

INDEPENDENT AUDITORS' REVIEW REPORT ON INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

TO THE BOARD OF DIRECTORS OF

IL&FS TRANSPORTATION NETWORKS LIMITED

Introduction

1. We have reviewed the accompanying Interim Condensed Consolidated Financial Statements of **IL&FS TRANSPORTATION NETWORKS LIMITED** ("the Company"), its subsidiaries and jointly controlled entities / operations (the Company, its subsidiaries and jointly controlled entities / operations constitute "the Group"), which comprise the Condensed Consolidated Balance Sheet as at December 31, 2013, the Condensed Consolidated Statement of Profit and Loss, the Condensed Consolidated Cash Flow Statement for nine months ended December 31, 2013 and select explanatory notes forming part thereof ("Interim Condensed Consolidated Financial Statements").
2. The Company's Management is responsible for the preparation and presentation of these Interim Condensed Consolidated Financial Statements in accordance with the requirements of Accounting Standards (AS-25) on Interim Financial Reporting notified under the Companies Act, 1956 (which continues to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on these Interim Condensed Consolidated Financial Statements based on our review.

Scope of Review

3. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of Interim Condensed Consolidated Financial Statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. We did not review the unaudited interim financial information of forty three subsidiaries whose interim financial information reflect total assets of ₹ 158,998.62 million as at December 31, 2013, total revenues of ₹ 16,152.23 million and net cash inflows of ₹ 1,712.28 million for the nine months ended December 31, 2013 as considered in the Interim Condensed Consolidated Financial Statements. We also did not review the unaudited interim financial information of seven jointly controlled entities in respect of which the Group's proportionate share in the assets is ₹ 32,885.89 million as at December 31, 2013, in the total revenues is ₹ 2,999.55 million and in the net cash inflows is ₹ 674.34 million for the nine months ended December 31, 2013 as considered in the Interim Condensed Consolidated Financial Statements. The unaudited interim financial information of these fifty entities have been reviewed by other auditors whose reports have been furnished to us and our conclusion, in so far as it relates to the amounts included in respect of these entities, is based solely on the reports of the other auditors.
5. We also did not review the unaudited interim financial information of thirteen associates, which have been accounted based on the equity method in accordance with Accounting Standard 23

(Accounting for Investments in Associates in Consolidated Financial Statements) in respect of which ₹ 35.70 million being the Group's proportionate share in the net profit of these associates for nine months ended December 31, 2013 has been considered in the Interim Condensed Consolidated Financial Statements. The unaudited interim financial information of these associates have been reviewed by other auditors whose reports have also been furnished to us and our conclusion, in so far as it relates to the amounts included in respect of these associates, is based solely on the reports of the other auditors.

Conclusion

6. Based on our review and based on the consideration of reports of the other auditors on the interim financial information of the subsidiaries, jointly controlled entities and associates referred in paragraph 4 and 5 above, nothing has come to our attention that causes us to believe that the accompanying Interim Condensed Consolidated Financial Statements are not prepared, in all material respects, in accordance with the Accounting Standard (AS) 25 "Interim Financial Reporting", as notified under the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India.

Emphasis of Matter

7. We draw attention to point no. 13 and 14 of Note 1 to the Interim Condensed Consolidated Financial Statements, wherein significant elements of the Interim Condensed Consolidated Financial Statements have been determined based on management estimates (which in turn are based on technical evaluations by independent experts). These include:
 - i. Intangible Assets and Intangible Assets under Development covered under Service Concession Arrangements aggregating to carrying value of ₹ 123,880.30 million (49.02% of the total assets), the useful lives and the annual amortisation thereof;
 - ii. Provision for Overlay carried at ₹ 838.45 million in respect of intangible assets covered under service concession arrangements; and
 - iii. Financial Assets covered under Service Concession Arrangements, included as a part of Receivables against Service Concession Arrangements, carried at ₹ 72,114.64 million (28.54% of the total assets) and revenue recognised thereon based on the effective interest method which in turn is based on evaluations of the future operating and maintenance costs and the overlay / renewal costs and the timing thereof.
8. We also draw attention to point no. 11 of Note 1 to the Interim Condensed Consolidated Financial Statements, wherein a Subsidiary of the Group has received an approval order from the High Court of Gujarat at Ahmedabad vide order no 318 of 2013 dated January 31, 2014 for writing off ₹ 869.37 Mn, restructuring charges paid to the Consortium of lenders, by canceling 86,936,783 equity shares of ₹ 10 each. The order of capital reduction shall have effect only on the registration of the above order and the minutes of the resolution for reducing share capital. Pending registration of the High Court order, the Group has given effect of the order in its interim condensed consolidated financial information for the nine months ended December 31, 2013. The Group has represented that it is certain that the procedural formality of filing the order and minutes with the Registrar of Companies will be done in due course. On Consolidation the impact has been taken to Capital Reserve on consolidation and Minority Interest in proportion to shareholding.

Our conclusion is not qualified in respect of these two matters.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(ICAI Registration No. 117366W/W-100018)

SD/-
Kalpesh J. Mehta
Partner
(Membership No. 48791)

MUMBAI, February 12, 2014

IL&FS TRANSPORTATION NETWORKS LIMITED
UNAUDITED INTERIM CONDENSED CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31, 2013

₹ in million

	Particulars	Unaudited		Audited	
		As at December 31, 2013		As at March 31, 2013	
I	<u>EQUITY AND LIABILITIES</u>				
1	SHAREHOLDERS' FUNDS				
	(a) Share capital	5,207.18		1,942.68	
	(b) Reserves and surplus	43,780.05	48,987.23	34,455.45	36,398.13
2	MINORITY INTEREST		3,781.82		3,577.22
3	NON-CURRENT LIABILITIES				
	(a) Long-term borrowings	150,156.47		121,849.42	
	(b) Deferred tax liabilities (net)	2,079.59		2,425.06	
	(c) Other long term liabilities	4,077.43		2,950.86	
	(d) Long-term provisions	628.57	156,942.06	634.12	127,859.46
4	CURRENT LIABILITIES				
	(a) Current maturities of long-term debt	17,398.23		13,220.08	
	(b) Short-term borrowings	7,188.08		8,521.99	
	(c) Trade payables	13,766.85		11,066.69	
	(d) Other current liabilities	3,550.99		3,279.53	
	(e) Short-term provisions	1,081.31	42,985.46	1,979.46	38,067.75
	TOTAL		252,696.57		205,902.56
II	<u>ASSETS</u>				
1	NON-CURRENT ASSETS				
	(a) Fixed assets				
	(i) Tangible assets (net)	1,605.39		1,415.49	
	(ii) Intangible assets (net)	63,163.86		27,716.93	
	(iii) Capital work-in-progress	194.81		475.99	
	(iv) Intangible assets under development	61,224.68		66,969.81	
	(b) Goodwill on consolidation (net)	5,937.88		5,232.59	
	(c) Non-current investments (net)	6,752.24		6,527.51	
	(d) Deferred tax assets	164.81		110.60	
	(e) Long-term loans and advances (net)	10,002.89		8,116.57	
	(f) Other non-current assets	75,609.20	224,655.76	67,825.27	184,390.76
2	CURRENT ASSETS				
	(a) Current maturities of Long term loans and advances	42.50		42.50	
	(b) Current investments	108.93		343.74	

(c) Inventories	133.26		168.87	
(d) Trade receivables (net)	10,428.64		7,516.96	
(e) Cash and cash equivalents	5,966.60		4,552.42	
(f) Short-term loans and advances	8,852.91		6,010.50	
(g) Other current assets	2,507.97	28,040.81	2,876.81	21,511.80
TOTAL		252,696.57		205,902.56

Note 1 forms part of the interim condensed consolidated financial statements.

