

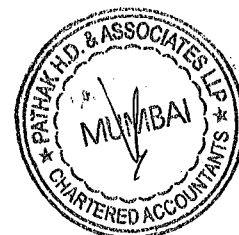
Limited Review Report on Standalone Unaudited Financial Results of Reliance Infrastructure Limited for the Quarter and Half year ended September 30, 2019 pursuant to Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of Reliance Infrastructure Limited

1. We were engaged to review the accompanying statement of standalone unaudited financial results of Reliance Infrastructure Limited ('the Company') for the quarter and half year ended September 30, 2019 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on November 14, 2019, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India.
3. Our responsibility is to express a conclusion on the Statement based on our review. However, because of the matters described in paragraph 4 and 5 below, we were not able to obtain sufficient appropriate evidence to provide a basis of our conclusion on this Statement.
4. We refer to Note 10 to the Statement regarding the Company has exposure in an EPC Company as on September 30, 2019 aggregating to Rs. 7,624.75 Crore (net of provision of Rs. 3,972.17 Crore). Further, the Company has also provided corporate guarantees aggregating to Rs. 1,775 Crore on behalf of the aforesaid EPC Company towards borrowings of the EPC Company.

According to the Management of the Company, these amounts have been funded mainly for general corporate purposes and towards funding of working capital requirements of the party which has been engaged in providing Engineering, Procurement and Construction (EPC) services primarily to the Company and its subsidiaries and its associates and the EPC Company will be able to meet its obligation. We were unable to obtain sufficient appropriate audit evidence about the relationship and the recoverability of these amounts. Accordingly, we are unable to determine the consequential implications arising therefrom in the standalone unaudited financial results of the Company.

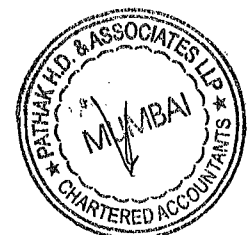
5. We refer to Note 7 of the Statement wherein the loss on invocation of shares held in an associate company of the Company amounting to Rs. 295.22 Crore and Rs. 895.01 Crore for the quarter and half year ended September 30, 2019 respectively has been adjusted against the capital reserve. The above treatment of loss on invocation of shares is not accordance with the Ind AS 28 "Investments in Associates and Joint Ventures" and Ind AS 1 "Presentation of Financial Statements". Had the Company followed the above Ind AS's the Profit before tax for the quarter and half year ended September 30, 2019 would have been lower by Rs. 295.22 Crore and Rs. 895.01 Crore respectively and Capital Reserve and total equity would have been higher by an equivalent amount.



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6. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
7. Because of the substantive nature and significance of the matter described in paragraph 4 and 5 above, we have not been able to obtain sufficient appropriate evidence to provide our basis of our conclusion as to whether the accompanying Statement of unaudited financial results prepared in accordance with applicable Accounting Standards i.e. Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
8. We draw attention to Note 2 to the Statement regarding the Scheme of Amalgamation ('the Scheme') between Reliance Infraprojects Limited (wholly owned subsidiary of the Company) and the Company sanctioned by the Hon'ble High Court of Judicature at Bombay vide its order dated March 30, 2011, wherein the Company, as determined by the Board of Directors, is permitted to adjust foreign exchange/derivative/hedging losses/gains debited/credited to the Statement of Profit and Loss by a corresponding withdrawal from or credit to General Reserve which overrides the relevant provisions of Ind AS – 1 'Presentation of financial statements'. The net foreign exchange gain of Rs. 38.72 Crore and Rs. 42.52 Crore for the quarter and half year ended September 30, 2019 respectively has been credited to Statement of Profit and Loss and an equivalent amount has been transferred to General Reserve in terms of the Scheme. Had such transfer not been made, profit before tax for the quarter and half year ended September 30, 2019 would have been higher by Rs. 38.72 Crore and Rs. 42.52 Crore respectively and General Reserve would have been lower by an equivalent amount. Our conclusion on the Statement is not modified in respect of above matter.
9. We draw attention to Note 4 to the Statement, wherein the Company has outstanding obligations to lenders and the Company is also a guarantor for its subsidiaries and associates whose loans have also fallen due which indicate uncertainty exists that may cast a doubt on the Company's ability to continue as a going concern. The lenders of the Company have signed an Inter Creditor Agreement and the Company has proposed a resolution plan to the lenders and is confident of meeting its obligations by way of time bound monetisation of its assets and receipt of various claims and accordingly the standalone unaudited financial results have been prepared on a going concern basis. Our conclusion on the Statement is not modified in respect of above matter.



