

Financial Statement

2015-16

Reliance Home Finance Limited

Independent Auditor's Report

**To,
The Members,
Reliance Home Finance Limited**

Report on the Financial Statements

We have audited the accompanying financial statements of **Reliance Home Finance Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016 and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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.

Auditor's Responsibility

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.

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

Independent Auditor's Report (*Continued*)

Reliance Home Finance Limited

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. 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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("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 " a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. Further to our comments in the Annexure A, and 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 financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

Independent Auditor's Report (Continued)**Reliance Home Finance Limited**

- e) On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note No. 39(a) to the financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Chaturvedi & Shah

Chartered Accountants

Firm's Registration No:101720W

Vijay Napawaliya

Partner

Membership No: 109859

Mumbai

Dated : April 21, 2016

Reliance Home Finance Limited**Annexure A to the Independent Auditor's Report (*Continued*)**

(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 its fixed assets.
 - b. The Company has a program of physical verification of its fixed assets by which all fixed assets has been verified during the year and no discrepancies were noticed on such verification.
 - c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of Company.
- (ii) In our opinion and according to the information and explanations given to us, the Company is registered as a housing finance company with the National Housing Bank. Accordingly, it does not hold any physical inventories. Thus, paragraph 3 (ii) of the Order is not applicable to the Company.
- (iii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, provisions of clauses (iii)(a), (iii)(b) and (iii)(c) of paragraph 3 of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, during the year under audit, neither the Company has given any loan nor provides any guarantee or security to its director or any other person, in whom director is interested. Therefore, the provisions of the Clause 3 (iv) of the said order are not applicable to the Company. As the Company is registered as a housing finance company with the National Housing Bank, thus the provision of Section 186 except sub-section (1) of the Companies Act, 2013 is not applicable to the Company. In our opinion and according to the information and explanations given to us, during the year, the Company has not made any investments through more than two layers of investment companies as mentioned in of subsection 1 of section 186 of the Companies Act, 2013.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit from the public and hence directives issued by the National Housing Bank under the Housing Finance Companies (NHB) Directions, 2010 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. 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 for whether the same has been complied with or not.

Reliance Home Finance Limited

Annexure A to the Independent Auditor's Report (*Continued*)

(Referred to in our report of even date)

- (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. Hence the provisions of clause 3 (vi) of the Order is not applicable to the Company.
- (vii) In respect of statutory dues:
 - 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, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, as applicable, except in case of income tax, and professional tax in which case there are few delays in payment of said dues. Further, there are no undisputed amounts payable outstanding as at March 31, 2016 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 dues of income tax, sales tax, service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.
- (viii) Based on our audit procedures and the information and explanations given by management, we are of the opinion the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders as at March 31, 2016.
- (ix) In our opinion and according to the information and explanations given to us, the Company has not raised any moneys by way of initial public offer or further public offer during the year under audit. The Company has raised moneys through debt instruments and term loans during the year. Fund raised through debentures and term loans by the Company have been applied for the purpose for which they were raised except in case where term loans amounting to Rs.3,00,00,00,000 have been taken which were lying in bank accounts at the year end, and were subsequently utilized for the purpose for which loans have been taken.
- (x) 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 fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of such case by the Management.
- (xi) In our opinion and according to the information and explanations given to us, during the year the Company has paid managerial remuneration in accordance

Reliance Home Finance Limited

Annexure A to the Independent Auditor's Report (*Continued*)

(Referred to in our report of even date)

with the requisite approvals mandate by the provisions of Section 197 read with Schedule V of the Companies Act, 2013.

- (xii) The Company is not a Nidhi Company, accordingly, paragraph 3 (xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions with related parties are in accordance with the provisions of Section 177 & Section 188 of the Companies Act, 2013. The details of related party transactions have been disclosed in the financial statements as required under Accounting Standard 18, Related Party Disclosures specified under section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014.
- (xiv) In our opinion and according to the information and explanations given to us, during the year under audit, the Company has not made any preferential allotment or private placement of shares and fully or partly convertible debentures. Hence the provisions of clause 3 (xiv) of the Order is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered any non-cash transactions with directors and persons connected with him. Hence the provisions of clause 3 (xv) of the Order is not applicable to the Company.
- (xvi) In our opinion and according to the information and explanations given to us the Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. The Company has registered as a housing finance company with the National Housing Bank.

For Chaturvedi & Shah

Chartered Accountants

Firm's Registration No:101720W

Vijay Napawaliya

Partner

Membership No: 109859

Mumbai

Dated : April 21, 2016

Annexure B to the Independent Auditor's Report

(Referred to in our report of even date)

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

We have audited the internal financial controls over financial reporting of Reliance Home Finance Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Chaturvedi & Shah

Chartered Accountants

Firm's Registration No:101720W

Vijay Napawaliya

Partner

Membership No: 109859

Mumbai

Dated : April 21, 2016

RELIANCE HOME FINANCE LIMITED

BALANCE SHEET AS AT MARCH 31, 2016

			(Rupees)
Particulars	Note No.	As at March 31, 2016	As at March 31, 2015
I. EQUITY AND LIABILITIES :			
1 Shareholders' Funds			
(a) Share Capital	3	658,200,000	658,200,000
(b) Reserves and Surplus	4	5,542,997,446	4,675,428,500
2 Non-current liabilities			
(a) Long-term borrowings	5	46,190,059,983	28,239,802,004
(b) Deferred tax liabilities (Net)	6	80,266,000	97,500,000
(c) Other non-current liabilities	7	28,366,409	33,636,336
(d) Long-term provisions	8	310,908,883	234,615,054
3 Current liabilities			
(a) Short-term borrowings	9	7,682,956,487	8,155,173,002
(b) Trade payables	10	19,200,343	23,182,745
(c) Other current liabilities	11	16,361,179,348	13,412,742,804
(d) Short-term provisions	12	61,788,064	43,647,015
TOTAL		76,935,922,963	55,573,927,460
II. ASSETS :			
1 Non-current assets			
(a) Fixed assets	13		
(i) Tangible assets		442,822,356	394,011,439
(ii) Intangible assets		317,871	518,082
(b) Non current investments	14	69,410,945	-
(c) Long-term loans and advances	15	59,543,120,612	43,707,161,335
(d) Other non-current assets	16	571,083,473	360,491,283
2 Current assets			
(a) Current investments	17	734,765,461	-
(b) Cash & bank balance	18	7,201,233,046	3,551,321,707
(c) Short-term loans and advances	19	7,851,724,300	7,143,489,412
(d) Other current assets	20	521,444,899	416,934,202
TOTAL		76,935,922,963	55,573,927,460

See accompanying notes to the financial statements '1-43

As per our report of even date

For Chaturvedi & Shah

Chartered Accountants

Firm Registration No. : 101720W

Vijay Napawaliya

Partner

Membership No. 101859

Mumbai

Date: April 21, 2016

For and on behalf of the Board

Padmanabh Vora

(Director)

(DIN: 00003192)

Deena Mehta

(Director)

(DIN: 00168992)

Gautam Doshi

(Director)

(DIN: 00004612)

Soumen Ghosh

(Director)

(DIN: 01262099)

K.V.Srinivasan

(Director)

(DIN: 01827316)

Sandip Parikh

(Manager)

Amrisha Shah

(Chief Financial Officer)

Ektta Thakurel

(Company Secretary)

Mumbai

Date: April 21, 2016

RELIANCE HOME FINANCE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

		(Rupees)	
Particulars	Note No.	2015-16	2014-15
REVENUE			
(I) Revenue from operation	21	7,960,396,691	5,009,492,739
(II) Other Income	22	189,899,970	116,549,352
(III) TOTAL REVENUE (I+II)		<u>8,150,296,661</u>	<u>5,126,042,091</u>
EXPENSES			
Employee Benefits expense	23	710,194,661	348,374,046
Finance Cost	24	5,359,283,991	3,166,988,367
Depreciation and Amortisation	13	7,159,275	312,567
Other expenses	25	706,613,788	551,279,831
(IV) TOTAL EXPENSES		<u>6,783,251,715</u>	<u>4,066,954,811</u>
(V) PROFIT BEFORE TAX (III-IV)		1,367,044,946	1,059,087,280
(VI) TAX EXPENSE :			
Current Tax		516,710,000	325,250,000
Deferred Tax		(17,234,000)	43,205,000
(VII) PROFIT AFTER TAX (V-VI)		<u>867,568,946</u>	<u>690,632,280</u>
(VIII) EARNING PER EQUITY SHARE	35		
(Face value of Rs. 10 each fully paid up)			
Basic & Diluted		13.18	10.49

See accompanying notes to the financial statements '1-43

As per our report of even date

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

Vijay Napawaliya
Partner
Membership No. 109859

Mumbai
Date: April 21, 2016

For and on behalf of the Board

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(Director)
(DIN: 00003192)

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(Manager)

Amrisha Shah
(Chief Financial Officer)

Ekta Thakurel
(Company Secretary)

Mumbai
Date: April 21, 2016

RELIANCE HOME FINANCE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

(Rupees)