In terms of our report attached.
For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board

SD/-
Kalpesh J. Mehta
Partner

SD/-
Managing Director

SD/-
Director

Mumbai , February 12, 2014

SD/-
Chief Financial Officer

SD/-
Company Secretary

Mumbai , February 12, 2014

IL&FS TRANSPORTATION NETWORKS LIMITED

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE NINE MONTHS ENDED DECEMBER 31, 2013

₹ in million

	Particulars	Unaudited	Unaudited
		Nine months ended December 31, 2013	Nine months ended December 31, 2012
I	Revenue from operations	47,577.03	47,143.42
II	Other income	933.02	1,094.15
III	Total revenue (I + II)	48,510.05	48,237.57
IV	Expenses		
	Cost of materials consumed	1,062.36	828.17
	Operating expenses	25,646.49	28,003.16
	Employee benefits expense	3,131.44	2,688.08
	Finance costs	11,032.97	8,167.87
	Depreciation and amortisation expense	971.40	640.12
	Administrative and general expenses	2,665.94	1,937.25
	Total expenses (IV)	44,510.60	42,264.65
V	Profit before taxation (III-IV)	3,999.45	5,972.92
VI	Tax expense:		
	(1) Current tax	1,290.16	1,853.00
	(2) Tax relating to earlier year (Refer note 1(12))	(263.09)	(4.40)
	(3) Deferred tax (net)	(395.87)	634.30
	(4) MAT Credit entitlement	(102.08)	(123.05)
	Total tax expense (VI)	529.12	2,359.85
VII	Profit before share of associates & share of minority interest (V-VI)	3,470.33	3,613.07
VIII	Share of profit of associates (net)	35.70	10.15
IX	Share of profit transferred to minority interest (net)	(49.73)	(205.64)
	Profit for the nine months (VII+VIII+IX)	3,456.30	3,417.58
	Earnings per equity share (Face value per share ₹ 10/-)		
	(1) Basic (not annualised)	16.94	17.53
	(2) Diluted (not annualised)	16.94	17.53

Note 1 forms part of the interim condensed consolidated financial statements.

In terms of our report attached.
For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board

SD/-
Kalpesh J. Mehta
Partner

SD/-
Managing Director

SD/-
Director

Mumbai , February 12, 2014

SD/-
Chief Financial Officer

SD/-
Company Secretary

Mumbai , February 12, 2014

IL&FS TRANSPORTATION NETWORKS LIMITED
UNAUDITED INTERIM CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE NINE
MONTHS ENDED DECEMBER 31, 2013

₹ in million

Particulars	Unaudited	Unaudited
	Nine months ended December 31, 2013	Nine months ended December 31, 2012
Net Cash generated from Operating Activities (A)	12,000.81	16,204.20
Net Cash used in Investing Activities (B)	(31,983.92)	(32,449.81)
Net Cash generated from Financing Activities (C)	21,161.34	17,546.88
Net Increase in Cash and Cash Equivalents (A+B+C)	1,178.23	1,301.27
Cash and Cash Equivalent at the beginning of the period	3,918.04	2,742.62
Impact of Foreign Currency Translation	250.23	46.92
Cash and Cash Equivalent at the end of the period	5,346.50	4,090.81
Net Increase in Cash and Cash Equivalents	1,178.23	1,301.27

₹ in million

Components of Cash and Cash Equivalents		
Cash on hand	71.09	60.01
Balances with Banks in current accounts	3,310.43	1,879.75
Balances with Banks in deposit accounts	1,964.98	2,151.05
	5,346.50	4,090.81
Unpaid dividend accounts	1.75	0.65
Balances held as margin money or as security against borrowings	618.35	379.56
Cash and Cash Equivalents	5,966.60	4,471.02

Note 1 forms part of the interim condensed consolidated financial statements.

In terms of our report attached.
For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board

SD/-
Kalpesh J. Mehta
Partner

SD/-
Managing Director

SD/-
Director

Mumbai , February 12, 2014

IL&FS TRANSPORTATION NETWORKS LIMITED

NOTE 1: SELECT EXPLANATORY NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. These Interim Condensed Consolidated Financial Statements (“CFS”) have been prepared in accordance with Accounting Standard (AS) 25 on “Interim Financial Reporting” notified under the Companies Act, 1956 (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs). These CFS should be read in conjunction with the Consolidated Financial Statements as at / for the year ended March 31, 2013. The accounting policies followed in the presentation of the CFS are consistent with those followed in the preparation of the Consolidated Financial Statements of the Group as at / for the year ended March 31, 2013. The results of the interim period are not necessarily an indication of the result that may be expected for any interim period / full year.
2. The interim financial statements of the subsidiaries, associates and jointly controlled entities used in the consolidation are drawn up to the same reporting date and period as that of the Company i.e. as at and for the nine months ended December 31, 2013 except for one overseas subsidiary, viz. Elsamex S.A., Spain, whose interim consolidated financial statements (incorporating the interim financial statements of its subsidiaries, jointly controlled entities, jointly controlled operations and associates) have been drawn as at and for a period of nine months ended September 30, 2013 (which have been subjected to a review by its statutory auditors) and adjusted for effects of significant transactions and other events that have occurred between October 1, 2013 and December 31, 2013. Such adjustments however have been identified by the Company and have not been subjected to any limited review procedures.
3. The list of subsidiaries, which are included in the CFS with their respective country of incorporation and the Group’s holding therein for each of the financial period / year are given below:

Name of the Subsidiary	Country of Incorporation	Proportion of Group’s Interest (%)		Date of Acquisition of Control
		As at Dec 13	As at March 13	
1. Held directly:				
Gujarat Road and Infrastructure Company Limited (“GRICL”)	India	83.61	83.61	January 11, 2007
Scheme of ITNL Road Investment Trust (“IRIT”)	India	100.00	100.00	March 13, 2007
East Hyderabad Expressway Limited (“EHEL”)	India	74.00	74.00	September 5, 2007
ITNL Road Infrastructure Development Company Limited (“IRIDCL”)	India	100.00	100.00	January 17, 2008
IL&FS Rail Limited (“IRL”)	India	71.01	69.29	February 4, 2008
Elsamex SA (includes 22.61 %	Spain	100.00	100.00	March 18, 2008

