

RELIANCE

Reliance Infrastructure Limited

Standalone Financial Results

Quarter and Nine Months ended

December 31, 2017

Statement of Standalone Financial Results for the Quarter and Nine months ended December 31, 2017

₹ crore

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31-12-2017	30-09-2017	31-12-2016	31-12-2017	31-12-2016	31-03-2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	Audited
1	Income from Operations						
	(a) Net Sales / Income from Power Business	1,841.96	1,908.85	1,599.58	5,806.62	5,335.82	7,048.93
	(b) Income from EPC and Contracts Business	103.63	242.39	509.17	667.30	1,194.51	1,578.66
	(c) Other Operating Income	128.21	29.86	3.21	461.56	68.01	143.91
	Total Income from Operations	2,073.80	2,181.10	2,111.96	6,935.48	6,598.34	8,771.50
2	Other Income (net) (Refer Note 3)	512.93	534.66	752.45	1,540.41	2,003.89	2,082.92
	Total Income	2,586.73	2,715.76	2,864.41	8,475.89	8,602.23	10,854.42
3	Expenses						
	(a) Cost of Power Purchased	698.19	706.73	589.47	2,151.77	1,989.54	2,623.38
	(b) Cost of Fuel	261.78	267.54	261.44	821.70	722.07	1,004.75
	(c) Construction Materials Consumed and Sub-contracting Charges	(55.18)	141.65	395.18	292.12	871.51	1,098.13
	(d) Employee Benefits Expense	252.46	248.83	242.75	747.44	778.67	974.34
	(e) Finance Costs	759.52	722.89	671.13	2,222.05	1,920.08	2,640.31
	(f) Depreciation and Amortisation Expense	222.36	224.22	337.22	672.06	713.20	930.32
	(g) Other Expenses (Refer Note 3)	358.55	225.96	213.18	847.66	715.28	1,055.22
	Total Expenses	2,497.68	2,537.82	2,710.37	7,754.80	7,710.35	10,326.45
4	Profit before Rate Regulated Activities, Exceptional Items and Tax (1+2-3)	89.05	177.94	154.04	721.09	891.88	527.97
5	Add : Regulatory Income (net of deferred tax)	131.55	46.38	311.20	180.90	419.71	755.94
6	Profit before Exceptional Items (4+5)	220.60	224.32	465.24	901.99	1,311.59	1,283.91
7	Exceptional Items (Net)	-	-	-	-	-	-
	Profit/(Loss) on Sale of Investments	-	284.19	-	284.19	(153.33)	(153.33)
	Income/(Expenses) (Refer Note 5)	-	(198.50)	-	(198.50)	-	(555.58)
	Less : Transferred from General Reserve (Refer Note 5)	-	198.50	-	198.50	-	555.58
		-	284.19	-	284.19	(153.33)	(153.33)
8	Profit before tax (6+7)	220.60	508.51	465.24	1,186.18	1,158.26	1,130.58
9	Tax Expenses						
	- Current Tax	2.50	(52.00)	121.00	3.50	270.00	46.00
	- Deferred Tax (net)	(94.70)	(19.00)	(80.83)	(115.70)	(149.48)	(113.17)
	- Tax adjustment for earlier years (net)	-	-	-	-	-	(16.51)
10	Net Profit for the period from Continuing Operations (8-9)	312.80	579.51	425.07	1,298.38	1,037.74	1,214.26
11	Profit from Discontinued Operations	7.05	15.52	15.78	33.77	45.79	74.15
12	Net Profit for the period (10+11)	319.85	595.03	440.85	1,332.15	1,083.53	1,288.41
13	Other Comprehensive Income						
	Items that will not be reclassified to Profit and Loss						
	Remeasurement of post employment benefit obligation	6.00	6.00	5.00	20.00	15.00	30.45
	Income Tax relating to the above	(1.00)	(1.00)	(1.00)	(3.50)	(3.00)	(6.00)
		(5.00)	(5.00)	(4.00)	(16.50)	(12.00)	(24.45)
14	Total Comprehensive Income (12+13)	314.85	590.03	436.85	1,315.65	1,071.53	1,263.96
15	Earnings Per Share (* not annualised) (Face value of ₹ 10 per share)						
	(a) Basic and Diluted Earnings per Share (in ₹) (for Continuing Operations)	11.89*	22.04*	16.16*	49.37*	39.46*	46.16
	(b) Basic and Diluted Earnings per Share (in ₹) (for Discontinued Operations)	0.27*	0.59*	0.60*	1.28*	1.74*	2.83
	(c) Basic and Diluted Earnings per Share (in ₹)	12.16*	22.63*	16.76*	50.65*	41.20*	48.99
	(d) Basic and Diluted - Before Rate Regulated Activities (in ₹)	7.16*	20.86*	4.93*	43.78*	25.24*	20.25
16	Paid-up Equity Share Capital (Face value of ₹ 10 per share)	263.03	263.03	263.03	263.03	263.03	263.03
17	Other Equity						20,732.11



