely impacted the financial flexibility of majority of NBFCs & HFCs. These developments have also adversely impacted our RHFL resulting into temporary liquidity mismatch. RHFL has taken steps to meet such temporary liquidity mismatch by securitisation of its loan portfolio. RHFL has also engaged with all its lenders to enter into an Inter-Creditor Agreement (ICA) for the resolution of its debt in accordance with the circular dated June 7, 2019 issued by the Reserve Bank of India on Prudential Framework for Resolution of Stressed Assets. Majority of our lenders have already entered into the ICA. RHFL is confident of implementing its Resolution Plan during FY 2019-20. In view of the steps taken by the RHFL, the accounts of the RHFL have been prepared on Going Concern Basis.
- 13 Since the previous financial year, there are adverse developments in the financial sector all categories of lenders in India (including Banks, Mutual Funds, etc) have put near complete freeze on additional lending to Non-Banking Finance companies (NBFCs) and have been insisting for reducing the existing level of borrowings which has severely impacted the financial flexibility of majority of NBFCs. These developments have also adversely impacted our Reliance Commercial finance Limited (RCFL) and accordingly there is a temporary liquidity mismatch. RCFL has taken steps to meet such temporary liquidity mismatch by securitisation of its loan portfolio. RCFL has also engaged with all its lenders to enter into an Inter-Creditor Agreement (ICA) for the resolution of its debt in accordance with the circular dated June 7, 2019 issued by the Reserve Bank of India on Prudential Framework for Resolution of Stressed Assets. Majority of our lenders have already entered into the ICA. RCFL is confident of implementing its Resolution Plan during Financial Year 2019-20. In view of the steps taken by the RCFL, the accounts of the RCFL have been prepared on "Going Concern" basis.
- 14 As at June 30, 2019, Reliance Nippon Life Asset Management Limited (RNLAM) has outstanding Inter-Corporate deposits (ICDs) exposure to group Companies, other than subsidiaries amounting to Rs. 410 Crore (including accrued interest of Rs. 30 crore) for which carrying value net of provision is Rs. 400 Crore. Pursuant to the shareholders agreement entered into between Nippon Life Insurance Company (NLI), Reliance Capital Limited (RCL) and RNLAM for acquiring shares of RNLAM from Reliance Capital Limited, RCL and NLI have agreed that in the event of ICDs remaining outstanding on conclusion of transaction the repayment of ICDs out of the proceeds of sale of shares by RCL to NLI are secured by preference for payment. Accordingly, the Board of Directors of the Company have not considered any additional provisions in respect of such ICDs. The acquisition of the Company by NLI is subject to final applicable regulatory approvals.
- 15 The financials results for the quarter ended June 30, 2019 of the company have been subjected to a "Limited Review" by the Statutory Auditors of the Company.
- 16 The above results were reviewed by the Audit Committee. The Board of Directors at its meeting held on August 14, 2019 approved the above results and its release.
- 17 The Standalone financial results of the Company for the quarter and year ended June 30, 2019 are available on the Company's website (www.reliancecapital.co.in) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com). Key standalone financial information is given below :

Particulars	(Rs. in crore)			
	Quarter Ended			Year Ended
	30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
	Unaudited	Unaudited	Unaudited	Audited
Total revenue	513	519	572	2 317
Profit before tax	(116)	(240)	111	157
Profit after tax	(116)	(240)	111	157

Dated: August 14, 2019



for Reliance Capital Limited

Anmol Ambani
Executive Director

Reliance Capital Limited
Unaudited Consolidated Segment Reporting for the quarter ended June 30, 2019

