

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”) and its share of the profit/(loss) of its associates for the nine months ended December 31, 2014, which comprise the Condensed Consolidated Balance Sheet as at December 31, 2014, the Condensed Consolidated Statement of Profit and Loss, the Condensed Consolidated Cash Flow Statement for nine months ended December 31, 2014 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 recognition and measurement principles laid down in Accounting Standard (AS-25) on Interim Financial Reporting specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) 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.

Conclusion

4. 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 9 and unaudited financial information of one associate referred in 10 below, 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 requirements of Accounting Standards (AS-25) on Interim Financial Reporting notified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India.

Emphasis of Matter

5. We draw attention to point no. 12 and 13 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 Rs. 155,616.42 million (50.30% of the total assets), the useful lives and the annual amortisation thereof;
 - ii. Provision for Overlay carried at Rs. 496.04 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 Rs. 87,304.02 million (28.22% 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.
6. We also draw attention to the Point 15 of Note 1 to the interim condensed consolidated financial statements, wherein it has been stated that during the nine months ended December 31, 2014, an Associate Company has received formal communication from the Corporate Debt Restructuring (CDR) Empowered Group with respect to it having formally exited from the CDR system. Consequent to the subsidiary's exit from the CDR on May 20, 2014, the below mentioned items are subject to discussions :
 - i. Settlement of the Advance towards Capital / Debt included as Minority Interest; and
 - ii. Recompense, if any of the amount of sacrifices made by the Deep Discount Bond holders and the Non-Convertible Debenture Holders.

In the view of the Management of the Associate Company, amounts payable, if any, for the aforesaid items is currently unascertainable and accordingly, no liability/charge has been created in its interim condensed financial statements. The Associate Company intends to finalise the foregoing during the current financial year ending March 31, 2015.

7. We also draw attention to point 18 of Note 1 to the interim condensed consolidated financial statements, regarding an amount of Rs.2,609 million included in the Income from Operations for the nine months ended December 31, 2014 on account of aggregate compensation claimed by the Company from two Special Purpose Vehicles ("SPVs") and by the two SPV's on the Concession Granting Authorities ("CGA"), for the incremental work and related claims arising from delays due to handing over of the land for project execution. The compensation is based on the provisions in the Service Concession Agreements and is supported by the Extension of Time granted by the Independent Engineers. The SPVs have been legally advised that they are contractually entitled to such claims under the Service Concession Agreements.
8. One of the subsidiary company auditors has expressed an emphasis of matter in respect of the matter explained in point 19 of Note 1 to the interim condensed consolidated financial statements, drawing attention to the impact on account of additional works / revised project specification, which have been determined based on the management estimates and / or technical evaluation by independent experts.

Our conclusion is not qualified in respect of these matters.

Other Matters

9. We did not review the interim condensed financial statements / information of:
 - a. Forty six subsidiaries whose financial statements / information reflect total assets of Rs.192,974.07 million as at December 31, 2014, total revenues of Rs.18,665.02 million and net cash inflows amounting to Rs.919.03 million for the nine months ended on that date, as considered in the interim condensed consolidated financial statements.
 - b. Seven jointly controlled entities which reflects the Group's share of total assets of Rs.35,020.88 million as at December 31, 2014, in total revenues is Rs.3,082.11 million and in net cash outflows is Rs.511.41 million for the nine months ended on that date, as considered in the interim condensed consolidated financial statements.
 - c. Eleven associates in which the Group's share of Profit of Rs. 9.36 million for the nine months ended on that date, as considered in the interim condensed consolidated financial statements.

The interim condensed consolidated financial statements of these Sixty Four entities have been reviewed by other auditors whose reports have been furnished to us by the

Management and our conclusion on the interim condensed consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities and associates, is based solely on the reports of the other auditors.

10. The interim condensed consolidated financial statements include the Group's share in the profit of one associate of Rs.16.41 million (carrying value of Rs.1,302.25 million) based on the unaudited financial information as at / for the nine months ended December 31, 2014 prepared by the Management, which was not subjected to review. This interim financial information have been certified by the Management of the entity and, our conclusion on the interim condensed consolidated financial statements, in so far as it relates to amounts included in respect of this entity, is based solely on such certified interim financial information. Any adjustment to these interim financial information could have consequential effects on the interim condensed consolidated financial statements. However, the size of the entity in the context of the Group is not material.

Our conclusion is not qualified in respect of these matters.

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

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

MUMBAI, February 13, 2015
KJM/NDU

IL&FS TRANSPORTATION NETWORKS LIMITED
UNAUDITED INTERIM CONDENSED CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31, 2014

₹ in million

	Particulars	Unaudited		Audited	
		As at December 31, 2014		As at March 31, 2014	
I	<u>EQUITY AND LIABILITIES</u>				
1	SHAREHOLDERS' FUNDS				
	(a) Share capital	6,231.70		5,707.18	
	(b) Reserves and surplus	52,220.36	58,452.06	44,331.07	50,038.25
2	MINORITY INTEREST		2,896.67		4,587.50
3	NON-CURRENT LIABILITIES				
	(a) Long-term borrowings	179,674.08		162,667.59	
	(b) Deferred tax liabilities (net)	1,129.02		1,990.36	
	(c) Other long term liabilities	4,379.35		5,023.24	
	(d) Long-term provisions	609.39	185,791.84	526.58	170,207.77
4	CURRENT LIABILITIES				
	(a) Current maturities of long-term debt	23,183.50		15,235.79	
	(b) Short-term borrowings	19,659.47		10,261.91	
	(c) Trade payables	12,944.06		15,273.95	
	(d) Other current liabilities	5,000.67		3,276.23	
	(e) Short-term provisions	1,456.16	62,243.86	2,446.23	46,494.11
	TOTAL		309,384.43		271,327.63
II	<u>ASSETS</u>				
1	NON-CURRENT ASSETS				
	(a) Fixed assets				
	(i) Tangible assets (net)	1,553.71		1,553.32	
	(ii) Intangible assets (net)	46,423.42		48,453.87	
	(iii) Capital work-in-progress	357.78		496.53	
	(iv) Intangible assets under development	110,606.89		84,861.90	
	(b) Goodwill on consolidation (net)	5,846.42		5,753.15	
	(c) Non-current investments (net)	6,138.84		4,675.66	
	(d) Deferred tax assets	210.36		179.99	
	(e) Long-term loans and advances (net)	13,233.09		11,038.94	
	(f) Other non-current assets	86,701.36	271,071.87	83,438.46	240,451.82
2	CURRENT ASSETS				
	(a) Current investments	378.53		15.28	
	(b) Inventories	140.14		171.54	
	(c) Trade receivables (net)	11,012.64		9,875.38	
	(d) Cash and cash equivalents	6,872.06		6,712.84	
	(e) Short-term loans and advances	10,470.34		9,695.44	
	(f) Other current assets	9,438.85	38,312.56	4,405.33	30,875.81
	TOTAL		309,384.43		271,327.63