RELIANCE INFRASTRUCTURE LIMITED

Segment-wise Revenue, Results and Capital Employed

₹ crore

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31-12-2017	30-09-2017	31-12-2016	31-12-2017	31-12-2016	31-03-2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	Audited
1	Segment Revenue						
	- Power Business	2,002.04	1,979.31	1,912.08	6,278.22	5,808.33	7,929.24
	- EPC and Contracts Business	203.31	248.17	511.08	838.16	1,209.72	1,598.20
	Total	2,205.35	2,227.48	2,423.16	7,116.38	7,018.05	9,527.44
	Less : Inter Segment Revenue	-	-	-	-	-	-
	Net Sales / Income from Operations (Including Regulatory Income)	2,205.35	2,227.48	2,423.16	7,116.38	7,018.05	9,527.44
2	Segment Results						
	Profit before Tax and Interest from each segment :						
	- Power Business	405.84	423.82	407.12	1,499.18	1,289.24	1,934.59
	- EPC and Contracts Business	220.04	58.20	53.64	399.55	148.74	251.44
	Total	625.88	482.02	460.76	1,898.73	1,437.98	2,186.03
	- Finance Costs	(759.52)	(722.89)	(671.13)	(2,222.05)	(1,920.08)	(2,640.31)
	- Interest Income	497.86	499.24	607.71	1,471.58	1,812.90	1,845.90
	- Exceptional Item - Unallocable segment	-	284.19	-	284.19	(153.33)	(153.33)
	- Other Un-allocable Income net of Expenditure	(143.62)	(34.05)	67.90	(246.27)	(19.21)	(107.71)
	Profit before Tax from continuing operations	220.60	508.51	465.24	1,186.18	1,158.26	1,130.58
3	Capital Employed						
	Segment Assets						
	- Power Business	18,919.16	19,061.77	19,430.40	18,919.16	19,430.40	19,871.84
	- EPC and Contracts Business	4,904.96	4,968.01	6,032.57	4,904.96	6,032.57	5,469.12
	- Unallocated Assets	33,724.55	32,602.25	34,874.01	33,724.55	34,874.01	30,242.51
		57,548.67	56,632.03	60,336.98	57,548.67	60,336.98	55,583.47
	Non Current Assets Held for sale and Discontinued Operations	661.70	1,655.47	1,868.42	661.70	1,868.42	1,851.96
		58,210.37	58,287.50	62,205.40	58,210.37	62,205.40	57,435.43
	Segment Liabilities						
	- Power Business	10,567.25	10,342.15	9,517.63	10,567.25	9,517.63	9,780.20
	- EPC and Contracts Business	5,365.10	5,599.50	6,683.55	5,365.10	6,683.55	6,377.35
	- Unallocated Liabilities	20,485.80	20,170.70	21,109.91	20,485.80	21,109.91	19,578.12
		36,418.15	36,112.35	37,311.09	36,418.15	37,311.09	35,735.67
	Liabilities of Discontinued Operations	-	654.11	721.70	-	721.70	704.62
		36,418.15	36,766.46	38,032.79	36,418.15	38,032.79	36,440.29