(Rs. in crore)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
		Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue				
a	Finance & Investments	1 582	870	613	3 052
b	General Insurance	2 320	1 632	1 818	7 333
c	Life Insurance	1 177	2 147	1 215	6 096
d	Commercial Finance	432	248	525	1 810
e	Home Finance	541	612	411	2 003
f	Others	71	96	81	355
	Total	6 123	5 605	4 663	20 650
	Inter segment	(40)	(67)	(22)	(125)
	Net Income	6 083	5 538	4 641	20 525
2	Segment Results				
a	Finance & Investments	1 230	(160)	183	348
b	General Insurance	35	(2)	37	39
c	Life Insurance	(78)	49	(4)	36
d	Commercial Finance	26	(2,090)	72	(1,854)
e	Home Finance	63	(159)	72	102
f	Others	(19)	(4)	(2)	(3)
	Total Segment Profit Before Tax	1,257	(2,366)	358	(1,332)
	Unallocated expenses	-	-	-	-
	Profit before Tax	1 257	(2 366)	358	(1 332)
3	Segment Assets				
a	Finance & Investments	30 448	31 285	36 933	31 285
b	General Insurance	11 680	14 072	9 541	14 072
c	Life Insurance	21 503	21 600	20 458	21 600
d	Commercial Finance	12 767	13 504	17 884	13 504
e	Home Finance	16 977	18 125	15 240	18 125
f	Others	924	947	1 019	947
g	Inter-Segment Elimination	(15 091)	(15 561)	(14 212)	(15 561)
	Total	79 207	83 973	86 863	83 973
4	Segment Liabilities				
a	Finance & Investments	20 753	21 346	22 621	21 346
b	General Insurance	9 853	12 312	8 063	12 312
c	Life Insurance	20 243	20 246	19 151	20 246
d	Commercial Finance	11 937	12 698	15 071	12 698
e	Home Finance	15 109	16 283	13 365	16 283
f	Others	699	720	809	720
g	Inter-Segment Elimination	(1 112)	(381)	(335)	(381)
	Total	77 483	83 225	78 745	83 225



Limited Review Report on Quarterly Consolidated Unaudited Financial Results of Reliance Capital Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Reliance Capital Limited**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Reliance Capital Limited ('the Parent Company') and its subsidiaries (the Parent Company and its subsidiaries together referred to as the 'Group'), and its share of net profit / (loss) after tax and total comprehensive income/ loss of its associates for the quarter ended 30 June 2019 ("the Statement") attached herewith, being submitted by the Parent Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. Attention is drawn to the fact that the figures for the three months ended 31 March 2019 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
2. This Statement which is the responsibility of the Parent Company's Management and approved by the Parent's Board of Directors in their meeting held on 14 August 2019, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We draw attention to Note 11 to the Statement with reference to M/s Reliance Home Finance Limited (RHFL) a subsidiary company, wherein the statutory auditors of RHFL has modified its opinion on the financial statements with regard to loan advanced by RHFL under the 'General-Purpose Corporate Loan' product with significant deviations to certain bodies corporate including group companies and outstanding as at 31 June 2019 aggregating to Rs. 8,078 Crore and secured by charge on current assets of borrowers. As stated in the said note, majority of RHFL's borrowers have undertaken onward lending transaction and end use of the borrowings from the RHFL included borrowings by or for repayment of financial obligation to some of the group companies. There have been overdues of Rs.1,553 crore of these loans as on 30 June 2019. We are not getting sufficient audit evidence to ascertain recoverability of principal and interest including time frame of recovery of overdues. The RHFL's exposure to the borrowers are secured against charge on current assets and is dependent on the recovery of the onward lending of the borrowers which depends on external factors not wholly within control of the RHFL/ borrower. Further we draw attention to note 11 to the Statement on the material shift in primary business of RHFL from Housing Finance to Non-Housing Finance which comprise more than 50% of total loan portfolio raising concern about RHFL continuing as a Housing Finance Company.
4. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially



less in scope than an audit conducted in accordance with the Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended to the extent applicable.

5. The Statement includes the results of the following entities:

A. Subsidiaries (Including step-down subsidiaries)

Sr. No.	Name of the Company
1.	Reliance Capital Pension Fund Limited
2.	Reliance Capital Trustee Company Limited
3.	Reliance General Insurance Company Limited
4.	Reliance Nippon Life Insurance Company Limited
5.	Reliance ARC-SBI Mansarovar Trust
6.	Reliance Commercial Finance Limited
7.	Reliance Health Insurance Limited
8.	Reliance Home Finance Limited
9.	Reliance Securities Limited
10.	Reliance Wealth Management Limited
11.	Reliance Exchangenext Limited
12.	Reliance Corporate Advisory Services Limited
13.	Quant Capital Private Limited
14.	Quant Broking Private Limited
15.	Quant Securities Private Limited
16.	Quant Investment Services Private Limited
17.	Reliance Commodities Limited
18.	Reliance Financial Limited
19.	Reliance Money Precious Metals Private Limited
20.	Reliance Money Solutions Private Limited
21.	Reliance Capital AIF Trustee Company Private Limited