Particulars	2015-2016	2014-2015
A. Cash Flow from Operating Activities		
Net Profit Before Tax	1,367,044,946	1,059,087,280
Adjusted for		
Depreciation and Amortisation	7,159,275	312,567
Provision for Standard Debts	77,053,293	77,841,181
Provision for NPA & Doubtful Debts	44,040,170	11,252,675
Bad Debts Written Off	37,555,656	45,905,071
(Profit)/ Loss on Sale of Investments	(189,509,617)	(115,454,143)
Discount on Commercial Papers	598,651,978	176,329,213
Amortised DSA Commission	106,027,271	72,676,935
Amortised Brokerage Commission	14,654,656	11,967,080
Amortised Guarantee Commission	10,992,233	1,998,000
Interest Expenses & Processing Charges	4,745,977,357	2,978,692,074
Credit Balance / Excess Provision Written Back	-	(861,880)
Provision for Leave encashment	2,414,283	503,979
Provision for Gratuity	12,995,611	-
Brokerage Commission on Property Solution	(55,769,981)	-
Operating Profit/(Loss) before Working Capital Changes	6,779,287,131	4,320,250,033
Adjusted for		
Proceeds/ (Repayments) from issue of Commercial Papers (Net)	(2,854,884,142)	4,942,503,201
Repayments of Long term Borrowing	(7,963,112,056)	(6,424,919,815)
Proceeds from Long term Borrowing	29,699,255,857	14,360,000,000
Proceeds/ (Repayments) from Short Term Borrowing (Net)	1,784,015,649	960,028,693
Trade Receivable & Loans and advances	(17,110,341,979)	(20,012,064,531)
Trade Payables and Liabilities	(1,002,648,672)	3,212,568,910
Cash Generated from Operation	9,331,571,789	1,358,366,490
Interest & Processing Charges Paid	(4,688,635,581)	(2,938,203,661)
Taxes Paid (Net off Income Tax Refund)	(308,658,080)	(212,881,636)
Net Cash from / (used in) Operating Activities	4,334,278,128	(1,792,718,807)
B. Cash Flow from Investing Activities		
Proceed from / (Investments) in Fixed Deposits	(100,277,095)	10,000,000
Purchase of Fixed Asset	-	(393,982,200)
Sale/ (Purchase) of Current Investments (Net)	189,509,617	3,315,454,144
Purchase of Long Term Investments	(804,176,406)	-
Net Cash from / (used in) Investing Activities	(714,943,884)	2,931,471,944
C. Cash Flow from Financing Activities		
Net Cash from / (used in) Financing Activities	-	-
Net increase / (decrease) in Cash and Cash Equivalents (A + B + C)	3,619,334,244	1,138,753,137
Opening Balance of Cash and Cash Equivalents	3,151,471,211	2,012,718,074
Closing Balance of Cash and Cash Equivalents	6,770,805,455	3,151,471,211

Notes :

1. The Previous year's figures have been regrouped and reclassified wherever necessary.
2. The cash flow statement has been prepared in accordance with "Indirect Method" as prescribed in Accounting Standard- 3 (AS-3) on "Cash Flow Statements" notified by the Companies (Accounting Standards) Rules, 2006.

As per our report of even date

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

Vijay Napawaliya
Partner
Membership .No. 109859

Mumbai
Date: April 21, 2016

For and on behalf of the Board

Padmanabh Vora
(Director)
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K.V. Anivasan
(Director)
(DIN: 01827316)

Sandeep Parikh
(Manager)

Amrisha Shah
(Chief Financial Officer)
Mumbai
Date: April 21, 2016

Ekta Thakurel
(Company Secretary)

1 Background

Reliance Home Finance Limited ('the Company') was incorporated on June 5, 2008 with Registrar of Companies, Maharashtra. The Company is principally engaged in housing finance business and registered with National Housing Bank ('NHB') as housing finance company (HFC), without accepting public deposits, as defined under section 29A of the National Housing Bank Act, 1987.

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. They are in conformity with the accounting principles generally accepted in India ('GAAP'), and comply with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006, specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of the Companies Act, 2013 (the "Act"), the National Housing Bank Act, 1987 and the Housing Finance Companies (NHB) Directions, 2010 as amended from time to time.

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 recognized in the period in which the results are known/materialised.

c Revenue Recognition**i) Interest Income**

Repayment of housing loans is generally by way of Equated Monthly Installments (EMI) comprising of principal and interest. Necessary appropriation is made out of these EMI collections to principal and interest. EMIs commence generally once the entire loan is disbursed. Pending commencement of EMIs, pre-EMI interest is payable on every month. Interest on loans is computed either on an annual rest, half yearly rest, quarterly rest or on a monthly rest basis on the principal outstanding at the beginning of the relevant period.

Interest income is allocated over the contractual term of loan by applying the committed interest rate to the outstanding amount of the loan. Interest income on performing assets is recognized on accrual basis and on non-performing assets on realization basis as per guidelines prescribed by the National Housing Bank.

Fees, charges and additional interest income on delayed EMI/Pre-EMI are recognized on receipt basis.

ii) Processing Fee Income

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

iii) 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 on a monthly basis.

iv) Servicing Fee Income

Servicing fees received is accounted for based on the underlying deal structure of the transaction as per the agreement.

v) Brokerage, Commission and Other Income

Brokerage, Commission and other income is recognized when there is no significant uncertainty as to determination and realization.

vi) Income from Investments

Profit / (Loss) earned from sale of securities is recognised on trade date basis.

vii) Dividend Income

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

d Fixed Asset

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.

e 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.

f Depreciation/Amortisation

Depreciation on tangible assets is provided in accordance with the provisions of Schedule II of the Companies Act, 2013. Tangible assets are depreciated on straight line basis method over the useful life of assets, as prescribed in Part C of Schedule II of the Companies Act, 2013. Intangible assets comprise, computer software are amortised on straight line basis over the useful life of the software up to a maximum of five years commencing from the month in which such software is first installed.

g Loan origination / acquisition cost

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

h Investments

Investments are classified into current investments and long-term investments. In accordance with the Guidelines issued by National Housing Bank (NHB), current investments are carried at lower of cost and fair value and long term investments are carried at cost. However, provision is made to recognize decline other than temporary in the carrying amount of long term investments. Unquoted investments in the units of Mutual Funds in nature of current investment are valued at lower of cost or Net Asset Value declared by Mutual Funds in respect of each particular scheme.

i Discount on Commercial Papers

The difference between the acquisition cost and the redemption value of commercial papers is apportioned on time basis and recognized as discount expense.

j Provision for Standard Assets, Non Performing Assets (NPA) & Doubtful Debts

Provisions on Standard Assets, Non Performing Assets (NPA) & Doubtful Debts are made in accordance with the Prudential Norms as per Housing Finance Companies (NHB) Directions, 2010.

k Securitised Assets

Derecognition of Securitised assets in the books of the Company, recognition of gain or loss arising on Securitisation and accounting for credit enhancement provided by the Company is based on the Guidance Note on Accounting for Securitisation issued by the Institute of Chartered Accountants of India.

l Market Link Debentures

The Company has issued certain market link non-convertible debentures ('MLD'), 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.

m Employee Benefits**i) Provident fund**

Contributions payable to the recognized 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 the 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 on 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 for 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.

iv) Phantom Shares Stock Option

As a long term incentive plan to employees, the Company has initiated Phantom Stock Option plan which are cash settlement rights where the employees are entitled to get cash compensation based on formula linked to fair market value of shares upon exercise of phantom stock option over notional or hypothetical shares, whereby instead of becoming entitled to buy the actual shares on vesting, they become entitled to cash payment equivalent to appreciation in the value over defined base price of share. The present value of the obligation under such plan is determined based on actuarial valuation at the year end and any actuarial gains/ losses are charged to statement of profit and loss as applicable.

n 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.

o Guarantee Fees

Mortgage guarantee fees, which are directly attributable to the loans guaranteed are expensed based on the principal outstanding at the end of the period.

p 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. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving earnings per share, and also the number of equity shares, which could have been issued on the conversion of all dilutive potential shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that reduce profit / (loss) per share are included.

q 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 recognized 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.

r 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 Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting periods is reversed if there has been a change in the estimate of the recoverable amount is treated as impaired, when carrying cost of assets exceeds its recoverable amount.

s 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.

t Cash & Cash Equivalents

In the cashflow statements, cash and cash equivalents includes cash in hand, balance in banks and fixed deposits without lien with original maturities of three months or less

3. Share Capital

(Rupees)

	As at March 31, 2016	As at March 31, 2015
a) Authorised:		
7,50,00,000 Equity Shares of Rs. 10 each (March 31, 2015: 7,50,00,000 Equity Shares of Rs. 10 each)	750,000,000	750,000,000
5,00,00,000 Preference Shares of Rs. 10 each (March 31, 2015: 5,00,00,000 Preference Shares of Rs. 10 each)	500,000,000	500,000,000
	<u>1,250,000,000</u>	<u>1,250,000,000</u>
b) Issued, subscribed & Fully paid up		
6,58,20,000 Equity Shares of Rs. 10 each (March 31, 2015: 6,58,20,000 Equity Shares of Rs. 10 each)	658,200,000	658,200,000
	<u>658,200,000</u>	<u>658,200,000</u>
c) Par Value per Share	Amount in Rs.	Amount in Rs.
Equity	10	10

	As at March 31, 2016		As at March 31, 2015	
	No of Shares	Amount in Rs.	No of Shares	Amount in Rs.
d) Reconciliation of issued, subscribed and fully paid up Share Capital				
<u>Equity Shares</u>				
Opening Balance	65,820,000	658,200,000	65,820,000	658,200,000
Addition during the year	-	-	-	-
Reduction during the year	-	-	-	-
Closing Balance	65,820,000	658,200,000	65,820,000	658,200,000

e) Rights, Preferences and Restrictions :

1 Voting Rights :

The equity share holders of the Company have voting rights only and no rights toward dividend. 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.

2 Dividends :

The Company shall not declare and /or pay dividend on any of its Share Capital.

f) Shares held by holding company i.e. Reliance Capital Limited including jointly Held

		As at March 31, 2016		As at March 31, 2015	
		No of Shares	Amount in Rs.	No of Shares	Amount in Rs.
Equity Shares	%				
Reliance Capital Limited	100%	65,819,980	658,199,800	65,819,980	658,199,800
Reliance Capital Limited and its nominees	0%	20	200	20	200
Total	100%	65,820,000	658,200,000	65,820,000	658,200,000

- g) Out of the above equity shares 3,29,10,000 equity shares (Previous Year 3,29,10,000 equity shares) were allotted as fully paid-up bonus shares to its existing equity share holders in the financial year 2012-13.

