

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF VINDHYACHAL EXPRESSWAY PRIVATE LIMITED**

**Report on the Financial Statements**

1. We have audited the accompanying financial statements of Vindhyachal Expressway Private Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2017, the Statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the Standalone Financial Statements**

2. The Company's management and Board of Directors are responsible for the matters stated in Section 134 (5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) 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 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

3. Our responsibility is to express an opinion on these Standalone Ind AS Financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor

considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Act in the manner so required and 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 31<sup>st</sup> March, 2017, and its loss, its cash flows and the changes in equity for the year ended on that date.

### **Other Matter**

7. The financial information of the Company for the year ended March 31, 2016 and the transition date opening balance sheet as at April 1, 2015 included in these standalone Ind AS financial statements, are based on the previously issued statutory financial statements for the year ended March 31, 2016 and March 31, 2015 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 which were audited by us, on which we expressed an unmodified opinion vide our report dated May 11, 2016 and May 11, 2015 respectively. The adjustments to those financial statements for the differences in accounting principles adopted by the company in transition to Ind AS have been audited by us.

Our opinion is not qualified in respect of this matter.

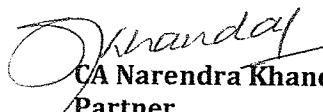
### **Report on Other Legal and Regulatory Requirements**

8. 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, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in Annexure – "A" a statement on the matters specified in paragraphs 3 and 4 of the order.
9. 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 (including other comprehensive income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account
- d. in our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act
- e. On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2017 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 over financial reporting of the company and the operating effectiveness of such controls, we give our separate report in "Annexure – B".
- g. 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. The Company does not have any pending litigations which would have a material impact its financial position.
  - ii. Based upon the assessment made by the company, there are no material foreseeable losses on its long term contracts that may require any provisioning
  - iii. In view of there being no amounts required to be transferred to the Investor Education and Protection Fund for the year under audit the reporting under this clause is not applicable.
  - iv. The company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – Refer Note 26

**For MKPS & Associates  
Chartered Accountants  
FRN 302014E**

  
**CA Narendra Khandal  
Partner  
M No. 065025**

**Mumbai, April 29, 2017**



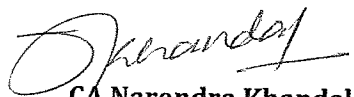
**Annexure – A to the Independent Auditors Report  
Referred to in para 7 of our report of even date, to the members of Vindhyachal Expressway  
Private Limited for the year ended March 31, 2017**

- i)
  - (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of its fixed assets.
  - (b) The fixed assets of the company have been physically verified by the management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.
  - (c) The company doesn't have any land as its fixed assets and hence the reporting requirements under this sub-clause are not applicable.
- ii) In our opinion, and according to the information and explanations given to us, the company has sub-contracted the entire construction / operation related activities and therefore does not carry any inventories. Hence, the reporting requirements under clause (ii) of paragraph 3 of the order are not applicable.
- iii) In our opinion and according to the information and explanation given to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act 2013. Accordingly, the reporting requirements under sub-clause (a), (b) and (c) of Clause (iii) of paragraph 3 of the order are not applicable.
- iv) In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Act are applicable and hence the reporting requirements under clause (iv) of paragraph 3 of the order are not applicable.
- v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits during the period under audit. Consequently, the directives issued by Reserve Bank of India and the provisions of sections 73 to 76 of the Act and the rules framed thereunder are not applicable.
- vi) We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act 2013 related to road tolling business under BOT basis and road work business, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- vii)
  - (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues, as applicable, with the appropriate authorities in India.  
According to the information and explanations given to us, there are no undisputed amounts in respect of the aforesaid statutory dues which in arrears as at March 31, 2017 for a period of more than six months from the date they became payable.



- (b) According to the information and explanations given to us, there are no applicable statutory dues which have not been deposited on account of any dispute.
- viii) Based upon the audit procedures carried out by us and on the basis of information and explanations provided by the management we are of the opinion that the company has not defaulted in repayment of dues to banks / Financial Institutions. The company has not issued any debentures and there are no outstanding dues to government during the year.
- ix) In our opinion and according to the information and explanations given to us, the term loans taken by the company have been ultimately utilised for the purpose for which they were taken. Further, the company has not raised any funds by way of initial / further public offer.
- x) Based on the audit procedures performed by us for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given to us by the management, we report that we have neither come across any instance of fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- xi) According to the information and explanations given to us, the company has not paid any managerial remuneration during the year and hence the reporting requirements under clause (xi) of paragraph 3 of the order are not applicable.
- xii) The company is not a Nidhi Company and hence the reporting requirements under clause (xii) of paragraph 3 of the order are not applicable.
- xiii) According to the information and explanations given to us, all transactions entered into by the company with related parties are in compliance with section 177 and 178 of the Act where applicable and the details thereof have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit.
- xv) According to the information and explanations provided to us, the company has not entered into any non-cash transactions with directors or persons connected with them.
- xvi) In our opinion and according to the information and explanations given to us, the company is not required to be registered under Section 45 - IA of the Reserve Bank of India, 1934.

**For MKPS & Associates**  
**Chartered Accountants**  
**FRN 302014E**

  
**CA Narendra Khandal**  
**Partner**  
**M No. 065025**

**Mumbai, April 29, 2017**



## **Annexure – B to the Independent Auditors Report**

**Referred to in para 8 of our report of even date, to the members of Vindhyachal Expressway Private Limited for the year ended March 31, 2017**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of Vindhyachal Expressway Private Limited (“the Company”) as of March 31, 2017 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 over financial reporting 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 Companies Act, 2013.

### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 over financial reporting 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 over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 over financial reporting.



## **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting 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 over financial reporting 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.

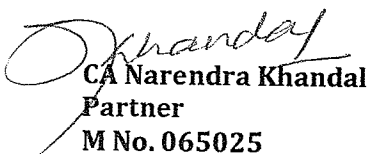
## **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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 over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting 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.

**For MKPS & Associates**  
**Chartered Accountants**  
**FRN 302014E**

  
**CA Narendra Khandal**  
**Partner**  
**M No. 065025**



**Mumbai, April 29, 2017**

## Balance Sheet as at 31st March, 2017

(Rs. in Lakhs)

	Note	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
<b>ASSETS</b>				
<b>Non - current Assets</b>				
Property, Plant and Equipment	3	40.02	36.30	23.39
Other Intangible Assets	4	74,086.75	74,509.41	55,474.66
Intangible assets under development*	4	399.22	-	7,058.64
<b>Financial Assets</b>				
Other Financial Assets	5 (b)	14.52	14.52	5.95
Deferred tax assets	6	2,515.71	962.48	-
<b>Total Non Current Assets</b>		<b>77,056.22</b>	<b>75,522.72</b>	<b>62,562.63</b>
<b>Current Assets</b>				
<b>Financial Assets</b>				
Trade Receivables	5 (a)	584.82	130.44	76.23
Cash and Cash Equivalents	5 (c)	83.45	155.83	184.05
Other Financial Assets	5 (b)	3.87	3.87	2,498.12
Other Current Assets	7	98.09	159.53	76.41
		<b>770.23</b>	<b>449.66</b>	<b>2,834.80</b>
<b>Total Current Assets</b>		<b>770.23</b>	<b>449.66</b>	<b>2,834.80</b>
<b>Total Assets</b>		<b>77,826.45</b>	<b>75,972.38</b>	<b>65,397.44</b>

<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share Capital	8(a)	2,705.01	2,705.01	2,705.01
<b>Other Equity</b>				
Reserves and surplus	8(b)	(853.62)	(16.64)	262.66
<b>Equity attributable to owners of Vindhyachal Expressway Private Limited</b>		<b>1,851.39</b>	<b>2,688.37</b>	<b>2,967.67</b>
Non-controlling interests				
<b>Total equity</b>		<b>1,851.39</b>	<b>2,688.37</b>	<b>2,967.67</b>
<b>Non - current Liabilities</b>				
<b>Financial Liabilities</b>				
Borrowings	9(a)	48,602.55	49,303.20	44,078.58
Other Financial Liabilities	9(c)	5,370.54	5,188.00	4,981.95
Provisions	10	758.63	323.49	37.59
Deferred Tax Liabilities	6	-	-	174.71
<b>Total non-current liabilities</b>		<b>54,731.72</b>	<b>54,814.69</b>	<b>49,272.83</b>
<b>Current Liabilities</b>				
<b>Financial Liabilities</b>				
Borrowings	9(b)	3,824.61	2,080.50	-
Trade Payables	9(d)	125.31	165.11	26.26
Other financial liabilities	9(c)	2,522.86	1,908.86	676.38
Provisions	10	0.77	1.92	1.41
Other current liabilities	11	14,769.79	14,312.94	12,452.89
<b>Total current liabilities</b>		<b>21,243.34</b>	<b>18,469.32</b>	<b>13,156.94</b>
<b>Total liabilities</b>		<b>75,975.07</b>	<b>73,284.01</b>	<b>62,429.77</b>
<b>Total equity and liabilities</b>		<b>77,826.45</b>	<b>75,972.38</b>	<b>65,397.44</b>
		(0.0)	0.0	-

The above balance sheet should be read in conjunction with the accompanying notes.