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10. We draw attention to Note 9 to the Statement which describes the impairment assessment performed by the Company in respect of its investment of Rs. 4,273.42 Crore and amounts recoverable aggregating to Rs. 1,158.88 Crore in Reliance Power Limited (RPower) an associate company as at September 30, 2019 in accordance with Ind A S 36 "Impairment of assets" / Ind AS 109 "Financial Instruments". This assessment involves significant management judgment and estimates on the valuation methodology and various assumptions used in determination of value in use/fair value by independent valuation experts / management as more fully described in the aforesaid note. Based on management's assessment and the independent valuation reports, no impairment is considered necessary on the investment and the recoverable amounts. Our conclusion on the Statement is not modified in respect of above matter.

For **Pathak H. D. & Associates LLP**

Chartered Accountants

Firm's Registration No:107783W / W100593



Vishal D. Shah

Partner

Membership No:119303

UDIN: 19119303AAAAID4445

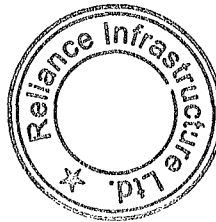


Date: November 14, 2019

Place: Mumbai

RELIANCE**RELIANCE INFRASTRUCTURE LIMITED**Registered Office: Reliance Center, Ground Floor, 19, Walchand Hirachand Marg, Ballard Estate, Mumbai 400 001
website:www.rinfra.com CIN : L75100MH1929PLC001530**Statement of Standalone Financial Results for the quarter and half year ended September 30, 2019**

