

Reliance Capital Limited

Statement of Consolidated Unaudited Financial Results for the quarter and nine months ended December 31, 2016

PART I		(Rs. in crore except per share data)					
Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-16	30-Sep-16	31-Dec-15	31-Dec-16	31-Dec-15	31-Mar-16
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Income from operations	3 896	4 846	2 272	12 328	6 976	9 784
	(b) Other operating income	49	40	78	145	183	157
	Total income from operations	3 945	4 886	2 350	12 473	7 159	9 941
2	Expenses						
	(a) Cost of materials consumed (* Rs. 14 10 030)	*	1	35	9	59	44
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-	-
	(d) Employee benefits expense	310	327	197	939	592	828
	(e) Depreciation and amortisation expense	29	24	17	77	52	70
	(f) Claims incurred and benefits paid (Net)	1 611	1 896	434	4 701	1 322	1 788
	(g) Premium paid on reinsurance ceded	384	848	181	1 569	697	850
	(h) Sales and marketing	224	211	153	611	477	678
	(i) Other expenses	283	473	259	1 344	892	1 187
	Total expenses	2 841	3 780	1 276	9 250	4 091	5 445
3	Profit from Operations before other income, finance costs and exceptional items (1-2)	1 104	1 106	1 074	3 223	3 068	4 496
4	Other Income	19	40	3	80	36	57
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	1 123	1 146	1 077	3 303	3 104	4 553
6	Finance costs	781	748	708	2 238	2 094	2 821
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	342	398	369	1 065	1 010	1 732
8	Exceptional items	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before Tax (7-8)	342	398	369	1 065	1 010	1 732
10	Tax expense (Net)	84	99	98	262	235	379
11	Net Profit (+) / Loss (-) from ordinary activities after tax (9-10)	258	299	271	803	775	1 353
12	Extraordinary Items	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11-12)	258	299	271	803	775	1 353
14	Share of profit / (loss) of associates *(Rs. 14 14 607)	*	2	5	2	33	(88)
15	Minority interest	(49)	(48)	(41)	(136)	(122)	(164)
16	Profit / (Loss) on sale of subsidiaries / associates * Rs. 42 02 488	*	-	-	*	-	-
17	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15+16)	209	253	235	669	686	1 101
18	Paid-up equity share capital (Face value of Rs. 10 each)	253	253	253	253	253	253
19	Reserves excluding revaluation reserves as per balance sheet of previous accounting year						13 890
20	Earnings Per Share of Rs. 10 each (not annualised)						
	i. Before extraordinary items						
	(a) Basic	8.29	10.03	9.27	26.49	27.11	43.56
	(b) Diluted	8.29	10.03	9.27	26.49	27.11	43.56
	ii. After extraordinary items						
	(a) Basic	8.29	10.03	9.27	26.49	27.11	43.56
	(b) Diluted	8.29	10.03	9.27	26.49	27.11	43.56



Reliance Capital Limited

Unaudited Consolidated Segment Reporting for the quarter and nine months ended December 31, 2016

