

July 15, 2024

To,
General Manager,
Listing Department,
BSE Limited,
P.J. Tower, Dalal Street,
Mumbai 400 001

Vice President,
Listing Department
National Stock Exchange of India Ltd.
“Exchange Plaza” Bandra-Kurla Complex
Bandra (East), Mumbai - 400 051

Scrip Code No: 533177

Scrip Code No: IL&FSTRANS EO

Sub: Disclosure under Regulation 30 and 51 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015

Dear Sir/Madam,

We wish to inform you that the Hon'ble National Company Law Tribunal, Mumbai Bench, (“NCLT”) vide its order pronounced on June 28, 2024, a copy of which was received by the Company today i.e. July 15, 2024, has taken on record the re-opened and re-casted standalone financial statements of the Company for the five financial years ending (i) March 31, 2014, (ii) March 31, 2015, (iii) March 31, 2016, (iv) March 31, 2017 and (v) March 31, 2018. A copy of NCLT Order is enclosed as **Annexure I**.

Kindly note that there are certain inadvertent error/omissions in the Order and the process to rectify the same has been initiated. The rectified order will also be filed with the exchange upon receipt from NCLT.

The said financial statements are also enclosed as **Annexures II to VI** along with the Independent Auditor's Report.

Request you to kindly take the same on record.

Yours Sincerely
For IL&FS Transportation Networks Limited

Krishna Ghag
Vice President & Company Secretary
FCS-4489

Encl. as above



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/

**MUKUND
M. CHITALE
& CO.****CHARTERED
ACCOUNTANTS****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

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HIRALAL SHAH
Date: 2023.03.09 21:47:25
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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	DILIP LALCHAN D BHATIA
Digitally signed by MILIND RAMESH GANDHI Date: 2023.03.09 18:12:32 +05'30'	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.

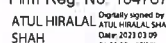
Notes 1 to 48 form part of the recast financial statements.

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 SHAH
SHAH

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

For and on behalf of the Board

CHANDRA Digitally signed
by CHANDRA
SHEKHAR SHEKHAR RAJAN
RAJAN Date: 2023.03.09
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND Digitally signed by
RAMESH RAMESH
GANDHI Date: 2023.03.09
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Mr. Milind Gandhi
Authorised signatory
KRISHNA
DHONDU
GHAG

Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND Digitally signed by
NAND KISHORE
KISHORE Date: 2023.03.09
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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP Digitally signed by
LALCHAND BHATIA
BHATIA Date: 2023.03.09
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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:
- 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
 - 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.
 - 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.
 - 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.
 - 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:

- 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.
- 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.
- 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.
- 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.
- 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.
- 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:

- 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;
- 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;
- 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;
- 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
- 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.



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(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.



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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.



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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.



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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	-	-



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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.



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

Note 3: Reserves and surplus

Particulars	As at March 31, 2014		As at March 31, 2013	
₹ in Million				
(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.



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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	-	-



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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		



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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



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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.



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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



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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.



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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.



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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



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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



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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.



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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.



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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.



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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	Year ended 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	Year ended 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	Year ended 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	Share in Assets	Share in Liabilities	Share in Contingent Liabilities	Share in Capital Commitments	₹ in Million	
							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	Share in Assets	Share in Liabilities	Share in Contingent Liabilities	Share in Capital Commitments	₹ in Million	
							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	-	628.99	-	-	-	-	628.99
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 (also a Fellow Subsidiary)	APEL
ITNL Toll Management Services Limited	ITMSL	
Thiruvananthapuram Road Development Company Limited	TRDCL	
Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL	
Associates - Indirect	Centro de Investigaciones de Curretros Andalucía S.A.	
	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	
Emprsas Pame sa De CV		
Jointly Controlled Entities	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.	
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director and his relatives	
	Mr Mukund Sapre-Executive Director and his relatives	
Relatives of KMP	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
IPL	-	# 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.



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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
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

**MUKUND
M. CHITALE
& CO.****CHARTERED
ACCOUNTANTS****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 2015, 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing

and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the 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 controls. 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 42 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 41 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 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 44 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 36B 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 22 of the Recast Standalone financial statements, mentions that the Dividend for financial year 2014-15 proposed by the Board of Directors in their meeting held on 15th May 2015 and approved by shareholders at the Annual General Meeting held on 26th August 2015 of Rs. 1,775.51 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 2015, such amount of dividend paid and the dividend amount of Rs. 1291.99 million paid for the year 2013-14 in view of the loss as per the Recast Standalone Financial Statements for the year ended 31st March 2014 is not in compliance with Section 123 of the Act read with Companies (Declaration and Payment of Dividend) Rules, 2014.
- 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.68.53 million in respect of various expenses out of the documents sought by us for the purpose of our audit.
- b) Purchase of Fixed Assets amounting to Rs.23.02 million.

- c) The agreements entered with respective subsidiary companies were not available pertaining to Construction revenue amounting to Rs. 702.49 million out of Construction Revenue of Rs. 27,287.19 million disclosed in Note 23.
- d) The agreements entered with the respective vendors were not available pertaining to Construction Contract Costs amounting to Rs.1,315.00 million out of Construction Contract Costs of Rs. 23,369.30 million disclosed in Note 25.
- e) The documents were not available pertaining to Bank Guarantee amounting to Rs.673.04 million disclosed in Note 21A.
- 4.6.2 a) No response received in respect of Balance confirmation from 8 Banks for 9 accounts with closing balances amounting to Rs.6.80 million.
- b) No response received in respect of Balance Confirmation from 8 parties for loans given of Rs.1,191.45 million, from 38 parties for receivables (trade receivables, mobilization advances and security deposits) of Rs. 7,551.89 million and from 42 parties for payables (trade payables and retention money payable) of Rs.6,187.05 million out of the balance confirmation letters sent by the Company.
- 4.7 Note No. 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. 83.47 million and Commission paid Rs.11.94 million to other Directors is in excess of the limits prescribed under Section 197 of the Act by Rs.70.57 million and Rs.11.94 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 49.5 of the Recast Standalone Financial Statements which describes that based on the report submitted by an independent agency 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 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.

- 4.10 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.
- 4.11 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 2015;
 - (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 no 3.1 and 3.2 of the Recast Standalone Financial Statements regarding the shortfall in the amount of Debenture Redemption Reserve and Provision for Redemption premium on 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 no 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 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 No.40 of the Recast Standalone Financial Statement regarding an amount of Rs.2,352.70 million included in the Construction Revenue on account of compensation claimed by ITNL from two Special Purpose Vehicles ("SPVs") for the incremental work and related claims arising from delays due to handing over of the land for project execution. The claims made by ITNL on the SPV's have been based on the legal opinions obtained by the SPV's, that such claims are contractually admissible under the Service Concession Agreements entered into with Concession Granting Authorities. Our opinion is not qualified in respect of this matter.
- 6.5 We draw attention to Note No. 43 of the Recast Standalone Financial Statement regarding expenditure of Rs.157.00 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.



- 6.6 We draw attention to note No. 45 of the Recast Standalone Financial Statement regarding treatment of current tax and deferred 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.
- 6.7 We draw attention to note no. 47 of recast standalone financial statements, wherein in respect of O&M Contracts relating to six 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.
- 6.8 We draw attention to note no. 48 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 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 2015. 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).
- 7.2 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 29.2).

8 Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2015 issued by the Central Government of India in exercise of powers conferred by section 143 (11) of the Companies Act, 2013, 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 3 and 4 of the said order.

9. As required under provisions of section 143(3) of the Act, 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.

(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 specified under section 133 of the Act, read with rule 7 of the Companies (Account) Rules, 2014;

(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 164 (2) of the Companies Act 2013 has not been commented upon.

(f) with respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the companies (Audit and Auditors) Rules 2014, in our opinion and to the best of the information and according to the explanation given to us:

- i) The company has disclosed the impact of pending litigations on its financial position in its recast standalone financial statements (Refer Note 21 to the recast standalone financial statements)

**MUKUND
M. CHITALE
& CO.**

**CHARTERED
ACCOUNTANTS**

- ii) The Company did not have any long-term contract for which there was any material foreseeable losses and therefore is not required to make any provision, as required under the applicable law or accounting standards.
- iii) There was no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

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



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

UDIN : 23111383BGTWEJ9347
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, the Company has not conducted physical verification during the year. Hence, we are unable to comment whether there are any material discrepancies noticed and the resulting adjustment in the books of accounts.
- (ii) The Company does not hold any physical inventory. Therefore, provisions of clause 3(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 189 of the Companies Act, 2013, according to the information and explanations given to us, the Company has given unsecured loan/advance to nine parties covered in the Register maintained under Section 189 of the Companies Act, 2013:
- (a) The company has been generally receiving the principal and interest on time, except in one case of outstanding overdue interest amount of Rs. 49.86 million.
- (b) In respect of outstanding overdue interest as at March 31, 2015 aggregating to Rs.49.86 million pertaining to one party, we are unable to comment whether the Management has taken reasonable steps for recovery of the interest amount.
- (iv) Pending the outcome of the investigations stated in Note 42 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 41, 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 system.
- (v) 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 73 to 76 or any other relevant provisions of the Act and the rules framed there under and hence the provisions of clause 3(v) of the Order are not applicable.

(vi) The Company is required to maintain cost records as prescribed by the Central Government under section 148(1) of the Companies Act, 2013. 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.

(vii) a) According to the information and explanations given to us, the Company is generally regular in depositing with appropriate regulatory authorities undisputed statutory dues including provident fund, Employees State Insurance, Income-tax, Sales tax, Wealth Tax, Service Tax, Custom Duty, Value added tax, Excise Duty/ Cess. However, there were no amounts which were due for more than six months from the date they become 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, 2015 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	TDS	10.05	2012-13	DCIT (TDS)

c) According to the information and explanations given to us, no amounts were required to be transferred to Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act 1956 (1 of 1956) and rules made there under.

(viii) The Company has not incurred cash losses in the current financial year and in the immediately preceding financial 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. However, pending the outcome of the investigations stated in Note 42 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 41, 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.

(ix) 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.

- (x) Pending the outcome of the investigations stated in Note 42 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 41, 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.
- (xi) Pending the outcome of the investigations stated in Note 42 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 41, we are unable to comment whether the term loans were applied for the purpose for which they were raised.
- (xii) 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 42 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 41, 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 : 23111383BGTWEJ9347

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 2014-15

We have compiled the accompanying recast financial statements of IL&FS Transportation Networks Limited ('the Company') for the financial year 2014-15 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, 2015, 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
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Date: 2023.03.09 21:55:56
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SHAH

Atul Shah

Partner

Membership No. 039569

UDIN: 23039569BGUQCN1666

Place: Mumbai

Dated this 09th day of March, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Balance Sheet as at March 31, 2015

				₹ In Million	
Particulars	Note	As at		As at	
		March 31, 2015		March 31, 2014	
I	EQUITY AND LIABILITIES				
1	SHAREHOLDERS' FUNDS				
	(a) Share capital	2	6,231.70	5,707.18	
	(b) Reserves and surplus	3	4,228.52	5,059.07	10,766.25
			10,460.22		
2	NON-CURRENT LIABILITIES				
	(a) Long-term borrowings	4	41,154.20	26,907.85	
	(b) Deferred tax liabilities	7	501.83	216.28	
	(c) Other long term liabilities	9	5,218.24	4,332.30	
	(d) Long-term provisions	8	68.55	13.51	
			46,942.82		31,469.94
3	CURRENT LIABILITIES				
	(a) Current maturities of long-term debt	5	13,724.92	11,067.50	
	(b) Short-term borrowings	6	19,514.07	8,265.17	
	(c) Trade payables	11	7,462.73	10,366.17	
	(d) Other current liabilities	10	5,907.03	4,945.92	
	(e) Short-term provisions	12	2,377.70	1,690.36	
			48,986.45		36,335.12
	TOTAL				
			1,06,389.49		78,571.31
II	ASSETS				
1	NON CURRENT ASSETS				
	(a) Fixed assets	13			
	(i) Tangible assets		327.15	179.26	
	(ii) Intangible assets		98.32	108.09	
	(iii) Capital work-in-progress		-	24.12	
	(b) Non-current investments	14	37,141.22	30,648.67	
	(c) Long-term loans and advances	15	14,676.29	8,008.80	
	(d) Other non-current assets	17	5,851.56	4,584.05	
			58,094.54		43,552.99
2	CURRENT ASSETS				
	(a) Trade receivables	19	24,657.11	24,468.36	
	(b) Cash and cash equivalents	20	1,861.16	576.46	
	(c) Short-term loans and advances	16	18,490.25	8,154.69	
	(d) Other current assets	18	3,286.43	1,818.81	
			48,294.95		35,018.32
	TOTAL				
			1,06,389.49		78,571.31

Note 1 to 50 forms part of the recast financial statements.

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

Shitale

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
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ATUL-HIRALAL
HIRALAL
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Date: 2023.03.09
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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
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND
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MILIND RAMESH
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Date: 2023.03.09
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Mr. Milind Gandhi
Authorised signatory

KRISHNA
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KRISHNA
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Date: 2023.03.09
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

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NAND KISHORE
Date: 2023.03.09
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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

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Date: 2023.03.09
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Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Statement of Profit and Loss for the year ended March 31, 2015

₹ in Million

Particulars	Note	Year ended March 31, 2015	Year ended March 31, 2014
I Revenue from operations	23	32,403.28	34,045.83
II Other income	24	7,414.52	2,673.84
III Total revenue (I + II)		39,817.80	36,719.67
IV Expenses			
Operating expenses	25	25,160.08	26,215.84
Employee benefits expense	26	599.64	549.36
Finance costs	28	7,381.24	5,196.51
Depreciation and amortisation expense (net)	13	61.01	109.25
Administrative and general expenses	29	8,842.43	20,380.22
Total expenses		42,044.40	52,451.18
V Profit / (Loss) before taxation (III-IV)		(2,226.60)	(15,731.51)
VI Tax expense:			
(a) Current tax expenses	45	826.94	951.71
(b) Less: MAT credit entitlement		(255.81)	-
(c) Tax relating to earlier years written back	39	-	(479.17)
(d) Net Current tax		571.13	472.54
(e) Deferred tax (net)	7	295.48	216.68
Net tax expenses (VI)		866.62	689.22
VII Profit / (Loss) for the year (V - VI)		(3,093.22)	(16,420.73)
Earnings per equity share (Face value per share ₹ 10/-):	34		
(1) Basic		(16.72)	(81.20)
(2) Diluted		(16.72)	(81.20)

Note 1 to 50 forms part of the recast financial statements.

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

Chitale
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
Digitally signed by ATUL HIRALAL SHAH
Date: 2023.03.09 21:58:22 +05'30'
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 20:43:29 +05'30'

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

MILIND RAMESH GANDHI
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Date: 2023.03.09 17:24:34 +05'30'

Mr. Milind Gandhi
Authorised signatory

KRISHNA DHONDU GHAG
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Date: 2023.03.09 17:18:42 +05'30'

Mr. Krishna Ghag
Authorised signatory

NAND KISHORE
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Date: 2023.03.09 19:24:42 +05'30'

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP LALCHAN BHATIA
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Date: 2023.03.09 18:21:08 +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, 2015

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
Cash Flow from Operating Activities		
Profit / (Loss) Before Tax	(2,226.80)	(15,731.51)
Adjustments for		
Interest Income		
Employee benefits (net)	(2,992.13)	(1,698.16)
Profit on sale of fixed assets (net)	3.03	4.50
Profit on sale of investments	0.72	(0.33)
Depreciation and amortization expense	(2,826.05)	-
Amortisation of premium on forward contract	61.01	109.25
Unrealised exchange gain on conversion of loans into investments	-	-
Foreign exchange gain transferred from Foreign Currency Translation Reserve to Statement of Profit and Loss	-	-
Interest accrued on loans written off	(29.23)	(18.06)
Finance Costs	96.13	-
Dividend Income on non-current investments	7,381.24	5,196.51
Provision for Bad and Doubtful Debts	(220.12)	(341.40)
Provision diminution in value of Investments	2,252.60	484.90
Provision for Bad Long term Loans	2,416.57	8,190.00
Provision for Bad Short term Loans	1,253.90	4,863.20
Provision for Advances Recoverable	1,338.70	3,760.50
Reversal of Provision for Interest accrued & due	28.35	3.46
Provision for Interest accrued but not due	(169.04)	467.79
Reversal of Provision for Advances towards Share Application Money	88.42	653.58
Reversal of Claims and Contingencies	(530.50)	530.50
Claims and Contingencies	(300.00)	-
Operating profit before Working Capital Changes	5,625.00	6,574.73
Increase in trade receivables	(2,441.35)	(8,975.73)
Increase in other assets & loans and advances (current and non current)	(3,609.91)	(2,833.53)
(Decrease) / Increase in liabilities (current and non current)	(1,247.29)	6,530.32
Cash (used in) / generated from Operations	(1,673.55)	1,295.79
Direct Taxes paid (Net)	(864.88)	(1,864.56)
Net Cash (used in) / generated from Operating Activities (A)	(2,538.43)	(568.77)
Cash flow from Investing Activities		
Additions to fixed assets and Capital Work in Progress	816.14	(171.19)
Proceeds from sale of fixed assets	1.83	27.58
Proceeds from sale of investments in subsidiaries	2,654.30	-
Investment in / Purchase of equity shares of subsidiaries	(7,740.46)	(6,306.99)
Investment in Others	(336.76)	(142.50)
Amount received towards exercise of call option issued	0.00	6.11
Long term loans given	(6,248.70)	(3,694.11)
Long term loans recovered	4.68	3,315.70
Short term loans (given) / received back (net)	(11,363.30)	(3,133.81)
Increase in Receivable for sale of investment	0.00	0.00
Interest received	1,659.05	1,105.04
Dividend received	382.00	179.52
Net Cash used in Investing Activities (B)	(20,171.22)	(8,814.65)



IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Cash Flow Statement for the Year ended March 31, 2015

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
Cash flow from Financing Activities		
Proceeds from issue of Preference Shares (including securities premium)	-	7,529.00
Proceeds from issue of Rights Equity Shares (including securities premium)	5,245.23	-
Preference issue expenses adjusted in securities premium	(55.93)	(67.23)
Discount on issue of Non-Convertible Debentures adjusted in securities premium	-	-
Proceeds / (repayment) of loans on demand from Banks (net)	(27.38)	164.47
Proceeds from long term borrowings	28,140.34	19,420.00
Repayment of long term borrowings	(11,371.23)	(9,850.00)
Proceeds from short term borrowings	47,155.63	21,300.00
Repayment of short term borrowings	(35,881.77)	(22,144.50)
Finance Costs paid	(7,772.13)	(5,358.39)
Equity Dividend paid	(986.88)	(777.07)
Tax on Equity Dividend paid	(167.72)	(132.06)
Preference Dividend paid	(305.11)	-
Tax on Preference Dividend paid	(51.85)	-
Fixed deposits placed as security against borrowings (Net)	(1,119.91)	(604.39)
Net Cash generated from Financing Activities (C)	22,801.29	9,479.83
Net Increase in Cash and Cash Equivalents (A+B+C)	91.63	96.40
Cash and Cash Equivalents at the beginning of the year	150.75	54.35
Cash and Cash Equivalents at the end of the year	242.38	150.75
Net Increase in Cash and Cash Equivalents	91.63	96.40
Components of Cash and Cash Equivalents		
Cash on Hand	0.08	0.32
Balances with Banks in current accounts	199.93	108.06
Fixed deposits	42.37	42.37
Unpaid Dividend Accounts	242.38	150.75
Balances with banks in deposit accounts (under lien)	0.88	0.71
Cash and Cash Equivalents as per Balance Sheet	1,861.16	425.00
		576.46

Note: During the year the Company has purchased additional shares of a subsidiary company for a value of ₹ 393.24 Mn of which a sum of ₹ 387.73 mn has been adjusted against the loan outstanding from the seller, the impact of this has not been given in the cash flow statement above.

Note 1 to 50 forms part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106855W

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 SHAH
Digitally signed by ATUL HIRALAL SHAH
Date: 2023.03.09
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Atul Shah
Partner
M No. 039569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA Digitally signed by CHANDRA SHEKHAR RAJAN
SHEKHAR RAJAN
Date: 2023.03.09
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RAJAN

NAND Digitally signed by NAND KISHORE
KISHORE
Date: 2023.03.09
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

MILIND Digitally signed by MILIND RAMESH GANDHI
RAMESH GANDHI
Date: 2023.03.09
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DILIP Digitally signed by DILIP LALCHAND BHATIA
LALCHAND BHATIA
Date: 2023.03.09
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Mr. Milind Gandhi
Authorised signatory

Mr. Dilip Bhatia
Authorised signatory

KRISHNA Digitally signed by KRISHNA GHAG
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Date: 2023.03.09
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023



09 MAR 2023

IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 1A : Background and Basis of preparation

1.1 Background :

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, 2015

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, 2015 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 15, 2015 and were adopted by the Shareholders of the Company at the Annual General Meeting held on August 26, 2015.
- 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, 2015 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 Financial Statements

The recast standalone financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The recast standalone financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the recast standalone financial statements are consistent with those followed in the previous year except for change in the accounting policy for depreciation as more fully described in Note 1.9 (b) below.

The comparative figures for the year ended and as at March 31, 2014 are as per the audited recast standalone financial statements of the Company.

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.



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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 49. 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. 41 and Note No. 42 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**

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.

(b) **Change in Accounting Policy and Accounting Estimates**

Pursuant to the notification of Schedule II to the Companies Act, 2013 with effect from April 1, 2014, the Company has changed its method of depreciation from Written Down Value ("WDV") method to Straight Line Method ("SLM"). Consequent to this change, all assets are now being depreciated under SLM. The Company has also revised the estimated useful life of some of its assets to align the useful life with those specified in Schedule II based on internal technical advice, taking into account the nature of the asset, the estimate usage of the asset, operating conditions of the asset, past history of replacement, anticipated technological changes etc.