B. Associates

Sr. No.	Name of the Company
1.	Ammolite Holding Limited
2.	Reliance Asset Reconstruction Company Limited
3.	Reliance Nippon Life Asset Management Limited



6. Based on our review conducted and procedures as stated in paragraph 4 above and based on the consideration of the review reports of other auditors referred to in paragraph 14 below, except for the possible effects of the matter stated in paragraphs 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standards i.e. Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw attention to Note no. 7 to the Statement referring, to filing under Section 143(12) of the Companies Act, 2013 to Ministry of Corporate Affairs by one of the previous auditors of the Parent Company and Reliance Commercial Finance Limited (RCFL). Based on the facts fully described in the aforesaid note, views of those companies, in-depth examination carried out by the independent legal experts of the relevant records, there were no matters attracting the said Section. Our conclusion is not modified in respect of this matter.
8. We draw attention to Note 8 to the consolidated annual financial results which describes that the Parent Company has Inter corporate deposits to 2 entities aggregating to Rs.2,235 crore which are fully secured by way of first charge on their assets. The same is additionally secured by a corporate guarantee of Rs.1,617 crore by one of the group company. The balance amount is expected to be recovered soon. The Parent Company has evaluated the financial position and the repayment capacity of the above entities and believes that no adjustments are required to the carrying value of the above exposures. Our conclusion is not modified in respect of this matter.
9. We draw attention to Note 12 and 13 to the consolidated annual financial results regarding recent developments adversely impacting financial flexibility of RHFL & RCFL and resulting in delayed payment of bank borrowings obligations. RHFL's & RCFL's ability to meet its obligations dependent on material uncertain events including restructuring of loan portfolio and Inter Creditor Agreement (ICA) for the resolution of the debt. RHFL and RCFL have taken steps to meet such temporary liquidity mismatch by securitization of its loan portfolio. RHFL and RCFL have also engaged with all its lenders to enter into an ICA for resolution of its debt in accordance with circular dated 7 June 2019 issued by the Reserve Bank of India for prudential framework for resolution of stressed assets. RHFL and RCFL are expecting of implementing its resolution plan during FY 2019-20. In view of the steps taken by RCFL and RHFL the financial results of the respective companies have been prepared by the management on a going concern basis. Our opinion is not modified in respect of this matter.
10. We draw attention to Note 14 to the Statement in respect of Reliance Nippon Life Asset Management Limited (RNAM), with regard to exposure towards recoverability of Inter Corporate Deposits (ICDs) placed with Group Companies amounting to Rs. 409.64 crore (including accrued interest of Rs 29.64 crore) for which carrying value, net of provision, is Rs. 399.60 crore. The recoverability of these ICD's is based on successful completion of the acquisition of shares and applicable regulatory approvals. Our conclusion on the Statement is not modified in respect of this matter.
11. M/s Reliance Nippon Life Insurance Company Limited ('RNLIICL'), a subsidiary of the Parent Company which jointly audited by us with other auditor, have included the following Other Matter in their audit report:



“The Actuarial Valuation of liabilities for the life policies in force is the responsibility of the RNLICL’s Appointed Actuary. The actuarial valuation of these liabilities as at 30 June 2019 has been duly certified by the appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 “Insurance Contracts”, Ind AS 109 “Financial Instruments”, the guidelines norms issued by IRDA and the Actuarial Society of India in concurrence with IRDA. We have relied upon the appointed Actuary’s Certificate in this regard.” Our conclusion on the Statement is not modified in respect of this matter.

12. M/s Reliance General Insurance Company Limited (‘RGICL’), a subsidiary of the Parent Company, have included the following other matter paragraph in their audit report:

“The actuarial valuation of liabilities for Incurred but Not Reported (IBNR) and Incurred but Not Enough Reported (IBNER) policies and Premium Deficiency Reserve (PDR) policies in force is the responsibility of the RGICL’s Appointed Actuary (the “Appointed Actuary”). The actuarial valuation of liabilities for policies in force as on 30 June 2019 has been duly certified by the Appointed Actuary. The Appointed Actuary has certified to the RGICL that the assumptions for such valuation are in accordance with Ind AS 104 “Insurance Contracts”, Ind AS 109 “Financial Instruments”, the guidelines and norms issued by IRDA and the Actuarial Society of India in concurrence with IRDA. We have relied on the Appointed Actuary’s certificate in this regard.” Our conclusion on the Statement is not modified in respect of this matter.

