



NATIONAL COMPANY LAW TRIBUNAL
COURT ROOM NO. 1,
MUMBAI BENCH

Item No. 32

CA 185/2024, CA 187/2024 IN CP/3638(MB)2018

CORAM:

SH. PRABHAT KUMAR JUSTICE VIRENDRASINGH BISHT (Retd.)
HON'BLE MEMBER (TECHNICAL) HON'BLE MEMBER (JUDICIAL)

ORDER SHEET OF THE HEARING ON 28.06.2024

NAME OF THE PARTIES: UNION OF INDIA V/s INFRASTRUCTURE
LEASING AND FINANCIAL SERVICES
LTD. & ORS.

Rule 11 of NCLT, 241- 242 of the Companies Act, 2013

ORDER

CA 185/2024-

1. Adv. Drishti Das for the Applicant is present.
2. Ld. Counsel for the Union of India informs that the confirmation of SFIO is awaited and seeks one-week time.
3. List this matter on **15.07.2024** for further consideration.

CA 187/2024-

1. Adv. Drishti Das for the Applicant is present.
2. In terms of the order dated 01.01.2019 in the matter of Infrastructure Leasing and Financial Services (IL&FS), the revised financial statements of IL&FS Financial Services Limited and IL&FS Transportation Network



Limited for the Financial Year (FY) ending 31.03.2013 to FY 31.03.2018
are sought to be placed on record. The same is taken on record.

3. In view of the aforesaid the **CA 187/2024** is **disposed of** as **allowed**.

Sd/-
PRABHAT KUMAR
MEMBER (TECHNICAL)

Sd/-
JUSTICE VIRENDRASINGH BISHT
MEMBER (JUDICIAL)

/Neeraj/

INDEPENDENT AUDITOR'S REPORT

To the Members of

IL&FS Transportation Networks Limited

Report on the Recast Standalone Financial Statements

1. We have been appointed as Statutory Auditors of IL&FS Transportation Networks Limited ('ITNL' or 'the Company') by the Company pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT) dated 9th August 2019 issued under section 130 of Companies Act, 2013('the Act') by NCLT to carry out audit of Recast Standalone Financial Statements as recast by another firm of Chartered Accountants ('Recasting Accountants').

We also draw attention to Note 1.2 to 1.6 of the recast standalone financial statements (hereinafter referred as 'Recast Standalone financial statements') which describes in detail the significant developments which have resulted in reopening and recasting of the financial statements.

We have audited the accompanying Recast Standalone Financial Statements of the Company, which comprise the Recast Standalone Balance Sheet as at 31st March 2014, the Recast Standalone Statement of Profit and Loss and Recast Standalone Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information annexed thereto.

Management's Responsibility for the Recast Standalone Financial Statements

2. As mentioned in Note 1.2 to 1.8 of the recast standalone financial statements, the management, the newly constituted Board of Directors of IL&FS Transportation Networks Limited appointed pursuant to National Company Law Tribunal (NCLT) order dated 1st October, 2018 and the firm of Chartered Accountant appointed for reopening and recasting the financial statements pursuant to NCLT order dated 9th August 2019, are responsible with respect to preparation of these recast standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards notified under the Companies Act 1956 read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act 2013.

This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the recast standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these Recast Standalone financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Recast Standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Recast Standalone financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Recast Standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Recast Standalone financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the recast standalone financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate except as stated in para 4.6 in this Report to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

- 4.1 Note 41 of the Recast Standalone Financial Statements which states that the investigation into the affairs of the Company is being carried out by Serious Fraud Investigation Office (SFIO) and Enforcement Directorate (ED) and the Report for the same is not yet received by the Company.
- 4.2 Note 40 of the Recast Standalone Financial Statements which states that a third-party forensic examination of various matters for the period of April 2013 to September 2018 has been completed for which two Reports have been received by the Company. The Company's Board has considered these Reports and has forwarded the same to the regulatory agencies. In absence of any conclusive quantification made in these two reports, no financial impact has been determined by the Company.
- 4.3 Note 43 of the Recast Standalone Financial Statements indicates the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.
- 4.4 Note 35 B of the Recast Standalone Financial Statements giving details of a show cause notice issued by Securities and Exchange Board of India (SEBI) on October 20, 2021 and

subsequently on September 15, 2022 for alleged violation of certain provisions of the law and the accounting standards for which the Company has filed an appeal for the stay on the notice. The Securities Appellate Tribunal, on appeal filed by the Company, has granted stay via its order dated February 22, 2023 on the effect and operation of the SEBI order till further orders and this matter is listed for admission on April 20, 2023. Also the compliance with the applicable provisions in respect of SEBI (LODR) regulations arising out of reopening and recasting of financial statements has not been determined by the Company. Pending final determination by management of the financial and other consequences arising from such non-compliances if any, no adjustments have been made to the Recast Standalone Financial Statements.

- 4.5 Note 23 of the Recast Standalone Financial Statements mentions that the Dividend for financial year 2013-14 proposed by the Board of Directors in their meeting held on 13th May 2014 and approved by shareholders at the Annual General Meeting held on 21st August 2014 of Rs. 1,291.99 million. was paid subsequently. However, in view of the loss disclosed by the Recast Standalone Statement of Profit and Loss for the year ended 31st March 2014, such amount of dividend paid is not in compliance with the relevant provisions of the Companies Act.
- 4.6 Non receipt of sufficient and appropriate audit evidence in respect of the following:
- 4.6.1 No documentary evidence was available for:
- a) Expenses amounting to Rs. 120.25 million in respect of various expenses out of the documents sought by us for the purpose of our audit
 - b) Purchase of Fixed Asset amounting to Rs. 29.29 million.
 - c) The agreements entered with the respective subsidiary companies were not available pertaining to Construction Revenue amounting to Rs. 1,010.22 million out of Construction Revenue of Rs. 26,144.72 million disclosed in Note 24.
 - d) The agreements entered into with the respective vendors were not available pertaining to Construction Contract costs amounting to Rs. 2069.21 million out of Construction Contract Costs of Rs. 24,152.09 million disclosed in Note 26.
 - e) The documents were not available pertaining to Bank Guarantee amounting to Rs. 855.14 million disclosed in Note 21A
- 4.6.2 a) No response received in respect of Balance confirmation from 8 Banks for 10 accounts with closing balances amounting to Rs. 3.90 million.

- b) No response received in respect of Balance Confirmation from 7 parties for loans given of Rs.1,403.27 million, from 54 parties for receivables (trade receivables, mobilization advances and security deposits) of Rs. 4,502.42 million and from 44 parties for payables (trade payables and retention money payable) of Rs.7,562.43 million out of the balance confirmation letters sent by the Company.
- 4.7 Note 17.2 of the Recast Standalone Financial Statements, which describes that in view of the loss as disclosed by the Recast Standalone Statement of Profit and loss, remuneration paid to the erstwhile Managing Director and Executive Director, aggregating to Rs. 82.99 million and Commission paid Rs. 9.66 million to other Directors is in excess of the limits prescribed under Section 197 of the Act by Rs. 73.00 million and Rs. 9.66 million respectively. Such excess amount is disclosed as recoverable from these Directors and we are unable to comment on the probability of the recovery of the same.
- 4.8 Note 48(5) of the Recast Standalone Financial Statements which describes that based on the report submitted by an independent agency the management has adjusted the effects of the claims received, reconciled and approved upto 18th March 2022 Subsequent processing of claims and reconciliation by CMA, if any, have not been considered by the Audit Committee and the impact if any arising out of the remaining reconciliation has not been considered in the recast standalone financial statements.
- 4.9 Note 39(a) of the Recast Standalone Financial Statements, which describes that the previous year numbers are considered based on audited financial statements of the Company on which the then auditors had expressed an unmodified opinion vide their audit report dated 07 May 2013. The Company has not considered whether any of the recasting adjustments carried in the financial year 2013-14 would have a prior year impact and which may alter/change the opening balances as at April 01, 2013.
- 4.10 Note 1.6 (vi) of the Recast Standalone Financial Statements, which describes that the Recast Standalone Financial Statements of the Company were taken on record and authorized to be issued to the Regional Director, Ministry of Corporate Affairs, Mumbai for onward submission to the Honourable NCLT and any other regulatory authority, as may be required, by the present Board of Directors in its meeting held on March 09, 2023. The recast standalone financial statements have been signed by the members of the Board, Chief Executive Officer, Chief Financial Officer and the Company Secretary as Authorised Signatory. Arising out of this action, the non-compliance with section 134 of the Companies Act 2013 and other sections of the Companies Act and the consequential impact of the same cannot be ascertained.

- 4.11 We are informed that the Board of Directors of the Company have decided not to issue the Directors Report as stipulated under Section 134 of the Companies Act 2013. The consequential impact of the same due to non-compliance with the relevant provisions of the Companies Act cannot be ascertained.
- 4.12 Note 1.8 of the Recast Standalone Financial Statements, which describes that the recast standalone financial statements have been prepared on the basis of estimates and assumptions used in the original financial statements which were, as reported in the original standalone financial statements considered as prudent and reasonable or considering estimates and assumptions that were available as on the date of the balance sheet. However, the judgements, estimates and assumptions considered for the preparation of the Recast Standalone Financial Statements have not been stated to be prudent and reasonable so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for the year then ended. The consequential impact of the same due to non-compliance with the relevant Accounting Standards cannot be ascertained.

Opinion

5. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph [para 4] which are not quantifiable, the recast standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) in the case of the Recast Balance Sheet, of the state of affairs of the Company as at 31st March 2014;
 - (b) in the case of the Recast Statement of Profit and Loss, of the loss for the year ended on that date; and
 - (c) in the case of the Recast Cash Flow Statement, of the cash flows for the year ended on that date

6 Emphasis of Matter

- 6.1 We draw attention to Note 1.6 and 1.7 of the Recast Standalone Financial Statements explaining the roles and responsibility of the Company's management and recasting accountants in respect of preparation of the recast standalone financial statements as defined by the NCLT Order dated August 9, 2019 and the Engagement letter dated October 9, 2019 entered into between the Company's management and the recasting accountants.

Our opinion is not qualified in respect of this matter.



- 6.2 We draw attention to Note 3.1 and 3.2 of the Recast Standalone Financial Statements regarding the shortfall in the amount of Debenture Redemption Reserve and provision for premium on redemption of preference shares respectively due to losses for the year. Our opinion is not qualified in respect of this matter.
- 6.3 We draw attention to Note 11 of the Recast Standalone Financial Statements regarding the inability of the management to determine the Trade Payables to Micro and Small Enterprises since these recast standalone financial statements have been prepared after a substantial gap from date of the original financial statements. Our opinion is not qualified in respect of this matter.
- 6.4 We draw attention to Note 42 of the Recast Standalone Financial Statement regarding expenditure of Rs. 108.06 million towards Performance Related Pay (PRP) to employees (other than Managing Director and Executive Director) which was based on profits as disclosed in the original financial statements. This provision has been retained in the Recast Standalone Financial Statements for the reasons explained in the Note. Our opinion is not qualified in respect of this matter.
- 6.5 We draw attention to Note 44 of the Recast Standalone Financial Statement regarding treatment of current tax based on the recast standalone financial statements. The company is in the process of assessing the probability of filing revised return with Income Tax department for such adjustments. Our opinion is not qualified in respect of this matter.
- 6.6 We draw attention to note no. 46 of recast standalone financial statements, wherein in respect of O&M Contracts relating to five projects, it has been stated that it is not possible to estimate ultimate outcome of the contracts so as to conclude whether such contracts are onerous in nature or no. Our opinion is not qualified in respect of this matter.
- 6.7 We draw attention to note no. 47 of recast standalone financial statements, wherein in respect of income relating to Project Development fees and Project Management Fees, it has been stated that documents in support of timing of rendering of such services are not available and cost associated to provide such services are also not separately captured in the books of account and records.

Our opinion is not qualified in respect of this matter.



7 Other Matters

- 7.1 The Standalone Financial statements of the Company as at and for the year ended 31 March 2013 have been audited by the previous Auditors, M/s Deloitte Haskins & Sells LLP who have issued an unmodified report dated May 7, 2013. The balances as at 31st March 2013 as per the audited standalone financial statements have been considered without regrouping or reclassification (Refer Note 39(b)).
- 7.2 NCLT vide its order dated 9th August 2019 has appointed a firm of Chartered Accountant for reopening and recasting of the financial statements of the Company for the year ended 31st March 2014. The said firm has executed a letter of engagement on October 9, 2019 with the Company specifying the terms of engagement, scope of work of the Recasting Accountants and the responsibilities of the Company (Refer Note 1.6). The said firm has prepared the recast standalone financial statements and issued 'Accountant's Compilation Report on Recast Standalone Financial Statements' dated March 09, 2023. (Refer Note 1.7)
- 7.3 The Company has decided not to provide for Audit fees payable to recast Auditors and Professional fees payable to recast Accountants since the appointment was subsequent to the date of the balance sheet. (Refer Note 29).

8. Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2003 as amended by the Companies (Auditor's Report)(Amendment) Order, 2004 (the "Order"), issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956, and on the basis of such verification of the books and records as considered appropriate and available and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said order.

9. As required under provisions of section 227(3) of the Companies Act, 1956, except for the matter described in the Basis for Qualified Opinion Paragraph, we report that:

(a) We have sought and obtained all the information and explanations except as stated in Para 4.6 of this Report to provide a basis for our qualified audit opinion, which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) Except for the possible effects of matters reported in Basis for Qualified Opinion, in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

(c) The Recast Standalone Balance Sheet, Recast Standalone Statement of Profit and Loss and Recast Standalone Cash Flow Statement dealt with by this report are in agreement with the Books of Account.

**MUKUND
M. CHITALE
& CO.**

**CHARTERED
ACCOUNTANTS**

(d) Except for the possible effects of matters reported in Basis for Qualified Opinion in our opinion, the Recast Standalone Balance Sheet, Recast Standalone Statement of Profit and Loss and Recast Standalone Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub section (3C) of section 211 of the Companies Act, 1956, read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;

(e) The present new board of directors have been appointed by newly constituted Board of Infrastructure Leasing & Financial Services Limited ('IL&FS') pursuant to NCLT order dated 9th October, 2018 and therefore the compliance in respect of provisions of Sec 274(1)(g) of the Companies Act 1956 has not been commented upon.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(S. M. Chitale)
Partner
M. No. 111383

UDIN: 23111383BGTWEI4702

Place : Mumbai
Date : 09/03/2023

Annexure to the Independent Auditor's Report

(referred to in paragraph 8 of our Audit Report of even date)

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situations of fixed assets.

(b) According to information and explanations given to us including the records produced before us, fixed assets of the Company were physically verified during the year. However, the physical verification report does not contain any details about, location at which the assets were verified, date of verification, the person who has verified the same and the specific quantities verified. Hence, we are unable to comment whether there are any material discrepancies noticed and the resulting adjustment in the books of accounts. As informed, during the year no material discrepancies to the extent reconciled with the records available in this respect were noticed on such verifications.

(c) According to information and explanations given to us the fixed assets disposed off during the year, do not constitute a substantial part of the fixed assets of the Company and such disposal, in our opinion, has not affected the going concern status of the Company.

(ii) The Company does not hold any physical inventory. Therefore, provisions of clause 4(ii) of the Order are not applicable.

(iii) In respect of loans, secured or unsecured, granted by the Company to companies, firms or other parties covered in the register required to be maintained under Section 301 of the Companies Act, 1956, according to the information and explanations given to us:

(a) The Company has granted unsecured loans aggregating Rs.4,822.00 million to 6 parties during the year. At the year-end, the outstanding balances of loans granted aggregated Rs.6,335.55 million (7 parties) and the maximum amount involved during the year was Rs.8,735.05 million to 8 parties.

(b) Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether the rate of interest and terms and conditions of the loans are prima facie prejudicial to the interest of the Company.

(c) The company has been generally receiving the principal and interest on time, except in case of outstanding overdue amount.

(d) In respect of outstanding overdue interest as at March 31, 2014 aggregating to Rs.176.37 million pertaining to 4 parties, we are unable to comment whether the Management has taken reasonable steps for recovery of the interest amounts.

In respect of loans, secured or unsecured, taken by the Company from companies, firms or other parties covered in the register required to be maintained under Section 301 of the Companies Act, 1956, according to the information and explanations given to us:

(a) The Company has taken unsecured loans aggregating to Rs.6,850.00 million from 3 parties during the year. At the year-end, the outstanding balances of such loans aggregated Rs.700.00 million from 1 party and the maximum amount involved during the year was Rs. 7,300.00 million from 4 parties.

(b) Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether the rate of interest and terms and conditions of the loans are prima facie prejudicial to the interest of the Company.

(c) The company is generally regular in respect of payment of principal and payment of interest, except in case of outstanding overdue amount.

(d) In respect of outstanding overdue interest as at the March 31, 2014 aggregating to Rs. 144.47 million pertaining to 1 party, we are unable to comment whether the Management has taken reasonable steps for payment of the interest amounts.

(iv) Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether there is an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of fixed assets and for the sale of service and whether there is a continuing failure to correct major weaknesses in internal control.

(v) According to the information and explanation given to us, there were no contracts or arrangements required to be entered into Section 301 of the Companies Act, 1956 other than loans reported under Paragraph iii above but the same has not been entered in the said Register.

Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether each of these transactions which are required to be entered in register required to be maintained in pursuance of Section 301 have been entered in the register.

- (vi) According to the information and explanation given to us, the Company has not accepted any deposits during the year from the public within the meaning of the directives issued by the Reserve Bank of India and the provisions of sections 58A and 58AA or any other relevant provisions of the Act and the rules framed there under and hence the provisions of clause 4(vi) of the Order are not applicable.
- (vii) Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether the company has an internal audit system commensurate with its size and nature of its business.
- (viii) The Company is required to maintain cost records as prescribed by the Central Government under section 209(1) (d) of the Companies Act, 1956 pursuant to the Companies (Cost Accounting Records Rules, 2011). We have broadly reviewed the cost records maintained by the Company pursuant to the rules made by the Central Government for the maintenance of the cost records under section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie, the prescribed records have been maintained. We have, however, not made a detailed examination of the said records.
- (ix) a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed dues relating to Service tax and regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty cess and any other statutory dues during the year with appropriate regulatory authorities. There were no undisputed amounts payable on account of the above dues in arrears as at 31st March 2014 for a period of more than six months from the date they became payable.
- b) According to the records examined by us and as per the information and explanations given to us, the particulars of statutory dues as at March 31, 2014 which have not been deposited on account of disputes and the forum where the dispute is pending is as under:

Name of the Statute	Nature of Dues	Disputed Amount (Rs. in million)	Period to which it pertains (Assessment years)	Forum where pending
Income Tax Act, 1961	Income Tax	62.14	2009-10	CIT (Appeals)
Income Tax Act, 1961	Income Tax	28.05	2010-11	Dy. CIT (Transfer Pricing)
Income Tax Act, 1961	TDS	439.68	2012-13	DCIT (TDS)

- (x) The Company has not incurred cash losses during the year and the accumulated losses of the Company at the end of the year are more than 50% of the net worth based on the Recast Standalone Financial statements. Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether the final outcome will have any impact on the accumulated losses and cash loss for the current financial year.
- (xi) According to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institution or bank or debenture holders.
- (xii) Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether, the company has granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) According to the information and explanations given to us, the Company is not a chit fund or a nidhi mutual fund/ society. Therefore, the provisions of the clause 4(xiii) of the Order are not applicable to the Company.
- (xiv) According to information and explanation given to us, the Company has not dealt or traded in shares, securities, debentures and other investments. Therefore, the provisions of clause 4 (xiv) of the Order are not applicable to the Company.
- (xv) Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether the terms and conditions of any guarantee given by the company for loans taken by others from bank or financial institutions are prejudicial to the interest of the company.
- (xvi) Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether the term loans were applied for the purpose for which they were raised.
- (xvii) Based on the information and explanation given to us and review of the books of accounts, the Company has utilized short term funds raised in the form of Commercial Paper from one bank for making investment amounting to Rs. 90.00 million in one subsidiary and has utilized short term funds raised in the form of Demand loan from one bank for making investment amounting to Rs. 150.00 million each in two subsidiaries. Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of

Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether funds raised on short term basis have been used for long term purposes.

- (xviii) According to the information and explanation given to us, the Company has made preferential allotment of preference shares during the year to two companies covered in the Register required to be maintained under section 301 of the Companies Act 1956. Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, we are unable to comment whether the price at which preference shares have been issued is prejudicial to the interest of the company.
- (xix) The provisions of clause 4(xix) of the Order are not applicable to the Company, since the Company has issued Debentures during the year, which are unsecured.
- (xx) The Company has not raised any money by public issue. Therefore, the provisions of clause 4(xx) of the Order are not applicable to the Company.
- (xxi) As a consequence of the various matters resulting in the change in operational status of the Company, as more fully described in Note 1.2 to Note 1.6 to the recast standalone financial statements, and having regard to and Pending the outcome of the investigations stated in Note 41 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 40, based upon the audit procedures performed by us and according to the information and explanations given by the management, we are unable to report or comment on whether there was any fraud noticed on or by the Company during the year and on the nature of fraud and the amount involved.

For Mukund M. Chitale & Co,
Chartered Accountant
Firm Reg.No. 106655W



(S. M. Chitale)
Partner
M.No. 111383

UDIN: 23111383BGTWEI4702

Place : Mumbai
Date : 09/03/2023

G. M. KAPADIA & CO.
(REGISTERED)

CHARTERED ACCOUNTANTS

1007, RAHEJA CHAMBERS, 213, NARIMAN POINT, MUMBAI 400 021. INDIA

PHONE : (91-22) 6611 6611 FAX : (91-22) 6611 6600

**ACCOUNTANT'S COMPILATION REPORT ON RECAST FINANCIAL
STATEMENTS**

To,

The Honourable Members,
The National Company Law Tribunal

And

The Members,
The Audit Committee
IL&FS Transportation Networks Limited

And

The Members,
The Board of Directors
IL&FS Transportation Networks Limited

Re: IL&FS Transportation Networks Limited – Financial Year 2013-14

We have compiled the accompanying recast financial statements of IL&FS Transportation Networks Limited ('the Company') for the financial year 2013-14 pursuant to the Order of the Honourable National Company Law Tribunal ('the NCLT') dated January 1, 2019 ordering the re-opening of books of account and re-casting of financial statements of the Company for a period of five years commencing from the financial year 2013-14 and based on information and explanation provided by the management of the Company. These recast financial statements comprise the Standalone Balance Sheet of the Company as at March 31, 2014, the Standalone Statement of Profit and Loss and Standalone Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information which *inter alia* includes basis adopted for the purposes of preparation and presentation of recast financial statements (collectively referred to as 'recast financial statements').

We performed this engagement in accordance with Standard on Related Services 4410 (Revised), "Compilation Engagement" issued by the Institute of Chartered Accountants of India read with the relevant provisions of the Companies Act, 2013, the aforesaid Order of the NCLT and the terms and conditions contained in our Engagement Letter dated October 9, 2019 executed with the Company. Our appointment for this assignment was approved by the Audit Committee of the Company in their meeting held on September 4, 2019. We have applied our expertise in accounting and financial reporting in the preparation and presentation of the recast

G. M. KAPADIA & CO.

financial statements. The preparation and presentation of the recast financial statements is based on accounting policies adopted by the Company in preparation of original standalone financial statements which are described in note 1B to the recast financial statements.

We have complied with relevant ethical requirements.

The accuracy and completeness of the information furnished to us at our request for the purposes of compilation of the recast financial statements is responsibility of the management of the Company. As per terms contained in our engagement letter, the management of the Company is responsible to provide facts that may affect the financial statements, which the management may become aware of during the period from the date of our appointment to the date of completion of the assignment.

Since our engagement is not an assurance engagement, we do not express an audit opinion or a review conclusion on the recast financial statements. The NCLT has appointed a separate firm of Chartered Accountants to express an audit opinion on the recast financial statements.

For G. M. Kapadia & Co.