4. Reserves and Surplus

(Rupees)

	As at March 31, 2016		As at March 31, 2015	
a) <u>Statutory Reserve</u> (As per Section 29C of the National Housing Bank Act, 1987) <u>Special Reserve Fund #</u>				
Opening Balance as per Last Balance sheet	425,797,466		287,671,010	
Add: Transfer from Surplus in Statement of Profit & Loss	173,513,789		138,126,456	
		599,311,255		425,797,466
b) <u>Securities Premium Account</u> As Per Last Balance Sheet		2,551,800,000		2,551,800,000
c) <u>Surplus in Statement of Profit & Loss</u> As Per Last Balance Sheet	1,697,831,034		1,145,325,210	
Add: Transfer from Statement of Profit & Loss	867,568,946		690,632,280	
Less : Transfer to Special Reserve Fund	173,513,789		138,126,456	
		2,391,886,191		1,697,831,034
		5,542,997,446		4,675,428,500

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

#In terms of requirement of NHB's Circular No. NHB(ND)/DRS/Pol.Circular.61/2013-14 dated April 7, 2014 following information on Reserve Fund under section 29C of the National Housing Bank Act, 1987 is provided.

Particulars	As at March 31, 2016	As at March 31, 2015
Balance at the beginning of the year		
a) Statutory reserve u/s. 29C of the NHB Act, 1987	425,797,466	287,671,010
b) Amount of Special Reserve u/s. 36(1)(viii) of the Income tax Act, 1961 taken into account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987	-	-
	<u>425,797,466</u>	<u>287,671,010</u>
Addition / Appropriation / Withdrawal during the year		
Add :		
a) Amount transferred u/s 29C of the NHB Act, 1987	173,513,789	138,126,456
b) Amount of Special Reserve u/s 36(1)(viii) of the Income Tax Act, 1961 taken into account for the purpose of Statutory Reserve u/s. 29C of the NHB Act, 1987	-	-
	<u>173,513,789</u>	<u>138,126,456</u>
Less :		
a) Amount appropriated from Statutory Reserve u/s 29C of the NHB Act, 1987	-	-
b) Amount withdrawn from Special Reserve u/s 36(1)(viii) of the Income Tax Act, 1961 which has been taken into account for the purpose of provision u/s 29C of the NHB Act, 1987	-	-
	<u>173,513,789</u>	<u>138,126,456</u>
Balance at the end of the year		
a) Statutory Reserve u/s 29C of the NHB Act, 1987	599,311,255	425,797,466
b) Amount of Special Reserve u/s 36(1)(viii) of the Income Tax Act, 1961 taken into account for the purpose of Statutory Reserve u/s 29C of the NHB Act, 1987	-	-
	<u>599,311,255</u>	<u>425,797,466</u>

Note : The special reserve created as per Section 29 C of the NHB Act, 1987, qualifies for deduction as specified u/s 36 (1) (viii) of the Income Tax Act, 1961 and accordingly Company has been availing tax benefits for such transfers.

5. Long-term borrowings	As at March 31, 2016	As at March 31, 2015
		(Rupees)
Non convertible Debentures (Refer Note 26)		
Secured	4,915,701,524	3,000,204,880
Unsecured (Subordinated Tier II Series)	2,730,000,000	1,480,000,000
Term Loans from Banks (Refer Note 27)		
Secured	38,544,358,459	23,759,597,124
	<u>46,190,059,983</u>	<u>28,239,802,004</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

6. Deferred Tax Liabilities		(Rupees)	
Particulars	As at March 31, 2016	As at March 31, 2015	
Deferred tax Liability disclosed in the Balance Sheet comprises the following :			
a) Deferred Tax Liability			
Related to Fixed Assets	17,891,873	6,833,338	
Unamortised Expenditure	92,707,856	121,620,090	
Special Reserve Fund	151,899,640	107,201,940	
Total	262,499,369	235,655,368	
b) Deferred Tax Asset			
Disallowance under the Income Tax Act, 1961	(6,124,930)	(983,392)	
Provision for NPA/ diminution in the value of Assets	(176,108,439)	(137,171,976)	
Total	(182,233,369)	(138,155,368)	
Net Deferred Tax Liabilities/(Asset) (a) - (b)	80,266,000	97,500,000	
7. Other non-current liabilities		(Rupees)	
	As at March 31, 2016	As at March 31, 2015	
a) Collateral deposit from customers	-	33,453,548	
b) Interest accrued and not due on borrowings	28,366,409	182,788	
	28,366,409	33,636,336	
8. Long Term Provisions		(Rupees)	
	As at March 31, 2016	As at March 31, 2015	
a) Provision for Employees Benefits (Refer Note 32)			
Leave Encashment	5,154,310	2,770,371	
b) Provision for Standard Assets	305,754,573	231,844,683	
	310,908,883	234,615,054	
9. Short-term borrowings		(Rupees)	
	As at March 31, 2016	As at March 31, 2015	
a) From Banks			
Cash Credit facilities - Secured (Refer Note 1 below)	2,744,780,509	960,764,860	
b) From Others			
Commercial Papers - Unsecured (Refer Note 2 below)	4,938,175,978	7,194,408,142	
	7,682,956,487	8,155,173,002	

Notes :

1 Cash credit from banks referred above are secured as follows :

- a Cash Credit of Rs.1,250,032,544 (Previous year Rs.Nil), secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of the Company, 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 Rs.1,377,454,867(Previous year Rs.Nil).
 - b Cash Credit Rs.499,710,200 (Previous year Rs.Nil), secured by pari passu first charge in favor of the lender on all the standard book debts, outstanding moneys, receivable claims of the Company, 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 Rs.549,681,220 (Previous year Rs.Nil).
 - c Cash Credit Rs. 995,037,765 (Previous year Rs. 960,764,860), secured by hypothecation of book-debts/receivables (standard only) of the Company on pari-passu basis with other secured lenders, against security not exceeding Rs. 1,099,972,500(Previous year Rs.1,100,000,000).
- 2 In respect of Commercial Papers referred above, maximum face value amount outstanding during the year was Rs.11,700,000,000 (Previous year Rs.8,800,000,000).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

10. Trade Payables	(Rupees)	
	As at March 31, 2016	As at March 31, 2015
Due to Micro, Medium & Small	-	-
Due to Others	19,200,343	23,182,745
Due to Related Party	-	-
	<u>19,200,343</u>	<u>23,182,745</u>

Note:

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. At any point of time during the year there is no liability due for payment to such micro, small and medium enterprises.

11. Other Current Liabilities	(Rupees)	
	As at March 31, 2016	As at March 31, 2015
a) Current maturities of long term debts - Secured (Refer Note 26 & 27)		
(i) Non convertible Debentures	447,245,822	1,263,000,000
(ii) Term Loans from Banks	11,162,740,000	6,561,100,000
b) Interest accrued and not due on borrowings	291,217,928	262,059,774
c) Advance from Customers	344,035,012	96,871,547
d) Payable under Securitisation / Assignment (Net)	194,787,210	284,892,457
e) Temporary Book Overdraft (Refer Note 1 below)	3,553,877,995	4,876,238,001
f) Other Payables (Refer Note 2 below)	361,835,381	68,581,025
g) Collateral Deposit from Customers	5,440,000	-
	<u>16,361,179,348</u>	<u>13,412,742,804</u>

Notes:

- 1 Temporary Book Overdraft of Rs. 3,553,877,995 (Previous Year Rs. 4,876,238,001) represents cheques issued towards disbursements to borrowers for Rs. 3,539,328,730 (Previous Year Rs.4,865,490,284) and cheques issued for payment of expenses of Rs. 14,549,265 (Previous Year Rs.10,747,717), but not encashed as at March 31, 2016.
- 2 Other Payables includes TDS, statutory payments and other liabilities.

12. Short Term Provisions	(Rupees)	
	As at March 31, 2016	As at March 31, 2015
a) Provision for Employees Benefits (Refer Note 32)		
Leave Encashment	101,487	71,143
Gratuity	12,995,611	-
b) Provision for Standard Assets	46,719,274	43,575,872
c) Income Tax Provision [Net off TDS & Advance Tax Rs. 1,32,61,88,308 (Previous Year Rs. Nil)]	1,971,692	-
	<u>61,788,064</u>	<u>43,647,015</u>

RELIANCE HOME FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Note "13"

Fixed Assets

Sr. No.		Gross Block				Depreciation			Net Block			(Rupees)
		As at April,1 2015	Addition	Deletion/ Adjustments	As at 31, 2016	As at April,1 2015	Depreciation	Deletion/ Adjustments	Upto March 31, 2016	As at 31, 2016	As at March 31, 2015	
(i)	Tangible Assets											
1	Office Equipments	244,300	-	-	244,300	244,300	-	-	244,300	-	-	-
2	Buildings	394,047,400	55,769,981	-	449,817,381	59,640	6,935,385	-	6,995,025	442,822,356	393,987,760	
3	Data Processing Machineries	109,708	-	-	109,708	86,029	23,679	-	109,708	-	23,679	
	Total	394,401,408	55,769,981	-	450,171,389	389,969	6,959,064	-	7,349,033	442,822,356	394,011,439	
	Previous Year	1,019,208	393,382,200	-	394,401,408	373,427	16,542	-	389,969	394,011,439		

(ii)	Intangible Assets											
	Computer Software	8,509,647	-	-	8,509,647	7,991,565	200,211	-	8,191,776	317,871	518,082	
	Total	8,509,647	-	-	8,509,647	7,991,565	200,211	-	8,191,776	317,871	518,082	
	Previous Year	7,909,647	600,000	-	8,509,647	7,695,540	296,025	-	7,991,565	518,082		

Note :

- 1 In respect of Intangible Assets :
 - a) It is other than internally generated.
 - b) Balance useful life is 2 years (Previous year 3 years) for additions during the financial year 2014-15.
- 2 Buildings acquired during the year is against settlement of Income from Brokerage Commission on Property Solution.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