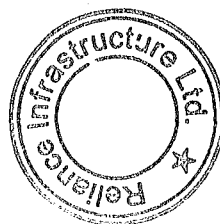
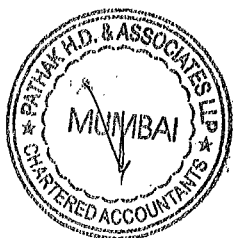
Sr. No.	Particulars	Quarter ended			half year ended		Rs Crore
		30-09-2019	30-06-2019	30-09-2018	30-09-2019	30-09-2018	Year ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations	291.23	284.26	222.06	575.49	447.46	986.08
2	Other Income (net) (Refer note 2 and 3)	509.84	598.68	1,133.50	1,108.52	1,699.38	2,595.28
	Total Income	801.07	882.94	1,355.56	1,684.01	2,146.84	3,581.36
3	Expenses						
	(a) Construction Materials Consumed and Sub-contracting Charges	212.83	216.81	124.17	429.64	260.67	578.12
	(b) Employee Benefits Expense	30.98	34.38	42.43	65.36	94.36	168.75
	(c) Finance Costs	204.66	224.71	395.13	429.37	800.68	1,210.93
	(d) Depreciation and Amortisation Expense	16.35	16.16	21.31	32.51	41.46	81.83
	(e) Other Expenses	45.87	66.98	99.45	112.85	260.61	438.38
	Total Expenses	510.69	569.04	682.49	1,069.73	1,457.78	2,478.01
4	Profit before Exceptional Items and Tax (1+2-3)	290.38	323.90	673.07	614.28	689.06	1,103.35
5	Exceptional Items (Net)	-	-	(4,200.00)	-	(4,200.00)	(6,181.34)
6	Profit/(Loss) before tax (4+5)	290.38	323.90	(3,526.93)	614.28	(3,510.94)	(5,077.99)
7	Tax Expenses						
	- Current Tax	2.50	-	-	2.50	-	-
	- Deferred Tax (net)	(8.00)	(1.00)	(7.40)	(9.00)	(20.00)	(27.00)
	- Tax adjustment for earlier years (net)	0.06	-	-	0.06	(143.65)	(163.76)
8	Net (Loss) / Profit for the period/year from Continuing Operations (6-7)	295.82	324.90	(3,519.53)	620.72	(3,347.29)	(4,887.23)
9	Net Profit for the period/year from Discontinued Operations (refer note 15)	-	-	3,723.84	-	3,723.84	3,973.84
10	Net Profit/(Loss) for the period/year (8+9)	295.82	324.90	204.31	620.72	376.55	(913.39)
11	Other Comprehensive Income						
	Items that will not be reclassified to Profit and Loss						
	Remeasurement of net defined benefit plans - (gain)/loss	(0.60)	(0.50)	(3.89)	(1.10)	(5.00)	(8.62)
	Income Tax relating to the above	-	-	(0.35)	-	-	3.00
	Other Comprehensive Income from Discontinued Operations(net of tax)	-	-	-	-	-	-
		0.60	0.50	4.24	1.10	5.00	5.62
12	Total Comprehensive Income (10+11)	296.42	325.40	208.55	621.82	381.55	(907.77)
13	Paid-up Equity Share Capital (Face value of ₹ 10 per share)						263.03
14	Other Equity						14,027.85
15	Earnings Per Share (* not annualised) (Face value of ₹ 10 per share)						
	(a) Basic and Diluted Earnings per Share (in ₹) (for Continuing Operations)	11.25*	12.35*	(133.83)*	23.60*	(127.32)*	(185.83)
	(b) Basic and Diluted Earnings per Share (in ₹) (for Discontinued Operations)	-	-	141.60*	-	141.64*	151.10
	(c) Basic and Diluted Earnings per Share (in ₹)-before effect of withdrawal of scheme	12.72*	12.50*	11.17*	25.22*	20.23*	(278.99)
	(d) Basic and Diluted Earnings per Share (in ₹)-after effect of withdrawal of scheme	11.25*	12.35*	7.77*	23.60*	14.32*	(34.73)
16	Debtenture Redemption Reserve				187.65	168.80	165.02
17	Net Worth				9,153.97	16,090.58	8,489.63
18	Debt Service Coverage Ratio (Refer Note 11)				0.83	2.11	1.45
19	Interest Service Coverage Ratio (Refer Note 11)				3.42	5.24	4.41
20	Debt Equity Ratio (Refer Note 11)				0.42	0.28	0.43



RELIANCE INFRASTRUCTURE LIMITED

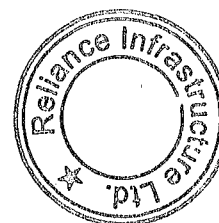
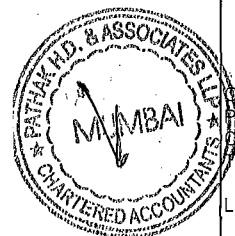
Segment-wise Revenue, Results and Capital Employed

