

RELIANCE TRADING LIMITED
(formerly Reliance Trends Limited)

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Independent Auditor's Report

To the Members of Reliance Trading Limited (formerly Reliance Trends Limited)

Report on the Financial Statements

We have audited the accompanying financial statements of **Reliance Trading Limited** (formerly Reliance Trends Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2015, 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 standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of the appropriate accounting policies; making judgements 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 fair 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 thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

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

Report on Other Legal and Regulatory Requirements

1. As required by 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 appears from our examination of those books.

- c. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on March 31, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of section 164(2) of the Act.
- f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position.
 - ii. The Company did not have any long term contracts including derivative contracts that require provision under any law or accounting standards for which there were any material foreseeable losses.
 - iii. There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company during the year.

For **Chaturvedi & Shah**
Chartered Accountants
Registration No : 101720W

Place : Mumbai
Date : April 14, 2015

Jignesh Mehta
Partner
Membership No. : 102749

Balance Sheet as at 31st March, 2015

	Note	As at 31st March, 2015	As at 31st March, 2014
₹ lakh			
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	1	1 05.00	1 05.00
Reserves and surplus	2	1 19.04	1 09.30
		2 24.04	2 14.30
Non-current liabilities			
Long-term provisions	3	12.43	10.78
Current liabilities			
Trade payables	4	7 36.98	3 72.21
Other current liabilities	4	14.21	58.52
Short-term provisions	5	2.67	5.04
		7 53.86	4 35.77
Total		9 90.33	6 60.85
ASSETS			
Current assets			
Trade receivables	6	3 70.69	4 55.54
Cash and bank balances	7	27.77	1.57
Short-term loans and advances	8	5 91.87	2 03.74
		9 90.33	6 60.85
Total		9 90.33	6 60.85
Significant accounting policies			
Notes on financial statements	1 to 25		

As per our Report of even date

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

Jignesh Mehta
Partner
Membership No. 102749

For and on behalf of the Board

Pankaj Pawar
Director
DIN - 00085077

Raman Seshadri
Director
DIN - 05244442

Pradipta Mohapatra
Director
DIN - 00066239

B. Anand
Director
DIN - 02792009

Mumbai
Dated : 14th April, 2015

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

	Note	2014-15	₹ lakh 2013-14
INCOME			
Revenue from operations	9	50 86.86	156 78.25
Other income	10	0.00	0.00
Total revenue		50 86.86	156 78.25
EXPENDITURE			
Purchases of stock-in-trade		49 06.75	150 68.24
Changes in inventories of stock-in-trade		-	-
Employee benefits expense	11	97.85	1 21.47
Other expenses	12	70.22	4 65.26
Total expenses		50 74.82	156 54.97
Profit/ (loss) before tax		12.04	23.28
Tax expenses:			
Current tax		2.30	4.44
Profit/ (loss) for the year		9.74	18.84
Earnings per equity share of face value of ₹ 10 each			
Basic and Diluted	16	0.93	1.79
Significant accounting policies			
Notes on financial statements	1 to 25		

As per our Report of even date

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

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Membership No. 102749

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Dated : 14th April, 2015

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Cash Flow Statement for the year 2014-15

	2014-15	₹ lakh 2013-14
A: CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (loss) before tax as per Statement of Profit and Loss	12.04	23.28
Adjusted for:		
Effect of exchange rate change	5.49	(11.19)
Interest income (₹ 88 (previous year ₹ 12))	0.00	0.00
Operating profit/ (loss) before working capital changes	17.53	12.09
Adjusted for:		
Trade and other receivables	(3 03.28)	6 16.19
Trade and other payables	3 16.39	(6 26.71)
	13.11	(10.52)
Cash generated from operations	30.64	1.57
Taxes paid (net)	(4.44)	-
Net cash from operating activities	26.20	1.57
B: CASH FLOW FROM INVESTING ACTIVITIES		
Net Investment in fixed deposits	-	(0.01)
Interest income (₹ 76 (previous year ₹ 12))	0.00	0.00
Net cash from/ (used in) investing activities	0.00	(0.01)
C: CASH FLOW FROM FINANCING ACTIVITIES	-	-
Net increase in cash and cash equivalents	26.20	1.56
Opening balance of cash and cash equivalents	1.56	-
Closing balance of cash and cash equivalents (Refer note "7")	27.76	1.56

As per our Report of even date

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

Jignesh Mehta
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For and on behalf of the Board

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Mumbai
Dated : 14th April, 2015

Significant accounting policies

A Basis of preparation of financial statements

These financial statements have been prepared to comply with Accounting Principles Generally accepted in India (Indian GAAP), the Accounting Standards notified under the relevant provisions of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees rounded off to the nearest rupees in lakh.

B Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialised.

C Own fixed assets

Fixed assets are stated at cost net of recoverable taxes less accumulated depreciation and impairment loss, if any. All costs attributable to fixed assets are capitalised. Improvement cost on lease premises up to the date of commercial operation is capitalised as "leasehold improvements".

D Leased assets

- a) Operating lease rentals are expensed with reference to lease terms and other considerations.
- b) The lower of the fair value of the assets and present value of the minimum lease rentals is capitalised as fixed assets with corresponding amount shown as lease liability. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to Statement of Profit and Loss.

E Depreciation

Depreciation on fixed assets is provided on straight line method and based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except, leasehold improvements are amortized over the lower of estimated useful life or lease period. Software are amortized over a period of five years and franchisee rights are amortized over the period of agreement for right to use.

F Impairment of assets

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

G Foreign currency transactions

- i) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.
- iii) Non monetary foreign currency items are carried at cost.
- iv) Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

H Investments

Current investments are carried at the lower of cost and quoted/ fair value, computed category wise. Long Term Investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary.

Significant accounting policies

I Inventories

Items of inventories are measured at lower of cost and net realisable value, after providing for obsolescence, if any. Cost of inventory comprises of all cost of purchase and other cost incurred in bringing them to the respective present location and condition. Costs are determined on weighted average basis.

J Revenue recognition

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations include sale of goods and services, adjusted for discounts (net), service tax and value added tax. Dividend income is recognised when right to receive is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and rate applicable.

K Employee benefits

(i) Short term employee benefits :

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services. These benefits include performance incentive and compensated absences.

(ii) Post employment benefits :

Defined Contribution Plans: A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund and Pension Scheme. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefit Plans: The liability in respect of defined benefit plans and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees services. Actuarial gains and losses in respect of post-employment and other long term benefits are charged to the Statement of Profit and Loss.

(iii) In respect of employees stock options, the excess of fair price on the date of grant over the exercise price is recognised as deferred compensation cost amortised over the vesting period.

L Financial derivatives and commodity hedging transactions

In respect of derivative contracts, premium paid, gains/ losses on settlement and provision for losses on restatement are recognised along with the underlying transactions and charged to Statement of Profit and Loss, except in case where the related underlying physical transactions is held as inventory, in which case, they are adjusted to the carrying cost of inventory.

M Provision for current and deferred tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the Balance Sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a virtual/ reasonable certainty that the asset will be realised in future.

N Provisions, contingent liabilities and contingent assets

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

Notes on Financial Statements for the year ended 31st March, 2015

		₹ lakh	
		As at 31st March, 2015	As at 31st March, 2014
1. Share capital			
Authorised:			
52,10,000 Equity shares of ₹ 10 each		5 21.00	5 21.00
(52,10,000)			
Total		<u>5 21.00</u>	<u>5 21.00</u>
Issued, subscribed and paid-up:			
Fully paid-up			
10,50,000 Equity shares of ₹ 10 each		1 05.00	1 05.00
(10,50,000)			
Total		<u>1 05.00</u>	<u>1 05.00</u>
(i)	All the above 10,50,000 (previous year 10,50,000) equity shares of ₹ 10 each fully paid-up are held by Reliance Retail Limited (formerly Reliance Fresh Limited), the holding company along with its nominees.		
(ii)	The details of Shareholders holding more than 5% shares :		
	Name of the Shareholders	As at 31st March, 2015	As at 31st March, 2014
		No. of Shares	No. of Shares
		% held	% held
	Reliance Retail Limited (formerly Reliance Fresh Limited)	10,50,000 100	10,50,000 100
(iii)	Reconciliation of opening and closing number of shares		
	Particulars	As at 31st March, 2015	As at 31st March, 2014
		No. of shares	No. of shares
	Equity shares outstanding at the beginning of the year	10,50,000	10,50,000
	Add: Equity shares issued during the year	-	-
	Equity shares outstanding at the end of the year	10,50,000	10,50,000
2. Reserves and surplus			₹ lakh
		As at 31st March, 2015	As at 31st March, 2014
Reserves			
Capital Reserve			
As per last Balance Sheet		1 31.24	1 31.24
Surplus			
Profit and Loss Account			
As per last Balance Sheet	(21.94)	(40.78)	
Add: Profit/ (loss) for the year	9.74	18.84	
		<u>(12.20)</u>	<u>(21.94)</u>
Total		<u>1 19.04</u>	<u>1 09.30</u>

