

GRUSAMAR ALBANIA SHPK

ANNUAL REPORT

2011-12

Financial Statements of

“Grusamar Albania” Ltd

For the period January - December 2011

Audit of the Component's Financial Information Clearance Memorandum

From: Gjini Consulting sh.p.k
Date: 14 February 2012

Subject: Audit of GRUSAMAR ALBANIA's Financial Information for the year ended 31 December 2011

We have audited the financial information comprising the Balance Sheet as at December 31, 2011, the Profit & Loss Account and the Cash Flow Statement for the year ended on that date included in the accompanying reporting package of GRUSAMAR ALBANIA for the year ended December 31, 2011 using the Accounting Policies stipulated by the holding company, IL&FS Transportation Networks Limited, and in accordance with International Standards on Auditing.

The preparation of the Balance Sheet, the Profit & Loss Account and the Cash Flow Statement is the responsibility of GRUSAMAR ALBANIA's management. As stated therein, the Balance Sheet, the Profit & Loss Account and the Cash Flow Statement has been prepared *in accordance with the recognition and measurement criteria as adopted by the Group* for inclusion in the consolidated financial information of IL&FS Transportation Networks Limited (ITNL) and are intended solely for that purpose.

Based on our audit of GRUSAMAR ALBANIA, and read together with our comments above, in our opinion and according to the information and explanations given to us, we report that the Financial Statements comprising of the Balance Sheet, the Profit & Loss Account and the Cash Flow Statement for the year ended 31 December 2011 has been prepared, in all material respects, in accordance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956, other recognised accounting practices and policies stipulated by the Holding Company, IL&FS Transportation Networks Limited (ITNL) and that the amounts contained in the Financial Statements are appropriate for inclusion in the consolidated financial ITNL as at / for the year ended 31 March 2012.

This communication is provided to you solely for the information and use in the consolidated financial statements of ITNL Group for the year ended 31 March, 2012. It should not be distributed to anyone in the Group, any of its components, or any other third party.

For Gjini Consulting sh.p.k
Chartered Accountants
K32123006W

Teit Gjini
Membership no: 68
Date: 14 February 2012



Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
BALANCE SHEET AS AT December 31, 2011

	Schedule	ALL	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
SOURCES OF FUNDS				
Shareholders' funds				
Capital	A	100,000		
Reserves and surplus	B	<u>(8,968,169)</u>	(8,868,169)	-
Minority interest			-	-
Preference shares issued by subsidiary to Minority			-	-
Advance towards capital of subsidiary			-	-
Loan funds	C			
Secured		-		
Unsecured		<u>9,680,904</u>	9,680,904	9,655,213
Deferred tax liability			-	-
			<u>812,735</u>	<u>9,655,213</u>
APPLICATION OF FUNDS				
Fixed assets	D			
Gross block		-		
Less: Depreciation		<u>-</u>		
Net fixed assets		-		
Capital work in progress		<u>-</u>	-	-
Goodwill on consolidation			-	-
Investments	E		-	-
Receivable under Service Concession Arrangement			-	-
Toll receivable account			-	-
Current assets, loans & advances	F			
Inventories		-		
Unbilled Revenue		-		
Sundry debtors		5,801,238		
Cash and bank balances		95,185		
Other current assets		-		
Loans and advances		<u>2,165,744</u>		
		8,062,167		
Less : Current liabilities & provisions	G			
Current liabilities		7,249,433		
Provisions		<u>-</u>		
Net current assets		7,249,433	812,735	-
			<u>812,735</u>	<u>-</u>
Significant accounting policies	O			
Notes to account	P			

In terms of our clearance memorandum attached.
For [Name of audit firm]
Chartered Accountants