As per our report of even date  
For M K P S & Associates  
Chartered Accountants  
Firm's Registration No.302014E

For and on behalf of the Board

*N Khanday*  
CA Narendra Khandal  
Partner  
Membership No.: 065025

*Manoj Tulsian*  
Manoj Tulsian  
Managing Director

*Saurabh Gupta*  
Saurabh Gupta  
Director



*Nikita Harlalka*  
Nikita Harlalka  
Company Secretary

*Rajesh Lad*  
Rajesh Lad  
Chief Financial Officer

Place : Mumbai

Date : 29/04/17

Place : Mumbai

Date :



## Profit and loss account for the year ended 31st March, 2017

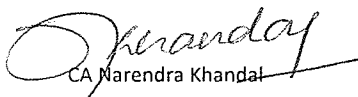
(Rs. in Lakhs)

	Notes	Year ended 31 March 2017	Year ended 31 March 2016
Revenue from operations	12	5,705.02	16,697.58
Utility Shifting	13	496.72	711.74
Other income	14	6.76	0.41
<b>Total income</b>		<b>6,208.50</b>	<b>17,409.72</b>
<b>Expenses</b>			
Construction Cost	15	395.26	12,140.00
Operation & Management Expenses	16	817.32	550.82
Utility Shifting Expenditure	17	423.32	766.55
Employee benefit expense	18	97.65	143.02
Finance costs	19	5,935.17	4,570.69
Depreciation and amortisation expense	20	431.15	292.15
Other expenses	21	498.64	363.11
<b>Total expenses</b>		<b>8,598.52</b>	<b>18,826.34</b>
<b>Profit before exceptional items, share of net profits of investments accounted for using equity method and tax</b>		<b>(2,390.02)</b>	<b>(1,416.62)</b>
Share of net profit of associates and joint ventures accounted for using the equity method		-	-
<b>Profit before exceptional items and tax</b>		<b>(2,390.02)</b>	<b>(1,416.62)</b>
Exceptional items*		-	-
<b>Profit before tax from continuing operations</b>		<b>(2,390.02)</b>	<b>(1,416.62)</b>
Income tax expense	22		
- Current tax		-	-
- Deferred tax		1,553.02	1,019.76
<b>Total tax expense</b>		<b>1,553.02</b>	<b>1,019.76</b>
<b>Profit for the year</b>		<b>(837.00)</b>	<b>(396.85)</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss			-
Remeasurements of post-employment benefit obligations			-
Income tax relating to these items			-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>(837.00)</b>	<b>(396.85)</b>
<b>Earnings per equity share for profit from operation attributable to owners of Vindhyachal Expressway Private Limited:</b>		INR	INR
Basic earnings per share	23	(3.09)	(1.47)
Diluted earnings per share		(3.09)	(1.47)


The above statement of profit and loss should be read in conjunction with the accompanying notes.

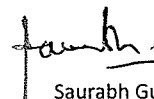
As per our report of even date  
For M K P S & Associates  
Chartered Accountants  
Firm's Registration No.302014E

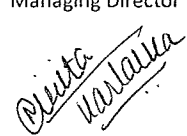
For and on behalf of the Board

  
CA Narendra Khandal  
Partner  
Membership No.: 065025



  
Manoj Tulsian  
Managing Director

  
Saurabh Gupta  
Director

  
Nikita Harlalka  
Company Secretary

  
Rajesh Lad  
Chief Financial Officer

Place : Mumbai  
Date : 29/04/17

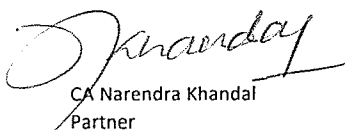
Place : Mumbai  
Date :

## Statement of Cash flows for the year ended March 31, 2017

PARTICULARS	(Rs. in Lakhs)	
	Period ended March 31, 2017	Year ended March 31, 2016
<b>A. Cash Flow from Operating Activities</b>		
Net Profit Before Tax and Extraordinary Items	(2,390.02)	(1,416.62)
Add: Depreciation	431.15	292.15
Add: Major Maintenance Exps	401.11	280.70
Add: Interest on unwinding of recarping provision	35.23	4.00
Add: Interest on unwinding of Premium provision	564.34	411.00
Add: Other Borrowing Costs	26.95	20.00
Less: Construction Revenue	(399.22)	(12,261.00)
Add: Construction Cost	395.26	12,140.00
Less: Premium Paid	(352.87)	(198.17)
<b>Operating Profit Before Working Capital Changes</b>	<b>(1,288.07)</b>	<b>(727.93)</b>
Adjustment for :		
(Increase) / Decrease in Trade and Other Receivables	(454.38)	(54.21)
(Increase) / Decrease in other Current Assets	53.80	(75.73)
(Increase) / Decrease in other financial Assets	-	2,485.68
Increase / (Decrease) in Provisions	604.53	429.86
Increase / (Decrease) in Trade and Other Payables	(37.63)	138.84
Increase / (Decrease) in Other Current Liabilities	(169.16)	(51.94)
Increase / (Decrease) in other financial liabilities	796.55	1,438.53
(Increase) / Decrease in Deferred Tax Assets/Liabilities	(1,553.23)	(787.77)
<b>Cash generated from Operations</b>	<b>(2,047.60)</b>	<b>2,795.32</b>
Income Taxes refund / (paid) during the year	14.99	8.51
<b>Net Cash Flow from / (used in) Operating Activities</b>	<b>(2,032.61)</b>	<b>2,803.83</b>
<b>B. Cash Flow from / (used in) Investing Activities</b>		
Purchase of Fixed Assets / Additions to CWIP	(407.48)	(12,022.16)
<b>Net Cash Flow from / (used in) Investing Activities</b>	<b>(407.48)</b>	<b>(12,022.16)</b>
<b>C. Cash Flow from / (used in) Financing Activities</b>		
Proceeds / (repayment) from / of Secured Loans (Net)	(2.40)	5,197.60
Proceeds / (repayment) from / of Unsecured Loans	2,370.11	3,992.50
<b>Net Cash Flow from / (used in) Financing Activities</b>	<b>2,367.71</b>	<b>9,190.10</b>
<b>Net Increase / (decrease) in Cash and Cash Equivalents</b>	<b>(72.38)</b>	<b>(28.22)</b>
<b>Cash and Cash Equivalent at the beginning of the year</b>	<b>155.82</b>	<b>184.05</b>
<b>Cash and Cash Equivalent at the end of the year</b>	<b>83.45</b>	<b>155.82</b>
	(0.00)	(0.00)

The above statement of cash flows should be read in conjunction with the accompanying notes.


As per our report of even date  
For M K P S & Associates  
Chartered Accountants  
Firm's Registration No.302014E

  
CA Narendra Khandal  
Partner  
Membership No.: 065025



For and on behalf of the Board

  
Manoj Tulsian  
Managing Director

  
Saurabh Gupta  
Director

  
Nikita Harlalka  
Company Secretary

  
Rajesh Lad  
Chief Financial Officer

Place : Mumbai  
Date : 29/04/17

Place : Mumbai  
Date :

VINDHYACHAL EXPRESSWAY PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2017

Service concession arrangement

On 25 January 2012, the Company entered into a service concession agreement with a MPRDC (The Madhya Pradesh Road Development Corporation Ltd) also the ('grantor') to construct a toll highway between Rewa city and MP/UP border. The construction of the toll road started thereafter and was partially completed and available for use on 07 February 2015 & balance was completed and available for use on 28 March 2016. Under the terms of the agreement, the Company will operate and make the toll road available to the public for a period of 30 years, starting from 15 February 2015/01 April 2016. The Company is responsible for any maintenance services required during the concession period.

The company has to pay a guaranteed minimum annual payment to the grantor for each year that the toll road in operation. Additionally the company has received the right to charge users a fee for using the toll road, which the company will collect and retain. At the end of concession period, the toll road will become the property of the grantor and the company will have no further involvement in its operation and maintenance requirements. The service concession agreement does not contain a renewal option. The right of grantor to terminate the agreement include poor performance by company and in the event of material breach in the terms of agreement. The right of the company to terminate the agreement include failure of the grantor to make payment under the agreement, a material breach in terms of the agreement and any changes in law that would render it impossible for the company to fulfil its requirement under the agreement.

