

Independent Auditors' Report

To the Members of Reliance Velocity Limited

Report on the Financial Statements

Opinion

1. We have audited the financial statements of Reliance Velocity Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements 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, 2020 and its loss, Statement of changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Director's report including annexure to director's report and shareholders information, but does not include the financial statements and our auditor's report thereon.
5. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the financial Statements

6. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

8. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
11. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

12. 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" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
13. 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, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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 with reference to Financial Statements 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 Auditors Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid any remuneration to any of its directors during the year. Hence, the requirement of the Company for compliance under this section is not applicable.

- h) 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. There were no pending litigations which would impact the financial position of the Company.
 - 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 during the year ended March 31, 2020.

For Pathak H. D. & Associates LLP
Chartered Accountants
Firm Registration No.107783W/W100593

Vishal D. Shah
Partner
Membership No.119303
UDIN: 20119303AAAABU9381

Place: Mumbai
Date: May 04, 2020

Annexure A to Auditors' Report

Referred to in our Auditors' Report of even date to the members of Reliance Velocity Limited on the financial statements for the year ended March 31, 2020

- (i) The Company does not have any fixed assets, hence the reporting requirements under paragraph 3(i) (a), (b) and (c) of the Order are not applicable.
- (ii) As explained to us, there is no physical inventory in existence and hence, paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted any loan, secured or unsecured, to any company, firm, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of Act. Accordingly, provisions of clause 3 (iii) (a), (b) and (c) of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 or any other relevant provisions of the Act and rules framed there under.
- (vi) In our opinion and according to the information given to us, no cost records have been prescribed by the Central Government of India under sub-section (1) of Section 148 of the Act.
- (vii)
 - (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, customs duty, cess and other material statutory dues as applicable, with the appropriate authorities.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, goods and service tax, customs duty, cess and other material statutory dues as applicable were outstanding, at the year end, for a period of more than six months from the date they became payable.
 - (c) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, goods and service tax and customs duty as at March 31, 2020 which have not been deposited on account of a dispute.
- (viii) During the year the Company has not availed loan from any financial institution or bank or debenture holders hence the reporting requirements under paragraph 3(viii) of the order is not applicable.
- (ix) During the year the Company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans hence the reporting requirements under paragraph 3(ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

- (xi) The Company has not paid managerial remuneration during the year and hence, the reporting requirement under paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and section 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Pathak H. D. & Associates LLP
Chartered Accountants
Firm Registration No.107783W/W100593

Vishal D. Shah
Partner
Membership No.119303
UDIN: 20119303AAAABU9381

Place: Mumbai
Date: May 04, 2020

Annexure - B to Auditor's report

[Annexure to the Independent Auditor's Report referred to in paragraph "13(f)" under the heading "Report on other legal and regulatory requirements" of our report of even date on the financial statements of Reliance Velocity Limited for year ended March 31, 2020.]

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

We have audited the internal financial controls with reference to Financial Statements of Reliance Velocity Limited ("the Company") as of March 31, 2020 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 with reference to Financial Statements 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 ("ICAI"). 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 Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Financial Statements 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, specified under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. 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 with reference to Financial Statements 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 with reference to Financial Statements and their operating effectiveness.

Our audit of internal financial controls with reference to Financial Statements included obtaining an understanding of internal financial controls with reference to Financial Statements, 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 with reference to Financial Statements.

Meaning of Internal Financial Controls with reference to Financial Statements

A Company's internal financial control with reference to Financial Statements 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 with reference to Financial Statements 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 with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to Financial Statements, 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 with reference to Financial Statements to future periods are subject to the risk that the internal financial control with reference to Financial Statements 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 with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at March 31, 2020, based on the internal control with reference to Financial Statements 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 ICAI.