For and on behalf of the Board

Teit Gjini
Partner



Managing Director

Lluka Llukani



Place: Albania
Date: 14-Feb-2012

Company Secretary

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

	Schedule	Year ended Dec 31, 2011 ALL	Year ended Dec 31, 2010 ALL
INCOME			
Income from operations	H	-	126,461
Other Income	I	1,488	9,253
Foreign exchange fluctuation (Net)		(10,482)	(24,866)
		<u>(8,994)</u>	<u>110,848</u>
EXPENSES			
Increase / decrease in stock in trade and work in progress		-	-
Consumption of raw materials		-	-
Operating Expenses	J	-	-
Employee Cost	K	1,313,400	2,932,106
Administrative and general expenses	L	1,091,130	863,385
Interest and finance charges	M	-	-
Preliminary expenses written off		-	-
		<u>2,404,530</u>	<u>3,795,491</u>
PROFIT BEFORE DEPRECIATION AND TAX		(2,413,524)	(3,684,643)
Depreciation		-	-
PROFIT BEFORE DIMINUTION AND TAX		<u>(2,413,524)</u>	<u>(3,684,643)</u>
Provision for Diminution in value of investments		-	-
PROFIT BEFORE TAX		(2,413,524)	(3,684,643)
Provision for tax	N	-	-
PROFIT AFTER TAX (BEFORE ADJUSTMENT OF MINORITY INTREST)		<u>(2,413,524)</u>	<u>(3,684,643)</u>
Less: Share of profit transferred to minority interest		-	-
Add: Own share in Associate included as Minority interest of a Jointly Controlled Entity		-	-
PROFIT AFTER TAX (AFTER ADJUSTMENT OF MINORITY INTREST)		<u>(2,413,524)</u>	<u>(3,684,643)</u>
Add / Less : Share of Profit / (Loss) of associates		-	-
PROFIT AFTER TAX		<u>(2,413,524)</u>	<u>(3,684,643)</u>
Balance of profit brought forward		-	-
Profit available for appropriation		(2,413,524)	(3,684,643)
Appropriations:			
Transfer to general reserve		-	-
Transfer to debenture redemption reserve		-	-
Proposed dividend on equity shares		-	-
Tax on dividend on equity shares		-	-1
Premium on preference shares of subsidiary		-	-
Tax on dividend and premium on preference shares of subsidiary		-	-
Balance carried forward		<u>(2,413,524)</u>	<u>(3,684,643)</u>

Basic / Diluted earnings per share (Face value per share Rs. ____)

Significant accounting policies
 Notes to account

O
 P

In terms of our clearance memorandum attached.
 For [Name of audit firm]
 Chartered Accountants

For and on behalf of the Board

Teit Gjini
 Partner



Managing Director

Lluka Lluka



Place: Albania
 Date: 14-Feb-2012

Company Secretary

Grusamar Albania Ltd
(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
CASHFLOW STATEMENTS FOR THE YEAR ENDED December 31, 2011