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

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

SD/-
Kalpesh J. Mehta
Partner

Mumbai , February 13, 2015

For and on behalf of the Board

SD/-
Managing Director

SD/-
Chief Financial Officer

Mumbai , February 13, 2015

SD/-
Director

SD/-
Company Secretary

IL&FS TRANSPORTATION NETWORKS LIMITED
UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE NINE MONTHS ENDED DECEMBER 31, 2014
₹ in million

	Particulars	Unaudited	Unaudited
		Nine months ended December 31, 2014	Nine months ended December 31, 2013
I	Revenue from operations	50,174.90	47,577.03
II	Other income	2,382.93	933.02
III	Total revenue (I + II)	52,557.83	48,510.05
IV	Expenses		
	Cost of materials consumed	1,192.50	1,062.36
	Operating expenses	25,053.85	25,646.49
	Employee benefits expense	3,416.18	3,131.44
	Finance costs (net)	13,717.89	11,032.97
	Depreciation and amortisation expense	1,403.30	971.40
	Administrative and general expenses	3,442.54	2,665.94
	Total expenses (IV)	48,226.26	44,510.60
V	Profit before tax (III-IV)	4,331.57	3,999.45
VI	Tax expense:		
	(1) Current tax	1,458.45	1,290.16
	(2) Tax relating to earlier years written back	(26.58)	(263.09)
	(3) Deferred tax (net)	(373.21)	(395.87)
	(4) MAT Credit entitlement	(91.23)	(102.08)
	Total tax expense (VI)	967.43	529.12
VII	Profit before share of associates & share of minority interest (V-VI)	3,364.14	3,470.33
VIII	Share of profit of associates (net)	96.63	35.70
IX	Share of (profit) / loss transferred to minority interest (net)	196.79	(49.73)
	Profit for nine months (VII+VIII+IX)	3,657.56	3,456.30
	Earnings per equity share (Face value per share ₹ 10/-) (refer note 1 (11))		
	(1) Basic (not annualised)	12.26	15.93
	(2) Diluted (not annualised)	12.26	15.93

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

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

SD/-
Kalpesh J. Mehta
Partner

Mumbai , February 13, 2015

For and on behalf of the Board

SD/-
Managing Director

SD/-
Director

SD/-
Chief Financial Officer

SD/-
Company Secretary

Mumbai , February 13, 2015

IL&FS TRANSPORTATION NETWORKS LIMITED

UNAUDITED INTERIM CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE NINE MONTHS ENDED DECEMBER 31, 2014

₹ in million

Particulars	Unaudited Nine months ended December 31, 2014	Unaudited Nine months ended December 31, 2013
Net Cash generated from Operating Activities (A)	11,488.72	12,000.81
Net Cash used in Investing Activities (B)	(31,587.78)	(31,983.92)
Net Cash generated from Financing Activities (C)	20,585.60	21,161.34
Net Increase in Cash and Cash Equivalents (A+B+C)	486.54	1,178.23
Cash and Cash Equivalent at the beginning of the period	6,111.54	3,918.04
Impact of Foreign Currency Translation	2.08	250.23
Impact of conversion of subsidiary to associates	(60.68)	-
Cash and Cash Equivalent at the end of the period	6,539.48	5,346.50
Net Increase in Cash and Cash Equivalents	486.54	1,178.23

₹ in million

Components of Cash and Cash Equivalents		
Cash on hand	34.69	71.09
Balances with Banks in current accounts	3,830.86	3,310.43
Balances with Banks in deposit accounts	2,673.93	1,964.98
	6,539.48	5,346.50
Unpaid dividend accounts	7.65	1.75
Balances held as margin money or as security against borrowings	324.93	618.35
Cash and Cash Equivalents	6,872.06	5,966.60

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 13, 2015

SD/-
Chief Financial Officer

SD/-
Company Secretary

Mumbai , February 13, 2015

IL&FS TRANSPORTATION NETWORKS LIMITED

NOTE 1: SELECT EXPLANATORY NOTES TO THE 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 are deemed to be applicable as per section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules 2014). These CFS should be read in conjunction with the Consolidated Financial Statements as at / for the year ended March 31, 2014. 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, 2014 other than mentioned in point 2 below. 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. As per notification dated, March 26, 2014 issued by the Ministry of Corporate Affairs, Schedule II of the Companies Act 2013 comes into effect from April 1, 2014 which prescribes the useful life of depreciable assets. The Group has adopted the useful life prescribed under the Schedule II of the Companies Act 2013. Also, with effect from April 1, 2014 the Group has decided to change the policy retrospectively for charging depreciation on the basis of Straight Line Method in place of Written Down Method other than those specified otherwise. Accordingly the Group has restated its policy for charging depreciation with effect from April 1, 2014 which is as below:
 - (i) Assets purchased on or after April 1, 2014 are depreciated on Straight Line Method, over the useful life of assets as prescribed under Schedule II of the Companies Act 2013 other than assets specified in para (ii) below
 - (ii) Following assets are depreciated over a useful life which is shorter than the life prescribed under Schedule II of the Companies Act 2013 based on the Management’s estimate

Particulars	Useful life
Data Processing Equipment – Server and Networking equipment	4 years
Mobile Phones and Ipad / Tablets	Year of purchase
Specialised office equipments	3 years
Cars purchased by the company for employees	5 years
Assets provided to employees	3 years
Leasehold improvement costs	Over the period of lease agreement
All categories of assets costing less than ₹ 5,000 each	Year of purchase

- (iii) The residual value of all the assets is retained at ₹ 1/- each

The impacts of the above change in depreciation policy and useful lives are stated below:

IL&FS TRANSPORTATION NETWORKS LIMITED

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

- i) An amount of ₹ 10.56 million have been debited to the balance in the Surplus in the Statement of Profit & Loss being the depreciation impact for the assets where revised useful life has been completed as at April 1, 2014.
- ii) As a result of the change in method of charging depreciation from WDV to SLM for certain tangible assets and change in useful life of certain tangible assets to be in line with Schedule II of Companies Act, 2013, the charge on account of Depreciation for the nine months ended December 31, 2014 is higher by ₹ 20.34 million compared to the method used and useful lives estimated in earlier period.
3. 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, 2014 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, 2014 and adjusted for effects of significant transactions and other events that have occurred between October 1, 2014 and December 31, 2014.
4. 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 14	As at March 14	
1. Held directly:				
Gujarat Road and Infrastructure Company Limited ("GRICL")	India	-	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	77.34	71.37	February 4, 2008
Elsamex SA (includes 22.61 % shares held through IPL, previous year 22.61%) ("Elsamex")	Spain	100.00	100.00	March 18, 2008
ITNL International Pte. Ltd. ("IPL")	Singapore	100.00	100.00	September 19, 2008
Vansh Nimay Infraprojects	India	90.00	90.00	March 25, 2009

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at Dec 14	As at March 14	
Limited ("VNIL")				
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	90.91	90.91	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	93.43	February 27, 2010
Chenani Nashri Tunnelway Limited ("CNTL")	India	100.00	100.00	June 2, 2010
MP Border Checkpost Development Company Limited ("MPBCDCL")	India	74.00	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	58.48	58.48	July 14, 2011
Charminar RoboPark Limited ("CRL")	India	89.20##	89.20##	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
Khed Sinnar Expressway Limited ("KSEL")	India	100.00	100.00	June 12, 2013
Barwa Adda Expressway Limited	India	100.00	100.00	June 27, 2013

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at Dec 14	As at March 14	
("BAEL")				
GIFT Parking Facilities Limited ("GPFL")	India	100.00	100.00++	January 9, 2014
2. Held through subsidiaries:				
North Karnataka Expressway Limited ("NKEL")	India	93.50@	93.50@	March 21, 2007
Atenea Seguridad Y Medio Ambiente S.A.U.	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.	Spain	100.00 \$	100.00 *	March 18, 2008
Elsamex Portugal S.A.	Portugal	70.00 \$	70.00 *	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.	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	44.10\$^^	44.10 *^^	March 18, 2008
Rapid MetroRail Gurgaon Limited ("RMGL")	India	85.27#	81.39#	July 30, 2009
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.U.	Spain	100.00 \$	100.00 *	December 17, 2010

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at Dec 14	As at March 14	
Area De Servicio Punta Umbria, S.L.U.	Spain	100.00 \$	100.00 *	December 17, 2010
ITNL International JLT (“IIJLT”)	UAE	100.00	100.00	May 17, 2012
Beasolarta S.A.U.	Spain	100.00 \$	100.00 *	November 29, 2012
Rapid MetroRail Gurgaon South Limited (“RMGSL”)	India	85.27@@	81.39@@	December 6, 2012
ITNL Africa Projects Ltd. (“IAPL”)	Nigeria	100.00^	100.00^	February 28, 2013
Grusamar India Limited	India	100.00 \$	100.00*	March 21, 2013
Elsamex Construcao E Manutencao LTDA	Brazil	99.99 \$	99.99*	June 26, 2013
Sharjah General Services Company LLC (“SGSC”)	UAE	49.00**	49.00**	October 9, 2013
I IPL USA LLC	USA	100.00	100.00	November 20, 2013
Andhra Pradesh Expressway Limited	India	86.74\$\$	86.74\$\$	March 27, 2014
Elsamex Maintenance Services limited	India	99.88 \$	99.88*	September 12, 2013
Elsamex LLC ++	USA	100.00 \$	100.00*	September 26, 2013
Grusamar Engenharia y Consultoría Brasil LTDA ++	Brazil	99.99 \$	99.99*	August 29, 2013
GRICL Rail Bridge Development Company Limited (“GRBDCL”) ++	India	-	100.00	Incorporated on February 24, 2014

\$ Proportion of Group's Interest as at September 30, 2014

* Proportion of Group's Interest as at December 31, 2013

@ 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% is held directly by the Company and balance 50.27% through the IRL. (Previous year 35.00% held by Company and balance 46.39% held through IRL).

Out of the above 35.00% is directly held by the Company and balance 50.27% through IRL (Previous year 35.00% held by Company and balance 46.39% held through IRL).

Out of the above 74.00% is directly held by the Company and balance 15.20% through FIIL (Previous year 74.00% held by Company and balance 15.20% 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)

IL&FS TRANSPORTATION NETWORKS LIMITED

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

- ^^ Elsamex Portugal S.A directly holds 63% in Elsamex Brazil LTDA and Elsamex S.A. directly holds 70% in Elsamex Portugal S.A. Accordingly, Groups proportionate holding comes to 44.10%. (Previous year - Elsamex Portugal S.A directly holds 63% in Elsamex Brazil LTDA and Elsamex S.A. directly holds 70% in Elsamex Portugal S.A. Accordingly, Groups proportionate share comes to 44.10%)
- ** IIPL has entered into a shareholders agreement with other shareholders of SGSC wherein the profit and loss are shared by IIPL 70% and other shareholders 30%. IIPL has Board control on SGSC.
- \$\$ Out of the above 12.74 % is directly held by the Company and balance 74% through IRIT (Previous year 12.74 % is directly held by the Company and balance 74% through IRIT)
- ++ In these entities there has been no investments made by the Group. These are considered to be subsidiary based on subscription to the Memorandum & Articles of Association and / or Board control.