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at Dec 13	As at March 13	
shares held through IIPL, previous year 22.61%) ("Elsamex")				
ITNL International Pte. Ltd. ("IIPL")	Singapore	100.00	100.00	September 19, 2008
Vansh Nimay Infraprojects Limited ("VNIL")	India	90.00	90.00	March 25, 2009
West Gujarat Expressway Limited ("WGEL")	India	74.00	74.00	June 10, 2009
Hazaribagh Ranchi Expressway Limited ("HREL")	India	74.00	74.00	August 1, 2009
Pune Sholapur Road Development Company Limited ("PSRDCL")	India	100.00	100.00	September 25, 2009
Moradabad Bareilly Expressway Limited ("MBEL")	India	100.00	100.00	February 4, 2010
Jharkhand Road Projects Implementation Company Limited ("JRPICL")	India	93.43	93.04	February 27, 2010
Chenani Nashri Tunnelway Limited ("CNTL")	India	100.00	100.00	June 2, 2010
MP Border Checkpost Development Company Limited ("MPBCDCL")	India	51.00	51.00	October 28, 2010
Badarpur Tollway Operations Management Limited ("BTOML")	India	100.00	100.00	December 9, 2010
Futureage Infrastructure India Limited ("FIIL")	India	59.40	61.22	July 14, 2011
Charminar RoboPark Limited ("CRL")	India	89.44##	89.92##	July 27, 2011
ITNL Offshore Pte. Ltd. ("IOPL")	Singapore	100.00	100.00	December 5, 2011
Karyavattom Sports Facility Limited ("KSFL")	India	100.00	100.00	February 8, 2012
Kiratpur Ner Chowk Expressway Limited ("KNCEL")	India	100.00	100.00	February 12, 2012
Baleshwar Kharagpur Expressway Limited ("BKEL")	India	100.00	100.00	April 4, 2012
Sikar Bikaner Highway Limited ("SBHL")	India	100.00	100.00	May 9, 2012

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at Dec 13	As at March 13	
Khed Sinnar Expressway Limited ("KSEL")	India	100.00	-	June 12, 2013
Barwa Adda Expressway Limited ("BAEL")	India	100.00	-	June 27, 2013
Sharjah General Services Company LLC ("SGSC") [through control over the composition of Board of Directors as at December 31, 2013]	China	N.A.	-	October 9, 2013
2. Held through subsidiaries:				
North Karnataka Expressway Limited ("NKEL")	India	93.50@	93.50@	March 21, 2007
Atenea Seguridad y Medio Ambiente S.A.	Spain	100.00 \$	100.00 *	March 18, 2008
Senalizacion Viales e Imagen S.A.U.	Spain	100.00 \$	100.00 *	March 18, 2008
Elsamex Internacional S.L.	Spain	100.00 \$	100.00 *	March 18, 2008
Grusamar Ingenieria y Consulting, S.L.U.	Spain	100.00 \$	100.00 *	March 18, 2008
Elsamex Portugal Enghenería e Sistemas de Gestao S.A.	Portugal	70.00 \$	73.50 *	March 18, 2008
Inteval Gestao Integral Rodoviaria, S.A.	Portugal	100.00 \$	100.00 *	March 18, 2008
Elsamex India Private Limited	India	99.15 \$	99.15 *	March 18, 2008
Yala Construction Co Private Limited	India	96.03 \$	96.03 *	March 18, 2008
Mantenimiento y Conservacion de Vialidades S.A. DE C.V.	Mexico	64.00 \$	64.00 *	March 18, 2008
ESM Mantenimiento Integral, SA DE CV	Mexico	100.00 \$	100.00 *	March 18, 2008
CISEM-INTEVIA, S.A. (formerly Instiuto Tecnico De La Vialidad Y Del Transporte, S.A.)	Spain	100.00 \$	100.00 *	March 18, 2008
Control 7, S.A.	Spain	100.00 \$	100.00 *	March 18, 2008
Grusamar Albania SHPK	Albania	51.00 \$	51.00 *	March 18, 2008
Elsamex Brazil LTDA	Brazil	63.00 \$	63.00 *	March 18, 2008
Rapid MetroRail Gurgaon Limited ("RMGL")	India	81.16#	59.26#	July 30, 2009

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at Dec 13	As at March 13	
Area De Servicio Coiros S.L.U.	Spain	100.00 \$	100.00 *	May 31, 2010
Conservacion De Infraestructuras De Mexico S.A. DE C.V.	Mexico	96.40 \$	96.40 *	September 1, 2010
Alcantarilla Fotovoltaica, S.L.	Spain	100.00 \$	100.00 *	December 17, 2010
Area De Servicio Punta Umbria, S.L.U.	Spain	100.00 \$	100.00 *	December 17, 2010
ITNL International JLT ("IJLT")	Dubai	100.00	100.00	May 17, 2012
Rapid MetroRail Gurgaon South Limited ("RMGSL")	India	81.16@@	80.04@@	December 6, 2012
ITNL Africa Projects Ltd. ("IAPL")	Nigeria	100.00^	100.00^	February 28, 2013
Beasolarta S.A.U.	Spain	100.00 \$	100.00 *	November 29, 2012
Grusamer India Limited	India	100.00 \$	-	March 21, 2013
Elsamex Construcao E Manutencao LTDA	Brazil	99.99 \$	-	June 26, 2013
I IPL USA LLC	USA	100.00^^	-	November 20, 2013

\$ Proportion of Group's Interest as at September 30, 2013

* Proportion of Group's Interest as at December 31, 2012

@ Out of the above 13.00% is held directly by the Company and balance 80.50% through the scheme of IRIT (Previous year 13.00% held by the Company and balance 80.50% through the scheme of IRIT).

@@ Out of the above 35.00% is held directly by the Company and balance 46.16% through the IRL. (Previous year 35.00% held by Company and balance 45.04% held through IRL).

Out of the above 35.00% is directly held by the Company and balance 46.16% through IRL (Previous year 26.00% held by Company and balance 33.26% held through IRL).

Out of the above 74.00% is directly held by the Company and balance 15.44% through FIIL (Previous year 74.00% held by Company and balance 15.92% held through FIIL)

^ Out of the above 0.50 % is directly held by the Company and balance 99.50% through IIPL (Previous year 0.50 % held by Company and balance 99.50% through IIPL)

^^Out of the above 100% through IIPL

4. **Interest in Jointly Controlled Entities:**

- (a) The financial statements (consolidated financial statements where applicable) of jointly controlled entities have been consolidated on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses as required by AS 27 using the proportionate consolidation method.
- (b) The accounting policies in the jointly controlled entities have been adjusted as necessary and to the extent practicable, so as to ensure consistent accounting with the policies stipulated by the Company.
- (c) The Group's interest in jointly controlled entities are:

Name of the Company	Country of Incorporation	Date of Acquisition of Joint Control	Proportion of Group's Interest (%)	
			As at Dec 13	As at March 13
Held Directly :				
Noida Toll Bridge Company Limited (NTBCL)	India	Various dates	25.35	25.35
N.A.M. Expressway Limited (NEL)	India	June 15, 2010	50.00	50.00
Jorabat Shillong Expressway Limited (JSEL)	India	June 18, 2010	50.00	50.00
Held through Subsidiaries :				
Consortio De Obras Civiles S.R.L	R.Dominicana	December 11, 2009	34.00 \$	34.00 *
Geotecnia y Control De Qualitat, S.A.	Spain	July 15, 2010	50.00 \$	50.00 *
Vies Y Construcciones S. R. L.	R.Dominicana	August 12, 2010	50.00 \$	50.00 *
Chongqing Yuhe Expressway Co. Ltd.	China	December 27, 2011	49.00	49.00

Footnote: NTBCL includes ITNL Toll Management Services Limited, a subsidiary of NTBCL, which is also an associate of the Company.

\$ Proportion of Group's Interest as at September 30, 2013

* Proportion of Group's Interest as at December 31, 2012

5. **Interest in Joint Controlled Operations :**

- (a) The financial statements (including consolidated financial statements where applicable) of the jointly controlled operations have been consolidated on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses as required by AS 27 using the proportionate consolidation method. The financial statements of the jointly controlled operations are prepared by the respective operators in accordance with the requirements prescribed by the joint operating agreements of the jointly controlled operations.