For the year ended 31 March 2017, the company has recognised revenue of Rs.6,209 lacs, consisting of Rs.399 lacs on construction and Rs.5,810 lacs on operation of toll road which is the amount of tolls collected & Other Income. The company has recognised loss before tax of Rs.(2,390) lacs consisting of profit of Rs.4 lacs on construction and a loss of Rs.(2,394) lacs on operation of toll. The revenue recognised in relation to construction in 2016 represents the fair value of construction services provided in construction of toll road.

The Company has recognised an intangible asset received as consideration for providing construction or upgrade service in a service concession arrangements of Rs.748,32 lacs of which Rs 422 lacs has been amortised in 2016. The intangible asset represents the right to charge users a fee for use of a toll road.



## Note 3: Property, plant and equipment

(Rs. In Lakhs)

	Plant & Equipments	Furniture & Fixtures	Office Equipments	Electrical Installation	Computers	Total
<b>Year ended 31 March 2016</b>						
Gross carrying amount						
Deemed cost as at 1 April 2015	-	0.54	6.02	14.07	2.76	23.39
Additions	-	6.45	10.95	-	2.97	20.36
Closing gross carrying amount	-	6.98	16.96	14.07	5.73	43.75
Accumulated depreciation						
Depreciation charge during the year	-	0.57	2.73	1.42	2.72	7.44
Closing accumulated depreciation	-	0.57	2.73	1.42	2.72	7.44
Net carrying amount	-	6.41	14.23	12.65	3.01	36.30
<b>Year ended 31 March 2017</b>						
Gross carrying amount						
Opening gross carrying amount	-	6.98	16.96	14.07	5.73	43.75
Additions	10.49	-	0.14	-	1.59	12.21
Disposals						-
Transfers						-
Closing gross carrying amount	10.49	6.98	17.10	14.07	7.32	55.96
Accumulated depreciation and impairment						
Opening accumulated depreciation	-	0.57	2.73	1.42	2.72	7.44
Depreciation charge during the year	0.62	0.90	3.44	1.42	2.11	8.49
Impairment loss (iii) (note 11)						-
Disposals						-
Exchange differences						-
Assets classified as held for sale (note 11)						-
Closing accumulated depreciation and impairment	0.62	1.47	6.17	2.84	4.83	15.94
Net carrying amount	9.86	5.51	10.93	11.23	2.49	40.02

The Company has availed the deemed cost exemption in relation to the property plant and equipment on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date. Refer note below for the gross block value and the accumulated depreciation on April 1, 2015 under the previous GAAP.

## Deemed Cost as on 1 April, 2015

(Rs. In Lakhs)

	Furniture & Fixtures	Office Equipments	Electrical Installation	Computers	Total
Gross Block as on 31 March, 2015	1.03	6.17	14.18	3.81	25.19
Accumulated Depreciation till 31 March, 2015	0.49	0.15	0.11	1.05	1.81
Net Block as on 31 March, 2015 = Deemed cost as on 1 April, 2015	0.54	6.02	14.07	2.76	23.39



**VINDHYACHAL EXPRESSWAY PRIVATE LIMITED**
**Notes to Financial Statements for the year ended 31st March, 2017**
**Note 4: Intangible assets**
**(Rs. In Lakhs)**

	<b>Toll Collection Rights</b>	<b>Computer software</b>	<b>Intangible assets under development</b>	<b>Total</b>
<b>Year ended 31 March 2016</b>				
Gross carrying amount				
Reinstated Opening block/ Deemed cost as at 1 April 2015	55,512.53	0.15	7,058.64	62,571.31
Additions	19,319.52	-		19,319.52
Deductions			(7,058.64)	(7,058.64)
<b>Closing gross carrying amount</b>	<b>74,832.05</b>	<b>0.15</b>	<b>-</b>	<b>74,832.20</b>
<b>Accumulated amortisation</b>				
Opening as on 1 April 2015	38.02	-		38.02
Amortisation charge for the year	284.71	0.06		284.77
<b>Closing accumulated amortisation</b>	<b>322.73</b>	<b>0.06</b>	<b>-</b>	<b>322.78</b>
Closing net carrying amount	74,509.32	0.09	-	74,509.41
<b>Year ended 31 March 2017</b>				
<b>Gross carrying amount</b>				
Opening gross carrying amount	74,832.05	0.15	-	74,832.20
Additions - internal development	-	-	399.22	399.22
Acquisition of subsidiary (note 32)				-
<b>Closing gross carrying amount</b>	<b>74,832.05</b>	<b>0.15</b>	<b>399.22</b>	<b>75,231.41</b>
<b>Accumulated amortisation and impairment</b>				
Opening accumulated amortisation	322.73	0.06	-	322.78
Amortisation charge for the year	422.60	0.06		422.66
Impairment charge **				-
<b>Closing accumulated amortisation and impairment</b>	<b>745.33</b>	<b>0.11</b>	<b>-</b>	<b>745.44</b>
Closing net carrying amount	74,086.72	0.03	399.22	74,485.97

Note: The Company has availed the deemed cost exemption in relation to Intangible Asset-Computer Software on the date of transition and hence the net block carrying amount has been considered as the gross block carrying amount on that date. Refer note below for the gross block value and the accumulated depreciation on April 1, 2015 under the previous GAAP.

Note: Term loan from banks & NBFC's are secured against above Intangible Asset of Toll Collection Rights , Intangible Asset Under Development, Trade Receivables & Cash & Cash Equivalents. For Details refer Note

	<b>Computer software</b>
Gross Block as on 31 March,2015	0.17
Accumulated Depreciation till 31 March,2015	0.02
<b>Net Block as on 31 March,2015=Deemed cost as on 1 April,2015</b>	<b>0.15</b>



## Note 5: Financial assets

## 5(a) Trade receivables

(Rs. In Lakhs)

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
<b>Trade receivables</b>			
Debts outstanding over Six Months from due date of payment	164.04	33.51	61.43
Other Debts includes Retention Money	420.67	96.93	14.80
Other receivable	0.11		
<b>Total receivables</b>	<b>584.82</b>	<b>130.44</b>	<b>76.23</b>

## Break-up of security details

(Rs. In Lakhs)

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Secured, considered good			
Unsecured, considered good	584.82	130.44	76.23
<b>Total</b>	<b>584.82</b>	<b>130.44</b>	<b>76.23</b>
Allowance for doubtful debts	-	-	-
<b>Total trade receivables</b>	<b>584.82</b>	<b>130.44</b>	<b>76.23</b>

## 5(b) Other Financial Assets

(Rs. In Lakhs)

	31 March 2017		31 March 2016		1 April 2015	
	Current	Non-current	Current	Non-current	Current	Non-current
<b>Unsecured, considered good</b>						
<u>To related parties:</u>						
Advances to holding company	-		-		2,497.75	
<b>Unsecured, considered good</b>						
<u>To parties other than related parties:</u>						
Security deposits	-	14.52	-	14.52	-	5.95
Advances to employees	3.87	-	3.87	-	0.36	-
<b>Total Other Financial Assets</b>	<b>3.87</b>	<b>14.52</b>	<b>3.87</b>	<b>14.52</b>	<b>2,498.12</b>	<b>5.95</b>

## 5(c) Cash and cash equivalents

(Rs. In Lakhs)

	31 March 2017	31 March 2016	1 April 2015
Balances with banks			
- in current accounts	67.52	140.27	172.00
- in Demand Deposits (with less than 3 months of remaining maturity)		-	-
Deposits as Margin Money against Borrowings and Commitments		-	-
Cash on hand	15.93	15.55	12.04
<b>Total cash and cash equivalents</b>	<b>83.45</b>	<b>155.83</b>	<b>184.05</b>

There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior



**Note 6- Deferred tax assets**

The balance comprises temporary differences attributable to:

(Rs. in Lakhs)

	31 March 2017	31 March 2016	1 April 2015
Tax losses	2,622.09	1,150.47	-
Defined benefit obligations	-	-	-
Provisions	-	-	-
	<b>2,622.09</b>	<b>1,150.47</b>	<b>-</b>
<b>Other items</b>			
Construction Revenue (Net)	(253.11)	(251.84)	(210.02)
Intangible Assets	10.32	10.32	9.44
Recarpeting Provision & Unwinding	(57.96)	(48.76)	12.13
Deferred Premium Provision & Unwinding	152.14	80.08	7.75
Amortisation of Processing fees	15.28	6.52	0.82
Amortisation of Financing fees	5.61	5.21	3.98
Amortisation on Intangible Asset	21.34	10.48	1.18
<b>Total deferred tax assets</b>	<b>2,515.71</b>	<b>962.48</b>	<b>(174.71)</b>
Set-off of deferred tax liabilities pursuant to set-off provisions	-	-	-
<b>Net deferred tax assets</b>	<b>2,515.71</b>	<b>962.48</b>	<b>(174.71)</b>

**Significant estimates**

The company has recognised deferred tax assets on its carried forward tax losses.