For Pathak H. D. & Associates LLP
Chartered Accountants
Firm Registration No.107783W/W100593

Vishal D. Shah
Partner
Membership No.119303
UDIN: 20119303AAAABU9381

Place: Mumbai
Date: May 04, 2020

Reliance Velocity Limited

FINANCIAL STATEMENTS

for the year ended March 31, 2020

Reliance Velocity Limited
Balance Sheet as at March 31, 2020

in Thousand

Particulars	Note	As at March 31, 2020	As at March 31, 2019
ASSETS			
Non Current assets			
(a) Financial Assets			
(i) Investment	2	0.01	-
Current assets			
(a) Financial Assets			
(i) Cash and cash equivalents	3	119.53	124.48
Total Assets		119.54	124.48
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity share capital	4	100.00	100.00
(c) Other equity	5	(18.37)	(1,093.22)
		81.64	(993.22)
LIABILITIES			
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	6	-	1,100.00
(ii) Trade payables			
Total outstanding due of micro enterprises & small enterprises	15	-	-
Total outstanding dues of creditors other than micro enterprises & small enterprises		37.90	17.70
Total Equity and Liabilities		119.54	124.48

The above Balance Sheet should be read in conjunction with the accompanying notes (1 to 18)

As per our attached report of even date.

For Pathak H.D. & Associates LLP
Chartered Accountants
Firm Registration No. 107783W/W100593

For and on behalf of the Board of Directors

Vishal Shah
Partner
Membership No. : 119303

Abhay Mishra
Director
DIN : 02132305

Sandeep Bandekar
Director
DIN : 08236773

Place: Mumbai
Date: May 04, 2020

Place: Mumbai
Date: May 04, 2020

Reliance Velocity Limited
Statement of Profit and Loss for the year ended March 31, 2020

Particulars	Note	` in Thousand	
		Year Ended March 31, 2020	Period from February 17, 2018 to March 31, 2019
Revenue from Operations		-	-
Other Income		-	-
Total Income		-	-
Expenses			
Other expenses	7	25.15	1,093.22
Total expenses		25.15	1,093.22
(Loss) before tax		(25.15)	(1,093.22)
Tax expense			
Current tax		-	-
(Loss) for the period		(25.15)	(1,093.22)
Other Comprehensive Income			-
Other Comprehensive Income for the period		-	-
Total Comprehensive Income for the period		(25.15)	(1,093.22)
Earnings per equity share of Rs. 10 each			
Basic & Diluted	12	(2.51)	(109.32)

The above Statement of Profit & Loss should be read in conjunction with the accompanying notes (1 to 18)

As per our attached report of even date.

For Pathak H.D. & Associates LLP
Chartered Accountants
Firm Registration No. 107783W/W100593

For and on behalf of the Board of Directors

Vishal Shah
Partner
Membership No. : 119303

Abhay Mishra
Director
DIN : 02132305

Sandeep Bandekar
Director
DIN : 08236773

Place: Mumbai
Date: May 04, 2020

Place: Mumbai
Date: May 04, 2020

Reliance Velocity Limited
Cash flow Statement for the year ended March 31, 2020

Particulars	` in Thousand	
	Year Ended March 31, 2020	Period from February 17, 2018 to March 31, 2019
A CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before exceptional items and tax	(25.15)	(1,093.22)
<i>Adjustments for:</i>		
Interest expense	-	-
	(25.15)	(1,093.22)
Cash Generated from Operations before working capital changes		
<i>Adjustments for:</i>		
Increase in other financial liabilities	20.20	17.70
	20.20	17.70
Cash generated from operations	(4.95)	(1,075.52)
Taxes (paid) net of refunds	-	-
Net cash generated from operating activities - [A]	(4.95)	(1,075.52)
B CASH FLOW FROM INVESTING ACTIVITIES:		
Net cash (used in) / generated from investing activities - [B]	-	-
C CASH FLOW FROM FINANCING ACTIVITIES:		
Issue of equity Shares	-	100.00
Proceeds from inter-corporate deposits (short term borrowings)	-	1,100.00
Net cash used in financing activities - [C]	-	1,200.00
Net increase/(decrease) in cash and cash equivalents - [A+B+C]	(4.95)	124.48
Add: Cash and cash equivalents at the beginning of the year	124.48	-
Cash and cash equivalents at the end of the year	119.53	124.48
Components of Cash and cash equivalents		
Balances with banks - in Current accounts (Refer Note No. 3)	119.53	124.48
		-
Total Cash and cash equivalents	119.53	124.48

The above Statement of Cash Flow should be read in conjunction with the accompanying notes (1 to 18)
As per our attached report of even date.