Chartered Accountants

Firm Registration No.104767W

ATUL HIRALAL
SHAH

Digitally signed by ATUL
HIRALAL SHAH
Date: 2023.03.09 21:47:25
+05'30'

Atul Shah

Partner

Membership No. 039569

UDIN: 23039569BGUQCM8046

Place: Mumbai

Dated this 09th day of March, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Balance Sheet as at March 31, 2014

₹ in Million

Particulars	Note	As at	
		March 31, 2014	March 31, 2013
I EQUITY AND LIABILITIES			
1 SHAREHOLDERS' FUNDS			
(a) Share capital	2	5,707.18	1,942.68
(b) Reserves and surplus	3	5,059.07	19,306.00
		10,766.25	21,248.68
2 NON-CURRENT LIABILITIES			
(a) Long-term borrowings	4	26,907.85	18,600.00
(b) Deferred tax liabilities	7	216.28	5.74
(c) Other long term liabilities	9	4,332.30	3,322.42
(d) Long-term provisions	8	13.51	8.81
		31,469.94	21,936.97
3 CURRENT LIABILITIES			
(a) Current maturities of long-term debt	5	11,067.50	9,850.00
(b) Short-term borrowings	6	8,265.17	8,933.70
(c) Trade payables	11	10,366.17	6,225.43
(d) Other current liabilities	10	4,945.92	3,121.76
(e) Short-term provisions	12	1,690.36	1,166.70
		36,335.12	29,297.59
TOTAL		78,571.31	72,483.24
II ASSETS			
1 NON CURRENT ASSETS			
(a) Fixed assets	13		
(i) Tangible assets		179.26	146.54
(ii) Intangible assets		108.09	104.59
(iii) Capital work-in-progress		24.12	25.67
(b) Non-current investments	14	30,648.67	31,462.11
(c) Long-term loans and advances	15	8,008.80	12,946.86
(d) Other non-current assets	17	4,584.05	2,181.58
		43,552.99	46,867.35
2 CURRENT ASSETS			
(a) Trade receivables	19	24,468.36	15,977.52
(b) Cash and cash equivalents	20	576.46	54.86
(c) Short-term loans and advances	16	8,154.69	7,120.07
(d) Other current assets	18	1,818.81	2,463.44
		35,018.32	25,615.89
TOTAL		78,571.31	72,483.24

Notes 1 to 48 form part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W

S. M. Chitale
Partner
M. No. 111383
Mumbai.



As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W
ATUL Digitally signed by
HIRALAL ATUL HIRALAL
SHAH Date: 2023.03.09
21:48:44 +05'30'
Atul Shah
Partner
M. No. 039569
Mumbai, March 09, 2023

09 MAR 2023

For and on behalf of the Board

CHANDRA SHEKHAR RAJAN	Digitally signed by CHANDRA SHEKHAR RAJAN Date: 2023.03.09 20:47:06 +05'30'	NAND KISHORE	Digitally signed by NAND KISHORE Date: 2023.03.09 19:12:51 +05'30'
Mr. C. S. Rajan Authorised signatory DIN - 00126063		Mr. Nand Kishore Authorised signatory DIN - 08267502	
MILIND RAMESH GANDHI	Digitally signed by MILIND RAMESH GANDHI Date: 2023.03.09 18:12:32 +05'30'	DILIP LALCHAN D BHATIA	Digitally signed by DILIP LALCHAN D BHATIA Date: 2023.03.09 18:23:10 +05'30'
Mr. Milind Gandhi Authorised signatory		Mr. Dilip Bhatia Authorised signatory	
KRISHNA DHONDU GHAG	Digitally signed by KRISHNA DHONDU GHAG Date: 2023.03.09 17:08:54 +05'30'		
Mr. Krishna Ghag Authorised signatory			

Mumbai, March 09, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED

Recast Statement of Profit and Loss for the year ended March 31, 2014

₹ in Million

Particulars	Note	Year ended March 31, 2014	Year ended March 31, 2013
I Revenue from operations	24	34,045.83	33,691.91
II Other Income	25	2,673.84	1,970.22
III Total revenue (I + II)		36,719.67	35,662.13
IV Expenses			
Operating expenses	26	26,215.84	25,410.26
Employee benefits expense	27	549.36	632.92
Finance costs	28	5,196.51	3,931.40
Depreciation and amortization expense	13	109.25	110.23
Administrative and general expenses	29	20,380.22	1,185.05
Total expenses		52,451.18	31,269.86
V Profit / (Loss) before taxation (III-IV)		(15,731.51)	4,392.27
VI Tax expense:			
(1) Current tax	44	951.71	1,700.00
(2) Tax relating to earlier years written back	38	(479.17)	-
(3) Deferred tax charge / (credit) (net)	7	216.68	(19.37)
Total tax expenses (VI)		689.22	1,680.63
VII Profit / (Loss) for the year (V - VI)		(16,420.73)	2,711.64
Earnings per equity share (Face value per share ₹ 10/-):	33		
(1) Basic		(86.36)	13.96
(2) Diluted		(86.36)	13.96

Notes 1 to 48 form part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W


S. M. Chitale
Partner

M. No. 111383
Mumbai,



09 MAR 2023

As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W

ATUL
HIRALAL
SHAH
Atul Shah
Partner

M. No. 039569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA SHEKHAR RAJAN Digitally signed by CHANDRA SHEKHAR RAJAN Date: 2023.03.09 20:47:54 +05'30'

Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND RAMESH GANDHI Digitally signed by MILIND RAMESH GANDHI Date: 2023.03.09 17:12:52 +05'30'

Mr. Milind Gandhi
Authorised signatory

KRISHNA DHONDU GHAG Digitally signed by KRISHNA DHONDU GHAG Date: 2023.03.09 17:09:20 +05'30'

Mr. Krishna Ghag
Authorised signatory

NAND KISHORE Digitally signed by NAND KISHORE Date: 2023.03.09 19:14:06 +05'30'

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP LALCHAND BHATIA Digitally signed by DILIP LALCHAND BHATIA Date: 2023.03.09 18:23:51 +05'30'

Mr. Dilip Bhatia
Authorised signatory

Mumbai, March 09, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Cash Flow Statement for the year ended March 31, 2014

₹ in Million

Particulars	Year Ended	Year Ended
	March 31, 2014	March 31, 2013
Cash Flow from Operating Activities		
Profit / (Loss) Before Tax	(15,731.51)	4,392.27
Adjustments for		
Interest Income	(1,698.16)	(1,722.37)
Employee benefits (net)	4.50	2.61
Profit on sale of fixed assets (net)	(0.33)	(0.40)
Depreciation and amortization expense	109.25	110.23
Amortisation of premium on forward contract	-	(31.53)
Unrealised exchange gain on conversion of loans into investments	-	(4.62)
Foreign exchange gain transferred from Foreign Currency Translation Reserve to Statement of Profit and Loss	(18.06)	-
Finance Costs	5,196.51	3,931.40
Dividend income on non-current investments	(341.40)	(23.60)
Provision for Bad and Doubtful Debts	484.90	-
Provision diminution in value of Investments	8,190.00	-
Provision for Bad Long term Loans	4,663.20	-
Provision for Bad Short term Loans	3,760.50	-
Provision for Advances Recoverable	3.46	-
Provision for interest accrued & due	467.79	-
Provision for interest accrued but not due	653.58	-
Provision for Advances towards Share Application Money	530.50	-
Claims and Contingencies	300.00	-
Operating profit before Working Capital Changes	6,574.73	6,653.99
Increase in trade receivables	(8,975.73)	(6,411.39)
(Increase) / Decrease in other assets & loans and advances (current and non current)	(2,833.53)	700.44
Increase in liabilities (current and non current)	6,530.32	53.45
Cash generated from Operations	1,295.79	996.49
Direct Taxes paid (Net)	(1,864.56)	(1,320.17)
Net Cash generated / (used in) from Operating Activities (A)	(568.77)	(323.68)
Cash flow from Investing Activities		
Additions to fixed assets and Capital Work in Progress	(171.19)	(82.76)
Proceeds from sale of fixed assets	27.58	0.91
Investment in / Purchase of equity shares of subsidiaries #	(6,306.99)	(2,336.47)
Investment in Others	(142.50)	(583.38)
Amount received towards exercise of call option issued	6.11	-
Long term loans given	(3,694.11)	(2,994.20)
Long term loans recovered	3,315.70	2,591.99
Short term loans received back (net) / (given) (net) #	(3,133.81)	(813.35)
Interest received	1,105.04	1,291.61
Dividend received	179.52	23.60
Capital Advances	-	(1,000.00)
Incidental costs in relation to Investment property	-	(48.75)
Net Cash used in Investing Activities (B)	(8,814.65)	(3,950.80)



IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Cash Flow Statement for the year ended March 31, 2014

₹ in Million

Particulars	Year Ended	Year Ended
	March 31, 2014	March 31, 2013
Cash flow from Financing Activities		
Proceeds from issue of Preference Shares (including securities premium)	7,529.00	-
Preference issue expenses adjusted in securities premium	(67.23)	-
Proceeds / (repayment) of loans on demand from Banks (net)	164.47	(308.85)
Proceeds from long term borrowings	19,420.00	24,450.00
Repayment of long term borrowings	(9,850.00)	(8,500.00)
Proceeds from short term borrowings	21,300.00	17,961.78
Repayment of short term borrowings	(22,144.50)	(23,538.70)
Finance Costs paid	(5,358.39)	(4,102.70)
Dividend paid	(777.07)	(777.07)
Tax on Dividend paid	(132.06)	(126.06)
Fixed deposits placed as security against borrowings	(604.39)	(770.00)
Net Cash generated from Financing Activities (C)	9,479.83	4,288.40
Net Increase in Cash and Cash Equivalents (A+B+C)	96.40	13.92
Cash and Cash Equivalents at the beginning of the year	54.35	40.43
Cash and Cash Equivalents at the end of the year	150.75	54.35
Net Increase in Cash and Cash Equivalents	96.40	13.92
Components of Cash and Cash Equivalents		
Cash on Hand	0.32	0.42
Balances with Banks in current accounts	108.06	52.63
Fixed deposits	42.37	1.30
	150.75	54.35
Unpaid Dividend Accounts	0.71	0.51
Balance with Banks in deposit accounts (under lien)	425.00	-
Cash and Cash Equivalents as per Balance Sheet	576.46	54.86

The Company had given short-term loan to its subsidiary, ITNL International Pte Ltd., Singapore aggregating USD 4,500,000. The same (equivalent ₹ 244.75 million) has been converted into 4,500,000 equity shares of USD 1/- each by way of allotment of shares with effect from April 1, 2013, the impact of this has not been given in the cash flow statement above.

Notes 1 to 48 form part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W



S. M. Chitale
Partner
M. No. 111383
Mumbai,

As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W

ATUL HIRALAL Digitally signed by ATUL HIRALAL SHAH Date: 2023.03.09 21:50:38 +05'30'
SHAH

Atul Shah
Partner
M. No. 039569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA Digitally signed by CHANDRA SHEKHAR RAJAN Date: 2023.03.09 20:48:44 +05'30'
SHEKHAR
RAJAN

Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND Digitally signed by MILIND RAMESH GANDHI Date: 2023.03.09 17:15:02 +05'30'
RAMESH
GANDHI

Mr. Milind Gandhi
Authorised signatory

KRISHNA Digitally signed by KRISHNA DHONDU GHAG Date: 2023.03.09 17:01:18 +05'30'
DHONDU
GHAG

Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND Digitally signed by NAND KISHORE Date: 2023.03.09 19:15:10 +05'30'
KISHORE

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP Digitally signed by DILIP LALCHAND BHATIA Date: 2023.03.09 18:24:47 +05'30'
LALCHAND
BHATIA

Mr. Dilip Bhatia
Authorised signatory



09 MAR 2023

IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2014

Note 1A : Background and Basis of preparation

Background :

- 1.1 IL&FS Transportation Networks Limited ("ITNL") is a surface transportation infrastructure company incorporated in the year 2000 under the provisions of the Companies Act, 1956, by Infrastructure Leasing & Financial Services Limited ("IL&FS"), a promoter company, in order to consolidate their existing road infrastructure projects and to pursue various new project initiatives in the area of surface transportation infrastructure.

ITNL is a developer, operator and facilitator of surface transportation infrastructure projects, taking projects from conceptualisation through commissioning to operations and maintenance under public to private partnership on build-operate transfer ("BOT") basis in India.

Significant developments at the Company, IL&FS and various group companies ('the IL&FS Group')

- 1.2 The Company reported defaults on its borrowing obligations during the financial year 2018-19. Further, the credit rating of the Company and its holding company was downgraded to 'D' (lowest grade) in September 2018.

Pursuant to a report filed by the Registrar of Companies, Mumbai ("ROC") under Section 208 of the Companies Act, 2013, the Government of India vide their Order dated September 30, 2018, directed that the affairs of the holding company and its specified subsidiaries including the Company be investigated by the Serious Fraud Investigation Office ("SFIO"). SFIO accordingly commenced investigation of affairs of the said companies. SFIO has not given any report on the Company so far.

- 1.3 The Union of India ("Uoi") on October 1, 2018 filed a petition with the National Company Law Tribunal ("NCLT") seeking an order under section 242(2) and section 246 read with section 339 of the Companies Act, 2013 on the basis of the Interim reports of the ROC and on the following grounds:

I. The precarious and critical financial condition of the IL&FS Group and their inability to service their debt obligations had rattled the money market ;

II. On a careful consideration of the Union of India, it was of the opinion that affairs of the IL&FS Group were conducted in a manner contrary to the public interest due to its mis-governance; and

III. The intervention of the Union of India is necessary to prevent the downfall of the IL&FS Group and the financial markets

Uoi felt that the governance and management change is required to bring back the IL&FS Group from financial collapse, which may require, among other things, a change in the Board and management and appointment of a new management. Based on the above petition, the NCLT vide its order dated October 1, 2018 suspended the erstwhile board of the holding company and appointed the New Board of Directors (hereinafter, "New Board") proposed by the Uoi.

While appointing the New Board, in its aforesaid order, the NCLT directed that the new directors shall conduct business as per the Memorandum and Articles of Association of the Company and provisions of the Companies Act, 2013.

- 1.4 Pursuant to the above developments, the New Board of IL&FS also initiated reconstitution of the Board of Directors of the Company as detailed below:

Name	Status
Directors as on September 30, 2018	
Mr. Hari Sankaran	Resigned effective October 1, 2018
Mr. Arun Saha	Resigned effective October 1, 2018
Mr. K Ramchand, Managing Director	Resigned effective October 29, 2018
Mr. Mukund Sapre, Executive Director	Resigned effective November 2, 2018
Ms. Neeru Singh	Resigned as Independent Director effective November 1, 2018
Mr. Deepak Dasgupta	Ceased to be Independent Director on March 31, 2019 upon expiry of their term
Mr. R C Sinha	Ceased to be Independent Director on March 31, 2019 upon expiry of their term
Mr. H P Jamdar	Ceased to be Independent Director on March 31, 2019 upon expiry of their term
Appointment of New Directors post October 1, 2018	
Mr. Vineet Nayyar	Appointed as director effective October 25, 2018 and Resigned as director effective November 01, 2020
Mr. C S Rajan	Appointed as director effective October 25, 2018
Mr. Nand Kishore	Appointed as director effective November 15, 2018
Mr. Bijay Kumar	Appointed as director effective May 21, 2019 and Resigned as director effective August 07, 2020
Mr. Subrata Kumar Mitra	Appointed as independent director effective November 11, 2020
Dr. Jagadip Narayan Singh	Appointed as independent director effective November 11, 2020
Mr. Kaushik Modak	Appointed as director effective January 22, 2021
Mr. Girish Chandra Chaturvedi	Appointed as director effective January 27, 2021 and Resigned as director effective October 1, 2021
Mr. Shekhar Prabhudesai	Appointed as director effective December 1, 2021 and Resigned as director effective November 21, 2022
Dr. Deepak Mohanty	Appointed as director effective November 22, 2022



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2014

- 1.5 Further applications were made by the UoI and others, to the NCLT and the National Company Law Appellate Tribunal ("NCLAT") on various matters. The NCLAT, on October 15, 2018, ordered a stay until further orders on the following matters:
- i The institution or continuation of suits or any other proceedings by any party or person or bank or Company against IL&FS and its group companies in any court of law / tribunal / arbitration panel or arbitration authority
 - ii Any action by any party or person or bank or company etc. to foreclose, recover, enforce any security interest created over the assets of IL&FS and its group companies including any action under the Securitization and Reconstruction of Financial Assets and Enforcement of Securities Interest Act, 2002.
 - iii The acceleration, premature, withdrawal, or other withdrawal, invocation of any term loan, corporate loan, bridge loan, commercial paper, debentures, fixed deposits, guarantees, letter of support, commitment or comfort and other financial obligations availed by IL&FS and its group companies whether in respect of the principal or interest or hedge liability or any other amount contained therein.
 - iv Suspension of temporarily any term loan, corporate loan, bridge loan, commercial paper, debentures, fixed deposits, and any financial liability taken by IL&FS and its group companies by any party or person or Bank or Company, etc. as of the date of first default.
 - v Any and all banks, financial institutions from exercising the right to set off or lien against any amount lying with any creditor against any dues whether principal or interest or otherwise against the balance lying in any the bank account and deposits whether current, savings or otherwise of IL&FS and its group companies

1.6 NCLT Order for Re-opening of books of accounts and Re-casting of Financial Statements:

- i The standalone financial statements for the year ended March 31, 2014 were audited by the then statutory auditor of the Company- M/s Deloitte Haskins & Sells LLP (FRN 117366W) (hereinafter referred to as 'original standalone financial statements'). These original standalone financial statements were approved by the erstwhile Board of Directors of the Company at their meeting held on May 13, 2014 and were adopted by the Shareholders of the Company at the Annual General Meeting held on August 21, 2014.
- ii The NCLT, vide order dated January 1, 2019, under the provision of section 130 of the Act allowed the petition filed by UoI for re-opening of the books of accounts and re-casting of the standalone financial statements of Infrastructure Leasing & Finance Services Limited, IL&FS Financial Service Limited and IL&FS Transportation Networks Limited ("the Company") for the financial years from 2013-14 to 2017-18.
- iii Further, the NCLT, vide order dated August 9, 2019, appointed an independent firm of Chartered Accountants M/s. G. M. Kapadia & Co. ("Recasting Accountants") for re-opening and recasting the financial statements of the Company for the said period and also appointed auditor M/s. Mukund M. Chitale & Co., to audit such recast standalone financial statements.
- iv In compliance with the NCLT orders dated January 1, 2019 and August 9, 2019, the Company's standalone financial statements for the year ended March 31, 2014 have been recasted.
- v Consequent to aforesaid orders of the NCLT, the Company approached the Recasting Accountants on August 19, 2019 requesting them to send engagement letter while confirming that all necessary information and co-operation will be provided. Subsequently, an engagement letter was executed on October 09, 2019 which inter alia lays down terms of engagement, scope of work of the Recasting Accountants and the responsibilities of the Company.
- vi The recast standalone financial statements of the Company were taken on record and authorized to be issued to the Regional Director, Ministry of Corporate Affairs, Mumbai for onward submission to the Honourable NCLT and any other regulatory authority, as may be required, by the present Board of Directors in its meeting held on March 09, 2023.

1.7 Basis for preparation of recast standalone financial statements

The recast standalone financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India, and the applicable accounting standards 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). The recast standalone financial statements have been prepared on accrual basis under historical cost convention.

For the purpose of preparation of recast standalone financial statements, the scope of work of the Recasting Accountants as per the letter of engagement dated October 9, 2019 inter alia includes:

- (i) reviewing whether the Company's standalone financial statements for the period are prepared in all material respects to comply with the relevant accounting standards as applicable and in compliance with the Act and other accounting principles generally accepted in India;
- (ii) reviewing of investigation reports as made available by the management of the Company and addressing the relevant irregularities pointed out in such reports from the perspective of their accounting/ financial reporting impact;
- (iii) testing of the Company's material assets for impairment based on valuation reports, projected cash flows and other underlying assumptions and other justifications provided by the Company's management relevant to the period;
- (iv) presenting preliminary findings regarding any material accounting errors/ omissions/ misstatements identified and agreeing with the Management and other stakeholders for rectification entries to be passed in respect of the same and
- (v) based on all reviews, preparing and presenting re-cast standalone financial statements for the period for the Company's Audit Committee, the Board and the Statutory Auditors and providing explanation relating to any material departures from those accounting standards jointly with the Company so as to ensure that the management's objective of the re-cast standalone financial statements give a true and fair view in accordance with the applicable Financial Reporting Standards and other generally accepted accounting principles in India is achieved.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2014

The Company's responsibilities as per the letter of engagement dated October 9, 2019 interalia includes:

- (i) providing the Recasting Accountants with all information, including books of accounts, vouchers, policies, SOPs, reports and other records/documentation of the Company, whether kept at the Head Office or elsewhere, that are relevant for carrying out the activities as mentioned under the 'Scope of Work' section of the engagement letter
- (ii) Informing the Recasting Accountants of facts that may affect the Company's standalone financial statements, which the Management may become aware of during the period from the date of our appointment to the date of completion of the Assignment.

Note 1B : Significant Accounting Policies

1.8 Significant judgments, estimates and assumptions for preparation of recast standalone financial statements:

The preparation of recast standalone financial statements requires management of the Company to make estimates and assumptions considered in the reported amounts of assets and liabilities (including Contingent liabilities) as of the date of recast financial statements and the reported income and expenses during the reporting period. The recast financial statements have been prepared on the basis of estimates and assumptions used in the original financial statements which were, as reported in the original standalone financial statements considered as prudent and reasonable or considering estimates and assumptions that were available as on the date of the balancesheet. Actual results could differ from these estimates. In case the actual results are different from those estimates, the effect thereof is given in the recast financial statements of the period in which the event materialise. Any change in such estimates is accounted prospectively.

The recast standalone financial statements have been prepared by adopting the Significant Accounting Policies which were adopted in preparation of the original standalone financial statements. The details of adjustments made to original standalone financial statements are given in note no 48. Such adjustments are in accordance with applicable accounting standards considering the principles of prudence and reasonability.

Accounting Standard on "Contingencies and Events Occurring After the Balance Sheet Date" (AS 4) requires that events, that occur between the balance sheet date and the date on which the financial statements are approved by the board of directors, which provide additional information materially affecting the determination of the amounts relating to conditions existing at the balance sheet date need to be considered for adjustments to values of assets and liabilities as at the balance sheet date or for the purposes of disclosures in the financial statements. Accordingly, subsequent events which have provided additional information or clarity relating to likely outcome of the matters which were existing on the date of the balance sheet have been considered in these recast standalone financial statements.

The NCLT's order dated January 1, 2019 ordering re-opening of the books of accounts and re-casting of the standalone financial statements was passed on the ground that the affairs of the company were mismanaged during the relevant period, casting a doubt on the reliability of financial statements. However, the order does not include any specific details about the same. The investigation initiated by SFIO to ascertain the factual details and impact on the state of affairs of the Company due to fraudulent activities, if any, and mismanagement of affairs is not completed and SFIO has not submitted its report and accordingly, no adjustments to the recast standalone financial statements on account of the same have been made. The New Board has appointed forensic auditors. Refer Note No. 40 and Note No. 41 in respect of status and findings of the relevant inquiries / forensic audit undertaken to ascertain the factual details and impact on the state of affairs of the Company.

1.9 Fixed Assets and Depreciation/Amortisation

(a) Tangible assets and depreciation

Tangible fixed assets acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any.

The acquisition cost includes the purchase price (excluding refundable taxes) and expenses such as delivery and handling costs, installation, legal services and consultancy services, directly attributable to bringing the asset to the site and in working condition for its intended use.

Where the construction or development of any asset requiring a substantial period of time to set up for its intended use is funded by borrowings, the corresponding borrowing costs are capitalised up to the date when the asset is ready for its intended use.

Depreciation on tangible fixed assets is computed as under:

- (i) In respect of premises, depreciation is computed on the Straight Line Method at the rates provided under Schedule XIV of the Companies Act, 1956.
- (ii) The Company has adopted the Straight Line Method of depreciation so as to depreciate 100% of the cost of the following type of assets at rates higher than those prescribed under Schedule XIV to the Companies Act, 1956, based on the Management's estimate of useful life of such assets:

Asset Type	Estimated Useful Life
Data processing equipments	4 years
Specialised office equipments	3 years
Assets provided to employees	3 years

- (iii) Leasehold improvement costs are capitalised and amortised on a straight-line basis over the period of lease agreement.
- (iv) All categories of assets costing less than ₹ 5,000 each and mobile phones are fully depreciated in the year of purchase.
- (v) Depreciation on fixed assets, other than on assets specified in Notes 1.9(a) (i), (ii), (iii) and (iv) above, is provided for on the Written Down Value Method at the rates provided under Schedule XIV to the Companies Act, 1956. Depreciation is computed pro-rata from the date of acquisition of and up to the date of disposal.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2014

(b) Intangible assets and amortisation

Intangible assets comprise of software and amounts paid for acquisition of commercial rights under an "Operation and Maintenance" agreement of a toll road project.