The company has concluded that the deferred tax assets will be recoverable using the estimated future taxable income based on the approved business plans and budgets.

The company is expected to generate taxable income from 2021-22 onwards.

The losses can be carried forward for a period of 8 years as per local tax regulations and the company expects to recover the losses.

**Movement in deferred tax assets**

(Rs. in Lakhs)

	Tax losses	Construction Revenue (Net)	Intangible Assets	Recarpeting Provision & Unwinding	Deferred Premium Provision & Unwinding	Amortisation of Processing fees	Amortisation of Financing fees	Amortisation on Intangible Asset	Other items	Total
<b>At 1 April 2015</b>	-	(210.02)	9.44	12.13	7.75	0.82	3.98	1.18	-	(174.71)
(Charged)/credited:										
- to profit or loss	1,032.76	(41.82)	0.88	(60.89)	72.33	5.70	1.23	9.30	-	1,019.48
- to other comprehensive income	-	-	-	-	-	-	-	-	-	-
- Deferred tax on basis adjustment	117.71	-	-	-	-	-	-	-	-	117.71
<b>At 31 March 2016</b>	<b>1,150.47</b>	<b>(251.84)</b>	<b>10.32</b>	<b>(48.76)</b>	<b>80.08</b>	<b>6.52</b>	<b>5.21</b>	<b>10.48</b>	<b>-</b>	<b>962.48</b>
(Charged)/credited:	1,150.47	(251.84)	10.32	(48.76)	80.08	6.52	5.21	10.48	-	962.48
- to profit or loss	1,471.62	(1.27)	-	(9.20)	72.06	8.76	0.40	10.86	-	1,553.23
- to other comprehensive income	-	-	-	-	-	-	-	-	-	-
- Deferred tax on basis adjustment	-	-	-	-	-	-	-	-	-	-
Acquisition of subsidiary (note 32)	-	-	-	-	-	-	-	-	-	-
<b>At 31 March 2017</b>	<b>2,622.09</b>	<b>(253.11)</b>	<b>10.32</b>	<b>(57.96)</b>	<b>152.14</b>	<b>15.28</b>	<b>5.61</b>	<b>21.34</b>	<b>-</b>	<b>2,515.71</b>



VINDHYACHAL EXPRESSWAY PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2017

Note 7: Other current assets

(Rs. in Lakhs)

	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
Prepaid expenses - Current	26.79	16.89	-
Advance Income Tax (Net of Provision)	20.21	24.45	18.13
Advance VAT / Entry Tax (Net of Payable)	34.33	32.31	18.07
Advance to Creditors - Current	16.76	85.88	40.21
<b>Total</b>	<b>98.09</b>	<b>159.53</b>	<b>76.41</b>





## Note 8: Equity share capital and other equity

## 8(a) Equity share capital

Authorised equity share capital	(Rs. in Lakhs)	
	Number of shares (in lakhs)	Amount
As at 1 April 2015	700.00	7,000.00
Increase during the year	-	-
<b>As at 31 March 2016</b>	<b>700.00</b>	<b>7,000.00</b>
Increase during the year	-	-
<b>As at 31 March 2017</b>	<b>700.00</b>	<b>7,000.00</b>

## (i) Movements in equity share capital

	Notes	Number of shares (in lakhs)	Equity share capital (par value)
As at 1 April 2015		270.50	2705.005
Exercise of options - proceeds received	39	-	-
Acquisition of subsidiary	32	-	-
Rights issue		-	-
<b>As at 31 March 2016</b>		<b>270.50</b>	<b>2,705.01</b>
Exercise of options - proceeds received	39	-	-
Acquisition of subsidiary	32	-	-
Rights issue		-	-
<b>As at 31 March 2017</b>		<b>270.50</b>	<b>2,705.01</b>

## Terms and rights attached to equity shares :

The Company has only one class of Equity Shares having par value of Rs. 10/- per share. Each holder of Equity Shares is entitled to one vote per share. The dividend is declared and paid on being proposed by the Board of Directors after the approval of the Shareholders in the ensuing

## (ii) Shares of the company held by holding company

	31 March 2017	31 March 2016	1 April 2015
	(in lakhs)	(in lakhs)	(in lakhs)
JMC Projects (India) Ltd	270.50	270.50	270.50

## (iii) Details of shareholders holding more than 5% shares in the company

	31 March 2017		31 March 2016		1 April 2015	
	Number of shares	% holding	Number of shares	% holding	Number of shares	% holding
	(in lakhs)		(in lakhs)		(in lakhs)	
Equity Shares of Rs. 10/- each fully paid						
JMC Projects (India) Ltd	270.50	100.00%	270.50	100.00%	270.50	100.00%

## 8(b) Reserves and surplus

	31 March 2017	31 March 2016	1 April 2015
Retained earnings	(853.62)	(16.64)	262.66
<b>Total reserves and surplus</b>	<b>(853.62)</b>	<b>(16.64)</b>	<b>262.66</b>

## (i) Retained earnings

	31 March 2017	31 March 2016
Opening balance	(16.64)	262.66
Net profit for the period	(836.98)	(396.85)
Deferred Tax Assets for prior period		117.55
<b>Closing balance</b>	<b>(853.62)</b>	<b>(16.64)</b>



## VINDHYACHAL EXPRESSWAY PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2017

## Note 9: Financial liabilities

## 9(a) Non-current borrowings

(Rs. in Lakhs)

	Maturity date	Terms of repayment	Coupon/ Interest rate	31 March 2017	31 March 2016	1 April 2015
<b>Secured</b>						
<b>Term loans From banks</b>						
Rupee loan						
- from banks	31-07-2027	Please refer note 9(a) 1	Base Rate+Spread	37,743.9	37,766.1	33,711.0
- from NBFC	31-07-2027	Please refer note 9(a) 2	Base Rate+Spread	11,866.7	11,871.3	10,586.1
				49,610.5	49,637.4	44,297.1
<b>Total non-current borrowings</b>				<b>49,610.5</b>	<b>49,637.4</b>	<b>44,297.1</b>
Less: Current maturities of long-term debt (included in note 9(b))				1,008.0	302.4	188.8
Less: Interest accrued (included in note 9(b))				-	31.8	29.7
<b>Non-current borrowings (as per balance sheet)</b>				<b>48,602.5</b>	<b>49,303.2</b>	<b>44,078.6</b>

## 9 (a) 1 - Rupee loans from banks

(Payable in 144 (One Hundred Forty Four) unequal monthly instalments. The repayment shall commence after a moratorium period of 12 (Twelve) months from from COD or August 31, 2015 and ending in July 2027)

Secured by following:

a). first mortgage and charge on all the Borrower's immovable properties, if any, both present and future; save and except the Project Assets. By way of hypothecation of all the Borrower's movable assets; save and except the Project Assets, Borrower's Receivables save and except the Project Assets and on all intangibles of the Borrower

b).first charge by way of assignment or otherwise creation of Security Interest in all the right, title, interest, benefits, claims and demands whatsoever of the Borrower in accordance with the provisions of the Substitution Agreement and the Concession Agreement &amp; by way of assignment or creation of security interest of (a) all the rights, title, interest, benefits, claims and demands whatsoever of the Borrower in the Project Documents.

c) pledge of equity shares held by the Promoter aggregating to 51% (fifty one percent) of paid up and voting equity share capital of the Borrower

## 9(a) 2 - Rupee loans from NBFC

(Payable in 144 (One Hundred Forty Four) unequal monthly instalments. The repayment shall commence after a moratorium period of 12 (Twelve) months from from COD or August 31, 2015 and ending in July 2027)

Secured by following:

a). first mortgage and charge on all the Borrower's immovable properties, if any, both present and future; save and except the Project Assets. By way of hypothecation of all the Borrower's movable assets; save and except the Project Assets, Borrower's Receivables save and except the Project Assets and on all intangibles of the Borrower

b).first charge by way of assignment or otherwise creation of Security Interest in all the right, title, interest, benefits, claims and demands whatsoever of the Borrower in accordance with the provisions of the Substitution Agreement and the Concession Agreement &amp; by way of assignment or creation of security interest of (a) all the rights, title, interest, benefits, claims and demands whatsoever of the Borrower in the Project Documents.

c) pledge of equity shares held by the Promoter aggregating to 51% (fifty one percent) of paid up and voting equity share capital of the Borrower

## 9(b) Current borrowings

	Maturity date	Terms of repayment	Coupon/ Interest rate	31 March 2017	31 March 2016	1 April 2015
<b>Loans repayable on demand</b>						
<b>Unsecured</b>						
Unsecured Loan - From JMC Projects (India) Ltd (Holding Company)		On demand	NIL	3,824.6	2,080.5	-
				3,824.6	2,080.5	-
<b>Total current borrowings</b>				<b>3,824.6</b>	<b>2,080.5</b>	<b>-</b>
Less: Interest accrued (included in note 13(b))						
<b>Current borrowings (as per balance sheet)</b>				<b>3,824.6</b>	<b>2,080.5</b>	<b>-</b>