(b) The accounting policies of jointly controlled operations have been adjusted as necessary and to the extent practicable, so as to ensure consistent accounting with the policies stipulated by the Company.

(c) The Group's interest in jointly controlled operations are :

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at Dec 13 \$	As at March 13 *
Api Conservacion-Elsamex UTE Teruel II	50%	50%
Asfaltos Uribe-Norte Industrial-Construcciones Eder-Elsamex UTE Durango Bi	28%	28%
Atenea – Basoinsa UTE Atda Bergara Zizurkil	50%	50%
Atenea – Consulnima UTE Consultea	50%	50%
Atenea – Grusamar UTE Medio Ambiente-Comunidad Valenciana	-	50%
Atenea – Inastecan UTE Supervision Baleares 2008	80%	80%
Atenea – Iz Ingenieros UTE Atda Embalse De Flix	50%	50%
Betancourt – Grusamar UTE Linares	50%	50%
Betancourt –Grusamar UTE Rio Alhama	50%	50%
Cgs-Geoteyco-Ciesm-Enmacosa UTE 2/2006	-	25%
Compañía General De Sondeos-Geoteyco-Emcosa-Ciesm-Sondeos Del Sur UTE 6/2004	-	23%
Con Interaniño	50%	50%
Cons.Carreteras del Sur	60%	60%
Cons.Jose Saldis	34%	34%
Corsan Corviam-Elsamex UTE Corelsa	50%	50%
Dair –Intevia	50%	50%
Elsamex- Martín Casillas UTE Conservación Cádiz	50%	50%
Elsamex-Arias UTE Conservación Coruña II	60%	60%
Elsamex-Asfaltos Uribe Este Señal UTE Durango II	45%	45%
Elsamex-Asfaltos Urretxu UTE Itziar	50%	50%
Elsamex-Cauchil UTE Elsamex- Cauchill Jaen	80%	80%
Elsamex-Const.Hispánica UTE Peaje La Jonquera	50%	50%
Elsamex-Fitonovo UTE Casa Del Queso	-	50%
Elsamex-Iberseñal UTE Señalización Madrid	60%	60%
Elsamex-Oca UTE Conservación Orense III	50%	50%
Elsamex-Oca UTE Coruña III	70%	70%
Elsamex-Opsa UTE Peri Serrano Uribe	-	80%
Elsamex-Rubau UTE Argentona	50%	50%
Elsamex-Sando UTE II Conservación A-395	50%	50%
Elsamex-Sando UTE Refuerzo Del Firme A-395	50%	50%
Elsamex-Torrescamara UTE Presas	50%	50%
Elsamex-Velasco UTE Polideportivos Hortaleza	50%	50%
Elsamex-Velasco UTE Polideportivos Latina	50%	50%
Elsamex-Velasco UTE Polideportivos Tetuán	50%	50%
Elsamex-Vimac UTE Vimac 01	-	50%
Elsan Pacsa-Elsamex UTE Navalvillar De Pela II	50%	50%
Epsilon	35%	35%

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at Dec 13 \$	As at March 13 *
Geoteyco-Cgs-Ciesm-Enmacosa 2/2008	24%	24%
Grusamar – Inserco UTE Santas Martas Palanquinos	50%	50%
Grusamar – Kv Consultores UTE Puerto De Mahon	80%	80%
Grusamar – Progescan UTE Areas De Servicio	100%	100%
Grusamar – Prover UTE Zeneta San Javier	-	50%
Grusamar- Elsamex – Atenea	30%	30%
Grusamar Elsamex Atenea UTE Seguridad Vial Murcia	50%	50%
Grusamar- Ineco- Inastecan UTE Arucas	40%	40%
Grusamar-Elsamex-Atenea UTE Seguridad Vial Murcia	20%	20%
Gusamar – Ineco UTE Inversiones 2008	-	50%
Intevia-Grusamar UTE Seguridad Vial Norte	30%	30%
Intevia-Grusamar UTE Seguridad Vial Norte	70%	70%
Intevia-Grusamar-Dair UTE Seguridad Vial Bizkaia	10%	10%
Intevia-Grusamar-Dair UTE Seguridad Vial Bizkaia	60%	60%
Serop-Elsamex UTE Mantenimiento Serop-Elsamex	50%	50%
UTE Abedul Cáceres	25%	25%
UTE Abedul Orihuela	25%	25%
UTE Abedul Ponferrada	25%	25%
UTE Abedul Villavidel	25%	25%
UTE Abedul Zamora	25%	25%
UTE Almanzora	65%	65%
UTE AP-7 Ondara	60%	60%
UTE Arona	60%	60%
UTE Asistencia Molinar	52%	0%
UTE Atenea-Paymacotas	40%	40%
UTE Atenea-Prevecons	55%	55%
UTE Autovia de Santiago	50%	50%
UTE Bizcaya Bi	38%	28%
UTE Boca Chica Sucursal Dominicana	100%	100%
UTE CAP 1	50%	50%
UTE CEIP 1	50%	50%
UTE Cican Ciesm	50%	50%
Ute Conservacion Almeria	70%	70%
Ute Conservacion Asturias	50%	50%
UTE Conservacion Caceres	50%	50%
UTE Conservacion Grupo Sur	100%	100%
UTE Cordoba	50%	50%
UTE Dallas	50%	50%
UTE Elsamex Arias Oca Conservación Orense	50%	50%
UTE Elsamex-Alpidesa	-	50%
UTE Elsamex-Lujan Alicante	50%	50%
UTE Grusamar – OHS Ingeniería Y Urbanismo UTE Travesía De Hermigua	50%	50%
UTE Grusamar-Eyser	50%	50%

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at Dec 13 \$	As at March 13 *
Ute Grusamar-Ingelan	60%	60%
Ute Grusamar-Intecsa-Inarsa-Atenea	30%	30%
Ute Grusamar-Intecsa-Inarsa-Atenea	30%	30%
UTE Grusumar – Inserco Rambla Retamar	50%	50%
UTE intevia tairona castinsa	30%	30%
UTE Mantenimient De Cuenca	50%	50%
UTE Parking Estacion Intermodal	50%	0%
UTE Pycsa – Atenea	-	50%
UTE Romana Sucursal Dominicana	100%	100%
UTE Sector 03	-	50%
UTE SG-2/2011	24%	24%
UTE Sur Sevilla	50%	50%
UTE Tren Mallorca	80%	80%
UTE Urbanizacion Centro	30%	30%
UTE Viales el Jable	50%	50%
UTE Vizcaya II	45%	45%
Consortio Elsamex-Grusamar Ecuador	50%	50%

\$ Proportion of Group's Interest as at September 30, 2013

* Proportion of Group's Interest as at December 31, 2012

6. **Investments in Associates:**

(a) An associate is an entity over which the Group is in a position to exercise significant influence, but not control or joint control, through participation in the financial and / or operating policy decisions of such enterprises. In accordance with AS 23 the investments are carried in the Consolidated Balance Sheet at cost as adjusted by post acquisition changes in the Group's share in the Reserves and Surplus of Associates.

(b) The accounting policies of associates have been adjusted as necessary and to the extent practicable, so as to ensure consistent accounting with the policies stipulated by the Company.