	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
Cash Flow from Operating Activities		
Profit Before Taxes, Minority Interest & Share of Profits of Associates	(2,413,524)	(3,684,643)
Adjustments for :-		
Interest on loans granted	-	-
Interest on short term deposit placed	(1,488)	(9,253)
Interest on debentures issued	-	-
Interest on call money placed	-	-
Interest on fixed deposits with original maturity of less than three months	-	-
TDS on Interest on fixed deposits with original maturity of less than three months	-	-
(Profit)/Loss on sale of investments	-	-
Dividend income	-	-
Interest and finance expense	-	-
(Profit)/Loss on sale of fixed assets	-	-
Provision for Compensated Absences	-	-
Provision for Gratuity	-	-
Depreciation	-	-
Provision for Doubtful Debts	-	-
Provision for Overlay	-	-
Provision for diminution in value of investments	-	-
Capital advances written off	-	-
Exchange rate Fluctuation reserve	-	-
Foreign Exchange difference	10,482	24,866
Excess provision written back	-	-
Operating profit before Working Capital Changes	(2,404,530)	(3,669,030)
Adjustments changes in working capital:		
(Increase) / decrease in receivables	(2,180)	1,234,163
(Increase) / decrease in other current assets	-	-
(Increase) / decrease in inventories	-	-
(Increase) / decrease in loans and advances	(1,286,663)	(199,949)
Increase / (decrease) in current liabilities & provisions	1,025,283	30,541
Cash Generated from Operating Activities	(2,668,090)	(2,604,275)
Direct Taxes (paid) / receivable (Net)	-	-
Net Cash Flow from Operations (A)	(2,668,090)	(2,604,275)
Cash flow from Investing Activities		
Purchase of fixed assets	-	-
Proceeds from sale of fixed assets	-	-
Purchase of / advance towards investments	-	-
Refund of advance towards investments	-	-
Sale proceeds of investments	-	-
Loans given	-	-
Loans received back	-	-
Fixed Deposit placed with original maturity of more than three months	-	-
Fixed Deposit encashed with original maturity of more than three months	-	-
Interest on fixed deposits	-	-
TDS on Interest on fixed deposits with original maturity of more than three months	-	-
Investment in call money (net)	-	-
Interest received	-	-
Acquisition of a Subsidiary (net of cash and cash equivalents)	-	-
Goodwill Acquired	-	-
Capital Grant received	-	-
(Increase) in Receivable under Service Concession Arrangement	-	-
Net Cash from Investing Activities (B)	-	-
Cash flow from Financing Activities		
Increase / (decrease) in Advance towards capital	-	-
Proceeds from borrowings	-	-
Repayments of borrowings	-	-
Interest paid	1,488	9,253
Increase/(Decrease) in creditors for finance charges	25,691	(824,877)
Dividend paid	-	-
Contribution by minority	-	-
Net Cash from Financing Activities (C)	27,179	(815,624)
Net Increase in Cash & Cash Equivalents (A+B+C)	(2,640,911)	(3,419,900)
Cash and Cash Equivalent at the beginning of the year	2,736,096	6,155,996
Cash and Cash Equivalent at the end of the year	95,185	2,736,096
Net Increase / (Decrease) in Cash & Cash Equivalents	(2,640,911)	(3,419,900)
Notes:	0	(0)
Components of Cash & Cash Equivalent		
Cash on Hand	1,177	2,179,155
Cheques on Hand	-	-
Balance with Scheduled Banks - Current Accounts	94,008	556,941
Balance with Scheduled Banks in term deposits (maturity less than 3 months)	-	-
	95,185	2,736,096
Fixed deposits placed for periods exceeding 3 months	-	-
Cash & Bank Balances (Refer Schedule No. "F")	-	-
Significant accounting policies	O	
Notes to account	P	

In terms of our clearance memorandum attached.
For [Name of audit firm]
Chartered Accountants

For and on behalf of the Board

Teit Gjini
Partner

Managing Director

Luka Llukani

Place: Albania
Date: 14-Feb-2012

Company Secretary

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO BALANCE SHEET AS AT December 31, 2011

SCHEDULE A : CAPITAL

	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
AUTHORISED		
_____ equity shares of Rs. ___/- each	-	-
	-	-
ISSUED, SUBSCRIBED AND PAID-UP		
100,000 (Previous year 100,000) equity shares of Rs. 51/49 - each fully paid up (Refer footnote)	100,000	100,000
	100,000	100,000

Footnote:

Of the above, 51,000 (Previous year 51,000) shares are held by the holding company viz. Grusamar Ingenieria Y Consulting SL and 49,000 shares held by the ultimate holding viz. Lluka Lluakni (previous year 49,000).

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO BALANCE SHEET AS AT December 31, 2011

SCHEDULE B : RESERVES AND SURPLUS

	ALL	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
Securities premium account			
Balance as per last Balance Sheet			-
Addition during the period		-	-
Capital reserve			
Opening balance	-		-
Transfer during the period	-		-
Capital reserve on consolidation			
Opening balance	-		-
Transfer during the period	-		-
Other statutory reserves (created through transfer of profits)			
Opening balance	10,000		10,000
Transfer during the period	-		-
Debenture redemption reserve		10,000	10,000
Opening balance	-		-
Addition during the period (post acquisition)	-		-
General reserve			
Opening balance	-		-
Add : Transfer during the period	-		-
Foreign Exchange Fluctuation Reserve (Net of deferred tax asset of Rs. _____)			
Opening balance	-		-
Add/(Less): Adjustment during the period (Net)	-		-
Cash Flow Hedge Reserve			
Opening balance	-		-
Add/(Less): Adjustment during the period (Net)	-		-
Balance in Profit and loss account		(8,978,169)	(6,564,644)
Total reserves and surplus		(8,968,169)	(6,554,644)