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The details of previously applied depreciation method, rates / useful life and revised method and lives are given below:

Asset	Previous depreciation method	Previous depreciation rate/useful life	Revised useful life based on SLM
Premises	SLM	1.63% / 61 Years	60 Years
Computers and Data Processing Equipment (other than Server & Networking)	SLM	25% / 4 Years	3 Years
Office Equipments	WDV	13.91% / 20 Years	5 Years
Furniture and Fixtures	WDV	18.10% / 15 Years	10 Years
Plant & Machinery	WDV	13.91% / 20 Years	15 Years
Electrical Installation	WDV	13.91% / 20 Years	10 Years
Data Processing Equipment (Server & Networking)	SLM	4	4
Mobile Phones and I pad / Tablets	SLM	Fully depreciated in the year of purchase	Fully depreciated in the year of purchase
Specialised office equipments	SLM	3	3
Vehicles	WDV	5	5
Assets provided to employees	SLM	3	3
Leasehold improvement costs	SLM	Amortised over Primary period of Lease	Amortised over Primary period of Lease
All categories of assets costing less than ₹ 5,000/- each	SLM	Fully depreciated in the year of purchase	Fully depreciated in the year of purchase

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

Pursuant to the transition provisions prescribed in Schedule II to the Companies Act, 2013,

(i) the Company has fully depreciated the carrying value of assets (determined after considering the change in the method of depreciation from WDV to SLM), net of residual value, where the remaining useful life of the asset was determined to be nil as on April 1, 2014 and adjusted an amount of ₹ 6.30 Million against the opening Surplus balance in the Statement of Profit and Loss under Reserves and Surplus

(ii) The depreciation expense in the Statement of Profit and Loss for the year is lower by ₹ 29.57 Million consequent to the above change in the method of depreciation

(iii) The depreciation expense in the Statement of Profit and Loss for the year is higher by ₹ 20.42 Million consequent to the change in the useful life of the assets

(c) Leased Assets

Type of Lease	Capitalisation	Depreciation Policy
Operating Lease	At Cost including incidental expenses to bring the asset to its working condition for its intended use	Straight Line Method at the rates provided under Schedule II to the Companies Act, 2013
Capital Expenditure on renovation / Improvements to Lease-hold Premises	At Cost	Amortised over the primary period of the Lease

(d) 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

- 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.
- Cost of investment property acquired in exchange for an asset is determined by reference to the fair value of the asset given up.
- Investments are classified as long-term or current at the time of making such investments.
- Long-term investments are individually valued at cost, less provision for diminution that is other than temporary.
- Current investments are valued at the lower of cost and fair value.



1.12 Revenue Recognition

- (a) 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.

Advisory, Design and Engineering fees are billed as services are rendered, however they are due for payment one year from the date of billing. Disclosure with respect to such Trade Receivables as been made considering above policy.

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.

- (b) 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.
- (c) 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.

(d) Revenue from construction contracts:

When the outcome of a construction contract can be estimated reliably, contract revenue and contract costs associated with the construction contract are recognised as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed upto the reporting date bear to the estimated total contract costs.

For the purposes of recognising revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

The percentage of completion method is applied on a cumulative basis in each accounting period to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognised in the Statement of Profit and Loss in the period in which the change is made and in subsequent periods.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognised only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognised as an expense in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense in the Statement of Profit and Loss in the period in which such probability occurs.

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".

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 period end are valued at closing-date rates, and unrealised translation differences are included in the Statement of Profit and Loss.

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.

The Company has exercised the option of amortising / capitalising the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011



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 determined in accordance with the applicable tax rates and the provisions of 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.



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

(a) 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.

(b) The Company uses foreign currency derivative contracts to hedge its risks associated with foreign currency fluctuations relating to highly probable forecast transactions. The Company designates such contracts in a cash flow hedging relationship by applying the hedge accounting principles set out in "Accounting Standard 30 Financial Instruments: Recognition and Measurement" issued by the ICAI. These contracts are stated at fair value at each reporting date. Changes in the fair value of these contracts that are designated and effective as hedges of future cash flows are recognised directly in "Cash flow hedge reserve" under Reserves and surplus, net of applicable deferred income taxes and the ineffective portion is recognised immediately in the Statement of Profit and Loss. Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or no longer qualifies for hedge accounting.

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 Securities Premium Account as is permissible within the Companies Act, 2013 as may be amended from time to time.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 2: Share capital

Particulars	As at March 31, 2015		As at March 31, 2014	
	Number of Shares	₹ in Million	Number of Shares	₹ in Million
Authorised				
Equity Shares of ₹ 10/- each	50,00,00,000	5,000.00	50,00,00,000	5,000.00
Preference Shares of ₹ 10/- each	1,00,00,00,000	10,000.00	1,00,00,00,000	10,000.00
Issued, Subscribed and Paid up (Refer Note 2.1, 2.2, 2.3 and 2.4)				
Equity Shares of ₹10/- each fully paid	24,67,20,020	2,467.20	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	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	10,72,50,000	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	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	5,00,00,000	500.00
Total	62,31,70,020	6,231.70	57,07,17,732	5,707.18

2.1 Of the above, 171,450,000 (As at March 31, 2014 : 135,000,000) equity shares are held by the Holding Company viz Infrastructure Leasing & Financial Services Limited ("IL&FS"), 3,199,776 (As at March 31, 2014 : 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, 2015		Year ended March 31, 2014	
	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	5,24,52,288	524.52	-	-
Shares outstanding at the end of the year	24,67,20,020	2,467.20	19,42,67,732	1,942.68
20.50% Cumulative Redeemable Preference Shares				
Shares outstanding at the beginning of the year	20,00,00,000	2,000.00	-	-
Shares issued during the year	-	-	20,00,00,000	2,000.00
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	20,00,00,000	2,000.00	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	10,72,50,000	1,072.50	-	-
Shares issued during the year	-	-	10,72,50,000	1,072.50
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,72,50,000	1,072.50	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	1,92,00,000	192.00	-	-
Shares issued during the year	-	-	1,92,00,000	192.00
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,92,00,000	192.00	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	5,00,00,000	500.00	-	-
Shares issued during the year	-	-	5,00,00,000	500.00
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	5,00,00,000	500.00	5,00,00,000	500.00



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

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, 2015		As at March 31, 2014	
	Number of Shares	% of total holding	Number of Shares	% of total holding
IL&FS	17,14,50,000	69.49%	13,50,00,000	69.49%

Cumulative Non-Convertible Compulsorily Redeemable Preference Shareholder	Series Name	As at March 31, 2015		As at March 31, 2014	
		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%	10,00,00,000	26.56%
IL&FS Financial Services Limited	20.50% CRPS	10,00,00,000	26.56%	10,00,00,000	26.56%
Azim Hasham Premji	11% ITNL CNCRPS 2021	2,50,00,000	6.64%	2,50,00,000	6.64%
L & T Infrastructure Finance Company Limited	11% ITNL CNCRPS 2021	2,50,00,000	6.64%	2,50,00,000	6.64%

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.

During the year ended March 31, 2015 the Company issued 52,452,288 equity shares on rights basis in the ratio of 27:100 at a price of ₹ 100 per share having a face value of ₹ 10 each aggregating ₹ 524.52 Million and premium of ₹ 90 each aggregating to ₹ 4,720.71 Million. The Earnings per share has been accordingly adjusted for the effect of Rights Issue for the current year and previous year.

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

Particulars	(₹ in Million)
Amount received from the issue	5,245.23
Utilisation :	
For repayment of loans	5,100.00
For working capital payments (including issue expenses)	145.23
Total utilisation	5,245.23
Balance amount unutilised as on March 31, 2015	Nil

2.5 During the previous 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 2.5(a) below	20.50% per annum	Refer Note 2.5(a) below
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	

2.5(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	4,358.02

2.5 (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



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Rights of CNCRPS holders are as follows:

The holder(s) of 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.

Note 3: Reserves and surplus

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Securities Premium Account				
Opening balance	14,017.84		10,320.57	
(+) Addition during the period from issue of Cumulative Non-Convertible Compulsorily Redeemable Preference Shares	-		3,764.50	
(+) Addition during the period from issue of equity shares on a rights basis	4,720.71		-	
(-) Premium utilised towards preference shares issue expenses and rights issue expenses	(55.93)		(67.23)	
(-) Premium utilised towards discount on issue of Non-Convertible Debentures	(134.66)		-	
(-) Redemption premium on 20.50% CRPS (Note 1.23)	(50.00)	18,497.96	-	14,017.84
(b) General Reserve				
Opening balance	1,238.98		1,238.98	
(+) Transfer from balance in Statement of Profit and Loss	-	1,238.98	-	1,238.98
(c) Foreign Currency Translation Reserve (Refer Note 1.13)				
Opening Balance [net of deferred tax asset (net) of ₹ Nil, (previous year ₹ 41.37 Million)]	19.29		31.20	
Foreign exchange translation gain / (loss) [net of deferred tax liability of ₹ 9.93 Million (Previous year net of deferred tax liability of ₹ 6.14 Million)]	(19.29)	-	(11.91)	19.29
(d) Cash flow hedge reserve				
Opening balance	-		-	
(+) Created during the current year (net of effect of foreign exchange rate variations on hedging instruments outstanding at the end of the year)	(54.89)	(54.89)	-	-
(e) Debenture Redemption Reserve (Refer Footnote below)				
Opening balance	461.37		461.37	
(+) Transfer from balance in Statement of Profit and Loss (Refer note 3.1)	(0.00)	461.37	0.00	461.37
(f) Surplus in the Statement of Profit and Loss				
Opening balance	(10,678.41)		7,253.88	
(-) Loss for the year	(3,093.22)		(16,420.73)	
(-) Transfer to general reserve	-		(0.00)	
(-) Depreciation adjustment relating to fixed assets [Refer Note 1.9 (b)]	(6.30)		-	
(-) Transfer to debenture redemption reserve (Refer note 3.1)	0.00		(0.00)	
(-) Provision for proposed dividend on equity shares (Refer Note 22)	(986.88)		(986.88)	
(-) Provision for dividend distribution tax on proposed dividend on equity shares	(200.91)		(167.72)	
(-) Provision for proposed dividend on preference shares (Refer Note 22)	(788.63)		(305.11)	
(-) Provision for dividend distribution tax on proposed dividend on preference shares	(160.55)		(51.85)	
(-) Redemption premium on 20.50% CRPS (Refer note 3.2)	-	(15,914.90)	-	(10,678.41)
Total		4,228.52		5,059.07

3.1 The Company had issued Non Convertible Debentures (NCDs) as detailed in Note 4.1 In terms of Section 71(4) of the Companies Act, 2013 read with rule 18(7)(b)(iii) of the Companies (Share capital and Debentures) Rules 2014, 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 ₹ 989.50 Million (March 31, 2014 ₹ 486.37 Million) 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. 1,475.87 Million.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

3.2 In the original standalone financial statements of the previous year, 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 were passed to reverse the redemption premium. Premium on redemption which is contractually accruing annually to the preference shareholders is accrued by way of appropriation out of Securities Premium Account as is permissible within the Companies Act, 2013 as may be amended from time to time from the current year.

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.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 4: Long-term Borrowings

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
(a) Debentures (Refer Note 4.1 (a))		
Unsecured Redeemable Non-Convertible Debentures [NCDs]	18,300.00	10,000.00
Unsecured Redeemable NCDs (issued at discount)	3,000.00	1,000.00
Less : Unexpired Discount on issue	-	(44.65)
Net	3,000.00	955.35
Sub-total (a)	21,300.00	10,955.35
(b) Term Loans from banks (Refer Note 4.1 (b))		
(i) Secured	13,627.75	7,455.64
(Out of above ₹ 12,986.91 Million (Previous year ₹ 8,985.00 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 ₹ 860.83 Million (Previous year ₹ 490.84 Million) is secured by fixed deposits placed with lending banks including Interest accrued thereon)		
(ii) Unsecured	6,226.45	8,496.88
Sub-total (b)	19,854.20	15,952.60
Total	41,154.20	26,907.95

4.1 During the current year, the Company Listed following Unsecured Redeemable NCDs:

- 2,000 discounted NCDs of the face value of ₹ 1,000,000 per unit issued on a private placement basis at discount of ₹ 45,000 per debenture.
- 7,750 undiscounted NCDs of the face value of ₹ 1,000,000 per unit issued on a private placement basis.

The Company also issued unlisted 1,250 Rated, Unsecured Redeemable, NCDs of the face value of ₹ 1,000,000 per unit on a private placement basis.

During the previous year, the Company had 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.

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

As at March 31, 2015						
Series of NCDs	No. of NCDs issued	No. of NCDs outstanding as at March 31, 2015	Face value per NCD (₹)	Rate of interest % p.a.	Terms of repayment	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, 11.50%, 2024	1,000	1,000	10,00,000	11.50	Bullet repayment	February 4, 2024
ITNL, 11.50%, 2024	2,000	2,000	10,00,000	11.50	Bullet repayment	June 21, 2024
ITNL 11.25%	1,250	1,250	10,00,000	11.25	Bullet repayment	April 21, 2016
ITNL 11.50% 2019	1,250	1,250	10,00,000	11.50	Bullet repayment	November 20, 2019
ITNL 11.80% 2024	2,500	2,500	10,00,000	11.80	Bullet repayment	December 21, 2024
ITNL 11.80% 2024	2,500	2,500	10,00,000	11.80	Bullet repayment	January 3, 2025
ITNL 11.70% 2018	1,500	1,500	10,00,000	11.70	Bullet repayment	April 12, 2018
Total	21,300	21,300				

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	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				

* These were repaid during the current year.

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

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
	₹ in Million	₹ in Million
Face value of NCDs	11,000.00	1,000.00
Less: Discount on NCDs	90.00	45.00
Amount received from the issue	10,910.00	955.00
Utilisation:		
For repayment of loans	8,603.18	400.00
For working capital payments	842.82	531.50
Loans to subsidiaries	605.00	-
Investment in subsidiaries	559.00	23.50
Total utilisation	10,910.00	955.00
Balance amount unutilised as on year end	-	-



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

4.1(b) Terms of Repayment for long term borrowings from banks outstanding as on March 31, 2015

As at March 31, 2015			
Name of Bank	₹ in Million	Terms of repayment	Due Date for repayment
Yes Bank Limited	4,705.00	17 quarterly installments of ₹ 105 Million to ₹ 300 Million	June 30, 2016 to June 30, 2020
Yes Bank Limited	2,704.25	13 quarterly installments of ₹ 116 Million to ₹ 25.825 Million	June 30, 2016 to June 30, 2019
Yes Bank Limited	4,400.00	8 quarterly installments of ₹ 343.75 Million each and 4 quarterly installments ₹	June 30, 2016 to March 31, 2019
Indusind Bank #	1,976.61	Bullet repayment	September 24, 2018
State Bank of Hyderabad	166.67	3rd of 3 installments	March 31, 2018
Yes Bank Limited	580.00	4th of 4 installments	September 30, 2017
State Bank of Hyderabad	166.67	2nd of 3 installments	March 31, 2017
Bank of Maharashtra	1,000.00	1st of 2 installments	March 27, 2017
Bank of Bahrain & Kuwait	275.00	Bullet repayment	February 27, 2017
United Bank of India	1,000.00	Bullet repayment	December 30, 2016
Yes Bank Limited	580.00	3rd of 4 installments	September 30, 2016
State Bank of Bikaner & Jaipur	1,000.00	Bullet repayment	August 28, 2016
Nainital bank	300.00	2nd of 2 installments	June 30, 2016
Allahabad Bank	1,000.00	2nd of 2 installments	May 22, 2016
Total	19,864.20		

The Company has entered into cross currency interest rate swap on December 31, 2014 for borrowing of ₹ 2,000 Million taken by the Company. The details of Swap are as under :

Swap Counter party	Indusind Bank
Cross Currency interest rate SWAP	3 Month USD Libor + 250 bps p.a. on US \$ 31.72 Million against 10.80% p.a. on ₹ 2,000 Million
Interest payable	Monthly
Maturity Date	December 31, 2017

The changes in the fair value of these derivatives is designated and effective. Accordingly, the notional gain / loss on Mark to market are recognised in the shareholders funds under "Cash Flow hedge reserve"

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 ₹ 206.25 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	625.00	3rd of 3 installments	March 31, 2016
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
Bank of Maharashtra	1,000.00	2nd of 2 installments	September 23, 2015
State Bank of Travancore	500.00	2nd of 2 installments	August 23, 2015
Jammu and Kashmir Bank	125.00	4th of 4 installments	July 28, 2015
Jammu and Kashmir Bank	125.00	3rd of 4 installments	April 28, 2015
Total	16,952.50		

Note 6: Current maturities of long-term debt

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
(a) Term Loans from banks (Refer Note 5.1)		
(i) Secured (Out of above ₹ 1,895.75 Million (Previous year ₹ 855 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 ₹ 727.92 Million (Previous year ₹ 546.25 Million) is secured by fixed deposits placed with lending banks including interest accrued (hereon)	2,623.67	1,401.25
(ii) Unsecured	11,101.25	9,666.25
Total	13,724.92	11,067.50



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

5.1 Terms of Repayment for Current maturities of long-term debt from banks outstanding as on March 31, 2015

As at March 31, 2015			
Name of Bank	₹ in Million	Terms of repayment	Due Date for Repayment
Yes Bank Limited	825.00	4 quarterly installments of ₹ 88.75 Million each	June 30, 2015 to March 31, 2016
Yes Bank Limited	295.00	1 quarterly installment of ₹ 95 Million and 2 quarterly installments of ₹ 100 Million each	September 30, 2015 to March 31, 2016
Yes Bank Limited	195.75	3 quarterly installments of ₹ 65.25 Million each	September 30, 2015 to March 31, 2016
Oriental Bank of Commerce	875.00	3rd of 3 installments	March 31, 2016
State Bank of Hyderabad	166.67	1st of 3 installments	March 31, 2016
Lakshmi Vilas Bank	750.00	2nd of 2 installments	March 27, 2016
Bank of Maharashtra	1,000.00	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
Oriental Bank of Commerce	437.50	2nd of 3 installments	September 30, 2015
Yes Bank Limited	580.00	2nd of 4 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 28, 2015
State Bank of Bikaner & Jaipur	500.00	2nd of 2 installments	September 24, 2015
Bank of Maharashtra	1,000.00	2nd of 2 installments	September 23, 2015
State Bank of Travancore	500.00	2nd of 2 installments	August 23, 2015
Jammu and Kashmir Bank	125.00	4th of 4 installments	July 28, 2015
Nainital bank	300.00	1st of 2 installments	June 30, 2015
Allahabad Bank	1,000.00	1st of 2 installments	May 22, 2015
Jammu and Kashmir Bank	125.00	3rd of 4 installments	April 28, 2015
	13,724.92		

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
Jammu and Kashmir Bank	125.00	2nd of 4 installments	January 28, 2015
United Bank of India	1,000.00	1st of 2 installments	November 21, 2014
Jammu and Kashmir Bank	125.00	1st of 4 installments	October 28, 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
	11,067.50		



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Note 6: Short-term Borrowings

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
(a) Secured		
(i) Loans repayable on demand from Banks (Secured by First pari passu charge over current assets and receivables)	-	24.04
(ii) Short term loans from banks (Secured by fixed deposits placed with lending banks ₹ 270 Million)	270.00	-
sub-total (a)	270.00	24.04
(b) Unsecured		
(i) Loans repayable on demand from Banks	238.85	242.18
(ii) Commercial Paper Less: Unexpired discount Net amount	9,500.00 (224.78) 9,275.22	4,000.00 (101.05) 3,898.95
(iii) Short term loans from banks from financial institutions from related parties	4,480.00 3,000.00 2,250.00	3,400.00 - 700.00
sub-total (b)	19,244.07	8,241.13
Total	19,514.07	8,265.17

Note 7: Deferred Tax Liabilities (Net)

The Company has a net deferred tax liability of ₹ 501.83 Million (As at March 31, 2014 net deferred tax liability : ₹ 216.28 Million). The components are as under (Refer Note 7.1):

Particulars	₹ in Million		
	As at March 31, 2014	Movement during the year	As at March 31, 2015
Liabilities:			
In respect of depreciation	8.85	1.84	10.69
In respect of unamortised borrowing costs	223.57	284.79	508.36
Assets:			
In respect of employee benefits	(15.13)	(1.08)	(16.21)
In respect of provision for doubtful debts	(1.01)	-	(1.01)
In respect of provision for loan	-	-	-
Deferred Tax Liabilities (Net)	216.28	285.55	501.83

7.1 The Company has not recognised 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 liability (net) as at the year end includes deferred tax credit of ₹ 9.93 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 45 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 for doubtful debts, loans and advances have been recognised.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 8: Long-term Provisions

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
(a) Provision for employee benefits	18.55	13.51
(b) Provision for redemption premium on Preference Shares	50.00	-
Total	68.55	13.51

Note 9: Other Long term liabilities

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
(a) Interest accrued but not due on borrowings	-	89.44
(b) Retention Money Payable	2,476.88	2,052.21
(c) Payable due to fair valuation of derivative contract	78.28	-
(d) Mobilisation Advances Received (Refer Note 30)	2,663.08	1,890.65
(e) Provision for Onerous Contract	-	300.00
Total	5,218.24	4,332.30