5. 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 14	As at March 14
Held Directly :				
Noida Toll Bridge Company Limited (NTBCL)	India	Various dates	25.35	25.35
N.A.M. Expressway Limited (NAMEL)	India	June 15, 2010	50.00	50.00
Jorabat Shillong Expressway Limited (JSEL)	India	June 18, 2010	50.00	50.00
Held through Subsidiaries :				
Consorcio 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 *
Vias Y Construcciones S. R. L.	R.Dominicana	August 12, 2010	50.00 \$	50.00 *

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Name of the Company	Country of Incorporation	Date of Acquisition of Joint Control	Proportion of Group's Interest (%)	
			As at Dec 14	As at March 14
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, 2014

* Proportion of Group's Interest as at December 31, 2013

6. Interest in Jointly 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 14	As at March 14
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 – Iz Ingenieros UTE Atda Embalse De Flix	50% \$	50% *
Betancourt – Grusamar UTE Linares	50% \$	50% *
Betancourt –Grusamar UTE Rio Alhama	50% \$	50% *
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% *
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% *

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at Dec 14	As at March 14
Elsamex-Iberseñal UTE Señalización Madrid	60% \$	60% *
Elsamex-Oca UTE Conservación Orense III	50% \$	50% *
Elsamex-Oca UTE Coruña III	70% \$	70% *
Elsamex-Rubau UTE Argentona	50% \$	50% *
Elsamex-Sando UTE II Conservación A-395	50% \$	50% *
Elsamex-Torrescamara UTE Presas	50% \$	50% *
Elsamex-Velasco UTE Polideportivos Latina	50% \$	50% *
Elsan Pacsa-Elsamex UTE Navalvillar De Pela II	50% \$	50% *
Epsilon	35% \$	35% *
Geoteyco-Cgs-Ciesm-Enmacosa 2/2008	24% \$	24% *
Grusamar – Progescan UTE Areas De Servicio	100% \$	100% *
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% *
Intevia-Grusamar UTE Seguridad Vial Norte	-	30% *
Intevia-Grusamar UTE Seguridad Vial Norte	-	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% *
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% \$	52% *
UTE Atenea-Paymacotas	40% \$	40% *
UTE Atenea-Prevecons	55% \$	55% *
UTE Autovia de Santiago	50% \$	50% *
UTE Bizcaya Bi	37.5% \$	37.5% *
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 Cordoba	50% \$	50% *
UTE Dallas	50% \$	50% *

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at Dec 14	As at March 14
UTE Elsamex Arias Oca Conservación Orense	50% \$	50% *
UTE Elsamex-Lujan Alicante	50% \$	50% *
UTE Grusamar – OHS Ingeniería Y Urbanismo UTE Travesía De Hermigua	50% \$	50% *
UTE Grusamar-Eyser	50% \$	50% *
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 Mantenimient De Cuenca	50% \$	50% *
UTE Parking Estacion Intermodal	50% \$	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% *
Consorcio Elsamex-Grusamar Ecuador	100% \$	100% *
JV Elsamex – Ascon	50% \$	50% *
UTE Control 7 Geoplaning	50% \$	50% *
UTE Elsamex-Pulido	50% \$	-
UTE AP-7 Ondara 2	60% \$	-
UTE Prointec-Intevia-Gestinsa	33% \$	-
UTE Ciesm-Intevia-Conurma	40% \$	-
UTE Intevia-Getinsa-Ciesa	34% \$	-
UTE Ellopia 35	100% \$	-
UTE Sistema Tarifario	50% \$	-
UTE Elsamex – ITNL	100%	100%

\$ Proportion of Group's Interest as at September 30, 2014

* Proportion of Group's Interest as at December 31, 2013

7. **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:

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Name of the Company	Country of Incorporation	Proportion of Group's Interest (%)	
		As at Dec 14	As at March 14
1.Held directly :			
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
Srinagar Sonamarg Tunnelway Limited (“SSTL”)	India	49.14	-
Gujarat Road and Infrastructure Company Limited (“GRICL”)	India	41.81	-
2.Held through Subsidiaries :			
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 Hyderabad Ring Road Limited	India	26.00 \$	26.00 *
Empresas Pame sa De CV	Mexico	34.10 \$	34.10 *
Zhejiang Elsamex Road Technology Co Ltd	China	23.44 \$	23.44 *
Zhejiang Elsamex Road Construction Equipment Co Ltd	China	23.44 \$	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, 2014

* Proportion of Group's Interest as at December 31, 2013

IL&FS TRANSPORTATION NETWORKS LIMITED

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

8. Commitments:

(A) Capital Commitment:

₹ in million

Sr. No.	Particulars	As at December 31, 2014	As at March 31, 2014
(i)	Estimated amount of contracts remaining to be executed on capital account and not provided for net of advances paid aggregate ₹ 5,308.61 million (as at March 31, 2014 ₹ 4,644.4 million)	76,966.14	78,418.96
(ii)	Investment Commitments [net of advances of ₹ 200.00 million, as at March 31, 2014 ₹ 200.00 million]	200.00	200.00

(B) Other Commitments:

₹ in million

Sr. No.	Particulars	As at December 31, 2014	As at March 31, 2014
(i)	Negative grant to National Highways Authority of India	2,150.00	2,400.00
(ii)	Connectivity charges to Haryana Urban Development Authority	27,509.48	27,569.75
(iii)	During the previous year, the Company had assigned loans aggregating to ₹ 4,507 million at its book value, out of which in the case of loans aggregating ₹ 2,950 million, the lender has a put option on the Company on specified future dates till the maturity of the loans assigned and having a recourse to the Company in case of default by the borrower on the due dates	-	2,950.00
(iv)	Put option on sale of investment	Unascertainable	Not applicable

9. Contingent Liabilities :

₹ in million

Particulars	As at December 31, 2014	As at March 31, 2014
(a) Claims against the Group not acknowledged as debt	3,350.30	906.35
(b) Income tax demands contested by Group	343.11	720.92
(c) Other Tax liability	83.92	83.92
(d) Royalty to Nagpur Municipal Corporation	10.74	10.74
(e) Guarantees/ counter guarantees issued to outsider in respect of other than group companies	229.79	329.06
(f) In case of Income Tax disputes decided in favour of the Group at the First Appellate Authority for amounts disallowed amounting to ₹ 1,115.26 million (March 31, 2014 ₹		

IL&FS TRANSPORTATION NETWORKS LIMITED

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

1,361.09 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.