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO BALANCE SHEET AS AT December 31, 2011

SCHEDULE C : LOAN FUNDS

	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
SECURED		
From banks	-	-
From financial institutions	-	-
From others	-	-
Non convertible debentures	-	-
Deep discount bonds	-	-
Zero Coupon Bonds	-	-
Lease Finance	-	-
Interest accrued and due	-	-
Total secured loans	-	-
UNSECURED		
From Bank		
Short term loans	-	-
Other than short term loans	-	-
From Others		
Short term loans	-	-
Other than short term loans	9,680,904	9,655,213
Non-Convertible Debentures	-	-
Interest accrued and due	-	-
Total unsecured loans	9,680,904	9,655,213
Total loan funds	9,680,904	9,655,213

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO BALANCE SHEET AS AT December 31, 2011

SCHEDULE E : INVESTMENTS

	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
Investments in associates	-	-
Less: Unrealised gain on transactions between the Company and its associates	-	-
Add: Post-acquisition share of profit/ (loss) of associates	-	-
Add: Post-acquisition share of movement in the capital reserves of an associate	-	-
Less: Cash flow Hedge Reserve	-	-
	-	-
<u>Long term investments</u>		
Unquoted equity shares (fully paid up)	-	-
Other investments	-	-
Sub total	-	-
<u>Current investments</u>		
In units of mutual funds	-	-
(Market value as December 31, 2011 Rs._____)		
Sub total	-	-
	-	-
Less: Provision for diminution	-	-
Total investments	-	-

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO BALANCE SHEET AS AT December 31, 2011

SCHEDULE F : CURRENT ASSETS AND LOANS & ADVANCES

	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
CURRENT ASSETS		
INVENTORIES (at lower of cost and market value)		
Raw Material	-	-
Finished Goods	-	-
Stores and Spares	-	-
Total inventories	-	-
SUNDRY DEBTORS (Unsecured, considered good unless otherwise stated)		
Considered good	5,801,238	5,799,058
Considered doubtful	-	-
	5,801,238	5,799,058
Less: Provision for doubtful debts	-	-
Total sundry debtors	5,801,238	5,799,058
CASH AND BANK BALANCES		
Cash in hand	1,177	2,179,155
Balance with scheduled banks		
In current accounts	94,008	556,941
In fixed deposits	-	-
Balance with non-scheduled banks		
In current accounts	-	-
In fixed deposits	-	-
Total cash and bank balances	95,185	2,736,096
OTHER CURRENT ASSETS		
Interest accrued	-	-
Option premium assets	-	-
Receivable against sale of investments	-	-
Total other current assets	-	-
LOANS AND ADVANCES		
Advances recoverable in cash or in kind or for value to be received	1,181,481	6,000
Deposits	-	-
Advance payment of taxes (net of provision)	984,263	883,563
Advance Fringe benefit tax (net of provision)	-	-
Long term loans	-	-
Short term loans	-	-
Advance towards Capital / Share Application Money	-	-
Investment in Call Money	-	-
Grant receivable from National Highway Authorities of India	-	-
Total loans and advances	2,165,744	889,563
Total current assets and loans & advances	8,062,167	9,424,717

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO BALANCE SHEET AS AT December 31, 2011