Intangible assets are reported at acquisition cost with deductions for accumulated amortisation and impairment losses, if any.

Intangible assets are amortised on a "straight line" basis over their estimated useful lives. The estimated useful life of software is four years. The amount paid for the Commercial Rights acquired under the "Operations and Maintenance" agreement, is amortised over the minimum balance period of the concession agreement relating to the corresponding toll road project as it existed at the time of acquisition.

1.10 Impairment of Assets

The carrying values of assets of the Company's cash-generating unit are reviewed for impairment annually or more often if there is an indication of decline in value. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment loss is recognised, if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the estimated future cash flows to their present value based on appropriate discount factor.

1.11 Investments

(a) Investments are capitalised at actual cost including costs incidental to acquisition. Dividend received attributable to the period prior to acquisition of investment is reduced from the cost of investment in the year of receipt.

(b) Cost of investment property acquired in exchange for an asset is determined by reference to the fair value of the asset given up.

(c) Investments are classified as long-term or current at the time of making such investments.

(d) Long-term investments are individually valued at cost, less provision for diminution that is other than temporary.

(e) Current investments are valued at the lower of cost and fair value.

1.12 Revenue Recognition

The Company's service offerings include advisory and management services, supervisory services (including as lenders' engineers), operation and maintenance services, toll collection services for toll road projects and rendering assistance to applicant for toll road concessions with the bidding process.

Revenue is recognised when it is realised or realisable and earned. Revenue is considered as realised or realisable and earned when it has persuasive evidence of an arrangement, delivery has occurred, the sales price is fixed or determinable and collectability is reasonably assured.

Revenue in respect of arrangements made for rendering services is recognised over the contractual term of the arrangement. In respect of arrangements, which provide for an upfront payment followed by additional payments as certain conditions are met (milestone payments), the amount of revenue recognised is based on the services delivered in the period as stated in the contract. In respect of arrangements where fees for services rendered are success based (contingent fees), revenue is recognised only when the factor(s) on which the contingent fees is based, actually occur and the collectability is reasonably assured.

Revenue from development projects under fixed - price contracts, where there is no uncertainty as to measurement or collectability of consideration is recognised based on the milestones reached under the contracts.

Contract revenue and costs associated with the construction of roads is recognised by reference to the stage of completion of the projects at the Balance Sheet date. The stage of completion of a project is determined by the proportion that the contract cost incurred for work performed up to the Balance Sheet date bears to the estimated total contract costs.

Any excess revenue recognised in accordance with the stage of completion of the project, in comparison to the amounts billed to the clients in accordance with the milestones completed as per the respective development agreements, is carried forward as "Unearned Revenue".

Any short revenue recognised in accordance with the stage of completion of the project, in comparison to the amounts billed to the clients in accordance with the milestones completed as per the respective development agreements, is carried forward as "Unbilled Revenue".

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable provided it is not unreasonable to expect ultimate collection.

Dividend, other than attributable to the period prior to acquisition of investment, is recognised as income when the unconditional right to receive the payment is established.

1.13 Foreign Currency Transactions

Transactions in foreign currencies are translated to the reporting currency based on the exchange rate on the date of the transaction. Exchange difference arising on settlement thereof during the period is recognised as income or expense in the Statement of Profit and Loss.

Foreign currency denominated cash and cash equivalents, assets (other than those that are in substance the Company's net investment in a non integral foreign operation), and liabilities (monetary items) outstanding as at the year end are valued at closing-date rates, and unrealised translation differences are included in the Statement of Profit and Loss.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2014

Non monetary items (such as equity investments) denominated in foreign currencies are reported using the exchange rate as at the date of the transaction. Where such items are carried at fair value, these are reported using exchange rates that existed on dates when the fair values were determined.

Inter-company receivables or payables for which settlement is neither planned nor likely to occur in the foreseeable future and are in substance an extension to or a deduction from the Company's net investments in a non - integral foreign operations are also translated at closing rates but the exchange differences arising are accumulated in the foreign currency translation reserve until disposal of the net investment, at which time they are recognised as income or expense in the Statement of Profit and Loss. Any repayment of receivables or payables forming part of net investment in foreign operations is considered as partial disposal of investments in foreign operations and amounts previously recognised in the foreign currency translation reserve is adjusted on such recovery.

1.14 Employee Benefits

(a) Short term

Short term employee benefits are recognised as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the Company.

(b) Long term

The Company has both defined-contribution and defined-benefit plans, of which some have assets in special funds or securities. The plans are financed by the Company and in the case of some defined contribution plans by the Company along with its employees.

(i) Defined-contribution plans

These are plans in which the Company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to the employees' provident fund, family pension fund and superannuation fund. The Company's payments to the defined-contribution plans are reported as expenses in period in which the employees perform the services that the payment covers.

(ii) Defined-benefit plans

Expenses for defined-benefit gratuity plans are calculated as at the balance sheet date by independent actuaries in a manner that distributes expenses over the employee's working life. These commitments are valued at the present value of expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees.

The actuarial gains and losses are recognised immediately in the Statement of Profit and Loss.

(c) Others

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the period end are reported as expenses in the period in which the employees perform the services that the benefit covers at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment or encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method.

1.15 Taxes on Income

Taxes include taxes on the Company's taxable profits, adjustment attributable to earlier periods and changes in deferred taxes. Current tax is the amount of income tax determined to be payable in respect of the taxable income for the year as per the Income Tax Act, 1961.

Deferred tax is calculated to correspond to the tax effect arising when final tax is determined. Deferred tax corresponds to the net effect of tax on all timing differences which occur as a result of items being allowed for income tax purposes during a period different from when they are recognised in the financial statements.

Deferred tax assets are recognised with regard to all deductible timing differences to the extent that it is probable that taxable profit will be available in future against which deductible timing differences can be utilised.

When the Company carries forward unused tax losses and unabsorbed depreciation, deferred tax assets are recognised only to the extent there is virtual certainty backed by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced by the extent that it is no longer probable that sufficient taxable profit will be available to allow all or a part of the aggregate deferred tax asset to be utilised.

1.16 Lease Accounting

Leases of assets where the lessor retains substantially all the risks and benefits of ownership of the assets are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight line basis over the lease term. Any compensation, according to agreement, that the lessee is obliged to pay to the lessor if the leasing contract is terminated prematurely is expensed during the period in which the contract is terminated.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2014

1.17 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provision for final dividend payable (including dividend tax thereon) is made in the financial statements of the period to which the dividend relates when the same is proposed by the Board of Directors after the Balance Sheet date but before the approval of financial statements of the period to which the dividend relates. Provisions (excluding employee benefits) are not discounted to their present value and are determined based on best estimates required to settle the obligation at the Balance Sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised but are disclosed in the notes to the financial statement. A contingent asset is neither recognised nor disclosed.

1.18 Borrowing Costs

Borrowing costs are recognised in the period to which they relate, regardless of how the funds have been utilised, except where it relates to the financing of construction or development of assets requiring a substantial period of time to prepare for their intended future use. Borrowing Costs are capitalised up to the date when the asset is ready for its intended use. The amount of borrowing costs capitalised (gross of tax) for the period is determined by applying the interest rate applicable to appropriate borrowings outstanding during the period to the average amount of accumulated expenditure for the assets during the period.

1.19 Cash and Cash Equivalents

Cash comprises of Cash on Hand, Cheques on Hand, current account and demand deposits with Banks. Cash Equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risks of changes in value.

1.20 Cash Flow Statement

The Cash Flow Statement is prepared in accordance with the "Indirect Method" as explained in the Accounting Standard (AS) 3 on Cash Flow Statements.

1.21 Earnings per Share

Basic earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholders of the Company (after deducting preference share dividend, attributable tax thereon and related redemption premium) by the weighted average number of equity shares in issue during the period.

Diluted earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholders of the Company (after deducting preference share dividend, attributable tax thereon and related redemption premium) by the weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities.

1.22 Derivative Transactions

Premium paid on option contracts acquired is treated as an asset until maturity. Premium received on option contracts written is treated as liability until maturity. In case of Forward exchange contracts which are not intended for trading or speculation purposes, the premium or discount arising at the inception of such a forward exchange contract is amortised as expense or income over the life of the contract. Exchange differences on such a contract are recognised in the Statement of Profit and Loss in the reporting period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such a forward exchange contract is recognised as income or as expense for the period.

1.23 Redemption Premium on Preference Shares

Fixed premium on redemption of Preference Shares, is recognised by the Company out of Securities Premium Account prior to the contractual date of redemption of the Preference Shares.

Premium on redemption which is contractually accruing annually to the preference shareholders is accrued by way of appropriation out of Statement of Profit and Loss.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 2: Share capital

Particulars	As at March 31, 2014		As at March 31, 2013	
	Number of Shares	₹ In Million	Number of Shares	₹ In Million
Authorised				
Equity Shares of ₹ 10/- each	50,00,00,000	5,000.00	25,00,00,000	2,500.00
Preference Shares of ₹ 10/- each	1,00,00,00,000	10,000.00	-	-
Issued, Subscribed and Paid up (Refer Note 2.1 to 2.4)				
Equity Shares of ₹ 10/- each fully paid	19,42,67,732	1,942.68	19,42,67,732	1,942.68
20.50% Cumulative Redeemable Preference Shares of ₹ 10/- each fully paid ("20.50% CRPS")	20,00,00,000	2,000.00	-	-
10.40% Rated Listed Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares of ₹ 10/- each ("CNCRPS") ("10.40% ITNL CNCRPS 2017")	10,72,50,000	1,072.50	-	-
10.50% Rated Listed Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares of ₹ 10/- each ("10.50% ITNL CNCRPS 2018")	1,92,00,000	192.00	-	-
11% Rated Unlisted Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares of ₹ 10/- each ("11% ITNL CNCRPS 2021")	5,00,00,000	500.00	-	-
Total	57,07,17,732	5,707.18	19,42,67,732	1,942.68

2.1 Of the above, 135,000,000 (As at March 31, 2013 : 135,000,000) equity shares are held by the Holding Company viz. Infrastructure Leasing & Financial Services Limited ("IL&FS"), 2,440,534 (As at March 31, 2013 : 2,440,534) equity shares are held by a fellow subsidiary viz. IL&FS Financial Services Limited. 100,000,000 20.50% CRPS each are held by two fellow subsidiaries viz. IL&FS Maritime Infrastructure Company Limited ("IMICL") and IL&FS Financial Services Limited ("IFIN"), respectively

2.2 Reconciliation of the number of equity shares, Cumulative Redeemable Preference Shares ("CRPS") and Cumulative Non-Convertible Compulsorily Redeemable Preference Shares ("CNCRPS") outstanding at the beginning and at the end of the reporting period :

Equity Shares	Year ended March 31, 2014		Year ended March 31, 2013	
	Number of Shares	₹ In Million	Number of Shares	₹ In Million
Shares outstanding at the beginning of the year	19,42,67,732	1,942.68	19,42,67,732	1,942.68
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	19,42,67,732	1,942.68	19,42,67,732	1,942.68
20.50% Cumulative Redeemable Preference Shares				
Shares outstanding at the beginning of the year	-	-	-	-
Shares issued during the year	20,00,00,000	2,000.00	-	-
Shares bought back during the half year / year	-	-	-	-
Shares outstanding at the end of the year	20,00,00,000	2,000.00	-	-
10.40% Rated Listed Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares 2017				
Shares outstanding at the beginning of the year	-	-	-	-
Shares issued during the year	10,72,50,000	1,072.50	-	-
Shares bought back during the half year / year	-	-	-	-
Shares outstanding at the end of the year	10,72,50,000	1,072.50	-	-
10.50% Rated Listed Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares 2018				
Shares outstanding at the beginning of the year	-	-	-	-
Shares issued during the year	1,92,00,000	192.00	-	-
Shares bought back during the half year / year	-	-	-	-
Shares outstanding at the end of the year	1,92,00,000	192.00	-	-
11% Rated Unlisted Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares 2021				
Shares outstanding at the beginning of the year	-	-	-	-
Shares issued during the year	5,00,00,000	500.00	-	-
Shares bought back during the half year / year	-	-	-	-
Shares outstanding at the end of the year	5,00,00,000	500.00	-	-



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

2.3 Shareholders holding more than 5% of issued, subscribed and paid up equity share capital and Cumulative Non-Convertible Compulsorily Redeemable Preference Shares :

Equity Shareholder	As at March 31, 2014		As at March 31, 2013	
	Number of Shares	% of total holding	Number of Shares	% of total holding
IL&FS	13,50,00,000	69.49%	13,50,00,000	69.49%

Cumulative Non-Convertible Compulsorily Redeemable Preference Shareholder	Series Name	As at March 31, 2014		As at March 31, 2013	
		Number of Shares	% of total holding	Number of Shares	% of total holding
IL&FS Maritime Infrastructure Company Limited	20.50% CRPS	10,00,00,000	26.56%	Not Applicable	Not Applicable
IL&FS Financial Services Limited	20.50% CRPS	10,00,00,000	26.56%	Not Applicable	Not Applicable
Azim Hasham Premji	11% ITNL CNCRPS 2021	2,50,00,000	6.64%	Not Applicable	Not Applicable
L and T Infrastructure Finance Company Limited	11% ITNL CNCRPS 2021	2,50,00,000	6.64%	Not Applicable	Not Applicable

2.4 The Company has one class of equity shares with face value of ₹ 10 each fully paid-up. Each shareholder has a voting right in proportion to his holding in the paid-up equity share capital of the Company. Where final dividend is proposed by the Board of Directors, it is subject to the approval of the shareholders in the Annual General Meeting.

The Company has offered 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 66,904,280 shares aggregating ₹ 6,691.54 million from the eligible shareholders. The shares offered on right basis were issued in FY 2014-15.

During the current year, the Company issued following series of Cumulative Non-Convertible Compulsorily Redeemable Preference Shares :

Series Name	Number of shares	Face value per share	Premium received per share	Maturity date	Dividend payout	Redemption terms
20.50% CRPS	20,00,00,000	10	10	Refer note 2.4(a)	20.50% per annum	Refer note 2.4(a)
10.40% ITNL CNCRPS 2017	10,72,50,000	10	10	June 23, 2017	21.06% per annum	Redemption at face value plus premium of ₹ 10 per share
10.50% ITNL CNCRPS 2018	1,92,00,000	10	10	December 23, 2018	21.44% per annum	
11% ITNL CNCRPS 2021	5,00,00,000	10	10	January 17, 2021	22.32% per annum	

2.4 (a) : The 20.50% CRPS will be redeemed starting from May 31, 2017 to May 31, 2025 at a premium of ₹ 10 per share and an additional redemption premium of 2.50% p.a. on the face value from the date of issue. See below table for details:

Date of redemption	No of shares to be redeemed (In Million)	Redemption Amount ₹ In Million
31-May-17	20.00	418.40
31-May-18	20.00	423.40
31-May-19	30.00	642.60
31-May-20	30.00	650.12
31-May-21	30.00	657.62
31-May-22	30.00	665.12
31-May-23	30.00	672.62
31-May-24	5.00	113.36
31-May-25	5.00	114.78
Total	200.00	4,357.99

2.4 (b): The coupon rate and dividend payment rate of preference shares series '10.40% ITNL CNCRPS 2017', '10.50% ITNL CNCRPS 2018' and '11% ITNL CNCRPS 2021' are different as per the share subscription agreement entered by the Company with the respective shareholders.

Rights of CNCRPS holders are as follows:

The holder(s) CNCRPS shall have no voting rights other than in respect of matters directly affecting the rights attached to the CNCRPS. In the event of any due and payable dividends on the CNCRPS remaining unpaid for a period of two years prior to the start of any General Meeting of the Equity Shareholders, the holder(s) of CNCRPS shall gain voting rights in respect of all matters placed by the Company at a General Meeting of its Equity Shareholders in accordance with the provisions of the Companies Act and the Articles of Association of the Company. In the event of winding up or repayment of capital, the holder(s) of the CNCRPS shall carry a preferential right vis-à-vis equity shareholders to be repaid the amount of paid up capital, unpaid dividends and fixed premium, in accordance with the provisions of the Companies Act and the Articles of Association of the Company. The claims of holder(s) of CNCRPS shall be subordinated to the claims of all secured and unsecured creditors of the Company but senior to equity shareholders and pari passu amongst other preference shareholders.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 3: Reserves and surplus

Particulars	₹ in Million			
	As at March 31, 2014		As at March 31, 2013	
(a) Securities Premium Account				
Opening balance	10,320.57		10,320.57	
(+) Addition during the year from issue of Cumulative Non-Convertible Compulsorily Redeemable Preference Shares	3,764.50		-	
(-) Premium utilised towards preference shares issue expenses and rights issue expenses	(67.23)	14,017.84	-	10,320.57
(b) General Reserve				
Opening balance	1,238.98		967.82	
(+) Transfer from balance in Statement of Profit and Loss	-	1,238.98	271.16	1,238.98
(c) Foreign Currency Translation Reserve (Refer Note 1.13)				
Opening Balance [net of deferred tax asset (net) of ₹ 41.37 million, (previous year ₹ 37.48 million)]	31.20		23.12	
Foreign exchange translation gain / (loss) [net of deferred tax liability of ₹ 6.14 million (Previous Year net of deferred tax asset of ₹ 3.89 million)]	(11.91)	19.29	8.08	31.20
(d) Debenture Redemption Reserve				
Opening balance	461.37		-	
(+) Transfer from balance in Statement of Profit and Loss (Refer note 3.1)	0.00	461.37	461.37	461.37
(e) Surplus in the Statement of Profit and Loss				
Opening balance	7,253.88		6,183.90	
(+) Loss for the year	(16,420.73)		2,711.64	
(-) Transfer to general reserve	-		271.16	
(-) Transfer to debenture redemption reserve	0.00		461.37	
(-) Provision for dividend payable on equity shares (Refer Note 23)	986.88		777.07	
(-) Provision for Dividend Distribution Tax on dividend payable on equity shares	167.72		132.06	
(-) Provision for dividend payable on preference shares (Refer Note 23)	305.11		-	
(-) Provision for Dividend Distribution Tax on dividend payable on preference shares	51.85		-	
(-) Redemption premium on 20.50% CRPS (Refer Note 3.2)	-	(10,678.41)	-	7,253.88
Total		5,059.07		19,306.00

3.1. The Company had issued Non Convertible Debentures (NCDs) as detailed in Note 4.1 In terms of Section 117C of the Companies Act, 1956 read with the General circular No. 9/2002 (General Clarification No. 6/3/2001-CL.V dated April 18,2002) ("the General Circular") issued by the Ministry of Corporate Affairs, the Company being an Infrastructure Company is required to create Debenture Redemption Reserve to the extent of 25% of the value of privately placed NCDs until such NCDs are redeemed, to which adequate amounts shall be credited from out of its profits every year.

The above General Circular also prescribes that the Company has no obligation to create Debenture Redemption Reserve ("DRR") if there is no profit for a particular year. The Company had profits as per original standalone financial statements and the management had additionally appropriated ₹ 486.37 millions towards DRR. However, as per recast standalone financial statements, the Company has no profit, accordingly, such DRR has been reversed.

Accordingly the shortfall in recognition of DRR as at the date of the balance sheet amounts to Rs. 486.37 million.

3.2. In the original standalone financial statements, the erstwhile Board of Directors had created a provision of ₹ 25.62 Million towards redemption premium towards 20.50% CRPS. However, in view of loss as per recast standalone financial statements, no such provision can be created and hence, adjustment entries have been passed to reverse the redemption premium.

Accordingly the shortfall in recognition of provision for Redemption Premium towards 20.50% CRPS as at the date of the balance sheet amounts to Rs. 25.62 million.



IL&S TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 4: Long-term Borrowings

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
(a) Debentures		
Unsecured Redeemable Non-Convertible Debentures (NCDs) (Refer Note 4.1(a))	10,000.00	10,000.00
Unsecured Redeemable "ITNL, 11.50%, 2024 NCDs" Less: Unexpired Discount on issue	1,000.00 (44.65)	-
Net	955.35	-
Sub-total (a)	10,955.35	10,000.00
(b) Term Loans from banks (Refer Note 4.1(b))		
(i) Secured (Out of above ₹ 6,965.00 million is secured by an asset (book value ₹ 1,153.02 million) which was classified as Investment Property in the original financial statements [Refer note 17.1] and a residual charge over current assets and receivables and balance ₹ 490.64 is secured by fixed deposits placed with lending banks including interest accrued thereon)	7,455.64	5,720.00
(ii) Unsecured	8,496.86	2,860.00
Sub-total (b)	15,952.50	8,600.00
Total	26,907.85	18,600.00

4.1 During the year ended March 31, 2013, the Company had Listed 3 series of 10,000 Rated, Unsecured Redeemable, Non-Convertible Debentures ("NCDs") of the face value of ₹ 1,000,000 per unit on a private placement basis. These NCDs were initially allotted to J. P. Morgan Securities Asia Private Limited, J. P. Morgan Securities India Private Limited and Yes Bank Limited.
During the year ended March 31, 2014, the Company has Listed 1,000 Rated, Unsecured Redeemable, Non-Convertible Debentures ("NCDs") of the face value of ₹ 1,000,000 per unit on a private placement basis issued at discount of ₹ 45,000 per debenture. These NCDs were initially allotted to Chanakya Corporate Services Private Limited and Trust Investment Advisors Private Limited.

