

Reliance Asset Reconstruction Company Limited
11th Floor, North Side, R-Tech Park,
Western Express Highway, Goregaon (East),
Mumbai - 400063.

T +91 22 4168 1200
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April 28, 2021

BSE Limited

Phiroze Jeejeeboy Towers,
Dalal Street,
Mumbai 400 002

Dear Sir,

Sub: Statement of Audited financial results for the half year and year ended on March 31, 2021

In terms of Regulation 52 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose a Statement of Audited financials for half year and year ended alongwith Auditors Report.

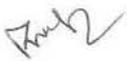
The above Audited Financial Results were approved by the Board of Directors at its meeting held on April 28, 2021.

We request you to inform your members accordingly.

Thanking you.

Yours faithfully,

For **Reliance Asset Reconstruction Company Limited**



Preeti K. Chhapru
Company Secretary & Compliance Officer

Encl.: As above

CC: National Securities Depository Limited
Trade World, A Wing,
4th & 5th Floors, Kamala Mills Compound,
Lower Parel, Mumbai 400 013.

Cc: Central Depository Services (India) Limited
Unit No. A-2501, A Wing, Marathon Futurex,
25th Floor, Mafatlal Mill Compounds,
N M Joshi Marg, Lower Parel (E), Mumbai 400 013.

Independent Auditors' Report

To The Board of Directors of

Reliance Asset Reconstruction Company Limited

Report on the audit of Standalone Financial Results

We have audited the accompanying standalone financial results of Reliance Asset Reconstruction Company Limited ("the Company") for the half year and year ended March 31, 2021 ("the standalone financial results") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- i. are presented in accordance with the requirements of Regulation 52 read with Regulation 63(2) of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive loss and other financial information for the half year and year ended March 31, 2021.

Basis for Opinion

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 Standalone Financial Results* 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 results 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.

Emphasis of Matter

We draw attention to Note no.6 of the standalone financial results, which describes the uncertainties relating to the COVID-19 pandemic outbreak and management's evaluation of the impact on the financial results of the Company as at the reporting date. The impact of these uncertainties on the Company's operations is significantly dependent on future developments. Our opinion on the financial results is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Standalone Financial Results

These standalone financial results have been prepared on the basis of the standalone financial statements. The Company's Management and Board of Directors are responsible for the preparation of these



standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 read with Regulation 63(2) of the Listing Regulations.

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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Management and Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results 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 standalone financial results.

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 standalone financial results, 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, but not for the purpose of expressing an opinion on the effectiveness of such control.



Pathak H.D. & Associates LLP

Chartered Accountants

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors' 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 results 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 standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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.

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.

Other Matters

The standalone financial results include the results for the half year ended March 31, 2021 and corresponding half year ended in previous year as reported in these financial results are the balancing figures between audited figures in respect of full financial year and published year to date figures up to the half year of current and previous financial year respectively, which has been reviewed and not subjected to audit.

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

Chartered Accountants

Firm's Registration No:107783W/W100593



Vishal D. Shah

Partner

Membership No: 119303

UDIN: 21119303AAAIIJ6836



Date: April 28, 2021

Place: Mumbai

Reliance Asset Reconstruction Company Limited
11th Floor, North Side, R-Tech Park,
Western Express Highway, Goregaon (East),
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Statement of Standalone Audited Financial Results for the half year / year ended March 31, 2021

(Rs. in Lakh except per share data)

Sr. No.	Particulars	Half year ended		Year ended	
		March 31, 2021 Unaudited	March 31, 2020 *Unaudited	March 31, 2021 Audited	March 31, 2020 Audited
I	Revenue				
	Fees and commission income	3,814	3,412	5,926	6,743
	Net gain on fair value changes	-	-	13	-
	Other Income	39	133	108	248
	Total Revenue (I)	3,853	3,545	6,047	6,991
II	Expenses				
	Finance costs	678	942	1,459	1,848
	Net loss on fair value changes	235	269	-	279
	Employee benefits expense	410	395	687	822
	Depreciation and amortization expense	32	27	53	57
	Other expenses	564	878	1,127	1,298
	Total Expenses (II)	1,919	2,511	3,326	4,304
III	Profit/(loss) before exceptional item and tax (I-II)	1,934	1,034	2,721	2,687
IV	Exceptional Item	-	-	-	-
V	Profit/(loss) before tax (III-IV)	1,934	1,034	2,721	2,687
VI	Tax expense:				
	(1) Current tax	288	264	484	763
	(2) Deferred tax	123	(196)	66	(246)
	Total tax expense (VI)	411	68	550	517
VII	Profit/(loss) after tax for the period / year (V-VI)	1,523	966	2,171	2,170
VIII	Other Comprehensive Income after tax				
A	(i) Items that will not be reclassified to profit or loss	-	(1)	(2)	(4)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	1	1
B	(i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Other comprehensive income / (loss) for the period / year (net of tax) (VIII)	-	(1)	(1)	(3)
IX	Total Comprehensive Income / (Loss) for the period / year (VII+VIII)	1,523	965	2,170	2,167
X	Paid-up equity share capital (face value of Rs. 10 per share)	10,000	10,000	10,000	10,000
XI	Earnings per equity share (EPS) (half year not annualised):				
	(1) Basic (Rs.)	1.52	0.97	2.17	2.17
	(2) Diluted (Rs.)	1.52	0.97	2.17	2.17