For Pathak H.D. & Associates LLP
Chartered Accountants
Firm Registration No. 107783W/W100593

For and on behalf of the Board of Directors

Vishal Shah
Partner
Membership No. : 119303

Abhay Mishra
Director
DIN : 02132305

Sandeep Bandekar
Director
DIN : 08236773

Place: Mumbai
Date: May 04, 2020

Place: Mumbai
Date: May 04, 2020

Reliance Velocity Limited
Statement of Changes in Equity

A. EQUITY SHARE CAPITAL

in Thousand

Particulars	Balance at the beginning of the year	Changes in equity share capital during the period	Balance at the end of the year
For the year ended March 31, 2019	-	100.00	100.00
For the year ended March 31, 2020	100.00	-	100.00

B. OTHER EQUITY

Particulars	Equity Component of Financial Instruments (Subordinate Debts)	Retained Earnings	Total
Opening Balance	-	-	-
Loss for the period	-	(1,093.22)	(1,093.22)
Other comprehensive loss for the period	-	-	-
Total comprehensive loss for the period	-	(1,093.22)	(1,093.22)
Balance as at March 31, 2019	-	(1,093.22)	(1,093.22)
Opening Balance	-	(1,093.22)	(1,093.22)
Loss for the year	-	(25.15)	(25.15)
Other comprehensive loss for the year	-	-	-
Total comprehensive loss for the year	-	(25.15)	(25.15)
Issue of Subordinate Debt	1,100.00	-	1,100.00
Balance as at March 31, 2020	1,100.00	(1,118.37)	(18.37)

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes (1 to 18)

As per our attached report of even date.

For Pathak H.D. & Associates LLP
Chartered Accountants
Firm Registration No. 107783W/W100593

For and on behalf of the Board of Directors

Vishal Shah
Partner
Membership No. : 119303

Abhay Mishra
Director
DIN : 02132305

Sandeep Bandekar
Director
DIN : 08236773

Date: May 04, 2020
Place: Mumbai

Date: May 04, 2020
Place: Mumbai

Reliance Velocity Limited
Notes to Financial Statements as of and for the year ended March 31, 2020

in Thousand

Particulars	Face Value	No. of Shares	As at March 31, 2020	No. of Shares	As at March 31, 2019
Note 2 - Financial Assets: Non-Current Investments (Non Trade)					
Investment in Equity Instruments (fully paid-up unless otherwise stated)					
<u>In Fellow Subsidiary</u>					
Delhi Airport Metro Express Private Limited	10	1	0.01	-	-
		<u>1</u>	<u>0.01</u>		<u>-</u>
	Book Value	Market value	Book Value	Market value	
Aggregate amount of unquoted investments	0.01	-	-	-	

Current Assets

Note 3 - Cash and Cash Equivalents

Cash and Cash Equivalents

Balances with banks:
- in current accounts

	As at March 31, 2020	As at March 31, 2019
	119.53	124.48
	<u>119.53</u>	<u>124.48</u>

Reliance Velocity Limited
Notes to Financial Statements as of and for the year ended March 31, 2020

Note 4 - Share Capital and Other equity

Note 4a - Authorised Share Capital

₹ in Thousand

Particulars	Nos of Shares	As at March 31, 2020	As at March 31, 2019
At the beginning of the year	10,000	100.00	-
Add : Increase during the year/period	-	-	100.00
At the end of the year	10,000	<u>100.00</u>	<u>100.00</u>

Note 4b - Issued, subscribed and paid-up equity share capital

At the beginning of the year	10,000	100.00	-
Add : Increase during the year/period	-	-	100.00
At the end of the year	10,000	<u>100.00</u>	<u>100.00</u>

Note 4c - Terms and rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company. The Company declares and pay dividend in Indian Rupees. The dividend proposed by the Board of Directors is subjected to the approval of Shareholders in the ensuing Annual General Meeting. During the year the company has not declared any dividend.