Note 10: Other Current Liabilities

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
(a) Interest accrued but not due on borrowings	650.42	234.17
(b) Mobilisation Advances Received (Refer Note 30)	2,331.93	2,500.65
(c) Unearned Revenue (Refer Note 30)	2,631.63	1,923.53
(d) Unclaimed Dividends	0.88	0.71
(e) Payable to related party - Holding company	150.00	-
(f) Other Payables (statutory dues payable)	142.17	286.86
Total	5,907.03	4,945.92

Note 11: Trade Payables

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
(a) Trade Payables - Micro and Small Enterprises	-	-
(b) Trade Payables - Others	7,462.73	10,366.17
Total	7,462.73	10,366.17

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, 2015	As at March 31, 2014
(a) Provision for employee benefits (net)	233.20	171.34
(b) Provision for Proposed Dividend on equity shares (Refer Note 22)	986.88	986.88
(c) Provision for Dividend Distribution Tax on equity shares	200.91	167.72
(d) Provision for Proposed Dividend on preference shares (Refer Note 22)	788.63	305.11
(e) Provision for Dividend Distribution Tax on preference shares	160.55	51.85
(f) Provision for tax (net)	7.53	7.46
Total	2,377.70	1,690.36



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 13: Fixed Assets

Current year :

Particulars	Gross Block (at cost)			Accumulated Depreciation and Amortisation						Net Block Balance as at March 31, 2015
	Balance as at April 1, 2014	Additions	Deletions / Adjustments	Balance as at March 31, 2015	Balance as at April 1, 2014	Adjustments (Refer Note 13.2)	Depreciation for the year adjusted in reserves (Refer Note 13.1)	Depreciation / Amortisation for the year	Deletions	
a Tangible Assets										
Buildings	14.96	0.00	-	14.96	1.59	0.01	-	0.25	-	1.85
Plant and Machinery	93.44	137.74	-	231.18	34.99	(18.93)	-	9.63	-	25.69
Furniture and Fixtures	22.01	1.56	-	23.57	14.66	(3.79)	0.03	2.54	-	13.44
Vehicles	122.55	17.75	10.21	130.09	62.56	(2.14)	-	26.26	7.66	79.02
Office Equipments	38.34	17.83	-	56.17	24.51	(5.20)	4.63	11.49	-	35.43
Data Processing Equipments	60.42	16.62	-	77.04	38.13	0.00	1.64	12.99	-	52.76
Leasehold Improvements	19.28	0.00	-	19.28	15.30	0.00	-	1.65	-	16.95
Total	371.00	191.50	10.21	552.29	191.74	(30.05)	6.30	64.81	7.66	225.14
b Intangible Assets										
Computer Software (Acquired)	351.39	16.49	-	367.88	283.06	-	-	23.60	-	306.66
Commercial Rights (Acquired)	60.00	-	-	60.00	20.25	-	-	2.65	-	22.90
Total	411.39	16.49	-	427.88	303.31	-	-	26.25	-	329.56
c Capital Work-in-Progress										
Capital Work-in-Progress	24.12	-	24.12	-	-	-	-	-	-	-
Grand Total	806.51	207.99	34.33	980.17	495.05	(30.05)	6.30	91.06	7.66	554.70
										425.47

13.1. ₹ 6.30 Million is debited to surplus in the Statement of Profit & Loss as per Schedule II of the Companies Act 2013 due to revised useful life being Nil as on March 31, 2014 (Refer Note 3)

13.2. For change in depreciation policy, pursuant to notification of Schedule II to the Companies Act, 2013, refer Note 1.9 (b)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 13: Fixed Assets

Previous 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
a Tangible Assets								
Buildings	14.96	-	-	14.96	1.33	0.26	-	13.37
Plant and Machinery	68.18	25.26	-	93.44	26.11	8.88	-	58.45
Furniture and Fixtures	19.33	2.74	0.06	22.01	12.99	1.72	0.05	7.34
Vehicles	100.99	24.47	2.91	122.55	48.57	16.40	2.41	59.99
Office Equipments	32.34	7.40	1.40	38.34	20.52	4.68	0.69	13.83
Data Processing Equipments	43.51	17.47	0.56	60.42	29.41	8.92	0.20	22.28
Leasehold Improvements	19.28	-	-	19.28	13.12	2.18	-	3.98
Total	298.59	77.34	4.93	371.00	152.05	43.04	3.35	191.74
b Intangible Assets								
Computer Software (Acquired)	281.66	69.73	-	351.39	219.47	63.58	-	68.34
Commercial Rights (Acquired)	60.00	-	-	60.00	17.60	2.65	-	39.75
Total	341.66	69.73	-	411.39	237.07	66.23	-	108.09
c Capital Work-In-Progress								
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, 2015

Note 14: Non-Current Investments

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
Investment property (Refer note 17.1)	-	-
Trade Investments (Refer A below)		
(a) Investments in Equity shares	42,036.83	33,742.71
(b) Investments in preference shares	2,496.90	2,496.90
(c) Investments in debentures	320.00	320.00
(d) Investments in Covered Warrants	1,943.00	1,693.00
(e) Investments in units	1,096.06	1,096.06
sub- total	47,892.79	39,348.67
Less : Provision for diminution in the value of Investments	10,751.57	8,700.00
Total Trade Investments	37,141.22	30,648.67
Total Investments	37,141.22	30,648.67

A. Details of Trade investments (Refer Notes 14.1 to 14.12)							
Sr. No.	Name of the Entity	As at March 31, 2015			As at March 31, 2014		
		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 14.8)	-	-	-	11,90,65,747	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)	6,08,94,038	Not Applicable	3,292.74	4,80,50,001	Not Applicable	2,435.13
	ITNL Road Infrastructure Development Company Limited (Refer Note 14.1)	14,00,00,000	10	1,400.00	14,00,00,000	10	1,400.00
	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
	Vansh 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 (Refer Note 14.9)	38,52,85,112	10	3,852.85	27,99,85,532	10	2,799.88
	Hazariabagh Ranchi Expressway Limited (Refer Note 14.1 and 14.10)	13,09,86,900	10	1,362.64	9,69,40,000	10	969.40
	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	24,24,48,000	10	2,424.48
	Cherani 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)	11,02,78,130	10	1,102.78	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 14.7)	19,33,32,083	10	1,933.32	15,69,32,083	10	1,569.32
	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	46,80,000	10	46.80
	Karyavattom Sports Facilities Limited (Refer Note 14.1)	4,31,19,940	10	431.20	1,50,49,940	10	150.50
	Kiratpur Ner Chowk Expressway Limited (Refer Note 14.1)	32,07,50,000	10	3,207.50	17,70,00,000	10	1,770.00
	ITNL Offshore Pte. Ltd., Singapore (Nominal value US\$ 1 each) (Refer Note 14.1)	33,70,500	Not Applicable	208.44	33,70,500	Not Applicable	208.44
	Baleshwar Kharagpur Expressway Limited (Refer Note 14.1)	17,27,80,000	10	1,727.80	11,63,00,000	10.00	1,163.00
	Sikar Bikaner Highway Limited (Refer Note 14.1)	12,40,50,000	10	1,240.50	12,40,50,000	10.00	1,240.50
	Rapid MetroRail Gurgaon South Limited (Refer Note 14.1)	8,78,67,500	10	878.68	5,67,17,500	10.00	567.18
	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)	8,49,99,940	10	850.00	2,82,49,940	10.00	282.50
	Khed Sinnar Expressway Limited (Refer Note 14.1)	14,99,99,994	10	1,500.00	5,15,00,000	10.00	515.00
	Andhra Pradesh Expressway Limited (Refer Note 14.1 and 14.11)	42,93,440	10	42.93	42,93,440	10.00	42.93
	GIFT Parking Facilities Limited (Refer Note 14.1)	49,994	10	0.50	-	-	-
	ITNL Offshore Two Pte. Ltd. (Nominal value US\$ 1 each)	1	Not Applicable	0.00	-	-	-
	ITNL Offshore Three Pte. Ltd. (Nominal value US\$ 1 each)	1	Not Applicable	0.00	-	-	-



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In Joint Ventures (Fully paid - At Cost)							
Jorabat Shillong Expressway Limited (Unquoted) (Refer Note 14.1)	4,20,00,000	10	420.00	3,90,00,000	10	390.00	
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	
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	
Srinagar Sonamarg Tunnelway Limited (Refer Note 14.1 and 14.12)	56,76,068	10	1,056.76	-	-	-	
Gujarat Road and Infrastructure Company Limited ("GRICL") (Refer Note 14.1 and 14.8)	2,31,87,166	10	221.25	-	-	-	
In Others (Unquoted; Fully paid - At Cost)							
Pipavav Railway Corporation Limited	1,20,00,000	10	179.00	1,20,00,000	10	179.00	
Srinagar Sonamarg Tunnelway Limited	-	-	-	7,250	10	0.07	
sub-total (a)			42,036.83			33,742.71	
A. Details of Trade Investments (Refer Notes 14.1 to 14.12)							
Sr. No.	Name of the Entity	As at March 31, 2015			As at March 31, 2014		
		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
	Andhra Pradesh Expressway Limited (Refer Note 14.11)	22,00,00,000	10	2,200.00	22,00,00,000	10	2,200.00
	sub-total (b)			2,496.90			2,496.90
(c)	Investments in Debentures (Unquoted; Fully paid - At Cost)						
	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)	19,43,00,000	10	1,943.00	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	10,96,062	1000	1,096.06
	Grand Total (a+b+c+d+e)			47,892.79			39,348.67

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
Aggregate cost of quoted investments (Market value of ₹ 1,571.59 Million; as at March 31, 2014 : ₹ 1,127.96 Million)	1,871.58	1,871.58
Aggregate cost of unquoted investments	46,021.21	37,477.09
Total	47,892.79	39,348.67



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

- 14.1 The Company has given non-disposal undertakings to the lenders, the equity investors and the grantors of the Concession for its investment 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, equity investors and the grantors of the Concession, the carrying value of which works out to ₹ 15,146.22 Million as on March 31, 2015. (₹ 12,475.28 Million as on March 31, 2014)
- 14.2 The Company has pledged 171,959 equity shares aggregating ₹ 1,388.39 Million (As at March 31, 2014 - 171,959 equity shares aggregating ₹ 1,388.39 Million) 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 equity shares aggregating ₹ 145.00 Million (As at March 31, 2014 - 14,300,000 equity shares aggregating ₹ 145.00 Million) 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 ₹ 1,943.00 Million (As at March 31, 2014 ₹ 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 short-term loan to its subsidiary, ITNL International Pte. Ltd., Singapore aggregating USD 4,500,000 upto March 31, 2013. During the previous year, 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.
- 14.7 During the previous 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.
- 14.8 During the previous 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.
During the current year, the Company had sold its Investment representing 23,187,155 shares of Gujarat Road and Infrastructure Company Limited ("GRICL") vide sale and purchase agreement dated June 25, 2014 to BayCapital Advisors Private Limited ("BCAPL") and for a sales consideration of ₹ 2,508.39 Million and the said shares were transferred to an escrow account on August 8, 2014.
Subsequently, based on the assignment by BCAPL to MAIF Investments India Pte. Ltd. ("MAIF") of the right to purchase the said shares, the Company entered into a share sale and purchase agreement with MAIF on November 11, 2014 for sale of the aforesaid GRICL shares. The Company received the sale consideration of ₹ 2,654.30 Million on January 29, 2015 from MAIF and the said shares have been transferred to MAIF. The above sale represents 41.80% of the stake in GRICL and accordingly, the Company now holds 41.81% of the stake in GRICL as at March 31, 2015.
During the current year, the Company has diluted its control over the Board of GRICL from August 8, 2014, consequently GRICL has been considered as an associate of the Company from that date.
- 14.9 During the current year, the Company has sold its Investment representing 26,200,000 shares of IL&FS Rail Limited ("IRL") vide sale and purchase agreement dated March 23, 2015 to Enso Infrastructure Pvt. Ltd. Sales consideration of ₹ 655.00 Million is receivable as at March 31, 2015 and the said shares were transferred to an escrow account on April 30, 2015.
- 14.10 During the current year, the Company acquired 34,046,900 equity shares of Hazaribagh Ranchi Expressway Limited ("HREL") having face value of ₹ 10/- each at a premium of ₹ 1.55 per share from Punj Lloyd Limited ("PLL") for a total purchase consideration of ₹ 393.24 Million. The said purchase consideration was settled by the Company by setting off loan given to PLL of ₹ 387.73 Million and payment of balance amount of ₹ 5.51 Million as per the share purchase agreement signed with PLL.
- 14.11 During the previous 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. Also IRIT acquired 12,718,380 equity shares of APEL from the other investor and as a result APEL has become subsidiary of IRIT.
- 14.12 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 (SOMA) 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-morth Tunnel including approaches on National Highway no. 1 (Srinagar Sonamarg Gumri Road) in the state of Jammu and Kashmir. Since the amount is paid towards acquisition of shares in SPV formed by SOMA and not towards acquisition of any commercial right the capitalisation and amortisation made in Original Financial Statements has been reversed and 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, 2015

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

₹ In Million		
Particulars	As at March 31, 2015	As at March 31, 2014
a. Security Deposits		
Related party	22.50	22.00
Others	36.28	64.37
sub-total (a)	58.78	86.37
b. Capital Advances and Advance for Investment in equity shares	315.55	1,000.00
c. Loans and advances to related parties		
Long term loans*	11,774.00	5,147.78
Less: Provisions for doubtful loans	(6110.60)	(4495.10)
Advance towards Share Application Money (Refer Note 15.1)	906.45	1,290.57
Less: Provisions for doubtful advances	-	(530.50)
sub-total (c)	6,569.85	1,412.75
d. Other Loans and Advances		
Prepaid expenses	131.11	88.55
Prepaid Gratuity (Refer Note 27.2)	-	21.12
Inter corporate deposits	-	-
Preconstruction and Mobilisation advances paid to contractors and other advances	4,330.49	2,658.53
Advance towards Share Application Money	200.00	200.00
Advance payment of taxes (net of provision)	2,171.50	1,877.68
MAT Credit Entitlement	255.81	-
Long term loans	814.70	831.90
Less: Provisions for doubtful loans	(171.50)	(168.10)
sub-total (d)	7,732.11	5,509.68
Total	14,676.29	8,008.80

*includes outstanding loans to subsidiaries and associates of Rs. 11,430.50 Million and Rs. 343.50 Million respectively for March 31, 2015 and outstanding loans to subsidiaries and associates of Rs. 4604.28 Million and Rs. 343.50 Million respectively for March 31, 2014

15.1 The total amount of Rs. 906.45 million includes ₹ 150.00 Million assigned by IL&FS in the name of the Company for the advances given by it to the GRICL with all the risk and rewards attached to the said advances. The Company has accepted the proposal given by IL&FS vide letter dated December 15, 2014 and accordingly the Company has accounted the corresponding amount payable to IL&FS under "Other current liabilities". GRICL has written request letter to the Company vide letter dated March 30, 2015 for allowing it to continue the advance of ₹ 750 Million (Previous year ₹ 600 Million) as Advances towards Capital / Debt until the repayment of the DDB's and NCD's proposed to be repaid in the month July'2018 and thereafter the aforesaid advance may be converted into capital / debt. The Company has given consent vide letter dated March 31, 2015 to GRICL to continue the classification of the advances towards Capital / debt as requested by GRICL.

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

₹ In Million		
Particulars	As at March 31, 2015	As at March 31, 2014
a. Loans and Advances to Related Parties		
Short-term loans (Refer Note 14.6)*		
Unsecured, considered good	15,529.62	4,971.00
Unsecured, considered doubtful	365.00	-
Less: Provision for doubtful loans	(4236.30)	(2968.00)
Advances receivable	839.40	656.37
Less: Provision for doubtful advances	(31.81)	(3.46)
Mobilisation advance	115.52	-
sub-total (a)	12,581.43	2,655.91
b. Others		
Short-term loans	2,815.65	2,740.97
Less: Provision	(860.90)	(792.50)
Security Deposits	249.30	-
Inter corporate deposits	-	-
Prepaid expenses	309.99	122.75
Prepaid Gratuity (Refer Note 27)	20.63	-
Staff loans	21.82	20.93
Indirect tax balances / Receivable credit	419.18	329.43
Mobilisation advances paid to contractors and other advances	2,645.04	2,840.84
Advances receivable	288.11	236.36
sub-total (b)	5,908.82	5,498.78
Total	18,490.25	8,154.69

*includes outstanding loans to subsidiaries and associates of Rs. 12,999.27 Million and Rs. 1,529.50 Million respectively for March 31, 2015 and outstanding loans to subsidiaries and associates of Rs. 4,289.50 Million and Rs. 601.00 Million respectively for March 31, 2014



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 17: Other non-current assets

Particulars	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
Retention Money Receivable (Refer Note 30)	1,402.87	1,184.37
Interest Accrued but not due	661.44	520.89
Less: Provisions	(310.29)	(291.99)
Balances with Banks in deposit accounts (under lien) (Refer Note 17.3)	1,674.72	1,512.14
Unamortised borrowing costs	903.81	422.95
Recoverable from erstwhile Directors for managerial remuneration paid / accrued (Refer Note 17.2)	165.17	82.66
Recoverable from Holding Company (Refer Note 49.8)	200.82	-
Consideration paid for acquisition of commercial premises (Refer Note 17.1)	1,153.02	1,153.02
Total	5,851.56	4,584.05

17.1 During the year ended March 31, 2013, the Company had exercised an option under an Agreement, by virtue of which it was 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). On exercising of option, the Company disclosed the amount under "Investment Property". The Company has received a 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 accordingly, possession of the same was not given to the Company. 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 in the original financial statements for the year 2013-14. As stated in Note 4 (b) (i) and 5 (a) (i), the Company has given said property as security to one of the lenders. Subsequently the Company has been allotted designated commercial area of 49,555 sq.ft. in the said project vide letter dated May 22, 2015.

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 Companies Act 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".

Sr. No	Name	Nature of Payment	₹ in Million		
			Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
1	Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	51.13	6.45	44.68
2	Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	32.34	6.45	25.89
3	Deepak Dasgupta	Commission	1.85	-	1.85
4	Deepak Satwalekar	Commission	1.32	-	1.32
5	R C Sinha	Commission	1.58	-	1.58
6	H P Jamdar	Commission	1.32	-	1.32
7	Neeru Singh	Commission	1.32	-	1.32
8	Ravi Parthasarathy	Commission	0.99	-	0.99
9	Hari Sankaran	Commission	0.99	-	0.99
10	Arun K Saha	Commission	0.99	-	0.99
11	Pradeep Puri	Commission	0.79	-	0.79
12	Vibhav Kapoor	Commission	0.79	-	0.79
Total			95.41	12.90	82.51
Previous year (2013-14) recoverable			92.65	9.99	82.66
Total					165.17



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Previous Year:

₹ in Million

Sr. No	Name	Nature of Payment	Amount recognised as per original financial statements	Amount as per recast standalone 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.

Note 18: Other current assets

₹ in Million

Particulars	As at March 31, 2015	As at March 31, 2014
Interest Accrued and due	912.57	543.18
Less: Provisions	(298.75)	(467.79)
Interest Accrued but not due	858.68	489.36
Less: Provisions	(431.71)	(361.59)
Unbilled revenue (Refer Note 30)	1,198.10	1,137.08
Unamortised borrowing costs	392.53	234.78
Advance paid to Vendors	-	81.91
Receivable for sale of investment (Refer Note 14.9)	655.00	-
Dividend Receivable	-	161.88
Total	3,286.43	1,818.81

Note 19: Trade Receivables

₹ in Million

Particulars	As at March 31, 2015	As at March 31, 2014
<u>Trade receivables outstanding for a period less than six months from the date they are due for payment</u>		
Unsecured, considered good	14,755.13	19,039.67
Unsecured, considered doubtful*	761.40	157.04
Less: Provision for doubtful debts	(761.40)	(157.04)
	14,755.13	19,039.67
<u>Trade receivables outstanding for a period exceeding six months from the date they are due for payment</u>		
Unsecured, considered good	9,901.98	5,428.69
Unsecured, considered doubtful*	1,979.10	330.86
Less: Provision for doubtful debts	(1,979.10)	(330.86)
	9,901.98	5,428.69
Total	24,657.11	24,468.36

*In the original financial statements, Rs. 3 million was shown as 'Unsecured, considered doubtful' in March 31, 2015 and March 31, 2014. Based on the provision considered in the recast financial statements, Rs. 761.40 Million and Rs. 1,979.10 Million has been disclosed as 'Unsecured, considered doubtful' for a period less than six months and period exceeding six months respectively in March 31, 2015 and 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 in March 31, 2014



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 20: Cash and Cash Equivalents

₹ In Million

Particulars	As at March 31, 2015	As at March 31, 2014
a. Cash and cash equivalents		
Cash on hand	0.08	0.32
Balances with Banks in current accounts	199.93	108.06
Balances with Banks in deposit accounts #	42.37	42.37
	242.38	150.75
b. Others		
Unpaid Dividend accounts	0.88	0.71
Balances with Banks in deposit accounts (under lien) (less than 12 months)	1,617.90	425.00
	1,618.78	425.71
Total	1,861.16	576.46
Included in above, the balances that meet the definition of cash and cash equivalents as per AS-3 "Cash Flow Statements"	242.38	150.75

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



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 21 A: Contingent Liabilities and Commitments

₹ in Million		
Particulars	As at March 31, 2015	As at March 31, 2014
(i) Contingent Liabilities (Refer Note 21.1)		
a) Claims against the Company not acknowledged as debts Income tax demands contested by the Company	81.20	542.54
b) Guarantees (Refer Note 21.2)		
- Guarantees/counter guarantees issued to outsider in respect of group companies	16,928.18	21,531.58
- Guarantees/counter guarantees issued to outsider in respect of other than group companies	92.68	418.76
<p>c) During the year 2013-14, 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; of which the outstanding balance of loans as on 31 March 2015 is ₹ 2,450 million.</p> <p>During the year 2012-13, 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; of which the outstanding balance of loans as on 31 March 2015 is ₹ 1,420 million.</p>		
d) Put option on sale of investment	Unascertainable	Not applicable
(ii) Commitments		
Investment Commitments [net of advances of ₹ 356.45 Million, (As at March 31, 2014 : ₹ 890.57 Million)]	9,760.06	26,128.20

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 group companies" aggregating ₹ 2,011.09 Million (as at March 31, 2014 : ₹ 3,684.68 Million) against the first charge on the receivables (including loans and advances) of the Company.