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

₹ in million

Sr. No.	Particulars	Nine months ended December 31, 2014	Nine months ended December 31, 2013
1	Segment Revenue		
	(a) Surface Transportation Business	47,838.38	45,392.40
	(b) Others	2,358.95	2184.91
	(c) Unallocable income (including interest income)	2,360.50	932.74
	Total	52,557.83	48,510.05
	Less : Inter segment revenue	-	-
	Total revenue	52,557.83	48,510.05
2	Segment Results (Profit+)/loss(-) before tax and interest from each segment)		
	(a) Surface Transportation Business	16,227.22	14,593.81
	(b) Others	316.17	120.01
	Total	16,543.39	14,713.82
	Less : Unallocable expenses		
	(a) Finance Costs	13,717.89	11,032.97
	(b) Others	854.43	614.14
	Add : Unallocable income (including interest income)	2,360.50	932.74
	Total Profit Before Tax	4,331.57	3,999.45
	Provision for taxation	967.43	529.12
	Add: Share of Profit of Associates (net)	96.63	35.70
	Less: Share of Profit transferred to Minority Interest (net)	(196.79)	49.73
	Profit after tax	3,657.56	3,456.30
3	Capital Employed	As at December 31, 2014	As at March 31, 2014
	(i) Surface Transportation Business	257,937.79	224,270.06
	(ii) Other	903.48	928.06
	(iii) Unallocated assets net of liabilities	(197,492.58)	(170,572.37)
	Total	61,348.73	54,625.75

IL&FS TRANSPORTATION NETWORKS LIMITED

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

11. Earnings Per Share :

Particulars	Unit	Nine months ended December 31, 2014	Nine months ended December 31, 2013
Profit for the nine months	₹ in million	3,657.56	3,456.30
Redemption Premium on preference shares of the Company	₹ in million	-	(19.12)
Dividend on cumulative preference shares of the Company	₹ in million	(594.18)	(115.54)
Tax on Dividend on cumulative preference shares of the Company	₹ in million	(100.98)	(19.64)
Premium on preference shares of a subsidiary	₹ in million	-	(9.17)
Dividend on non-cumulative preference shares of a subsidiary	₹ in million	-	(1.99)
Tax on Dividend on non-cumulative preference shares of a subsidiary	₹ in million	-	(0.34)
Depreciation charge to surplus / deficit in the Statement of Profit and Loss due to change in depreciation policy as per the Companies Act 2013.	₹ in million	(10.56)	-
Profit available for Equity Shareholders	₹ in million	2,951.84	3,290.50
Weighted average number of equity shares outstanding after effect of right shares	Nos.	240,740,729*	206,615,020*
Weighted average number of equity shares outstanding as originally reported in previous period	Nos.	Not applicable	194,267,732
Nominal Value per equity share	₹	10.00	10.00
Basic / Diluted earnings per share (not annualised) after effect of right shares	₹	12.26	15.93
Basic / Diluted earnings per share (not annualised) as originally reported in previous period	₹	Not applicable	16.94

* As adjusted for rights issue in accordance with AS - 20 Earnings Per Share.

IL&FS TRANSPORTATION NETWORKS LIMITED

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

12. 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, 2014		As at March 31, 2014	
	Long-term	Current	Long-term	Current
Opening balance	326.98	96.42	388.67	387.62
Adjustment for foreign exchange fluctuation during the period / year	7.74	-	22.36	-
Adjustment for reclassification during the period / year	-	-	(118.16)	118.16
Adjustment for conversion of subsidiary to associate	-	(61.50)	-	-
Utilised for the period / year	-	(31.35)	-	(134.59)
Provision reversed during the period/ year	-	-	(92.96)	(287.87)
Provision made during the period / year	151.81	5.94	127.07	13.10
Closing balance	486.53	9.51	326.98	96.42

13. 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:

IL&FS TRANSPORTATION NETWORKS LIMITED

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

(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, 2014	Upto / As at March 31, 2014
Margin on construction services recognised in respect of intangible assets (₹ in million)	14,383.91	11,827.10
Carrying amounts of intangible assets (₹ in million)	45,009.53	48,009.31
Units of usage (No. of vehicles)	82,199,673 to 1,554,733,739	82,199,673 to 1,554,733,739
Provision for overlay in respect of intangible assets (₹ in million)	496.04	423.40
Carrying amounts of intangible assets under development (₹ in million)	110,606.90	84,861.90
	Nine months ended December 31, 2014	Nine months ended December 31, 2013
Amortisation charge in respect of intangible assets (₹ in million)	1,053.29	657.67

(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:

₹ in million		
Particulars	Upto / As at December 31, 2014	Upto / As at March 31, 2014
Margin on construction and operation & maintenance and renewal services recognised in respect of Financial Assets	6,516.83	6,103.43
Carrying amounts of Financial Assets included under “Receivable against Service Concession Arrangements”	87,304.02	80,666.64
Revenue recognised on Financial Assets on the basis of effective interest method	26,160.55	20,545.29

14. Related Party Disclosure – (refer Annexure 1).

IL&FS TRANSPORTATION NETWORKS LIMITED

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

15. During the nine months ended December 31, 2014 an associate company (subsidiary upto August 7, 2014) received a formal communication from the Corporate Debt Restructuring (CDR) Empowered Group with respect to it having formally exited from the CDR system. The interim financial statements of the associate reflect, contribution by one of the Promoters amounting to ₹ 450 million as advance towards preference capital, liabilities towards Non-convertible Debentures aggregating ₹ 200 million and Deep Discount Bonds aggregating ₹ 1,644 million for which the consequential repayment/conversion, recompense, if any, for the reduction in interest rates are pending pursuant to decisions taken by the CDR cell and High Court of Gujarat. Consequent to the associate's exit from the CDR on May 20, 2014, the below mentioned items are subject to discussions:

- a. Settlement of the Advance towards Capital / Debt ; and
- b. Recompense, if any of the amount of sacrifices made by the Deep Discount Bond holders and the Non-Convertible Debenture Holders.

In the view of the Management of the associate company, the amounts payable, if any, for the aforesaid items is currently unascertainable and accordingly, no liability/charge has been created in its interim condensed financial statements. The associate company intends to finalise the foregoing during the current financial year ending March 31, 2015.

16. During the quarter ended June 30, 2014, the Company had sold its Investment representing 23,187,155 shares of Gujarat Road and Infrastructure Company Limited ("GRICL") vide sale and purchase agreement dated June 25, 2014 to BayCapital Advisors Private Limited ("BCAPL"). The sales consideration of ₹ 2,508.39 million is receivable as at December 31, 2014 and 23,187,155 shares have been transferred to an escrow account on August 8, 2014. Subsequently, based on the assignment by BCAPL to MAIF Investments India Pte. Ltd. ("MAIF") of the right to purchase the said shares, the Company has entered into a share sale and purchase agreement with MAIF on November 11, 2014 for sale of the aforesaid GRICL shares.