Note 4d - Reconciliation of nos of Shares

Particulars	As at March 31, 2020	As at March 31, 2019
Nos of Shares at the beginning of the year	10,000	-
Add : Nos of Shares issued during the year/period	-	10,000
Nos of Shares at the end of the year	<u>10,000</u>	<u>10,000</u>

Note 4e - Shares held by the Holding/ Ultimate Holding Company or their subsidiaries/associates

Reliance Infrastructure Limited (Holding Company)	10,000	10,000
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Note 4f - Details of Shareholders holding more than 5% shares

Reliance Infrastructure Limited		
Nos of Shares	10,000	10,000
% of holding	100%	100%

Reliance Velocity Limited**Notes to Financial Statements as of and for the year ended March 31, 2020**

Particulars	` in Thousand	
	As at March 31, 2020	As at March 31, 2019
Note 5 - Other Equity		
Equity Component of Financial Instruments (Subordinate Debt)	1,100.00	-
Retained Earnings	<u>(1,118.37)</u>	<u>(1,093.22)</u>
Total Other Equity	<u><u>(18.37)</u></u>	<u><u>(1,093.22)</u></u>

Note 5(a) - Equity Component of Financial Instruments (Subordinate Debt)

At the beginning of the year	-	-
Addition during the year	1,100.00	-
At the end of the year	<u><u>1,100.00</u></u>	<u><u>-</u></u>

Terms and rights attached to Sub-ordinated debts infused by holding company

Unsecured Subordinate Debts (SD) is issued by Reliance Infrastructure Limited, the Holding Company with an option to convert at any time during the tenor of the Subordinate debt, whether in part or full into equivalent number of equity shares at par (10 SD into 1 Equity share) or to be repaid during the tenor of subordinate debts after approval from the holder. 0% Interest or as per approved rate of primary lender upto the time repayment is not done. After primary lender/s has been repaid the coupon rate will be at the option and rate decided solely by the issuer.

Note 5 (b) - Retained Earnings

At the beginning of the year	(1,093.22)	-
Loss for the year/period	(25.15)	(1,093.22)
At the end of the year	<u><u>(1,118.37)</u></u>	<u><u>(1,093.22)</u></u>

Reliance Velocity Limited**Notes to Financial Statements as of and for the year ended March 31, 2020**

` in Thousand

Particulars	As at March 31, 2020	As at March 31, 2019
Note 6 - Borrowings - Current		
<u>Unsecured</u>		
Loan from Holding Company (Interest free loan, repayable on demand)	-	1,100.00
	<u>-</u>	<u>1,100.00</u>

Disclosure of change in liabilities arising from financing activities pursuant to Para 44A to 44E of Ind AS 7 - Statement of Cash Flow :

Particulars	As at March 31, 2020	As at March 31, 2019
<u>Short term Borrowing</u>		
Opening Balance	1,100.00	-
Add: - Loan availed during the period	-	1,100.00
Less : - Repayment during the period	-	-
Less : - Non Cash items/ Convert into Sub Debt	(1,100.00)	-
Closing Balance	<u>-</u>	<u>1,100.00</u>

Reliance Velocity Limited
Notes to Financial Statements as of and for the year ended March 31, 2020

Particulars	Year Ended March 31, 2020	in Thousand
		Period from February 17, 2018 to March 31, 2019
Note 7 - Other expenses		
Legal and Professional Charges	1.77	1,062.00
Auditors Remuneration	17.70	17.70
Other miscellaneous expenses	5.68	13.52
	25.15	1,093.22