Notes on Financial Statements for the year ended 31st March, 2015

	As at 31st March, 2015	As at 31st March, 2014
3. Long-term provisions		
Provision for employee benefits	12.43	10.78
Total	12.43	10.78
		₹ lakh
4. Trade payables and other current liabilities	As at 31st March, 2015	As at 31st March, 2014
Trade payables		
Micro and Small Enterprises ⁽ⁱ⁾	-	-
Others	7 36.98	3 72.21
	7 36.98	3 72.21
Other current liabilities		
Others ⁽ⁱⁱ⁾	14.21	58.52
Total	7 51.19	4 30.73
		₹ lakh
5. Short-term provisions	As at 31st March, 2015	As at 31st March, 2014
Provision for income tax	2.30	4.44
Provision for employee benefits	0.37	0.60
Total	2.67	5.04
		₹ lakh
6. Trade receivables	As at 31st March, 2015	As at 31st March, 2014
<i>(unsecured and considered good)</i>		
Outstanding for a period exceeding six months	-	-
Others	3 70.69	4 55.54
Total	3 70.69	4 55.54

⁽ⁱ⁾ Refer note "23".

⁽ⁱⁱ⁾ Includes statutory liabilities.

Notes on Financial Statements for the year ended 31st March, 2015

	As at 31st March, 2015	As at 31st March, 2014
7. Cash and bank balances		₹ lakh
Cash and cash equivalent		
Bank Balances		
In current accounts	27.76	1.56
Subtotal	27.76	1.56
Other bank balances		
In deposit ⁽ⁱ⁾ and ⁽ⁱⁱ⁾	0.01	0.01
Subtotal	0.01	0.01
Total	27.77	1.57
⁽ⁱ⁾ Represents ₹ 0.01 lakh (previous year ₹ 0.01 lakh) with maturity period of more than 12 months.		
⁽ⁱⁱ⁾ Represents ₹ 0.01 lakh (previous year ₹ 0.01 lakh) held by tax authority as security.		
8. Short-term loans and advances (unsecured and considered good)	As at 31st March, 2015	As at 31st March, 2014
Balance with customs authorities, etc.	2 37.76	1 09.90
Others ⁽ⁱ⁾	3 54.11	93.84
Total	5 91.87	2 03.74
⁽ⁱ⁾ Includes advances to employees and vendors.		
9. Revenue from operations	2014-15	2013-14
Sale of products	50 86.86	156 78.25
Total	50 86.86	156 78.25
10. Other income	2014-15	2013-14
Interest income		
From others [₹ 88 (previous year ₹ 12)]	0.00	0.00
Total	0.00	0.00
11. Employee benefits expense	2014-15	2013-14
Salaries and wages	87.18	1 07.34
Contribution to provident and other funds	6.71	8.41
Staff welfare expenses	3.96	5.72
Total	97.85	1 21.47

Notes on Financial Statements for the year ended 31st March, 2015

	₹ lakh	
	2014-15	2013-14
12. Other expenses		
Establishment expenses		
Insurance	1.02	1.03
Rates and taxes	0.26	0.12
Travelling and conveyance expenses	7.21	8.64
Professional fees	0.16	-
Exchange differences (net)	56.79	4 12.29
General expenses	3.70	42.16
	<u>69.14</u>	<u>4 64.24</u>
Payments to auditor		
Audit fees	0.62	0.59
Tax audit fees	0.17	0.15
Certification and consultation fees	0.29	0.28
	<u>1.08</u>	<u>1.02</u>
Total	<u><u>70.22</u></u>	<u><u>4 65.26</u></u>