## VINDHYACHAL EXPRESSWAY PRIVATE LIMITED

## 9(c) Other financial liabilities

(Rs. in Lakhs)

	31 March 2017	31 March 2016	1 April 2015
<b>Non-current</b>			
Premium Payable	5,370.54	5,188.00	4,981.95
<b>Total other non-current financial liabilities</b>	<b>5,370.54</b>	<b>5,188.00</b>	<b>4,981.95</b>
<b>Current</b>			
<b>Current maturities of long term debt:</b>			
Term Loans from Banks & NBFCs	1,008.00	302.40	188.80
Interest accrued but not due on borrowings	-	31.78	29.71
Payables for Capital Goods	1,084.80	1,203.72	229.03
Premium payable	430.07	370.96	228.84
<b>Total other current financial liabilities</b>	<b>2,522.86</b>	<b>1,908.86</b>	<b>676.38</b>

## 9(d) Trade payables

(Rs. in Lakhs)

	31 March 2017	31 March 2016	1 April 2015
<b>Current</b>			
<b>Others</b>			
Trade Payables	125.31	165.11	26.26
<b>Total trade payables</b>	<b>125.31</b>	<b>165.11</b>	<b>26.26</b>



## VINDHYACHAL EXPRESSWAY PRIVATE LIMITED

## Note 10: Provisions

(Rs. in Lakhs)

	31 March 2017			31 March 2016			1 April 2015		
	Current	Non-current	Total	Current	Non-current	Total	Current	Non-current	Total
Major Maintenance expenses		756.59	756.59	-	320.26	320.26	-	35.79	35.79
Provision for gratuity		2.04	2.04		3.23	3.23		1.80	1.80
Leave obligations	0.77		0.77	1.92		1.92	1.41		1.41
<b>Total</b>	<b>0.77</b>	<b>758.63</b>	<b>759.41</b>	<b>1.92</b>	<b>323.49</b>	<b>325.40</b>	<b>1.41</b>	<b>37.59</b>	<b>39.00</b>

The movement in provisions is as below:

Rs in Lacs

	Provision for major maintenance expense	Provision for Gratuity	Provision for Leave Obligations
Balance at 1 April 2015	35.79	1.80	1.41
Additions during the year	284.47	1.43	0.51
Utilisation during the year	-	-	-
Reversal (withdrawn as no longer required)	-	-	-
<b>As at 31 March 2016</b>	<b>320.26</b>	<b>3.23</b>	<b>1.92</b>
Additions during the year	436.33		-
Utilisation during the year			(0.84)
Reversal (withdrawn as no longer required)		(1.19)	(0.31)
<b>As at 31 March 2017</b>	<b>756.59</b>	<b>2.04</b>	<b>0.77</b>
Non- current	756.59	2.04	-
Current	-	-	0.77



## VINDHYACHAL EXPRESSWAY PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2017

## Note 11: Other current liabilities

(Rs. in Lakhs)

	31 March 2017			31 March 2016			1 April 2015		
	Non-current	Current	Total	Non-current	Current	Total	Non-current	Current	Total
Other Statutory Liabilities	-	0.67	0.67	-	9.06	9.06	-	16.97	16.97
Other Current Liabilities	-	8.12	8.12	-	168.89	168.89	-	212.92	212.92
Sub-ordinated Debt - From JMC Projects (India) Ltd (Holding Company) *(Refer Note below)		14,761.00	14,761.00		14,135.00	14,135.00		12,223.00	12,223.00
			-			-			-
<b>Total</b>	<b>-</b>	<b>14,769.79</b>	<b>14,769.79</b>	<b>-</b>	<b>14,312.94</b>	<b>14,312.94</b>	<b>-</b>	<b>12,452.89</b>	<b>12,452.89</b>

Note: Sub-ordinated debt of Rs.14761 lakhs (PY 14135 lakhs) is considered as part of Equity / Promotor Contribution which would be convertible into Equity share Capital within the next year. Accordingly the same as been classified as current



VINDHYACHAL EXPRESSWAY PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2017

Note 12: Revenue from operations

(Rs. in Lakhs)

	31 March 2017	31 March 2016
<b>Sale of services</b>		
Contract Revenue	399.22	12,261.00
Toll Collection	4,885.13	4,436.58
Claim from Authority	420.67	-
<b>Total revenue from operations</b>	<b>5,705.02</b>	<b>16,697.58</b>

Note: Consequent upon the de-monetisation of specified currency notes by the Hon'ble Prime Minister, toll collection had been suspended from 9th November 2016 to 2nd December 2016 for which the company has raised claims on MPRDC for reimbursement of the O&M and interest expenses incurred during this period as per the provisions of the Concession Agreement entered into between the company and MPRDC read along with NHAI circular No. NHAI/CGM/BOT FIN02016-17 dated 29th November 2016 in this regard, amount of Rs. 420.67 lakhs claimed, being contractually enforceable and certain of recovery, has been recognised as Income.

Note 13: Utility Shifting

(Rs. in Lakhs)

	31 March 2017	31 March 2016
<b>Utility Shifting</b>		
Utility Shifting	496.72	711.74
<b>Total</b>	<b>496.72</b>	<b>711.74</b>

Note 14: Other income and other gains/(losses)

Other income

(Rs. in Lakhs)

	31 March 2017	31 March 2016
Interest income		
- from fixed deposits	-	0.41
- from others	0.71	-
Insurance Claim Received	5.26	
Other Income	0.79	
<b>Total other income</b>	<b>6.76</b>	<b>0.41</b>



**VINDHYACHAL EXPRESSWAY PRIVATE LIMITED**
**Notes to Financial Statements for the year ended 31st March, 2017**
**Note 15: Construction Cost**
**(Rs. in Lakhs)**

	31 March 2017	31 March 2016
Construction Cost	395.26	12,140.00
<b>Construction Cost</b>	<b>395.26</b>	<b>12,140.00</b>

**Note 16: Operation & Management Expenses**
**(Rs. in Lakhs)**

	31 March 2017	31 March 2016
<b>Operation &amp; Management Expenses</b>		
O&M Services	653.67	435.59
Diesel & Electricity	58.45	34.56
Insurance	31.69	1.04
Site Expenses-Stores/Consumables	27.14	50.27
Cash Management Service	13.74	4.79
Rent/Hire Charges of Vehicles	11.03	9.33
Construction Expenses	4.37	-
Guest House Expenses	5.37	4.08
Internet Expenses	1.81	2.46
Freight Charges	0.15	0.43
Other Operation & Maintenance Expenses	9.91	8.27
<b>Total other expenses</b>	<b>817.32</b>	<b>550.82</b>

**Note 17: Utility Shifting Expenditure**
**(Rs. in Lakhs)**

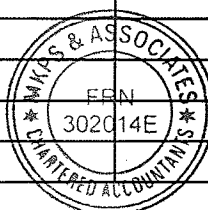
	31 March 2017	31 March 2016
Utility Shifting Expenditure	423.32	766.55
<b>Utility Shifting Expenditure</b>	<b>423.32</b>	<b>766.55</b>

**Note 18: Employee benefit expense**
**(Rs. in Lakhs)**

	31 March 2017	31 March 2016
Salaries, wages and bonus	91.10	134.72
Staff welfare expenses	6.56	8.29
<b>Total employee benefit expense</b>	<b>97.65</b>	<b>143.02</b>

**Note 19: Finance costs**
**(Rs. in Lakhs)**

	31 March 2017	31 March 2016
Interest and finance charges on financial liabilities not at fair value through profit or loss	5,308.66	4,135.69
Other Borrowing Costs	26.95	20.00
Interest on Unwinding of Premium liability provision	564.34	411.00
Interest on Unwinding of Major Maintenance provision	35.23	4.00
<b>Finance costs expensed in profit or loss</b>	<b>5,935.17</b>	<b>4,570.69</b>



**INDHYACHAL EXPRESSWAY PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31st March, 2017**

(Rs. in Lakhs)

**Note 20: Depreciation and amortisation expense**

	Notes	31 March 2017	31 March 2016
Depreciation of property, plant and equipment	3	8.49	7.38
Amortisation of intangible assets	4	422.66	284.77
<b>Total depreciation and amortisation expense</b>		<b>431.15</b>	<b>292.15</b>

**Note 21: Other expenses**

(Rs. in Lakhs)