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

a. The Company has issued letter of comfort / letter of awareness in respect of loans availed by a few of its subsidiaries aggregating to ₹ 6,855 Million (Previous year ₹ 1,557 Million)

b. Letter of financial support has been issued by the Company to ITNL Road Infrastructure Development Company Limited, West Gujarat Expressway Limited, Vansh Nimay Infraprojects Limited, ITNL International Pte. Ltd., Singapore, ITNL Offshore Pte. Ltd., Singapore, ITNL Africa Projects Ltd., Nigeria, ITNL International DMCC, Dubai and Sharjah General Services Company LLC, Dubai to enable them to continue their operations and meet their financial obligations as and when they fall due.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 22: Proposed Dividend

Particulars	As at March 31, 2015		As at March 31, 2014	
	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	986.88	4.00
Dividend proposed based on original standalone financial statements and distributed to 20.50% CRPS holders # (Refer Note 12)	410.00	2.05	210.05	2.05
Dividend proposed based on original standalone financial statements and distributed to 10.40% ITNL CNCRPS 2017 holders # (Refer Note 12)	225.87	2.11	61.26	2.11
Dividend proposed based on original standalone financial statements and distributed to 10.50% ITNL CNCRPS 2018 holders # (Refer Note 12)	41.16	2.14	11.17	2.14
Dividend proposed based on original standalone financial statements and distributed to 11% ITNL CNCRPS 2021 holders # (Refer Note 12)	111.60	2.13	22.63	2.13
Total	1,775.51		1,291.99	

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

"The Board of Directors have recommended dividend of ₹ 4.00 per equity share of ₹ 10 each (40%) for the year ended March 31, 2015 on the existing 246,720,020 fully paid-up equity shares of the Company"

As per the relevant resolution passed by the Board of Directors, such declaration of dividend was "out of profit for the year 2014-15".

Subsequently, the shareholders had approved the said dividend in their meeting held on August 26, 2015. Such dividends were distributed to the equity shareholders in the month of September 2015 and to the preference shareholders in the month of May 2015 and June 2015.

As per the recast standalone financial statements, the Company has no profit for the year 2013-14 and 2014-15 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 for the years 2013-14 and 2014-15 amounting to Rs. 1291.99 mn and Rs. 1775.51 mn respectively is not in compliance with the section 123 of the Companies Act 2013 read with Companies (Declaration and Payment of Dividend) Rules, 2014. 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.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 23: Revenue from operations

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
(a) Sale of services		
Advisory, Design and Engineering fees (Refer Note 48)	3,156.89	6,042.06
Supervision fees	505.78	726.59
Operation and maintenance income	1,453.42	1,132.46
(b) Construction Revenue (Refer Note 30 and Note 40)	27,287.19	26,144.72
Total	32,403.28	34,045.83

Note 24: Other Income

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
(a) Interest Income		
Interest on loans	2,701.40	1,506.74
Interest on debentures	52.06	46.69
Interest on bank deposits	235.10	105.10
Other interest income	3.58	39.62
(b) Dividend Income on non-current investments	220.12	341.40
(c) Profit on sale of fixed assets (net)	-	0.33
(d) Foreign Exchange fluctuation gain (net)	1.58	19.36
(e) Guarantee fee income	179.41	201.91
(f) Insurance claim received	0.93	190.28
(g) Recovery of expenses	-	183.59
(h) Profit on sale of investments (Refer Note 14.8 and Note 14.9)	2,826.05	-
(i) Miscellaneous income	194.75	38.82
(j) Reversal of Claims and Contingencies	300.00	-
(k) Reversal of Provision for Interest accrued & due	169.04	-
(l) Reversal of Provision for Advances towards Share Application Money	530.50	-
Total	7,414.52	2,673.84

Note 25: Operating expenses

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
Construction Contract Costs#	23,369.30	24,152.09
Fees for Legal and technical services	537.07	1,021.80
Operation and maintenance expenses (Refer Note 47)	1,253.71	1,041.95
Total	25,160.08	26,215.84

Includes Prior period expenditure of ₹ Nil (for the year ended March 31, 2014 : ₹ 16.10 Million) and expenditure of ₹ 12.63 million (for the year ended March 31, 2014 reversal of ₹ 21.46 million (net) (Refer Note 49.5)

Note 26: Employee benefits expense

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
Salaries and wages (Refer Note below)	450.34	397.28
Contribution to provident and other funds (Refer Note 27.2)	44.11	38.40
Staff welfare expenses	49.25	41.35
Deputation Cost	55.94	72.33
Total	599.64	549.36

Employee cost is net of salaries of ₹ 19.98 Million (for the year ended March 31, 2014 : ₹ 21.91 Million), and contribution to provident and other funds of ₹ 1.98 Million (for the year ended March 31, 2014 : ₹ 2.27 Million) towards amounts recovered / recoverable in respect of staff on deputation with other entities.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

27 Employee Benefit Obligations

27.1 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 ₹ 27.90 Million (for the year ended March 31, 2014 : ₹ 28.91 Million) has been charged to the Statement of Profit and Loss in this respect

27.2 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:

₹ in Million		
Particulars	As at March 31, 2015	As at March 31, 2014
Present Value of Commitments	63.88	45.29
Fair value of Plan Assets	(84.51)	(66.41)
Provision / (Prepaid) amount taken to the balance sheet	(20.63)	(21.12)

₹ in Million		
Defined benefit Commitments : Gratuity	For the year ended March 31, 2015	For the year ended March 31, 2014
Opening balance	45.28	50.61
Interest costs	3.43	3.78
Current service cost	12.14	10.41
Benefits paid	(3.12)	(18.17)
Transfer to other employer	-	-
Transfer from other employer	-	-
Actuarial loss	6.15	(1.35)
Closing Balance	63.88	45.29

₹ in Million		
Plan Assets: Gratuity	For the year ended March 31, 2015	For the year ended March 31, 2014
Opening balance	66.41	59.56
Expected return on plan assets	6.04	5.04
Contributions by the Company	12.17	19.89
Benefits paid	(3.12)	(18.17)
Transfer to other employer	-	-
Transfer from other employer	-	-
Actuarial gain	3.01	0.09
Fair value of plan assets	84.51	66.41

₹ in Million		
Return on plan assets: Gratuity	For the year ended March 31, 2015	For the year ended March 31, 2014
Expected return on plan assets	6.04	5.04
Actuarial gain	3.01	0.09
Actual return on plan assets	9.05	5.13



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

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

₹ In Million		
Return on plan assets: Gratuity	Year ended March 31, 2015	Year ended March 31, 2014
Current service costs	12.14	10.41
Interest expense	3.43	3.78
Expected return on investment	(6.04)	(5.04)
Net actuarial loss	3.14	(1.45)
Charge to the Statement of Profit and Loss	12.67	7.70

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	Year ended March 31, 2015	Year ended March 31, 2014
Rate for discounting liabilities	7.84%	9.11%
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) 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:

₹ in Million					
Particulars	As at March 31, 2015	As at March 31, 2014	As at March 31, 2013	As at March 31, 2012	As at March 31, 2011
Defined benefit obligations	63.88	45.29	50.61	37.29	31.29
Plan Assets	84.51	66.41	59.56	46.23	39.66
Unfunded liability transferred from Group Company	-	-	-	-	0.64
Surplus / (Deficit)	20.63	21.12	8.95	8.94	7.73

₹ in Million					
Experience adjustments on	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013	Year ended March 31, 2012	Year ended March 31, 2011
Plan liabilities (loss) / gain	1.48	(2.62)	(4.14)	(0.27)	(1.00)
Plan assets (loss) / gain	3.01	0.09	0.32	(0.26)	(0.27)

The contributions expected to be made by the Company during the next 12 months is ₹ 76.01 Million (Previous year ₹ 55.69 Million).



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 28: Finance costs

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
(a) Interest expenses		
Interest on loans	6,223.75	4,905.57
Discount on Commercial Paper	657.15	166.07
(b) Other borrowing costs		
Upfront fees and other finance charges	500.34	124.87
Total	7,381.24	5,196.51

Note 29: Administrative and general expenses

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
Electricity	16.46	13.41
Travelling and conveyance	260.85	207.82
Printing and stationery	12.74	10.84
Rent (Refer Note 33)	159.50	147.05
Rates and taxes (including wealth tax)	27.33	28.00
Repairs and maintenance (other than building and machinery)	73.59	55.13
Communication expenses	29.55	26.65
Insurance	161.67	138.98
Legal and consultation fees	182.12	110.14
Directors' fees	6.02	2.13
Bank commission	57.88	55.33
Loss on sale of fixed assets	0.72	-
Bid documents	15.28	8.10
Brand Subscription Fees	25.94	308.45
Provision for diminution in value of Investments (net)	2,416.57	8,190.00
Provision for Bad and Doubtful debt:		
debt	2,252.60	484.90
Loans	2,590.60	8,423.70
Advances	28.35	3.46
Interest accrued & due	-	467.79
Interest accrued but not due (net)	88.42	653.58
Share Application Money	-	530.50
Provision for Claims and Contingencies	-	300.00
Corporate Social Responsibility expenses (Refer Note 29.1)	82.59	-
Interest accrued on loans written off	96.13	-
Miscellaneous expenses (Refer Note 29.2)	257.52	214.26
Total	8,842.43	20,380.22

29.1. Expenditure related to Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof :

(a) Gross amount required to be spent by the company during the year: ₹ 76.36 Million

(b) Amount spent during the year on:

Particulars	₹ in Million
(i) Skilling & Livelihood	12.49
(ii) Education	28.10
(iii) Local Area projects	42.00
Total	82.59

The above disclosures including the amount required to be spent is as per Original Financial Statements and since CSR Committee has considered such amount and has already incurred CSR expenditure, the amount required to be spent has not been updated on account of re-casting.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

29.2. Miscellaneous expenses includes payment to erstwhile auditors for the following:

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
Payment to erstwhile Auditor as :		
Audit Fees	21.16	16.76
Other Services (assurance)	11.58	4.85
Service tax on above	4.05	2.67

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

₹ in Million

Payments to auditors	Year ended	Year ended
	March 31, 2015	March 31, 2014
For audit (including tax thereon)	2.12	2.12
For other services	-	-
Total	2.12	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

₹ in Million

Particulars	Year ended	Year ended
	March 31, 2015	March 31, 2014
Contract revenue recognised as revenue during the period (Refer Note 23)	27,287.19	26,144.72
	As at March 31, 2015	As at March 31, 2014
Cumulative revenue recognised	1,10,707.17	83,419.98
Aggregate cost incurred up to the reporting date for contracts in progress	95,659.42	72,290.12
Profits recognised (less recognised losses) up to the reporting date for contracts in progress	15,047.75	11,129.86
Mobilisation Advance received (Refer Note 9 and 10)	4,995.01	4,391.30
Retention Money receivable (Refer Note 17)	1,402.87	1,184.37
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue) (Refer Note 18)	1,198.10	1,137.08
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue) (Refer Note 10)	2,631.63	1,923.53



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 31: Jointly Controlled Entities and Operations

a. Jointly Controlled Entities :

The Company has the following Jointly Controlled Entities as on March 31, 2015 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 the year ended of those entities is given below:

₹ in Million									
Name of the Jointly Controlled Entities	Country of Incorporation / residence	Percentage of holding	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%)	1,867.37 (1,645.98)	398.77 (409.47)	- (-)	25.67 (-)	331.84 (316.22)	119.09 (109.87)	
Jorabat Shillong Expressway Limited	India	50.00% (50.00%)	6,125.52 (4,357.13)	5,344.79 (3,569.74)	- (-)	408.11 (1,044.49)	1,879.03 (742.16)	1,915.69 (700.43)	
N A M. Expressway Limited	India	50.00% (50.00%)	9,596.96 (9,027.40)	5,701.31 (5,267.86)	- (-)	619.10 (800.39)	209.88 (1,214.28)	192.28 (1,104.00)	

Figure in brackets relate to previous periods.

b. Jointly Controlled Operations :

The Company has the following Jointly Controlled Operations as on March 31, 2015 and 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:

₹ in Million									
Name of the Jointly Controlled Operation	Country of Incorporation / residence	Percentage of holding	Share in Assets	Share in Liabilities	Share in Contingent Liabilities	Share in Capital Commitments	Share in Income	Share in Expenditure	
Elsamex - ITNL JVCA (refer footnote below)	Spain	0.00% (50.00%)	-	-	-	-	-	-	-

Footnote : During the year the Company has assigned its proportionate rights under the above jointly controlled operation and hence the percentage of holding of the Company as on March 31, 2015 has been shown as nil.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 32: 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, 2015		As at March 31, 2014	
	₹ in Million	Foreign currency in Million	₹ in Million	Foreign currency in Million
Investments in subsidiary companies (At historical cost)	2,722.34	EUR 41.59	2,722.34	EUR 41.59
Investments in subsidiary companies (At historical cost)	3,501.18	USD 62.05	2,643.57	USD 48.05
Investments in subsidiary companies (At historical cost)	0.86	Nigerian Naira 2.50	0.86	Nigerian Naira 2.50
Advance towards Share Application Money	156.30	USD 2.50	61.86	USD 1.00
Dividend Receivable	-	-	161.88	EUR 1.96
Advances recoverable	150.25	USD 2.50	150.25	USD 2.50
Interest accrued on loans given	4.94	EUR 0.06	0.03	EUR 0.00
Loans to subsidiary companies	101.27	EURO 1.5	4.95	EURO 0.06

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

Particulars	As at March 31, 2015		As at March 31, 2014	
	₹ in Million	Foreign currency in Million	₹ in Million	Foreign currency in Million
Trade payables	-	-	95.29	EUR 1.11
Trade payables	19.91	GBP 0.21	-	-
Trade payables	30.95	USD 0.49	5.69	USD 0.09

Note 33: 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 year ends are as under:

	₹ in Million	
	As at March 31, 2015	As at March 31, 2014
Future lease rentals :		
Within one year	79.31	79.10
Over one year but less than 5 years	70.14	140.92
More than 5 years	4.56	13.09
	Year ended March 31, 2015	Year ended March 31, 2014
Total amount charged to the Statement of Profit and Loss for rent includes in respect of these properties	72.22	71.77

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.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 34: Earnings per Equity Share:

Particulars	Unit	Year ended	
		March 31, 2015	March 31, 2014
Loss after tax	₹ in Million	(3,093.22)	(16,420.73)
Adjustment of written down value of fixed assets on change of method of depreciation	₹ in Million	6.30	-
Dividend on preference shares	₹ in Million	788.63	305.11
Dividend Tax on dividend on preference shares	₹ in Million	160.55	51.85
Redemption premium on preference shares	₹ in Million	-	-
Loss available for Equity Shareholders	₹ in Million	(4,048.70)	(16,777.69)
Weighted average number of equity shares outstanding after effect of right shares	Number	24,22,15,075	206,615.020*
Weighted average number of equity shares outstanding as originally reported in previous year	Number	Not applicable	19,42,67.732
Nominal value per equity share	₹	10.00	10.00
Basic / Diluted earnings per share after effect of right shares	₹	(16.72)	(81.20)
Basic / Diluted earnings per share as originally reported in previous year	₹	Not applicable	(85.33)

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

Note 35: Income and Expenditure in foreign currency (on accrual basis)

Particulars	₹ in Million	
	Year ended March 31, 2015	Year ended March 31, 2014
Income		
Guarantee Fees	-	201.91
Dividend income	-	161.88
Interest income	0.18	0.11
Recovery of expenses	-	150.25
Expenditure		
Foreign Travel	-	3.34
Legal and consultation Fees	248.86	390.25
Seminar and conference expenses	3.32	2.14
Deputation cost	-	26.21
Others	1.43	3.60



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A: Related Party Disclosures

Current 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	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 Linmited	FIIL	
	GIFT Parking Facilities Limited	GPFL	
	Gujarat Road and Infrastructure Company Limited (till August 07, 2014)		
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd, Singapore	IPL	
	ITNL Offshore Pte Ltd, Singapore	IOPL	
	ITNL Offshore Two Pte Ltd, Singapore (since February 9,2015)		
	ITNL Offshore Three Pte Ltd, Singapore (since March 10,2015)		
	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 Sinner Expressway Limited	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	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		EPE	
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex Brazil LTDA			
ESM Mantenimiento Integral DE S.A DE C.V			
GRICL Rail Bridge Development Company Ltd (upto August 7, 2014)		GRBDCL	
Grusamar Albania SHPK			
Grusamar Ingenieria Y Consulting, SL (Proyectos De Gestion Sistemas Calculo Y Analisis S.A w			
Grusamar India Limited		GIL	
Inteval-Gestao Integral Rodoviaria S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IJLT	
Mantenimiento Y Conservacion De Vialidades, DE C.V			
Elsamex Maintenance Services Ltd		EMSL	
Elsamex LLC			
Subsidiaries - Indirect		IPL USA LLC	
		Sharjah General Services Company LLC	
		Grusamar Engenharia & Consultoria Brasil LTDA	
		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 Financial Statements for the year ended March 31, 2015

Note 36 A: Related Party Disclosures

(i) Current 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	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	FIL
	GIFT Parking Facilities Limited	GPFL
	Gujarat Road and Infrastructure Company Limited (till August 07, 2014)	
	Hazaribagh Ranchi Expressway Limited	HREL
	IL&FS Rail Limited	IRL
	ITNL International Pte Ltd, Singapore	IIPL
	ITNL Offshore Pte Ltd, Singapore	IOPL
	ITNL Offshore Two Pte Ltd, Singapore (since February 9,2015)	
	ITNL Offshore Three Pte Ltd, Singapore (since March 10,2015)	
	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	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	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	EPE
	Elsamex Construcao E Manutencao LTDA, Brazil	
	Elsamex Brazil LTDA	
	ESM Mantenimiento Integral DE S.A DE C.V	
	GRICL Rail Bridge Development Company Ltd (upto August 7, 2014)	GRBDCL
	Grusamar Albania SHPK	
	Grusamar Ingenieria Y Consulting, SL (Proyectos De Gestion Sistemas Calculo Y Analisis S.A w.	
	Grusamar India Limited	GIL
	Inteval-Gestao Integral Rodoviaria S.A	
	ITNL Africa Projects Limited	IAPL
	ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)	IJLT
	Mantenimiento Y Conservacion De Vialidades, DE C.V	
	Elsamex Maintenance Services Ltd	EMSL
	Elsamex LLC	
	Subsidiaries - Indirect	I IPL USA LLC
Sharjah General Services Company LLC		
Grusamar Engenharia & Consultoria Brasil LTDA		
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 Financial Statements for the year ended March 31, 2015

Note 36 A: Related Party Disclosures

(i) Current Year

(a) 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 year end)	Chattisgarh Highways Development Company Limited	CHDCL
	IL&FS Airport Limited	IAL
	IL&FS Capital Advisors Limited	ICAL
	IL&FS Education Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environment Infrastructure Services Limited	IEISL
	IL&FS Financial Services Limited	IFIN
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Securities Services Limited	ISSL
	IL&FS Technology Limited (since January 30, 2015)	ITL
	IL&FS Township Urban Assets Limited	ITUAL
	IL&FS Global Financial Services (UK) Limited	IGFSUKL
	IL&FS Global Financial Services (ME) Limited	IGFSMEL
Associates - Direct	PT Mantimin Coal Mining	PTMCM
	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Srinagar Sonmarg Tunnelway Limited (since June 3, 2014)	SSTL
Associates - Indirect	Gujarat Road and Infrastructure Company Limited (Since August 08, 2014)	GRICL
	Centro de Investigaciones de Curretros Andalucía S.A.	CICAN
	Labetec Ensayos Técnicos Canarios, S.A.	LABTEC
	CGI 8 S.A.	CGI-8
	Elsamex Road Technology Company Limited	ERT(China)
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION
	VCS-Enterprises Limited	VCS
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Zhejiang Elsamex Road Technology Co Ltd	
	Zhejiang Elsamex Road Construction Equipment Co Ltd	
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	EIJVCA
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
	Mr Mukund Sapre-Executive Director	
	Mr George Cherian-Chief Financial Officer	
	Mr Krishna Ghag-Company Secretary	
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)	
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	
KMP of Holding	Mr Ravi Parthasarathy - Director	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Million