14.	Non current investments	(Rupees)			
		Quantity		Value	
	Face Value / Issue Price	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
Other investments - Unquoted, fully paid-up					
Pass Through Certificates ('PTC')					
	Cabaletta IFMR Capital 2015 -Series -A2 PTC 18 Dec.15	1 84 008	-	1 11 68 559	-
	Hysminai IFMR Capital 2015 - Series -A2 PTC 30 Oct.15	9 93 370	-	40 03 465	-
	IFMR Capital Mosec Glaucus 2015 - Series -A2 PTC 01 Sep.15	18 54 181	-	1 11 58 220	-
	IFMR Capital Mosec Vulcan 2015 - Series A2 PTC 30 Sep.15	5 93 180	-	1 23 80 198	-
	Libertas IFMR Capital 2015 - Series A2 PTC 30 Nov. 15	1 52 39 096	-	1 52 58 195	-
	Lucina IFMR Capital 2015 - Series -A2 PTC 30 Nov.15	2 37 936	-	95 08 966	-
	Manto IFMR Capital 2015 - Series -A2 PTC 19 Nov. 15	31 98 234	-	32 35 611	-
	Sol IFMR Capital 2015 -Series -A2 PTC 30 Oct. 15	10 430	-	26 97 731	-
				6 94 10 945	-

Notes :

1 The aggregate value of investments:	As at March 31, 2016		As at March 31, 2015	
	Book Value	Market Value	Book Value	Market Value
Quoted	-	-	-	-
Unquoted	6 94 10 945	-	-	-
TOTAL	6 94 10 945	-	-	-
2 The aggregate Provision for diminution in the value of investments:	March 31, 2016		March 31, 2015	
Quoted	-	-	-	-
Unquoted	-	-	-	-
TOTAL	-	-	-	-
3 Basis of Valuation	March 31, 2016		March 31, 2015	
	at cost		at cost	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

15. Long Term Loans and Advances		(Rupees)	
	As at March 31, 2016	As at March 31, 2015	
a) Security Deposits (Unsecured)	500,000		600,042
b) Loans (Secured)			
(i) Considered Good			
Housing loans :			
Individuals	33,129,718,751	21,463,582,819	
Others	9,425,799,775	8,041,212,409	
Officer of the Company	12,682,410	-	
	42,568,200,936		29,504,795,228
Commercial loans	16,468,021,300		13,785,040,629
(ii) Considered Doubtful			
Housing loans :			
Individuals	410,056,100	420,245,435	
Others	11,257,049	25,303,620	
	421,313,149	445,549,055	
Less: Provision for NPA & Doubtful Debts	102,484,191	99,232,346	
	318,828,958		346,316,709
Commercial loans	177,836,778	53,260,844	
Less: Provision for NPA & Doubtful Debts	35,384,000	11,959,929	
	142,452,778		41,300,915
c) Installments Due (Secured) Considered doubtful			
Principal Overdue	56,928,615	32,688,429	
Less: Provision for NPA & Doubtful Debts	17,183,734	9,746,326	
	39,744,881		22,942,103
d) Balance with Service Tax Authorities	5,371,759		4,401,622
e) Taxes Paid [Net off Income Tax Provision Rs. Nil (Previous Year Rs. 81,14,50,000)]	-		1,764,087
	<u>59,543,120,612</u>		<u>43,707,161,335</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

16. Other Non Current Assets		(Rupees)	
	As at March 31, 2016	As at March 31, 2015	
a) Receivable from Trustee under Securitisation (Secured)	61,790,864	46,794,023	
b) Fixed Deposits with banks (Having maturity period more than 12 months and kept as margin money for Market Link Debentures)	69,700,000	-	
c) Unamortised Expenditure (Unsecured)			
(i) Unamortised DSA Commission	246,969,432	184,770,698	
Add: Incurred during the Year	206,850,719	134,875,669	
Less: Amortised during the year	106,027,271	72,676,935	
	347,792,880	246,969,432	
Less: to be amortised over the next one year	33,361,002	26,606,117	
(Refer Note 20 (b))	314,431,878	220,363,315	
(ii) Unamortised Brokerage on Borrowing	65,667,712	68,887,445	
Add: Incurred during the Year	4 30 70 648	87 47 347	
Less: Amortised during the year	14,654,656	11,967,080	
	94,083,704	65,667,712	
Less: to be amortised over the next one year	16,632,294	11,375,751	
(Refer Note 20 (b))	77,451,410	54,291,961	
(iii) Unamortised Mortgage guarantee fees	38,323,927	-	
Add: Incurred during the Year	29,214,897	40,321,927	
Less: Amortised during the year	10,992,233	1,998,000	
	56,546,591	38,323,927	
Less: to be amortised over the next one year	14,473,781	1,618,100	
(Refer Note 20 (b))	42,072,810	36,705,827	
d) Prepaid Expenses (Unsecured)	5,636,511	2,336,157	
	<u>571,083,473</u>	<u>360,491,283</u>	

17. Current investments

(Rupees)

	Face Value / Issue Price	Quantity As at March 31, 2016	Quantity As at March 31, 2015	Value As at March 31, 2016	Value As at March 31, 2015
Current portion of Long-term investments					
Other Investments - Unquoted fully paid up					
Pass Through Certificates (PTC)					
Aergia IFMR Capital 2015 - Series-A2 PTC 30 Nov.15		10 910	-	80 85 184	-
Alcibie IFMR Capital 2015 - Series-A2 PTC 27 Nov.15		50 88 847	-	1 56 66 073	-
Arcas IFMR Capital 2015 - Series-A2 PTC 30 Sep.15		29 59 786	-	2 41 16 990	-
Brizo IFMR Capital 2015 - Series-A2 PTC 17 Aug.15		11 996	-	1 37 04 384	-
Cabaletta IFMR Capital 2015 -Series -A2 PTC 18 Dec.15		1 84 008	-	96 03 212	-
Cadmus IFMR Capital 2015 - Series-A2 PTC 05 Nov.15		84 107	-	2 21 47 534	-
Caerus IFMR Capital 2015- Series-A2 PTC 20 May 15		1 15 00 550	-	1 16 05 651	-
Comus IFMR Capital 2015 - Series-A3 PTC 18 Sep.15		43 59 442	-	44 92 297	-
Delphin IFMR Capital 2015 - Series-A3 PTC 28 Oct.15		13 17 492	-	13 60 213	-
Geloos IFMR Capital 2015 - Series-A2 PTC 29 May.15		37 10 714	-	37 63 726	-
Hysminai IFMR Capital 2015 - Series -A2 PTC 30 Oct.15		9 93 370	-	1 28 242	-
IFMR Capital Mosec Aethon 2015 - Series-A2 PTC 28 Feb.15		8 77 31 640	-	10 46 66 738	-
IFMR Capital Mosec Agon 2015 - Series-A2 PTC 28 Feb.15		2 11 82 283	-	2 78 01 758	-
IFMR Capital Mosec Atlas 2014 -Series-A2 PTC 30 Dec.14		1 10 43 440	-	1 47 33 862	-
IFMR Capital Mosec Boreas 2015- Series-A3 PTC 04 March 15		19 28 565	-	7 12 42 427	-
IFMR Capital Mosec Glaucus 2015 - Series A2 PTC 01 Sep.15		18 54 181	-	8 19 41 587	-
IFMR Capital Mosec Hercules 2015- Series-A2 PTC 27 March 15		4 20 577	-	1 85 55 456	-
IFMR Capital Mosec Maia 2014 - Series-A2 PTC 29 Nov.14		2 66 412	-	3 42 33 786	-
IFMR Capital Mosec Muse 2014 -Series-A2 PTC 31 Dec.14		46 202	-	7 41 14 496	-
IFMR Capital Mosec Rhea 2014- Series-A3 PTC 26 Nov.14		1 32 301	-	1 59 50 718	-
IFMR Capital Mosec Vulcan 2015 - Series A2 PTC 30 Sep.15		5 93 180	-	1 38 80 396	-
IFMR Capital Mosec Zephyrus 2015- Series-A2 PTC 30 Jan.15		1 80 310	-	5 56 24 044	-
Karpo IFMR Capital 2015- Series-A2 PTC 31 July 15		1 05 137	-	1 45 54 175	-
Libertas IFMR Capital 2015 - Series A2 PTC 30 Nov. 15		1 52 39 096	-	2 84 492	-
Lucina IFMR Capital 2015 - Series -A2 PTC 30 Nov.15		2 37 936	-	1 07 00 828	-
Manto IFMR Capital 2015 - Series -A2 PTC 19 Nov. 15		31 98 234	-	1 32 59 653	-
Maximus SBL IFMR Capital 2015- Series-A2 PTC 25 March 15		2 30 687	-	54 53 744	-
Oread IFMR Capital 2015- Series-A2 PTC 04 Dec.15		26 19 627	-	79 32 481	-
Piutus IFMR Capital 2015- Series-A2 PTC 29 July 15		26 345	-	1 11 87 819	-
Sol IFMR Capital 2015 -Series -A2 PTC 30 Oct. 15		10 430	-	18 01 779	-
Soter IFMR Capital 2015- Series-A2 PTC 29 July 15		1 72 31 619	-	1 74 79 619	-
Thrasos IFMR Capital 2015- Series-A2 PTC 15 May 15		1 14 58 746	-	1 16 28 520	-
Vesta IFMR Capital 2015- Series-A2 PTC 07 Aug.15		9 825	-	1 30 63 577	-
				73 47 65 461	-

Notes :

1 The aggregate value of investments:

	As at March 31, 2016		As at March 31, 2015	
	Book Value	Market Value	Book Value	Market Value
Quoted	-	-	-	-
Unquoted	73 47 65 461	-	-	-
TOTAL	73 47 65 461	-	-	-

2 The aggregate Provision for diminution in the value of investments:

	As at March 31, 2016	As at March 31, 2015
Quoted	-	-
Unquoted	-	-
TOTAL	-	-

3 Basis of Valuation

As at March 31, 2016	As at March 31, 2015
at cost	at cost

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

18. Cash & Bank Balance	(Rupees)	
	As at March 31, 2016	As at March 31, 2015
Cash & Cash equivalents		
Balance with Banks in Current Accounts	6,768,032,111	3,151,253,423
Cash on hand	2,773,344	217,788
	<u>6,770,805,455</u>	<u>3,151,471,211</u>
Other Bank Balances		
Fixed Deposits with banks #	430,427,591	399,850,496
(Having maturity period more than 3 months but less than 12 Months)	<u>430,427,591</u>	<u>399,850,496</u>
	<u>7,201,233,046</u>	<u>3,551,321,707</u>

In respect of Fixed Deposits with Banks Rs.400,427,591 (Previous Year Rs. 399,850,496) is kept as credit enhancement towards securitisation/assignment transactions, and Rs. 30,000,000 (Previous Year Rs. Nil) is kept as margin money deposits for Market Link Debentures.