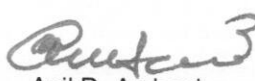
1. The Board of Directors at its meeting held on March 16, 2016 had approved the Scheme of restructuring envisaging transfer of various operating divisions of the Company, namely Dahanu Thermal Power Station, Goa Power Station, Samalkot Power Station, Mumbai Power Transmission Division, Mumbai Power Distribution Division and Windmill Division (together considered as Power Business) to its resulting wholly owned subsidiary viz. Reliance Electric Generation and Supply Limited with effect from April 1, 2016. The Scheme received approval of the Hon'ble Bombay High Court on January 19, 2017. The Hon'ble Bombay High Court vide order dated November 20, 2017 sanctioned the effective date of the Scheme from April 1, 2016 to April 1, 2018 with liberty to apply. The Scheme is effective subject to various approvals and has not been considered as Non Current Asset held for sale as per Ind AS 105 "Non Current Assets held for sale and discontinued operations".
2. On December 21, 2017, the Company signed a Share Purchase Agreement (SPA) with Adani Transmission Limited (ATL) for sale of its integrated business of generation, transmission and distribution of power for Mumbai City. 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".
3. Pursuant to the option exercised under 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 loss of ₹ 28.81 crore and ₹ 36.07 crore for the quarter and nine months ended December 31, 2017 respectively has been debited to the Statement of Profit and Loss and an equivalent amount has been withdrawn from General Reserve. Had such withdrawal not been done, the Profit before tax for the quarter and nine months ended December 31, 2017 would have been lower by ₹ 28.81 crore and ₹ 36.07 crore respectively and General Reserve would have been higher 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.
4. On April 28, 2017 Reliance Infrastructure Invit Fund filed Updated Draft Red Herring Prospectus (DRHP) with Securities and Exchange Board of India (SEBI). Pursuant to such filing, the Company proposed to transfer the controlling interest in seven Toll Road Companies viz. DS Toll Road Limited, GF Toll Road Private Limited, NK Toll Road Limited, JR Toll Road Private Limited, SU Toll Road Private Limited, TK Toll Road Private Limited and TD Toll Road Private Limited and accordingly the investments in these subsidiaries have been considered as Non-Current Asset held for sale as per Ind AS 105 "Non Current Assets held for sale and discontinued operations".
5. On October 12, 2017, the Company completed the transfer of its Western Region System Strengthening Scheme (WRSSS) Transmission Undertakings to its two subsidiaries namely Western Transmission Gujarat Limited (WTGL) and Western Transco Power Limited (WTPL) and accordingly the Assets and Liabilities as well as Income and Expenditure of WRSSS have 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".
On the above transfer there was a loss of ₹ 198.50 crore during the quarter ended September 30, 2017, being loss on fair value of assets and liabilities considered as held for sale. Pursuant to the Scheme of amalgamation of Reliance Cement Works Private Limited with Western Region Transmission (Maharashtra) Private Limited (WRTM) wholly owned subsidiary of the Company, which was subsequently amalgamated with the Company w.e.f. April 1, 2013, the Board of Directors of the Company during the quarter ended September 30, 2017 had determined this amount of ₹ 198.50 crore as Exceptional items, which was debited to the Statement of Profit and Loss and an equivalent amount had been withdrawn from General Reserve. Had such withdrawal not been done, the Profit before tax for the nine months ended December 31, 2017 would have been lower by ₹ 198.50 crore and General Reserve would have been higher 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.
Subsequently On November 01, 2017, the Company has completed 100% stake sale of these two subsidiaries namely WTGL and WTPL to Adani Transmission Limited (ATL).



6. During the quarter ended December 31, 2017, Reliance Armaments Limited and Reliance Ammunition Limited have been incorporated as wholly owned subsidiaries of the Company.
7. Delhi Airport Metro Express Private Limited (DAMEPL), a SPV of the Company, had terminated the Concession Agreement with Delhi Metro Rail Corporation (DMRC) for the Delhi Airport Metro Line and the operations were taken over by DMRC with effect from July 1, 2013. As per the terms of the Concession Agreement, DMRC was liable to pay DAMEPL a Termination Payment which was estimated at ₹ 2,823 crore. The matter was referred to arbitration and DAMEPL was awarded Termination payment, of ₹ 2,782.33 crore with interest thereon from August 7, 2013 at the rate of SBI PLR plus 2%. DMRC preferred an appeal before the Hon'ble High Court against the said award. Pending receipt of funds and disposal of the appeal, no effect of the award has been given in the books. As per the directions of the Hon'ble Delhi High Court, DAMEPL received an interim relief pending finalisation of the order of ₹ 120 crore which has been used by DAMEPL to service its debt. The Company still continues to fund the statutory and other obligations of DAMEPL post takeover by DMRC and accordingly has funded ₹ 14.16 crore and ₹ 106.81 crore during the quarter and nine months ended on December 31, 2017. The total investment made by the Company in DAMEPL upto December 31, 2017 amounts to ₹ 2,446.76 crore.
8. The Company operates in two segments namely Power and Engineering, Procurement, Construction (EPC) and Contracts. Power segment comprises of generation, transmission and distribution of power and EPC segment renders comprehensive value added service in construction, erection and commissioning.
9. The listed non convertible debentures aggregating ₹ 3,449.83 crore as on December 31, 2017 are secured by way of first pari passu charge on the Company's certain fixed assets and regulatory assets, second mortgage on the Company's certain fixed assets and pledge of certain investments and asset cover thereof exceeds one hundred percent of the principal amount of the said debentures.
10. In the previous year, the Company had availed certain optional exemptions available as provided in Ind AS 101 "First Time Adoption of Indian Accounting Standards" for which the impact had been given in the quarter in which the option was availed. The corresponding previous period figures disclosed in these results are the figures as reported for the respective quarters in the unaudited financial results.
11. After review by the Audit Committee, the Board of Directors of the Company has approved the Standalone financial results at their meeting held on January 31, 2018. The statutory auditors have carried out a limited review of the standalone financial results for the quarter and nine months ended December 31, 2017 as per listing agreement entered into with the stock exchanges in India.
12. Figures of the previous periods/year have been regrouped / reclassified wherever considered necessary.