	31 March 2017	31 March 2016
Major Maintenance Expense	401.11	280.70
Travelling, conveyance & Vehicle	33.73	29.23
Rates & Taxes	14.42	-
Work Charges	6.48	4.59
Professional & Legal Charges	16.39	19.41
Bank Commission & Charges	4.96	4.27
Sundry Expenses	6.55	10.36
Repairs & Maintenance	2.85	3.21
Postage & Telephone Charges	2.61	2.07
Entry Tax	1.65	0.65
Business Promotion Expenses	2.15	0.74
Service Tax	1.65	1.00
Sitting Fees and Commission to Non-executive Directors	1.00	1.20
Computer & IT Expenses	0.25	2.47
Printing & Stationery Expenses	1.29	1.34
Auditor's Remuneration	1.55	1.84
<b>Total other expenses</b>	<b>498.64</b>	<b>363.11</b>

**Note 21(a): Details of payments to auditors**

(Rs. in Lakhs)

	31 March 2017	31 March 2016
<b>Payment to auditors</b>		
<b>As auditor:</b>		
Audit fee	1.55	1.55
<b>In other capacities</b>		
Taxation matters		0.30
<b>Total payments to auditors</b>	<b>1.55</b>	<b>1.84</b>





Note 22: Income tax expense

(Rs. in Lakhs)

		31 March 2017	31 March 2016
<b>a) Income tax expense</b>			
Current tax		-	-
Current tax on profits for the year			
Adjustments for current tax of prior periods			
<b>Total current tax expense</b>		-	-
Deferred tax			
Decrease (increase) in deferred tax assets		1,553.02	1,019.76
<i>Decrease) increase in deferred tax liabilities</i>			
<b>Total deferred tax expense/(benefit)</b>		<b>1,553.02</b>	<b>1,019.76</b>
<b>Income tax expense</b>		<b>1,553.02</b>	<b>1,019.76</b>
Income tax expense is attributable to:			
Profit from operations		1,553.02	1,019.76
		<b>1,553.02</b>	<b>1,019.76</b>

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

(Rs. in Lakhs)

	Notes	31 March 2017	31 March 2016
Profit from operations before income tax expense		(2,390.02)	(1,416.62)
		<b>(2,390.02)</b>	<b>(1,416.62)</b>
<b>Tax at the Indian tax rate of 30% (2016-2017 - 30%) *</b>		-	-
Deferred Tax on Tax losses	6	1,471.62	1,032.76
Deferred Tax	6	81.61	(13.28)
<b>Income tax expense</b>		<b>1,553.23</b>	<b>1,019.48</b>

c) Amounts recognised directly in equity

(Rs. in Lakhs)

	Notes	31 March 2017	31 March 2016
Deferred tax: Tax losses	6	-	117.71
		-	<b>117.71</b>



# INDHYACHAL EXPRESSWAY PRIVATE LIMITED

Notes to Financial Statements for the year ended 31st March, 2017

(Rs. in Lakhs)		
Note 23: Earnings per share		
	As on March 31, 2017	As on March 31, 2016
Profit after tax and minority interest	(837.00)	(396.85)
Profit available for Equity Shareholders	(837.00)	(396.85)
Weighted number of Equity Shares outstanding	271	271
Nominal Value of equity shares	10	10
Basic Earnings per share	(3.09)	(1.47)
Equity shares used to compute diluted earnings per share	271	271
Diluted Earnings per share	(3.09)	(1.47)



**VINDHYACHAL EXPRESSWAY PRIVATE LIMITED****Notes to Financial Statements for the year ended 31st March, 2017****Note 24: Demonitisation Reconciliation****(Amount In Rs)**

Particulars	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	13,70,000	72,818	14,42,818
(+) Permitted Receipt	92,27,500	3,03,29,268	3,95,56,768
(-) Permitted Payments	-	-	-
(-) Amount deopsited in Banks	1,05,97,500	2,89,38,229	3,95,35,729
Closing Cash in hand as on 30.12.2016	-	14,63,857	14,63,857



Note No 25: Financial instruments – Fair values and risk management

Risk management framework

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee is responsible for overseeing the Company's risk assessment and management policies and processes.

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, and arises principally from the Company's receivables from customers and investment securities. Since the company's primary business is toll collection from general public which is primarily in cash, there is no credit risk involved. However, there are certain receivables arising from Utility Shifting & Other works received from the grantor, however the credit risk pertaining to the same is minimal.

Trade and other receivables

Since the company's primary business is toll collection from general public which is primarily in cash, there are no trade receivables for the same. However, there are certain receivables arising from Utility Shifting & Other works received from the grantor, the aging of the same is given below.

Expected credit loss assessment for customers is not relevant

Summary of the Company's exposure to credit risk by age of the outstanding from its customers is as follows:

INR Lakhs		Carrying amount		
		March 31, 2017	March 31, 2016	April 01, 2015
Neither past due nor impaired		126.73	96.9	54.2
Past due but not impaired				
Past due 1-90 days		420.67	4.0	-
Past due 91-180 days		-	7.5	2.0
Past due 271-365 days		-	-	20.0
Past due more than 365 days		37.42	22.0	-
		<b>584.82</b>	<b>130.4</b>	<b>76.2</b>

Cash and cash equivalents

The Company held cash and cash equivalents with credit worthy banks and financial institutions of INR 83 lacs and INR 156 lacs and INR 184 lacs as at 31st March 2017 and 31st March 2016 and 31st March 2015 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.



Note No 25: Financial instruments – Fair values and risk management

i. 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's exposure to market risk for changes in interest rates relates to borrowings from financial institutions.

For details of the Company's long term loans and borrowings, including interest rate profiles, refer to Note 10(a) of these financial statements.

Interest rate sensitivity - variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have increased / decreased equity and profit or loss by amounts shown below. This analysis assumes that all other variables remain constant. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

(Rupees in lakhs)	Profit or loss	
	100 bp increase	100 bp decrease
As at 31/03/2017		
Rupee Loans - From Banks	(377.44)	377.44
Rupee Loans - From NBFC's	(118.67)	118.67
sensitivity (net)	(496.11)	496.11
As at 31/03/2016		
Rupee Loans - From Banks	(377.98)	377.98
Rupee Loans - From NBFC's	(118.71)	118.71
sensitivity (net)	(496.69)	496.69

(Note: The impact is indicated on the profit/loss and equity before tax basis)



**VINDHYACHAL EXPRESSWAY PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31st March, 2017**

**Note No 25: Financial instruments – Fair values and risk management**

**iii. Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by

**Exposure to liquidity risk**

The table below analyses the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

(Rupees in lakhs)		Contractual cash flows				
March 31, 2017	Carrying amount	Total	Less than 12 months	1-2 years	2-5 years	More than 5 years
INR lacs						
<b>Non-derivative financial liabilities</b>						
<b>Borrowings</b>	<b>53,435.15</b>	<b>88,231.63</b>	9,925.76	6,477.60	25,325.96	46,502.31
Rupee Loans - From Banks	37,743.87	38,025.75	768.00	1,152.00	9,216.00	26,889.75
Rupee Loans - From NBFC	11,866.68	11,883.05	240.00	360.00	2,880.00	8,403.05
Unsecured Loan - Rupee Loans - Others	3,824.61	3,824.61	3,824.61			
Interest on term loan	-	34,498.22	5,093.15	4,965.60	13,229.96	11,209.51
<b>Other Financial Liabilities</b>	<b>6,885.41</b>	<b>21,224.43</b>	1,481.70	416.75	1,379.48	17,946.51
Premium payable	5,800.61	20,139.64	396.90	416.75	1,379.48	17,946.51
Payables for Capital Goods	1,084.80	1,084.80	1,084.80	-	-	-
<b>Trade payables</b>	<b>125.31</b>	<b>125.31</b>	125.31	-	-	-

(Rupees in lakhs)		Contractual cash flows				
March 31, 2016	Carrying amount	Total	Less than 12 months	1-2 years	2-5 years	More than 5 years
INR lacs						
<b>Non-derivative financial liabilities</b>						
<b>Borrowings</b>	<b>51,717.88</b>	<b>92,074.24</b>	7,967.21	6,101.15	21,782.19	56,223.68
Rupee Loans - From Banks	37,766.09	38,028.15	230.40	768.00	5,760.00	31,269.75
Rupee Loans - From NBFC	11,871.29	11,914.83	103.78	240.00	1,800.00	9,771.05
Unsecured Loan - Rupee Loans - Others	2,080.50	2,080.50	2,080.50			
Interest on term loan		40,050.76	5,552.53	5,093.15	14,222.19	15,182.88
<b>Other Financial Liabilities</b>	<b>6,762.68</b>	<b>21,696.23</b>	527.51	1,425.98	1,313.79	18,428.95
Premium payable	5,558.96	20,492.51	352.87	396.90	1,313.79	18,428.95
Payables for Capital Goods	1,203.72	1,203.72	174.64	1,029.08	-	-
<b>Trade payables</b>	<b>165.11</b>	<b>165.11</b>	165.11	-	-	-

