

Financial Statement

2014-15

Reliance Spot Exchange Infrastructure Limited

INDEPENDENT AUDITOR'S REPORT

To the Members of
Reliance Spot Exchange Infrastructure Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of **RELIANCE SPOT EXCHANGE INFRASTRUCTURE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. 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 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 Companies (Accounts) Rules, 2014. This responsibility 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; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these 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.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements, that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March 2015, its loss and its cash flows for the year ended on that date.

Emphasis of Matter

7. We draw attention to the Note 14 to the financial statements which indicate that the Company has suffered recurring losses from operations in the past. The Company's accumulated losses as at March 31, 2015 amounted to Rs. 2,234.57 Lakhs as against the Company's share capital and reserves of Rs.1,859.65 Lakhs. These conditions as reported earlier continue to give rise to an uncertainty about the Company's ability to continue as a going concern. Management's plans and opinion in regard to these matters are also described in note 14. Accordingly, the accompanying financial statements do not include any adjustments that might result from the outcome of these uncertainties relating to the recoverability and classification of asset carrying amounts or the amount and classification of liabilities that might be necessary should the Company be unable to continue as a going concern. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

8. 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, we give in the Annexure a statement on the matters Specified in paragraphs 3 and 4 of the Order.
9. As required by section 143(3) of the Act, we further 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 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014;
 - e) on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act;
 - f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - i. The Company does not have any pending litigations which would impact its financial position

- ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise
- iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise

For Gupta Rustagi & Co.,
Chartered Accountants
Firm Registration No.128701W

Place - Mumbai

Date - May 18, 2015

Niraj Gupta
Partner
Membership No. 100808

Annexure referred to in paragraph 8 of our Report of even date to the members of Reliance Spot Exchange Infrastructure Limited on the accounts of the company for the year ended 31st March, 2015

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- i. (a). The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets ;
(b). As explained to us, fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification;
- ii. The nature of business of the Company does not require it to have any inventory. Hence, the requirement of clause (ii) of paragraph 3 of the said Order is not applicable to the Company
- iii. The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act.
- 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, for the purchase of fixed assets and for the sale of services. Further, on the basis of our examination of the books and records of the Company and according to the information and explanations given to us, no major weakness has not been noticed or reported.
- v. The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013.
- vi. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act.
- vii. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, , Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India ;

(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes

(c) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of reporting delay in transferring such sums does not arise.
- viii. The accumulated losses at the end of the financial year are more than fifty per cent of its net worth and it has incurred cash losses in such financial year and in the immediately preceding financial year.
- ix. According to the records of the company examined by us and as per the information and explanations given to us, the company has not availed of any loans from any financial institution or banks and has not issued debentures

- x. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from a bank or financial institution during the year.
- xi. In our opinion, and according to the information and explanations given to us, the company has not raised any term loans during the year.
- xii. During the course of our examination of the books and records of the company, carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management.

For Gupta Rustagi & Co.,
Chartered Accountants
Firm Registration No.128701W

Place - Mumbai

Date - May 18, 2015

Niraj Gupta
Partner
Membership No. 100808

RELIANCE SPOT EXCHANGE INFRASTRUCTURE LIMITED

BALANCE SHEET AS AT MARCH 31, 2015

(Amount in Rupees)

	Notes		As at March 31, 2015	As at March 31, 2014
EQUITY AND LIABILITIES:				
Shareholders' Funds				
(a) Share Capital	"3"	17 65 00 000	17 65 00 000	
(b) Reserves and surplus	"4"	<u>(22 39 91 981)</u>	<u>(22 21 65 727)</u>	(4 56 65 727)
			(4 74 91 981)	
Current Liabilities				
(a) Other current liabilities	"5"	5 90 42 500	5 90 44 177	
(b) Short-term provisions		<u>28 500</u>	<u>13 500</u>	
			5 90 71 000	5 90 57 677
			<u>1 15 79 019</u>	<u>1 33 91 950</u>
ASSETS :				
Non - Current Assets				
Fixed Assets				
(a) Tangible Assets	"6"	-	15 07 349	
(b) Intangible Assets		<u>-</u>	<u>4 219</u>	
			15 11 568	1,511,568
Non-current Investments	"7"	<u>50 000</u>	<u>50 000</u>	
			50 000	50 000
Current Assets				
(a) Cash & cash equivalents	"8"	25 66 020	23 84 563	
(b) Short Term Loans & Advances		89 23 805	94 14 175	
(c) Other Current Assets		<u>39 194</u>	<u>31 644</u>	
			1 15 29 019	1 18 30 382
			<u>1 15 79 019</u>	<u>1 33 91 950</u>

See accompanying notes to the financial statements "1-25"

As per our report of even date

For and on behalf of the Board

For Gupta Rustagi & Co.