Sr. No.	Particulars	Rs Crore					
		Quarter ended			half year ended		Year ended
		30-09-2019	30-06-2019	30-09-2018	30-09-2019	30-09-2018	31-03-2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	Segment Revenue						
	- Power Business	3.31	4.40	1.40	7.71	4.92	10.55
	- Engineering and Construction Business	287.92	279.86	220.66	567.78	442.54	975.53
	Total	291.23	284.26	222.06	575.49	447.46	986.08
	Less : Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Continuing Operations	291.23	284.26	222.06	575.49	447.46	986.08
2	Segment Results						
	Profit before Tax and Interest from each segment						
	- Power Business	1.80	2.16	(33.63)	3.96	(50.46)	(45.56)
	- Engineering and Construction Business	31.20	24.67	68.44	55.87	90.63	175.94
		33.00	26.83	34.81	59.83	40.17	130.38
	- Finance Costs	(204.66)	(224.71)	(395.13)	(429.37)	(800.68)	(1,210.93)
	- Interest Income	326.22	297.99	403.30	624.20	922.62	1,583.93
	- Exceptional Item - Unallocable segment	-	-	(4,200.00)	-	(4,200.00)	(6,181.34)
	- Other Un-allocable Income net of Expenditure	135.82	223.79	630.09	359.62	526.95	599.97
	Profit before Tax from continuing operations	290.38	323.90	(3,526.93)	614.28	(3,510.94)	(5,077.99)
3	Capital Employed						
	Segment Assets						
	- Power Business	49.03	44.72	63.32	49.03	63.32	45.24
	- Engineering and Construction Business	5,343.33	5,292.96	5,131.97	5,343.33	5,131.97	5,337.31
	- Unallocated Assets	21,211.64	22,179.58	32,122.27	21,211.64	32,122.27	22,869.90
		26,604.00	27,517.26	37,317.56	26,604.00	37,317.56	28,252.45
	Assets of Discontinued Operations	539.45	539.45	-	539.45	-	-
		27,143.45	28,056.71	37,317.56	27,143.45	37,317.56	28,252.45
	Segment Liabilities						
	- Power Business	39.65	29.04	31.38	39.65	31.38	28.61
	- Engineering and Construction Business	4,655.63	4,717.91	4,536.10	4,655.63	4,536.10	4,666.74
	- Unallocated Liabilities	8,383.11	9,291.26	10,459.85	8,383.11	10,459.85	9,266.22
		13,078.39	14,038.21	15,027.33	13,078.39	15,027.33	13,961.57
	Liabilities of Discontinued Operations	-	-	-	-	-	-
		13,078.39	14,038.21	15,027.33	13,078.39	15,027.33	13,961.57



RELIANCE INFRASTRUCTURE LIMITED
Standalone Statement of Assets and Liabilities

Particulars	Rs crore	
	As at	As at
	30-09-2019 (Unaudited)	31-03-2019 (Audited)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	607.28	629.04
Capital Work-in-progress	28.73	26.01
Investment Property	492.53	502.41
Other Intangible Assets	0.83	0.82
Financial Assets		
Investments	12,140.97	13,605.66
Trade Receivables	35.47	3.56
Loans	86.74	87.47
Other Financial Assets	39.12	46.86
Other Non - Current Assets	61.63	455.02
Total Non-Current Assets	13,493.30	15,356.85
Current Assets		
Inventories	7.64	7.50
Financial Assets		
Trade Receivables	3,942.84	3,831.88
Cash and Cash Equivalents	50.37	70.89
Bank Balance other than Cash and Cash Equivalents above	184.79	200.94
Loans	6,072.88	6,064.79
Other Financial Assets	1,879.66	1,338.87
Other Current Assets	972.52	1,380.73
Total Current Assets	13,110.70	12,895.60
Non Current Assets Held for sale and Discontinued Operations	539.45	-
Total Assets	27,143.45	28,252.45
Equity and Liabilities		
Equity		
Equity Share Capital	263.03	263.03
Other Equity	13,802.03	14,027.85
Total Equity	14,065.06	14,290.88
LIABILITIES		
Non-Current Liabilities		
Financial Liabilities		
Borrowings	4,007.54	4,100.15
Trade Payables		
Total outstanding dues to Micro and Small Enterprises	-	-
Total outstanding dues to Others	38.39	17.53
Other Financial Liabilities	22.96	22.90
Provisions	165.48	161.43
Deferred Tax Liabilities (Net)	124.99	133.99
Other Non - Current Liabilities	1,284.18	1,487.10
Total Non-Current Liabilities	5,643.54	5,923.10
Current Liabilities		
Financial Liabilities		
Borrowings	919.66	910.00
Trade Payables		
Total outstanding dues to Micro and Small Enterprises	12.73	0.11
Total outstanding dues to Others	2,844.74	3,043.25
Other Financial Liabilities	1,363.53	1,435.20
Other Current Liabilities	1,749.37	2,094.48
Provisions	51.44	51.44
Current Tax Liabilities (Net)	493.38	503.99
Total Current Liabilities	7,434.85	8,038.47
Liabilities of Discontinued Operations	-	-
Total Equity and Liabilities	27,143.45	28,252.45