19. Short-term loans and advances	(Rupees)	
	As at March 31, 2016	As at March 31, 2015
a) Loans repayments within next 12 months (Secured)		
Considered Good		
Housing loans :		
Individuals	1,531,432,334	728,182,171
Others	3,985,490,294	3,869,771,663
Officer of the Company	<u>1,076,815</u>	-
	551,79,99,443	459,79,53,834
Commercial loans	1,977,388,332	2,452,856,690
b) Installments Due (Secured) Considered good	338,681,339	88,326,171
c) Prepaid expenses (Unsecured)	3,275,705	1,137,669
d) Sundry Advances (Unsecured)	14,379,481	3,215,048
	<u>7,851,724,300</u>	<u>7,143,489,412</u>

20. Other Current Assets	(Rupees)	
	As at March 31, 2016	As at March 31, 2015
a) Interest Accrued on		
Fixed Deposits	2,830,279	987,480
Long term Investments	203,694	-
Loans and advances	<u>432,937,805</u>	<u>372,984,345</u>
	435,971,778	373,971,825
b) Unamortised Expenditure		
DSA Commission	33,361,002	26,606,117
Brokerage on Borrowing	16,632,294	11,375,751
Mortgage guarantee fees	<u>14,473,781</u>	<u>1,618,100</u>
	64,467,077	39,599,968
c) Mark-to-Market Margin		
Equity Index Futures & Options	21,006,044	3,362,409
	<u>521,444,899</u>	<u>416,934,202</u>

21. Revenue from operation		(Rupees)	
	2015-16	2014-15	
a) Interest income			
Interest on:			
Housing and Other Loans	7,269,019,672	4,379,146,732	
Fixed Deposits	38,031,937	38,872,510	
Investments	66,885,504	-	
	7,373,937,113	4,418,019,242	
b) Other Financial income			
Processing Fee income	401,297,355	434,206,830	
Foreclosure & Other Operating Charges	159,534,875	161,813,993	
Brokerage Commission on Property Solution	91,944,697	67,525,615	
	652,776,927	663,546,438	
Less : Service Tax Recovered	81,173,288	72,992,470	
	571,603,639	590,553,968	
c) Bad Debts Recovered	14,855,939	919,529	
	7,960,396,691	5,009,492,739	
22. Other Income			(Rupees)
	2015-16	2014-15	
a) Profit on Sale of Current Investments (Net)	189,509,617	115,454,143	
b) Miscellaneous income	390,353	233,329	
c) Credit Balance / Excess Provision Written Back	-	861,880	
	189,899,970	116,549,352	
23. Employee Benefits Expense			(Rupees)
	2015-16	2014-15	
Payments to and Provision for Employees (Including Managerial Remuneration)			
- Salary & Bonus etc # [Refer Note 34 (b)]	665,187,214	323,977,491	
- Contribution to Provident fund and other Funds	35,036,176	18,706,198	
- Staff Welfare & other amenities	9,971,271	5,690,357	
	710,194,661	348,374,046	

24. Finance Cost		(Rupees)	
	2015-16	2014-15	
a) Interest Expense			
Term Loan From Banks	4,113,269,675	2,485,974,942	
Cash Credit From Banks	10,113,651	11,812,172	
Non Convertible Debentures	621,214,005	479,421,682	
Body Corporates	1,099,694	1,274,478	
	4,745,697,025		2,978,483,274
b) Other Borrowing Cost			
Amortised Brokerage [Refer Note 16 (c)(ii)]	14,654,656	11,967,080	
Discount on Commercial Papers	598,651,978	176,329,213	
Processing Charges	280,332	208,800	
	613,586,966		188,505,093
	5,359,283,991		3,166,988,367
25. Administration & Other Charges		(Rupees)	
	2015-16	2014-15	
Auditor's Remuneration [Refer Note 31]	1,600,000	800,000	
Bad Debts Written Off	37,555,656	45,905,071	
Bank Charges	3,139,044	2,987,322	
Credit Cost	3,794,121	9,599,276	
Collection Cost	12,691,815	9,120,609	
Corporate Social Responsibility Expenditures [Refer Note 41]	13,900,000	9,800,000	
Directors' Sitting Fees	1,625,376	1,231,688	
Amortised DSA Commission [Refer Note 16 (c)(i)]	106,027,271	72,676,935	
Amortised Guarantee Commission [Refer Note 16 (c)(iii)]	10,992,233	1,998,000	
Infrastructure Cost #	38,545,800	38,224,800	
Legal & Professional Fees	99,139,937	62,976,298	
Marketing Expenses	136,564,648	117,783,162	
Management Expenses	32,175,000	31,854,000	
Miscellaneous Expenses	22,921,743	20,920,875	
Postage, Telegram & Telephone	2,954,835	695,672	
Provision for Standard Asset	77,053,293	77,841,181	
Provision for NPA & Doubtful Debts	44,040,170	11,252,675	
Printing and Stationary	2,667,447	2,527,307	
Rates and Taxes	9,818,758	5,831,913	
Repairs & Maintenance-Others	5,034,359	2,502,683	
Travelling & Conveyance	44,372,282	24,750,364	
	706,613,788	551,279,831	

Note:

- # According to the agreement entered into by the Company with its holding company i.e. Reliance Capital Limited for utilizing their office premises including all other amenities, infrastructure and employees at various locations of the Company.[Refer Note 34(b) on Related Party Transactions]

26. Security clause, Maturity profile & Rate of interest in respect of Non convertible Debentures

a Secured Non convertible Debentures referred above 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.

b Maturity profile of Non convertible Debentures are as set out below:

Interest Rate	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-26	Total
#	69,747,346	-	84,744,500	-	-	-	-	-	-	154,491,846
MLD	70,000,000	459,236,000	120,662,500	414,057,000	-	-	-	-	-	1,063,955,500
8.80%	-	-	-	-	250,000,000	-	-	-	-	250,000,000
8.82%	-	-	-	-	-	-	200,000,000	-	-	200,000,000
8.85%	75,000,000	-	-	-	-	-	-	-	-	75,000,000
9.00%	-	-	-	-	600,000,000	-	-	-	180,000,000	780,000,000
9.05%	32,500,000	-	-	150,000,000	-	-	-	-	-	182,500,000
9.09%	-	-	50,000,000	-	-	-	-	-	-	50,000,000
9.15%	-	-	-	-	-	200,000,000	-	-	150,000,000	350,000,000
9.25%	-	-	550,000,000	-	-	-	-	100,000,000	270,000,000	920,000,000
9.35%	-	-	-	-	-	-	-	300,000,000	-	300,000,000
9.45%	-	-	-	-	-	-	100,000,000	-	-	100,000,000
9.48%	-	-	-	-	-	-	-	-	10,000,000	10,000,000
9.50%	-	-	50,000,000	-	-	-	-	250,000,000	700,000,000	1,000,000,000
9.52%	-	-	-	-	-	-	-	150,000,000	-	150,000,000
9.70%	-	-	100,000,000	-	-	-	-	-	-	100,000,000
9.75%	50,000,000	-	-	100,000,000	-	-	-	-	-	150,000,000
9.80%	-	-	-	150,000,000	-	-	-	-	150,000,000	300,000,000
9.90%	150,000,000	-	-	-	-	-	-	17,000,000	-	167,000,000
10.00%	-	400,000,000	-	-	-	-	160,000,000	-	-	560,000,000
10.10%	-	200,000,000	-	-	-	-	-	-	-	200,000,000
10.33%	-	-	-	-	-	-	450,000,000	-	-	450,000,000
10.40%	-	-	-	-	-	-	500,000,000	-	-	500,000,000
10.60%	-	-	-	-	-	-	80,000,000	-	-	80,000,000
Total	447,247,346	1,059,236,000	955,407,000	814,057,000	850,000,000	200,000,000	1,490,000,000	817,000,000	1,460,000,000	8,092,947,346

Zero Coupon Deep Discount Non- Convertible Debentures

MLD = Market Link Non- Convertible Debentures

27. Security clause & Maturity profile in respect to secured loans from banks

Term loans from Banks [Referred in Note 5] and current maturity of long term debts [Refer Note 11 (a)(ii)] includes :

- Term loans Rs.34,124,531,294 (Previous year Rs. 25,95,43,50,152) secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of the Company, 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 Rs.37,654,155,033 (Previous year Rs. 28,63,79,58,913).
- Term loans Rs 13,448,886,375 (Previous year Rs. 1,00,00,00,000) secured by pari passu first charge in favor of the lender on all the standard book debts, outstanding moneys, receivable claims of the Company, 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 Rs.14,898,263,413 (Previous year Rs. 1,11,00,00,000).
- Term loans Rs. 1,799,630,298 (Previous year Rs. 2,49,95,15,795) secured by hypothecation of book-debts/receivables (standard only) of the Company on pari-passu basis with other secured lenders, against security not exceeding Rs. 1,990,689,638 (Previous year Rs. 2,76,61,12,013).
- Term loans Rs. 334,050,492 (Previous year Rs. 86,68,31,177) secured secured by pari passu first charge in favor of the lender on all the book debts, outstanding moneys, receivable claims of the Company, against security not exceeding Rs. 400,860,590 (Previous year Rs. 1,04,01,97,413).

e Maturity profile of Secured Term Loans from banks are as set out below:

(Amount in Rs)	
Year	Principal Repayment
2016-17	11,162,740,000
2017-18	12,528,328,459
2018-19	10,932,630,000
2019-20	8,783,400,000
2020-21	3,900,000,000
2021-22	1,500,000,000
2022-23	900,000,000
Total	49,707,098,459