(Rupees in lakhs)		Contractual cash flows				
March 31, 2015	Carrying amount	Total	2-12 months	1-2 years	2-5 years	More than 5 years
INR Lacs						
<b>Non-derivative financial liabilities</b>						
<b>Borrowings</b>	<b>44,297.09</b>	<b>90,198.31</b>	5,736.35	5,854.93	19,633.86	58,973.17
Rupee Loans - From Banks	33,710.98	34,029.71	173.56	230.40	3,648.00	29,977.75
Rupee Loans - From NBFC	10,586.11	10,600.00	44.95	72.00	1,140.00	9,343.05
Unsecured Loan - Rupee Loans - Others	-	-				
Interest on term loan		45,568.60	5,517.84	5,552.53	14,845.86	19,652.37
<b>Other Financial Liabilities</b>	<b>5,439.82</b>	<b>-</b>				
Deferred Premium payable	5,210.79	20,694.25	201.74	352.87	1,251.23	18,888.41
Payables for Capital Goods	229.03	229.03	229.03			
<b>Trade payables</b>	<b>26.26</b>	<b>26.26</b>	26.26			



ote No 26: Master netting or similar agreements

he following table presents the recognised financial instruments that are offset, or subject to enforceable master netting arrangements and other similar agreements but not offset, as at March 31, 2017, March 31, 2016 and 1 April 015.

(Rupees in lakhs)

Particulars	Effects of offsetting on the balance sheet	Related amounts not offset	
	Gross Amounts	Financial instrument collateral	Net amount
<b>31 March 2017</b>			
<b>Financial assets</b>			-
Loans	-		-
Trade receivables	584.82	584.82	-
Cash and cash equivalents	83.45	83.45	-
Other financial Asset	18.39	18.39	-
<b>Total</b>	<b>686.65</b>	<b>686.65</b>	<b>-</b>
<b>Financial liabilities</b>			
Borrowings	53,435.15	(686.65)	52,748.50
Trade payables	125.31		125.31
Other financial liabilities	6,885.41		6,885.41
<b>Total</b>	<b>60,445.87</b>	<b>(686.65)</b>	<b>59,759.22</b>

Note: The balance amount of Term Loan from Bank & NBFC's is secured against Intangible Asset-Toll Collection rights & Intangible Asset under Development. For Details please refer Note 4-Intangible Asset

(Rupees in lakhs)

Particulars	Effects of offsetting on the balance sheet	Related amounts not offset	
	Gross Amounts	Financial instrument collateral	Net amount
<b>31 March 2016</b>			
<b>Financial assets</b>			-
Loans	-	-	-
Trade receivables	130.44	130.44	-
Cash and cash equivalents	155.83	155.83	-
Other financial Asset	18.39	18.39	-
<b>Total</b>	<b>304.65</b>	<b>304.65</b>	<b>-</b>
<b>Financial liabilities</b>			
Borrowings	51,717.88	(304.65)	51,413.23
Trade payables	165.11		165.11
Other financial liabilities	6,762.68		6,762.68
<b>Total</b>	<b>58,645.67</b>	<b>(304.65)</b>	<b>58,341.02</b>

Note: The balance amount of Term Loan from Bank & NBFC's is secured against Intangible Asset-Toll Collection rights & Intangible Asset under Development. For Details please refer Note 4-Intangible Asset



(Rupees in lakhs)

Particulars	Effects of offsetting on the balance sheet	Related amounts not offset	
	Gross Amounts	Financial instrument collateral	Net amount
<b>1 March 2015</b>			
<b>Financial assets</b>			-
Loans	-	-	-
Trade receivables	76.23	76.23	-
Cash and cash equivalents	184.05	184.05	-
Other financial Asset	2,504.06	2,504.06	-
<b>Total</b>	<b>2,764.34</b>	<b>2,764.34</b>	<b>-</b>
<b>Financial liabilities</b>			
Borrowings	44,297.09	(2,764.34)	41,532.75
Trade payables	26.26		26.26
Other financial liabilities	5,469.53		5,469.53
<b>Total</b>	<b>49,792.88</b>	<b>(2,764.34)</b>	<b>47,028.54</b>
<b>Total</b>			
<b>Financial assets</b>	<b>49,792.88</b>	<b>(2,764.34)</b>	<b>47,028.54</b>

Note: The balance amount of Term Loan from Bank & NBFC's is secured against Intangible Asset-Toll Collection rights & Intangible Asset under Development. For Details please refer Note 4-Intangible Asset





Note No 27: Financial instruments – fair values and risk management

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value. A substantial portion of the company's long-term debt has been contracted at floating rates of interest, which are reset at short intervals. Accordingly, the carrying value of such long-term debt approximates fair value.

March 31, 2017 Rs in lakhs	Note No.	Carrying amount					Fair value			Total
		FVTPL	FVTOCI	Amortised Cost	Derivatives designated as hedges	Total	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
<b>Financial assets</b>										
(i) Loans						-				-
(ii) Trade receivables				584.82		584.82				-
(iii) Cash and cash equivalents				83.45		83.45				-
(iv) Bank balances other than above				-		-				-
(v) Others				18.39		18.39				-
		-	-	686.65	-	686.65	-	-	-	-
<b>Financial liabilities</b>										
(i) Borrowings				53,435.15		53,435.15				-
(ii) Trade payables				125.31		125.31				-
(iii) Other financial liabilities				6,885.41		6,885.41		5,800.61		5,800.61
		-	-	60,445.87	-	60,445.87	-	5,800.61	-	5,800.61

March 31, 2016 Rs in lakhs	Note No.	Carrying amount					Fair value			Total
		FVTPL	FVTOCI	Amortised Cost	Derivatives designated as hedges	Total	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
<b>Financial assets</b>										
(i) Loans				-		-				-
(ii) Trade receivables		-	-	130.44	-	130.44				-
(iii) Cash and cash equivalents		-	-	155.83	-	155.83				-
(iv) Bank balances other than above		-	-	-	-	-				-
(v) Others		-	-	18.39	-	18.39				-
		-	-	304.65	-	304.65	-	-	-	-
<b>Financial liabilities</b>										
(i) Borrowings				51,717.88	-	51,717.88				-
(ii) Trade payables		-	-	165.11	-	165.11				-
(iii) Other financial liabilities				6,762.68		6,762.68		5,558.96		5,558.96
		-	-	58,645.67	-	58,645.67	-	5,558.96	-	5,558.96

April 1, 2015 Rs in lakhs	Note No.	Carrying amount					Fair value			Total
		FVTPL	FVTOCI	Amortised Cost	Derivatives designated as hedges	Total	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	
<b>Financial assets</b>										
(i) Loans		-	-	-	-	-		-		-
(ii) Trade receivables		-	-	76.23	-	76.23				-
(iii) Cash and cash equivalents		-	-	184.05	-	184.05				-
(iv) Bank balances other than above		-	-	-	-	-				-
(v) Others		-	-	2,504.06	-	2,504.06				-
		-	-	2,764.34	-	2,764.34	-	-	-	-
<b>Financial liabilities</b>										
(i) Borrowings				44,297.09	-	44,297.09				-
(ii) Trade payables		-	-	26.26	-	26.26				-
(iii) Other financial liabilities				5,469.53	-	5,469.53		5,210.79		-
		-	-	49,792.88	-	49,792.88	-	5,210.79	-	-

B. Measurement of fair values

Valuation techniques and significant unobservable inputs

The following table shows the valuation techniques used in measuring Level 2 and Level 3 fair values for financial instruments measured at fair value in the statement of financial position as well

Financial instruments measured at fair value

Type	Valuation technique
Premium Liability	Discounted cash flow approach: The valuation model considers the present value of expected payment, discounted using a risk adjusted

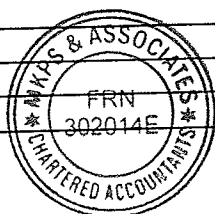


Note 28-Related party statement

		Rs in lacs	
No.	Particulars	Amount FY 16-17 31st March 17	Amount FY 15-16 31st March 16
<b>A</b>	<b>Related party transactions</b>		
1	Sub Debt - Long term borrowings JMC Projects (India) Limited	-	1,912.00
2	Short term borrowings JMC Projects (India) Limited	2,370.11	2,080.50
3	Construction Cost bills received from JMC Projects India Ltd	-	10,226.04
4	Payment made on account of EPC contractor including Taxes & Mob Adv recovery JMC Projects India Ltd	266.00	6,936.87
5	Expenses incurred on our behalf JMC Projects India Ltd	33.83	118.85
6	Payment made on account of expenses incurred JMC Projects India Ltd	-	110.00
<b>B</b>	<b>Related party balances</b>		
	<b>Outstanding balances as on 31-03-2017</b>		
1	Equity Share Capital JMC Projects India Ltd	2,705.01	2,705.01
2	Payable for Capital Cost JMC Projects India Ltd	525.42	791.42
3	Sub Debt - Long term borrowings JMC Projects India Ltd	14,135.00	14,135.00
4	Short term borrowings JMC Projects (India) Limited	4,450.61	2,080.50
5	Reimbursement Payable JMC Projects India Ltd	4,071.51	4,037.68

Key management personnel compensation comprised the following:

		Rs in lacs		
Amount		For the year ended March 31, 2017	For the year ended March 31, 2016	For the year ended March 31, 2015
Short-term employee benefits		0.17	0.13	0.05
Post-employment benefits		-	-	-
Other long-term benefits		0.47	0.28	0.13
Termination benefits		-	-	-
Outstanding balances		0.73	0.58	0.53
<b>Total</b>		<b>1.37</b>	<b>0.99</b>	<b>0.71</b>



Note: The terms and conditions of transactions with related parties were no more favourable than those available, or which might be expected to be available, in similar transactions with non related parties on an arm's length basis.