Chartered Accountants

Firm Registration No. : 128701W

Monish Sheth

Director

Niraj Gupta

Partner

Membership No.100808

S. H. Joshi

Director

Mumbai

Dated: May 18, 2015

Mumbai

Dated: May 18, 2015

RELIANCE SPOT EXCHANGE INFRASTRUCTURE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2015

(Amount in Rupees)

	Notes	2014-15	2013-14
Revenue			
Revenue from operations	"9"	-	-
Other income	"10"	2 37 783	11 58 445
Total Revenue		<u>2 37 783</u>	<u>11 58 445</u>
Expenses			
Employee benefits expense	"11"	-	2 87 165
Finance cost		-	-
Depreciation and amortization expense	"6"	15 11 567	9 42 444
Other expenses	"12"	5 52 470	19 14 153
Total Expenses		<u>20 64 037</u>	<u>31 43 762</u>
PROFIT / (LOSS) BEFORE BEFORE PRIOR PERIOD ADJUSTMENTS			
Prior Year Adjustments (Dr.)		-	-
PROFIT / (LOSS) BEFORE TAX		<u>(18 26 254)</u>	<u>(19 85 317)</u>
Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
(3) Income Tax for Earlier Years Written Back		-	-
PROFIT / (LOSS) AFTER TAX		<u>(18 26 254)</u>	<u>(19 85 317)</u>
Basic and Diluted Earnings / (Loss) per share of Rs. 10/- each (in Rupees)	"20"	(0.10)	(0.11)

See accompanying notes to the financial statements "1-25"

As per our report of even date

For Gupta Rustagi & Co.
Chartered Accountants
Firm Registration No. : 128701W

For and on behalf of the Board

Niraj Gupta
Partner
Membership No.100808

Monish Sheth
Director

S. H. Joshi
Director

Mumbai
Dated: May 18, 2015

Mumbai
Dated: May 18, 2015

RELIANCE SPOT EXCHANGE INFRASTRUCTURE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2015

(Amount in Rupees)

	2014-2015		2013-2014	
<u>A. Cash Flow from Operating Activities</u>				
Profit / (Loss) Before Tax as per the Statment of Profit & Loss		(1,826,254)		(1,985,317)
Operating Profit before Working Capital Changes		(1,826,254)		(1,985,317)
Adjusted for				
Loss on sale of asset				
Interest Income	(237,541)		(552,982)	
Depreciation	1,511,567		942,444	
Debit Balance Written off	463,039		1,600,000	
Prov for Gratuity / Leave encashment & others	-		-	
Other Current Liabilities	13,323		(7,446,419)	
Loans & Advances	27,331	1,777,719	518,259	(4,938,698)
Cash generated from operations		(48,534)		(6,924,015)
Net Cash from / (used in) Operating Activities		(48,534)		(6,924,015)
<u>B. Cash Flow from Investing Activities</u>				
Sale of Fixed Assets	-	-	-	-
Purchase / Sale of Investments	-	-	10,000	10,000
Net Cash from / (used in) Investing Activities		-		10,000
<u>C. Cash Flow from Financing Activities</u>				
Interest Received	229,991	229,991	782,002	782,002
Net Cash from / (used in) Financing Activities		229,991		782,002
Net increase / (decrease) in Cash and Cash Equivalents (A + B + C)		181,457		(6,132,013)
Opening Balance of Cash and Cash Equivalents		2,384,563		8,516,576
Closing Balance of Cash and Cash Equivalents		2,566,020		2,384,563

The previous year's figures have been regrouped and reclassified wherever necessary.

As per our report of even date
For Gupta Rustagi & Co.,
 Chartered Accountants
 (Registration No. 128701W)

Niraj Gupta
 Partner
 Membership No. 100808

For and on behalf of the Board

Monish Sheth
 Director

S. H. Joshi
 Director

Mumbai
 Dated: May 18, 2015

Mumbai
 Dated: May 18, 2015

RELIANCE SPOT EXCHANGE INFRASTRUCTURE LIMITED

6. Fixed Assets

(Amount in Rupees)