For and on behalf of the Board of Directors

Place: Mumbai
Date: January 31, 2018


Anil D. Ambani
Chairman



BSR & Co. LLP
Chartered Accountants
LodhaExcelus
5th Floor, Apollo Mills Compound
N. M. Joshi Marg, Mahalakshmi
Mumbai 400 011.
Telephone +91(22) 4345 5300
Fax + 91(22) 4345 5399

Pathak H.D. & Associates
Chartered Accountants
814-815, Tulsiani Chambers,
212, Nariman Point,
Mumbai 400 021
Telephone +91(22) 3022 8508
Fax +91(22) 3022 8509

Limited Review Report on Quarterly and year to date unaudited Standalone Financial Results of Reliance Infrastructure Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Reliance Infrastructure Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Reliance Infrastructure Limited ('the Company') for the quarter and nine months ended December 31, 2017 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with relevant circulars issued by SEBI.
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 January 31, 2018. Our responsibility is to issue a report on these financial results based on our review.
3. 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 financial statements are 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone 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 ('the Act') read with relevant rules issued thereunder and other recognized accounting practices and policies accepted in India, except to the extent as modified by the Court Order dated March 30, 2011 and the option exercised by the Company in accordance with the Court Order as stated in paragraphs 5 and 6 below, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with relevant circulars issued by SEBI, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

5. We draw attention to Note 3 of 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 loss of Rs. 28.81 Crore and Rs. 36.07 Crore for the quarter and nine months ended December 31, 2017 respectively has been



debited to Statement of Profit and Loss and an equivalent amount has been withdrawn from General Reserve in terms of the Scheme. Had such withdrawal not been made, profit before tax for the quarter and nine months ended December 31, 2017 would have been lower by Rs. 28.81 Crore and Rs. 36.07 Crore respectively and General Reserve would have been higher by an equivalent amount.

6. We draw attention to Note 5 of the Statement, wherein pursuant to the Scheme of amalgamation of Reliance Cement Works Private Limited with Western Region Transmission (Maharashtra) Private Limited (WRTM), wholly owned subsidiary of the Company, which was subsequently amalgamated with the Company with effective from April 1, 2013, WRTM or its successor(s) is permitted to offset any extra ordinary/exceptional items, as determined by the Board of Directors, debited to the Statement of Profit and Loss by a corresponding withdrawal from General Reserve, which overrides the relevant provisions of IND AS – 1 ‘Presentation of financial statements’. During the preceding quarter ended September 30, 2017, the Board of Directors of the Company, in terms of the aforesaid scheme, determined an amount Rs 198.50 Crore to be an exceptional item being loss on fair valuation of assets and liabilities considered as held for sale. The said amount was debited to the Statement of Profit and Loss and an equivalent amount was withdrawn from General Reserve. Had such withdrawal not been made, profit before tax for the nine months ended December 31, 2017 would have been lower by Rs. 198.50 Crore and General Reserve would have been higher by an equivalent amount.

Our conclusion is not modified in respect of above matters.

7. The comparative unaudited standalone financial results for the quarter and nine months ended December 31, 2016 and audited standalone financial results for the year ended March 31, 2017 of the Company included in this Statement had been jointly reviewed/audited by Haribhakti & Co. LLP, Chartered Accountants and Pathak H.D. & Associates, Chartered Accountants, one of the joint auditors, whose reports dated February 13, 2017 and April 15, 2017 respectively expressed an unmodified conclusion/opinion on those unaudited standalone financial results for quarter and nine months ended December 31, 2016 and audited financial results for the year ended March 31, 2017.

For **B S R & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W /W-100022

B. H. Dhupelia

Bhavesh Dhupelia

Partner

Membership No: 042070

January 31, 2018

Mumbai



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

Chartered Accountants

Firm's Registration No:107783W

Vishal D. Shah

Vishal D. Shah

Partner

Membership No:119303

January 31, 2018

Mumbai