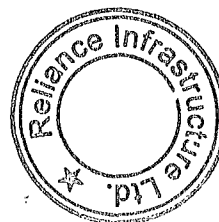
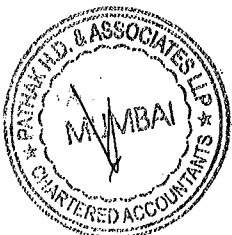


RELIANCE INFRASTRUCTURE LIMITED

Cash Flow Statement

(Rs Crore)

Particulars	Period ended September 30, 2019	Year ended March 31, 2019
	Unaudited	Audited
A. Cash Flow from Operating Activities :		
Profit before Tax	614.28	(5,077.97)
Adjustments for :		
Depreciation and Amortisation Expenses	32.51	81.83
Net (Income) / Expenses relating to Investment Property	(19.44)	(31.61)
Interest Income	(540.46)	(1,356.31)
Fair Value Gain on Financial Instrument through FVTPL/Amortised Cost	(83.75)	(227.62)
Dividend Income	(19.75)	(34.19)
Net Loss/ (Gain) on Sale Investments	33.66	(16.62)
Finance Cost	429.37	1,210.93
Provision for Doubtful debts / Advances / Deposits	(17.81)	91.56
Provision/written off of Investment and ICDs- Exceptional Items	-	6,181.34
Excess Provisions written back	(0.94)	(235.95)
Loss on Sale / Discarding of Assets (Net)	-	1.97
Bad Debts	-	4.16
Provision for Impairment of Assets	-	18.00
Cash generated from Operations before Working Capital changes	427.67	609.52
Adjustments for :		
Decrease in Financial Assets and Other Assets	317.14	(138.10)
(Increase) / Decrease in Inventories	(0.13)	13.60
Increase in Financial Liabilities and Other Liabilities	(684.75)	(3,169.47)
	(367.74)	(3,293.97)
Cash generated from Operations	59.93	(2,684.45)
Income Taxes paid (net of refund)	282.16	58.23
Net Cash generated from Operating Activities	342.09	(2,626.22)
B. Cash Flow from Investing Activities :		
Purchase of Property, Plant and Equipment (including Capital work-in-progress, capital advances and capital creditors)	(3.23)	(18.10)
Purchase of Investment Property	-	(3.79)
Proceeds from Disposal of Property, Plant and Equipment	-	1.37
Net Income relating to Investment Property	13.82	23.90
(Investment) / Redemption in Fixed Deposits with Banks	15.99	286.46
Investments in Subsidiaries / Joint Ventures / Associates	(19.33)	(1,643.12)
Investments in Others (net)	-	(137.76)
Proceeds from disposal of Assets held for Sale	-	2,440.77
Sale of Investment in Subsidiaries/Joint ventures/Associates	98.39	292.42
Sale / Redemption of Investments in Mutual fund	-	254.47
Sale / Redemption of Investments in Others	60.21	30.30
Loan given (Net)	(0.34)	204.52
Dividend Received	19.75	34.19
Interest Income	66.16	767.00
Net Cash generated from / (used in) Investing Activities	251.42	2,532.63
C. Cash Flow from Financing Activities :		
Proceeds from Long Term Borrowings	-	3,467.00
Repayment of Long Term Borrowings	(231.80)	(1,783.43)
Short Term Borrowings (Net)	9.66	246.05
Payment of Interest and Finance Charges	(391.82)	(1,602.11)
Dividends paid to shareholders including tax	(0.07)	(249.25)
Net Cash generated from / (used in) Financing Activities	(614.03)	78.26
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(20.52)	(15.33)
Cash and cash equivalents as at the beginning of the period/year	70.89	86.22
Cash and cash equivalents as at the end of the period/year	50.37	70.89
Net Increase / (Decrease) as disclosed above	(20.52)	(15.33)