Particulars	Gross Block				Depreciation				Net Block	
	As at 01.04.2014	Additions during the year	Deduction / Adjustment during the year	As at 31.03.2015	As at 01.04.2014	For the year	Deduction / Adjustment	Upto 31.03.2015	As at 31.03.2015	As at 31.03.2014
Tangible Assets										
Office Equipments	2 97 950	-	-	2 97 950	1 68 422	1 29 528	-	2 97 950	-	1 29 528
Furniture and Fixtures	-	-	-	-	-	-	-	-	-	-
Computers Printers & Others	82 12 264	-	-	82 12 264	68 34 443	13 77 821	-	82 12 264	-	13 77 821
Total	85 10 214	-	-	85 10 214	70 02 865	15 07 349	-	85 10 214	-	15 07 349
Previous Year	-	-	-	-	-	-	-	-	-	-
Intangible Assets										
Computer Software	18 740	-	-	18 740	14 522	4 218	-	18 740	-	4,219
Total	85 28 954	-	-	85 28 954	70 17 387	15 11 567	-	85 28 954	-	15 11 568
Previous Year	85 28 954	-	-	85 28 954	60 73 984	9 42 444	-	70 16 428	15 11 567	-

Note: In the opinion of the management, the useful life of the assets existing as at 01.04.2014 has been exceeded and hence, it has no carrying value as at March 31, 2015. Hence, the balance remaining value has been charged as depreciation during the current year.

RELIANCE SPOT EXCHANGE INFRASTRUCTURE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

1. Background

Reliance Spot Exchange Infrastructure Limited is incorporated to promote either on its own or in association with one or more entities to acquire, purchase or otherwise obtain the membership or trading rights and clearing membership in any Stock Exchanges which will be recognised under the provisions of Securities Contracts (Regulation) Act, 1956; Forward Contracts (Regulation) Act, 1952; Securities and Exchange Board of India Act, 1992; Reserve Bank of India Act, 1948 and other applicable laws for the time being in force including the Rules framed under the respective legislations.

2 Significant Accounting Policies

a Basis of Preparation of Financial Statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting in conformity with Generally Accepted Accounting Principles ('GAAP') and comply with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 2013 and the rules made there under.

b Use of Estimates

The preparation of financial statement is in conformity with Generally Accepted Accounting Principles (GAAP) and requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. The estimates and assumptions used in the accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements. Actual result could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

c Revenue Recognition

(i) Interest Income: Interest Income is recognized in the Statement of Profit & Loss as it accrues.

(ii) Income from Operations: Income is recognized in the Statement of Profit & Loss as it accrues. Income from Membership fees is recognized on the receipt basis.

d Fixed Assets

(a) All Fixed Assets are stated at cost less accumulated depreciation and impairment, if any. All costs including financing cost attributable to fixed assets till assets are ready for intended use are capitalised.

(b) Intangible assets are stated at cost of acquisition less accumulated amortization and impairment loss if any. Cost comprising of software purchased/developed and licensing costs.

e Investments

Investments are classified into Current Investments and Long-term Investments. Current investments are valued, scrip wise, at cost or fair value, whichever is lower. Long term Investments are valued at cost. Provision for diminution is made scrip wise to recognise a decline, other than temporary.

f Depreciation

(a) Depreciated on Straight Line Method over the useful life of assets value method at rates provided in Schedule II of the Companies Act, 2013

(b) 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.

g Employee Benefits

Company's contribution to Provident Fund and Superannuation Fund are charged to Profit and Loss Account. Gratuity and Leave Encashment benefits are charged to Profit and Loss Account on the basis of actuarial valuation.

h 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.

i Provision for Current Tax and Deferred Tax

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period). 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.

j Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired, if such condition exists an asset is treated as impaired, when carrying cost of assets exceeds its recoverable amount. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting periods is reversed if there has been a change in the estimate of the recoverable amount is treated as impaired, when carrying cost of assets exceeds its recoverable amount.

k Provision, Contingent Liabilities and Contingent Assets

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

3 Share Capital

(Amount in Rupees)

	<u>As at March 31, 2015</u>	<u>As at March 31, 2014</u>
(a) Authorised:		
2 50 00 000 Equity Shares of Rs.10/- each (Previous Year 2 50 00 000)	25 00 00 000	25 00 00 000
	<u>25 00 00 000</u>	<u>25 00 00 000</u>
(b) Issued, Subscribed and Paid Up		
1 76 50 000 Equity Shares of Rs.10/- each, fully paid up . (Previous Year 1 76 50 000 Equity Shares) (of which 1,08,00,000 Equity Shares of Rs. 10/- each, issued as Bonus by Capitalizing Share Premium Account)	17 65 00 000	17 65 00 000
	<u>17 65 00 000</u>	<u>17 65 00 000</u>

(c) Reconciliation of issued, subscribed and fully paid up Share Capital

Equity Shares	No. of Shares	Amount	No. of Shares	Amount
Opening Balance	1 76 50 000	17 65 00 000	1 76 50 000	17 65 00 000
Addition during the year	-	-	-	-
Buyback during the year	-	-	-	-
Closing Balance	1 76 50 000	17 65 00 000	1 76 50 000	17 65 00 000

(d) Rights, Preferences and Restrictions :

Each holder of Equity shares is entitled to one vote per share carries dividend right. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) 1,76,50,000 Equity Shares (1,76,50,000) are held by Reliance Exchangenext Limited, the holding company.