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	-	-	-	750.00	-	-	750.00
IIPL	-	156.30	-	-	-	-	156.30
OTHERS	-	0.02	-	-	0.13	-	0.15
	-	156.32	-	750.00	0.13	-	906.45
Advances Receivable - Short Term							
ILFS	0.57	-	-	-	-	-	0.57
IAL	-	-	270.72	-	-	-	270.72
PTMCM	-	-	183.59	-	-	-	183.59
OTHERS	-	399.78	44.04	3.16	53.05	-	500.04
	0.57	399.78	498.35	3.16	53.05	-	954.92
Cost of Investment in equity shares							
IRL	-	3,852.85	-	-	-	-	3,852.85
OTHERS	-	32,480.21	-	2,065.64	3,459.13	-	38,004.98
	-	36,333.06	-	2,065.64	3,459.13	-	41,857.83
Equity share Capital with Premium							
ILFS	3,645.00	-	-	-	-	-	3,645.00
	3,645.00	-	-	-	-	-	3,645.00
Interest Accrued and due							
MBEL	-	240.09	-	-	-	-	240.09
MPBCDCL	-	111.79	-	-	-	-	111.79
PSRDCL	-	143.82	-	-	-	-	143.82
WGEL	-	100.93	-	-	-	-	100.93
OTHERS	-	41.76	-	138.32	135.94	-	316.02
Interest Accrued and due Total	-	638.39	-	138.32	135.94	-	912.65
Interest Accrued and not due LT							
JRPICL	-	54.74	-	-	-	-	54.74
KSEL	-	64.57	-	-	-	-	64.57
SBHL	-	79.30	-	-	-	-	79.30
TRDCL	-	-	-	250.85	-	-	250.85
OTHERS	-	41.01	-	-	-	-	41.01
Interest Accrued and not due LT Total	-	239.63	-	250.85	-	-	490.48
Interest Accrued and not due ST							
CNTL	-	13.61	-	-	-	-	13.61
ELSA	-	4.94	-	-	-	-	4.94
IMICL	-	-	11.89	-	-	-	11.89
WCBTRL	-	-	-	12.91	-	-	12.91
OTHERS	-	-	1.35	-	-	-	1.35
Interest Accrued and not due ST Total	-	18.55	13.24	12.91	-	-	44.71
Interest accrued but not due on borrowings							
NKEL	-	204.32	-	-	-	-	204.32
	-	204.32	-	-	-	-	204.32
Investment in Covered Warrants							
ILFS	1,943.00	-	-	-	-	-	1,943.00
Investment in Covered Warrants Total	1,943.00	-	-	-	-	-	1,943.00
Investment in Preference Shares							
WGEL	-	296.90	-	-	-	-	296.90
Investment in Preference Shares Total	-	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
Investments in Units Total	-	1,096.06	-	-	-	-	1,096.06
Impairment Loss in Investments							
JRPICL	-	2,594.50	-	-	-	-	2,594.50



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Million

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
I IPL	-	2,856.80	-	-	-	-	2,856.80
NTBCL	-	-	-	-	300.00	-	300.00
HREL	-	1,362.60	-	-	-	-	1,362.60
TRDCL	-	-	-	170.30	-	-	170.30
IAPL	-	0.90	-	-	-	-	0.90
VNIL	-	145.00	-	-	-	-	145.00
ELSA	-	128.60	-	-	-	-	128.60
MPBCDCL	-	1,102.80	-	-	-	-	1,102.80
PSRDCL	-	1,585.20	-	-	-	-	1,585.20
CNTL	-	114.40	-	-	-	-	114.40
IOPL	-	182.37	-	-	-	-	182.37
JSEL	-	-	-	-	208.10	-	208.10
	-	10,073.17	-	170.30	508.10	-	10,751.57
Impairment Loss In Trade Receivables							
HREL	-	35.60	-	-	-	-	35.60
JRPICL	-	135.00	-	-	-	-	135.00
TRDCL	-	-	-	203.80	-	-	203.80
MPBCDCL	-	2,200.70	-	-	-	-	2,200.70
	-	2,371.30	-	203.80	-	-	2,575.10
Impairment Loss in Loans							
HREL	-	2,703.80	-	-	-	-	2,703.80
PSRDCL	-	500.00	-	-	-	-	500.00
JRPICL	-	3,131.10	-	-	-	-	3,131.10
TRDCL	-	-	-	1,123.00	-	-	1,123.00
MPBCDCL	-	2,136.00	-	-	-	-	2,136.00
VNIL	-	753.00	-	-	-	-	753.00
	-	9,223.90	-	1,123.00	-	-	10,346.90
Impairment Loss In Advances Recoverable							
VNIL	-	3.84	-	-	-	-	3.84
IAPL	-	26.97	-	-	-	-	26.97
Others	-	0.89	-	0.11	-	-	1.00
	-	31.70	-	0.11	-	-	31.81
Impairment Loss in Interest accrued and due-Short term							
TRDCL	-	-	-	85.51	-	-	85.51
MPBCDCL	-	111.80	-	-	-	-	111.80
PSRDCL	-	15.37	-	-	-	-	15.37
NAMEL	-	-	-	-	86.08	-	86.08
	-	127.17	-	85.51	86.08	-	298.76
Impairment Loss in Interest accrued but not due-Long term							
TRDCL	-	-	-	250.85	-	-	250.85
JRPICL	-	54.74	-	-	-	-	54.74
	-	54.74	-	250.85	-	-	305.59
Excess administrative expenses recoverable							
ILFS	200.82	-	-	-	-	-	200.82
	200.82	-	-	-	-	-	200.82
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	92.69	92.69
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	50.88	50.88
	-	-	-	-	-	143.57	143.57
Long-term Lendings							
BAEL	-	1,545.00	-	-	-	-	1,545.00
JRPICL	-	3,131.10	-	-	-	-	3,131.10
KSEL	-	1,382.50	-	-	-	-	1,382.50
MPBCDCL	-	2,136.00	-	-	-	-	2,136.00
OTHERS	-	3,235.90	-	343.50	-	-	3,579.40
Long-term Lendings Total	-	11,430.50	-	343.50	-	-	11,774.00
Mobilisation Advances Received (Long-term)							
BAEL	-	883.06	-	-	-	-	883.06
CNTL	-	372.82	-	-	-	-	372.82
IRIDCL	-	592.68	-	-	-	-	592.68



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Million

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
KNCEL	-	662.61	-	-	-	-	662.61
OTHERS	-	122.24	-	-	29.68	-	151.92
	-	2,633.40	-	-	29.68	-	2,663.08
Mobilisation Advances Received (Short-term)							
CNTL	-	791.69	-	-	-	-	791.69
KNCEL	-	638.26	-	-	-	-	638.26
SBHL	-	263.72	-	-	-	-	263.72
OTHERS	-	563.53	-	-	74.75	-	638.27
	-	2,257.19	-	-	74.75	-	2,331.93
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
Other Current Liabilities							
ILFS	150.00	-	-	-	-	-	150.00
Provision for Advances Total	150.00	-	-	-	-	-	150.00
Provision for redemption premium on Preference Shares							
IFIN	-	-	37.81	-	-	-	37.81
IMICL	-	-	37.81	-	-	-	37.81
	-	-	75.62	-	-	-	75.62
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	1.00	1.00
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.50	0.50
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.50	0.50
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.50	0.50
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	20.00	20.00
Rent Deposit Total	-	-	-	-	-	22.50	22.50
Retention Money Payable							
ELSAIND	-	10.37	-	-	-	-	10.37
EMSL	-	13.74	-	-	-	-	13.74
EPE	-	3.32	-	-	-	-	3.32
GIYC	-	4.54	-	-	-	-	4.54
ITL	-	-	13.03	-	-	-	13.03
OTHERS	-	-	0.29	-	-	-	0.29
Retention Money Payable Total	-	31.97	13.33	-	-	-	45.29
Retention Money Receivable							
JSEL	-	-	-	-	392.89	-	392.89
KSEL	-	267.59	-	-	-	-	267.59
PSRDCL	-	429.16	-	-	-	-	429.16
SBHL	-	250.27	-	-	-	-	250.27
OTHERS	-	62.96	-	-	-	-	62.96
Retention Money Receivable Total	-	1,009.98	-	-	392.89	-	1,402.87
Short-term Borrowings							
IRL	-	1,550.00	-	-	-	-	1,550.00
NKEL	-	700.00	-	-	-	-	700.00
Short-term Borrowings Total	-	2,250.00	-	-	-	-	2,250.00
Short-term Lendings							
HREL	-	2,203.80	-	-	-	-	2,203.80
MBEL	-	5,532.50	-	-	-	-	5,532.50
PSRDCL	-	1,657.00	-	-	-	-	1,657.00
OTHERS	-	3,605.97	158.65	1,529.50	1,207.20	-	6,501.32
Short-term Lendings Total	-	12,999.27	158.65	1,529.50	1,207.20	-	15,894.62
Provision for Advances							
VNIL	-	-	-	-	-	-	-
Provision for Advances Total	-	-	-	-	-	-	-
Trade Payables							
ILFS	58.51	-	-	-	-	-	58.51
EMSL	-	171.53	-	-	-	-	171.53
IFIN	-	-	152.55	-	-	-	152.55



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Million

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
IRL	-	570.09	-	-	-	-	570.09
OTHERS	-	32.14	89.68	33.78	5.78	-	161.39
Trade Payables Total	58.51	773.76	242.23	33.78	5.78	-	1,114.07
Trade Receivables							
BAEL	-	4,259.27	-	-	-	-	4,259.27
IRIDCL	-	3,014.91	-	-	-	-	3,014.91
KSEL	-	5,338.41	-	-	-	-	5,338.41
OTHERS	-	10,065.93	-	2,515.81	1,980.21	-	14,561.95
Trade Receivables Total	-	22,678.51	-	2,515.81	1,980.21	-	27,174.53
Unamortised Expenses							
IFIN	-	-	371.27	-	-	-	371.27
Unamortised Expenses Total	-	-	371.27	-	-	-	371.27
Unbilled Revenue							
HREL	-	255.63	-	-	-	-	255.63
JSEL	-	-	-	-	237.38	-	237.38
RMGSL	-	354.98	-	-	-	-	354.98
SBHL	-	206.42	-	-	-	-	206.42
OTHERS	-	138.42	-	-	5.27	-	143.68
Unbilled Revenue Total	-	955.46	-	-	242.65	-	1,198.11
Unearned Revenue							
BAEL	-	300.98	-	-	-	-	300.98
CNTL	-	583.92	-	-	-	-	583.92
KSEL	-	695.16	-	-	-	-	695.16
MBEL	-	263.64	-	-	-	-	263.64
MPBCDCL	-	574.08	-	-	-	-	574.08
OTHERS	-	213.84	-	-	-	-	213.84
Unearned Revenue Total	-	2,631.63	-	-	-	-	2,631.63
Transactions							
Administrative and general expenses							
ILFS *	211.80	-	-	-	-	-	211.80
IFIN	-	-	152.48	-	-	-	152.48
IMICL	-	-	118.02	-	-	-	118.02
OTHERS	-	61.08	92.53	-	-	-	153.62
Administrative and general expenses Total	211.80	61.08	363.03	-	-	-	635.91
Advance towards Share Application Money							
IPL	-	952.06	-	-	-	-	952.06
GRICL	-	-	-	150.00	-	-	150.00
KSFL	-	280.70	-	-	-	-	280.70
	-	1,232.76	-	150.00	-	-	1,382.76
Borrowings							
IRL	-	3,500.00	-	-	-	-	3,500.00
Borrowings Total	-	3,500.00	-	-	-	-	3,500.00
Construction Cost							
IRL	-	1,055.45	-	-	-	-	1,055.45
OTHERS	-	64.73	-	-	-	-	64.73
Construction Cost Total	-	1,120.19	-	-	-	-	1,120.19
Remuneration to director / KMP							
Mr K Ramchand-Managing Director	-	-	-	-	-	6.45	6.45
Mr Mukund Sapre-Executive Director	-	-	-	-	-	6.45	6.45
Mr George Cherian-Chief Financial Officer	-	-	-	-	-	15.97	15.97
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	6.38	6.38
Director Remuneration Total	-	-	-	-	-	35.25	35.25
Director Commission							
Mr Ravi Parthasarathy - Director	-	-	-	-	-	-	-
Mr Hari Sankaran - Director	-	-	-	-	-	-	-
Mr Arun Saha - Director	-	-	-	-	-	-	-
Dividend Income							
NKEL	-	7.72	-	-	-	-	7.72



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Million

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
NTBCL	-	-	-	-	141.59	-	141.59
IRIT	-	46.81	-	-	-	-	46.81
Dividend Income Total	-	54.53	-	-	141.59	-	196.12
Interest Expenses							
ILFS	9.11	-	-	-	-	-	9.11
Interest Expenses Total	9.11	-	-	-	-	-	9.11
Interest Income							
HREL	-	282.71	-	-	-	-	282.71
JRPICL	-	301.73	-	-	-	-	301.73
MBEL	-	494.45	-	-	-	-	494.45
OTHERS	-	999.47	13.44	206.53	55.40	-	1,274.84
Interest Income Total	-	2,078.37	13.44	206.53	55.40	-	2,353.74
Interest on Loans (Expense)							
IRL	-	34.37	-	-	-	-	34.37
NKEL	-	66.50	-	-	-	-	66.50
Interest on Loans (Expense) Total	-	100.87	-	-	-	-	100.87
Investment made / purchased							
I IPL	-	857.61	-	-	-	-	857.61
MPBCDCL	-	82.78	-	-	-	-	82.78
IRL	-	1,315.00	-	-	-	-	1,315.00
KNCEL	-	1,437.50	-	-	-	-	1,437.50
KSEL	-	985.00	-	-	-	-	985.00
OTHERS	-	2,619.56	-	56.64	30.00	-	2,706.20
Investment made / purchased Total	-	7,297.45	-	56.64	30.00	-	7,384.09
Impairment Loss in Investments							
NTBCL	-	-	-	-	(443.60)	-	(443.60)
I IPL	-	1,356.10	-	-	-	-	1,356.10
IAPL	-	0.90	-	-	-	-	0.90
MPBCDCL	-	621.50	-	-	-	-	621.50
JSEL	-	-	-	-	208.10	-	208.10
CNTL	-	114.40	-	-	-	-	114.40
ELSA	-	128.60	-	-	-	-	128.60
IOPL	-	182.37	-	-	-	-	182.37
HREL	-	393.20	-	-	-	-	393.20
	-	2,797.07	-	-	(235.50)	-	2,561.57
Impairment Loss in Trade Receivables							
HREL	-	(100.80)	-	-	-	-	(100.80)
JRPICL	-	135.00	-	-	-	-	135.00
MPBCDCL	-	2,200.70	-	-	-	-	2,200.70
TRDCL	-	-	-	20.50	-	-	20.50
CRL	-	0.10	-	-	-	-	0.10
	-	2,235.00	-	20.50	-	-	2,255.50
Impairment Loss in Loans							
HREL	-	883.80	-	-	-	-	883.80
JRPICL	-	624.50	-	-	-	-	624.50
TRDCL	-	-	-	178.50	-	-	178.50
MPBCDCL	-	991.00	-	-	-	-	991.00
VNIL	-	206.00	-	-	-	-	206.00
	-	2,705.30	-	178.50	-	-	2,883.80
Impairment Loss in Advances Recoverable							
VNIL	-	0.38	-	-	-	-	0.38
IAPL	-	26.97	-	-	-	-	26.97
Others	-	0.89	-	0.11	-	-	1.00
	-	28.24	-	0.11	-	-	28.35
Impairment Loss in Interest accrued and due-Short term							
MPBCDCL	-	62.20	-	-	-	-	62.20
	-	62.20	-	-	-	-	62.20
Reversal of Impairment Loss in Interest accrued and due-Short term							
TRDCL	-	-	-	25.39	-	-	25.39
JRPICL	-	109.62	-	-	-	-	109.62



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Million

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
	-	109.62	-	25.39	-	-	135.01
Reversal of Impairment Loss in Interest accrued but not due-Short term							
VNIL	-	96.13	-	-	-	-	96.13
MPBCDCL	-	14.09	-	-	-	-	14.09
	-	110.22	-	-	-	-	110.22
Impairment Loss in Interest accrued but not due-Long term							
TRDCL	-	-	-	154.18	-	-	154.18
	-	-	-	154.18	-	-	154.18
Reversal of Impairment Loss in Interest accrued but not due-Long term							
JRPICL	-	135.11	-	-	-	-	135.11
	-	135.11	-	-	-	-	135.11
Reversal of Provision for Advances towards Share Application Money							
MPBCDCL	-	(530.50)	-	-	-	-	(530.50)
	-	(530.50)	-	-	-	-	(530.50)
Reversal of Provision for Contingencies							
HREL	-	(300.00)	-	-	-	-	(300.00)
	-	(300.00)	-	-	-	-	(300.00)
Lendings							
JRPICL	-	3,520.50	-	-	-	-	3,520.50
MBEL	-	4,045.00	-	-	-	-	4,045.00
OTHERS	-	12,121.20	78.15	776.00	1,207.20	-	14,182.55
Lendings Total	-	19,686.70	78.15	776.00	1,207.20	-	21,748.05
Miscellaneous Income							
CNTL	-	84.55	-	-	-	-	84.55
BKEL	-	80.00	-	-	-	-	80.00
WGEL	-	22.42	-	-	-	-	22.42
OTHERS	-	0.74	-	-	6.00	-	6.74
	-	187.71	-	-	6.00	-	193.71
Guarantee fee income							
ELSA	-	58.58	-	-	-	-	58.58
IOPL	-	76.77	-	-	-	-	76.77
EIJVCA	-	-	-	-	24.39	-	24.39
I IPL	-	19.68	-	-	-	-	19.68
	-	155.02	-	-	24.39	-	179.41
Operating Expenses (Other than Construction Cost)							
EMSL	-	973.77	-	-	-	-	973.77
OTHERS	-	44.29	1.89	-	-	-	46.18
	-	1,018.06	1.89	-	-	-	1,019.95
Proposed Dividend on Preference Shares							
IFIN	-	-	205.00	-	-	-	205.00
IMICL	-	-	205.00	-	-	-	205.00
	-	-	410.00	-	-	-	410.00
Proposed Dividend Paid							
IFIN	-	-	105.03	-	-	-	105.03
IMICL	-	-	105.03	-	-	-	105.03
Proposed Dividend Paid Total	-	-	210.05	-	-	-	210.05
Purchase of Goods							
IETS	-	-	1.23	-	-	-	1.23
Purchase of Goods Total	-	-	1.23	-	-	-	1.23
Purchase of Shares							
Purchase of Shares Total	-	-	-	-	-	-	-
Rent Expense							



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Million

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Mr K Ramchand-Managing Director	-	-	-	-	-	3.21	3.21
Mr Mukund Sapre-Executive Director	-	-	-	-	-	1.56	1.56
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	3.91	3.91
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	1.56	1.56
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	0.10	0.10
Rent Expense Total	-	-	-	-	-	10.33	10.33
Repayment of Lendings							
EHEL	-	447.30	-	-	-	-	447.30
HREL	-	385.00	-	-	-	-	385.00
JRPICL	-	2,896.00	-	-	-	-	2,896.00
OTHERS	-	109.94	-	-	-	-	109.94
Repayment of Lendings Total	-	3,838.24	-	-	-	-	3,838.24
Repayment of Borrowings							
IRL	-	1,950.00	-	-	-	-	1,950.00
	-	1,950.00	-	-	-	-	1,950.00
Revenue from Operations							
KSEL	-	3,715.01	-	-	-	-	3,715.01
MBEL	-	4,246.58	-	-	-	-	4,246.58
OTHERS	-	20,216.75	-	927.20	3,188.59	-	24,332.54
Revenue from Operations Total	-	28,178.35	-	927.20	3,188.59	-	32,294.14
Sale of Shares							
GRICL	-	-	-	221.25	-	-	221.25
Sale of Shares Total	-	-	-	221.25	-	-	221.25
Footnote :- * Includes Deputation cost of ₹ 12.90 million charged by Holding Company "IL&FS"							
Mr K Ramchand-Managing Director		6.45					
Mr Mukund Sapre-Executive Director		6.45					
		<u>12.90</u>					



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(ii) Previous 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 Linmited	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	I IPL	
	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	
Intevial-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)			
I IPL 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 Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(ii) Previous 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)	APEL
	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
Associates - Indirect	Centro de Investigaciones de Curretros Andalucia S.A.	CICAN
	Labetec Ensayos Técnicos Canarios, S.A.	LABTEC
	CGI 8 S.A.	CGI-8
	Elsamex Road Technology Company Limited	ERT(China)
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION
	VCS-Enterprises Limited	VCS
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Emprsas Pame sa De CV	EPSD
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 Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(ii) Previous 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
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
Advance towards Share Application Money (Long-term)	-	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
Advances Recoverable in Cash or Kind Total	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
Cost of Investment in equity shares Total	-	29,303.93	-	830.56	3,429.13	-	33,563.63
Dividend Receivable							
ELSA	-	161.88	-	-	-	-	161.88
Dividend Receivable Total	-	161.88	-	-	-	-	161.88
Interest Accrued and due							
JRPICL	-	109.62	-	-	-	-	109.62
NAMCL	-	-	-	-	86.08	-	86.08
TRDCL	-	-	-	-	-	-	-
VNIL	-	96.13	-	110.90	-	-	110.90
WGEL	-	66.67	-	-	-	-	66.67
OTHERS	-	65.03	-	-	-	-	65.03
Interest Accrued and due Total	-	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
Interest Accrued and not due Total	-	214.31	1.15	96.67	-	-	312.13
Interest accrued but not due on borrowings							
NKEL	-	144.47	-	-	-	-	144.47
Interest accrued but not due on borrowings Total	-	144.47	-	-	-	-	144.47
Investment in Covered Warrants							
ILFS	1,693.00	-	-	-	-	-	1,693.00
Investment in Covered Warrants Total	1,693.00	-	-	-	-	-	1,693.00
Investment in Preference Shares							
WGEL	-	296.90	-	-	-	-	296.90
Investment in Preference Shares Total	-	296.90	-	-	-	-	296.90
Investment in Redeemable optionally convertible cumulative preference shares							
APEL	-	2,200.00	-	-	-	-	2,200.00
Investment in Redeemable optionally convertible cumulative preference shares Total	-	2,200.00	-	-	-	-	2,200.00
Investments in Units							
JRIT	-	1,096.06	-	-	-	-	1,096.06
Investments in Units Total	-	1,096.06	-	-	-	-	1,096.06
Impairment Loss in Investments							
JRPICL	-	2,594.50	-	-	-	-	2,594.50
IIFL	-	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
Impairment Loss in Investments Total	-	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
Impairment Loss in Trade Receivables Total	-	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
Impairment Loss in Loans Total	-	6,518.60	-	944.50	-	-	7,463.10
Impairment Loss in Advances Recoverable							
VNIL	-	3.46	-	-	-	-	3.46
Impairment Loss in Advances Recoverable Total	-	3.46	-	-	-	-	3.46
Impairment Loss in Interest accrued and due - Short Term							
NAMCL	-	-	-	-	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
Impairment Loss in Interest accrued and due - Short Term Total	-	270.71	-	110.90	86.07	-	467.68

IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(ii) Previous 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
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	-	2,506.60	-	-	-	-	2,506.60
MPBCDCL	-	1,145.00	-	-	-	-	1,145.00
OTHERS	-	1,152.68	-	343.50	-	-	1,496.18
Long-term Lendings Total	-	4,804.28	-	343.50	-	-	5,147.78
Mobilisation Advances Received (Long-term)							
CNTL	-	625.52	-	-	-	-	625.52
IRIDCL	-	270.95	-	-	-	-	270.95
KNCEL	-	628.99	-	-	-	-	628.99
RMGSL	-	206.42	-	-	-	-	206.42
OTHERS	-	124.00	-	-	34.77	-	158.77
Mobilisation Advances Received (Long-term) Total	-	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
Mobilisation Advances Received (Short-term) Total	-	2,203.16	-	-	297.49	-	2,500.65
Mobilisation Advances Paid (Short-term)							
IOPL	-	2.33	-	-	-	-	2.33
Mobilisation Advances Received (Short-term) Total	-	2.33	-	-	-	-	2.33
Preference share Capital with Premium							
IFIN	-	-	2,000.00	-	-	-	2,000.00
IMICL	-	-	2,000.00	-	-	-	2,000.00
Preference share Capital with Premium Total	-	-	4,000.00	-	-	-	4,000.00
Provision for redemption premium on Preference Shares							
IFIN	-	-	-	-	-	-	-
IMICL	-	-	-	-	-	-	-
Preference share Capital with Premium Total	-	-	-	-	-	-	-
Unamortised borrowing costs - Non Current							
IFIN	-	-	92.10	-	-	-	92.10
Prepaid Total	-	-	92.10	-	-	-	92.10
Unamortised borrowing costs - Current							
IFIN	-	-	99.50	-	-	-	99.50
Prepaid Total	-	-	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
Rent Deposit Total	-	-	-	-	-	32.00	32.00
Retention Money Payable							
ELSAIND	-	4.76	-	-	-	-	4.76
EPE	-	1.49	-	-	-	-	1.49
OTHERS	-	-	0.24	-	-	-	0.24
Retention Money Payable Total	-	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
Retention Money Receivable Total	-	928.50	-	-	255.86	-	1,184.37
Short-term Borrowings							
NKEL	-	700.00	-	-	-	-	700.00
Short-term Borrowings Total	-	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
Short-term Lendings Total	-	4,289.50	80.50	601.00	-	-	4,971.00



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures, (contd.)

(ii) Previous 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
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
Trade Payables Total	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
Trade Receivables Total	-	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
Administrative and general expenses Total	432.59	-	159.67	-	-	-	592.26
Advance towards Share Application Money							
IPL	-	61.86	-	-	-	-	61.86
RMGL	-	98.00	-	-	-	-	98.00
ELSAJVCA	-	-	-	-	-	-	-
Advance towards Share Application Money Total	-	159.86	-	-	-	-	159.86
Construction Cost							
ELSAIND	-	250.57	-	-	-	-	250.57
IRL	-	1,872.45	-	-	-	-	1,872.45
Construction Cost Total	-	2,123.02	-	-	-	-	2,123.02
Converted to Equity Shares							
RMGL	-	1,422.05	-	-	-	-	1,422.05
IPL	-	244.75	-	-	-	-	244.75
Converted to Equity Shares Total	-	1,666.80	-	-	-	-	1,666.80
Deputation Cost							
ELSA	-	26.21	-	-	-	-	26.21
Deputation Cost Total	-	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
Director Remuneration Total	-	-	-	-	-	4.80	4.80
Dividend Income							
ELSA	-	161.88	-	-	-	-	161.88
IRIT	-	47.61	-	-	-	-	47.61
NTBCL	-	-	-	-	117.99	-	117.99
OTHERS	-	7.72	-	-	-	-	7.72
Dividend Income Total	-	217.42	-	-	117.99	-	335.40
Dividend Paid							
IFIN	540.00	-	-	-	-	-	540.00
Othrs	-	-	9.76	-	-	-	9.76
Dividend Paid Total	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
Interest Income Total	-	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
Interest on Loans (Expense) Total	-	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
Investment made / purchased Total	-	8,276.94	-	-	130.00	-	8,406.94
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
Impairment Loss in Investments Total	-	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
Impairment Loss in Trade Receivables Total	-	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
Impairment Loss in Loans Total	-	6,518.60	-	944.50	-	-	7,463.10



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(ii) Previous 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	-	-	-	110.90	-	-	110.90
MPBCDCL	-	49.59	-	-	-	-	49.59
	-	270.71	-	110.90	86.07	-	467.56
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	-	-	-	-	-	-	-
JRPICL	-	1,180.00	-	-	-	-	1,180.00
MBEL	-	2,489.50	-	-	-	-	2,489.50
OTHERS	-	1,487.50	-	-	-	-	1,487.50
Lendings Total	-	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
IIPL	-	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
Miscellaneous Income Total	-	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	-	102.89	4.20	-	-	-	107.19
Operating Expenses (Other than Construction Cost) Total	-	748.86	4.20	-	-	-	753.16
Purchase of Fixed Assets							
IETS	-	-	0.30	-	-	-	0.30
Purchase of goods Total	-	-	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
Rent Expense Total	-	-	-	-	-	9.76	4.53
Rent Deposit							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	0.50	0.50
Rent Expense Total	-	-	-	-	-	0.50	0.50



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 36 A : Related Party Disclosures. (contd.)

(ii) Previous 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
Repayment of Borrowings Total	-	2,850.00	6,000.00	-	-	-	8,850.00
Repayment of Lendings							
IRIDCL	-	800.00	-	-	-	-	800.00
JRPICL	-	3,245.60	-	-	-	-	3,245.60
OTHERS	-	1,652.25	-	5.10	280.00	-	1,937.35
Repayment of Lendings Total	-	5,697.85	-	5.10	280.00	-	5,982.95
Revenue from Operations**							
CNTL	-	4,144.82	-	-	-	-	4,144.82
RMGSL	-	3,282.08	-	-	-	-	3,282.08
OTHERS	-	23,482.40	-	110.25	1,342.19	-	24,934.85
Revenue from Operations Total	-	30,899.30	-	110.25	1,342.19	-	32,341.75
Sale of Shares							
APEL	-	122.20	-	-	-	-	122.20
Sale of Shares Total	-	122.20	-	-	-	-	122.20
Short-term Borrowings							
IFIN	-	-	1,000.00	-	-	-	1,000.00
IRL	-	2,850.00	-	-	-	-	2,850.00
ISSL	-	-	5,000.00	-	-	-	5,000.00
Short-term Borrowings Total	-	2,850.00	6,000.00	-	-	-	8,850.00

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

Mr K Ramchand-Managing Director

5.00

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	484.06
MPBCDCL	(500.65)
NAMEL	5.27
PSRDCL	(181.83)
RMGSL	165.32
SBHL	120.66
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 36 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, 2015

Note 37: 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, 2015		March 31, 2014	
	Amount as at March 31, 2015	Maximum amount outstanding during the year	Amount as at March 31, 2014	Maximum amount outstanding during the year
Subsidiaries				
East Hyderabad Expressway Limited	75.00	317.30	-	267.50
ITNL International Pte. Ltd., Singapore	-	-	-	244.75
ITNL Road Infrastructure Development Company Limited	2,165.90	2,165.90	793.00	1,018.00
Vansh Nimay Infraprojects Limited	753.00	753.00	547.00	547.00
West Gujarat Expressway Limited	394.20	394.20	10.00	350.00
Hazaribagh Ranchi Expressway Limited	2,703.80	2,833.80	1,820.00	2,175.00
Jharkhand Road Projects Implementation Company Limited	3,131.10	3,131.10	2,506.60	3,943.60
MP Border Checkposts Development Company Limited	2,136.00	2,136.00	1,145.00	1,145.00
Pune Sholapur Road Development Company Limited	1,657.00	1,657.00	500.00	500.00
Elsamex S.A., Spain	101.27	224.01	4.95	4.95
Moradabad Bareilly Expressway Limited	5,532.50	5,532.50	1,487.50	1,487.50
Sikar Bikaner Highway Limited	650.00	650.00	280.00	280.00
Baleshwar Kharagpur Expressway Limited	600.00	600.00	-	-
Barwa Adda Expressway Limited	1,545.00	1,545.00	-	-
Khed Sinner Expressway Limited	1,382.50	1,382.50	-	-
Chenani Nashri Tunnelway Limited	1,080.00	1,080.00	-	-
Kiratpur Ner Chowk Expressway Limited	522.50	522.50	-	-
Total (Refer Note 15 and 16)	24,429.77		9,094.05	
Associates				
Thiruvananthapuram Road Development Company Limited	1,123.00	1,123.00	944.50	944.50
Srinagar Sonamarg Tunnelway Limited #	505.00	505.00	152.50	152.50
Warora Chandrapur Ballarpur Toll Road Limited	245.00	245.00	-	-
Total (Refer Note 15 and 16)	1,873.00		1,097.00	

Associate since June 3, 2014

Note 38

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 39

During the year ended March 31, 2014, the Company had 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 previous year and ₹ 479.17 million is shown in Statement of Profit and Loss account as "Tax relating to earlier year". Accordingly, the loss after tax for the previous year is lower by ₹ 479.17 million.

Note 40

Construction Revenue disclosed in Note 23 for the year ended March 31, 2015 includes an amount of ₹ 2,352.70 Million on account of compensation claimed by ITNL from two Special Purpose Vehicles ("SPVs") for the incremental work and related claims arising from delays due to handing over of the land for project execution. The compensation is based on the provisions in the Service Concession Agreements and is supported by the Extension of Time granted by the Independent Engineers. The claims made by ITNL on the SPV's have been based on the legal opinions obtained by the SPV's, that such claims are contractually admissible under the Service Concession Agreements entered into with Concession Granting Authorities. Costs in connection with the foregoing have been considered in recognising the above income.

Note 41

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, 2015

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, 2015

Note 42

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 43

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 2015, NRC had approved PRP of ₹ ₹ 192 million (for the year ended 31 March 2014 : ₹ 129.00 Million), out of which ₹ 157.00 Million (for the year ended 31 March 2014 : ₹ 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 157.00 Million (for the year ended 31 March 2014 : ₹ 108.06 Million) has been retained in these recast financial statements.

Note 44

Going Concern

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

As at March 31, 2015, the current liabilities of the Company exceeded its current assets by ₹ 691.50 Million (for the year ended 31 March 2014 : ₹ 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 this financial statements. The Company has incurred losses during the year of ₹ 2,226.60 Million (for the year ended 31 March 2014 : ₹ 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 NCLAT 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."

Note 45

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 ₹ 826.94 Million (for the year ended 31 March 2014: ₹ 951.71 million) as against the provision for current tax of ₹ 765.80 Million (for the year ended 31 March 2014: ₹ 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 2014-15 are given in note no.49.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 46

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 47

Operation & Maintenance (O&M) contracts

The Operation and Maintenance expenses amounting to Rs. 1,253.71 million as shown in Note 25 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), Hazaribaug Ranchi Expressway Limited (HREL) and East Hyderabad Expressway Limited (EHEL). The expense pertaining to these O&M contracts have exceeded the revenue resulting into loss of Rs. 2.18 Million, Rs. 62.19 Million, Rs. 15.66 Million, Rs. 31.60 Million, Rs. 14.56 Million and Rs. 5.99 Million respectively which have been recognised in the Statement of Profit & Loss for the year. The O&M Contracts are long-term contracts 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 48

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 ₹ 3,156.89 million (for the year ended 31 March 2014: ₹ 6,042.06 million) (refer note 23) 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.



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Notes forming part of the Recast financial statements for the year ended March 31, 2015

Note 49: Following adjustments have been made to the original standalone financial statements of the Company for the financial year 2014-15 on reopening of books of account and recasting of financial statements as stated hereinabove:

Balance Sheet as at March 31, 2015

Particulars	Note No.	As at March 31, 2015			₹ in Million
		Original	Adjustment in FY 2013-14	Adjustment in FY 2014-15	Recast
EQUITY AND LIABILITIES					
SHAREHOLDERS' FUNDS					
(a) Share capital		6,231.70	-	-	6,231.70
(b) Reserves and surplus	1,2,5,6,7,8,9,10	29,563.74	(19,055.38)	(6,279.84)	4,228.52
NON-CURRENT LIABILITIES					
(a) Long-term borrowings		41,154.20	-	-	41,154.20
(b) Deferred tax liabilities (Net)	7	354.01	8.72	139.10	501.83
(c) Other long term liabilities	1	5,218.24	300.00	(300.00)	5,218.24
(d) Long-term provisions		94.17	(25.62)	-	68.55
CURRENT LIABILITIES					
(a) Current maturities of long-term debt		13,724.92	-	-	13,724.92
(b) Short-term borrowings	9	19,511.65	-	2.42	19,514.07
(c) Trade payables	2,5,6,9	7,461.46	71.22	(69.95)	7,462.73
(d) Other current liabilities	9	5,907.03	2.33	(2.33)	5,907.03
(e) Short-term provisions		2,377.70	-	-	2,377.70
TOTAL		1,31,598.82	(18,698.73)	(6,510.60)	1,06,389.49
ASSETS					
NON CURRENT ASSETS					
(a) Fixed assets					
(i) Tangible assets (net)		327.15	-	-	327.15
(ii) Intangible assets (net)	9	1,060.55	-	(962.23)	98.32
(iii) Capital work-in-progress		-	-	-	-
(b) Non-current investments (net)	1,9	47,900.81	(9,343.02)	(1,416.57)	37,141.22
(c) Long-term loans and advances	1,9,10	21,219.34	(5,432.01)	(1,111.04)	14,676.29
(d) Other non-current assets	1,2,8,9	4,566.48	386.29	898.79	5,851.56
CURRENT ASSETS					
(a) Trade receivables (net)	1	27,394.61	(484.90)	(2,252.60)	24,657.11
(b) Cash and cash equivalents	9	203.22	465.04	1,192.90	1,861.16
(c) Short-term loans and advances	1,9	23,303.69	(3,700.71)	(1,112.73)	18,490.25
(d) Other current assets	1,9	5,622.97	(589.42)	(1,747.12)	3,286.43
TOTAL		1,31,598.82	(18,698.73)	(6,510.60)	1,06,389.49



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

Notes to the Adjustments made to original financial statements

49.1 - Impairment

In the original financial statement, no impairment/ provision for doubtful debts was recognised in respect of investments, loans and advances and receivables except in case of Vansh Nimay Infraprojects Ltd. In the absence of financial projections as of the date of the balance sheet, working papers/ details to support non-recognition of 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 presently by the 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.

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 (IIPL) - 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 IIPL.

(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.

(iv) ITNL Offshore Pte Limited (IOPL) - a 100% subsidiary of ITNL, incorporated in Singapore. It has issued 630 Million RMB (equivalent to USD 100 Million) bonds, listed on the Hong Kong Stock Exchange. IOPL has advanced loans to IIPL. 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 standalone 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. 6,376.91 Million is charged to the Statement of Profit & Loss for the year 2014-15 by corresponding reduction in Investments (Rs. 2,416.57 Million), Trade Receivables (Rs. 2,252.60 Million), Long term loans and advances (Rs. 1088.40 Million), Short term loans and advances (Rs. 1,000.05 Million), Other non-current assets (Rs. 18.31 Million) (which includes interest accrued & due and not due), Provision for Onerous Contract (Rs. 300.00 Million) and increase in Other Current assets (Rs. 98.93 Million) (which includes interest accrued & due and not due).

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 2014-15 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.

49.2 - 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 197 of the Companies Act, 2013. 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, 2013 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 ₹ 84.21 Million and ₹ 82.51 Million respectively and trade payable is decreased by ₹ 1.70 Million.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

49.3 - 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.

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

Refer note no. 3.1 dealing with reversal of Debentures Redemption Reserve. In the 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 for previous year, 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.

49.5 - 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 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 ₹ 12.60 Million (net) (for the year ended 31 March 2014: prior period expenditure of ₹ 16.10 million and reversal of expenditure of ₹ 21.46 million) as shown in Note 25, 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.

49.6 - Other adjustments – rectification of errors / omissions

The Tax Auditor in their report u/s 44AB of the Income- tax Act, 1961 for the year ended March 31, 2019 has reported expenditure of Rs. 1.06 million (net) as prior period expenditure pertaining to financial year 2014-15. Since such expenditure were not recorded by the company in the original standalone financial statements of 2014-15 due to error or omission, the same have been recognised in these financial statement.

49.7 - 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. 20.80 Million. Further, deferred tax asset amounting to Rs. 118.30 Million created in respect of provision for loan has been reversed.

49.8 - Brand Subscription Fees

The Company is liable to pay Brand Subscription fees to the Parent Company, which is lower of (a) 1% of the Total income/ Turnover or (b) 5% of Profit before Provision for Contingencies and Taxation, based on the audited accounts of the previous year, subject to a minimum fee of Rs. 1 Million per annum, in terms of IL&FS Brand Preservation and Promotion Policy ("Policy"). In view of the reduction in the profits of the previous year, the fees payable have been re-computed and excess amount of Rs. 200.82 Million for the current year recognised in the original financial statements is shown as "Recoverable from Holding Company" in Note 17.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

49.9 - 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
Unexpired discount on commercial paper not accounted earlier	NA	NA	2.42
Investments	Intangible assets (net)	Non-current investments (net)	1,000.00
Depreciation on above re-grouping			(37.77)
Long-term Arranger fees	Long-term loans and advances	Other non-current assets	76.36
Inter-corporate deposit	Short-term loans and advances	Cash and cash equivalents	40.04
Short-term Arranger fees	Short-term loans and advances	Other current assets	9.39
Balances with Banks in deposit accounts	Other current assets	Cash and cash equivalents	1,617.90
Re-grouping carried out in FY 2013-14			
Advances paid to vendors	Trade Payables	Other current assets	81.91
Mobilisation Advance Paid	Other Current Liabilities	Short-term loans and	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



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Recast financial statements for the year ended March 31, 2015

49.10 - Current Tax

Refer Note 45 dealing with recomputation of provision for current tax based on profit / loss determined as per the recast Statement of Profit & 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. 72.88 Million.

Note 50

Figures for the previous years have been regrouped and reclassified wherever considered necessary to conform to the classification for the current year.

Signature to Notes to Accounts

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 ATUL HIRALAL SHAH Date: 2023.03.09 22:00:27 +05'30'
HIRALAL
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 20:45:30 +05'30'
SHEKHAR
RAJAN

Mr. C. S. Rajan
Authorised signatory
DIN - 00126063
MILIND Digitally signed by MILIND RAMESH GANDHI Date: 2023.03.09 17:57:27 +05'30'
RAMESH
GANDHI

Mr. Milind Gandhi
Authorised signatory
KRISHNA Digitally signed by KRISHNA DHONDU GHAG Date: 2023.03.09 17:59:55 +05'30'
DHONDU
GHAG

Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND Digitally signed by NAND KISHORE Date: 2023.03.09 19:27:43 +05'30'
KISHORE

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP Digitally signed by DILIP LALCHAND BHATIA Date: 2023.03.09 18:22:05 +05'30'
LALCHAND
BHATIA

Mr. Dilip Bhatia
Authorised signatory

09 MAR 2023

**MUKUND
M. CHITALE
& CO.****CHARTERED
ACCOUNTANTS****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 2016, 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the 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 35 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 34 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 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 37 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 31B 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 17 of the Recast Standalone financial statements, mentions that the Dividend for financial year 2015-16 proposed by the Board of Directors in their meeting held on 13th May 2016 and approved by shareholders at the Annual General Meeting held on 09th August 2016 of Rs.144.65 crores 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 2016, such amount of dividend paid and the dividend amount of Rs. 129.20 crores and Rs. 177.55 crores paid for the years 2013-14 and 2014-15 respectively, in view of the losses as per the Recast Standalone Financial statements for these years, is not in compliance with Section 123 of the Act read with Companies (Declaration and Payment of Dividend) Rules, 2014.
- 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.3.95 crores in respect of various expenses out of the documents sought by us for the purpose of our audit,
 - b) Purchase of Fixed Assets amounting to Rs.1.35 crores
 - c) The agreements entered with the respective Vendors were not available pertaining to Construction Contract costs amounting to Rs. 266.64 crores out of Construction Contract Costs of Rs. 3.258.98 crores disclosed in Note 21.
 - d) The documents were not available pertaining to Bank Guarantee amounting to Rs. 711.45 crores disclosed in Note 16A.
- 4.6.2
- a) No response received in respect of Balance confirmation from 9 Banks for 11 accounts with closing balances amounting to Rs.2.12 crores.
 - b) No response received in respect of Balance Confirmation from 8 parties for loans given of Rs.119.15 crores., from 47 parties for receivables (trade receivables, mobilization advances and security deposits) of Rs.437.93 crores and from 42 parties for payables (trade payables and retention money payable) of Rs.715.38 crores out of the balance confirmation letters sent by the Company.