(a) The details of Unsecured Redeemable Non-Convertible Debentures (NCDs):

As at March 31, 2014						
Series of NCDs	No. of NCDs issued	No. of NCDs outstanding as at March 31, 2014	Face value per NCD (₹)	Rate of interest % p.a.	Terms of repayment	Earliest date of redemption
ITNL, 12.00% 2019 Series II	5,300	5,300	10,00,000	12.00	Bullet repayment	March 18, 2019
ITNL, 12.00% 2019	4,000	4,000	10,00,000	12.00	Bullet repayment	January 23, 2019
ITNL, 12.25% 2015 Series I	700	700	10,00,000	12.25 compounded annually	Bullet repayment	April 2, 2015
ITNL, 11.50%, 2024	1,000	1,000	10,00,000	11.50	Bullet repayment	February 4, 2024
Total	11,000	11,000				

As at March 31, 2013						
Series of NCDs	No. of NCDs issued	No. of NCDs outstanding as at March 31, 2013	Face value per NCD (₹)	Rate of interest % p.a.	Terms of repayment	Earliest date of redemption
ITNL, 12.00% 2019 Series II	5,300	5,300	10,00,000	12.00	Bullet repayment	March 18, 2019
ITNL, 12.00% 2019	4,000	4,000	10,00,000	12.00	Bullet repayment	January 23, 2019
ITNL, 12.25% 2015 Series I	700	700	10,00,000	12.25	Bullet repayment	April 2, 2015
Total	10,000	10,000				

The details of utilisation of proceeds of above issues are as below:

Particulars	Year ended March 31, 2014	Year ended March 31, 2013
	₹ in Million	₹ in Million
Face value of NCDs	1,000.00	10,000.00
Less: Discount on NCDs	45.00	-
Amount received from the issue	955.00	10,000.00
Utilisation:		
For repayment of loans	400.00	10,000.00
For working capital payments	531.50	-
Investment in Subsidiary	23.50	-
Total utilisation	955.00	10,000.00
Balance amount unutilised as on year end	-	-



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

(b) Terms of Repayment for long term borrowings from banks outstanding as on March 31, 2014
As at March 31, 2014

Name of Bank	₹ in Million	Terms of repayment	Due Date for repayment
Yes Bank Limited	5,225.00	16 quarterly installments of ₹ 205.25 million to ₹ 412.50 million	June 30, 2015 to March 31, 2019
Yes Bank Limited	580.00	4th of 4 installments	September 30, 2017
Yes Bank Limited	580.00	3rd of 4 installments	September 30, 2016
Oriental Bank of Commerce	825.00	3rd of 3 installments	March 31, 2018
Lakshmi Vilas Bank	750.00	2nd of 2 installments	March 27, 2016
South Indian Bank	1,000.00	Bullet repayment	March 24, 2016
Bank of Baroda	1,000.00	2nd of 2 installments	March 24, 2016
Bank of Bahrain and Kuwait	275.00	2nd of 2 installments	January 31, 2016
South Indian Bank	1,000.00	Bullet repayment	December 19, 2015
United Bank of India	750.00	2nd of 2 installments	November 21, 2015
Yes Bank Limited	580.00	2nd of 4 installments	September 30, 2015
Oriental Bank of Commerce	312.50	2nd of 3 installments	September 30, 2015
Lakshmi Vilas Bank	750.00	1st of 2 installments	September 27, 2015
Development Credit Bank	275.00	2nd of 2 installments	September 26, 2015
State Bank of Bikaner & Jaipur	500.00	2nd of 2 installments	September 24, 2015
State Bank of Travancore	500.00	2nd of 2 installments	August 23, 2015
Bank of Maharashtra	1,000.00	2nd of 2 installments	September 23, 2015
Jammu and Kashmir Bank	250.00	2nd of 2 installments	July 28, 2015
Total	15,952.50		

Terms of Repayment for long term borrowings from banks outstanding as on March 31, 2013
As at March 31, 2013

Name of Bank	₹ in Million	Terms of repayment	Due Date for Repayment
Yes Bank Limited	5,500.00	20 installments of ₹ 68.75 million to ₹ 412.50 million	June 30, 2014 to March 31, 2019
Bank of India	1,100.00	2nd of 2 installments	March 20, 2015
United Bank of India	1,000.00	Bullet repayment	June 30, 2014
Jammu & Kashmir Bank Limited	500.00	2nd of 2 installments	June 29, 2014
The Nainital Bank Limited	500.00	Bullet repayment	April 17, 2014
Total	8,600.00		

Note 5: Current maturities of long-term debt

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
Term Loans from banks (Refer note below)		
(i) Secured (Out of above ₹ 855.00 million is secured by an asset which was classified as Investment Property in the original financial statements [Refer Note 17.1] and a residual charge over current assets and receivables and balance ₹ 546.25 is secured by fixed deposits placed with lending banks including interest accrued thereon)	1,401.25	-
(ii) Unsecured	9,666.25	9,850.00
Total	11,067.50	9,850.00

Terms of Repayment for Current maturities of long-term debt from banks outstanding as on March 31, 2014
As at March 31, 2014

Name of Bank	₹ in Million	Terms of repayment	Due Date for Repayment
Yes Bank Limited	275.00	4 installments of ₹ 68.75 million each	June 30, 2014 to March 31, 2015
Oriental Bank of Commerce	312.50	1st of 3 installments	March 31, 2015
Allahabad Bank	2,000.00	Bullet repayment	March 28, 2015
Bank Of Baroda	1,000.00	1st of 2 installments	March 24, 2015
Bank of India	1,100.00	2nd of 2 installments	March 20, 2015
Bank of Bahrain and Kuwait	275.00	1st of 2 installments	January 31, 2015
United Bank of India	1,000.00	1st of 2 installments	November 21, 2014
J&K Bank	250.00	1st of 2 installments	October 29, 2014
Yes Bank	580.00	1st of 4 installments	September 30, 2014
Development Credit Bank	275.00	1st of 2 installments	September 27, 2014
State Bank of Bikaner and Jaipur	500.00	1st of 2 installments	September 24, 2014
Bank of Maharashtra	1,000.00	1st of 2 installments	September 23, 2014
State Bank of Travancore	500.00	1st of 2 installments	August 23, 2014
United Bank of India	1,000.00	Bullet repayment	June 30, 2014
Jammu & Kashmir Bank Limited	500.00	2nd of 2 installments	June 29, 2014
The Nainital Bank Limited	500.00	Bullet repayment	April 17, 2014
Total	11,067.50		



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Terms of Repayment for Current maturities of long-term debt from banks outstanding as on March 31, 2013

As at March 31, 2013			
Name of Bank	₹ in Million	Terms of repayment	Due Date for Repayment
State Bank of Travancore	500.00	Bullet repayment	March 22, 2014
Bank of Baroda	2,000.00	Bullet repayment	March 21, 2014
South Indian Bank	1,000.00	Bullet repayment	December 9, 2013
Bank of India	500.00	Bullet repayment	August 25, 2013
United Bank of India	1,000.00	1st of 2 installments	June 30, 2013
J&K Bank	500.00	1st of 2 installments	June 29, 2013
Bank of India	1,100.00	1st of 2 installments	March 20, 2014
Allahabad Bank	2,000.00	Bullet repayment	March 28, 2014
The Lakshmi Vilas Bank	1,250.00	Bullet repayment	March 27, 2014
	9,850.00		

Note 6: Short-term Borrowings

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
(a) Secured		
Loans repayable on demand from Banks (Secured by First pari passu charge over current assets and receivables)	24.04	65.75
(b) Unsecured		
(i) Loans repayable on demand from Banks	242.18	36.00
(ii) Commercial Paper	4,000.00	2,000.00
Less: Unexpired discount	(101.05)	(112.55)
Net amount	3,898.95	1,887.45
(iii) Short term loans from banks	3,400.00	6,244.50
(iv) Loans from related parties	700.00	700.00
Total	8,265.17	8,933.70

Note 7: Deferred Tax Liabilities (Net)

The Company has a net deferred tax liability of ₹ 216.28 million (As at March 31, 2013 net deferred tax liability : ₹ 5.74 million). The components are as under (Refer Notes 7.1 to 7.3):

Particulars	₹ in Million		
	As at March 31, 2013	Movement during the year (Refer note 7.2)	As at March 31, 2014
In respect of depreciation	16.21	(7.36)	8.85
In respect of employee benefits	(9.46)	(5.67)	(15.13)
In respect of unamortised borrowing costs	-	223.57	223.57
In respect of provision for doubtful debts	(1.01)	-	(1.01)
Deferred Tax Liabilities (Net)	5.74	210.54	216.28

7.1 The Company has not recognised any deferred tax asset against provision created for diminution in value of investments in absence of virtual certainty of future taxable capital gains against which the deferred tax asset could be offset.

7.2 Deferred tax charge (net) during the year includes deferred tax debit of ₹ 6.14 million on account of reversal of deferred tax asset created during the earlier years which had been directly adjusted against Foreign Currency translation reserve recognised in respect of the foreign exchange translation differences on the Company's receivables which were regarded as an extension to the Company's net investments in a foreign entity. This deferred tax asset has been reversed because the gains in respect of these have been transferred in current year from foreign currency translation reserve to Statement of Profit and Loss.

7.3 In view of what have been stated in Note 44 regarding revision of Return of Income and adopting conservative approach in the matter and further in the absence of reasonable certainty of future taxable income, no deferred tax assets relating to provision of doubtful debts, loans and advances have been recognised.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 8: Long-term Provisions

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
Provision for employee benefits	13.51	8.81
Total	13.51	8.81

Note 9: Other Long term liabilities

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
(a) Interest accrued but not due on borrowings	89.44	3.29
(b) Retention Money Payable	2,052.21	1,152.47
(c) Mobilisation Advances Received (Refer Note 30)	1,890.65	2,127.44
(d) Option Premium Liabilities (Refer Note 22 (a))	-	39.22
(e) Provision for Onerous Contract	300.00	-
Total	4,332.30	3,322.42

Note 10: Other Current Liabilities

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
(a) Interest accrued but not due on borrowings	234.17	150.66
(b) Mobilisation Advances Received (Refer Note 30)	2,500.65	1,497.59
(c) Unearned Revenue (Refer Note 30)	1,923.53	1,161.36
(d) Unpaid Dividends	0.71	0.51
(e) Option Premium Liabilities	-	76.87
(f) Other Payables (statutory dues payable)	286.86	234.77
Total	4,945.92	3,121.76

Note 11: Trade Payables

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
(a) Trade Payables - Micro and Small Enterprises	-	-
(b) Trade Payables - Others	10,366.17	6,225.43
Total	10,366.17	6,225.43

In the original standalone financial statements, the erstwhile management had stated as under:

"Based on information received by the Company from its vendors, the amount of principal outstanding in respect of Micro and Small Enterprises as at Balance Sheet date covered under the Micro, Small and Medium Enterprises Development Act, 2006 is ₹ Nil. There were no delays in the payment of dues to Micro and Small Enterprises."

Since these recast financial statements have been prepared after a substantial gap from date of the original financial statements, the present management is unable to determine this.

Note 12: Short-term Provisions

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
(a) Provision for employee benefits (net)	171.34	250.13
(b) Others		
Provision for Dividend Payable on equity shares (Refer Note 23)	986.88	777.07
Provision for Dividend Distribution Tax on dividend payable on equity shares	167.72	132.06
Provision for Dividend Payable on preference shares (Refer Note 23)	305.11	-
Provision for Dividend Distribution Tax on dividend payable on preference shares	51.85	-
Provision for tax (net)	7.46	7.44
Total	1,690.36	1,166.70



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 13: Fixed Assets

Current year :

Particulars	Gross Block (at cost)				Accumulated Depreciation and Amortisation				Net Block
	Balance as at April 1, 2013	Additions	Deletions / Adjustments	Balance as at March 31, 2014	Balance as at April 1, 2013	Depreciation for the year	Deletions / Adjustments	Balance as at March 31, 2014	Balance as at March 31, 2014
a Tangible Assets									
Buildings	14.96	-	-	14.96	1.33	0.26	-	1.59	13.37
Plant and Machinery	68.18	25.26	-	93.44	26.11	8.88	-	34.99	58.45
Furniture and Fixtures	19.33	2.74	0.06	22.01	12.99	1.72	0.05	14.66	7.34
Vehicles	100.99	24.47	2.91	122.55	48.57	16.40	2.41	62.56	59.99
Office Equipments	32.34	7.40	1.40	38.34	20.52	4.68	0.69	24.51	13.83
Data Processing Equipments	43.51	17.47	0.56	60.42	29.41	8.92	0.20	38.13	22.28
Leasehold Improvements	19.28	-	-	19.28	13.12	2.18	-	15.30	3.98
Total	298.59	77.34	4.93	371.00	152.05	43.03	3.34	191.74	179.26
b Intangible Assets									
Computer Software (Acquired)	281.66	69.73	-	351.39	219.47	63.58	-	283.05	68.34
Commercial Rights (Acquired)	60.00	-	-	60.00	17.60	2.65	-	20.25	39.75
Total	341.66	69.73	-	411.39	237.07	66.23	-	303.30	108.09
c Capital Work-In-Progress									
	25.67	24.12	25.67	24.12	-	-	-	-	24.12
Grand Total	665.92	171.19	30.60	806.51	389.12	109.25	3.34	495.04	311.47



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 13: Fixed Assets

Previous year :

Particulars	Gross Block (at cost)			Accumulated Depreciation and Amortisation				Net Block
	Balance as at April 1, 2012	Additions	Deletions / Adjustments	Balance as at March 31, 2013	Balance as at April 1, 2012	Depreciation for the year	Deletions / Adjustments	
a Tangible Assets								
Buildings	14.96	-	-	14.96	1.09	0.24	-	13.63
Plant and Machinery	63.86	4.32	-	68.18	19.62	6.49	-	42.07
Furniture and Fixtures	16.71	2.68	0.06	19.33	11.09	1.96	0.06	6.34
Vehicles	82.90	19.76	1.67	100.99	33.74	16.07	1.24	52.42
Office Equipments	28.51	4.23	0.40	32.34	16.31	4.53	0.32	11.82
Data Processing Equipments	36.30	7.21	-	43.51	22.83	6.58	-	14.10
Leasehold Improvements	12.45	6.83	-	19.28	8.18	4.94	-	6.16
Total	255.69	45.03	2.13	298.59	112.86	40.81	1.62	152.05
b Intangible Assets								
Computer Software (Acquired)	266.41	15.25	-	281.66	150.70	66.77	-	64.19
Commercial Rights (Acquired)	60.00	-	-	60.00	16.95	2.65	-	40.40
Total	326.41	15.25	-	341.66	167.65	69.42	-	237.07
c Capital Work-In-Progress #								
Capital Work-In-Progress #	3.19	25.67	3.19	25.67	-	-	-	25.67
Grand Total	585.29	85.95	5.32	665.92	280.51	110.23	1.62	389.12

Capital Work-In-progress of ₹ 25.67 is advance payment towards Intangible Assets.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 14: Non-Current Investments

₹ in Million

Particulars	As at March 31, 2014	As at March 31, 2013
Investment property (Refer Note 17.1)	-	1,153.02
Trade Investments (Refer A below)		
(a) Investments in Equity shares	33,742.71	24,229.60
(b) Investments in preference shares	2,498.00	3,492.93
(c) Investments in debentures	320.00	320.00
(d) Investments in Covered Warrants	1,693.00	1,693.00
(e) Investments in units	1,098.05	1,083.56
sub-total	39,348.67	30,819.09
Less : Provision for diminution in the value of Investments	8,700.00	510.00
Total Trade Investments	30,648.67	30,309.09
Total Investments	30,648.67	31,462.11

A. Details of Trade Investments (Refer Notes 14.1 to 14.10)							
Sr. No.	Name of the Entity	As at March 31, 2014			As at March 31, 2013		
		Quantity	Face Value per unit (₹)	₹ in million	Quantity	Face Value per unit (₹)	₹ in million
(a)	Investment in Equity shares						
	In Subsidiaries (Unquoted; Fully paid - At Cost)						
	Gujarat Road and Infrastructure Company Limited ("GRICL") (Refer note 14.1 and 14.9)	4,63,74,321	10	442.50	7,65,42,268	10	442.50
	North Karnataka Expressway Limited (Refer note 14.1)	77,20,823	10	77.21	77,20,823	10	77.21
	East Hyderabad Expressway Limited (Refer note 14.1)	2,16,89,400	10	216.89	2,16,89,400	10	216.89
	ITNL International Pte. Ltd., Singapore (Nominal value US\$ 1 each) (Refer note 14.6)	4,80,50,001	Not Applicable	2,435.13	3,60,50,001	Not Applicable	1,761.72
	ITNL Road Infrastructure Development Company Limited (Refer note 14.1)	14,00,00,000	10	1,400.00	5,20,00,000	10	520.00
	Elsamex S.A. (Nominal value Euro 60.10121 each) (Refer note 14.1 and 14.2)	2,60,949	Not Applicable	2,722.34	2,60,949	Not Applicable	2,722.34
	Vanish Nimay Infraprojects Limited (Refer note 14.1 and 14.3)	1,43,00,000	10	145.00	1,43,00,000	10	145.00
	IL&FS Rail Limited	27,99,85,532	10	2,799.86	14,46,78,870	10	1,446.79
	Hazratnagar Ranchi Expressway Limited (Refer note 14.1)	9,69,40,000	10	969.40	37,000	10	0.37
	Pune Sholapur Road Development Company Limited (Refer note 14.1)	16,00,00,000	10	1,600.00	16,00,00,000	10	1,600.00
	West Gujarat Expressway Limited (Refer note 14.1)	1,47,99,985	10	100.50	1,47,99,985	10	100.50
	Moradabad Bareilly Expressway Limited (Refer note 14.1)	22,16,60,000	10	2,216.60	22,16,60,000	10	2,216.60
	Jharkhand Road Projects Implementation Company Limited (Refer note 14.1)	24,24,48,000	10	2,424.48	22,81,23,000	10	2,281.23
	Chenani Nashri Tunnelway Limited (Refer note 14.1)	37,20,00,000	10	3,720.00	37,20,00,000	10	3,720.00
	MP Border Checkposts Development Company Limited (Refer note 14.1)	4,89,43,847	10	489.44	4,89,43,847	10	489.44
	Badarpur Tollway Operations Management Limited	49,994	10	0.50	49,994	10	0.50
	Rapid MetroRail Gurgaon Limited (Refer note 14.8)	15,69,32,083	10	1,569.32	27,083	10	0.27
	Futureage Infrastructure India Limited	30,00,000	10	30.00	30,00,000	10	30.00
	Charminar Robopark Limited (Refer note 14.1)	46,80,000	10	46.80	41,80,000	10	41.80
	Karyavattom Sports Facilities Limited (Refer note 14.1)	1,50,49,940	10	150.50	1,50,49,940	10	150.50
	Kiratpur Ner Chowk Expressway Limited (Refer note 14.1)	17,70,00,000	10	1,770.00	2,85,00,000	10	285.00
	ITNL Offshore Pte. Ltd., Singapore (Nominal value US\$ 1 each) (Refer note 14.1)	33,70,500	Not Applicable	208.44	50,000	Not Applicable	2.60
	Baleshwar Kharagpur Expressway Limited (Refer note 14.1)	11,63,00,000	10	1,163.00	5,58,40,000	10.00	558.40
	Sikar Bikaner Highway Limited (Refer note 14.1)	12,40,50,000	10	1,240.50	9,88,00,000	10.00	988.00
	Rapid MetroRail Gurgaon South Limited (Refer note 14.1)	5,67,17,500	10	567.18	17,500	10.00	0.18
	ITNL Africa Projects Ltd., Nigeria (Nominal value Nigerian Naira 1 each)	25,00,000	Not Applicable	0.86	25,00,000	Not Applicable	0.86
	Barwa Adda Expressway Limited (Refer note 14.1)	2,82,49,940	10	282.50	-	-	-
	Khed Sinnar Expressway Limited (Refer note 14.1)	5,15,00,000	10	515.00	-	-	-
	Andhra Pradesh Expressway Limited (Refer note 14.1 and 14.10)	42,93,440	10	42.93	-	-	(Refer note 14.10)
	Name of the Entity	Quantity	Face Value per unit (₹)	₹ in million	Quantity	Face Value per unit (₹)	₹ in million
	In Joint Ventures (Fully paid - At Cost)						
	Jorabat Shillong Expressway Limited (Unquoted) (Refer note 14.1)	3,90,00,000	10	390.00	2,50,00,000	10	260.00
	NAM Expressway Limited (Unquoted) (Refer note 14.1)	11,67,54,970	10	1,167.55	11,67,54,970	10	1,167.55
	Noida Toll Bridge Company Limited (Quoted)	4,71,95,007	10	1,871.58	4,71,95,007	10	1,871.58
	In Associates (Unquoted; Fully paid - At Cost)						
	Thiruvananthapuram Road Development Company Limited (Refer note 14.1)	1,70,30,000	10	170.30	1,70,30,000	10	170.30
	Andhra Pradesh Expressway Limited (Refer note 14.10)		(Refer note 14.10)		1,65,13,080	10	165.13
	ITNL Toll Management Services Limited	24,500	10	0.25	24,500	10	0.25
	Warora Chandrapur Ballarpur Toll Road Limited (Refer note 14.1)	6,17,08,500	10	617.08	6,17,08,500	10	617.08
	In Others (Unquoted; Fully paid - At Cost)						
	Pipavay Railway Corporation Limited	1,20,00,000	10	179.00	1,20,00,000	10	179.00
	Srinagar Sonamarg Tunnelway Limited (Refer note 14.1)	7,250	10	0.07	-	-	-
	sub-total (a)			33,742.71			24,229.60



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

A. Details of Trade Investments (Refer note 14.1 to 14.10)							
Sr. No.	Name of the Entity	As at March 31, 2014			As at March 31, 2013		
		Quantity	Face Value per unit (₹)	₹ in million	Quantity	Face Value per unit (₹)	₹ in million
(b)	Investments in Preference Shares (Unquoted; Fully paid - At Cost)						
	in Subsidiaries						
	West Gujarat Expressway Limited (Refer note 14.5)	2,00,00,000	10	296.90	2,00,00,000	10	296.90
	Rapid MetroRail Gurgaon Limited (Refer note 14.8)	-	-	-	9,96,03,000	10	996.03
	Andhra Pradesh Expressway Limited (Refer note 14.7 and 14.10)	22,00,00,000	10	2,200.00			(Refer note 14.10)
	in Associates						
	Andhra Pradesh Expressway Limited (Refer note 14.7 and 14.10)			(Refer note 14.10)	22,00,00,000	10	2,200.00
	sub-total (b)			2,496.90			3,492.93
(c)	Investments in Debentures (Unquoted; Fully paid - At Cost)						
	5% Optionally Convertible Debentures of Andhra Pradesh Expressway Limited (Associate) (Refer note 14.7)	-	-	-			
	11.50% Non-Convertible Debentures of Road Infrastructure Development Company of Rajasthan Limited	3,20,00,000	10	320.00	3,20,00,000	10	320.00
	sub-total (c)			320.00			320.00
(d)	Investments in Covered Warrants (Unquoted; Fully paid - At Cost)						
	Infrastructure Leasing & Financial Services Limited (Refer note 14.4)	16,93,00,000	10	1,693.00	16,93,00,000	10	1,693.00
(e)	Investments in Units (Unquoted; Fully paid - At Cost)						
	ITNL Road Investment Trust (a Subsidiary)	10,96,062	1000	1,096.06	10,83,562	1000	1,083.56
	Grand Total (a+b+c+d+e)			39,348.67			30,819.09

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
Aggregate cost of quoted investments (Market value of ₹ 1,127.96 million; as at March 31, 2013: ₹ 941.54 million)	1,871.58	1,871.58
Aggregate cost of unquoted investments	37,477.09	28,947.51
Total	39,348.67	30,819.09



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

- 14.1 The Company has given non-disposal undertakings to the lenders and / or equity investors of certain infrastructure companies promoted by it with regard to its investments in the equity share capital of these companies as a part of promoter's undertaking to such lenders and / or equity investors. Also, the Company has given non-disposal undertakings to the grantors of the Concession to certain infrastructure companies promoted by the Company with regard to its investments in the equity share capital of these companies.
- 14.2 The Company has pledged 171,959 (As at March 31, 2013 - 171,959) equity shares representing 51% of the overall shareholding in Elsamex S.A., in favour of certain lenders for a Term Loan facility availed by Elsamex S.A.
- 14.3 The Company has pledged 14,300,000 (As at March 31, 2013- 14,300,000) shares of Vansh Nimay Infraprojects Limited ("Borrower") with IL&FS Trust Company Limited ("Security Trustee") to secure the dues of the Borrower including without limitation all principal amounts, interest expenses, penalties, costs, fees, etc payable by the Borrower in relation to the facility extended by the Consortium of Financial Institutions and Banks under the Pooled Municipal Debt Obligation Facility ("PMDO").
- 14.4 The Company's investment in "Covered Warrants" aggregating to ₹ 1,693.00 million (As at March 31, 2013 ₹ 1693.00 million) issued by Infrastructure Leasing & Financial Services Limited ("IL&FS") are variable interest debt instruments under which the holder is entitled to a proportionate share of the dividend, if any, declared by Road Infrastructure Development Company of Rajasthan Limited ("RIDCOR"), Jharkhand Accelerated Road Development Company Limited ("JARDCL"), Chhatisgarh Highways Development Company Limited ("CHDCL") and Jharkhand Road Projects Implementation Company Limited ("JRPICL") on the equity shares held by IL&FS as well as the interest granted by RIDCOR on the Fully Convertible Debentures ("FCDs") held by IL&FS. However, the Company is not entitled to rights and privileges, which IL&FS enjoys as a shareholder / debentureholder. The instruments are unsecured.
- 14.5 The Company's investment in redeemable / optionally convertible cumulative preference shares of West Gujarat Expressway Limited ("WGEL") are convertible, at the option of the Company, into 1 equity share and carry a coupon of 2% per annum upto the conversion, accrued annually in arrears ("Coupon"). An additional coupon consisting of 95% of the balance distributable profits, that may be available with WGEL after it has met all other obligations, would also accrue on the said preference shares ("Additional Coupon").
- 14.6 The Company had given long-term and short-term loans to one of its subsidiary companies, ITNL International Pte. Ltd. ("IIPL") aggregating USD 33,000,000. Out of this the Company received USD 25,000,000 during the previous year and the outstanding amount aggregating USD 8,000,000 (equivalent ₹ 421.57 million) has been converted into 8,000,000 equity shares of USD 1/- each by way of allotment of shares with effect from October 5, 2012
Also the Company had given short-term loans to IIPL of USD 4,500,000. During the current year this (equivalent ₹ 244.75 million) has been converted into 4,500,000 equity shares of USD 1/- each by way of allotment of shares with effect from April 1, 2013
- 14.7 The Company had made investment in 7,864,000 Optionally Convertible Debentures (Face value ₹ 100 each) amounting ₹ 786.40 million issued by Andhra Pradesh Expressway Limited ("APEL") and also given loans to APEL aggregating ₹ 1,262.04 million. The loan and debentures and interest accrued ₹ 151.56 million were converted on November 7, 2012 into 220,000,000 1% Non-Convertible Non-Cumulative Redeemable preference shares (Face value ₹ 10 each) aggregating to ₹ 2,200.00 million redeemable at the end of its tenor of 14 years at the amount equal to the aggregate of face value alongwith premium amount calculated at the rate of 15% per annum on the face value.
- 14.8 During the current year, the Company has invested ₹ 426.02 million in CCPS of RMGL which has been converted into Equity shares in the ratio of 1:1 on November 29, 2013. Additionally, CCPS amounting to ₹ 996.02 million held by the Company as on March 31, 2013 have also been converted into Equity shares in the ratio of 1:1 on November 29, 2013
- 14.9 During the current year, GRICL had issued 5 bonus equity shares for every 9 equity shares held by the shareholders, thereby allotting 42,523,481 shares as bonus to the Company. GRICL had reduced its paid up equity share capital by 86,936,783 shares through a scheme of capital reduction approved by High Court. Accordingly, the Company has submitted 73,596,999 shares for cancellation and revised share certificate is received dated April 28, 2014 from GRICL.
- 14.10 During the current year, the Company sold 12,219,620 equity shares of Andhra Pradesh Expressway Limited ("APEL") to one of its subsidiaries, ITNL Road Investment Trust ("IRIT") under a call option [Refer Note 22(a)] thereby making APEL the subsidiary of IRIT with its existing stake and additional acquisitions.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 15: Long-term Loans and Advances (Unsecured, considered good unless otherwise mentioned)