(Rs. in crore)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31-Dec-16	30-Sep-16	31-Dec-15	31-Dec-16	31-Dec-15	31-Mar-16
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue						
a	Finance & Investments	403	487	487	1 312	1 440	2 348
b	Asset Management	329	324	307	943	897	1 203
c	General Insurance	1 064	1 714	831	3 874	2 703	3 530
d	Life Insurance (Refer Note No. 5)	1 372	1 565	-	4 035	-	-
e	Commercial Finance	482	496	456	1 463	1 338	1 839
f	Home Finance	269	266	209	771	592	815
g	Others	76	91	93	225	284	335
	Total	3 995	4 943	2 383	12 623	7 254	10 070
	Inter segment	31	17	30	70	59	72
	Net Income	3 964	4 926	2 353	12 553	7 195	9 998
2	Segment Results						
a	Finance & Investments	83	135	158	302	376	898
b	Asset Management	123	109	107	331	300	393
c	General Insurance	18	33	15	87	75	99
d	Life Insurance (*Rs.9 69 521, **Rs.12 63 931, *** Rs.42 32 207) [Refer Note No. 5]	*	**	-	***	-	-
e	Commercial Finance	80	74	78	211	191	312
f	Home Finance	35	32	34	97	102	136
g	Others	4	16	(22)	40	(32)	(102)
	Total Segment Profit Before Tax	343	399	370	1 068	1 012	1 736
	Unallocated expenses	(1)	(1)	(1)	(3)	(2)	(4)
	Profit before Tax	342	398	369	1 065	1 010	1 732
3	Segment Assets						
a	Finance & Investments	29 140	26 813	26 130	29 140	26 130	24 810
b	Asset Management	678	589	684	678	684	612
c	General Insurance	7 816	7 655	6 103	7 816	6 103	6 307
d	Life Insurance (Refer Note No. 5)	17 469	17 377	-	17 469	-	16 924
e	Commercial Finance	13 629	13 350	11 889	13 629	11 889	13 037
f	Home Finance	12 143	9 105	6 952	12 143	6 952	7 695
g	Others	911	995	1 026	911	1 026	963
h	Inter-Segment Elimination	(3 482)	(3 361)	(2 711)	(3 482)	(2 711)	(3 236)
	Total	78 304	72 523	50 073	78 304	50 073	67 112
4	Segment Liabilities						
a	Finance & Investments	16 082	13 782	13 418	16 082	13 418	12 097
b	Asset Management	190	203	144	190	144	386
c	General Insurance	6 611	6 468	5 100	6 611	5 100	5 279
d	Life Insurance (Refer Note No. 5)	16 166	16 074	-	16 166	-	15 622
e	Commercial Finance	11 434	11 235	10 025	11 434	10 025	11 053
f	Home Finance	11 258	8 443	6 352	11 258	6 352	7 075
g	Others	490	579	558	490	558	615
h	Inter-Segment Elimination	(316)	(393)	(402)	(316)	(402)	(606)
	Total	61 915	56 391	35 195	61 915	35 195	51 521



Notes:

- 1 In preparation of consolidated financial results:
 - a. More than 50% equity stake owned Subsidiaries are consolidated in accordance with the Accounting Standard (AS 21) on "Consolidated Financial Statements". During the period Quant Commodity Broking Private Limited (QCBPL) and Quant Capital Finance and Investments Private Limited (QCFIPL) ceased to be subsidiary and QCBPL became associate of the company.
 - b. 50% or less equity stake owned in Associates in which the Company has significant influence are accounted under the equity method in accordance with the Accounting Standard on Accounting for Investments in Associates (AS 23) in "Consolidated Financial Statements".
- 2 The Reliance Capital Group ("Group") has reported segment wise information as per Accounting Standard (AS 17) "Segment Reporting", in terms of Companies (Accounts) Rules, 2014. The operations of the Group are conducted through its subsidiaries. Since all the operations of the Group are conducted largely within India, there is no separate reportable geographical segment.
- 3 The reportable segments of Reliance Capital Group are further described below:
 - a) Finance & Investments - This includes the corporate lending and investment activities.
 - b) Asset Management - This includes the asset management activities including Mutual Fund and Portfolio Management Services.
 - c) General Insurance - This includes the general insurance business.
 - d) Life Insurance - This includes the life insurance business.
 - e) Commercial Finance - This includes the commercial finance business.
 - f) Home Finance - This includes the home finance business.
 - g) Others - This includes other financial and allied services.
- 4 Previous Period / Year figures have been regrouped / rearranged wherever necessary.
- 5 Quarter and nine months ended December 31, 2016 figures include the figures of Reliance Nippon Life Insurance Company Limited (Formerly Reliance Life Insurance Company Limited) which became a subsidiary of the Company w.e.f. March 30, 2016. Hence the figures for the quarter and nine months ended December 31, 2016 are not comparable with the corresponding quarter and nine months ended December 31, 2015.
- 6 In respect of Reliance General Insurance Company Limited (RGIC), a subsidiary of the company IBNR provision as at December 31, 2016 is certified by Appointed Actuary. The Panel Actuary has done valuation of liabilities as at March 31, 2016, which shows under reserving of Rs. 171 crore. Out of which the RGIC has recognised reserves of Rs. 129 crore as at December 31, 2016 and the remaining liabilities will be recognised in next quarter ending as at March 31, 2017. The same is in line with the communication in this regards with the IRDAI. The same has been referred to in "Limited Review Report" by the statutory auditors of the company.
- 7 The Board of Directors of the Company at their meeting held on October 28, 2016 has approved a Scheme of Arrangement for demerger of Real Estate Lending Business of the Company into its wholly owned subsidiary namely Reliance Home Finance Limited (RHFL) with effect from April 1, 2017, the Appointed Date, subject to requisite approvals, including the sanction of National Company Law Tribunal. Upon the demerger getting approved, the Company will hold a controlling 51% stake in RHFL and RHFL shall, issue and allot, at par, to all equity shareholders of the Company, 1 (One) fully paid Equity Share of RHFL for every 1 (One) equity share of Rs.10 each fully paid up held in the Company. RHFL will list its equity shares on the Stock Exchanges.
- 8 During the quarter Reliance Home Finance Limited (RHFL), a subsidiary of the Company received debenture application money of Rs. 2 988 crore directly and Rs. 66 crore through ASBA process in terms of Shelf Prospectus and Tranche 1 Prospectus both dated December 15, 2016 of public issue of "Secured & Unsecured Redeemable Non Convertible Debentures" (NCD). RHFL has allotted NCD amounting to Rs.3 054 crore on January 3, 2017 and the same were listed on BSE Limited and National Stock Exchange of India Limited on January 6, 2017.