(c) Details of associates and ownership interest are as follows:

Name of the Company	Country of Incorporation	Proportion of Group's Interest (%)	
		As at Dec 13	As at March 13
1.Held directly :			
Andhra Pradesh Expressway Limited (“APEL”)	India	49.00	49.00
Thiruvananthapuram Road Development Company Limited (“TRDCL”)	India	50.00	50.00
ITNL Toll Management Services Limited (“ITMSL”) (see footnote below)	India	49.00	49.00
Warora Chandrapur Ballarpur Toll Road Limited (“WCBTRL”)	India	35.00	35.00

2.Held through Subsidiaries :			
Centro de Investigaciones de Curretros Andalucía S.A.	Spain	49.00 \$	49.00 *
Labetec Ensayos Técnicos Canarios, S.A.	Spain	-	50.00 *
CGI 8 S.A.	Spain	49.00 \$	49.00 *
Elsamex Road Technology Company Limited	China	23.44 \$	23.44 *
Sociedad Concesionaria Autovía A-4 Madrid S.A	Spain	48.75 \$	48.75 *
VCS Enterprises Limited	India	30.00 \$	30.00 *
Ramky Elsamex Ring Road Limited, Hyderabad	India	26.00 \$	26.00 *
Emprsas Pame SA DE CV	Mexico	35.00 \$	34.00 *
Zhejiang Elsamex Road Technology Co Ltd	China	24.44\$	-
Zhejiang Elsamex Road Construction Equipment Co Ltd	China	23.44\$	-

Note: ITMSL is a subsidiary of NTBCL which is consolidated as a Jointly Controlled Entity.

\$ Proportion of Group's Interest as at September 30, 2013

* Proportion of Group's Interest as at December 31, 2012

7. **Commitments:**

(A) Capital Commitment:

₹ in million

Sr. No.	Particulars	As at December 31, 2013	As at March 31, 2013
(i)	Estimated amount of contracts remaining to be executed on capital account and not provided for net of advances paid aggregate ₹ 4,946.60 million (as at March 31, 2013 ₹ 3,308.27 million)	70,740.01	64,271.98
(ii)	Investment Commitments [net of advances of ₹ 200.00 million, as at March 31, 2013 ₹ 200.00 million]	200.00	200.00

(B) Other Commitment:

₹ in million

Sr. No.	Particulars	As at December 31, 2013	As at March 31, 2013
(i)	Negative grant to National Highways Authority of India	2,400.00	2,600.00
(ii)	Connectivity charges to Haryana Urban Development Authority	27,589.48	27,600.00

8. Contingent Liabilities:

₹ in million

Particulars	As at December 31, 2013	As at March 31, 2013
(a) Claims against the Group not acknowledged as debt	969.60	607.33
(b) Income tax demands contested by Group	360.53	459.66
(c) Other Tax liability	83.92	87.67
(d) Royalty to Nagpur Municipal Corporation	10.74	10.74
(e) Guarantees/ counter guarantees issued to outsider in respect of other than group companies	241.18	221.10
(f) In case of Income Tax disputes decided in favour of the Group at the First Appellate Authority for amounts disallowed amounting to ₹ 1,690.03 million (March 31, 2013 ₹ 1,439.90 million), the Income Tax department has gone for further appeal in all the cases. If decided against the Group, it will result in reduction of unabsorbed depreciation as per the Income -Tax law.		

9. Reporting of Segment wise Revenue, Results and Capital Employed :

₹ in million

Sr. No.	Particulars	Nine months ended December 31, 2013	Nine months ended December 31, 2012
1	Segment Revenue		
	(a) Surface Transportation Business	45,392.40	46,012.83
	(b) Others	2184.91	1,130.99
	(c) Unallocable income		
	Total	47,577.31	47,143.82
	Less : Inter segment revenue	-	-
	Total revenue	47,577.31	47,143.82
2	Segment Results (Profit(+)/loss(-) before tax and interest from each segment)		
	(a) Surface Transportation Business	14,593.81	13,312.71
	(b) Others	120.01	149.98
	Total	14,713.82	13,462.69
	Less : Unallocable expenses		
	(a) Finance Costs	11,032.97	8,167.87
	(b) Others	614.14	415.65
	Add : Unallocable income (including interest income)	932.74	1093.75
	Total Profit Before Tax	3,999.45	5,972.92
	Provision for taxation	529.12	2,359.85
	Add: Share of Profit of Associates (net)	35.70	10.15

	Less: Share of Profit transferred to Minority Interest (net)	49.73	205.64
	Profit after tax	3,456.30	3,417.58
3	Capital Employed	As at December 31, 2013	As at March 31, 2013
	(i) Surface Transportation Business	206,110.30	180,096.15
	(ii) Other	1,100.42	701.65
	(iii) Unallocated assets net of liabilities	(154,441.67)	(140,822.45)
	Total	52,769.05	39,975.35

10. Earnings Per Share :

Particulars	Unit	Nine months ended December 31, 2013	Nine months ended December 31, 2012
Profit for the nine months	₹ in million	3,456.30	3417.58
Redemption Premium on preference shares of the Company	₹ in million	(19.12)	Not applicable
Dividend on cumulative preference shares of the Company	₹ in million	(115.54)	Not applicable
Tax on Dividend on cumulative preference shares of the Company	₹ in million	(19.64)	Not applicable
Premium on preference shares of a subsidiary	₹ in million	(9.17)	(12.16)
Dividend on non-cumulative preference shares of a subsidiary	₹ in million	(1.99)	Not applicable
Tax on Dividend on non-cumulative preference shares of a subsidiary	₹ in million	(0.34)	Not applicable
Profit available for Equity Shareholders	₹ in million	3,290.50	3405.42
Weighted number of Equity Shares outstanding	Nos.	194,267,732	194,267,732
Nominal Value per equity share	₹	10.00	10.00
Basic Earnings per share (not annualised)	₹	16.94	17.53
Weighted number of Equity Shares used to compute diluted earnings per share	Nos.	194,267,732	194,267,732
Diluted Earnings per share (not annualised)	₹	16.94	17.53

11. Restructuring Charges:

A subsidiary of the Group had filed a petition under Section 100 to 103 of the Companies Act, 1956 with the High Court of Gujarat at Ahmedabad for adjustment of restructuring charges paid to Banks and Financial Institutions during the quarter ended December 31, 2013 (payable under a Corporate Debt Restructuring Scheme approved in earlier years) aggregating to ₹ 869.37 million to Equity Share Capital. The subsidiary has received the necessary approval from the High Court on January 31, 2014. Pending registration of the High Court order the Group has given effect of the order in its Interim Consolidated Financial Statements for the nine months ended December 31, 2013 and the impact has been taken to Capital reserve on consolidation created in earlier years in respect of the said subsidiary and Minority interest proportionately.

12. During the quarter ended December 31, 2013, the Company has changed the estimates used to compute current tax, based on the recent High Court judgement relating to disallowance of expenses under section 14A of Income Tax Act, 1961. Accordingly, the Company has arrived at the revised current tax for the nine months ended December 31, 2013 and for the year ended March 31, 2013. Accordingly, the excess current tax for the year ended March 31, 2013 of ₹ 248 million has been reversed in the Statement of Profit and Loss for the nine months ended December 31, 2013.

13. Provision for overlay in respect of toll roads maintained by the Group under service concession arrangements and classified as intangible assets represents contractual obligations to restore an infrastructure facility to a specified level of serviceability in respect of such asset. Estimate of the provision is measured using a number of factors, such as current contractual requirements, technology, expert opinions and expected price levels. Because actual cash flows can differ from estimates due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in the future, the carrying amounts of provision is reviewed at regular intervals and adjusted to take account of such changes.