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

28. As on April 26, 2010 the Company had entered into Business Transfer Agreements ('BTA') with its holding company i.e. Reliance Capital Limited ('RCL') to transfer the RCL's home finance business to the Company at book value, such that the entire economic risk and reward of the RCL's home finance business passes to the Company from the commencement of business on the value date i.e. April 1, 2010. As on January 31, 2011 the BTA further amended between the Company and Reliance Capital Limited, as per the amended BTA with RCL:
- The RCL holds loan assets of Rs. 4,41,10,823 (Previous year Rs. 4,62,46,178) of the Company in the capacity of trust as on March 31, 2016.
 - During the year the Company has taken the following assets, income and expenses from the RCL :
 - Interest & other income of Rs. 61,95,062 (Previous year Rs. 90,27,789)
 - Interest & other expenses of Rs. 1,46,31,394 (Previous year Rs. 1,54,86,531)
29. The information related to securitisation and assignment made by the Company, as an originator is given below:

Particulars	Unit	Securitisation Outside	Assignment Outside	Total Outside
Total number of loan assets Securitized / Assigned	Nos.	- (-)	1,361 (672)	1,361 (672)
Total book value of loan assets Securitized / Assigned (Including MRR)	Rs.	- (-)	1,987,345,908 (2,841,828,628)	1,987,345,908 (2,841,828,628)
Sale consideration received for the Securitized / Assigned assets (Including MRR)	Rs.	- (-)	1,987,345,908 (2,841,828,628)	1,987,345,908 (2,841,828,628)
Net gain on account of Securitization / Assigned	Rs.	- (-)	- (-)	- (-)
Outstanding Credit Enhancement (Funded)	Rs.	119,403,600 (119,403,600)	281,023,991 (280,446,896)	400,427,591 (399,850,496)
Outstanding Liquidity Facility	Rs.	- (-)	- (-)	- (-)
Net Outstanding Servicing Liability	Rs.	10,665,135 (16,353,140)	184,122,075 (268,539,317)	194,787,210 (284,892,457)

Notes :

- Figures in bracket represent previous year's figures.
- MRR means minimum retention requirements.

a) Disclosures for Securitisation Transactions :

(i) Securitisation :

Sr. No.	Particulars	As at March 31, 2016 (No. / Amount in Rs.)	As at March 2015 (No. / Amount in Rs.)
1	No. of SPVs sponsored by the Company for Securitisation Transactions (Nos.)	2	2
2	As on March 31, 2016, total amount of securitised assets as per books of the SPVs sponsored by the Company (Rupees)	539,276,130	685,781,366
3	Total amount of exposures retained by the Company to comply with Minimum Retention Requirement (MRR) as on the date of balance sheet		
	a) Off-balance sheet exposures		
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures		
	• First loss	119,403,600	119,403,600
	• Others	-	-
4	Amount of exposures to securitisation transactions other than Minimum Retention Requirement (MRR)		
	a) Off-balance sheet exposures		
	i) Exposure to own securitizations		
	• First loss	-	-
	• Others	-	-
	ii) Exposure to third party securitizations		

RELIANCE HOME FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Sr. No.	Particulars	As at March 31, 2016 (No. / Amount in Rs.)	As at March 2015 (No. / Amount in Rs.)
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures		
	i) Exposure to own securitizations		
	• First loss	-	-
	• Others	-	-
	ii) Exposure to third party securitizations		
	• First loss	-	-
	• Others	-	-

(ii) Direct Assignments :

Sr. No.	Particulars	As at March 31, 2016 (No. / Amount in Rs.)	As at March 2015 (No. / Amount in Rs.)
1	No of Direct Assignments (Nos.)	15	13
2	Total amount of assigned assets as per books of the Assignor (Rupees)	6,292,417,514	6,887,597,935
3	Total amount of exposures retained by the Assignor to comply with Minimum Retention Requirement (MRR) as on the date of balance sheet		
	a) Off-balance sheet exposures		
	• First loss	-	-
	• Others	-	-
	b) On-balance sheet exposures		
	• First loss	-	-
	• Others	538,321,704	582,113,088
4	Amount of exposures to Assignment transactions other than Minimum Retention Requirement (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	281,023,991	280,446,896
	• Others	-	-
	ii) Exposure to third party Assignments		
	• First loss	-	-
	• Others	220,910,973	-

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

31. Auditors' Remuneration :

Particulars	2015-16	2014-15
i) Audit Fees	600,000	600,000
ii) Tax Audit Fees	200,000	200,000
iii) Certification Fees	300,000	-
iv) Limited Review Fees (includes Rs. 200,000 for 2014-15)	500,000	-
Total	16,00,000	800,000

(In Rupees)

32. Employee Benefits :

a) Defined contribution plan

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

(In Rupees)

Particulars	2015-16	2014-15
i) Employer's Contribution to Provident Fund and LWF	14,269,471	8,603,918
ii) Employer's Contribution to Pension Scheme	7,719,464	3,001,012
Total	21,988,935	11,604,930

b) Defined Benefit plans

The following table summarise the components of the net employee benefit expenses recognized 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. The said information is based on certificates provided by the actuary.

Gratuity (Funded)

(In Rupees)

PARTICULARS	2015-16	2014-15
I. Assumptions :		
Discount Rate	8.01 %	7.96 %
Rate of Return on Plan Assets	8.01 %	7.96 %
Salary Escalation	6.00 %	6.00 %
II. Table Showing Change in Benefit Obligation :		
Liability at the beginning of the year	13,592,214	7,149,076
Interest Cost	1,081,940	672,728
Current Service Cost	2,235,159	1,247,911
Liability Transferred in / Acquisitions	7,360,847	-
Benefit Paid	(4,531,625)	(1,814,660)
Actuarial (gain)/loss on obligations -Due to change in Financial Assumptions	(199,306)	3,373,046
Actuarial (gain)/loss on obligations -Due to change in Demographic Assumptions	1,527,223	-
Actuarial (gain)/loss on obligations -Due to Experience	8,525,347	2,964,113
Liability at the end of the Year	29,591,799	13,592,214
III. Tables of Fair value of Plan Assets :		
Fair Value of Plan Assets at the beginning of the Year	13,643,843	7,206,009
Expected Return on Plan Assets	1,086,050	678,085
Contributions	-	7,095,963
Benefit Paid	(4,531,625)	(1,814,660)
Actuarial gain/(loss) on Plan Assets	(911,298)	478,446
Fair Value of Plan Assets at the end of the Year	9,286,970	13,643,843
Total Actuarial Gain/(Loss) To Be Recognised	10,764,562	5,858,713
IV. Actual Return on Plan Assets :		
Expected Return on Plan Assets	1,086,050	678,085
Actuarial gain/(loss) on Plan Assets	(911,298)	478,446
Actual Return on Plan Assets	174,752	1,156,531
V. Amount Recognised in the Balance Sheet :		
Liability at the end of the Year	(29,591,799)	(13,592,214)
Fair Value of Plan Assets at the end of the Year	9,286,970	13,643,843
Difference	(20,304,829)	51,629
Amount Recognised in the Balance Sheet #	(20,304,829)	51,629
VI. Expenses Recognised in the Statement of Profit & Loss :		
Current Service Cost	2,235,159	1,247,911
Interest Cost	(4,110)	(5,357)
Actuarial (Gain)/Loss	10,764,562	5,858,713
Expense Recognised in Statement of Profit & Loss	12,995,611	7,101,267
VII. Amount Recognised in the Balance Sheet :		
Opening net liability	(51,629)	(56,933)
Expense as above	12,995,611	7,101,267
Net Liability / (Asset) Transfer In #	7,360,847	-
Employers Contribution	-	(7,095,963)
Net Liabilities/(Assets) Recognised in Balance Sheet #	20,304,829	(51,629)
VIII. Experience Adjustment		

PARTICULARS	2015-16	2014-15
Plan Assets	-	-
Defined benefit obligations	-	-
Amount not recognised as an Asset	-	-
Surplus / (Deficit)	-	-
Experience adjustment on Plan Assets	(911,298)	478,446
Experience adjustment on Plan Liabilities	8,525,347	2,964,113

IX. Particulars of the amounts for the year and previous years

	Gratuity for the year ended March 31				
	2016	2015	2014	2013	2012
Present value of benefit obligation	29,591,799	13,592,214	7,149,076	7,202,203	4,402,671
Fair value of plan assets	9,286,970	13,643,843	7,206,009	6,928,004	4,415,140
Excess of obligation over plan assets	20,304,829	(51,629)	(56,933)	274,199	(12,469)

X. Experience adjustment

Experience adjustment on plan assets gain/ (loss)	(911,298)	478,446	(171,587)	(39,568)	(89,934)
Experience adjustment on plan liabilities gain/ (loss)	8,525,347	2,964,113	(207,165)	1,134,484	212,254

Note # : This amount includes the amount of Rs. 7,360,847 to be transferred for the employees transferred during the year and the amount receivable from their Gratuity trust.