**VINDHYACHAL EXPRESSWAY PRIVATE LIMITED****Notes to Financial Statements for the year ended 31st March, 2017****Note No 29: Operating Segments****Geographical information****i) Revenue****Rs in lacs**

		<b>March 31, 2017</b>	<b>March 31, 2016</b>
<b>India</b>		6,201.7	17,409.3
<b>Total</b>		<b>6,201.7</b>	<b>17,409.3</b>

**ii) Non-current assets**

		<b>March 31, 2017</b>	<b>March 31, 2016</b>
<b>India</b>		74,540.5	74,560.2
<b>Total</b>		<b>74,540.5</b>	<b>74,560.2</b>

\*Non-current assets exclude financial instruments, deferred tax assets and employee ben

Note: All assets of the Company are domiciled in India and the Company earns entire revenue from its operations in India. There is no single customer which contributes more than 10% of the Company's total revenues



**Note No 30: Transition to Ind AS:**

For the purposes of reporting as set out in Note 1, we have transitioned our basis of accounting from Indian generally accepted accounting principles ("IGAAP") to Ind AS. The accounting policies set out in note 1 have been applied in preparing the financial statements 31 March 2016 and in the preparation of an opening Ind AS balance sheet at 1 April 2015 (the "transition date").

In preparing our opening Ind AS balance sheet, we have adjusted amounts reported in financial statements prepared in accordance with IGAAP. An explanation of how the transition from IGAAP to Ind AS has affected our financial performance, cash flows and financial position is set out in the following tables and the notes that accompany the tables. On transition, we did not revise estimates previously made under IGAAP except where required by Ind AS.

**A. Exemptions and exceptions available**

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from Indian GAAP to Ind AS

**Ind AS optional exemptions****1) Deemed Cost**

Ind AS 101 permits a first time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets and investment property covered by Ind AS 40 Investment Properties.

Accordingly, the company has elected to measure all of its property, plant and equipment at their previous GAAP carrying value.

**Ind AS mandatory exceptions****1) Estimates**

An entity's estimates in accordance with Ind ASs at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at 1 April 2015 are consistent with the estimates as at the same date made in conformity with previous GAAP.

**B. Reconciliations between previous GAAP and Ind AS**

Ind AS 101 requires an entity to reconcile equity and total comprehensive income for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS.

**Reconciliation of equity :**

As on 1st April 2015					As on 31st March 2016		
	Note	Indian GAAP	Adjustments	Ind AS	Indian GAAP	Adjustments	Ind AS
<b>ASSETS</b>							
<b>1. Non current Assets</b>							
(a) Property, plant and equipment		23	-	23	36	-	36
(b) Other Intangible assets	1	50,396	5,079	55,475	68,882	5,627	74,509
(c) Intangible assets under development	1	6,744	315	7,059	-	-	-
(d) Financial Assets							
(i) Loans		6	-	6	15	-	15
(e) Deferred tax assets (net)		-	-	-	1,150	(188)	962
(f) Other non-current assets		-	-	-	-	-	-
		57,169	5,394	62,563	70,083	5,439	75,523
<b>2. Current assets</b>							
(a) Financial Assets							
(i) Trade receivables		76	-	76	130	-	130
(ii) Cash and cash equivalents		184	-	184	156	-	156
(iii) Loans		2,498	-	2,498	4	-	4
(b) Other current assets		76	-	76	160	-	160
		2,835	-	2,835	450	-	450
<b>TOTAL ASSETS</b>		60,004	5,394	65,397	70,533	5,439	75,972
<b>EQUITY &amp; LIABILITIES</b>							
<b>1. Equity</b>							
(a) Equity share capital		2,705	-	2,705	2,705	-	2,705
(b) Other equity							
(i) Retained Earnings	2	(78)	341	263	(382)	366	(17)
(ii) Reserves							
<b>2. Other Reserves (to be specified separately)</b>							
		2,627	341	2,968	2,323	366	2,688
<b>2. Non - Current liabilities</b>							
(a) Financial liabilities							
(i) Borrowings	3	56,634	(333)	56,302	65,824	(306)	65,519
(ii) Other financial liabilities	4	-	4,982	4,982		5,188	5,188
(b) Provisions	5	2	36	38	467	(143)	323
(c) Deferred tax liabilities (Net)	6	-	175	175			-
		56,636	4,860	61,496	66,291	4,739	71,030
<b>3. Current liabilities</b>							
(a) Financial liabilities							
(i) Trade payables		26	-	26	165	-	165
(ii) Other financial liabilities		480	197	676	1,556	353	1,909
(b) Other current liabilities		233	(3)	230	196	(18)	178
(c) Provisions		1	-	1	2	-	2
		741	193	934	1,919	335	2,254
<b>TOTAL EQUITY &amp; LIABILITIES</b>		60,004	5,394	65,397	70,533	5,439	75,972

\*The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of

# Footnotes

- 1 Effect of Service Concession Accounting method followed .
- 2 Refer note on Adjustments related to Comprehensive Income
- 3 Unamortised Ancilliary Cost of Borrowing reduced from Term Loan
- 4 Effect of Recognition of Premium Liability at discounted value & subsequent unwinding of the same & reversal of the earlier premium liability recognized under IGAAP
- 5 Effect of Recognition of Major Maintenance Provision at discounted value & subsequent unwinding of the same & reversal of the earlier provision recognized under IGAAP
- 6 Deferred Tax impact on all IND AS adjustments

## Reconciliation of total comprehensive income for the year ended 31 March 2016\*

(in Lakhs)

	Indian GAAP	Adjustments	Ind AS
Revenue from operations	4,437	12,261	16,698
Utility Shifting	712	-	
Other Income	0	-	0
<b>Total income</b>	<b>5,149</b>	<b>12,261</b>	<b>17,410</b>
<b>Expenses</b>			
Construction Cost	-	12,140	12,140
Operation & Management Expenses	551	-	551
Premium	198	(198)	0
Employee Benefits Expense	140	3	143
Finance Costs	4,136	435	4,571
Depreciation and Amortisation Expense	266	26	292
Other Expenses	546	(183)	363
Utility Shifting Expenditure	767	-	767
<b>Total expenses</b>	<b>6,604</b>	<b>12,223</b>	<b>18,827</b>
<b>Profit/(loss) before tax</b>	<b>(1,455)</b>	<b>38</b>	<b>(1,417)</b>
<b>Tax Expenses:</b>			
Current tax			-
Deferred tax	1,033	13	1,046
<b>Profit/(loss) for the period</b>	<b>(422)</b>	<b>25</b>	<b>(397)</b>
<b>Other Comprehensive Income</b>			
(i) Items that will not be reclassified to profit or loss			
Remeasurements of defined benefit liability			-
(ii) Income tax relating to items that will not be reclassified to profit or loss			-
<b>Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>	<b>(422)</b>	<b>25</b>	<b>(397)</b>

\*The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note.

# Footnotes

- 1 Reconciliation of Net Profit as previously reported on account of transition from the previous Indian GAAP to Ind AS for the year ended 31st March 2016 :

(in Lakhs)

r. lo.	Particulars	Year ended 31 March 2016 (Audited)
	<b>Net Profit under previous Indian GAAP</b>	<b>(422)</b>
)	Construction Margin recognized as per Service Concession Accounting under IND AS	121
)	Unwinding of Premium expense recognized at present value as per Service Concession Accounting	(213)
)	Unwinding of Major Maintenance expense recognized at present value as per Service Concession	179
)	Incremental Amortisation on Toll Collection Rights due to above changes	(26)
)	Others	(23)
	Deferred tax on Ind AS adjustments	(13)
	<b>Net Profit for the quarter under Ind AS</b>	<b>(397)</b>
	Other Comprehensive Income (net of tax)	-
	<b>Total Comprehensive Income for the quarter</b>	<b>(397)</b>