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
a. Security Deposits		
Related party	22.00	1.50
Others	64.37	593.62
sub-total (a)	86.37	595.12
b. Advance for Investment in Equity shares (Refer Note 15.2)	1,000.00	1,000.00
c. Loans and advances to related parties		
Long term loans	5147.78*	4,808.47
Less : Provision for doubtful loans	(4495.10)	-
Advance towards Share Application Money (Refer Note 15.1)	1,290.57	2,095.09
Less : Provision for doubtful advances	(530.50)	-
sub-total (c)	1,412.75	6,903.56
d. Other Loans and Advances		
Prepaid expenses	88.55	168.10
Prepaid Gratuity (Refer Note 27.2(b))	21.12	-
Inter corporate deposits	-	38.66
Preconstruction and Mobilisation advances paid to contractors and other advances	2,658.53	2,762.93
Advance towards Share Application Money	200.00	200.05
Advance payment of taxes (net of provision)	1,877.68	485.64
Long term loans	831.90	792.80
Less : Provision for doubtful loans	(168.10)	-
sub-total (d)	5,509.68	4,448.18
Total	8,008.80	12,946.86

*Includes outstanding loans to subsidiaries and associates of Rs. 4804.28 Million and Rs. 343.50 Million respectively

15.1 The total amount of Rs. 1,290.57 million includes the following:

As required under the restructuring package of Gujarat Road and Infrastructure Company Limited ("GRICL"), approved by the Corporate Debt Restructuring Cell on June 17, 2004, the Company as one of the promoters of GRICL advanced ₹ 600.00 million towards Preference Share Capital. Out of the above advance, ₹ 150.00 million was to be applied against issue of 1% Non Cumulative Convertible Preference Shares and ₹ 450.00 million against issue of 8% Redeemable Convertible Preference Shares. GRICL proposes to convert this advance into subordinated debt. Pending completion of the process for the conversion, the Company has classified the amount as "Advance towards Share Application Money".

15.2 During the year ended March 31, 2013, the Company had paid ₹ 1,000 million in terms of share purchase agreement executed on March 18, 2013 to the party having Concession rights, whereby the Company was to acquire additional stake of 34.5% so as to increase its stake to 49% in equity of a special purpose vehicle ("SPV") formed for construction, operation and maintenance of Z-morh Tunnel including approaches on National Highway no. 1 (Srinagar Sonamarg Gumri Road) in the state of Jammu and Kashmir. Since such additional stake will be allotted / acquired at a future date, the above payment is classified as "Advance for Investment in Equity shares" and will be added to the cost of investments on acquisition of such additional stake.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 16: Short-term Loans and Advances (Unsecured, considered good)

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
a. Loans and Advances to Related Parties		
Short-term loans (Refer Notes 14.6 and 14.7)	4971.00*	2,944.05
Less : Provisions for doubtful loans	(2968.00)	-
Advances recoverable	656.37	367.19
Less : Provisions for doubtful advances	(3.46)	-
	2,655.91	3,311.24
b. Others		
Short-term loans	2,740.97	1,878.86
Less : Provisions	(792.50)	-
Prepaid expenses	122.75	129.66
Staff loans	20.93	14.13
Indirect tax balances / Receivable credit	329.43	4.65
Mobilisation advances paid to contractors and other advances	2,840.84	1,507.92
Advances receivable	236.36	273.61
	5,498.78	3,808.83
Total	8,154.69	7,120.07

*includes outstanding loans to subsidiaries, associates and other related parties of Rs. 4289.50 Million, Rs. 601.00 Million and Rs. 80.50 Million respectively



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 17: Other non-current assets

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
Retention Money Receivable (Refer Note 30)	1,184.37	719.20
Interest Accrued but not due (Refer Note 14.7)	520.89	364.93
Less: Provisions	(291.99)	-
Balances with Banks in deposit accounts (Restricted) (Refer Note 17.3)	1,512.14	770.00
Unamortised borrowing costs	422.95	327.45
Recoverable from erstwhile Directors for managerial remuneration paid / accrued (Refer Note 17.2)	82.66	-
Consideration paid for acquisition of commercial premises (Refer Note 17.1)	1,153.02	-
Total	4,584.05	2,181.58

17.1 During the previous year, the Company had exercised an option available vide an Agreement entered into by it, by virtue of which it has become entitled to 49,555 sq. ft. area in a commercial development project in Mumbai in lieu of the outstanding balance of advance given of ₹ 1,118.46 million (including interest accrued of ₹ 127.68 million). The Company has received letter of allotment for the abovementioned area, however, such letter does not specify identification of specific premises that would be allotted to the Company. In addition, such premises / areas were also under construction as on the date of the balance sheet and possession of the same was not given to the Company. Since the re-casting of the standalone financial statements is for the financial year 2013-14 and subsequent four years, no adjustments including re-grouping have been made to the figures of earlier years and hence the same may not be comparable. The Company had paid ₹ 34.56 million towards incidental expenses in relation to conversion which was added to the cost of the property and hence, the same is also regrouped as "Consideration paid for acquisition of commercial premises". This was shown as Investment Property in Note 14 in previous year. This has been provided as security to one of the lenders [Refer Note 4(b)(i) and 5(i)]

17.2 The Company had recognised managerial remuneration to erstwhile Managing Director (MD) / Whole-time Director (WTD) based on their respective appointment terms and also commission to other directors considering the profit as per the original standalone financial statements. However, as per the recast standalone financial statements, there is absence of profits and accordingly, the overall maximum managerial remuneration/ commission payable have been re-computed in terms of provisions of section 197 of the Companies Act, 1956 and other related provisions. The relevant details are tabulated hereunder. This working is in line with opinion obtained by the Group from an expert. The Company is yet to make formal claim for recovery of such amount. In the opinion of the management, necessary steps will be taken to recover such amount and accordingly, it has been classified under the head "Recoverable from erstwhile Directors for managerial remuneration paid / accrued".

₹ in Million					
Sr. No	Name	Nature of Payment	Amount recognised as per original financial statements	Amount as per recast financial statements	Amount Recoverable
1	Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	53.91	5.90	48.01
2	Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	29.08	4.09	24.99
3	Deepak Dasgupta	Commission	1.68	-	1.68
4	Deepak Satwalekar	Commission	1.20	-	1.20
5	R C Sinha	Commission	1.44	-	1.44
6	H P Jamdar	Commission	1.20	-	1.20
7	Ravi Parthasarathy	Commission	0.90	-	0.90
8	Hari Sankaran	Commission	0.90	-	0.90
9	Arun K Saha	Commission	0.90	-	0.90
10	Pradeep Puri	Commission	0.72	-	0.72
11	Vibhav Kapoor	Commission	0.72	-	0.72
Total			92.65	9.99	82.66

17.3 Under banks lien as security against the credit facilities extended to the Company



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 18: Other current assets

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
Interest Accrued and due	543.18	338.55
Less: Provisions	(467.79)	-
Interest Accrued but not due	489.36	355.93
Less: Provisions	(361.59)	-
Unbilled revenue (Refer Note 30)	1,137.08	1,737.06
Unamortised borrowing costs	234.78	31.90
Advance paid to Vendors	81.91	-
Dividend Receivable	161.88	-
Total	1,818.81	2,463.44

Note 19: Trade Receivables

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
<u>Trade receivables outstanding for a period less than six months from the date they are due for payment</u>		
Unsecured, considered good	19,039.67	15,076.93
Unsecured, considered doubtful	157.04*	-
Less: Provision for doubtful debts	(157.04)	-
	19,039.67	15,076.93
<u>Trade receivables outstanding for a period exceeding six months from the date they are due for payment</u>		
Unsecured, considered good	5,428.69	900.59
Unsecured, considered doubtful	330.86*	3.00
Less: Provision for doubtful debts	(330.86)	(3.00)
	5,428.69	900.59
Total	24,468.36	15,977.52

*In the original financial statements, Rs. 3 million was shown as 'Unsecured, considered doubtful'. Based on the provision considered in the recast financial statements, Rs. 157.04 Million and Rs. 330.86 Million has been disclosed as 'Unsecured, considered doubtful' for a period less than six months and period exceeding six months respectively

Note 20: Cash and Cash Equivalents

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
a. Cash and cash equivalents		
Cash on hand	0.32	0.42
Balances with Banks in current accounts	108.06	52.63
Balances with Banks in deposit accounts #	42.37	1.30
	150.75	54.35
b. Others		
Unpaid Dividend accounts	0.71	0.51
Balances with Banks in deposit accounts (under lien) (less than 12 months)	425.00	-
	425.71	0.51
Total	576.46	54.86
Included in above, the balances that meet the definition of cash and cash equivalents as per AS-3 "Cash Flow Statements"	150.75	54.35

includes ₹ 40.04 million marked as lien in favour of Aditya Birla Finance Limited



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 21A: Contingent Liabilities and Commitments

₹ in Million		
Particulars	As at March 31, 2014	As at March 31, 2013
(i) Contingent Liabilities (Refer Note 21.1)		
a) Claims against the Company not acknowledged as debts Income tax demands contested by the Company	542.54	70.10
b) Guarantees (Refer Note 21.2)		
- Guarantees/counter guarantees issued to outsider in respect of group companies	21,531.58	17,819.21
- Guarantees/counter guarantees issued to outsider in respect of other than group companies	418.76	240.68
<p>(c) During the year, the Company has assigned loans aggregating to ₹ 4,645.60 million at its book value, out of which in the case of loans of ₹ 1,695.60 million, the lender has a put option on the Company on specified future dates till the maturity of the loans assigned and in the case of loans of ₹ 2,950 million the lenders are having a recourse to the Company in case of default by the borrower on the due dates.</p> <p>During the previous year, the Company had assigned loans aggregating to ₹ 3,000 million at its book value, out of which in the case of loans of ₹ 1,000 million, the lender has a put option on the Company on specified future dates till the maturity of the loans assigned and in the case of loans of ₹ 2,000 million the lenders are having a recourse to the Company in case of default by the borrower on the due dates.</p>		
(ii) Commitments		
Investment Commitments [net of advances of ₹ 890.57 million, (As at March 31, 2013 : ₹ 1,695.14 million)]	26,128.20	19,506.91

21.1 The Company does not expect any outflow of economic resources in respect of the above and therefore no provision is made in respect thereof.

21.2 Certain bankers have issued guarantees which have been shown under "Guarantees/counter guarantees issued in respect of other companies" aggregating ₹ 3,684.68 million (as at March 31, 2013 : ₹ 1,516.02 million) against a first charge on the receivables (including loans and advances) of the Company.

Note 21B: Letter of comfort, letter of awareness and letter of financial support

(i) The Company has issued letter of comfort / letter of awareness in respect of loans availed by a few of its subsidiaries aggregating to ₹ 1,557 Million

(ii) Letter of financial support has been issued by the Company to ITNL Road Infrastructure Development Company Limited and to West Gujarat Expressway Limited to enable them to continue their operations and meet their financial obligation as and when they fall due.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 22: Derivatives and foreign currency Exposures

- a The Company as a part of its strategic initiatives to consolidate/restructure its investments in surface transport sector, has made direct investments in certain special purpose entities ("SPE"s) engaged in that sector and also invested in units of a scheme of ITNL Road Investment Trust (the "Scheme") which in turn has made investments in such SPEs. Amounts invested include derivative instruments in the form of call options.

The amounts outstanding as at March 31, 2014 in respect of derivative transactions are summarised below:

Particulars	Number of Instruments	Call option premium (₹ In Million)	Exercise price receivable (₹ in Million)
Call options written for sale of equity shares	(2)	(116.09)	NA (6.11)

Figures in brackets relate to March 31, 2013

Premium received by the Company towards call option sold by it had been aggregated under the head "Option Premium Liabilities" classified as a part of "Other Long Term Liabilities" and "Other Current Liabilities". Options in respect of "Option Premium Liabilities" amounting ₹ Nil (As at March 31, 2013 - ₹ 39.22 million) were to be exercised after a period of 12 months from the year end.

On March 27, 2014 this call option was exercised by the holder and therefore nil liability is shown as at March 31, 2014.

- b Foreign currency exposures:

The period end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below.

Amounts receivable/Investments in foreign currency on account of the following: -

Particulars	As at March 31, 2014		As at March 31, 2013	
	₹ in million	Foreign currency in Million	₹ in million	Foreign currency in million
Investments in subsidiary companies (At historical)	2,722.34	EUR 41.59	2,722.34	EUR 41.59
Investments in subsidiary companies (At historical)	2,643.57	USD 48.05	1,764.32	USD 36.10
Investments in subsidiary companies (At historical cost)	0.86	Nigerian Naira 2.50	0.86	Nigerian Naira 2.50
Dividend Receivable	161.88	EUR 1.96	-	-
Advances recoverable	150.25	USD 2.50	-	-
Advance towards Share Application Money	61.86	USD 1.00	-	-
Interest accrued on loans given	0.03	EUR 0.00	0.12	EUR 0.00
Interest accrued on loans given	-	-	8.01	USD 0.15
Loans to subsidiary companies	4.95	EURO 0.06	4.17	EURO 0.06
Loans to subsidiary companies	-	-	244.75	USD 4.50

Amounts payable in foreign currency on account of the following: -

Particulars	As at March 31, 2014		As at March 31, 2013	
	₹ in million	Foreign currency in	₹ in million	Foreign currency in
Trade payables	95.29	EUR 1.11	-	-
Trade payables	5.69	USD 0.09	-	-

Note 23: Proposed Dividend

Particulars	As at March 31, 2014		As at March 31, 2013	
	Total ₹ in Million	Per share ₹	Total ₹ in Million	Per share ₹
Dividend proposed based on original standalone financial statements and distributed to equity shareholders # (Refer Note 12)	986.88	4.00	777.07	4.00
Dividend proposed based on original standalone financial statements and distributed to 20.50% CRPS holders # (Refer Note 12)	210.05	2.05	Not applicable	Not applicable
Dividend proposed based on original standalone financial statements and distributed to 10.40% ITNL CNCRPS 2017 holders # (Refer Note 12)	61.26	2.11	Not applicable	Not applicable
Dividend proposed based on original standalone financial statements and distributed to 10.50% ITNL CNCRPS 2018 holders # (Refer Note 12)	11.17	2.14	Not applicable	Not applicable
Dividend proposed based on original standalone financial statements and distributed to 11% ITNL CNCRPS 2021 holders # (Refer Note 12)	22.63	2.13	Not applicable	Not applicable
Total	1,291.99		777.07	

It was stated as under in the original standalone financial statement:

"The Board of Directors in their meeting held on May 13, 2014 had recommended dividend of ₹ 4 per equity share of ₹ 10 each (40%) for the year ended March 31, 2014 on the existing 194,267,732 fully paid-up equity shares of the Company and on 52,452,288 equity shares to be allotted pursuant to the right issue fully subscribed on May 12, 2014."

As per the relevant resolution passed by the Board of Directors, such declaration of dividend was "out of profit for the year 2013-14"

Subsequently, the shareholders had approved the said dividend in their meeting held on August 21, 2014. Such dividends were distributed to the equity shareholders during the period August 2014 to December 2014 and to the preference shareholders in the month of May 2014 and June 2014.

As per the recast standalone financial statements, the Company has no profit for the year that can be utilized for distribution of dividend in terms of above resolution. In view of the provisions contained in section 130(2) of the Companies Act, 2013, the recast standalone financial statements shall be final. Accordingly, the above declaration and distribution of dividend is not in compliance with the provisions contained in section 205 of the Companies Act, 1956. The Audit Committee in its meeting held on March 11, 2022 decided that since there is no provision in the Companies Act, to claw back the dividend paid, no adjustment should be made in the recast standalone financial statements to this effect.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 24: Revenue from operations

Particulars	₹ in Million	
	Year ended March 31, 2014	Year ended March 31, 2013
(a) Sale of services		
Advisory and project development fees (Refer Note 47)	6,042.06	4,616.39
Supervision fees	726.59	1,069.41
Operation and maintenance income	1,132.46	800.62
(b) Construction Revenue (Refer Note 30)	26,144.72	27,205.49
Total	34,045.83	33,691.91

Note 25: Other Income

Particulars	₹ in Million	
	Year ended March 31, 2014	Year ended March 31, 2013
(a) Interest Income		
Interest on loans	1,506.74	1,539.37
Interest on debentures	46.69	65.56
Interest on covered warrants	-	98.49
Interest on call money	-	5.78
Interest on bank deposits	105.10	8.51
Other interest income	39.62	4.66
(b) Dividend Income on non-current investments	341.40	23.60
(c) Profit on sale of fixed assets (net)	0.33	0.40
(d) Foreign Exchange fluctuation gain (net)	19.36	14.90
(e) Guarantee fee income	201.91	165.93
(f) Insurance claim received	190.28	-
(g) Recovery of expenses	183.59	-
(h) Miscellaneous income	38.82	43.02
Total	2,673.84	1,970.22

Other income includes Rs. 183.60 Million (for the year ended March 31, 2013 : Nil) being claim of reimbursement expenses lodged on a group concern known as PT Mantimin. These expenses were incurred over the period ranging from January 2010 to December 2013. PT Mantimin has confirmed the balance payable by them, however, no formal contract was executed. The entire balance has remained outstanding as on the date of the balance sheet

Note 26: Operating expenses

Particulars	₹ in Million	
	Year ended March 31, 2014	Year ended March 31, 2013
Construction Contract Costs #	24,152.09	24,457.09
Fees for Legal and technical services	1,021.80	387.00
Operation and maintenance expenses (Refer Note 46)		
	1,041.95	566.17
Total	26,215.84	25,410.26

Includes Prior period expenditure of ₹ 16.10 million and reversal of expenses for current year ₹ 21.46 million (Refer Note 48.5)

Note 27: Employee benefits expense

Particulars	₹ in Million	
	Year ended March 31, 2014	Year ended March 31, 2013
Salaries and wages (Refer Note 27.1)	397.28	502.02
Contribution to provident and other funds (Refer Note 27.2)	38.40	38.96
Staff welfare expenses	41.35	39.68
Deputation Cost	72.33	52.26
Total	549.36	632.92

27.1 Employee cost is net of salaries of ₹ 21.91 Million (for the year ended March 31, 2013 : ₹ 15.51 Million), and contribution to provident and other funds of ₹ 2.27 Million (for the year ended March 31, 2013 : ₹ 1.54 million) towards amounts recovered / recoverable in respect of staff on deputation with other entities.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Expenses on defined benefit plan recognised in the Statement of Profit and Loss:

Return on plan assets: Gratuity	₹ In Million	
	For the year ended March 31, 2014	For the year ended March 31, 2013
Current service costs	10.41	9.83
Interest expense	3.78	2.88
Expected return on investment	(5.04)	(4.23)
Net actuarial loss	(1.45)	4.97
Charge to the Statement of Profit and Loss	7.70	13.45

The actuarial calculations used to estimate defined benefit commitments and expenses are based on the following assumptions, which if changed, would affect the defined benefit commitment's size, funding requirements and pension expense.

Particulars	₹ In Million	
	For the year ended March 31, 2014	For the year ended March 31, 2013
Rate for discounting liabilities	9.11%	8.28%
Expected salary increase rate	6.50%	6.50%
Expected return on scheme assets	8.00%	8.00%
Attrition rate	2.00%	2.00%
Mortality table used	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) (modified) Ultimate

The estimates of future salary increases considered in the actuarial valuation take into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

The amounts of the present value of the obligation, fair value of the plan assets, surplus or deficit in the plan, experience adjustments arising on plan liabilities and plan assets for the current period and previous four annual periods are given below:

Particulars	₹ In Million				
	As at March 31, 2014	As at March 31, 2013	As at March 31, 2012	As at March 31, 2011	As at March 31, 2010
Defined benefit obligations	45.29	50.61	37.29	31.29	22.98
Plan Assets	66.41	59.56	46.23	39.66	29.07
Unfunded liability transferred from Group Company	-	-	-	0.64	-
Surplus / (Deficit)	21.12	8.95	8.94	7.73	6.09

Experience adjustments on	₹ in Million				
	Year ended March 31, 2014	Year ended March 31, 2013	Year ended March 31, 2012	Year ended March 31, 2011	Year ended March 31, 2010
Plan liabilities (loss) / gain	(2.62)	(4.14)	(0.27)	(1.00)	0.85
Plan assets (loss) / gain	0.09	0.32	(0.26)	(0.27)	3.10

The contributions expected to be made by the Company during the next 12 months is ₹ 55.69 million.

Note 28: Finance costs

Particulars	₹ in Million	
	Year ended March 31, 2014	Year ended March 31, 2013
(a) Interest expenses		
Interest on loans	4,905.57	3,871.10
Discount on Commercial Paper	166.07	-
(b) Other borrowing costs		
Upfront fees and other finance charges	124.87	60.30
Total	5,196.51	3,931.40



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 29: Administrative and general expenses

Particulars	₹ in Million	
	Year ended	
	March 31, 2014	March 31, 2013
Electricity	13.41	8.48
Travelling and conveyance	207.82	143.83
Printing and stationery	10.84	11.04
Rent (Refer Note 32)	147.05	134.97
Rates and taxes (including wealth tax)	28.00	27.44
Repairs and maintenance (other than building and machinery)	55.13	44.53
Communication expenses	26.65	26.13
Insurance	138.98	119.89
Legal and consultation fees	110.14	75.99
Directors' fees	2.13	1.60
Bank commission	55.33	54.80
Bid documents	8.10	18.13
Brand Subscription Fees	308.45	290.33
Provision for diminution in value of Investments	8,190.00	-
Provision for Bad and Doubtful:		
Debts	484.90	-
Loans	8,423.70	-
Advances	3.46	-
Interest accrued & due	467.79	-
Interest accrued but not due	653.58	-
Share Application Money	530.50	-
Provision for Claims and Contingencies	300.00	-
Miscellaneous expenses #	214.26	227.89
Total	20,380.22	1,185.05

Miscellaneous expenses includes payment to erstwhile auditors for the following:

Particulars	₹ in Million	
	Year ended	
	March 31, 2014	March 31, 2013
Payment to erstwhile Auditor as:		
Audit Fees	16.76	12.51
Tax Audit Fees	4.85	0.65
Other Services (assurance)	2.67	3.74

Above payment to auditor includes service tax of ₹ 2.67 million (Previous year : ₹ 1.86 million)

The details of recast statutory auditor's remuneration is as under:

Payments to auditors	₹ in Million	
	Year ended	
	March 31, 2014	
For audit (including tax thereon)	2.12	
For other services	-	
Total	2.12	

Since appointment was subsequent to the date of the balance sheet, no provision for the same has been made in these recast financial statements.