Leave Encashment (Unfunded)

(In Rupees)

PARTICULARS	2015-2016	2014-2015
I. Assumptions :		
Discount Rate	7.57%	8.00%
Salary Escalation Current Year	6.00%	6.00%
II. Table Showing Changes in present value of Obligation :		
PVO at the beginning of the Year	2,841,514	2,337,535
Interest Cost	195,833	177,188
Current Service Cost	834,593	744,167
Benefit Paid	(787,193)	(737,567)
Actuarial (gain)/loss on obligations	2,171,050	320,191
PVO at the end of the Year	5,255,797	2,841,514
III. Table of Changes in fair value of Plan Assets :		
Fair Value of Plan Assets at the beginning of the Year	-	-
Expected Return on Plan Assets	-	-
Contributions	787,193	737,567
Benefit Paid	(787,193)	(737,567)
Actuarial gain/(loss) on Plan Assets	-	-
Fair Value of Plan Assets at end of year	-	-
IV. Fair Value of Planned Assets:		
Fair Value of Plan Assets at the beginning of the Year	-	-
Actual Return on Plan Assets	-	-
Contributions	787,193	737,567
Benefit Paid	(787,193)	(737,567)
Fair Value of plan Assets at end of year	-	-
Funded Status	(5,255,797)	(2,841,514)
Excess of actual over estimated return on Plan Asset	-	-
V Actuarial Gain/(Loss) Recognized		
Actuarial Gain/(Loss) for the year (obligation)	(2,171,050)	(320,191)
Actuarial Gain/(Loss) for the year (Plan Asset)	-	-
Total Gain/(Loss) for the year	(2,171,050)	(320,191)

PARTICULARS	2015-2016	2014-2015
Actuarial gain/(Loss) recognized for the year	(2,171,050)	(320,191)
Unrecognised Actuarial Gain/(Loss) at the end of the Year	-	-
VI. Expenses Recognised in the Statement of Profit & Loss:		
Current Service Cost	834,593	744,167
Interest Cost	195,833	177,188
Expected Return on Plan Assets	-	-
Net Actuarial (Gain)/Loss Recognised	2,171,050	320,191
Expense Recognised in Statement of Profit & Loss	3,201,476	1,241,546
VII. Amount Recognised in the Balance Sheet :		
PVO at the end of Year	5,255,797	2,841,514
Fair Value of Plan Assets at end of Year	-	-
Funded Status	(5,255,797)	(2,841,514)
Unrecognized Actuarial Gain/(Loss)	-	-
Net Asset/(Liability) recognized in balance sheet	(5,255,797)	(2,841,514)
VIII. Movement in the Liability recognized in Balance Sheet		
Opening net Liability	2,841,514	2,337,535
Expenses as above	3,201,476	1,241,546
Contribution paid	(787,193)	(737,567)
Closing Net Liability	5,255,797	2,841,514
IX. Experience Adjustment		
Plan Assets at the end of year	-	-
Defined benefit obligations at the end of year	5,255,797	2,841,514
Amount not recognised as an Asset	-	-
Surplus / (Deficit)	(5,255,797)	(2,851,414)
Experience adjustment on Plan Assets	-	-
Experience adjustment on Plan Liabilities	2,171,050	320,191

Notes :

- (i) The estimates of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.
- (ii) 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.

c) Other Employee Benefits - Phantom Stock

I. Details of Option granted, forfeited and exercised

Particulars	No of Options
Outstanding as at April 1, 2015	-
Granted	579,400
Exercised	-
Lapsed/ Forfeited/ Surrendered	-
Outstanding as at March 31, 2016	579,400
Exercisable as at March 31, 2016	-

II. Terms and conditions of the scheme

Date of grant	October 27, 2015
Details of vesting schedule and condition	Phantom stock granted under the scheme would vest within not less than 1 year and not more than 5 years from the last date of vesting of such Phantom stock option. Vesting of Phantom stock option would be subject to continued employment with the company and the Phantom stock option would vest on passage of time
Appreciation as per Phantom stock option	Excess of fair market of share on the date of exercise determined in terms of Phantom stock option scheme over the base price.
Exercise Period	In case of continuation of employment : Vested Phantom stock option can be exercised any time upto 3 years from the date of last vesting of Phantom stock options and In case of cessation of employment : Different periods depending on kind of cessation as per provision of the Phantom stock option scheme
Settlement of Phantom stock option	Within 90 days from the date of exercise by cash

III. Fair value of the Option granted was estimated on the date of grant based on the following assumptions

Particulars	Phantom Stock option
Discount rate	7.72%
Expected life	5 years

VI. The Company's liability toward the Phantom stock option is accounted for on the basis of an independent actuarial valuation done at the year end. As per the valuation the liability for the year is Rupees 1,142,000 which is debited to Statement of profit and loss account and the liability is shown in the Balance sheet under the head Other current liabilities and clubbed under Other payables.

33. Segment Reporting:

The Company is mainly engaged in the housing finance business, all other activities revolve around the main business of the Company and as such there is no separate reportable segment as specified in Accounting Standard (AS-17) on "Segment Reporting", notified by the Companies (Accounting Standards) Rules, 2006.

RELIANCE HOME FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

34. Related Party Disclosures:

a) List of the Related Parties and their relationship:

i. **Holding Company**
Reliance Capital Limited

ii. **Subsidiaries of Holding Company / Fellow Subsidiaries**

1	Reliance Capital Asset Management Limited	14	Reliance Financial Limited
2	Reliance Asset Management (Singapore) Pte Limited	15	Reliance Wealth Management Limited
3	Reliance Asset Management (Mauritius) Limited	16	Reliance Money Solutions Private Limited
4	Reliance Capital Asset Management (UK) Limited (formerly Reliance Capital Asset Management (UK) Plc)	17	Reliance Exchangenext Limited
5	Reliance Capital Pension Fund Limited	18	Reliance Spot Exchange Infrastructure Limited
6	Reliance AIF Management Company Limited	19	Reliance Capital AIF Trustee Company Private Limited
7	Reliance Capital Trustee Co. Limited	20	Reliance Life Insurance Company Limited (w.e.f. March 30, 2016)
8	Reliance General Insurance Company Limited	21	Quant Capital Private Limited
9	Reliance Gilts Limited	22	Quant Broking Private Limited
10	Reliance Money Express Limited	23	Quant Securities Private Limited
11	Reliance Money Precious Metals Private Limited	24	Quant Commodity Broking Private Limited
12	Reliance Securities Limited	25	Quant Capital Finance and Investments Private Limited
13	Reliance Commodities Limited	26	Quant Investments Services Private Limited

iii. **Other Related Parties under common control with whom transactions have taken place during the year**

1	Reliance Communications Infrastructure Limited	2	Reliance Infocomm Infrastructure Private Limited
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iv. **Key Managerial Personnel (KMP)**

Manager	Shri Sandip Parikh (w.e.f. May 7, 2015)	Shri K. Suresh Kumar (Till March 28, 2015)
Chief Financial Officer	Shri Amrish Shah (w.e.f. May 7, 2015)	Kum. Roopa Joshi (Till May 7, 2015)
Company Secretary	Smt. Ekta Thakurel (w.e.f. July 30, 2015)	Smt. Neena Parelkar Singarpure (Till December 28, 2014) Kum. Deepali Bhatt (w.e.f. May 7, 2015 till July 30, 2015)

b) Transactions during the year with related parties

(In Rupees)

Particulars	2015-16	2014-15
i) With Holding Company:		
Share Capital		
Balance as on March 31, 2016	658,200,000	658,200,000
Sundry Receivable as on March 31, 2016	274,825	-
Fixed Asset Purchased during the year	-	374,621,000
Expenses		
Infrastructure Cost	36,000,000	38,224,800
Salary Cost	44,000,000	30,969,167
Management Fees	30,000,000	31,854,000
Other Expenses transferred under BTA	9,926,845	8,144,985
Finance Cost transferred under BTA	4,704,549	7,341,546
Income		
Interest & Other Income transferred under BTA	6,195,062	9,027,789
Brokerage & Valuation charges Received	3,857,923	3,437,448
ii) With Fellow Subsidiary:		
Expenses		
Employee Mediclaim Premium Paid to Reliance General Insurance Company Limited	7,156,953	1,213,548
Brokerage paid to Reliance Securities Limited	579,797	-

RELIANCE HOME FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

DSA Commission paid to Reliance Money Solutions Private Limited	-	136,300
Income		
Brokerage & Valuation charges Received from Reliance Securities Limited	9,000	-
iii) With Other Related Parties under common control		
Expenses		
Employee ID card printing charges paid to Reliance Infocomm Infrastructure Private Limited	14,390	-
Fixed Asset Purchased during the year from Reliance Communications Infrastructure Limited	55,769,981	-
Income		
Brokerage & Valuation charges Received from Reliance Communications Infrastructure Limited	44,383,969	-
Sundry Payables as on March 31, 2016		
Sundry payable to Reliance Communications Infrastructure Limited	668,567	-
iv) With Key Managerial Personnel :		
Expenses		
Managerial Remuneration paid during the year		
1) Shri Sandip Parikh	14,051,350	-
2) Shri Amrish Shah	5,227,778	-
3) Ms. Ekta Thakurel	911,600	-
4) Shri K. Suresh Kumar	-	9,861,158
5) Ms. Roopa Joshi	176,973	2,276,860
6) Ms. Neena Parelkar Singarpure	-	827,664
7) Ms. Deepali Bhatt	190,097	-
Housing Loans Given		
Shri Sandip Parikh		
Housing Loan outstanding as on March 31, 2016	3,863,100	-
Housing Loan repaid during the year	145,592	-
Interest Income on Housing Loan	350,081	-
Shri Amrish Shah		
Housing Loan outstanding as on March 31, 2016	9,896,125	-
Housing Loan repaid during the year	2,471,877	-
Interest Income on Housing Loan	1,009,869	-

Note:

- 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.
- The current year figures are excluding service tax.
- Expenses incurred towards public utilities services such as telephone and electricity charges have not been considered for related party transaction.

35. Basic and Diluted Earnings Per Share:

For the purpose of calculation of Basic & Diluted Earnings per Share the following amounts have been considered:

		(In Rupees)	
	Particular	2015-16	2014-15
a)	Amount used as the numerators		
	Net Profit/(Loss) available for Equity shareholder	867,568,946	690,632,278
b)	Weighted average number of equity shares (nos.)	65,820,000	65,820,000
c)	Basic & Diluted Earnings Per Share (Rs.)	13.18	10.49

RELIANCE HOME FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

36. Disclosure of details as required by Para 29 of the Housing Finance Companies (NHB) Directions, 2010. (As certified by the management).