Accordingly, financial and accounting measurements such as the revenue recognized on financial assets, allocation of annuity into recovery of financial asset, carrying values of financial assets and depreciation of intangible assets and provisions for overlay in respect of service concession agreements are based on such assumptions.

Movements in provision made for overlay are tabulated below:

₹ in million

Particulars	As at December 31, 2013		As at March 31, 2013	
	Long-term	Current	Long-term	Current
Opening balance	388.67	387.62	537.77	143.63
Adjustment for foreign exchange fluctuation during the nine months / year	32.30	-	2.35	-
Adjustment for reclassification during the nine months / year	(118.16)	118.16	(268.02)	268.02
Utilised for the nine months / year	-	(132.92)	-	(69.05)
Provision made during the nine months/ year	135.07	27.71	116.57	45.02
Closing balance	437.88	400.57	388.67	387.62

14. Service Concession Arrangements

Under the Service Concession Arrangements, where the Group has received the right to charge users of the public services, such rights are recognized and classified as “Intangible Assets”. Such a right is not an unconditional right to receive consideration because the amounts are contingent to the extent that the public uses the service and thus are recognized and classified as intangible assets. Such an intangible asset is recognised by the Group at the fair value of consideration received or receivable for the construction services delivered.

Under the Service Concession Arrangements, where the Group has acquired contractual rights to receive specified determinable amounts, such rights are recognised and classified as “Financial Assets”, even though payments are contingent on the Group ensuring that the infrastructure meets the specified quality or efficiency requirements. Such financial assets are classified as “Receivable against Service Concession Arrangements”.

Accordingly:

(i) the fair value of consideration for construction services in respect of intangible assets covered under service concession arrangements of the Group, the useful lives of such intangible assets, the annual amortisation in respect thereof, and the provisions for overlay costs have been estimated by the management having regard to the contractual provisions, the evaluations of the units of usage and other technical evaluations by independent experts, the key elements having been tabulated below:

Particulars	Upto / As at December 31, 2013	Upto / As at March 31, 2013
Margin on construction services recognised in respect of intangible assets (₹ in million)	10,732.46	8,654.42
Carrying amounts of intangible assets (₹ in million)	62,655.62	27,456.47
Units of usage (No. of vehicles)	32,223,708 to 1,554,733,739	32,671,845 to 1,554,733,739
Provision for overlay in respect of intangible assets (₹ in million)	838.45	776.29
Carrying amounts of intangible assets under development (₹ in million)	61,224.68	66,969.81
	Nine months ended December 31, 2013	Nine months ended December 31, 2012
Amortisation charge in respect of intangible assets (₹ in million)	657.67	349.77

(ii) the fair value of consideration for construction services and the effective interest rate in the case of financial assets of the Group covered under service concession arrangements included as a part of “Receivable against Service Concession Arrangements” have been estimated by the management having regard to the contractual provisions, the evaluations of the future operating and maintenance costs and the overlay / renewal costs and the timing thereof by independent experts, the key elements having been tabulated below:

Particulars	₹ in million	
	Upto / As at December 31, 2013	Upto / As at March 31, 2013
Margin on construction and operation & maintenance and renewal services recognised in respect of Financial Assets	5,877.06	5,494.74

Carrying amounts of Financial Assets included under “Receivable against Service Concession Arrangements”	72,114.64	65,556.50
Revenue recognised on Financial Assets on the basis of effective interest method	1,8952.33	14,405.59

15. Related Party Disclosures

(i) Current period

(a) Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	Abbreviation used
Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS
Fellow Subsidiaries (Only with whom there have been transaction during the period / there was balance outstanding at the period end)	IL&FS Financial Services Limited	IFIN
	IL&FS Education & Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environmental Infrastructure & Services Limited	IEISL
	IL&FS Infrastructure Development Corporation Limited	IIDCL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Airport Limited.	IAL
	IL&FS Urban Infrastructure Managers Limited	IUIML
	Chattisgarh Highways Development Company Limited	CHDCL
	IL&FS Securities Services Limited	ISSL
	IL&FS Township & Urban Assets Limited	ITUAL
	IL&FS Trust Company Limited	ITCL
IL&FS Global Financial Services (UK) Limited	IGFSL(UK)	
Associates	Andhra Pradesh Expressway Limited (also a fellow subsidiary)	APEL
	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Centro De Investigacion De Carreteras De Andalucia S.A.	CICAN
	CGI-8, S.A.	CGI-8
	Labtec Ensayos Tecnicos Canarios S.A.	LABTEC
	Empresas Pame SA DECV	EPSD
	Elsamex Road Technology Company Limited	ERTC
	Ramky Elsamex Hyderabad Ring Road	REHRR
	VCS Enterprises Limited	VCSEL
	Sociedad Concesionaria Autovia A-4 Madrid S.A.	A4 CONCESSION
Key Management Personnel	Mr K Ramchand-Managing Director and relatives	
	Mr Mukund Sapre-Executive Director and relatives	

(b) Current period balances / transactions with above mentioned related parties (mentioned in note 1 (15) (i)(a) above)

₹ in million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Balances					
Advance towards capital in a subsidiary					
ILFS	150.00	-	-	-	150.00
	150.00	-	-	-	150.00
Short Term Advances Recoverable					
ILFS	0.14	-	-	-	0.14
IAL	-	53.19	-	-	53.19
OTHERS	-	4.19	0.12	-	4.31
	0.14	57.38	0.12	-	57.64
Call Option Premium					
ILFS (net of provision of Rs.163.28 million)	36.67	-	-	-	36.67
	36.67	-	-	-	36.67
Current liabilities					
ILFS	28.84	-	-	-	28.84
IFIN	-	86.18	-	-	86.18
ITUAL	-	130.03	-	-	130.03
OTHERS	-	0.79	6.76	-	7.55
	28.84	217.00	6.76	-	252.60
Current Maturities of Long-term debt					
ILFS	115.22	-	-	-	115.22
	115.22	-	-	-	115.22
Inter-corporate deposits					
ILFS	160.00	-	-	-	160.00
	160.00	-	-	-	160.00
Interest Accrued					
ILFS	4.84	-	-	-	4.84
TRDCL	-	-	180.52	-	180.52
OTHERS	-	0.91	-	-	0.91
	4.84	0.91	180.52	-	186.27

Interest accrued but not due on borrowings					
ITUAL	-	18.90	-	-	18.90
	-	18.90	-	-	18.90
Investment in Covered Warrants					
ILFS	1,693.00	-	-	-	1,693.00
	1,693.00	-	-	-	1,693.00
Investment in Preference Shares					
APEL	-	-	2,200.00	-	2,200.00
	-	-	2,200.00	-	2,200.00
Long-term borrowings					
ILFS	511.57				511.57
ITUAL		217.50			217.50
	511.57	217.50	-	-	729.07
Long-term loans and advances					
A4 CONCESSION	-	-	740.61	-	740.61
TRDCL	-	-	350.50	-	350.50
ITUAL	-	145.06	-	-	145.06
	-	145.06	1,091.11	-	1,236.17
Preference share Capital with Premium					
IFIN	-	2,000.00	-	-	2,000.00
IMICL	-	2,000.00	-	-	2,000.00
	-	4,000.00	-	-	4,000.00
Provision for Redemption Premium on Preference Shares					
IFIN	-	5.32	-	-	5.32
IMICL	-	5.32	-	-	5.32
	-	10.63	-	-	10.63
Prepaid					
IFIN	-	47.17	-	-	47.17
	-	47.17	-	-	47.17
Redemption premium accrued but not due					
ILFS	388.28	-	-	-	388.28
	388.28	-	-	-	388.28