As at December 31, 2014 the aforesaid shares are lying in an escrow account. The Company has subsequently received the sale consideration of ₹ 2,654.30 million on January 29, 2015 from MAIF and the shares have been transferred to MAIF.

The above sale represents 41.80% of the stake in GRICL and accordingly, the Company now holds 41.81% of the stake in GRICL as at December 31, 2014. The Company has diluted its control over the Board of that entity from August 8, 2014, and consequently that entity has been considered as an associate of the Company.

17. During the nine months ended December 31, 2014, the Company issued 52,452,288 equity shares on rights basis in the ratio of 27:100. The record date for this purpose was March 14, 2014. The offer was open from April 28, 2014 to May 12, 2014 to all eligible equity shareholders. As at the end of the offer date i.e. May 12, 2014 the Company has received application for 66,313,105 shares aggregating ₹ 6,631.30 million from the eligible shareholders and accordingly, the Company has issued 52,452,288 shares to all eligible equity shareholders on May 22, 2014. The Earnings per share has been accordingly adjusted for the effect of Rights Issue for the current period and previous period.

IL&FS TRANSPORTATION NETWORKS LIMITED

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

The details of utilisation of proceeds of above issue is given below :

Particulars	(₹ in million)
Amount received from the issue	5,245.23
Utilisation :	
For repayment of loans	5,100.00
For working capital payments (including issue expenses)	145.23
Total utilisation	5,245.23
Balance amount unutilised as on December 31, 2014	Nil

18. Income from Operations for the nine months ended December 31, 2014 includes an amount of ₹ 2,609 million on account of aggregate compensation claimed by ITNL from two Special Purpose Vehicles ("SPVs") and by the two SPVs on the Concession Granting Authority ("CGA"), for the incremental work and related claims arising from delays due to handing over of the land by CGA for project execution. The compensation is based on the provisions in the Service Concession Agreements and is supported by the Extension of Time granted by the Independent Engineers. The SPVs have been legally advised that they are contractually entitled to such claims under the Service Concession Agreements. Costs in connection with the foregoing have been considered in recognising the above income
19. During the nine months ended December 31, 2014, one of the subsidiary company has increased the construction cost of project from ₹ 2,022.50 to ₹ 2,922.50 million and accordingly entered into a supplemental development agreement of ₹ 900 million with the existing contractor for executing certain additional works/ revised project specifications. The interim condensed financial statements have been prepared on the basis of estimates for increase in the aforesaid project costs due to factors including changes in project specifications, which resulted in a change in allocation between financial asset and intangible asset. The subsidiary company has made an application seeking approval for enhancement in the Annuities towards the incremental project costs. Pending conclusion of the acceptance for the same, the interim condensed financial statements does not include impact, if any for the anticipated increase in annuities.
20. Borrowing costs incurred by the group on qualifying assets are capitalised and accordingly the finance cost reported is net of such capitalization

Particulars	₹ in million	
	Nine months ended December 31, 2014	Nine months ended December 31, 2013
Gross finance cost	19,065.02	14,437.41
Less : Capitalised	5,347.13	3,404.44
Finance cost (net)	13,717.89	11,032.97

21. Figures for the previous periods have been regrouped and reclassified wherever necessary to conform to the classification for the current period.

IL&FS TRANSPORTATION NETWORKS LIMITED

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

22. 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.

For and on behalf of the Board

SD/-

Managing Director

SD/-

Director

SD/-

Chief Financial Officer

SD/-

Company Secretary

Mumbai, February 13 , 2015

IL&FS TRANSPORTATION NETWORKS LIMITED

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

14 : Related Party Disclosures

Annexure I

(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 ended)	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
	PT Mantimin Coal Mining	PTMCM
	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 - Direct	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Srinagar Sonmarg Tunnelway Limited	SSTL
	Gujarat Road and Infrastructure Company Limited (since August 08, 2014)	GRICL
Associates - Indirect	Centro de Investigaciones de Curretros Andalucía S.A.	CICAN
	Labetec Ensayos Técnicos Canarios, S.A.	LABTEC
	CGI 8 S.A.	CGI-8
	Elsamex Road Technology Company Limited	ERT(China)
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION
	VCS-Enterprises Limited	VCS
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Emprsas Pame sa De CV	EPSD
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
	Mr Mukund Sapre-Executive Director	
	Mr George Cherian-Chief Financial Officer	
	Mr Krishna Ghag-Company Secretary	
	Mr Ravi Parthasarathy - Director (KMP of Holding Company)	
Relatives of KMP	Mrs Rita Ramchand (<i>wife of Mr K Ramchand</i>)	
	Mrs Sangeeta Sapre (<i>wife of Mr Mukund Sapre</i>)	
	Mrs Vishpala Parthasarathy (<i>wife of Mr Ravi Parthasarathy</i>)	

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

Related Party Disclosures. (contd.)

(b) Current period balances / transactions with above mentioned related parties (mentioned in 14 (i)(a) above)