- a) The total provisions made for substandard, doubtful and loss assets and depreciation in investments carried by the Company in terms of paragraph 29(2) and (3) of the Housing Finance Companies (NHB) Directions, 2010 and NHB Circular NHB.HFC.DIR-3/CMD/2011 dated August 5, 2011 in respect of Housing and Non Housing Loans is as follows:

(In Rupees)

Particulars	Housing Finance		Non-Housing Finance	
	Outstanding Balance as at March 31, 2016	Provision as at March 31, 2016	Outstanding Balance as at March 31, 2016	Provision as at March 31, 2016
Standard Asset	49,84,31,04,161 (34,177,013,821)	246,660,743 (176,626,872)	17,02,71,87,189 (16,251,958,732)	105,813,105 (98,793,683)
Sub-Standard Assets [Refer Note (ii) below]	209,798,980 (170,583,725)	28,670,707 (25,587,558)	13,38,26,844 (16,419,718)	20,468,596 (2,503,478)
Doubtful Asset s	263,165,096 (301,315,500)	87,853,804 (81,816,414)	49,287,621 (43,179,385)	18,058,818 (11,031,150)
Loss Assets	- (-)	- (-)	- (-)	- (-)
Provision for Depreciation in Investments	- (-)	- (-)	- (-)	- (-)

Notes:

- Figures in bracket represent previous year's figures.
- Substandard provision on non housing finance includes Rs. 371,265 (Previous Year Rs. 40,521) related to Minimum Retention Requirement (MRR) pools related to Securitization for which loans outstanding not in the books.
- Loan outstanding balance and provision as at March 31, 2016 for Sub-standard, Doubtful & Loss assets given above, includes NPA classification and provision made as per observations, in the NHB Inspection Report dated August 6, 2015 vide NHB (ND)/HFC/DRS/ Sup./7637 /2015.

- b) Disclosure regarding penalty or adverse comments in terms of paragraph 29(5) of the Housing Finance Companies (NHB) Directions, 2010 is as follows :

- During the year there is no penalty imposed by National Housing Bank.
- The Company has received the inspection report under Section 34 of the National Housing Bank Act, 1987 from National Housing Bank (NHB) with reference to its position as on March 31, 2014, vide NHB letter No. NHB (ND)/HFC/DRS/SUP/ 7637/2015 dated August 6, 2015 in which NHB has drawn certain contraventions to the provisions and Directions/Guidelines issued by the NHB under the National Housing Bank Act, 1987 from time to time and also other deficiencies in the functioning of the Company. The Company placed the replies before the board meeting and the same has been sent to NHB.
- The inspection of the Company with reference to its position as on March 31, 2015, as per provision of the National Housing Bank Act, 1987 has been conduct by the National Housing Bank (NHB) during the month of March 2016. The Company has not yet received any inspection report on the same.

37. 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 Regulation 34(3) and 53(f) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. (As certified by the management)

Particulars	Outstanding Balances		Maximum Balance Outstanding	
	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
i) Loans and advances in the nature of loans to subsidiaries	-	-	-	-
ii) Loans and advances in the nature of loans to associates	-	-	-	-
iii) Loans and advances in nature of loans to firms/companies in which directors are interest	-	-	-	-
iv) Investments by the loanee (borrower) in the shares of parent company and subsidiary company, when the Company has made a loan or advance in the nature of loan.	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

38. Disclosure regarding provision made for Asset Liability Management (ALM) system for the Housing Finance Companies as per NHB Circular NHB/ND/DRS/Pol-No.35/2010-11 dated October 11, 2010.

(I) Capital to Risk Asset Ratio (CRAR)

Items	As at March 31, 2016	As at March 31, 2015
CRAR (%)	16.34%	15.17%
CRAR - Tier I capital (%)	10.51%	11.10%
CRAR - Tier II capital (%)	5.83%	4.07%

(II) Exposure to real estate sector, both direct and indirect:

		(In Rupees)	
a)	Direct Exposure	As at March 31, 2016	As at March 31, 2015
(i)	Residential Mortgage		
	Individual Housing Loan up to 15 lakhs	5,672,490,737	3,60,61,29,907
	Individual Housing Loan More than 15 lakhs	29,276,577,541	19,00,76,91,560
	Commercial Real Estate	14,494,419,047	11,58,97,04,018
	Investments in Mortgage Backed Securities (MBS) and other securitised exposures -		
(a)	Residential	-	-
	Commercial	-	-
b)	Indirect Exposure Fund Based and Non Fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	-	-

Notes:

- (i) The direct exposure given in (i) & (ii) represents loans & advances outstanding at the year end, without netting off the Provision for NPA & Doubtful Debts.
- (ii) The bifurcation of investments in Mortgage Backed Securities (MBS) and other securitised exposures between residential and commercial is based on nature of underlying loan assets. The same has been relied upon by auditors.

(III) Maturity Patterns of Items of Assets & Liabilities

Year	Liabilities As at March 31, 2016		Assets As at March 31, 2016	
	Borrowings from Bank	Market Borrowings	Loans & Advances	Investments
1 day to 30/31 day	2,744,780,509 (960,764,860)	1,042,966,182 (1,493,441,405)	619,688,939 (638,378,026)	36,315,361 (-)
Over 1 month to 2 months	666,700,000 (-)	3,460,262,156 (3,453,646,074)	634,614,388 (700,214,107)	53,171,561 (-)
Over 2 month to 3 months	1,427,100,000 (377,100,000)	- (2,458,527,703)	667,682,799 (594,876,732)	101,887,662 (-)
Over 3 month to 6 months	2,754,200,000 (2,469,400,000)	524,479,989 (288,792,960)	2,382,448,201 (2,021,950,077)	244,407,055 (-)
Over 6 month to 1 Year	6,314,740,000 (3,714,600,000)	357,713,473 (763,000,000)	3,529,634,786 (3,18,37,17,753)	298,983,822 (-)
Over 1 year to 3 Year	23,460,958,459 (14,260,197,124)	2,014,644,524 (885,775,964)	7,222,392,153 (5,799,174,072)	69,410,945 (-)
Over 3 year to 5 Year	12,683,400,000 (8,299,400,000)	1,664,057,000 (1,227,428,917)	6,479,710,396 (4,65,55,80,559)	- (-)
Over 5 Year to 7 years	2,400,000,000 (1,200,000,000)	1,690,000,000 (200,000,000)	6,759,816,654 (5,141,944,250)	- (-)
Over 7 Year to 10 years	- (-)	2,277,000,000 (2,157,000,000)	9,496,427,170 (7,119,505,995)	- (-)
Over 10 years	- (-)	- (10,000,000)	29,578,902,480 (20,98,41,90,709)	- (-)
Total	52,451,878,969 (31,281,461,984)	13,031,123,324 (12,937,613,023)	67,371,317,966 (50,839,532,280)	804,176,406 (-)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Notes:

- i) In computing the above information, certain estimates, assumptions and adjustments have been made by the Management which have been relied upon by the auditors.
- ii) 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 for housing finance companies issued by NHB, 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. 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.
- iii) Figures in bracket represent previous year's figures.

39. Contingent Liabilities/Commitments: (As certified by the management)

		(In Rupees)	
	Particulars	As at March 31, 2016	As at March 31, 2015
Contingent Liabilities :			
a.	Case against the Company not acknowledge as Debts	4,844,118	2,631,536
b.	Second loss credit enhancement for securitization of standard asset transactions provided by third party	220,910,973	-
Commitments :			
a.	Estimated amount of contracts remaining to be executed on capital account (net of advances).	-	-
b.	Undisbursed amount of housing loans/ other loans sanctioned	7,368,528,904	6,37,39,87,011

40. Outstanding Derivatives (Future & Options) are as under:

Nature of Derivative	No of Contracts	Units	
		Long	Short
Futures	2,859 (70)	216,225 (3500)	- (-)
Options	241 (-)	- (-)	18,075 (-)

Figures in bracket indicate previous year figures.

41. As per Section 135 of the Companies Act, 2013 the Company is under obligation to incur Corporate Social Expenditures (CSR) amounting to 13,900,000 (Previous Year Rs. 9,730,000), 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 13,300,000 (Previous Year Rs. 98,00,000) by contributing for Rural outreach initiative to provide cancer care to the communities of interior parts of Maharashtra and Rs. 600,000 (Previous Year Rs. Nil) by contributing for promotion of educational facilities in villages in Maharashtra.
42. During the year, the Company has changed the basis of calculation of Days Past Due (DPD) for the purpose of Non Performing Assets (NPA) identification and Provision for NPA & Doubtful Debt. DPD will be counted from the first date, on which borrower becomes NPA and will continue as Non Performing Assets, till the borrower becomes standard and regular in payment of EMI, as per observations, in the NHB Inspection report dated August 6, 2015 vide NHB (ND)/HFC/DRS/Sup./7637/2015.

The Company has classified the loans in Sub-standard, Doubtful & Loss categories and calculated provision for NPA & doubtful debts based on the NHB Inspection Report. Accordingly an additional Provision for NPA & Doubtful Debts amounting to Rs. 3,547,052 and additional Bad Debts Written Off amounting to Rs. 9,412,844 has been charged off to profit & loss account by the Company during the current year. Had the Company continued to use the earlier basis for calculation of Days Past Due (DPD) for the purpose of Non Performing Assets (NPA) identification and Provision for NPA & Doubtful Debt, the profit after tax for the current year and its Net Owned Fund (NOF) as on March 31, 2016 would have been higher by Rs. 12,959,896.

RELIANCE HOME FINANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

43. Previous year's figures have been regrouped / restated where necessary, to confirm to the presentation of current year's financial statements.

As per our report of even date

For and on behalf of the Board

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

Vijay Napawaliya
Partner
Membership No: 109859

Padmanabh Vora
(Director)
(DIN: 00003192)

Deena Mehta
(Director)
(DIN: 00168992)

Gautam Doshi
(Director)
(DIN: 00004612)

Soumen Ghosh
(Director)
(DIN: 01262099)

K.V.Srinivasan
(Director)
(DIN: 01827316)

Sandip Parikh
(Manager)

Mumbai
Date: April 21, 2016

Amrisha Shah
(Chief Financial Officer)

Eka Thakurel
(Company Secretary)

Mumbai
Date: April 21, 2016