Rent Deposit					
Mr K Ramchand-Managing Director and his relatives	-	-	-	1.00	1.00
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	0.50	0.50
	-	-	-	1.50	1.50
Retention Money Payable					
IEISL	-	0.21	-	-	0.21
ITUAL	-	1.39	-	-	1.39
	-	1.60	-	-	1.60
Short Term Loan and Advances					
TRDCL	-	-	554.00	-	554.00
CHDCL	-	3.00	-	-	3.00
	-	3.00	554.00	-	557.00
Trade Payables					
ILFS	70.13	-	-	-	70.13
IFIN	-	44.85	-	-	44.85
OTHERS	-	1.69	9.88	-	11.58
	70.13	46.54	9.88	-	126.56
Trade Receivables					
APEL	-	-	30.31	-	30.31
TRDCL	-	-	173.73	-	173.73
WCBTRL	-	-	51.10	-	51.10
	-	-	255.14	-	255.14
<u>Transactions</u>					
Administrative and general expenses					
IFIN	-	90.73	-	-	90.73
ILFS	274.57	-	-	-	274.57
IMICL	-	92.58	-	-	92.58
OTHERS	-	23.82	0.79	-	24.61
	274.57	207.14	0.79	-	482.50
Borrowings					
ILFS	8.56	-	-	-	8.56
	8.56	-	-	-	8.56
Dividend on Equity					
ILFS	0.48	-	-	-	0.48
	0.48	-	-	-	0.48

Director Remuneration *					
Mr K Ramchand-Managing Director and his relatives	-	-	-	77.07	77.07
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	24.04	24.04
	-	-	-	101.11	101.11
Dividend Paid					
IFIN	-	9.76	-	-	9.76
ILFS	540.00	-	-	-	540.00
	540.00	9.76	-	-	549.76
Finance charges					
ILFS	3.03	-	-	-	3.03
ITCL	-	6.00	-	-	6.00
IUIML	-	1.45	-	-	1.45
OTHERS	-	0.05	-	-	0.05
	3.03	7.50	-	-	10.53
Intangible assets under development					
IFIN	-	97.94	-	-	97.94
ILFS	16.53	-	-	-	16.53
OTHERS	-	0.63	-	-	0.63
	16.53	98.58	-	-	115.11
Inter-corporate deposits - matured					
ILFS	490.48	-	-	-	490.48
	490.48	-	-	-	490.48
Inter-corporate deposits - placed					
ILFS	650.48	-	-	-	650.48
	650.48	-	-	-	650.48
Interest Income					
ILFS	14.26	-	-	-	14.26
TRDCL	-	-	84.17	-	84.17
OTHERS	-	0.29	-	-	0.29
	14.26	0.29	84.17	-	98.72
Interest on Loans (Expense)					
ILFS	417.61	-	-	-	417.61
ISSL	-	142.38	-	-	142.38
ITUAL	-	41.44	-	-	41.44
	417.61	183.81	-	-	601.43

Lendings					
TRDCL	-	-	150.00	-	150.00
	-	-	150.00	-	150.00
Mobilisation Advance recovered					
ITUAL	-	31.68	-	-	31.68
	-	31.68	-	-	31.68
Operating expenses					
ILFS	21.90	-	-	-	21.90
ITUAL	-	450.37	-	-	450.37
OTHERS	-	0.04	-	-	0.04
	21.90	450.40	-	-	472.31
Operating Expenses (Other than Construction Cost)					
IEISL		2.41	-	-	2.41
	-	2.41	-	-	2.41
Other Income					
A4 CONCESSION	5.77	-	-	-	5.77
OTHERS	-	-	0.15	-	0.15
	5.77	-	0.15	-	5.92
Redemption on NCD					
ILFS	36.00	-	-	-	36.00
	36.00	-	-	-	36.00
Purchase of goods					
IETS	-	0.20	-	-	0.20
	-	0.20	-	-	0.20
Rent Expense					
Mr K Ramchand-Managing Director and his relatives	-	-	-	5.01	5.01
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	2.25	2.25
	-	-	-	7.26	7.26
Repayment of Borrowings					
ILFS	5.29	-	-	-	5.29
IFIN	-	1,000.00	-	-	1,000.00
ISSL	-	5,000.00	-	-	5,000.00
	5.29	6,000.00	-	-	6,005.29
Short-term Borrowings					

ILFS					
IFIN	-	1,000.00	-	-	1,000.00
ISSL	-	5,000.00	-	-	5,000.00
	-	6,000.00	-	-	6,000.00
Repayment of Lendings					
TRDCL	-	-	5.10	-	5.10
	-	-	5.10	-	5.10
Revenue from Operations					
A4 CONCESSION	-	-	43.43	-	43.43
APEL	-	-	53.30	-	53.30
TRDCL	-	-	29.13	-	29.13
	-	-	125.86	-	125.86
* Includes deputation cost of Rs. 95.47 million charged by Holding Company "IL&FS"					
Mr K Ramchand-Managing Director		61.68			
Mr Mukund Sapre-Executive Director		<u>33.60</u>			
		<u>95.28</u>			

(ii) Previous Period

(a) Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	Abbreviation used
Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS
Fellow Subsidiaries (Only with whom there have been transaction during the period/ there was balance outstanding at the year end)	IL&FS Financial Services Limited	IFIN
	IL&FS Education & Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environmental Infrastructure & Services Limited	IEISL
	IL&FS Infrastructure Development Corporation Limited	IIDCL
	IL&FS Investment Managers Limited	IIML
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Airport Limited.	IAL
	IL&FS Urban Infrastructure Managers Limited	IUIML
	IMICL Dighi Maritime Limited	IDML
	Chattisgarh Highways Development Company Limited	CHDCL
	IL&FS Securities Services Limited	ISSL
	IL&FS Township & Urban Assets Limited (<i>formerly known as MPPL Enterprises Limited</i>)	ITUAL
	IL&FS Trust Company Limited	ITCL
	Jharkhand Accelerated Road Development Company Limited	JARDCL
	IL&FS Global Financial Services (ME) Limited	IGFSL(ME)
	IL&FS Global Financial Services (UK) Limited	IGFSL(UK)
	IL&FS Global Financial Services Pte Limited	IGFSPL
Associates	Andhra Pradesh Expressway Limited (also a fellow subsidiary)	APEL
	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Centro De Investigacion De Carreteras De Andalucia S.A.	CICAN
	CGI-8, S.A.	CGI-8
	Labtec Ensayos Tecnicos Canarios S.A.	LABTEC
	Empresas Pame SA DECV	EPSD
	Elsamex Road Technology Company Limited	ERTC
	Ramky Elsamex Hyderabad Ring Road	REHRR
	Sociedad Concesionaria Autovia A-4 Madrid S.A.	A4 CONCESSION
Key Management Personnel	Mr K Ramchand-Managing Director and relatives	
	Mr Mukund Sapre-Executive Director and relatives	

(b) Previous period balances / transactions with above mentioned related parties (mentioned in note 1 (15) (ii) (a) above)