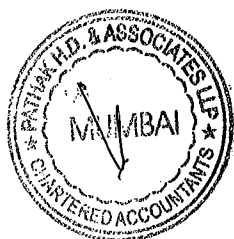


Notes:

1. The Standalone Financial Results of Reliance Infrastructure Limited ("the Company") have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016
2. Pursuant to the Scheme of Amalgamation of Reliance Infraprojects Limited with the Company, sanctioned by the Hon'ble High Court of Judicature at Bombay on March 30, 2011, net foreign exchange gain of Rs 38.72 Crore and Rs 42.52 Crore for the quarter and half year ended September 30, 2019 respectively has been credited to the Statement of Profit and Loss and an equivalent amount has been transferred to General Reserve. Had such transfer not been done, the profit before tax would have been higher by Rs 38.72 Crore and Rs 42.52 Crore for the quarter and half year ended September 30, 2019 respectively and General Reserve would have been lower by an equivalent amount. The treatment prescribed under the Scheme overrides the relevant provisions of Ind AS 1 "Presentation of Financial Statements". This matter has been referred to by the auditors in their report as an emphasis of matter.
3. Other income during the quarter and period ended September 30, 2019 includes Rs 145.09 Crore and Rs. 418.09 respectively in respect of regulatory assets of erstwhile Mumbai Power Business of the Company.
4. The lenders of the Company have signed Inter-Creditor Agreement (ICA) pursuant to RBI circular dated June 07, 2019. The Company has outstanding obligations payable to lenders and in respect of loan arrangements of certain entities including subsidiaries/associates where the Company is also a guarantor where certain amounts have also fallen due. The resolution plans have been submitted to the lenders of respective companies which are under their consideration. The Company is confident of meeting of all the obligations by way of time bound monetisation of its assets and receipt of various claims and accordingly, notwithstanding the dependence on these uncertain events the Company continues to prepare the Standalone Financial Results on a going concern basis.
5. The dispute between Delhi Airport Metro Express Private Limited (DAMEPL), a subsidiary of the Parent Company and Delhi Metro Rail Corporation (DMRC) arising out of the termination of the Concession Agreement for Delhi Airport Metro Express Project (Project) by DAMEPL was referred to arbitration tribunal, which vide its order dated May 11, 2017, granted arbitration award in favour of DAMEPL of Rs 4,662.59 crore on the date of the Award (Award) being inter alia in consideration of DAMEPL transferring the ownership of the Project to DMRC who has taken over the same. The Award was upheld by a Single Judge of Hon'ble Delhi High Court vide its Judgment dated March 06, 2018. However, the said Judgment dated March 06, 2018 was set aside by the Division Bench of Hon'ble Delhi High Court vide its Judgement dated January 15, 2019. DAMEPL has filed Special Leave Petition (SLP) before the Hon'ble Supreme Court of India against the said Judgement of Division Bench of Hon'ble Delhi High Court dated January 15, 2019. Hon'ble Supreme Court of India, while hearing the Interlocutory Application filed by DAMEPL seeking interim relief, had directed vide its Order dated April 22, 2019 that DAMEPL's accounts shall not be declared as NPA till further orders and further directed listing of the SLP for hearing on July 23, 2019. However, the said SLP could not be taken up for hearing after April 22, 2019 by the Hon'ble Supreme Court of India owing inter alia to unavailability of appropriate Bench to hear the matter which is now likely to be heard in last week of November 2019. Based on the facts of the case and the applicable law, DAMEPL is confident of succeeding in the Hon'ble Supreme Court. In view of the above, pending outcome of SLP before the Hon'ble Supreme Court of India, DAMEPL has continued to prepare its financial statements on going concern basis.
6. KM Toll Road Private Limited (KMTR), a subsidiary of the Company, has terminated the Concession Agreement with National Highways Authority of India (NHAI) for Kandla Mundra Road Project (Project) on May 7, 2019, on account of Material Breach and Event of Default under the provisions of the Concession Agreement by NHAI. The operation of the Project has been taken over by NHAI and NHAI has given a contract to a third party for Toll collection with effect from April 16, 2019. Consequently, NHAI is liable to pay KMTR a termination payment estimated at Rs 1,205.47 Crore, as the termination has arisen owing to NHAI Event of Default. KMTR vide its letter dated May 6, 2019 has also issued a notice to NHAI for the termination payment. Pending final outcome of the notice and possible arbitration proceedings and as legally advised, the claims for the termination payment are considered fully enforceable and the Company is confident of recovering its entire investment of Rs 539.45 Crore in KMTR as at September 30, 2019.