Reliance Asset Reconstruction Company Limited		
Statement of Assets and Liabilities		(Rs. in Lakh)
Particulars	As at	As at
	March 31, 2021	March 31, 2020
	Audited	Audited
I) ASSETS		
A) Financial Assets		
(a) Cash & cash equivalents	17	2,969
(b) Trade receivables	630	79
(c) Investments	38,107	34,647
(d) Other financial assets	260	141
Sub-total Financial Assets	39,014	37,836
B) Non-financial Assets		
(a) Current tax assets (Net)	136	88
(b) Property, Plant and Equipment	103	81
(c) Other Intangible assets	6	1
(d) Other non-financial assets	149	174
Sub-total Non-financial Assets	394	344
Total Assets (A + B)	39,408	38,180
II) LIABILITIES AND EQUITY		
A) Liabilities		
(a) Financial Liabilities		
(i) Trade Payables total outstanding dues of micro enterprise and small enterprises	-	-
total outstanding dues of creditors other than micro enterprises and small enterprises	80	196
(ii) Debt securities	1,135	1,212
(iii) Borrowings (Other than Debt Securities)	11,143	12,264
(iv) Other financial liabilities	458	410
Sub-total Financial Liabilities	12,816	14,082
(b) Non Financial Liabilities		
(i) Provisions	60	39
(ii) Deferred tax (Net)	973	907
(iii) Other non-financial liabilities	2,620	2,083
Sub-total Non Financial Liabilities	3,653	3,029
B) Equity		
(a) Equity Share capital	10,000	10,000
(b) Other Equity	12,939	11,069
Sub-total Equity	22,939	21,069
Total Liabilities and Equity (A+B)	39,408	38,180



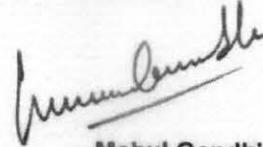
Notes:

1. The above standalone financial results for the half year and year ended March 31, 2021 are prepared in accordance with the recognition and measurement principles of Ind AS 34 "Interim Financial Reporting" prescribed under the Act, read with the relevant Rules made thereunder.
2. The standalone financial results of the Company have been subjected to a "Limited Review" by the Statutory Auditor of the Company.
3. The Listed Secured Non-Convertible Debentures of the Company amounting to Rs. 1,135 lakh as on March 31, 2021 are secured by way of first paripassu mortgage/charge over the Company's, Immovable Property situated in Maharashtra and Hypothecation of specified investment in security receipts as specifically mentioned in the Trust Deed and the asset cover thereof exceeds hundred percent of principal amount of the said Debentures.
4. Disclosures under Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are given in Annexure A.
5. The Company is mainly engaged in the business of acquisition and resolution of Non-Performing Asset and all other activities revolve around the main business of the Company. Further, all activities are conducted within India and as such there are no separate reportable segment, as per the Ind AS 108 "Operating Segments" specified under Section 133 of the Act.
6. The nationwide lockdown in April - May 20 significantly impacted the economy of the country. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. The impact of COVID-19, including changes in customer behaviour and pandemic fears, as well as restrictions on business and individual activities, has led to significant volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The extent to which the COVID19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the economy of the country, future will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or elected by us.



7. The Board of Directors has recommended a dividend of 3 per cent (Re. 0.30 per equity share) for the year subject to the approval of the members of the Company at the ensuing Annual General Meeting. In terms of Ind AS 10 "Events after the Reporting Period" the Company has not accounted for proposed dividend of Rs. 300 lakh and the same is not recognized as liability in the financial statements for the year ended March 31, 2021.
8. Figures for the previous period have been regrouped / reclassified wherever necessary to correspond to the current period presentation.
9. The figures for the half year ended March 31, 2021 and half year ended March 31, 2020 as reported in these financial results are the balancing figures between audited figures in respect of full financial year and the reviewed year to date figures upto the end of half year of the current and the previous financial year respectively.
10. In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, the Company hereby declares that the auditors have issued audit report with unmodified opinion on annual audited standalone financial results for the year ended March 31, 2021.
11. The above results were reviewed by the Audit Committee. The Board of Directors at its meeting held on April 28, 2021 approved the above results and its release.

for Reliance Asset Reconstruction Company Limited



Mehul Gandhi
Executive Director & CEO

Dated: April 28, 2021



Annexure A

Disclosures pursuant to Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the half-year ended March 31, 2021.

a. Credit Ratings:

Particulars	Name of Rating Agency	Rating
Long Term – Fund Based and Proposed Fund Based	Brickwork Ratings India Private Limited	BWR A (Credit watch with developing implications)
Principal Protected Market Linked Debentures	Brickwork Ratings India Private Limited	BWR PP MLD A (Credit watch with developing implications)

b. Debt-Equity Ratio:

Debt-Equity Ratio of the Company as on March 31, 2021 is 0.54 (No. of times) as per Standalone Financial Results of the Company.

Formula for Debt Equity Ratio = Debt / Equity

c. Previous due date for the payment of Interest / Principal (Form October 01,2020 to March 31, 2021) :-

Sr. No.	ISIN	Series ID	Interest Payment Date	Principal Payment Date
1	INE407107035	958528	January 13, 2021	January 13, 2021
2	INE407107076	959533	*December 01, 2020 & February 26, 2021	**February 26, 2021
3	INE407107043	958560	March 30, 2021	March 30, 2021

** since the scheduled coupon payment date was falling on holiday, the coupon is paid on the following working day as per information memorandum.*

*** As on March 31, 2021 part of option has been exercised*

d. Next due date for the payment of Interest / Principal (Form April 01,2021 to September 30, 2021):

Sr. No.	ISIN	Series ID	Interest	Principal
1	INE407107050	958698	July 05, 2021	July 05, 2021
2	INE407107076	959533	May 31, 2021 & August 30, 2021	**_

*** As on March 31, 2021 part of option has not been exercised*



- e. Debenture Redemption Reserve : Rs. 284 lakh
- f. Net Worth : Rs. 22,950 lakh
- g. Net Profit After Tax: Rs. 2,171 lakh
- h. Earnings per share: Rs. 2.17 per share