Note 30: Disclosure In respect of Construction Contracts

Particulars	₹ in Million	
	Year ended	
	March 31, 2014	March 31, 2013
Contract revenue recognised as revenue during the year (Refer Note 24)	26,144.72	27,205.49
	As at March 31, 2014	As at March 31, 2013
Cumulative revenue recognised	83,419.98	57,275.26
Aggregate cost incurred up to the reporting date for contracts in progress	72,290.12	48,138.03
Profits recognised (less recognised losses) up to the reporting date for contracts in progress	11,129.86	9,137.23
Mobilisation Advance received (Refer Note 9 and 10)	4,391.30	3,625.03
Retention Money receivable (Refer Note 17)	1,184.37	719.20
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue) (Refer Note 18)	1,137.08	1,737.06
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue) (Refer Note 10)	1,923.53	1,161.36



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

27.2 Employee Benefit Obligations

(a) Defined-Contribution Plans

The Company offers its employees defined contribution plans in the form of provident fund, family pension fund and superannuation fund. Provident fund, family pension fund and superannuation fund cover substantially all regular employees. Contributions are paid during the period into separate funds under certain statutory/fiduciary-type arrangements. While both the employees and the Company pay predetermined contributions into the provident fund and pension fund, the contribution to superannuation fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary.

A sum of ₹ 28.91 Million (for the year ended March 31, 2013 : ₹ 25.51 Million) has been charged to the Statement of Profit and Loss in this respect.

(b) Defined-Benefits Plans

The Company offers its employees defined-benefit plans in the form of a gratuity scheme (a lump sum amount). Benefits under the defined benefit plans are typically based on years of service rendered and the employee's eligible compensation (immediately before retirement). The gratuity scheme covers substantially all regular employees. In the case of the gratuity scheme, the Company contributes funds to the Life Insurance Corporation of India which administers the scheme on behalf of the Company. Commitments are actuarially determined at year-end. Actuarial valuation is based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are charged to the Statement of Profit and Loss.

The net value of the defined-benefit commitment is detailed below:

Particulars	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
Present Value of Commitments	45.29	50.61
Fair value of Plan Assets	(66.41)	(59.56)
Provision / (Prepaid) amount taken to the balance sheet	(21.12)	(8.95)

Defined benefit Commitments : Gratuity	₹ in Million	
	For the year ended March 31, 2014	For the year ended March 31, 2013
Opening balance	50.61	37.29
Interest costs	3.78	2.88
Current service cost	10.41	9.83
Benefits paid	(18.17)	(4.96)
Transfer to other employer	-	-
Transfer from other employer	-	0.28
Actuarial loss	(1.35)	5.29
Closing Balance	45.29	50.61

Plan Assets: Gratuity	₹ in Million	
	For the year ended March 31, 2014	For the year ended March 31, 2013
Opening balance	59.56	46.23
Expected return on plan assets	5.04	4.23
Contributions by the Company	19.89	13.46
Benefits paid	(18.17)	(4.96)
Transfer to other employer	-	-
Transfer from other employer	-	0.28
Actuarial gain	0.09	0.32
Fair value of plan assets	66.41	59.56

Return on plan assets: Gratuity	₹ in Million	
	For the year ended March 31, 2014	For the year ended March 31, 2013
Expected return on plan assets	5.04	4.23
Actuarial gain	0.09	0.32
Actual return on plan assets	5.13	4.55



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 31 A: Jointly Controlled Entities

The Company has the following Jointly Controlled Entities as on March 31, 2014 and its proportionate share in the assets, liabilities, income and expenditure of the Jointly Controlled Entities on the basis of the Fit For Consolidation (FFC) financial statements as at / for year ended of those entities is given below:

Name of the Jointly Controlled Entities	Country of Incorporation / residence	Percentage of holding	₹ in Million						
			Share in Assets	Share in Liabilities	Share in Contingent Liabilities	Share in Capital Commitments	Share in Income	Share in Expenditure	
Noida Toll Bridge Company Limited	India	25.35% (25.35%)	1,845.98 (1,703.96)	409.47 (466.06)	- (-)	- (-)	316.22 (290.67)	109.87 (124.13)	
Jorabat Shillong Expressway Limited	India	50.00% (50.00%)	4,357.13 (3,629.73)	3,569.74 (3,014.09)	- (-)	1,044.49 (671.82)	742.16 (1,535.09)	700.43 (1,333.18)	
N.A.M. Expressway Limited	India	50.00% (50.00%)	9,027.40 (7,615.72)	5,267.86 (4,549.56)	- (-)	800.40 (1,686.00)	1,214.28 (2,821.70)	1,104.00 (2,566.14)	

Figure in brackets relate to previous periods.

Note 31 B: Jointly Controlled Operations

The Company has the following Jointly Controlled Operations as on March 31, 2014. The proportionate share in assets, liabilities, income, expense and contingent liability is not possible to disclose in absence of financial statements as at / for year ended of those operations:

Name of the Jointly Controlled Operation	Country of Incorporation / residence	Percentage of holding	₹ in Million						
			Share in Assets	Share in Liabilities	Share in Contingent Liabilities	Share in Capital Commitments	Share in Income	Share in Expenditure	
Elsamex - ITNL JVCA	Spain	50.00% (Not applicable)	- (Not applicable)	- (Not applicable)	- (Not applicable)	- (Not applicable)	- (Not applicable)	- (Not applicable)	

Note 32: Lease

The Company holds certain properties under a non-cancellable operating lease. The Company's future lease rentals under the operating lease arrangements as at the period ends are as under:

	₹ in Million	
	As at March 31, 2014	As at March 31, 2013
Future lease rentals		
Within one year	79.10	70.64
Over one year but less than 5 years	140.92	177.49
More than 5 years	13.09	5.45
	For the year ended March 31, 2014	For the year ended March 31, 2013
Total amount charged to the Statement of Profit and Loss for rent includes in respect of these properties	71.77	65.32

The lease terms do not contain any exceptional / restrictive covenants nor are there any options given to Company to renew the lease or purchase the properties. The agreements provide for changes in the rentals if the taxes leviable on such rentals change.

Note 33: Earnings per Equity Share:

Particulars	Unit	For the year ended	
		March 31, 2014	March 31, 2013
Profit / (Loss) after tax	₹ in million	(16,420.73)	2,711.64
Dividend on preference shares	₹ in million	305.11	Not applicable
Dividend Tax on dividend on preference shares	₹ in million	51.85	Not applicable
Redemption premium on preference shares	₹ in million	-	Not applicable
Profit / (Loss) available for Equity Shareholders	₹ in million	(16,777.70)	2,711.64
Weighted average number of equity shares outstanding	Number	19,42,67,732	19,42,67,732
Nominal value per equity share	₹	10.00	10.00
Basic / Diluted earnings per share	₹	(86.36)	13.96

Note 34: Income and Expenditure in foreign currency (on accrual basis)

Particulars	₹ in Million	
	Year ended March 31, 2014	Year ended March 31, 2013
Income		
Guarantee Fees	201.91	165.93
Dividend income	161.88	-
Interest income	0.11	16.92
Recovery of expenses	150.25	-
Expenditure		
Foreign Travel	3.34	4.58
Legal and consultation Fees	390.25	10.18
Seminar and conference	2.14	2.31
Deputation cost	26.21	15.00
Others	3.60	27.33



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

(i) Current Year

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	
Subsidiaries - Direct	Badarpur Tollway Operations Management Limited	BTOML	
	Baleshwar Kharagpur Expressway Limited	BKEL	
	Barwa Adda Expressway Limited	BAEL	
	Charminar RoboPark Limited	CRL	
	Chenani Nashri Tunnelway Limited	CNTL	
	East Hyderabad Expressway Limited	EHEL	
	Elsamex S.A	ELSA	
	Futureage Infrastructure India Linited	FIIL	
	GIFT Parking Facilities Limited (incorporated on January 9, 2014)	GPFL	
	Gujarat Road and Infrastructure Company Limited	GRICL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd, Singapore	IIPL	
	ITNL Offshore Pte Ltd, Singapore	IOPL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	ITNL Road Investment Trust	IRIT	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited (Since June 12, 2013)	KSEL	
	Kiratpur Ner Chowk Expressway Limited	KNCEL	
	Moradabad Bareilly Expressway Limited	MBEL	
	MP Border Checkposts Development Company Limited	MPBCDCL	
	Pune Sholapur Road Development Company Limited	PSRDCL	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	North Karnataka Expressway Limited	NKEL
		Andhra Pradesh Expressway Limited (Since March 27, 2014)	APEL
		Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Antenea Seguridad Y Medico Ambiente SA	
Area De Servicio Punta Umbria SL			
Area De Servicio Coiros S.L.			
Beasolarta S.L.			
CIESM-INTEVIA S.A. Sociedad Unipersonal			
Conservacion de Infraestructuras De Mexico SD DE CV			
Control 7, S. A			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, SLR			
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A			
Elsamex Construcao E Manutencao LTDA, Brazil (Since June 26, 2013)			
Elsamex Brazil LTDA			
ESM Mantenimiento Integral DE S.A DE C.V			
GRICL Rail Bridge Development Company Ltd (incorporated on February 24, 2014)		GRBDCL	
Grusamar Albania SHPK			
Grusamar Ingenieria Y Consulting, SL			
Grusamar India Limited		GIL	
Inteval-Gestao Integral Rodoviaria S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International JLT		IJLT	
Mantenimiento Y Conservacion De Vialidades, DE C.V			
Elsamex Maintenance Services Ltd (Since September 12, 2013)		EMSL	
Elsamex LLC (Since September 26, 2013)			
IIPL USA LLC (Since November 20, 2013)			
Sharjah General Services Company LLC (Since October 9, 2013)			
Grusamar Engenharia & Consultoria Brasil LTDA (Since August 29, 2013)			
Subsidiaries - Indirect	Rapid MetroRail Gurgaon Limited	RMGL	
	Rapid MetroRail Gurgaon South Limited	RMGSL	
	Senalizacion Viales E Imagen, SA		
	Yala Construction Company Private Limited	YCCPL	



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

(i) Current Year

Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	Abbreviation used
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 Capital Advisors Limited	ICAL
	IL&FS Education & Technology Services Limited	IETS
	IL&FS Environmental Infrastructure Services Limited	IEISL
	IL&FS Infrastructure Development Corporation Limited	IIDCL
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Township & Urban Assets Limited	ITUAL
	IL&FS Trust Company Limited	ITCL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Securities Services Limited	ISSL
	IL&FS Airport Limited	IAL
	PT Mantimin Coal Mining	PTMCM
	Chattisgarh Highways Development Company Limited	CHDCL
	Jharkhand Accelerated Road Development Company Limited	JARDCL
	Associates - Direct	Andhra Pradesh Expressway Limited (upto March 26, 2014)
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 Andaluca S.A.	CICAN
	Labetec Ensayos Técnicos Canarias, 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
Jointly Controlled Entities - Direct	Noida Toll Bridge Company Limited	NTBCL
	Jorabat Shillong Expressway Limited	JSEL
	N.A.M. Expressway Limited	NAMEL
Jointly Controlled Entities - Indirect	Geotecnia y Control De Qualitat, S.A.	
	Chongqing Yuhe Expressway Co. Ltd.	
	Consorcio De Obras Civiles S.R.L	
	Vies Y Construcciones S. R. L.	
Jointly Controlled Operations	Elsamex - ITNL JVCA	ELSAIJVCA
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director and his relatives	
	Mr Mukund Sapre-Executive Director and his relatives	
	Mr George Cherian - Chief Financial Officer	
	Mr Krishna Ghag – Company Secretary	
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)	
	Mrs. Vishpala Parathasarathy (wife of Mr Ravi Parathasarathy)	
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 35 (f) (a) above)

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Balances							
Advance towards Share Application Money (Long-term)							
GRICL	-	600.00	-	-	-	-	600.00
MPBCDCL	-	530.56	-	-	-	-	530.56
OTHERS	-	159.88	-	-	0.13	-	160.01
	-	1,290.44	-	-	0.13	-	1,290.57
Advances Recoverable (Short Term)							
ILFS	0.92	-	-	-	-	-	0.92
ELSA	-	189.54	-	-	-	-	189.54
WGEL	-	89.67	-	-	-	-	89.67
PTMCM	-	-	183.59	-	-	-	183.59
OTHERS	-	128.42	49.62	11.93	2.68	-	192.65
	0.92	407.62	233.21	11.93	2.68	-	656.36
Cost of Investment in equity shares							
CNTL	-	3,720.00	-	-	-	-	3,720.00
OTHERS	-	25,583.93	-	830.56	3,429.13	-	29,843.63
	-	29,303.93	-	830.56	3,429.13	-	33,563.63
Dividend Receivable							
ELSA	-	161.88	-	-	-	-	161.88
	-	161.88	-	-	-	-	161.88
Interest Accrued and due							
JRPICL	-	109.62	-	-	-	-	109.62
NAMEL	-	-	-	-	86.08	-	86.08
TRDCL	-	-	-	110.90	-	-	110.90
VNIL	-	96.13	-	-	-	-	96.13
WGEL	-	66.67	-	-	-	-	66.67
OTHERS	-	65.03	-	-	-	-	65.03
	-	337.44	-	110.90	86.08	-	534.42
Interest Accrued and not due							
TRDCL	-	-	-	96.67	-	-	96.67
JRPICL	-	189.85	-	-	-	-	189.85
OTHERS	-	24.47	1.15	-	-	-	25.62
	-	214.31	1.15	96.67	-	-	312.13
Interest accrued but not due on borrowings							
NKEL	-	144.47	-	-	-	-	144.47
	-	144.47	-	-	-	-	144.47
Investment in Covered Warrants							
ILFS	1,693.00	-	-	-	-	-	1,693.00
	1,693.00	-	-	-	-	-	1,693.00
Investment in Preference Shares							
WGEL	-	296.90	-	-	-	-	296.90
	-	296.90	-	-	-	-	296.90
Investment in Redeemable optionally convertible cumulative preference shares							
APEL	-	2,200.00	-	-	-	-	2,200.00
	-	2,200.00	-	-	-	-	2,200.00
Investments in Units							
IRIT	-	1,096.06	-	-	-	-	1,096.06
	-	1,096.06	-	-	-	-	1,096.06
Impairment Loss in Investments							
JRPICL	-	2,594.50	-	-	-	-	2,594.50
IPL	-	1,500.70	-	-	-	-	1,500.70
NTBCL	-	-	-	-	743.60	-	743.60
HREL	-	969.40	-	-	-	-	969.40
TRDCL	-	-	-	170.30	-	-	170.30
Others	-	2,211.50	-	-	-	-	2,211.50
	-	7,276.10	-	170.30	743.60	-	8,190.00
Impairment Loss in Trade Receivables							
HREL	-	136.40	-	-	-	-	136.40
TRDCL	-	-	-	183.30	-	-	183.30
	-	136.40	-	183.30	-	-	319.70
Impairment Loss in Loans							
HREL	-	1,820.00	-	-	-	-	1,820.00
TRDCL	-	-	-	944.50	-	-	944.50
JRPICL	-	2,506.60	-	-	-	-	2,506.60
Others	-	2,192.00	-	-	-	-	2,192.00
	-	6,518.60	-	944.50	-	-	7,463.10



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

Current Year

(b) Transactions/ balances with above mentioned related parties (mentioned in note 35 (i) (a) above)

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Impairment Loss In Advances Recoverable							
VNIL	-	3.46	-	-	-	-	3.46
	-	3.46	-	-	-	-	3.46
Impairment Loss in Interest accrued and due - Short Term							
NAMEL	-	-	-	-	86.07	-	86.07
VNIL	-	96.13	-	-	-	-	96.13
PSRDCL	-	15.37	-	-	-	-	15.37
JRPICL	-	109.62	-	-	-	-	109.62
TRDCL	-	-	-	110.80	-	-	110.80
MPBCDCL	-	49.59	-	-	-	-	49.59
	-	270.71	-	110.80	86.07	-	467.58
Impairment Loss in Interest accrued and not due - Short Term							
MPBCDCL	-	14.09	-	-	-	-	14.09
	-	14.09	-	-	-	-	14.09
Impairment Loss in Interest accrued and not due - Long Term							
JRPICL	-	189.85	-	-	-	-	189.85
TRDCL	-	-	-	96.67	-	-	96.67
	-	189.85	-	96.67	-	-	286.52
Provision for Advances towards Share Application Money							
MPBCDCL	-	530.50	-	-	-	-	530.50
	-	530.50	-	-	-	-	530.50
Provision for Contingencies							
HREL	-	300.00	-	-	-	-	300.00
	-	300.00	-	-	-	-	300.00
Excess remuneration recoverable from erstwhile Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	48.01	48.01
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	24.99	24.99
	-	-	-	-	-	73.00	73.00
Long-term Lendings							
JRPICL	-	2,506.80	-	-	-	-	2,506.80
MPBCDCL	-	1,145.00	-	-	-	-	1,145.00
OTHERS	-	1,152.68	-	343.50	-	-	1,496.18
	-	4,804.28	-	343.50	-	-	5,147.78
Mobilisation Advances Received (Long-term)							
CNTL	-	625.52	-	-	-	-	625.52
IRIDCL	-	270.95	-	-	-	-	270.95
KNCEL	-	628.89	-	-	-	-	628.89
RMGSL	-	206.42	-	-	-	-	206.42
OTHERS	-	124.00	-	-	34.77	-	159.77
	-	1,855.87	-	-	34.77	-	1,890.65
Mobilisation Advances Received (Short-term)							
CNTL	-	490.72	-	-	-	-	490.72
IRIDCL	-	336.55	-	-	-	-	336.55
KNCEL	-	365.37	-	-	-	-	365.37
BKEL	-	287.56	-	-	-	-	287.56
SBHL	-	418.58	-	-	-	-	418.58
JSEL	-	-	-	-	272.86	-	272.86
OTHERS	-	304.37	-	-	24.63	-	329.00
	-	2,203.16	-	-	297.49	-	2,500.65
Mobilisation Advances Paid (Short-term)							
IOPL	-	2.33	-	-	-	-	2.33
	-	2.33	-	-	-	-	2.33
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	-	-	-	-	-	-	-
IMICL	-	-	-	-	-	-	-
Unamortised borrowing costs - Non Current							
IFIN	-	-	92.10	-	-	-	92.10
	-	-	92.10	-	-	-	92.10
Unamortised borrowing costs - Current							
IFIN	-	-	99.50	-	-	-	99.50
	-	-	99.50	-	-	-	99.50
Rent Deposit							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	1.00	1.00
Mrs. Vishpala Parathasarathy (wife of Ravi Parathasarathy)	-	-	-	-	-	20.00	20.00
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	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
	-	-	-	-	-	22.00	22.00
Retention Money Payable							
ELSAIND	-	4.76	-	-	-	-	4.76
EPE	-	1.49	-	-	-	-	1.49
OTHERS	-	-	0.24	-	-	-	0.24
	-	6.25	0.24	-	-	-	6.49
Retention Money Receivable							
JSEL	-	-	-	-	255.86	-	255.86
KNCEL	-	143.83	-	-	-	-	143.83
PSRDCL	-	414.26	-	-	-	-	414.26
SBHL	-	158.33	-	-	-	-	158.33
OTHERS	-	212.08	-	-	-	-	212.08
	-	928.50	-	-	255.86	-	1,184.37



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 35 (i) (a) above)

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Short-term Borrowings							
NKEL	-	700.00	-	-	-	-	700.00
	-	700.00	-	-	-	-	700.00
Short-term Lendings							
TRDCL	-	-	-	601.00	-	-	601.00
HREL	-	1,320.00	-	-	-	-	1,320.00
MBEL	-	1,487.50	-	-	-	-	1,487.50
PSRDCL	-	500.00	-	-	-	-	500.00
VNIL	-	547.00	-	-	-	-	547.00
OTHERS	-	435.00	80.50	-	-	-	515.50
	-	4,289.50	80.50	601.00	-	-	4,971.00
Trade Payables							
IL&FS	108.46	-	-	-	-	-	108.46
IFIN	-	-	131.79	-	-	-	131.79
IRL	-	722.87	-	-	-	-	722.87
OTHERS	-	308.04	12.76	9.88	5.78	-	336.46
	108.46	1,030.91	144.55	9.88	5.78	-	1,299.58
Trade Receivables							
IRIDCL	-	2,990.48	-	-	-	-	2,990.48
KNCEL	-	3,496.47	-	-	-	-	3,496.47
KSEL	-	3,324.82	-	-	-	-	3,324.82
MPBCDCL	-	2,478.84	-	-	-	-	2,478.84
OTHERS	-	9,736.66	-	183.35	901.46	-	10,821.47
	-	22,027.26	-	183.35	901.46	-	23,112.07
Transaction							
Administrative and general expenses							
IL&FS	432.59	-	-	-	-	-	432.59
IMICL	-	-	92.58	-	-	-	92.58
OTHERS	-	-	67.09	-	-	-	67.09
	432.59	-	159.67	-	-	-	592.26
Advance towards Share Application Money							
IPL	-	61.86	-	-	-	-	61.86
RMGL	-	98.00	-	-	-	-	98.00
ELSAJVCA	-	-	-	-	-	-	-
	-	159.86	-	-	-	-	159.86
Construction Cost							
ELSAIND	-	250.57	-	-	-	-	250.57
IRL	-	1,872.45	-	-	-	-	1,872.45
	-	2,123.02	-	-	-	-	2,123.02
Converted to Equity Shares							
RMGL	-	1,422.05	-	-	-	-	1,422.05
IPL	-	244.75	-	-	-	-	244.75
	-	1,666.80	-	-	-	-	1,666.80
Deputation Cost							
ELSA	-	26.21	-	-	-	-	26.21
	-	26.21	-	-	-	-	26.21
Director Remuneration							
Mr K Ramchand-Managing Director and his relatives *	-	-	-	-	-	2.40	2.40
Mr Mukund Sapre-Executive Director and his relatives *	-	-	-	-	-	2.40	2.40
	-	-	-	-	-	4.80	4.80
Dividend Income							
ELSA	-	161.88	-	-	-	-	161.88
IRIT	-	47.81	-	-	-	-	47.81
NTBCL	-	-	-	-	117.99	-	117.99
OTHERS	-	7.72	-	-	-	-	7.72
	-	217.42	-	-	117.99	-	335.40
Dividend Paid							
IFIN	540.00	-	-	-	-	-	540.00
Othres	-	-	9.76	-	-	-	9.76
	540.00	-	9.76	-	-	-	549.76
Interest Income							
TRDCL	-	-	-	114.23	-	-	114.23
HREL	-	219.88	-	-	-	-	219.88
JRPICL	-	421.66	-	-	-	-	421.66
MPBCDCL	-	117.86	-	-	-	-	117.86
OTHERS	-	243.61	0.55	-	1.00	-	245.17
	-	1,003.01	0.55	114.23	1.00	-	1,118.79
Interest on Loans (Expense)							
ISSL	-	-	142.38	-	-	-	142.38
NKEL	-	66.50	-	-	-	-	66.50
OTHERS	-	8.55	18.90	-	-	-	27.45
	-	75.05	161.28	-	-	-	236.33
Investment made / purchased							
HREL	-	969.03	-	-	-	-	969.03
IRIDCL	-	880.00	-	-	-	-	880.00
IRL	-	1,353.07	-	-	-	-	1,353.07
KNCEL	-	1,485.00	-	-	-	-	1,485.00
OTHERS	-	3,589.84	-	-	130.00	-	3,719.84
	-	8,276.94	-	-	130.00	-	8,406.94



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

Current Year

(b) transactions/balances with above mentioned related parties (mentioned in note 35 (l) (a) above)