Particulars	₹ in million				
	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Balances:					
Investment in Preference Shares					
APEL	-	-	2,200.00	-	2,200.00
	-	-	2,200.00	-	2,200.00
Trade Payables					
ILFS	74.55	-	-	-	74.55
IFIN	-	34.39	-	-	34.39
IETS	-	23.63	-	-	23.63
OTHERS	-	11.62	14.95	-	26.57
-	74.55	69.63	14.95	-	159.12
-					
Trade Receivables					
REHRR	-	-	90.20	-	90.20
TRDCL	-	-	157.60	-	157.60
WCBTRL	-	-	227.60	-	227.60
OTHERS	-	0.51	30.90	-	31.41
	-	0.51	506.31	-	506.81
Other Current Liabilities					
ILFS	0.04	-	-	-	0.04
IFIN	-	305.75	-	-	305.75
OTHERS	-	17.61	-	-	17.61
	0.04	323.36	-	-	323.40
Investment in Covered Warrants					
ILFS	1,693.00	-	-	-	1,693.00
	1,693.00	-	-	-	1,693.00
Borrowings					
ILFS	115.95	-	-	-	115.95
ITUAL	-	217.50	-	-	217.50
	115.95	217.50	-	-	333.45
Interest accrued but not due on borrowings					
ITUAL	-	24.78	-	-	24.78
	-	24.78	-	-	24.78

Current liabilities					
ILFS	28.73	-	-	-	28.73
	28.73	-	-	-	28.73
Long-term borrowings					
ILFS	341.09	-	-	-	341.09
	341.09	-	-	-	341.09
Non Convertible Debentures					
ILFS	252.00	-	-	-	252.00
	252.00	-	-	-	252.00
Advance towards capital in a subsidiary					
ILFS	150.00	-	-	-	150.00
	150.00	-	-	-	150.00
Retention Money Payable					
IEISL		0.09	-	-	0.09
	-	0.09	-	-	0.09
Call Option Premium					
ILFS (net of provision of Rs.163.28 million)	36.67	-	-	-	36.67
	36.67	-	-	-	36.67
Mobilisation Advance paid					
ITUAL	-	176.74	-	-	176.74
	-	176.74	-	-	176.74
Redemption premium accrued but not due					
IFIN	347.15	-	-	-	347.15
	347.15	-	-	-	347.15
Long Term Loan and Advances					
TRDCL	-	-	343.60	-	343.60
A4 CONCESSION	-	-	601.30	-	601.30
	-	-	944.90	-	944.90
Short Term Loan and Advances					
TRDCL			416.00	-	416.00
CHDCL	-	3.00	-	-	3.00
	-	3.00	416.00	-	419.00
Other Loan and Advances					
ILFS	0.04	-	-	-	0.04
IAL	-	18.36	-	-	18.36

APEL	-	-	9.70	-	9.70
OTHERS	-	3.12	0.53	-	3.65
	0.04	21.48	10.24	-	31.75
Interest accrued - Assets					
TRDCL	-	-	79.55	-	79.55
CHDCL	-	0.65	-	-	0.65
	-	0.65	79.55	-	80.20
Interest Accrued and due on loans given					
TRDCL	-	-	40.90	-	40.90
OTHERS	-	0.02	-	-	0.02
	-	0.02	40.90	-	40.92

(b) Previous period balances / transactions with above mentioned related parties (mentioned in note 1 (15) (ii) (a) above)

₹ in million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Transactions					
Operating expenses					
ILFS	4.00	-	-	-	4.00
IIDCL	-	12.32	-	-	12.32
OTHERS	-	1.08	0.86	-	1.94
	4.00	13.40	0.86	-	18.26
Dividend paid					
ILFS	540.00	-	-	-	540.00
IFIN	-	9.76	-	-	9.76
	540.00	9.76	-	-	549.76
Lendings					
APEL	-	-	897.44	-	897.44
TRDCL	-	-	326.00	-	326.00
	-	-	1,223.44	-	1,223.44
Repayment of Lendings					
APEL	-	-	2,123.04 #	-	2,123.04
OTHERS	-	-	34.00	-	34.00
	-	-	2,157.04	-	2,157.04
Other Income					
ILFS	98.54	-	-	-	98.54
APEL	-	-	124.49	-	124.49
TRDCL	-	-	61.29	-	61.29
OTHERS	-	8.53	2.14	-	10.67
	98.54	8.53	187.92	-	294.99

Revenue from Operations					
IMICL	-	70.00	-	-	70.00
APEL	-	-	81.94	-	81.94
TRDCL	-	-	29.36	-	29.36
OTHERS	-	-	2.50	-	2.50
	-	70.00	113.79	-	183.80
Administrative and general expenses					
ILFS	266.09	-	-	-	266.09
ITUAL	-	223.04	-	-	223.04
OTHERS	-	35.69	6.98	-	42.67
	266.09	258.73	6.98	-	531.80
Repayment of Borrowings					
ILFS	254.23	-	-	-	254.23
	254.23	-	-	-	254.23
Intangible assets under development					
ILFS	82.63	-	-	-	82.63
OTHERS	-	6.72	-	-	6.72
	82.63	6.72	-	-	89.35
Finance charges					
ILFS	3.03	-	-	-	3.03
ITCL	-	54.34	-	-	54.34
IFIN	-	25.84	-	-	25.84
OTHERS	-	8.50	-	-	8.50
	3.03	88.68	-	-	91.71
Borrowings.					
ILFS	3,000.00	-	-	-	3,000.00
ISSL	-	2,250.00	-	-	2,250.00
OTHERS	-	717.50	-	-	717.50
	3,000.00	2,967.50	-	-	5,967.50
Inter corporate deposit received					
ITUAL	-	50.00	-	-	50.00
	-	50.00	-	-	50.00
Inter corporate deposit repaid					
ITUAL	-	50.00	-	-	50.00
	-	50.00	-	-	50.00
Inter-corporate deposits - matured					
ILFS	5,081.93	-	-	-	5,081.93
IFIN	-	175.00	-	-	175.00
	5,081.93	175.00	-	-	5,256.93
Inter-corporate deposits - placed					
ILFS	4,417.93	-	-	-	4,417.93
IFIN	-	185.20	-	-	185.20
	4,417.93	185.20	-	-	4,603.13
Interest on Borrowings					
ILFS	125.60	-	-	-	125.60

ISSL	-	26.10	-	-	26.10
OTHERS	-	29.04	-	-	29.04
	125.60	55.14	-	-	180.74
Redemption of Non convertible Debentures issued					
ILFS	27.00	-	-	-	27.00
	27.00	-	-	-	27.00
Director Remuneration					
Mr. K Ramchand	-	-	-	55.19	55.19
Mr. Mukund Sapre	-	-	-	31.27	31.27
	-	-	-	86.46	86.46
# Company's investment in 7,864,000 Optionally Convertible Debentures (Face value Rs. 100 each) amounting Rs. 786.40 million issued by Andhra Pradesh Expressway Limited ("APEL") and loans given to APEL of Rs. 1,262.04 million and interest accrued Rs. 151.56 million were converted into 220,000,000 Non-Convertible Non-Cumulative Redeemable preference shares (Face value Rs. 10 each) aggregating to Rs. 2,200.00 million.					

16. This CFS has been drawn for the limited purpose of enabling the Company to prepare its consolidated financial results as per the requirement of Clause 41 of the Listing Agreement.
17. Figures for the previous year / periods have been regrouped, reclassified where necessary.

For and on behalf of the Board

SD/-
Managing Director

SD/-
Director

SD/-
Chief Financial Officer

SD/-
Company Secretary

Mumbai, February 12 , 2014