13. The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.
14. The Company is mainly engaged in 'organised retail' in India. All the activities of the Company revolve around this main business. Accordingly, the Company has only one identifiable segment reportable under Accounting Standard 17 "Segment Reporting".
15. As per Accounting Standard 15 "Employee Benefits", the disclosures of employee benefits as defined in the Accounting Standard are given below:

Defined contribution plan

Contribution to defined contribution plan, recognised are charged off for the year are as under:

	₹ lakh	
	2014-15	2013-14
Employer's contribution to provident fund	2.94	4.05
Employer's contribution to pension scheme	0.83	0.79

Defined benefit plan

The present value of obligation for gratuity is determined based on actuarial valuation using the projected unit credit method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for compensated absences is recognised in the same manner as gratuity.

Notes on Financial Statements for the year ended 31st March, 2015

The Company operates post retirement benefit plans as follows:

I. Reconciliation of opening and closing balances of defined benefit obligation		₹ lakh		
	Gratuity (unfunded)	Compensated Absences (unfunded)		
	2014-15	2013-14	2014-15	2013-14
Defined benefit obligation at beginning of the year	6.38	8.86	5.00	7.47
Current service cost	1.14	1.13	0.92	0.85
Interest cost	0.51	0.50	0.40	0.50
Actuarial (gain)/ loss	1.00	0.98	(1.12)	(1.37)
Benefits paid	(1.43)	(5.09)	-	(2.45)
Defined benefit obligation at year end	7.60	6.38	5.20	5.00
II. Reconciliation of fair value of assets and obligations		₹ lakh		
	Gratuity (unfunded)	Compensated Absences (unfunded)		
	2014-15	2013-14	2014-15	2013-14
Present value of obligation	7.60	6.38	5.20	5.00
Amount recognised in Balance Sheet	7.60	6.38	5.20	5.00
III. Expenses recognised during the year		₹ lakh		
	Gratuity (unfunded)	Compensated Absences (unfunded)		
	2014-15	2013-14	2014-15	2013-14
Current service cost	1.14	1.13	0.92	0.85
Interest cost on benefit obligation	0.51	0.50	0.40	0.50
Actuarial (gain)/ loss recognised in the year	1.00	0.98	(1.12)	(1.37)
Net benefit expense/ (income)	2.65	2.61	0.20	(0.02)
IV. Actuarial assumptions				
	Gratuity (unfunded)	Compensated Absences (unfunded)		
	2014-15	2013-14	2014-15	2013-14
Mortality Table	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)	2006-08 (Ultimate)
Discount rate (per annum)	8%	8%	8%	8%
Rate of escalation in salary (per annum)	6%	6%	6%	6%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

Notes on Financial Statements for the year ended 31st March, 2015

V. Amount recognised in current year and previous four years						₹ lakh
Particular	As at 31st March					
	2015	2014	2013	2012	2011	
Gratuity	7.60	6.38	8.86	1 14.01	85.30	
Defined benefit obligation	7.60	6.38	8.86	1 14.01	85.30	
Fair value of planned assets	-	-	-	-	-	
(surplus)/Deficit in the plan	7.60	6.38	8.86	114.01	85.30	
Actuarial (gain)/loss on plan liabilities	1.00	0.98	1.91	(6.47)	(17.76)	
Actuarial gain/(loss) on plan assets	-	-	-	-	-	
16. Earnings per share (EPS)						
				2014-15	2013-14	
(i) Net profit/(loss) after tax as per Statement of Profit and Loss attributable to Equity Shareholders (₹ lakh)				9.74	18.84	
(ii) Weighted average number of equity shares used as denominator for calculating EPS				10,50,000	10,50,000	
(iii) Basic and diluted earnings/(loss) per share of face value of ₹ 10 each (Amount in ₹)				0.93	1.79	
17. Financial and derivative instruments						
Derivative contracts entered into by the Company and outstanding as on 31st March, 2015						
a) For hedging currency related risks:						
Nominal amounts of forward contracts entered into by the Company and outstanding as at 31st March, 2015 amount to ₹ nil (previous year ₹ 5 70.07 lakh).						
b) Foreign currency exposures for Trade and other payables that are not hedged by derivative instruments as on 31st March, 2015 amount to ₹ 4 50.53 lakh (previous year ₹ 86.46 lakh).						
18. Value of imports on CIF basis in respect of:						₹ lakh
				2014-15	2013-14	
Traded goods				39 74.30	118 32.93	
19. Commitments and contingent liabilities						₹ lakh
				As at 31st March, 2015	As at 31st March, 2014	
Contingent liabilities:						
Outstanding guarantees furnished to banks including in respect of letters of credit				12.16	3 94.13	
20. Expenditure in foreign currency:						₹ lakh
				2014-15	2013-14	
Travelling and conveyance expenses				0.72	0.88	