Name of the Holder	Equity shares			
	2014-15		2013-14	
	%	Qty.	%	Qty.
Reliance Exchangenext Limited	100	1 76 50 000	100	1 76 50 000
TOTAL	100	1 76 50 000	100	1 76 50 000

[Out of the above equity shares 60 equity shares, (Previous year 60 equity shares) are jointly held by Reliance Exchangenext Limited and its nominees.]

(g) Particulars	Aggregate no. of shares for the year ended	
	2014-15	2013-14
Equity Shares		
Fully paid up pursuant to contract(s) without payment being received in cash	-	-
Fully paid up by way of bonus shares	10,800,000	10,800,000
Shares bought back	-	-
TOTAL	10,800,000	10,800,000

4 Reserves & Surplus

	<i>(Amount in Rupees)</i>	
	As at March 31, 2015	As at March 31, 2014
(a) Securities Premium reserve		
As per Last Balance Sheet	94 65 000	94 65 000
	94 65 000	94 65 000
(b) Surplus of Statement of Profit & Loss		
As per Last Balance Sheet	(23 16 30 727)	(22 96 45 410)
Add: (Net Loss for the current year)	(18 26 254)	(19 85 317)
	(23 34 56 981)	(23 16 30 727)
	<u>(22 39 91 981)</u>	<u>(22 21 65 727)</u>

5 Current Liabilities

	<i>(Amount in Rupees)</i>	
	As at March 31, 2015	As at March 31, 2014
Other current liabilities		
Statutory dues payable	-	1 653
Other payables	42 500	42 524
Other Advance	5 90 00 000	5 90 00 000
	<u>5 90 42 500</u>	<u>5 90 44 177</u>
Short-term provisions		
Others:		
Provision for expenses	28 500	13 500
	<u>28 500</u>	<u>13 500</u>

7 Non-current investments

	Face Value / Issue Price Rs.	Quantity		<i>(Amount in Rupees)</i> Value	
		As at March 31, 2015	As at March 31, 2014	As at March 31, 2015	As at March 31, 2014
Non -trade					
Investment in Equity Instrument - Unquoted, Fully Paid up					
Others					
Reliance Money Infrastructure Limited	10	5 000	5 000	50 000	50 000
				<u>50 000</u>	<u>50 000</u>

Notes:

a Aggregate value of Investment

	As at March 31, 2015		As at March 31, 2014	
	Book Value	Market Value	Book Value	Market Value
Quoted Investments	-	-	-	-
Unquoted Investments	50 000	-	50 000	-
	<u>50 000</u>	<u>-</u>	<u>50 000</u>	<u>-</u>

8 Current Assets*(Amount in Rupees)*

	As at March 31, 2015	As at March 31, 2014
Cash & cash equivalents		
Balances with Scheduled Banks in Current Accounts	5 36 020	354,563
Balances with Scheduled Banks in Deposit Accounts	20 30 000	2,030,000
	25 66 020	23 84 563
Short Term Loans and advances		
Service tax credit receivable	87 65 571	92 25 069
Advances Recoverable in Cash or Kind or for Value to be Received	1 58 234	1 89 106
	89 23 805	94 14 175
Other Current Assets		
Interest Accrued but Not Due	39 194	31 644
Total Current Assets	1 15 29 019	1 18 30 382

(Amount in Rupees)

	2014-15	2013-14
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9 Income

Revenue from operations	-	-
10 Other income		
Interest on FDR / Others	2 37 541	5 52 982
Excess Provision written back	242	6 05 463
	2 37 783	11 58 445

11 Employee benefit Expenses:

Salary & Wages	-	2 76 027
Contribution to Provident Fund & Other Funds	-	10 883
Staff Welfare & Other Amenities	-	255
		2 87 165

12 Other Expenses:

Audit fees	15 000	15 000
Travelling & Conveyance	-	7 307
Telephone & Mobile Expenses	-	820
Professional/Management Fees	28 773	20 580
Other Administrative Cost	23 358	2 67 946
Profession Tax	2 500	2 500
Bad Debts Written off	-	16 00 000
Sundry Balance Written off	4 63 039	-
Rate & Taxes	19 800	-
	5 52 470	19 14 153

13 The management has identified enterprises which has provided goods and services to the Company and which qualify under the definition of medium, micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. At any point of time during the year there is no liability due for payment to such micro, small and medium enterprises.