13. M/s Reliance Health Insurance Limited (‘RHIL’), a subsidiary of the Parent Company, have included the following other matter paragraph in their audit report:

“The Actuarial valuation of liabilities in respect of claims incurred but not reported (IBNR), claims incurred but not enough reported (IBNER) and premium deficiency reserved (PDR) as at 30 June 2019 has been duly certified by the appointed actuary. They have also certified that in their opinion, the assumption considered for such valuation are in accordance with the guidelines and norms prescribed by IRDAI and Institute of Actuaries of India in concurrence with IRDAI. We have relied upon the RHIL’s appointed actuary certificate in this regard.” Our conclusion on the Statement is not modified in respect of this matter.

14. (i) We did not review the financial information of 2 subsidiaries included in the consolidated unaudited financial results, whose financial information reflect total revenues of Rs. 968 crore, total net profit / (loss) after tax of Rs. 72 crore for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group’s share of net profit / (loss) after tax of Rs.54 crore for the quarter ended June 30, 2019 as considered in the consolidated unaudited financial results, in respect of 1 associates, whose financial information has not been reviewed by us. These financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far it relates to amounts and disclosures included in respect of these subsidiaries and associates, is solely based on the reports of the other auditors and the procedures performed by us as stated in paragraph 4 above.
- (ii) The consolidated unaudited financial results includes financial information of 14 subsidiary which have not been reviewed by their auditors, whose financial information reflects total revenues of Rs. 23 crore, total net profit / (loss) after tax of Rs. (12) crore for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results. The consolidated



Pathak H.D. & Associates
Chartered Accountants

- (iii) unaudited financial results also includes the Group's share of net profit / (loss) after tax of Rs. 0.01 crore for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results, in respect of 1 associates, based on their interim financial information which have not been reviewed/audited by their auditors. According to the information and explanation given to us by the Management, this financial information is not material to the Group.

Our Conclusion on the Statement is not modified in respect of the above matters.

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

Parimal Kumar Jha
Partner
Membership No: 124262
UDIN: 19124262AAAAA0A4264

Date: 14 August 2019
Place: Mumbai



Reliance Capital Limited
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Reliance Capital Limited
Statement of Standalone Unaudited Financial Results for the quarter ended June 30, 2019

(Rs. in crore except per share data)

Sr. No	Particulars	Quarter Ended			Year Ended
		30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
		Unaudited	Unaudited	Unaudited	Audited
	Income				
I	Revenue from operations				
	Interest Income	270	429	552	2 113
	Dividend Income	79	78	-	150
	Rental Income	1	2	2	8
	Fees and commission Income	9	9	9	36
	Net gain on fair value changes	150	-	4	-
	Other operating income	-	-	5	5
	Total Revenue from operations	509	518	572	2 312
II	Other Income (*Rs.2,42,616)	4	1	*	5
III	Total Income (I+II)	513	519	572	2 317
IV	Expenses				
	Finance costs	475	461	479	1 937
	Net loss on fair value changes	-	1 053		699
	Impairment on financial instruments	123	(829)	(61)	(653)
	Employee benefits expense	17	13	11	51
	Depreciation and amortization expense	3	43	4	53
	Other expenses	11	18	28	73
	Total expenses (IV)	629	759	461	2 160
V	Profit/(loss) before tax (III-IV)	(116)	(240)	111	157
VI	Tax expense				
	(1) Current tax	-	-	-	-
	(2) Deferred tax	-	-	-	-
	(3) Taxation for earlier years	-	-	-	-
	Total tax expense	-	-	-	-
VII	Profit/(loss) for the period / year (V-VI)	(116)	(240)	111	157
VIII	Other Comprehensive Income				
A	(i) Items that will not be reclassified to profit or loss	(3)	(150)	(17)	(167)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
B	(i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Other comprehensive income for the period / year, net of tax	(3)	(150)	(17)	(167)
IX	Total Comprehensive Income for the period / year (VII+VIII)	(119)	(390)	94	(10)
X	Earnings per equity share face value of Rs. 10 each (not annualised):				
	(1) Basic	(4.61)	(9.56)	4.43	6.26
	(2) Diluted	(4.61)	(9.56)	4.42	6.25