- 4.7 Note No. 12.2 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.7.98 crores. and Commission paid Rs.0.79 crores to other Directors is in excess of the limits prescribed under Section 197 of the Act by Rs. 6.54 crores and Rs.0.79 crores 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 42.5 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 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.
- 4.10 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.
- 4.11 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 as 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.

5. Opinion

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 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 2016;
- (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 no 3.1 and 3.2 of the Recast Standalone Financial Statements regarding the shortfall in the amount of Debenture Redemption Reserve and Provision for redemption premium on 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 no 8 of the Recast Standalone Financial Statements regarding the inability of the management to determine the Trade Payables as Micro and Small Enterprises since these recast 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 No.36 of the Recast Standalone Financial Statement regarding expenditure of Rs. 10.33 crores 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 No. 38 of the Recast Standalone Financial Statement regarding treatment of current tax and deferred 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. 40 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. 41 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 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 2016. 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).

7.2 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 25.2).

8 Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in exercise of powers conferred by section 143 (11) of the Companies Act, 2013, 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 3 and 4 of the said order.

9 As required under provisions of section 143(3) of the Act, 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.

(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 specified under section 133 of the Act, read with rule 7 of the Companies (Account) Rules, 2014.

(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 164(2) of the Companies Act 2013 has not been commented upon.

(f) We are appointed as the Statutory Auditors of the Company pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT) dated 9th August 2019 to carry out audit of Recast Standalone Financial Statements and therefore we have not commented on the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls as it existed at the time of preparation of original financial statements.

(g) with respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the companies (Audit and Auditors) Rules 2014, in our opinion and to the best of the information and according to the explanation given to us:

- i) The company has disclosed the impact of pending litigations on its financial position in its recast standalone financial statements (Refer Note 16 to the recast standalone financial statements)
- ii) The Company did not have any long-term contract for which there was any material foreseeable losses and therefore is not required to make any provision, as required under the applicable law or accounting standards.
- iii) There was no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

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



(S. M. Chitale)
Partner
M. No. 111383
UDIN- 23111383BGTWEK6808
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 title deeds of immovable properties are in the name of the Company.
- (ii) According to information and explanations given to us including the records produced before us the inventory has been physically verified by the management at intervals as defined by the management. As informed to us, there were no discrepancies noticed on verification as compared to the records available in this respect of books of accounts.
- (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 189 of the Companies Act, 2013, according to the information and explanations given to us, the Company has given unsecured loan/advance to seven parties covered in the Register maintained under Section 189 of the Companies Act, 2013:
- (a) Pending the outcome of the investigations stated in Note 35 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 34, we are unable to comment whether the terms and conditions of the loans are prima facie prejudicial to the interest of the Company
- (b) The company has been generally receiving the principal and interest on time, except in two cases of outstanding overdue interest amount of Rs. 0.67 crores.
- (c) In respect of outstanding overdue interest as at March 31, 2016 aggregating to Rs.0.67 crores pertaining to two parties, we are unable to comment whether the Management has taken reasonable steps for recovery of the interest amount.
- (iv) Pending the outcome of the investigations stated in Note 35 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 34, we are unable to

comment whether Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans given, Investments made, guarantees given.

- (v) 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 73 to 76 or any other relevant provisions of the Act and the rules framed there under and hence the provisions of clause 3(v) of the Order are not applicable.
- (vi) The Company is required to maintain cost records as prescribed by the Central Government under section 148(1) of the Companies Act, 2013. 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.
- (vii) a) According to the information and explanations given to us, the Company is generally regular in depositing with appropriate regulatory authorities undisputed statutory dues including provident fund, Employees State Insurance, Income tax, Sales tax, Service Tax, Custom Duty, Value added tax, Cess. However, there were no amounts which were due for more than six months from the date they become 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, 2016 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 crore)	Period to which it pertains (Assessment year)	Forum where pending
Income Tax Act, 1961	Income Tax	1.26	2008-09	ITAT – Mumbai
Income Tax Act, 1961	Income Tax	8.89	2009-10, 2011-12 and 2012-13	CIT (Appeals) – Mumbai
Finance Act, 1994	Service Tax	1.20	2012-13	Commissioner of Service Tax
Madhya Pradesh VAT Act	Value Added Tax	0.68	2013-14	Commercial Tax Appellate Board, MP
Madhya Pradesh VAT Act	Value Added Tax	2.09	2014-15	Commercial Tax Appellate Board, MP
Rajasthan VAT Act	Value Added Tax	0.08	2012-13	Appellate Authority, Rajasthan

- (viii) 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.
- (ix) According to the information and explanations given to us, the Company has not raised any money by way of initial public offer, further public offer (including debt instruments) during the year. Pending the outcome of the investigations stated in Note 35 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 34 we are unable to comment whether the monies raised by term loans were applied for the purpose for which they were raised.

However, based on the information and explanation given to us and review of the books of accounts, amount of Rs.14.78 crores from the money raised by term loan from one bank was utilized for the purpose other than the purpose for which it was raised.

- (x) 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 35 to the 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 34, 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.
- (xi) According to the information and explanations given to us and based on our examination of the records in view of the loss as disclosed by the Recast Standalone Statement of Profit and loss, the Company has paid / provided for managerial remuneration to the erstwhile Managing Director and Executive Director, aggregating to Rs.7.98 crores. and Commission paid Rs.0.79 crores to other Directors in excess of the limits prescribed under Section 197 of the Act by Rs.6.54 crores and Rs.0.79 crores 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.
- (xii) According to the information and explanation given to us, the Company is not a Nidhi Company. Accordingly, provision of clause 3 (xii) of the order is not applicable.
- (xiii) Pending the outcome of the investigations stated in Note 35 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 on Note 34, we are unable to comment whether all the transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable. The details of the related party transactions to the extent noticed, have been disclosed in the recast standalone financial statements as required by the applicable accounting standard.

**MUKUND
M. CHITALE
& CO.**

**CHARTERED
ACCOUNTANTS**

- (xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year, therefore provisions of Clause 3(xiv) are not applicable.
- (xv) Pending the outcome of the investigations stated in Note 35 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 34, we are unable to comment whether the company has entered into any non-cash transactions with directors or persons connected with him and whether the provisions of section 192 of Companies Act, 2013 have been complied with.
- (xvi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is not required to be registered under Section 45 IA of the Reserve Bank of India At, 1934. Accordingly, provisions of Clause 3 (xvi) of the Order are not applicable to the Company.

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



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

UDIN : 23111383BGTWEK6808

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 2015-16

- We have compiled the accompanying recast financial statements of IL&FS Transportation Networks Limited ('the Company') for the financial year 2015-16 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, 2016, 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 22:03:57
+05'30'

Atul Shah

Partner

Membership No. 039569

UDIN: 23039569BGUQCO4144

Place: Mumbai

Dated this 09th day of March, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Balance Sheet as at March 31, 2016

₹ in Crore

	Particulars	Note	As at	
			March 31, 2016	March 31, 2015
I	<u>EQUITY AND LIABILITIES</u>			
1	SHAREHOLDERS' FUNDS			
	(a) Share capital	2	705.41	623.17
	(b) Reserves and surplus	3	840.39	422.85
			1,545.80	1,046.02
2	NON-CURRENT LIABILITIES			
	(a) Long-term borrowings	4	5,868.27	4,115.42
	(b) Deferred tax liabilities	5	63.34	50.18
	(c) Other long term liabilities	6	515.12	521.82
	(d) Long-term provisions	7	13.33	6.86
			6,460.06	4,694.28
3	CURRENT LIABILITIES			
	(a) Current maturities of long-term debt	4	946.74	1,372.49
	(b) Short-term borrowings	4	2,173.15	1,951.41
	(c) Trade payables	8	916.20	746.28
	(d) Other current liabilities	6	589.21	590.70
	(e) Short-term provisions	7	193.87	237.77
			4,819.17	4,898.65
	TOTAL		12,825.03	10,638.95
II	<u>ASSETS</u>			
1	NON CURRENT ASSETS			
	(a) Fixed assets	9		
	(i) Tangible assets		35.56	32.71
	(ii) Intangible assets		7.12	9.83
	(iii) Capital work-in-progress		7.23	-
	(b) Non-current investments	10	3,732.85	3,714.12
	(c) Long-term loans and advances	11	2,007.41	1,467.64
	(d) Other non-current assets	12	677.80	585.15
			6,467.97	5,809.45
2	CURRENT ASSETS			
	(a) Current portion of long-term investments	10	32.00	-
	(b) Inventories	13	4.79	-
	(c) Trade receivables	14	3,871.43	2,465.71
	(d) Cash and cash equivalents	15	182.95	186.12
	(e) Short-term loans and advances	11	1,551.92	1,849.03
	(f) Other current assets (net)	12	713.97	328.65
			6,357.06	4,829.50
	TOTAL		12,825.03	10,638.95

Note 1 to 43 forms part of the recast financial statements.

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

Chitale

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
Digitally signed by
ATUL HIRALAL
SHAH
Date: 2023.03.09
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Atul Shah
Partner
M. No. 039569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA Digitally signed by
SHEKHAR SHEKHAR RAJAN
RAJAN Date: 2023.03.09
20:37:29 +05'30'

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

MILIND Digitally signed by
RAMESH RAMESH
GANDHI Date: 2023.03.09
17:41:06 +05'30'

Mr. Milind Gandhi
Authorised signatory

KRISHNA Digitally signed by
DHONDU DHONDU
GHAG Date: 2023.03.09
17:41:27 +05'30'

Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND Digitally signed by
KISHORE KISHORE
Date: 2023.03.09
19:34:26 +05'30'

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP Digitally signed by
LALCHAN LALCHAN
D BHATIA Date: 2023.03.09
18:17:54 +05'30'

Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Statement of Profit and Loss for the year ended March 31, 2016

		₹ in Crore	
Particulars	Note	Year ended March 31, 2016	Year ended March 31, 2015
I Revenue from operations	18	4,620.21	3,240.42
II Other income	19	740.05	741.36
III Total revenue (I + II)		5,360.26	3,981.78
IV Expenses			
Cost of materials consumed	20	57.58	-
Operating expenses	21	3,490.84	2,516.00
Employee benefits expense	22	65.71	59.96
Finance costs	24	1,102.35	738.12
Depreciation and amortisation expense	9	9.53	6.10
Administrative and general expenses	25	561.76	884.25
Total expenses (IV)		5,287.77	4,204.45
V Profit/ (Loss) before taxation (III-IV)		72.49	(222.67)
VI Tax expense:			
(a) Current tax expense	38	116.24	82.69
(b) Less: MAT credit entitlement		-	(25.58)
(c) Net Current tax		116.24	57.11
(d) Deferred tax (net)	5	13.16	29.55
Net tax expenses (VI)		129.40	86.66
VII Profit/ (Loss) for the year (V - VI)		(56.91)	(309.33)
Earnings per equity share (Face value per share ₹ 10/-):	30		
(1) Basic		(5.40)	(16.60)
(2) Diluted		(5.40)	(16.60)

Note 1 to 43 forms part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. 106855W

Chitale
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
SHAH
Digitally signed by ATUL HIRALAL SHAH
Date: 2023.03.09
22:05:31 +05'30'

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
20:38:39 +05'30'

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

MILIND RAMESH GANDHI
Digitally signed by MILIND RAMESH GANDHI
Date: 2023.03.09
17:41:58 +05'30'

Mr. Milind Gandhi
Authorised signatory

KRISHNA DHONDU GHAG
Digitally signed by KRISHNA DHONDU GHAG
Date: 2023.03.09
17:42:14 +05'30'

Mr. Krishna Ghag
Authorised signatory

NAND KISHORE
Digitally signed by NAND KISHORE
Date: 2023.03.09
19:15:27 +05'30'

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP BHATIA
Digitally signed by DILIP BHATIA
Date: 2023.03.09
18:18:30 +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, 2016

₹ in Crore

Particulars	Year ended	Year ended
	March 31, 2016	March 31, 2015
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (Loss) Before Tax	72.49	(222.67)
Adjustments for		
Interest Income	(454.33)	(299.21)
Employee benefits (net)	3.46	0.30
Profit / (loss) on sale of fixed assets (net)	0.02	0.07
Profit on sale of investments	(141.82)	(282.81)
Profit on sale of Mutual funds	(0.05)	-
Depreciation and amortisation expense	9.53	6.10
Provision for doubtful loans and receivables	0.00	-
Foreign exchange gain transferred from Foreign Currency Translation Reserve to Statement of Profit and Loss	-	(2.92)
Interest accrued on loans written off	-	9.61
Finance Costs	1,102.35	738.12
Dividend Income on non-current investments	(27.35)	(22.01)
Provision for Bad and Doubtful Debts	(13.24)	225.28
Provision / (Reversal) diminution in value of Investments	325.25	241.66
Provision / (Reversal) for Bad Long term Loans	(59.45)	125.39
Provision for Bad Short term Loans	(9.45)	133.67
Provision for Advances Recoverable	45.80	2.83
Provision / (Reversal) for Interest accrued & due	25.88	(16.90)
Provision for Interest accrued but not due	(15.88)	8.84
Provision for Advances towards Share Application Money	20.00	-
Reversal of Provision for Advances towards Share Application Money	-	(53.05)
Reversal of Claims and Contingencies	-	(30.00)
Operating profit before Working Capital Changes	884.23	562.49
(Increase) / Decrease in trade receivables	(1,392.23)	(244.14)
Increase in other assets & loans and advances (current and non current)	(296.15)	(360.99)
Increase / (Decrease) in liabilities (current and non current)	106.66	(124.73)
Cash used in from Operations	(697.50)	(167.36)
Direct Taxes paid (Net)	(169.71)	(66.49)
Net Cash used in Operating Activities (A)	(867.21)	(253.85)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets and additions to Capital Work in Progress (net of liabilities)	(11.63)	81.61
Proceeds from sale of fixed assets	0.13	0.18
Proceeds from sale of investments	55.50	265.43
Investment in / Purchase of equity shares of subsidiaries	(433.76)	(774.05)
Investment in associates	-	(33.58)
Investment in Mutual funds	300.00	-
Redemption of Mutual funds	(300.05)	(624.87)
Long term loans given	(886.42)	0.47
Long term loans recovered	59.45	(1,136.33)
Short term loans received (net) / (given) (net)	333.01	-
Interest received	255.74	165.91
Dividend received	27.35	38.20
Net Cash used in Investing Activities (B)	(590.68)	(2,017.12)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Rights Equity Shares (including securities premium)	740.16	524.52
Rights issue / preference share issue expenses adjusted in securities premium	(6.16)	(5.59)
Proceeds / (repayment) of loans on demand from Banks (net)	128.07	(2.74)
Proceeds from long term borrowings	4,325.93	2,814.03
Repayment of long term borrowings	(3,012.42)	(1,137.12)
Proceeds from short term borrowings	10,319.37	4,715.56
Repayment of short term borrowings	(9,698.26)	(3,588.18)
Finance Costs paid	(1,071.36)	(777.21)
Equity Dividend paid	(98.69)	(98.69)
Tax on Equity Dividend paid	(20.09)	(16.77)
Preference Dividend paid	(78.86)	(30.51)
Tax on Preference Dividend paid	(16.05)	(5.19)
Fixed deposits matured / (placed) as security against borrowings	131.95	(111.99)
Net Cash generated from Financing Activities (C)	1,443.60	2,280.13
Net (decrease) / Increase in Cash and Cash Equivalents (A+B+C)	(14.29)	9.16



IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Cash Flow Statement for the year ended March 31, 2016

Particulars	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
Cash and Cash Equivalents at the beginning of the year	24.24	15.08
Cash and Cash Equivalents at the end of the year	9.95	24.24
Net (decrease) / Increase in Cash and Cash Equivalents	(14.29)	9.16
Components of Cash and Cash Equivalents		
Cash on Hand	0.00	0.01
Balances with Banks in current accounts	5.71	19.99
Balances with Banks in deposit accounts	4.24	4.24
Unpaid Dividend Accounts	9.95	24.24
Balances with Banks in deposit accounts (Restricted)	0.11	0.09
Cash and Cash Equivalents	172.89	161.79
	182.95	185.12

Notes:

- i) The Company had given sub-debt to its subsidiary, Khed Sinner Expressway Limited of ₹ 144.10 crore. On September 27, 2015 the same has been converted into 144,100,000 equity shares of ₹ 10 each.
- ii) The sale consideration of ₹ 344.43 crore for sale of equity shares of Rapid MetroRail Gurgaon Limited to Infrastructure Leasing & Financial Services Limited ("IL&FS") has been adjusted against the outstanding borrowing from IL&FS. The impact of these non-cash transactions have not been given in the cash flow statement for the current year.

Note 1 to 43 forms 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
ATULHIRALAL SHAH
Digitally signed by ATULHIRALAL SHAH
Date: 2023.03.09 17:42:52 +05'30'
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 20:39:33 +05'30'

NAND KISHORE
Digitally signed by NAND KISHORE
Date: 2023.03.09 19:36:34 +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
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Authorised signatory

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

Mr. Dilip Bhatia
Authorised signatory

Mumbai, March 09, 2023

09 MAR 2023



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2016

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, 2016

- (b) 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.
- (c) 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.
- (d) **Revenue from construction contracts:**
When the outcome of a construction contract can be estimated reliably, contract revenue and contract costs associated with the construction contract are recognised as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed upto the reporting date bear to the estimated total contract costs.
- For the purposes of recognising revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

The percentage of completion method is applied on a cumulative basis in each accounting period to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognised in the Statement of Profit and Loss in the period in which the change is made and in subsequent periods.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognised only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognised as an expense in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised as an expense in the Statement of Profit and Loss in the period in which such probability occurs.

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".

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 period end are valued at closing-date rates, and unrealised translation differences are included in the Statement of Profit and Loss.

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 assets and liabilities 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.

The Company has exercised the option of amortising / capitalising the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011.

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.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Depreciation on tangible fixed assets is computed using Straight Line Method of depreciation. Useful lives are as under:

Asset	Useful life based on SLM
Premises	60 Years
Computers and Data Processing Equipment (other than Server & Networking)	3 Years
Office Equipments	5 Years
Furniture and Fixtures	10 Years
Plant & Machinery	15 Years
Electrical Installation	10 Years
Data Processing Equipment (Server & Networking)	4
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase
Specialised office equipments	3
Vehicles	5
Assets provided to employees	3
Leasehold improvement costs	Amortised over Primary period of Lease
All categories of assets costing less than ₹ 5,000/- each	Fully depreciated in the year of purchase

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

(b) **Leased Assets**

Type of Lease	Capitalisation	Depreciation Policy
Operating Lease	At Cost including incidental expenses to bring the asset to its working condition for its intended use	Straight Line Method at the rates provided under Schedule II to the Act
Capital Expenditure on renovation / Improvements to Lease-hold Premises	At Cost	Amortised over the primary period of the Lease

(c) **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

- 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.
- Cost of investment property acquired in exchange for an asset is determined by reference to the fair value of the asset given up.
- Investments are classified as long-term or current at the time of making such investments.
- Long-term investments are individually valued at cost, less provision for diminution that is other than temporary.
- 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.

Advisory, Design and Engineering fees are billed as services are rendered, however they are due for payment one year from the date of billing. Disclosure with respect to such Trade Receivables as been made considering above policy.

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.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

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.

The Company's responsibilities as per the letter of engagement dated October 9, 2019 inter alia 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 42. 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. 34 and Note No. 35 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

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.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

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, 2016 were audited by the then statutory auditor of the Company- M/s Deloitte Haskins & Sells LLP (FRN 117355W) (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, 2016 and were adopted by the Shareholders of the Company at the Annual General Meeting held on August 09, 2016
- 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, 2016 have been re-casted.
- 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 Financial Statements

The recast standalone financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ("the Act"), as applicable and the relevant provisions of the Act. The recast standalone financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the recast standalone financial statements are consistent with those followed in the previous year.

The comparative figures for the year ended and as at March 31, 2015 are as per the audited recast standalone financial statements of the Company.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2016

(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 determined in accordance with the applicable tax rates and the provisions of 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.

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.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2016

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 :

- (a) Premium paid on acquisition of option contracts is treated as a current asset until maturity. If the premium paid exceeds the premium prevailing as at the date of the balance sheet, the difference is charged to the Statement of Profit and Loss. If the prevailing premium as at the balance sheet date exceeds the premium paid for acquiring option contracts, the difference is not recognised.
- (b) Premium received on option contracts written is treated as a current liability until maturity. If the premium prevailing on the balance sheet date exceeds the premium received on such options, the difference is charged to the Statement of Profit and Loss. If the prevailing premium as at the balance sheet date falls short of the premium received for writing option contracts, the difference is not recognised.
- (c) The Company uses foreign currency derivative contracts to hedge its risks associated with foreign currency fluctuations relating to highly probable forecast transactions. The Company designates such contracts in a cash flow hedging relationship by applying the hedge accounting principles set out in "Accounting Standard 30 Financial Instruments: Recognition and Measurement" issued by the ICAI. These contracts are stated at fair value at each reporting date. Changes in the fair value of these contracts that are designated and effective as hedges of future cash flows are recognised directly in "Cash flow hedge reserve" under Reserves and surplus, net of applicable deferred income taxes and the ineffective portion is recognised immediately in the Statement of Profit and Loss. Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or no longer qualifies for hedge accounting.