14 **Going Concern**

The accumulated losses of the Company are Rs. 22,34,56,981 as against the equity share capital and reserves of Rs. 18,59,65,000. The entire net worth of the Company is eroded due to losses incurred. The Company has incurred cash losses in the current financial year and in the immediately preceding financial year also.

The management expects a turnaround in the business opportunities in the segment in which the Company operates in the foreseeable future due to improvement in the general economic environment. Further, in view of the commitment from the shareowners to financially support the Company, the accounts have been prepared on a "Going Concern Basis".

15 Sundry Creditors, and Loans & Advances are subject to confirmation.

16 In the opinion of management, the Current Assets and Loans & Advances are approximately of the value stated if realised in the ordinary course of business.

17 **Auditors' Remuneration :**

Particulars	2014-15	2013-14
Audit Fees	15 000	15 000
	15 000	15 000

18 **Related Party Disclosure :**

A) **List of the Related Parties and their relationship:**

- i) Ultimate Holding Company
Reliance Capital Limited
- ii) Holding Company
Reliance Exchangenext Limited

B. **Transactions during the year with related parties:**

Particulars	Holding Company
	Reliance Exchangenext Limited
Share Capital	
a) Balance of Equity Shares as at March 31, 2015	17 65 00 000 (17 65 00 000)

Notes :

1. Figures in Bracket represent previous year figures.

19 **Segment Information :**

The Company has only one Reportable Segment under Accounting Standard (AS-17), on "Segment Reporting" notified by the Companies (Accounting Standards) Rules, 2006.

20 **Basic and Diluted Earnings Per Share**

For the purpose of calculation of Basic / Diluted Earnings Per Share the following amounts are considered:

		<i>(Amount in Rupees)</i>	
	Particulars	2014-15	2013-14
a)	Amounts used as the numerators		
	Net Profit/(Loss) After Tax	(18 26 254)	(19 85 317)
	Net Profit/(Loss) available for equity shareholders	(18 26 254)	(19 85 317)
b)	Amounts used as the Denominators		
	Weighted average number of equity shares (Nos.)	1 76 50 000	1 76 50 000
c)	Basic & Diluted Earnings / (Loss) Per Share of Rs. 10/- each (a/b)	(0.10)	(0.11)

21 Employee Benefits :

The Company has classified various employees benefit are as under :

A Defined Contribution Plan

- (a) Provident Fund
- (b) Superannuation Fund
- (c) Employee's Pension Scheme.
- (d) Employee's Labour Welfare Fund (LWF)

The provident fund and employee's pension scheme are operated by the regional provident fund Commissioner and the Superannuation fund is administered by the Life Insurance Corporation of India (LIC). Under the Schemes, the Company is required to contribute as a specified percentage of payroll cost to the retirement benefit schemes to fund the benefits.

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

Sr. No.	Particulars	<i>(Amount in Rupees)</i>	
		2014-15	2013-14
a.	Employer's Contribution to Provident Fund	-	6 478
b.	Employer's Contribution to Pension Scheme	-	3 122
c.	Employer's Contribution to LWF	-	-
d.	Reversal of Excess Provision of Gratuity/Leave encashment	-	-
	Total	-	9 600

22 Till March 31, 2014 all the tangible assets are depreciated as per straight line method at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956. Pursuant to the provisions of the Companies Act, 2013 ("the Act"), with effect from April 1, 2014 the Company has depreciated all tangible assets as per straight line method, over the useful life of assets, prescribed in Schedule II of the Act. Accordingly, effect relating to the period prior to April 1, 2014 is a net debit of Rs. 15,11,567 is included in the current year depreciation.

23 Deferred Tax Assets:

The Company has not recognized and carried forward the deferred tax assets since there is no reasonable certainty and convincing evidence to realize in future.

24 Contingent liabilities as at March 31,2015 include:

Bank Guarantee outstanding Rs. 15,30,000/- (Previous year Rs. 15,30,000/-)

25 Previous year's figures are regrouped/ reclassified to conform with the current period's groupings, wherever it is necessary.

As per our report of even date

For and on behalf of the Board

For Gupta Rustagi & Co.

Chartered Accountants

Firm Registration No. : 128701W

Monish Sheth
Director

Niraj Gupta

Partner

M.No.100808

S. H. Joshi
Director

Mumbai

Dated: May 18, 2015

Mumbai

Dated: May 18, 2015