SCHEDULE G : CURRENT LIABILITIES AND PROVISIONS

	As at Dec 31, 2011 ALL	As at Dec 31, 2010 ALL
CURRENT LIABILITIES		
Sundry creditors	1,700,504	1,101,824
Advance received	-	-
Interest accrued but not due	-	-
Other liabilities	5,548,928	5,122,324
Unearned revenue	-	-
Income received in advance	-	-
Total current liabilities	7,249,433	6,224,149
PROVISIONS		
Provision for fringe benefit tax (net of advance)	-	-
Provision for Tax (net of advance)	-	-
Provision for employee benefits	-	-
Proposed dividend on equity shares	-	-
Provision for tax on proposed dividend on equity shares	-	-
Provision for dividend on preference shares of subsidiary	-	-
Provision for premium on preference shares of subsidiary	-	-
Provision for tax on preference dividend of subsidiary	-	-
Provision for tax on preference share premium of subsidiary	-	-
Provision for overlay	-	-
Provision for contingency	-	-
Total provisions	-	-
Total current liabilities & provisions	7,249,433	6,224,149

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

SCHEDULE H : INCOME FROM OPERATIONS

		Year ended Dec 31, 2011 ALL	Year ended Dec 31, 2010 ALL
Income from services			
Advisory and project management fees		-	-
Lenders' engineer and supervision fees		-	-
Operation and maintenance income		-	126,461
Toll revenue		-	-
Periodic Maintenance Income		-	-
Finance Income		-	-
License Fee		-	-
Total	(a)	-	126,461
Traded products			
Sales (net of sales tax)		-	-
Total	(b)	-	-
Construction Income			
Total	(c)	-	-
Total income from operations (a+b+c)		-	126,461

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

SCHEDULE I : OTHER INCOME

	Year ended Dec 31, 2011 ALL	Year ended Dec 31, 2010 ALL
Interest on loans granted	-	-
Interest on debenture	-	-
Interest on call money	-	-
Interest on bank deposits	-	-
Interest on Short Term Deposit	1,488	9,253
Interest on advance towards property	-	-
Profit on sale of investment (net)	-	-
Profit on sale of fixed assets (net)	-	-
Advertisement income	-	-
Income from Material Testing	-	-
Excess provisions written back	-	-
Operation and Maintenance Grant from National Highways Authority of India	-	-
Miscellaneous income	-	-
Total other income	1,488	9,253

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

SCHEDULE J : OPERATING EXPENSES

	Year ended Dec 31, 2011	Year ended Dec 31, 2010
	ALL	ALL
Material Consumption	-	-
Cost of traded products	-	-
Construction Contract Costs	-	-
Fees for technical services / design and drawings	-	-
Diesel and Fuel Expenses	-	-
Operation and maintenance expenses	-	-
Provision for overlay expenses	-	-
Periodic maintenance expenses	-	-
Total operating expenses	-	-

Grusamar Albania ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

SCHEDULE K : EMPLOYEE COST

	Year ended Dec 31, 2011 ALL	Year ended Dec 31, 2010 ALL
Salaries and allowances	1,299,355	2,716,212
Contribution of provident and other funds	14,045	215,894
Staff welfare expenses	-	-
Total employee cost	1,313,400	2,932,106

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

SCHEDULE L : ADMINISTRATIVE & GENERAL EXPENSES

	Year ended Dec 31, 2011 ALL	Year ended Dec 31, 2010 ALL
Legal and consultation fees	492,480	499,572
ECR Operating and Administrative Expenses	1,987	400
Agency fees	-	-
Travelling and conveyance	-	134,316
Rent	-	-
Rates and taxes	15,120	40,120
Repairs and maintenance	-	-
Bank commission	8,355	9,720
Registration expenses	-	-
Communication expenses	11,088	67,187
Insurance	-	71,950
Exchange rate fluctuation	-	-
Printing and stationery	-	-
Electricity charges	-	-
Cost of shared services	-	-
Directors' fees	-	-
Bad debts and provision for doubtful debts	-	-
Project management fees	-	-
Loss on sale of assets (net)	-	-
Royalty	-	-
Miscellaneous expenses	562,100	40,120
Total administrative & general expenses	1,091,130	863,385