Notes on Financial Statements for the year ended 31st March, 2015

21. Broad heads of purchase of traded goods

	₹ lakh	
	2014-15	2013-14
Purchase of traded goods		
(i) Apparel	-	38 40.79
(ii) Consumer durables	-	55 87.25
(iii) Capital goods & Other	49 06.75	56 40.20
Total	49 06.75	150 68.24

22. Broad heads of goods sold

	₹ lakh	
	2014-15	2013-14
Sale of products		
(i) Apparel	-	39 04.18
(ii) Consumer durables	-	56 77.02
(iii) Capital goods & Other	50 86.86	60 97.05
Total	50 86.86	156 78.25

23. Dues to micro and small enterprises

The details of amounts outstanding to Micro and Small Enterprises bases on available information with the Company is as under:

Sr No	Particulars	As at 31st March, 2015	₹ lakh As at 31st March, 2014 *
1.	Principal amount due and remaining unpaid	-	-
2.	Interest due on above and the unpaid interest	-	-
3.	Interest paid	-	-
4.	Payment made beyond the appointed day during the year	-	-
5.	Interest due and payable for the period of delay	-	-
6.	Interest accrued and remaining unpaid	-	-
7.	Amount of further interest remaining due and payable in succeeding year	-	-

* The Company has not received the required information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence, disclosure relating to amounts unpaid as at the year end together with interest paid/ payable if any, as required under the said Act could not be made.

24. Deferred tax assets(net) as on 31st March, 2015 consists mainly of carried forward losses ₹ 13.27 lakh (previous year ₹ 17.70 lakh) and income tax disallowances ₹ 3.08 lakh (previous year ₹ 2.45 lakh). As a matter of prudence, the Company has not recognised deferred tax assets in the books of accounts.

Notes on Financial Statements for the year ended 31st March, 2015

25. As per Accounting Standard 18 'Related Party Disclosures', the disclosures of transactions with the related parties as defined in the Accounting Standard are given below :

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

Sr. No.	Name of the related party	Relationship
1.	Reliance Industries Limited	} Ultimate holding company
2.	Reliance Retail Ventures Limited (formerly Reliance Commercial Associates Limited)	} }
3.	Reliance Retail Limited (formerly Reliance Fresh Limited)	} Holding company }
4.	Reliance Corporate IT Park Limited	} Fellow subsidiary

(ii) Transactions during the year with related parties (excluding reimbursements): ₹ lakh

Sr. No.	Nature of transactions	Ultimate holding company	Holding company	Subsidiaries	Fellow subsidiary	Total
1.	Revenue from operations	-	55 46.49	-	-	55 46.49
		-	160 60.60	-	15.28	160 75.88
	Balance as at 31st March, 2015					
2.	Share capital	-	1 05.00	-	-	1 05.00
		-	1 05.00	-	-	1 05.00
3.	Trade and other receivables	-	3 70.69	-	-	3 70.69
		-	4 55.54	-	-	4 55.54
4.	Financial guarantees taken	-	12.16	-	-	12.16
		-	3 94.13	-	-	3 94.13

Figures in *italics* represents previous year's amount.

(iii) Disclosure in respect of material related party transactions during the year:

Particulars	Relationship	2014-15	2013-14
1. Revenue from operations			
Reliance Retail Limited	Holding Company	55 46.49	160 60.60
Reliance Corporate IT Park Limited	Fellow Subsidiary	-	15.28

As per our Report of even date

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

Jignesh Mehta
Partner
Membership No. 102749

For and on behalf of the Board

Pankaj Pawar
Director
DIN - 00085077

Raman Seshadri
Director
DIN - 05244442

Pradipta Mohapatra
Director
DIN - 00066239

B. Anand
Director
DIN - 02792009

Mumbai
Dated : 14th April, 2015