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Impairment Loss in Investments							
JRPICL	-	2,584.50	-	-	-	-	2,584.50
I IPL	-	1,500.70	-	-	-	-	1,500.70
NTBCL	-	-	-	-	743.60	-	743.60
HREL	-	969.40	-	-	-	-	969.40
TRDCL	-	-	-	170.30	-	-	170.30
Others	-	2,211.50	-	-	-	-	2,211.50
	-	7,276.10	-	170.30	743.60	-	8,190.00
Impairment Loss in Trade Receivables							
HREL	-	136.40	-	-	-	-	136.40
TRDCL	-	-	-	183.30	-	-	183.30
	-	136.40	-	183.30	-	-	319.70
Impairment Loss in Loans							
HREL	-	1,820.00	-	-	-	-	1,820.00
TRDCL	-	-	-	944.50	-	-	944.50
JRPICL	-	2,506.60	-	-	-	-	2,506.60
Others	-	2,182.00	-	-	-	-	2,182.00
	-	6,518.60	-	944.50	-	-	7,463.10
Impairment Loss in Advances Recoverable							
VNIL	-	3.46	-	-	-	-	3.46
	-	3.46	-	-	-	-	3.46
Impairment Loss in Interest accrued and due - Short Term							
NAMEL	-	-	-	-	86.07	-	86.07
VNIL	-	96.13	-	-	-	-	96.13
PSRDCL	-	15.37	-	-	-	-	15.37
JRPICL	-	109.62	-	-	-	-	109.62
TRDCL	-	-	-	110.90	-	-	110.90
MPBCDCL	-	49.59	-	-	-	-	49.59
	-	270.71	-	110.90	86.07	-	467.68
Impairment Loss in Interest accrued and not due - Short Term							
MPBCDCL	-	14.09	-	-	-	-	14.09
	-	14.09	-	-	-	-	14.09
Impairment Loss in Interest accrued and not due - Long Term							
JRPICL	-	189.85	-	-	-	-	189.85
TRDCL	-	-	-	96.67	-	-	96.67
	-	189.85	-	96.67	-	-	286.52
Provision for Advances towards Share Application Money							
MPBCDCL	-	530.50	-	-	-	-	530.50
	-	530.50	-	-	-	-	530.50
Provision for Contingencies							
HREL	-	300.00	-	-	-	-	300.00
	-	300.00	-	-	-	-	300.00
Lendings							
HREL	-	1,180.00	-	-	-	-	1,180.00
JRPICL	-	2,489.50	-	-	-	-	2,489.50
MBEL	-	1,487.50	-	-	-	-	1,487.50
OTHERS	-	2,924.20	77.50	190.00	-	-	3,191.70
	-	8,081.20	77.50	190.00	-	-	8,348.70
Miscellaneous Income							
ELSA	-	61.93	-	-	-	-	61.93
I IPL	-	64.18	-	-	-	-	64.18
IOPL	-	75.80	-	-	-	-	75.80
PTMCM	-	-	183.59	-	-	-	183.59
MBEL	-	190.27	-	-	-	-	190.27
GRICL	-	36.15	-	-	-	-	36.15
OTHERS	-	-	-	-	6.00	-	6.00
	-	428.33	183.59	-	6.00	-	617.92
Operating Expenses (Other than Construction Cost)							
ELSAIND	-	222.80	-	-	-	-	222.80
GIYC	-	338.87	-	-	-	-	338.87
EMSL	-	84.31	-	-	-	-	84.31
OTHERS	-	102.99	4.20	-	-	-	107.19
	-	748.96	4.20	-	-	-	753.16
Purchase of Fixed Assets							
IETS	-	-	0.30	-	-	-	0.30
	-	-	0.30	-	-	-	0.30
Proposed Dividend on Preference Shares							
IFIN	-	-	105.03	-	-	-	105.03
IMICL	-	-	105.03	-	-	-	105.03
	-	-	210.05	-	-	-	210.05
Rent Expense							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	3.03	3.03
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	1.50	1.50
Mrs. Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	3.73	3.73
Mrs. Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	1.50	1.50
	-	-	-	-	-	9.76	4.53
Rent Deposit							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	0.50	0.50
	-	-	-	-	-	0.50	0.50



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

Current Year

(b) transactions/balances with above mentioned related parties (mentioned in note 35 (i) (e) above)

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Repayment of Borrowings							
IFIN	-	-	1,000.00	-	-	-	1,000.00
IRL	-	2,850.00	-	-	-	-	2,850.00
ISSL	-	-	5,000.00	-	-	-	5,000.00
	-	<u>2,850.00</u>	<u>6,000.00</u>	-	-	-	<u>8,850.00</u>
Repayment of Lendings							
IRIDCL	-	800.00	-	-	-	-	800.00
JRPICL	-	3,245.60	-	-	-	-	3,245.60
OTHERS	-	1,852.25	-	5.10	280.00	-	1,937.35
	-	<u>5,697.85</u>	-	<u>5.10</u>	<u>280.00</u>	-	<u>5,982.95</u>
Revenue from Operations**							
CNTL	-	4,144.82	-	-	-	-	4,144.82
RMGSL	-	3,262.08	-	-	-	-	3,262.08
OTHERS	-	23,482.40	-	110.25	1,342.19	-	24,934.85
	-	<u>30,889.30</u>	-	<u>110.25</u>	<u>1,342.19</u>	-	<u>32,341.75</u>
Sale of Shares							
APEL	-	122.20	-	-	-	-	122.20
	-	<u>122.20</u>	-	-	-	-	<u>122.20</u>
Short-term Borrowings							
IFIN	-	-	1,000.00	-	-	-	1,000.00
IRL	-	2,850.00	-	-	-	-	2,850.00
ISSL	-	-	5,000.00	-	-	-	5,000.00
	-	<u>2,850.00</u>	<u>6,000.00</u>	-	-	-	<u>8,850.00</u>

Footnote : - * Includes Deputation cost of Rs 9.99 million charged by Holding Company "IL&FS"

Mr K Ramchand-Managing Director 5.90
Mr Mukund Sapre-Executive Director 4.09
9.99

** Includes Unbilled Revenue of ₹ 1,137.08 million and Unearned Revenue of ₹ (1,923.53) million as follows:

BKEL	12.63
CNTL	(623.15)
HREL	303.48
IRIDCL	(190.75)
JSEL	(86.01)
MBEL	464.06
MPBCDCL	(500.65)
NAMEL	5.27
PSRDCL	(181.83)
RMGSL	165.32
SBHL	120.68
KNCEL	65.65
KSEL	(341.15)
	<u>(786.45)</u>



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

(ii) Previous Year

(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	
Subsidiaries - Direct	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Gujarat Road and Infrastructure Company Limited	GRICL	
	East Hyderabad Expressway Limited	EHEL	
	ITNL International Pte Ltd, Singapore	I IPL	
	Elsamex S.A.Spain	ELSA	
	Vansh Nimay Infraprojects Limited	VNIL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	Pune Sholapur Road Development Company Limited	PSRDCL	
	West Gujarat Expressway Limited	WGEL	
	ITNL Road Investment Trust	IRIT	
	Moradabad Bareilly Expressway Limited	MBEL	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Chenani Nashri Tunnelway Limited	CNTL	
	MP Border Checkposts Development Company Limited	MPBCDCL	
	Badarpur Tollway Operations Management Limited	BTOML	
	Charminar RoboPark Limited	CRL	
	Futureage Infrastructure India Linlimited (formerly known as Global Parking Plaza Limited)	FIIL	
	IL&FS Rail Limited (formerly known as ITNL Enso Rail Systems Limited)	IRL	
	ITNL Offshore Pte Ltd, Singapore	IOPL	
	ITNL International JLT(from May 17, 2012)	IJLT	
	ITNL Africa Projects Limited (effective since February 28, 2013)	IAPL	
	Kiratpur Ner Chowk Expressway Limited	KNCEL	
	Karyavattom Sports Facilities Limited	KSFL	
	Baleshwar Kharagpur Expressway Limited (from April 9, 2012)	BKEL	
	Sikar Bikaner Highways Limited (from May 9, 2012)	SBHL	
	Subsidiaries - Indirect	North Karnataka Expressway Limited	NKEL
		Elsamex Internacional, SLR	
		Grusamar Ingenieria Y Consulting, SL	
		Sánchez Marcos Señalización e Imagen, S.A (upto September 24, 2012)	
		Elsamex India Private Limited	ELSAIND
		CIESM-INTEVIA S.A. Sociedad Unipersonal	
		Control 7, S. A	
Mantenimiento Y Conservacion De Vialidades, DE C.V			
ESM Mantenimiento Integral DE S.A DE C.V			
Elsamex Portugal S.A			
Inteval-Gestao Integral Rodoviaria S.A			
Grusamar Albania SHPK			
Antenea Seguridad Y Medico Ambiente SA			
Proyectos Y Promociones Inmobiliarias Sanchez Marcos SL (upto September 24, 2012)			
Senalizacion Viales E Imagen, SA			
Yala Construction Company Private Limited		YCCPL	
Rapid MetroRail Gurgaon Limited		RMGL	
Rapid MetroRail Gurgaon South Limited (effective since December 6, 2012)		RMGSL	
Area De Servicio Coiros S.L.			
Beasolarta S.L. Sociedad Unipersonal			
Conservacion de Infraestructuras De Mexico SD DE CV			
Alcantarilla Fotovoltaica SA, Sociedad Unipersonal			
Area De Serviceo Punta Umbria SL, Sociedad Unipersonal			
Beasolarta S.A.U (effective since November 29, 2012)			
Grusamar India Limited (Effective since March 21, 2013)		GIL	
Elsamex Brazil LTDA			



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

NOTE 35 A: RELATED PARTY DISCLOSURES

(ii) Previous Year

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

Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	IL&FS Financial Services Limited	IFIN
	IL&FS Education & Technology Services Limited	IETS
	IL&FS Environmental Infrastructure Services Limited	IEISL
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Infrastructure Development Corporation Limited	IIDCL
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Township & Urban Assets Limited	ITUAL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Securities Services Limited	ISSL
	IL&FS Airport Limited	IAL
	Chattisgarh Highways Development Company Limited	CHDCL
	IMICL Dighi Maritime Limited	IDML
	Jharkhand Accelerated Road Development Company Limited	JARDCL
	Andhra Pradesh Expressway Limited (<i>also a Fellow Subsidiary</i>)	APEL
ITNL Toll Management Services Limited	ITMSL	
Thiruvananthapuram Road Development Company Limited	TRDCL	
Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL	
Associates - Direct	Centro de Investigaciones de Curretros Andalucía S.A.	
	Labetec Ensayos Técnicos Canarios, S.A.	
	CGI 8 S.A.	
	Elsamex Road Technology Company Limited	
	Sociedad Concesionaria Autovía A-4 Madrid S.A	
	VCS-Enterprises Limited	
	Ramky Elsamex Ring Road Limited, Hyderabad	
Jointly Controlled Entities	Emprsas Pame sa De CV	
	Noida Toll Bridge Company Limited	NTBCL
	Jorabat Shillong Expressway Limited	JSEL
Jointly Controlled Entities - Indirect	N.A.M. Expressway Limited	NAMEL
	Geotecnia y Control De Qualitat, S.A.	
	Chongqing Yuhe Expressway Co. Ltd.	
	Consortio De Obras Civiles S.R.L	
Key Management Personnel ("KMP")	Vies Y Construcciones S. R. L.	
	Mr K Ramchand-Managing Director and his relatives	
Relatives of KMP	Mr Mukund Sapre-Executive Director and his relatives	
	Mrs Rita Ramchand (wife of Mr K Ramchand)	
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	



Note 35 A: Related Party Disclosures. (Contd.)

(ii) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 35 (i) (a) above)

₹ in millions

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Balances:							
Investment in Preference Shares							
APEL	-	-	-	* 2,200	-	-	2,200.00
RMGL	-	996.03	-	-	-	-	996.03
OTHERS	-	296.90	-	-	-	-	296.90
	-	1,292.93	-	2,200.00	-	-	3,492.93
Retention Money Receivable							
HREL	-	79.30	-	-	-	-	79.30
PSRDCL	-	374.52	-	-	-	-	374.52
JSEL	-	-	-	-	222.25	-	222.25
OTHERS	-	43.13	-	-	-	-	43.13
	-	496.95	-	-	222.25	-	719.20
Advances Recoverable (Short Term)							
ELSA	-	69.92	-	-	-	-	69.92
WGEL	-	72.55	-	-	-	-	72.55
IOPL	-	42.78	-	-	-	-	42.78
OTHERS	-	151.00	21.02	9.70	0.22	-	181.94
	-	336.25	21.02	9.70	0.22	-	367.19
Trade Payables							
ILFS	73.16	-	-	-	-	-	73.16
IETS	-	-	23.63	-	-	-	23.63
IFIN	-	-	34.39	-	-	-	34.39
OTHERS	-	60.39	10.89	11.47	-	-	82.75
	73.16	60.39	68.91	11.47	-	-	213.93
Trade Receivables							
CNTL	-	1,723.82	-	-	-	-	1,723.82
MBEL	-	1,561.96	-	-	-	-	1,561.96
OTHERS	-	9,271.71	0.51	412.64	2,248.64	-	11,933.50
	-	12,557.49	0.51	412.64	2,248.64	-	15,219.28
Investment in Covered Warrants							
ILFS	1,693.00	-	-	-	-	-	1,693.00
	1,693.00	-	-	-	-	-	1,693.00
Option premium liabilities							
IRIT	-	116.09	-	-	-	-	116.09
	-	116.09	-	-	-	-	116.09
Interest Accrued and due							
JRPICL	-	117.07	-	-	-	-	117.07
WGEL	-	58.07	-	-	-	-	58.07
TRDCL	-	-	-	40.90	-	-	40.90
NAMEL	-	-	-	-	85.18	-	85.18
OTHERS	-	24.94	0.02	-	-	-	24.96
	-	200.08	0.02	40.90	85.18	-	326.18
Short-term Lendings							
HREL	-	730.00	-	-	-	-	730.00
IRIDCL	-	660.00	-	-	-	-	660.00
VNIL	-	387.80	-	-	-	-	387.80
TRDCL	-	-	-	416.00	-	-	416.00
OTHERS	-	467.25	3.00	-	280.00	-	750.25
	-	2,245.05	3.00	416.00	280.00	-	2,944.05
Long-term Lendings							
JRPICL	-	3,262.70	-	-	-	-	3,262.70
HREL	-	500.00	-	-	-	-	500.00
MPBDCL	-	485.00	-	-	-	-	485.00
OTHERS	-	217.17	-	343.60	-	-	560.77
	-	4,464.87	-	343.60	-	-	4,808.47
Short-term Borrowings							
NKEL	-	700.00	-	-	-	-	700.00
	-	700.00	-	-	-	-	700.00
Advance towards Share Application Money (Long-term)							
GRICL	-	600.00	-	-	-	-	600.00
HREL	-	964.50	-	-	-	-	964.50
MPBDCL	-	530.56	-	-	-	-	530.56
OTHERS	-	0.03	-	-	-	-	0.03
	-	2,095.09	-	-	-	-	2,095.09
Interest Accrued and not due (Current)							
IIPL	-	7.82	-	-	-	-	7.82
JRPICL	-	18.15	-	-	-	-	18.15
TRDCL	-	-	-	11.31	-	-	11.31
OTHERS	-	-	0.65	-	-	-	0.65
	-	25.97	0.65	11.31	-	-	37.93



Note 35 A: Related Party Disclosures. (Contd.)

(ii) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 35 (ii) (a) above)

₹ in million							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Interest Accrued and not due (Non-current)							
JRPICL	-	211.29	-	-	-	-	211.29
TRDCL	-	-	-	68.24	-	-	68.24
	-	211.29	-	68.24	-	-	279.53
Interest accrued but not due on borrowings							
NKEL	-	84.62	-	-	-	-	84.62
	-	84.62	-	-	-	-	84.62
Investments in Units							
IRIT	-	1,083.56	-	-	-	-	1,083.56
	-	1,083.56	-	-	-	-	1,083.56
Mobilisation Advances Received (Long-term)							
CNTL	-	1,273.81	-	-	-	-	1,273.81
BKEL	-	316.59	-	-	-	-	316.59
SBHL	-	361.73	-	-	-	-	361.73
OTHERS	-	175.16	-	-	0.15	-	175.31
	-	2,127.29	-	-	0.15	-	2,127.44
Mobilisation Advances Received (Short-term)							
CNTL	-	309.08	-	-	-	-	309.08
MBEL	-	348.23	-	-	-	-	348.23
MPBCDCL	-	194.09	-	-	-	-	194.09
PSRDCL	-	167.14	-	-	-	-	167.14
JSEL	-	-	-	-	198.19	-	198.19
OTHERS	-	173.53	-	-	107.34	-	280.87
	-	1,192.07	-	-	305.53	-	1,497.60
Cost of Investment in equity shares							
CNTL	-	3,720.00	-	-	-	-	3,720.00
ELSA	-	2,722.34	-	-	-	-	2,722.34
OTHERS	-	13,356.37	-	952.76	3,299.13	-	17,608.26
	-	19,798.71	-	952.76	3,299.13	-	24,050.60
Retention Money Payable							
ELSA:IND	-	0.20	-	-	-	-	0.20
IEISL	-	-	0.09	-	-	-	0.09
	-	0.20	0.09	-	-	-	0.29
Rent Deposit							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	0.50	0.50
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	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
Transactions:							
Investment in Call Money - Matured							
ILFS	3,730.00	-	-	-	-	-	3,730.00
	3,730.00	-	-	-	-	-	3,730.00
Investment in Call Money made							
ILFS	3,730.00	-	-	-	-	-	3,730.00
	3,730.00	-	-	-	-	-	3,730.00
Dividend paid							
ILFS	540.00	-	-	-	-	-	540.00
IFIN	-	-	9.76	-	-	-	9.76
	540.00	-	9.76	-	-	-	549.76
Repayment of Lendings							
EHEL	-	955.00	-	-	-	-	955.00
HREL	-	1,030.00	-	-	-	-	1,030.00
JRPICL	-	1,000.00	-	-	-	-	1,000.00
IIPL	-	# 2,010.76	-	-	-	-	2,010.76
APEL	-	-	-	* 2,123.04	-	-	2,123.04
OTHERS	-	1,344.80	70.00	84.00	686.00	-	2,184.80
	-	6,340.56	70.00	2,207.04	686.00	-	9,303.60
Repayment of Borrowings							
ILFS	3,000.00	-	-	-	-	-	3,000.00
ISSL	-	-	2,250.00	-	-	-	2,250.00
IRL	-	640.00	500.00	-	-	-	1,140.00
	3,000.00	640.00	2,750.00	-	-	-	6,390.00
Interest on Loans (Expense)							
ILFS	74.18	-	-	-	-	-	74.18
NKEL	-	66.50	-	-	-	-	66.50
ISSL	-	-	106.03	-	-	-	106.03
OTHERS	-	7.78	16.44	-	-	-	24.22
	74.18	74.28	122.47	-	-	-	270.93



IL&S TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 35 A: Related Party Disclosures. (Contd.)

(ii) Previous Year

(b) Transactions/ balances with above mentioned related parties (mentioned in note 35 (i) (a) above)

Particulars	₹ in million						Total
	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	
Investment made / purchased							
APEL	-	-	-	* 2,200.00	-	-	2,200.00
SBHL	-	988.00	-	-	-	-	988.00
OTHERS	-	2,711.59	-	-	50.00	-	2,761.59
	-	3,699.59	-	2,200.00	50.00	-	5,949.59
Loans Given							
HREL	-	1,260.00	-	-	-	-	1,260.00
JRPICL	-	2,803.30	-	-	-	-	2,803.30
APEL	-	-	-	897.44	-	-	897.44
OTHERS	-	2,037.77	-	422.80	636.00	-	3,096.57
	-	6,101.07	-	1,320.24	636.00	-	8,057.31
Loans Taken							
ILFS	3,000.00	-	-	-	-	-	3,000.00
JRPICL	-	640.00	-	-	-	-	640.00
ISSL	-	-	2,250.00	-	-	-	2,250.00
OTHERS	-	-	500.00	-	-	-	500.00
	3,000.00	640.00	2,750.00	-	-	-	6,390.00
Other Income							
ILFS	104.26	-	-	-	-	-	104.26
JRPICL	-	386.08	-	-	-	-	386.08
OTHERS	-	711.82	9.46	212.64	122.93	-	1,056.85
	104.26	1,097.90	9.46	212.64	122.93	-	1,547.19
Revenue from Operations							
CNTL	-	6,703.27	-	-	-	-	6,703.27
MBEL	-	5,041.49	-	-	-	-	5,041.49
PSRDCL	-	5,381.17	-	-	-	-	5,381.17
OTHERS	-	9,864.06	70.00	138.22	4,557.23	-	14,629.51
	-	26,989.99	70.00	138.22	4,557.23	-	31,765.44
Administrative and general expenses							
ILFS	385.04	-	-	-	-	-	385.04
IETS	-	-	54.36	-	-	-	54.36
OTHERS	-	23.73	28.19	-	0.24	-	52.16
	385.04	23.73	82.55	-	0.24	-	491.56
Deputation Cost							
ELSA	-	15.00	-	-	-	-	15.00
	-	15.00	-	-	-	-	15.00
Operating expenses							
ELSAIND	-	173.71	-	-	-	-	173.71
IIDCL	-	79.65	-	-	-	-	79.65
BTOML	-	-	48.32	-	-	-	48.32
OTHERS	-	0.91	2.56	-	-	-	3.47
	-	254.27	50.88	-	-	-	305.15
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
Rent Expense							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	2.97	2.97
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	1.50	1.50
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	2.56	2.56
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	1.50	1.50
	-	-	-	-	-	8.53	8.53
Director Remuneration							
Mr K Ramchand	-	-	-	-	-	64.17	64.17
Mr Mukund Sapre	-	-	-	-	-	35.28	35.28
	-	-	-	-	-	99.45	99.45

* Refer Note 14.7

Refer Note 14.6



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 35 B

The Securities and Exchange Board of India ("SEBI") issued a show cause notice on October 20, 2021 for alleged violation in certain cases of the provisions of the law and the Accounting Standard relating to Related Party Transactions, to the Company.

Subsequently, an order was passed by SEBI on September 15, 2022 for following violations:

1. The Company had taken approval from shareholders for construction contract worth Rs 1702 crores with RMGSL for the period FY 2013-14 to FY 2018-19 and equity investment of Rs.237 crores in RMGSL (identified RPT contracts). However, it was held by SEBI that in FY 15-16, the transactions between the Company and RMGSL (including the transactions arising from these identified RPT contracts already approved by the shareholders) exceeded the materiality threshold of 10% and hence separate approval of the shareholders should have been obtained by the Company specifically for these transactions irrespective of the approval of the contracts as stated above.

2. It was observed by SEBI that the Company had taken loans/ deposits from the related parties which were in turn taken from IL&FS Financial Services Ltd (IFIN) on the same day or within one day or related parties had borrowed from IFIN and lent to the Company before its repayment to IFIN. In addition, there were instances of the Company borrowing funds from external parties who had in turn borrowed fund from IFIN. SEBI held that if these funds were borrowed directly from IFIN, the total transactions between the Company and IFIN for FY 2015-16 and 2017-18 (including above indirect loans) would have exceeded the materiality threshold requiring specific shareholder approval. Consequently, it was also observed that the clubbing of related party borrowings under the head "Others" in the annual reports was incorrect and the Company avoided requisite disclosure of the borrowings in the annual reports for FYs 2015-16 and FY 17-18 by routing the loans through group companies and third parties. Hence, aggregating the borrowings under "Others" in the annual reports appear to obscure the importance of the transactions;

3. SEBI held that the RPTs undertaken by the Company prior to November 09, 2017 under the RPT Policy and RPT Framework adopted by the Board of Directors of ITNL on August 13, 2014 (and revised on May 29, 2017) were not individually approved by the audit committee prior to entering into the transaction.

Before the order was passed, the Company provided detailed and point by point response to the observations contained in the SCN and refuted all allegation of any non-compliance. The Company also provided various documentary evidences including market practices followed by large listed companies in support of its explanations and contentions.