7. During the quarter and half year ended September 30, 2019, Rs 295.22 Crore and Rs. 895.01 Crore respectively being the loss on invocation of pledge of shares of an associate of the Company has been adjusted against the capital reserve. According to the management of the Company, this is the extremely rare circumstances where even though the value of long term strategic investment is high, the same is being disposed off at much lower value for the reasons beyond the control of the Company, thereby causing the said loss to the Company. Hence, being the capital loss, the same has been adjusted against the capital reserve. Had such loss not been debited to Capital reserve, the profit before tax for the quarter and half year ended September 30, 2019 would have been lower by and Capital Reserve would have been higher by an equivalent amount.
8. The Company has entered into a Share Purchase Agreement with Cube Highways and Infrastructure III Pte Limited for sale of its entire stake in DA Toll Road Private Limited, a subsidiary of the Company. The said transaction is subject to various regulatory and customary approvals and hence has not been considered as non current assets held for sale and discontinued operations as per Ind AS 105 "Non Current Assets Held for Sale and Discontinued Operations".
9. The Company has an investment of Rs 4,273.42 Crore as at September 30, 2019 which represents 27.04% shareholding in Reliance Power Limited (RPower), an associate company. Further, the Company also has net recoverable amounts aggregating to Rs 1,158.88 Crore from RPower as at September 30, 2019 and its current liabilities exceeded its current assets. Management had performed an impairment assessment of its investment in RPower during the year ended March 31, 2019 as required by Indian Accounting Standard 36 "Impairment of assets" / Indian Accounting Standard 109 "Financial Instruments", by considering inter alia the valuations of the underlying subsidiaries of RPower which are based on their value in use (considering discounted cash flows) and valuations of other assets of RPower/its subsidiaries based on their fair values, which have been determined by external valuation experts and / or management's internal evaluation. The determination of the value in use / fair value involves significant management judgement and estimates on the various assumptions including relating to growth rates, discount rates, terminal value, time that may be required to identify buyers, negotiation discounts etc. Further, management believes that the above assessment based on value in use / fair value appropriately reflects the recoverable amount as at September 30, 2019 of the investment as the current market price/valuation of RPower does not reflect the fundamentals of the business and is an aberration. Based on management's assessment and the independent valuation reports, no impairment is considered necessary on this investment and recoverable amounts.
10. The Reliance Group of companies of which the Company is a part, supported an independent company in which the Company holds less than 2% of equity shares ("EPC Company") to inter alia undertake contracts and assignments for the large number of varied projects in the fields of Power (Thermal, Hydro and Nuclear), Roads, Cement, Telecom, Metro Rail, etc. which were proposed and/or under development by the Reliance Group. To this end along with other companies of the Reliance Group the Company funded EPC Company by way of project advances, subscription to debentures and inter corporate deposits. The total exposure of the Company as on September 30, 2019 is Rs 7,624.75 Crore net of provision of Rs 3,972.17 Crore. The Company has also provided corporate guarantees aggregating of Rs 1,775 Crore.
- The activities of EPC Company have been impacted by the reduced project activities of the companies of the Reliance Group. While the Company is evaluating the nature of relationship; if any, with the independent EPC Company, based on the analysis carried out in earlier years, the EPC Company has not been treated as related party
- Given the huge opportunity in the EPC field particularly considering the Government of India's thrust on infrastructure sector coupled with increasing project and EPC activities of the Reliance Group, the EPC Company with its experience will be able to achieve substantial project activities in excess of its current levels, thus enabling the EPC Company to meet its obligations. The Company is reasonably confident that the provision will be adequate to deal with any contingency relating to recovery from the EPC Company
11. Ratios have been computed as under:
- Debt Service Coverage Ratio = Earnings before Interest and Tax and exceptional items / (Interest on Long Term Debt for the period/year + Principal Repayment of Long Term Debt within one year)
 - Interest Service Coverage Ratio = Earnings before Interest and Tax and exceptional items / Interest on Long Term Debt for the period/year
 - Debt Equity Ratio = Long Term Debt / Equity