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

SCHEDULE M : INTEREST & FINANCE CHARGES

	Year ended Dec 31, 2011 ALL	Year ended Dec 31, 2010 ALL
Interest on loans for fixed period	-	-
Interest on debentures	-	-
Guarantee commission	-	-
Finance charges	-	-
Upfront fees on performance guarantee	-	-
Intrest on Deep Discount bonds	-	-
Other interest	-	-
Total interest and finance charges	-	-

Grusamar Albania Ltd

(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2011

SCHEDULE N : PROVISION FOR TAXATION

	Year ended Dec 31, 2011	Year ended Dec 31, 2010
	ALL	ALL
Current tax	-	-
Tax related to earlier years	-	-
Fringe benefit tax	-	-
Deferred tax charge (net)	-	-
Total provision for taxation	-	-

Grusamar Albania Ltd
(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&S TRANSPORTATION NETWORKS LIMITED)
SEGMENT INFORMATION

(I) Primary - Business Segments:

ALL

	Services for Surface Transportation Business		Trading		Treasury		Unallocated		Total	
	31st December 2011	31st December 2010	31st December 2011	31st December 2010	31st December 2011	31st December 2010	31st December 2011	31st December 2010	31st December 2011	31st December 2010
Revenue										
External							-	126,461	-	126,461
Inter-Segment										
Segment Revenue										
Unallocated income										
Total Revenue										
Segment expenses							(2,415,013)	(3,820,357)	(2,415,013)	(3,820,357)
Segment results										
Unallocated income (excluding interest income)										
Unallocated expenditure										
Interest Expenses							1,488	9,253	1,488	9,253
Interest Income unallocated										
Provision for taxation (Including Wealth Tax & Fringe Benefit Tax)										
Net Profit / (Loss)							(2,413,524)	(3,684,643)	(2,413,524)	(3,684,643)
Segment assets										
Unallocated Assets							984,263	883,563	984,263	883,563
Total assets										
Segment liabilities										
Unallocated Liabilities							9,680,904	9,655,213	9,680,904	9,655,213
Total liabilities										
Capital Expenditure										
Depreciation										
Non cash expenditure other than depreciation: (Employee benefits, provision for diminution)										

(II) Secondary - Geographic Segments:

	India		Outside India	
	31st March 2011	31st December 2010	31st December 2011	31st December 2010
Revenue				
External		-	-	126,461
Assets				
Segment assets				

1) Unallocated assets include investments, advance towards investments, loans, interest accrued but not due, option premium assets account, advance tax and fixed deposits

2) Unallocated liabilities include secured loans, unsecured loans, interest accrued but not due, deferred tax liability, advance towards capital, provision for tax and option premium liabilities account

Grusamar Albania Ltd
(FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED)
Related party information

1. Name of the related parties and description of relationship:

Nature of Relationship	Name of Entity	Acronym used
<i>Holding Company :</i>		
<i>Fellow Subsidiaries</i>		
<i>Associates :</i>	<i>Grusamar Ingenieria Y Consulting SL</i> <i>Lluka Llukani</i>	
<i>Co - Venture :</i>		
<i>Key Management personnel :</i>		

2. Details of balances and transactions during the period with related parties

ALL

Account head	Name of Entity	31st December 2011	31st December 2010
<i>Balances:</i>			
	<i>1-Grusamar Ingenieria Y Consulting SL</i>	<i>9,282,749</i>	<i>9,272,058</i>
	<i>2-Lluka Llukani</i>	<i>398,155</i>	<i>383,155</i>
<i>Transactions:</i>			
	<i>1-Grusamar Ingenieria Y Consulting SL</i>		
	<i>Evaluation differences</i>	<i>10,691</i>	<i>54,121</i>
	<i>2-Lluka Llukani</i>		
	<i>Loan</i>	<i>15,000</i>	<i>52,290</i>
	<i>Loan back</i>		<i>(936,750)</i>
	<i>Evaluation differences</i>		<i>5,462</i>