Notes:

- 1 The Company is primarily engaged in the Finance & Investment activities and all other activities revolve around the main business of the Company. Further, all activities are conducted within India and as such there is no separate reportable segment, as per the Ind AS 108 "Operating Segments" specified under Section 133 of the Act.
- 2 The Listed Secured Non-Convertible Debentures of the Company aggregating to Rs. 14 874 crore as on June 30, 2019 are secured by way of first pari-passu mortgage/charge on the Company's immovable property and on present and future book debts/business receivables of the Company as specifically mentioned in the respective Trust Deeds and the asset cover thereof exceeds hundred percent of the principal amount of the said Debentures.
- 3 a) The Company's previous auditor, after resigning from the office in June 2019 submitted a report under Section 143(12) of the Companies Act, 2013 with the Ministry of Corporate Affairs. The Company has examined the matter and also appointed legal experts, who independently carried out an in-depth examination of the matters and issues raised therein and have concluded that there was no matter attracting the provisions of Section 143(12) of the Companies Act, 2013.

b) In the ordinary course of business, the Company makes loans to borrowers and also recovers outstanding loans of diverse amounts from them as routine commercial transactions. Some of these involving similar amounts of loans made and amounts recovered were independent transactions in accordance with business requirements and the liquidity position. Applicable impairment and provisioning tests have been made and recorded appropriately in the financial statements, ensuring that there is no impact on revenue recognition during the year.
- 4 The Company has Inter Corporate deposit of Rs. 2 235 Crore to two Corporate entities which are fully secured by way of first charge on their assets. The same is additionally secured by a group company corporate guarantee of Rs. 1 617 crore. The balance amount is expected to be recovered soon. The Company has evaluated the financial position and the repayment capacity of the above entities and believes that no adjustments are required to the carrying value of the said exposure.
- 5 The Company is committed to reduce overall debt and is working towards the same. The Company is taking active steps to monetize its assets and is undertaking various strategic stake sale initiatives. In view of all the actions that are currently underway, these financial results have been prepared on the basis that the Company is a Going Concern.
- 6 The Company has entered into Binding Share Purchase Agreement on May 23, 2019 for sale of its entire shareholding in Reliance Nippon Life Asset Management Limited to M/s Nippon Life Insurance. This is subject to related regulatory approvals.
- 7 The financials results for the quarter ended June 30, 2019 of the company have been subjected to a "Limited Review" by the Statutory Auditors of the Company.
- 8 The above results were reviewed by the Audit Committee. The Board of Directors at its meeting held on August 14, 2019 approved the above results and its release.

for Reliance Capital Limited



Anmol Ambani
Executive Director

Dated: August 14, 2019



Limited Review Report on Quarterly Standalone Unaudited Financial Results of Reliance Capital Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Reliance Capital Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results of Reliance Capital Limited ('the Company') for the quarter ended 30 June 2019 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. Attention is drawn to the fact that the figures for the three months ended 31 March 2019 as reported in the Statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on 14 August 2019. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of standalone unaudited financial results prepared in accordance with applicable Accounting Standards i.e. Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Act read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note no. 3 to the Statement referring, to filing under Section 143(12) of the Companies Act, 2013 to Ministry of Corporate Affairs by one of the previous auditors. Based on the facts fully described in the aforesaid note, views of the Company, in-depth examination carried out by the independent legal experts of the relevant records, there were no matters attracting the said Section.



6. We draw attention to Note 4 to the Statement which describes that the Company has Inter corporate deposits to 2 entities aggregating to Rs.2,235 crore which are fully secured by way of first charge on their assets. The same is additionally secured by a corporate guarantee of Rs.1,617 crore by a group company. The balance amount is expected to be recovered soon. The Company has evaluated the financial position and the repayment capacity of the above entities and believes that no adjustments are required to the carrying value of the said exposures. Our conclusion on the statement is not modified in respect of this matter.

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

Parimal Kumar Jha

Parimal Kumar Jha
Partner

Membership No:

UDIN: 19124262AAAAAY5471



Date: 14 August 2019

Place: Mumbai