12. Details of due date wise obligations in respect of Secured Non Convertible debentures outstanding as on September, 2019 are as follows:

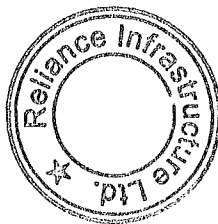
Sr. No.	Particulars	ISIN No.	Previous Due Date (April 1, 2019 till September 30, 2019)*		Next Due Date (October 1, 2019 till March 31, 2020)	
			Principal	Interest	Principal	Interest
1	NCD Series 18	INE036A07294	N.A.	April 21, 2019 and July 21, 2019	January 20, 2020	October 21, 2019 and January 20, 2020
2	NCD Series 20E	INE036A07534	N.A.	N.A.	March 24, 2020	March 24, 2020
3	NCD Series 29	INE036A07567	N.A.	May 31, 2019 and August 31, 2019	March 31, 2020	November 30, 2019 and February 28, 2020

*Interest and Principal amount of above debentures have been paid.

13. The listed non convertible debentures of Rs 1,092.20 Crore as on September 30, 2019 are secured by way of first pari passu charge on certain fixed assets and investments. There are certain shortfalls in the security cover. Further, India Ratings and Research Private Limited has retained IND C and rating by CARE Ratings has changed to CARE C in respect of NCDs.
14. As per IndAS 108 "Operating Segment", the Company has reported two segments, namely, Engineering and Construction (E&C) and Power. E&C segment renders comprehensive, value added services in construction, erection and commissioning. Power segment comprises of generation of power. Other Investments/assets and income from the same are considered under Unallocable.
15. Profit from discontinued operations for the year ended March 31, 2019 of Rs 3,973.84 Crore including reversal of deferred tax liability of Rs 2,291.89 Crore represent profit from sale of Mumbai Power Business (MPB).
16. The Company has adopted Ind AS 116, effective annual reporting period beginning on April 1, 2019 and applied the standard to its leases, retrospectively with the cumulative effect of initially applying the standard recognised at the date of initial application without making any adjustment to opening balance of retained earnings. The adoption of the standard did not have any material impact on the standalone financial results of the Company
17. The figures for the previous periods and for the year ended March 31, 2019 have been regrouped and rearranged to make them comparable with those of current period.
18. After review by the Audit Committee, the Board of Directors of the Company has approved the Standalone financial results at their meeting held on November 14, 2019. The statutory auditor has carried out a limited review of the standalone financial results for the quarter and half year ended September 30, 2019.



Place: Mumbai
Date: November 14, 2019



For and on behalf of the Board of Directors


Punit Garg
Executive Director and Chief Executive Officer