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<u>Balances</u>					
Advance towards share application money					
GRICL	-	-	600.00	-	600.00
	-	-	600.00	-	600.00
Advances receivable					
ILFS	1.08	-	-	-	1.08
IAL	-	269.73	-	-	269.73
PTMCM	-	183.59	-	-	183.59
OTHERS	-	3.28	14.61	-	17.89
	1.08	456.61	14.61	-	472.30
Option Premium (net of provision)					
ILFS	79.13	-	-	-	79.13
	79.13	-	-	-	79.13
Current liabilities					
ILFS	11.19	-	-	-	11.19
IFIN	-	264.00	-	-	264.00
ITUAL	-	324.10	-	-	324.10
OTHERS	-	10.46	64.59	-	75.04
	11.19	598.57	64.59	-	674.34
Current Maturities of Long-term debt					
ILFS	55.72	-	-	-	55.72
	55.72	-	-	-	55.72
Equity share Capital with Premium					
ILFS	3,645.00	-	-	-	3,645.00
	3,645.00	-	-	-	3,645.00
Interest Accrued - Lendings					
ILFS	10.97	-	-	-	10.97
SSTL	-	-	37.88	-	37.88
TRDCL	-	-	303.06	-	303.06
OTHERS	-	10.22	5.57	-	15.79
	10.97	10.22	346.51	-	367.69
Interest accrued but not due on borrowings					
ILFS	11.07	-	-	-	11.07
ITUAL	-	20.20	-	-	20.20
	11.07	20.20	-	-	31.27
Investment in Covered Warrants					
ILFS	1,693.00	-	-	-	1,693.00
	1,693.00	-	-	-	1,693.00
Long-term borrowings					
ILFS	1,278.41	-	-	-	1,278.41
ITUAL	-	570.00	-	-	570.00
	1,278.41	570.00	-	-	1,848.41
Long-Term loans and advances					
ILFS	1,123.40	-	-	-	1,123.40
A4 CONCESSION	-	-	668.09	-	668.09
TRDCL	-	-	343.50	-	343.50
OTHERS	-	39.42	-	-	39.42
	1,123.40	39.42	1,011.59	-	2,174.41
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	-	31.64	-	-	31.64
IMICL	-	31.64	-	-	31.64
	-	63.29	-	-	63.29

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

Related Party Disclosures. (contd.)

(b) Current period balances / transactions with above mentioned related parties (mentioned in 14 (i)(a) above)

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Rent Deposit					
Mr K Ramchand-Managing Director	-	-	-	0.50	0.50
Mr Mukund Sapre-Executive Director	-	-	-	0.25	0.25
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	0.50	0.50
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	0.25	0.25
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	20.00	20.00
	-	-	-	21.50	21.50
Retention Money Payable					
IEISL	-	0.29	-	-	0.29
	-	0.29	-	-	0.29
Secured Deposit - Long-term					
ITCL	-	0.01	-	-	0.01
	-	0.01	-	-	0.01
Short-term Borrowings					
IFIN	-	2,829.50	-	-	2,829.50
	-	2,829.50	-	-	2,829.50
Short-term loans and advances					
ILFS	-	-	-	-	-
IFIN	-	212.47	-	-	212.47
TRDCL	-	-	766.00	-	766.00
WCBTRL	-	-	245.00	-	245.00
SSTL	-	-	505.00	-	505.00
OTHERS	-	158.65	-	-	158.65
	-	371.12	1,516.00	-	1,887.12
Trade Payables					
ITUAL	-	4.59	-	-	4.59
	-	4.59	-	-	4.59
Trade Receivables					
SSTL	-	-	2,277.32	-	2,277.32
OTHERS	-	2.17	228.33	-	230.50
	-	2.17	2,505.65	-	2,507.82
Unamortised Expenses					
ILFS	1.71	-	-	-	1.71
IFIN	-	262.62	-	-	262.62
ITCL	-	26.18	-	-	26.18
	1.71	288.80	-	-	290.50
<u>Transactions</u>					
Administrative and general expenses					
ILFS	269.34	-	-	-	269.34
IFIN	-	130.44	-	-	130.44
OTHERS	-	31.50	0.25	-	31.75
	269.34	161.94	0.25	-	431.53
Loans taken					
IFIN	-	2,472.50	-	-	2,472.50
OTHERS	-	252.50	-	-	252.50
	-	2,725.00	-	-	2,725.00
Director Remuneration					
Mr K Ramchand-Managing Director	-	-	-	38.92	38.92
Mr Mukund Sapre-Executive Director	-	-	-	23.14	23.14
	-	-	-	62.06	62.06
Finance charges					
IFIN	-	6.57	-	-	6.57
ITCL	-	5.99	-	-	5.99
OTHERS	-	0.94	-	-	0.94
	-	13.50	-	-	13.50
Intangible assets under development					
ILFS	0.13	-	-	-	0.13
ITCL	-	1.07	-	-	1.07
OTHERS	-	0.12	-	-	0.12
	0.13	1.20	-	-	1.33

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

Related Party Disclosures. (contd.)

(b) Current period balances / transactions with above mentioned related parties (mentioned in 14 (i)(a) above)

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Inter-corporate deposits - matured					
IFIN	-	919.08	-	-	919.08
ILFS	52.97	-	-	-	52.97
	52.97	919.08	-	-	972.05
Inter-corporate deposits - placed					
IFIN	-	1,121.55	-	-	1,121.55
ILFS	31.68	-	-	-	31.68
	31.68	1,121.55	-	-	1,153.23
Interest Income					
ILFS	97.34	-	-	-	97.34
TRDCL	-	-	106.10	-	106.10
SSTL	-	-	32.49	-	32.49
OTHERS	-	8.23	6.19	-	14.43
	97.34	8.23	144.78	-	250.35
Interest on Loans (Expense)					
IFIN	-	270.37	-	-	270.37
ILFS	128.83	-	-	-	128.83
OTHERS	-	40.52	-	-	40.52
	128.83	310.89	-	-	439.73
Investment made / purchased					
SSTL	-	-	37.09	-	37.09
	-	-	37.09	-	37.09
Loan Given					
TRDCL	-	-	165.00	-	165.00
WCBTRL	-	-	245.00	-	245.00
SSTL	-	-	352.50	-	352.50
OTHERS	-	78.15	-	-	78.15
	-	78.15	762.50	-	840.65
Mobilisation Advance recovered					
ITUAL	-	80.34	-	-	80.34
	-	80.34	-	-	80.34
Construction Cost					
ITUAL	-	1,275.29	-	-	1,275.29
	-	1,275.29	-	-	1,275.29
Operating Expenses (Other than Construction Cost)					
ILFS	37.61	-	-	-	37.61
OTHERS	-	1.69	-	-	1.69
	37.61	1.68	-	-	39.29
Other Income					
ILFS	0.26	-	-	-	0.26
A4 CONCESSION	-	-	39.32	-	39.32
IFIN	-	13.37	-	-	13.37
OTHERS	-	-	-	-	-
	0.26	13.37	39.32	-	52.95
Proposed Dividend on Preference Shares for 14-15					
IFIN	-	154.45	-	-	154.45
IMICL	-	154.45	-	-	154.45
	-	308.90	-	-	308.90
Proposed Dividend for 13-14					
ILFS	0.96	-	-	-	0.96
IFIN	-	105.03	-	-	105.03
IMICL	-	105.03	-	-	105.03
	0.96	210.05	-	-	211.02
Redemption of NCD					
ILFS	27.00	-	-	-	27.00
	27.00	-	-	-	27.00
Rent Expense					
Mr K Ramchand-Managing Director	-	-	-	2.66	2.66
Mr Mukund Sapre-Executive Director	-	-	-	1.17	1.17
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	2.66	2.66
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	1.17	1.17
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	0.08	0.08
	-	-	-	7.73	7.74

IL&FS TRANSPORTATION NETWORKS LIMITED

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

Related Party Disclosures. (contd.)