Reliance Velocity Limited
Notes to Financial Statements as of and for the year ended March 31, 2020

Note 8 - Fair value measurements

Financial Instruments by category

Significance of financial instruments	` in Thousand	
Particulars	As at March 31, 2020	As at March 31, 2019
Financial assets		
At amortised Cost		
Cash and Cash equivalent	119.53	124.48
Investments	0.01	-
Total financial assets	119.54	124.48
Financial liabilities		
At amortised Cost		
Short term Borrowings	-	1,100.00
Trade Payable	37.90	17.70
At Fair value through profit & loss	-	-
Total financial liabilities	37.90	1,117.70

The carrying value amounts of cash and cash equivalents & trade payables are considered to have their fair value approximately equal to their carrying values.

Note 9 - Fair value Hierarchy

(a) Fair value hierarchy - Recurring fair value measurements

₹ in Thousand

Particulars	As at March 31, 2020	As at March 31, 2019
Financial assets		
At Fair value through profit & loss		
Investments	0.01	-
Total financial assets	0.01	-
Financial liabilities	-	-
Total financial liabilities	-	-

(b) Fair value hierarchy - Assets and liabilities which are measured at amortised cost for which fair values are disclosed

Particulars	As at March 31, 2020	As at March 31, 2019
Financial assets		
Level 3		
Cash and Cash Equivalent	119.53	124.48
Total financial assets	119.53	124.48
Financial liabilities		
Level 3		
Short term Borrowings	-	1,100.00
Trade Payables	37.90	17.70
Total financial liabilities	37.90	1,117.70

Recognised fair value measurements

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes mutual funds that have quoted price. The mutual funds are valued using the closing NAV.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Valuation technique used to determine fair value

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

Reliance Velocity Limited
Notes to Financial Statements as of and for the year ended March 31, 2020

Note 10: Financial Risk Management

The Company's risk management is carried out by a treasury department (company treasury) under policies approved by board of directors. Treasury team identifies, evaluates and hedges financial risk in close co-operation with the company's operating units. The Management of the Company provides written principles for overall risk management, as well as policies covering specific areas, such as interest rate risk and credit risk, use of derivative financial instrument and non-derivative financial instrument, and investments of excess liquidity.

(i) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations.

The Company is engaged in Defence Business.

The Company does not have any significant exposure to credit risk.

(ii) Cash and Cash Equivalents & Other Financial Asset

The Company held cash and cash equivalents & other financial assets with credit worthy banks aggregating Rs. 119.53 Thousand and Rs. 124.48 Thousand as at March 31, 2020 and March 31, 2019 respectively. The credit worthiness of such banks and financial institutions is evaluated by the management on an ongoing basis and is considered to be good.

(iii) Market Risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. The Company is not exposed to any significant currency risk and equity price risk.

(a) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is not exposed to any interest rate risk

Liquidity Risk - Table

The table below analyses the Company's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

in Thousand				
As at March 31, 2020	Less than 1 year	Between 1 year and 5 years	Over 5 years	Total
Non-derivatives				
Borrowings	-	-	-	-
Trade and other payables	37.90	-	-	37.90
Total Non-derivatives	37.90	-	-	37.90
<hr/>				
As at March 31, 2019	Less than 1 year	Between 1 year and 5 years	Over 5 years	Total
Non-derivatives				
Borrowings	1,100.00	-	-	1,100.00
Trade and other payables	17.70	-	-	17.70
Total Non-derivatives	1,117.70	-	-	1,117.70

Reliance Velocity Limited
Notes to Financial Statements as of and for the year ended March 31, 2020

Note 11 - Related Party Transactions

As per Ind AS-24 " Related Party Transactions" the Company's related parties and transactions with them in the ordinary course of business are disclosed below :

(A) Parties where control exists

Holding Company - Reliance Infrastructure Limited

(B) Other parties with whom transaction taken place during the year:

Fellow Subsidiary

Delhi Airport Metro Express Private Limited

Details of transactions and closing balance :

in Thousand

Particulars	March 31, 2020	March 31, 2019
Transactions during the year :		
Investment		
Delhi Airport Metro Express Private Limited	0.01	-
Inter-corporate deposit		
Reliance Infrastructure Limited	-	1,100.00
ICD Converted to Subordinate Debts		
Reliance Infrastructure Limited	1,100.00	-
Balances at the year end		
Investment		
Delhi Airport Metro Express Private Limited	0.01	-
Subordinate Debts		
Reliance Infrastructure Limited	1,100.00	-
Inter-corporate deposit		
Reliance Infrastructure Limited	-	1,100.00
Equity share capital		
Reliance Infrastructure Limited	100.00	100.00

Note 12 - Earning Per Share

Particulars	Year Ended March 31, 2020	Period from February 17, 2018 to March 31, 2019
Profit / (Loss) attributable to equity shareholders (A) - ₹ in Thousand	(25.15)	(1,093.22)
Weighted average number of equity shares for basic and diluted earnings per share (B)	10,000	10,000
Earnings per share (Basic and diluted) (Rupees) (A/B)	(2.51)	(109.32)
Nominal value of equity shares (Rupees)	10.00	10.00

Note 13 – Events after reporting year

There are no subsequent event after the reporting period which required adjustments to the Financial Statements.

Note 14 - Capital Risk Management

The Company considers the following components of its Balance Sheet to be managed capital:

Total equity – share capital, share premium and retained earnings,

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimize returns to our shareholders. The capital structure of the group is based on management's judgment of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets.

The Company's aim to translate profitable growth to superior cash generation through efficient capital management.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditor, and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

Note 15 - Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

There are no Micro and Small Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2020. 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.

Note 16 - Segment wise Revenue, Results and Capital Employed

The Company has not commenced its commercial operation hence; there are no separate reportable segments as required under Indian Accounting Standard 108 "Operating Segment" as prescribed under Section 133 of the Act.

Note 17 - Income Tax and Deferred Tax (Net) :

17 (a) Income Tax Expense

₹ in Thousand

Particulars	Year Ended March 31, 2020	Period from February 17, 2018 to March 31, 2019
(a) Income Tax Expense		
<i>Current tax</i>		
Current tax on profits for the period	-	-
Total current tax expense (A)	-	-
<i>Deferred Tax</i>		
Decrease/(increase) in deferred tax assets	-	-
(Decrease)/increase in deferred tax liabilities	-	-
Total deferred tax expense/(benefit) (B)	-	-
Income tax expense (A+B)	-	-

17 (b) Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:

₹ in Thousand

Particulars	Year Ended March 31, 2020	Period from February 17, 2018 to March 31, 2019
Loss before Income Tax Expense	(25.15)	(1,093.22)
Tax at the Indian tax rate of 26.00%	(6.54)	(284.24)
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Tax losses for which no deferred income tax was recognised	6.54	284.24
Income tax expense charged to Statement of Profit and Loss	-	-

Note: The Company has not recognised deferred tax asset on the unabsorbed losses as the Company has not yet commenced its business operation.

17 (c) Amounts recognised in respect of current tax/deferred tax directly in equity

₹ in Thousand

Particulars	Year Ended March 31, 2020	Period from February 17, 2018 to March 31, 2019
Amounts recognised in respect of current tax/deferred tax directly in equity	-	-

Note 18:

Figures for the previous year have been regrouped/reclassified/rearranged wherever necessary to make them comparable to those for the current year.

As per our attached report of even date

For Pathak H.D. & Associates LLP
Chartered Accountants
Firm Registration No. 107783W/W100593

For and on behalf of the Board of Directors

Vishal Shah
Partner
Membership No. : 119303

Abhay Mishra **Sandeep Bandekar**
Director Director
DIN : 02132305 DIN : 08236773

Place: Mumbai
Date: May 04, 2020

Place: Mumbai
Date: May 04, 2020