- 9 a) The Listed Secured Non-Convertible Debentures of the Company aggregating to Rs. 13,270 crore as on December 31, 2016 are secured by way of first pari passu mortgage/charge on the Company's immovable property and on present and future book debts/business receivables of the Company as specifically mentioned in the respective Trust Deeds and the asset cover thereof exceeds hundred percent of the principal amount of the said Debentures.
- b) The Listed Secured Non-Convertible Debentures of the subsidiary viz. Reliance Home Finance Limited aggregating to Rs.1,055 crore as on December 31, 2016 are secured by way of first pari passu mortgage/charge on the immovable property and present and future book debts/ receivables of Reliance Home Finance Limited, except those charged/to be charged in favor of National Housing Bank for refinance availed/ to be availed from them, as specifically mentioned in the respective Trust Deeds and the asset cover thereof exceeds hundred percent of the principal amount of the said Debentures.
- c) The Listed Secured Non-Convertible Debentures of the subsidiary viz. Reliance Financial Limited aggregating to Rs. 175 crore as on December 31, 2016 are secured by way of first charge on the immovable property and present and future investments, book debts and business receivables of Reliance Financial Limited, as specifically mentioned in the Trust Deed and the asset cover thereof exceeds 100% of the principal amount of the said Debentures.
- 10 During the quarter ended December 31,2016, the Company has changed its basis for determining the provision for mark to market diminution in value of long term quoted investments. As a result of such change, the charge in the statement of profit & loss for such provision is lower by Rs. 73 crore.
- 11 The consolidated financial results for the quarter and nine months ended December 31, 2016 of the Company have been subjected to a "Limited Review" by the Statutory Auditors of the Company.
- 12 The above results were reviewed by the Audit Committee. The Board of Directors at its meeting held on February 10, 2017 approved the above results and its release.
- 13 The Standalone financial results of the Company for the quarter and nine months ended December 31, 2016 are available on the Company's website (www.reliancecapital.co.in) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com). Key standalone financial information is given below :

(Rs. in crore)

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	31-Dec-16	30-Sep-16	31-Dec-15	31-Dec-16	31-Dec-15	31-Mar-16
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Total Operating Income	840	898	914	2 722	2 718	4 076
Profit before tax	133	166	215	541	560	1 176
Profit after tax	110	130	167	453	450	977

Dated: February 10, 2017



for Reliance Capital Limited

Anil D. Ambani

Anil D. Ambani
Chairman