(b) Current period balances / transactions with above mentioned related parties (mentioned in 14 (i)(a) above)

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Rental Income					
IETS	-	4.52	-	-	4.52
	-	4.52	-	-	4.52
Repayment of Borrowings					
IFIN	-	1,200.00	-	-	1,200.00
ILFS	5.29	-	-	-	5.29
	5.29	1,200.00	-	-	1,205.29
Revenue from Operations					
SSTL	-	-	801.00	-	801.00
OTHERS	-	-	91.96	-	91.96
	-	-	892.96	-	892.96

IL&FS TRANSPORTATION NETWORKS LIMITED

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

(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 Renewable Energy Limited	IREL
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Airport Limited.	IAL
	IL&FS Urban Infrastructure Managers Limited	IUIML
	IL&FS Capital Advisors Limited	ICAL
	PT Mantimin Coal Mining	PTMCM
	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 - Direct	Andhra Pradesh Expressway Limited (<i>upto March 26, 2014</i>)	APEL
	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
Associates - Indirect	Centro de Investigaciones de Curretros Andalucía S.A.	CICAN
	Labetec Ensayos Técnicos Canarios, S.A.	LABTEC
	CGI 8 S.A.	CGI-8
	Elsamex Road Technology Company Limited	ERT(China)
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION
	VCS-Enterprises Limited	VCS
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Emprsas Pame sa De CV	EPSD
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
	Mr Mukund Sapre-Executive Director	
Relatives of KMP	Mrs Rita Ramchand (<i>wife of Mr K Ramchand</i>)	
	Mrs Sangeeta Sapre (<i>wife of Mr Mukund Sapre</i>)	

IL&FS TRANSPORTATION NETWORKS LIMITED
NOTE 1: SELECT EXPLANATORY NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<u>Balances</u>					
Advance towards capital in a subsidiary					
ILFS	150.00	-	-	-	150.00
	150.00	-	-	-	150.00
Call Option Premium					
ILFS (net of provision of Rs.79.13 million)	36.67	-	-	-	36.67
	36.67	-	-	-	36.67
Current liabilities					
IFIN	-	312.35	-	-	312.35
ILFS	140.45	-	-	-	140.45
OTHERS	-	27.37	67.22	-	94.59
	140.45	339.72	67.22	-	547.39
Current Maturities of Long-term debt					
ILFS	95.72	-	-	-	95.72
	95.72	-	-	-	95.72
Interest Accrued					
ILFS	10.97	-	-	-	10.97
TRDCL	-	-	207.57	-	207.57
OTHERS	-	1.15	-	-	1.15
	10.97	1.15	207.57	-	219.69
Interest accrued but not due on borrowings					
ILFS	9.88	-	-	-	9.88
ITUAL	-	17.41	-	-	17.41
	9.88	17.41	-	-	27.28
Investment in Covered Warrants					
ILFS	1,693.00	-	-	-	1,693.00
	1,693.00	-	-	-	1,693.00
Long-term borrowings					
ILFS	1,611.53	-	-	-	1,611.53
ITUAL	-	317.50	-	-	317.50
	1,611.53	317.50	-	-	1,929.03
Long-term loans and advances					
ILFS	1,123.40	-	-	-	1,123.40
A4 CONCESSION	-	-	716.43	-	716.43
TRDCL	-	-	343.50	-	343.50
ITUAL	-	119.38	-	-	119.38
	1,123.40	119.38	1,059.93	-	2,302.71
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
Prepaid					
IFIN	-	199.21	-	-	199.21
	-	199.21	-	-	199.21
Provision for redemption premium on Preference Shares					
IFIN	-	12.81	-	-	12.81
IMICL	-	12.81	-	-	12.81
	-	25.62	-	-	25.62
Redemption premium accrued but not due					
ILFS	410.62	-	-	-	410.62
	410.62	-	-	-	410.62

IL&FS TRANSPORTATION NETWORKS LIMITED
NOTE 1: SELECT EXPLANATORY NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Rent Deposit					
Mr K Ramchand-Managing Director	-	-	-	0.50	0.50
Mr Mukund Sapre-Executive Director	-	-	-	0.25	0.25
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	0.50	0.50
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	0.25	0.25
	-	-	-	1.50	1.50
Retention Money Payable					
IEISL	-	0.24	-	-	0.24
	-	0.24	-	-	0.24
Secured Deposit - Long-term					
ITCL	-	0.00	-	-	0.00
	-	0.00	-	-	0.00
Short-term Borrowings					
IFIN	-	1,557.00	-	-	1,557.00
	-	1,557.00	-	-	1,557.00
Short-term loans and advances					
ILFS	22.22	-	-	-	22.22
PTMCM	-	183.59	-	-	183.59
TRDCL	-	-	601.00	-	601.00
OTHERS	-	141.44	0.45	-	141.89
	22.22	325.03	601.45	-	948.70
Trade Payables					
ITUAL	-	2.04	-	-	2.04
	-	2.04	-	-	2.04
Trade Receivables					
TRDCL	-	-	183.35	-	183.35
	-	-	183.35	-	183.35
Transactions					
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	-	-	-	77.07	77.07
Mr Mukund Sapre-Executive Director	-	-	-	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

IL&FS TRANSPORTATION NETWORKS LIMITED
NOTE 1: SELECT EXPLANATORY NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
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					
ILFS	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	-	-	-	5.01	5.01
Mr Mukund Sapre-Executive Director	-	-	-	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

IL&FS TRANSPORTATION NETWORKS LIMITED

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

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

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
Short-term Borrowings					
ILFS	-	1,000.00	-	-	1,000.00
IFIN	-	5,000.00	-	-	5,000.00
ISSL	-	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