The Securities Appellate Tribunal, on appeal filed by the Company, has granted stay on the matter till April 20, 2023. No effect of this order have been given in the Related Party Disclosures and no provision has been made for the penalty of Rs. 100 lakhs levied on the Company as it is treated as Contingent Liability.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 36: Disclosure of Loans and advances in the nature of loans to subsidiaries and associates in accordance with clause 32 of Listing Agreement

₹ in Million

Name of the Company	March 31, 2014		March 31, 2013	
	Amount as at March 31, 2014	Maximum amount outstanding during the year	Amount as at March 31, 2013	Maximum amount outstanding during the year
Subsidiaries				
East Hyderabad Expressway Limited	-	267.50	72.50	781.40
Gujarat Road and Infrastructure Company Limited	-	-	-	308.80
ITNL International Pte. Ltd., Singapore	-	244.75	244.75	1,997.19
ITNL Road Infrastructure Development Company Limited	793.00	1,018.00	873.00	1,053.00
Vansh Nimay Infraprojects Limited	547.00	547.00	387.80	387.80
West Gujarat Expressway Limited	10.00	350.00	150.00	550.00
Elsamex India Private Limited	-	-	-	6.00
Hazaribagh Ranchi Expressway Limited	1,820.00	2,175.00	1,230.00	1,680.00
Jharkhand Road Projects Implementation Company Limited	2,506.60	3,943.60	3,262.70	4,192.70
MP Border Checkposts Development Company Limited	1,145.00	1,145.00	485.00	485.00
Pune Sholapur Road Development Company Limited	500.00	500.00	-	350.00
Elsamex S.A., Spain	4.95	4.95	4.17	4.34
Moradabad Bareilly Expressway Limited	1,487.50	1,487.50	-	-
Sikar Bikaner Highway Ltd.	280.00	280.00	-	-
Andhra Pradesh Expressway Limited (from March 27, 2014) *	-	-	-	-
Total (Refer Note 15 and 16)	9,094.05		6,709.92	
Associates				
Andhra Pradesh Expressway Limited (upto March 26, 2014) *	-	-	-	1,540.60
Thiruvananthapuram Road Development Company Limited	944.50	944.50	759.60	809.60
Warora Chandrapur Ballarpur Toll Road Limited	-	-	-	34.00
Total (Refer Note 15 and 16)	944.50		759.60	

* Refer Note 14.10

Note 37

Segment Disclosures: The Company operates in a single business segment viz. Surface Transportation Business. Also it operates in a single geographic segment. In the absence of separate reportable business or geographic segments the disclosures required under the Accounting Standard (AS) 17 on 'Segment Reporting' are not applicable.

Note 38

During the year ended March 31, 2014, the Company has changed the estimates used to compute current tax, based on the then recent High Court judgement relating to disallowance of expenses under section 14A of Income Tax Act, 1961 and accordingly arrived at the current tax as applicable to the year ended March 31, 2012 and for the year ended March 31, 2013 on the aforesaid basis. Consequently, ₹ 231.17 million pertaining to the year ended March 31, 2012 and ₹ 248.00 million pertaining to year ended March 31, 2013 are reversed in the current year and Rs. 479.17 million are shown in Statement of Profit and Loss account as "Tax relating to earlier year". Accordingly, the loss after tax for the current year is lower by ₹ 479.17 million.

Note 39

(a) The previous year numbers relating to financial year ending March 31, 2013 as considered in these financial statements are based on the audited financial statements of the Company which were approved by the Board of Directors on 07th May 2013 and on which unmodified audit opinion was issued by the auditors vide their audit report dated 07th May 2013.

Further since the NCLT order is for reopening/recasting of financial statements from April 01, 2013 to March 31, 2018, the Company has not considered whether any of the recasting adjustments carried in the financial year 2013-14 would have a prior year impact and which may alter/change the opening balances as at April 01, 2013.

(b) Figures for the previous years have not been regrouped and reclassified and have been kept same as appearing as the previous year figures in the audited financial statements for the financial year 2013-14.

Note 40

Status of New Board of Directors Initiated Forensic Examination

As a consequence of the matter described in Note 1.2 and 1.3 above, the New Board initiated a forensic examination for the period from April 2013 to September 2018, in relation to certain companies of the Group including ITNL and appointed an independent third party, viz. Grant Thornton India LLP ("GT") for performing the forensic audit and to report their findings to the New Board of the holding company. The Company has received two reports and the same were discussed and taken on record by the Board of Directors of ITNL in their meeting held on November 28, 2019 and January 21, 2022 respectively.

In the above-mentioned reports, the forensic auditors have observed various potential issues relating to operations and management of the Company. Before issue of the final reports, the Company has furnished responses to the preliminary observations communicated by GT. Issues reported in the final reports inter alia include:

a) Potential stress / liquidity issues appears to have been known to the then KMPs of IL&FS Group during the review period of the forensic audit;



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

b) Potential irregularities in investments acquired and disposed by ITNL relating to Elsamex SA, Hazaribaug Ranchi Expressway Limited, Rapid Metrorail Gurgaon Limited, Rajasthan Land Holdings Limited, Gujarat Road Infrastructure Company Limited and Moradabad Bareilly Expressway Limited;

c) Potential anomalies with regards to borrowings which includes potential circular transactions between ITNL, IFIN and SPVs;

d) Potential close nexus of vendors with the then KMPs of IL&FS group and anomalies in dealings with them;

e) Potential inducements received by the then KMPs from IL&FS Group;

f) Instances indicating potential issues in PDF / PMF charged by ITNL;

g) Instances indicating potential issues and irregularities in construction cost;

h) Potential anomalies in O&M contracts;

i) Potential misrepresentations in cost projections and potentially inflated projection of toll revenue estimates in PIM data;

j) Transactions with entities which were identified by the forensic auditor as red-flagged*

*This refers to the entities where GT had identified multiple potential anomalies during forensic audit of various other IL&FS Group companies.

As described above, the forensic auditors have made various observations in their reports indicating potential issues. However, the forensic auditor has not concluded/ brought out cases of actual loss caused due to such potential issues and anomalies. The board of the Company has discussed and taken on record both the reports and decided to forward the same to regulatory agencies. Subsequently, such reports have been delivered to the regulatory agencies and also put into the public domain wherever required. In the absence of any conclusive quantification made, no financial impacts, if any, could be ascertained and given in the recast financial statements.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 41

Investigations by Serious Fraud Investigation Office ("SFIO") and other regulatory agencies

The Ministry of Corporate Affairs ("MCA"), Government of India, has vide its letter dated October 1, 2018 initiated investigation by SFIO against IL&FS and its group companies including ITNL under Section 212 (1) of the Companies Act, 2013. Investigation by Enforcement Directorate (ED) has also commenced post March 31, 2020. As a part of its investigation, SFIO and ED have been seeking information from the Company on an ongoing basis. The investigation is in progress and the Company is fully cooperating with the investigating agencies. The implications if any, arising from the aforesaid developments would be known only after the aforesaid matters are concluded and hence are not determinable at this stage.

Note 42

Performance Related Pay

The Company had a policy approved by the Nomination and Remuneration Committee ("NRC") to pay performance related pay (PRP) to employees basis their individual performance ranking. The pool of the PRP was determined as % of profits for the year. For the year ended 31 March 2014, NRC had approved PRP of ₹ 129.00 million, out of which ₹ 108.06 million is towards employees other than those covered under Managerial Remuneration provisions of the Companies Act (referred to as Non Managerial Persons). Despite variation in the profit as per the recast financial statements, in absence of any specific enabling provision in the Companies Act to recover the amounts already paid to these large number of Non Managerial Persons, the Company is of the view that these amounts cannot be recovered from individual employees and accordingly, a provision of Rs 108.06 Mn has been retained in these recast financial statements.

Note 43

Going Concern

Material Uncertainty relating to Going Concern assumption used for the preparation of these financial statements

As at March 31, 2014, the current liabilities of the Company exceeded its current assets by ₹ 1,316.80 Million. However, as at that date, the net worth of the Company is positive. The Company and the IL&FS group in general are undergoing substantial financial stress as at the date of approval of these financial statements. The Company has incurred losses during the year of ₹ 15,731.51 Million. Subsequent to the date of balance sheet, the Company has also suffered consistent downgrades in its credit ratings and in September 2018 the credit rating was reduced to "default grade" subsequent to the defaults in repayment of loans taken by the Company, details of which are discussed in note 1.2. As a result of the foregoing, the Company's ability to raise funds has been substantially impaired, with normal business operations being substantially curtailed.

The New Board of IL&FS has implemented a resolution process run by the New Board of IL&FS. The resolution plan seeks a transparent resolution keeping in mind larger public interest, financial stability, legality, various stakeholders' interest and commercial feasibility. The resolution plan of management is to sale entities wherever possible and maximise value for stakeholders. The Company is taking active steps to monetize its assets and is in discussions with multiple parties to sell its assets. The Company is committed to taking necessary steps to meet its financial commitments to the extent possible.

IL&FS has also engaged an independent third party as resolution advisor for the Group to assess the liquidity at the Company and at various subsidiaries in India.

The New Board also submitted a revised Resolution Framework for all Group Companies to Hon'ble NCLAT vide an affidavit dated January 9, 2020, an addendum to the said affidavit was filed with Hon'ble NCLAT on February 7, 2020. Hon'ble NCALT approved the resolution plan submitted by Board vide its order dated March 12, 2020.

The ability of the Company to continue as a going concern is predicated upon its ability to monetize its assets, secure further funding, restructure its liabilities and resume its normal operations. In view of actions that are currently underway, the Board of Directors have decided to prepare the accompanying recast financial statements on going concern basis based on cumulative impact of certain steps taken by the New Board."



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 44

Income Tax

The assessment for the financial year 2013-14 i.e. assessment year 2014-15 was concluded and an order was passed u/s 143(3) of the Income-tax Act, 1961. No additional provision has been considered for the income tax as a result of disallowances and additions made by the Assessing Officer as well as penalty of ₹ 6.99 Crore imposed by the Transfer Pricing Officer as the Company has preferred appeals against both the orders.

The management is in the process of seeking experts advise as well as exploring the manner in which re-casting adjustments can be incorporated in its returns of income filed with the Income-tax Department for the respective financial years for which recast have been ordered as time limit for revision of filing has lapsed. Pending such approvals and filing with the tax department, the management has recomputed provision for current tax based on profit / loss determined as per the recast Statement of Profit & Loss. Based on such re-computation, the provision for current tax has been determined at ₹ 951.71 millions as against the provision for current tax of ₹ 840.00 millions recognised in the original standalone financial statements.

The details of adjustments as a result of re-casting of financial statements for the financial year 2013-14 are given in note no.48.

Note 45

On 31 August 2013, the management executed a Memorandum of Agreement (MOA) with Ramky Infrastructure Limited (RIL) to swap its 50% stake in NAM Expressway Limited (NAMEL) (book value Rs. 1167.55 Million) with 50% stake held by RIL in Jorabat Shillong Expressway Limited (JSEL). In addition, the Company was supposed to get Rs. 398.30 Million in cash from RIL. However, the transaction was not concluded as of the balance sheet date.

In absence of any working demonstrating the rationale behind the swap ratio and also independent valuation, it is not possible to compute and recognize onerous loss, if any, pursuant to this MOA.

Note 46

Operation & Maintenance (O&M) contracts

The Operation and Maintenance expenses amounting to Rs. 1,041.95 million as shown in Note 26 includes expense pertaining to O&M contracts relating to Andhra Pradesh Expressway Limited (APEL), Pune Sholapur Road Development Company Limited (PSRDCL), Thiruvananthapuram Road Development Company Limited (TRDCL), West Gujarat Expressway Limited (WGEL), Moradabad Bareilly Expressway Limited (MBEL). The expense pertaining to these O&M contracts have exceeded the revenue resulting into loss of Rs. 2.42 Million, Rs. 46.06 Million, Rs. 1.75 Million, Rs. 52.57 Million and Rs. 31.77 Million respectively which have been recognised in the statement of profit and loss for the year. Such O&M contracts are long-term in nature.

AS-7 on Construction Contracts requires that in case a contract is onerous in nature, the entire loss expected during the tenure of the contracts should be provided for. However, in the above cases, while the income under such contracts are fixed and known for the entire term of the contract, the costs to be incurred during the said tenure are variable and subject to various factors including commodity prices and inflation in the year of execution as the Company followed the practice of awarding annual sub-contracts to fulfil its obligation. In view of non-availability of estimates relating to future expenses that would be required to be incurred to fulfill the Company's future obligations under these contracts over the concession period, on record, it is not possible to conclude that such contracts are onerous in nature.

Note 47

Project Development Fees (PDF) / Project Management Fees (PMF)

ITNL charges PDF / PMF to its SPVs for providing various services such as activities undertaken for bidding and project cost estimations, traffic surveys, revenue estimates, etc. design and drawing services for roads to be developed, signing of LoA, incorporation of SPV, follow-ups for the signing of agreements, etc. on the basis of agreements entered between ITNL and its SPVs. Such agreements for PDF / PMF were executed by ITNL in addition to the development agreements with SPVs for carrying out the construction activities. Income amounting to Rs. 6,042.06 million (refer note 24) has been recognised during the year on achieving milestones as stated in the relevant invoices, however, documents in support of timing of rendering of such services, details such as period over which such services were rendered are not available. In addition, cost associated to provide such services are also not separately captured in the books of account and records and have been charged off as and when incurred. In such circumstances, recognition of PDF/ PMF income is purely based on raising of invoices.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

Note 48

Following adjustments have been made to the original standalone financial statements of the Company for the financial year 2013-14 on reopening of books of account and recasting of financial statements as stated hereinabove:

Balance Sheet as at March 31, 2014

Particulars	Note No.	As at March 31, 2014		
		Original	Adjustment	Recast
(₹ in Million)				
EQUITY AND LIABILITIES				
SHAREHOLDERS' FUNDS				
(a) Share capital		5,707.18	-	5,707.18
(b) Reserves and surplus	1,2,4,5,6,8	24,114.45	(19,055.38)	5,059.07
NON-CURRENT LIABILITIES				
(a) Long-term borrowings		26,907.85	-	26,907.85
(b) Deferred tax liabilities (Net)	6	207.56	8.72	216.28
(c) Other long term liabilities	1	4,032.30	300.00	4,332.30
(d) Long-term provisions	4	39.13	(25.62)	13.51
CURRENT LIABILITIES				
(a) Current maturities of long-term debt		11,067.50	-	11,067.50
(b) Short-term borrowings		8,265.17	-	8,265.17
(c) Trade payables	2,5,7	10,294.95	71.22	10,366.17
(d) Other current liabilities	7	4,943.59	2.33	4,945.92
(e) Short-term provisions		1,690.36	-	1,690.36
TOTAL		97,270.04	(18,698.73)	78,571.31
ASSETS				
NON CURRENT ASSETS				
(a) Fixed assets				
(i) Tangible assets (net)		179.26	-	179.26
(ii) Intangible assets (net)		108.09	-	108.09
(iii) Capital work-in-progress		24.12	-	24.12
(b) Non-current investments (net)	1,3	39,991.69	(9,343.02)	30,648.67
(c) Long-term loans and advances	1,7,8	13,440.81	(5,432.01)	8,008.80
(d) Other non-current assets	1,2,3,7	4,197.76	386.29	4,584.05
CURRENT ASSETS				
(a) Trade receivables (net)	1	24,953.26	(484.90)	24,468.36
(b) Cash and cash equivalents	7	111.42	465.04	576.46
(c) Short-term loans and advances	1,7	11,855.40	(3,700.71)	8,154.69
(d) Other current assets	1,7	2,408.23	(589.42)	1,818.81
TOTAL		97,270.04	(18,698.73)	78,571.31

Notes to the Adjustments made to original financial statements

48.1 - Impairment

In the original financial statement, no appropriate impairment/ provision for doubtful debts was recognised in respect of investments, loans and advances and receivables. In the absence of financial projections as of the date of the balance sheet, working papers/ details to support non-recognition of appropriate impairment/ provision for doubtful debts, for the purpose of these recast financial statements, the following methodology was adopted to ascertain the adequacy of provisions against the carrying value of assets viz. loans and advances, investments, receivables and other receivables of similar nature.

a) In cases where there were indications that an asset / a cash generating unit is impaired, the recoverable amounts of those assets were estimated and impairment/ provision for doubtful debts was recognised, wherever the estimated recoverable amount was lower than the carrying value.

b) To determine the recoverable amount and to ensure that principles laid down in Accounting Standard 4 on Contingencies and Events Occurring After the Balance Sheet Date have been followed and decisions relating to provisioning / impairment are based on circumstances existing on the date of the balance sheet, the latest financial projections which were available as on the date of the original balance sheet were used. In all the cases such projections were part of Project Information Memorandum (PIM) prepared by the then management for the purpose of financial closure. Such projections were updated with actual historical data as on that date and future years projected data were recomputed by the present management using the same set of assumptions to estimate recoverable amount as on the date of the balance sheet. The relevant discount factors were considered for arriving at the present value of the recoverable amount for the purpose of impairment of investments.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

On principle of conservatism, any reversal of impairment loss recognised in earlier years is restricted to the extent of amount realised in cash by the Company

c) The above methodology was adopted in all the cases where the Company's exposure was in relation to project SPVs, except for the following entities:

(i) Noida Toll Bridge Company Limited (NTBCL): NTBCL being a listed entity, the recoverable amount was determined based on quoted price. The financial projections of NTBCL were not available on record.

(ii) ITNL International PTE Limited (I IPL) - a subsidiary which only holds overseas investments. In the absence of financial model and documentary evidence demonstrating impairment testing of this investment, the recoverable amount was determined based on the book value of the audited standalone financial statements of I IPL.

(iii) Elsamax SA - a subsidiary based out of Spain engaged in operations and maintenance services and also holding investments in other geographies. In the absence of financial model and documentary evidence demonstrating impairment testing of this investment, the recoverable amount was determined based on the book value of the consolidated financial statements.

d) In other cases of investments, loans and advances and receivables, relevant factors were considered which inter alia includes financial health of the relevant entities based on available financial statements, expected earnings, original terms of loans and advances and review of transactions in such accounts.

e) In case of IL&FS Employees' Welfare Trust, entire exposure was considered for impairment as the operation and management of this entity were alleged to be mismanaged as per the order of NCLT under section 130 of the Companies Act, 2013 calling for re-opening of books of account and re-casting of financial statements.

Impairment provisions so determined in the above manner was compared with provision already recognised in the books, and balance amount of Rs. 19,053.92 Million is charged to the Statement of Profit & Loss for the year by corresponding reduction in Investments (Rs. 8,190.00 Million), Trade Receivables (Rs. 484.90 Million), Long term and Short term Loans and Advances (Rs. 8,957.66 Million) and Other Non-current and Current Assets (Rs. 1,121.37 Million) (which includes interest accrued & due and not due) and increase in Provision for Onerous Contract (Rs. 300.00 Million).

The financial statements of the Company for the financial year 2019-20 and report of the Board of Directors and the Statutory Auditors thereon have already been adopted by the shareholders of the Company at their meeting held on December 31, 2020. At the time of preparation of financial statements for the financial year 2019-20, the management has determined the extent of provisions required in respect of various assets of the Company by adopting elaborate process explained in the annual report of that year. The methodology adopted now for the purposes of provisioning for the financial year 2013-14 as explained hereinabove, seeks to determine the provisions at the relevant point in time based on information available with the erstwhile management and as provided by the current management to the extent available with the current management without considering hindsight.

48.2 - Reversal of Managerial Remuneration & Commission

The Company pays remuneration to its Managing Director and its Executive Director by way of salary, perquisites and allowances (fixed component) and performance related pay (variable component). This is determined based on the Company's overall performance in a particular financial year and the performance of individual employee through the annual appraisal process, determined by the Remuneration Committee of the Board, at the end of each financial year, subject to the overall ceilings stipulated in Sections 198 and 309 of the Companies Act, 1956. The Company also pays commission to non-executive directors.

The maximum remuneration and commission that can be paid to MD, ED and non-executive directors based on above provisions of the Companies Act, 1956 was recomputed considering the net results as per the recast standalone financial statements and excess expenditure recognised has been reversed and shown as recoverable as stated in Note 17.2, from the concerned individuals. As a result of these adjustments, Reserve and Surplus and Other Non-Current Assets as on the date of the balance sheet is increased by ₹ 68.00 Million and ₹ 82.65 Million respectively and trade payables is decreased by ₹ 5.34 million.

48.3 - Changes in classification

Refer Note no.17.1 dealing with re-classification of advance of ₹ 1153.02 Million from Investment Property to Consideration paid for acquisition of commercial premises. In addition, there are certain other reclassifications which are in the nature of rectifications. These reclassifications have no impact on the closing balance of Reserves & Surplus.

48.4 - Reversal of transfer to General Reserve and Debenture Redemption Reserve

Refer note no. 3.1 dealing with reversal of Debentures Redemption Reserve. In absence of profit, the amount transferred to General Reserve as per original standalone financial statements has also been reversed. These adjustments have no impact on the closing balance of Reserves and Surplus. In addition, refer note no. 3.2 regarding reversal of provision for Redemption Premium on 20.50% CRPS. As a result of this adjustment, Provision for Redemption Premium is reduced by and balance in Reserve and Surplus as on the date of the balance sheet is increased by ₹ 25.62 Million.

48.5 - Claim management

The Board of IL&FS, the holding Company has appointed an independent agency as Claim Management Advisor (CMA) to invite and admit claims from the creditors of the Company as at October 15, 2018. As per the report updated till December 31, 2021, published by the CMA on the website of IL&FS, claims of Rs. 3,214.41 crore have been filed by operational creditors of the Company, out of which claims of ₹ 1,500.01 crore have been admitted by the CMA. The claims are subject to further updation by the CMA if and when any additional information/ clarifications are received from the creditors. The Management of the Company is reviewing such claims and reconciling the same with the corresponding amounts as per Company's books of accounts pertaining to relevant financial years on a continuous basis. To the extent reconciliations have been completed and approved by the Audit Committee of the Company in their meetings held upto March 18, 2022, consequential impacts have been adjusted in the recast standalone financial statements. Expenditure amounting to ₹ 18.10 million pertaining to FY 2012-13 and reversal of expenditure amounting to ₹ 21.45 million (net) pertaining to FY 2013-14 disclosed in Note 26, have been recognised in these recast financial statements. Subsequent processing of claims and reconciliations by CMA, if any, have not been considered in the meetings held by the Audit Committee till the date of signing of this recast financial statements. Considering the materiality, the income recognition of the concerned project has not been re-computed.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast Financial Statements for the year ended March 31, 2014

48.6 - Deferred Tax

Due to re-classification of balance from Prepaid Expenses to Unamortised borrowing cost, the consequential impact on deferred tax in respect of unamortised borrowing costs amounts to Rs. 8.72 Million.

48.7 - Other re-groupings

There are certain other reclassifications as listed below which are in the nature of rectifications. These reclassifications have no impact on the closing balance of Reserves & Surplus.

(₹ In Million)			
Description	Original Financial Statements	Recast Financial Statements	Amount
Advances paid to vendors	Trade Payables	Other current assets	81.91
Mobilisation Advance Paid	Other Current Liabilities	Short-term loans and advances	2.33
Short term Prepaid expenses	Long-term loans and advances	Short-term loans and advances	63.52
Long-term Arranger fees	Long-term loans and advances	Other non-current assets	23.04
Inter-corporate deposit	Long-term loans and advances	Cash and cash equivalents	40.04
Short-term Unamortised borrowing cost	Other non-current assets	Other current assets	155.45
Short-term Arranger fees	Short-term loans and advances	Other current assets	2.60
Balances with Banks in deposit accounts	Other non-current assets	Cash and cash equivalents	425.00

48.8 - Current Tax

Refer Note 44 dealing with recomputation of provision for current tax based on profit/ loss determined as per the recast Statement of Profit and Loss. As a result of this adjustment, long-term loans and advances and the balance in Reserves and surplus as on the date of the balancesheet is decreased by Rs. 111.71 Million.

Signature to Notes to Accounts

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W



S. M. Chitale
Partner
M. No. 111383
Mumbai.

09 MAR 2023



As per our compilation report of even date

For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W

ATUL
Digitally signed by ATUL
HIRALAL SHAH
Date: 2023.03.09
21:52:41 +05'30'

Atul Shah
Partner
M. No. 039569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA
Digitally signed by CHANDRA
SHEKHAR RAJAN
Date: 2023.03.09
20:49:45 +05'30'

Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND
Digitally signed by MILIND RAMESH
RAMESH
Date: 2023.03.09
19:18:18 +05'30'

Mr. Milind Gandhi
Authorised signatory

KRISHNA
Digitally signed by KRISHNA DHONDU
DHONDU
GHAG
Date: 2023.03.09
17:10:27 +05'30'

Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND
KISHORE

Digitally signed by
NAND KISHORE
Date: 2023.03.09
19:18:11 +05'30'

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP
Digitally signed by DILIP LALCHAN
LALCHAN
Date: 2023.03.09
18:25:23 +05'30'

Mr. Dilip Bhatia
Authorised signatory