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 Securities Premium Account as is permissible within the Act as may be amended from time to time.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 2: Share capital

Particulars	As at March 31, 2016		As at March 31, 2015	
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Authorised				
Equity Shares of ₹ 10/- each	50,00,00,000	500.00	50,00,00,000	500.00
Preference Shares of ₹ 10/- each	1,00,00,00,000	1,000.00	1,00,00,00,000	1,000.00
Issued, Subscribed and Paid up (Refer footnote no. 1 to vi)				
Equity Shares of ₹ 10/- each fully paid	32,89,60,027	328.96	24,67,20,020	246.72
20.50% Cumulative Redeemable Preference Shares of ₹ 10/- each fully paid ("20.50% CRPS")	20,00,00,000	200.00	20,00,00,000	200.00
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	107.25	10,72,50,000	107.25
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	19.20	1,92,00,000	19.20
11% Rated Unlisted Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares of ₹ 10/- each ("11% ITNL CNCRPS 2021")	5,00,00,000	50.00	5,00,00,000	50.00
Total	70,54,10,027	705.41	62,31,70,020	623.17

2.1. Of the above, 236,582,632 (As at March 31, 2015 : 171,450,000) equity shares are held by the Holding Company viz. Infrastructure Leasing & Financial Services Limited ("IL&FS"), 4,266,368 (As at March 31, 2015 : 3,199,776) equity shares are held by a fellow subsidiary viz. IL&FS Financial Services Limited.

2.2. 100,000,000 20.50% Cumulative Redeemable Preference Shares ("CRPS") each are held by two fellow subsidiaries viz. IL&FS Maritime Infrastructure Company Limited ("IMICL") and IL&FS Financial Services Limited ("IFIN").

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

Equity Shares	Year ended March 31, 2016		Year ended March 31, 2015	
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Shares outstanding at the beginning of the year	24,67,20,020	246.72	19,42,67,732	194.27
Shares issued during the year	8,22,40,007	82.24	5,24,52,288	52.45
Shares outstanding at the end of the year	32,89,60,027	328.96	24,67,20,020	246.72
20.50% Cumulative Redeemable Preference Shares				
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Shares outstanding at the beginning of the year	20,00,00,000	200.00	20,00,00,000	200.00
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	20,00,00,000	200.00	20,00,00,000	200.00
10.40% Rated Listed Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares 2017				
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Shares outstanding at the beginning of the year	10,72,50,000	107.25	10,72,50,000	107.25
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	10,72,50,000	107.25	10,72,50,000	107.25
10.50% Rated Listed Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares 2018				
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Shares outstanding at the beginning of the year	1,92,00,000	19.20	1,92,00,000	19.20
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,92,00,000	19.20	1,92,00,000	19.20
11% Rated Unlisted Fully Paid-Up Cumulative Non-Convertible Compulsorily Redeemable Preference Shares 2021				
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Shares outstanding at the beginning of the year	5,00,00,000	50.00	5,00,00,000	50.00
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	5,00,00,000	50.00	5,00,00,000	50.00



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Notes forming part of the recast financial statements for the year ended March 31, 2016

2.4. Shareholders holding more than 5% of issued, subscribed and paid up equity share capital, CRPS and CNCRPS :

Equity Shareholder	As at March 31, 2016		As at March 31, 2015	
	Number of Shares	% of total holding	Number of Shares	% of total holding
IL&FS	23,65,82,632	71.92%	17,14,50,000	69.49%

Cumulative Non-Convertible Compulsorily Redeemable Preference Shareholder	Series Name	As at March 31, 2016		As at March 31, 2015	
		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%	10,00,00,000	26.56%
IL&FS Financial Services Limited	20.50% CRPS	10,00,00,000	26.56%	10,00,00,000	26.56%
Azim Hasham Premji	11% ITNL CNCRPS 2021	2,50,00,000	6.64%	2,50,00,000	6.64%
L & T Infrastructure Finance Company Limited	11% ITNL CNCRPS 2021	-	-	2,50,00,000	6.64%
Pioneer Independent Trust	11% ITNL CNCRPS 2021	2,50,00,000	6.64%	-	-

2.5. 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.

During the previous year, the Company had issued 52,452,288 equity shares on rights basis in the ratio of 27:100 at a price of ₹ 100 per share having a face value of ₹ 10 each aggregating ₹ 52.45 Crore and premium of ₹ 90 each aggregating to ₹ 472.07 Crore.

During the current year, the Company issued 82,240,007 equity shares on rights basis in the ratio of 1:3 at a price of ₹ 90 per share having a face value of ₹ 10 each aggregating ₹ 82.24 Crore and premium of ₹ 80 each aggregating to ₹ 657.92 Crore. The Earnings per share has been accordingly adjusted for the effects of Rights Issue for the years ended March 31, 2016 and March 31, 2015.

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

Particulars	₹ In Crore	
	FY 2015-16	FY 2014-15
Amount received from the issue	740.16	524.52
Utilisation :		
For repayment of loans	733.21	510.00
For working capital payments (including issue expenses)	6.95	14.52
Total utilisation	740.16	524.52
Balance amount unutilised as at year end	Nil	Nil

2.6. The Company has issued the following series of CRPS and CNCRPS :

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 2.6(a) below	20.50% per annum	Refer Note 2.6(a) below
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	



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2.6 (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 Crore)	Redemption Amount ₹ in Crore
31-May-17	2.00	41.84
31-May-18	2.00	42.34
31-May-19	3.00	64.26
31-May-20	3.00	65.01
31-May-21	3.00	65.76
31-May-22	3.00	66.51
31-May-23	3.00	67.26
31-May-24	0.50	11.34
31-May-25	0.50	11.48
Total	20.00	435.80

2.6 (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 CRPS and CNCRPS holders are as follows:

The holder(s) of CRPS and CNCRPS shall have no voting rights other than in respect of matters directly affecting the rights attached to the CRPS and CNCRPS. In the event of any due and payable dividends on the CRPS and 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 CRPS and 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 CRPS and 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 CRPS and 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.



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Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 3: Reserves and surplus

₹ in Crore

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Securities Premium Account				
Opening balance	1,849.79		1,401.78	
(+) Addition during the year from issue of equity shares on a rights basis	657.92		472.07	
(-) Premium utilised towards preference shares issue expenses and rights issue expenses	(6.16)		(5.59)	
(-) Premium utilised towards discount on issue of Non-Convertible Debentures	-		(13.47)	
(-) Redemption premium on 20.50% CRPS	(5.00)	2,496.55	(5.00)	1,849.79
(b) General Reserve				
Opening balance	123.90		123.90	
(+) Transfer from balance in Statement of Profit and Loss	-	123.90	-	123.90
(c) Foreign Currency Translation Reserve (Refer Note 1.13 of Note 1)				
Opening Balance [net of deferred tax asset (net) of ₹ Nil, (previous year ₹ 0.99 Crore)]	-		1.93	
Foreign exchange translation gain / (loss) [net of deferred tax liability of ₹ Nil (Previous year net of deferred tax asset of ₹ 0.99 Crore)]	-	-	(1.93)	-
(d) Cash flow hedge reserve				
Opening balance	(5.49)		-	
(+) Created during the year	1.78	(3.71)	(5.49)	(5.49)
(e) Debenture Redemption Reserve (Refer Footnote below)				
Opening balance	46.14		46.14	
(+) Transfer from balance in Statement of Profit and Loss	0.00	46.14	(0.00)	46.14
(f) Surplus in the Statement of Profit and Loss				
Opening balance	(1,591.49)		(1,067.84)	
(+) Profit/ (Loss) for the year	(56.91)		(309.33)	
(-) Transfer to general reserve	-		-	
(-) Adjustment of fixed assets WDV on change of method of depreciation (Refer Note 9.1)	-		(0.63)	
(-) Transfer to debenture redemption reserve (Refer Note 3.1)	(0.00)		0.00	
(-) Provision for proposed dividend on equity shares (Refer Note 17)	(65.79)		(98.69)	
(-) Provision for Dividend Distribution Tax on proposed dividend on equity shares	(13.39)		(20.09)	
(-) Provision for proposed dividend on preference shares (Refer Note 17)	(78.86)		(78.86)	
(-) Provision for Dividend Distribution Tax on proposed dividend on preference shares	(16.05)	(1,822.49)	(16.05)	(1,591.49)
Total		840.39		422.85

3.1. The Company has issued several series of Non Convertible Debentures (NCDs) as detailed in Note 4.2. In terms of Section 71(4) of the Companies Act, 2013 read with rule 18(7)(b)(iii) of the Companies (Share capital and Debentures) Rules 2014, 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 ₹ 0.15 Crore (March 31, 2015 ₹ 98.95 Crore) towards DRR. However, as per re-cast 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. 147.74 crores

3.2. In the original standalone financial statements of the financial year 2013-14, the erstwhile Board of Directors had created a provision of ₹ 2.56 Crore 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 were passed to reverse the redemption premium. Premium on redemption which is contractually accruing annually to the preference shareholders is accrued by way of appropriation out of Securities Premium Account as is permissible within the Companies Act, 2013 as may be amended from time to time from the financial year 2014-15.

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. 2.56 Crore.



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Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 4: Borrowings

Particulars	As at March 31, 2016			As at March 31, 2015		
	Long-term		Short-term	Long-term		Short-term
	Non-current	Current portion		Non-current	Current portion	
Secured (Refer Note 4.1)						
Term Loans from banks	1,954.25	502.00	12.00	1,362.77	262.37	27.00
Term Loans from financial institutions	75.00	-	-	-	-	-
Demand loans from banks	-	-	136.70	-	-	-
Sub-total (a)	2,029.25	502.00	148.70	1,362.77	262.37	27.00
Unsecured						
Debentures (Refer Note 4.2)						
Unsecured Redeemable Non-Convertible Debentures [NCDs]	2,085.50	-	-	1,830.00	-	-
Unsecured Redeemable NCDs (Issued at discount)	300.00	-	-	300.00	-	-
Term Loans from banks	673.52	444.74	759.40	622.65	1,110.12	448.00
Term Loans from financial institutions	-	-	300.00	-	-	300.00
Term Loans from related parties	780.00	-	733.50	-	-	225.00
Demand loans from banks	-	-	15.26	-	-	23.89
Commercial Paper	-	-	220.00	-	-	950.00
Less : Unexpired discount	-	-	(3.71)	-	-	(22.48)
Net amount			216.29			927.62
Sub-total (b)	3,839.02	444.74	2,024.45	2,752.65	1,110.12	1,924.41
Total	5,868.27	946.74	2,173.15	4,115.42	1,372.49	1,951.41

4.1 Security details

Secured against:	As at March 31, 2016		As at March 31, 2015	
	Long-term	Short-term	Long-term	Short-term
An asset which was classified as Investment Property in the original financial statements [Refer Note 12.1]	115.30	-	115.30	-
Current assets and receivables	2,337.26	136.70	1,371.20	-
Fixed deposits	78.70	12.00	136.64	27.00
Total	2,531.26	148.70	1,623.14	27.00

4.2 The details of Unsecured Redeemable Non-Convertible Debentures [NCDs] :

Series of NCDs	Face value per NCD (₹)	Rate of interest % p.a.	Terms of repayment	Date of redemption	No. of NCDs issued	No. of NCDs outstanding	
						As at March 31, 2016	As at March 31, 2015
ITNL 11.80% 2024	10,00,000	11.80	Bullet repayment	January 3, 2025	2,500	2,500	2,500
ITNL 11.80% 2024	10,00,000	11.80	Bullet repayment	December 21, 2024	2,500	2,500	2,500
ITNL, 11.50%, 2024	10,00,000	11.50	Bullet repayment	June 21, 2024	2,000	2,000	2,000
ITNL, 11.50%, 2024	10,00,000	11.50	Bullet repayment	February 4, 2024	1,000	1,000	1,000
ITNL 10.50% 2021	10,00,000	10.50	Bullet repayment	May 8, 2021	1,250	1,250	-
ITNL 11.70% 2020	10,00,000	11.70	Bullet repayment	July 27, 2020	2,250	2,250	-
ITNL 11.50% 2019	10,00,000	11.50	Bullet repayment	November 20, 2019	1,250	1,250	1,250
NCD Tranche XIII Series B	5,00,000	0.00	Bullet repayment	June 23, 2019	500	500	-
ITNL 9.40% 2020	10,00,000	9.40	Bullet repayment	April 5, 2019	4,250	4,250	-
NCD Tranche XIII Series A	5,00,000	0.00	Bullet repayment	March 23, 2019	7,300	7,300	-
ITNL, 12.00%, 2019 Series II	10,00,000	12.00	Bullet repayment	March 18, 2019	5,300	405	5,300
ITNL, 12.00%, 2019	10,00,000	12.00	Bullet repayment	January 23, 2019	4,000	50	4,000
ITNL 11.10%	10,00,000	11.10	Bullet repayment	October 10, 2018	1,000	1,000	-
ITNL 11.70% 2018	10,00,000	11.70	Bullet repayment	April 12, 2018	1,500	1,500	-
ITNL 11.25%	10,00,000	11.25	Bullet repayment	April 21, 2016	1,250	-	1,250
Total					37,860	27,755	21,300

4.3 Age-wise analysis and Repayment terms of the Company's Long term Borrowings are as below:

Particulars	As at March 31, 2016	As at March 31, 2015	As at March 31, 2016	As at March 31, 2015
	₹ in Crore	₹ in Crore	Frequency of Repayment*	Frequency of Repayment*
1-2 Years	1,477.90	836.07	QT,Y,B	QT,Y,B
2-3 Years	1,434.91	424.97	QT,Y,B	QT,Y
3-4 Years	440.96	587.06	QT,Y	QT,B
4-5 Years	126.00	126.83	QT,Y	QT
5-6 Years	3.00	10.50	QT	QT
Total	3,482.77	1,985.42		

QT = Quarterly, Y = Yearly and B = Bullet repayment

Note 5: Deferred Tax Liabilities (Net)

The Company has a net deferred tax liability of ₹ 63.34 Crore (As at March 31, 2015 ₹ 50.18 Crore). The components are as under:

Particulars	₹ in Crore		
	As at March 31, 2015	Movement during the year	As at March 31, 2016
Liabilities :			
In respect of depreciation	1.07	0.03	1.10
In respect of unamortised borrowing costs	50.84	13.26	64.09
Assets:			
In respect of provision for doubtful loans	-	-	-
In respect of provision for doubtful receivables	(0.10)	-	(0.10)
In respect of amortisation of intangible assets	-	-	-
In respect of employee benefits	(1.62)	(0.13)	(1.75)
Deferred Tax Liabilities (Net)	50.18	13.16	63.34

5.1 In view of what has been stated in note 38 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 for 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, 2016

Note 6: Other liabilities

₹ in Crore

Particulars	As at March 31, 2016		As at March 31, 2015	
	Long-term	Current	Long-term	Current
(a) Interest accrued but not due on borrowings	-	134.34	-	65.04
(b) Retention Money Payable	334.14	-	247.69	-
(c) Payable due to fair valuation of derivative contract	-	-	7.83	-
(d) Mobilisation Advances Received (Refer Note 26)	177.07	200.52	266.30	233.19
(e) Unearned Revenue (Refer Note 26)	-	208.15	-	263.16
(f) Unclaimed Dividends (Refer Note 6.1)	-	0.11	-	0.09
(g) Payable on purchase of fixed assets - related party	3.91	1.50	-	-
(h) Payable to related party - Holding company	-	-	-	15.00
(i) Other Payables (statutory dues payable)	-	44.59	-	14.22
Total	515.12	589.21	521.82	590.70

6.1 : Unclaimed dividend does not include any amounts which were due to be transferred to Investor Education and Protection Fund

Note 7: Provisions

₹ in Crore

Particulars	As at March 31, 2016		As at March 31, 2015	
	Long-term	Short-term	Long-term	Short-term
(a) Provision for employee benefits	2.35	19.02	1.86	23.33
(b) Provision for gratuity (Refer Note 23.2)	0.98	0.05	-	-
(c) Provision for Proposed Dividend on equity shares (Refer Note 17)	-	65.79	-	98.69
(d) Provision for Dividend Distribution Tax on equity shares	-	13.39	-	20.09
(e) Provision for Proposed Dividend on preference shares (Refer Note 17)	-	78.86	-	78.86
(f) Provision for Dividend Distribution Tax on preference shares	-	16.05	-	16.05
(g) Provision for redemption premium on Preference Shares	10.00	-	5.00	-
(h) Provision for tax (net)	-	0.71	-	0.75
Total	13.33	193.87	6.86	237.77

Note 8: Trade Payables

₹ in Crore

Particulars	As at March 31, 2016	As at March 31, 2015
(a) Trade Payables - Micro and Small Enterprises	-	-
(b) Trade Payables - Others	916.20	746.28
Total	916.20	746.28

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 MSME 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.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 9: Fixed Assets

Current year :

Particulars	Gross Block (at cost)				Accumulated Depreciation and Amortisation				Net Block	
	Balance as at April 1, 2015	Additions	Deletions / Adjustments	Balance as at March 31, 2016	Balance as at April 1, 2015	Depreciation / Amortisation for the year	Deletions	Balance as at March 31, 2016	Balance as at March 31, 2016	
a Tangible Assets										
Buildings	1.50	-	-	1.50	0.19	0.02	-	0.21	1.29	
Plant and Machinery	23.11	6.92	-	30.03	2.57	1.81	-	4.38	25.65	
Furniture and Fixtures	2.36	0.22	-	2.58	1.34	0.25	-	1.60	0.98	
Vehicles	13.01	1.44	0.39	14.06	7.90	2.09	0.27	9.72	4.34	
Office Equipments	5.61	0.56	0.03	6.14	3.54	1.10	0.02	4.63	1.51	
Data Processing Equipments	7.70	0.56	-	8.26	5.28	1.26	-	6.54	1.72	
Leasehold Improvements	1.93	-	-	1.93	1.69	0.17	-	1.86	0.07	
Total	55.22	9.70	0.42	64.50	22.51	6.70	0.29	28.94	35.56	
b Intangible Assets										
Computer Software (Acquired)	36.79	0.11	-	36.90	30.66	2.57	-	33.23	3.67	
Commercial Rights (Acquired)	6.00	-	-	6.00	2.29	0.26	-	2.55	3.45	
Total	42.79	0.11	-	42.90	32.95	2.83	-	35.78	7.12	
c Capital Work-In-Progress										
	-	7.23	-	7.23	-	-	-	-	7.23	
Grand Total	98.01	17.04	0.42	114.63	55.46	9.53	0.29	64.72	49.91	



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 9: Fixed Assets

Previous year :

Particulars	Gross Block (at cost)			Accumulated Depreciation and Amortisation					Net Block		
	Balance as at April 1, 2014	Additions	Deletions / Adjustments	Balance as at March 31, 2015	Balance as at April 1, 2014	Adjustments (Refer Note 9.2)	Depreciation for the year adjusted in reserves (Refer Note 9.1)	Depreciation / Amortisation for the year	Deletions	Balance as at March 31, 2015	Balance as at March 31, 2015
a Tangible Assets											
Buildings	1.50	0.00	-	1.50	0.16	0.00	-	0.03	-	0.19	1.30
Plant and Machinery	9.34	13.77	-	23.11	3.50	(1.89)	-	0.96	-	2.57	20.54
Furniture and Fixtures	2.20	0.16	-	2.36	1.47	(0.38)	0.00	0.25	-	1.34	1.02
Vehicles	12.25	1.78	1.02	13.01	6.26	(0.22)	-	2.63	0.77	7.90	5.11
Office Equipments	3.83	1.78	-	5.61	2.45	(0.52)	0.46	1.15	-	3.54	2.07
Data Processing Equipments	6.04	1.66	-	7.70	3.81	0.00	0.17	1.30	-	5.28	2.42
Leasehold Improvements	1.93	0.00	-	1.93	1.53	0.00	-	0.16	-	1.69	0.24
Total	37.09	19.15	1.02	55.22	19.18	(3.01)	0.63	6.48	0.77	22.51	32.71
b Intangible Assets											
Computer Software (Acquired)	35.14	1.65	-	36.79	28.30	-	-	2.36	-	30.66	6.13
Commercial Rights (Acquired)	6.00	-	-	6.00	2.03	-	-	0.26	-	2.29	3.71
Total	41.14	1.65	-	42.79	30.33	-	-	2.62	-	32.95	9.83
c Capital Work-In-Progress											
	2.41	-	2.41	-	-	-	-	-	-	-	-
Grand Total	80.64	20.80	3.43	98.01	49.51	(3.01)	0.63	9.11	0.77	55.46	42.55

9.1. ₹ 0.63 Crore is debited to surplus in the Statement of Profit & Loss as per Schedule II of the Companies Act 2013 due to revised useful life being Nil as on March 31, 2014

9.2. For change in depreciation policy, pursuant to notification of Schedule II to the Companies Act, 2013:

- (i) the Company has fully depreciated the carrying value of assets (determined after considering the change in the method of depreciation from WDV to SLM), net of residual value, where the remaining useful life of the asset was determined to be nil as on April 1, 2014 and adjusted an amount of ₹ 0.63 Crore against the opening Surplus balance in the Statement of Profit and Loss under Reserves and Surplus
- (ii) The depreciation expense in the Statement of Profit and Loss for the year is lower by ₹ 2.96 Crore consequent to the above change in the method of depreciation
- (iii) The depreciation expense in the Statement of Profit and Loss for the year is higher by ₹ 2.04 Crore consequent to the change in the useful life of the assets



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 10: Investments

₹ in Crore

Particulars	As at March 31, 2016		As at March 31, 2015	
	Non-current	Current portion of long-term investments	Non-current	Current portion of long-term investments
Investment property (Refer Note 12.1)	-	-	-	-
Trade Investments				
(a) Investments in equity shares	4,579.66	-	4,203.68	-
(b) Investments in preference shares	249.69	-	249.69	-
(c) Investments in debentures	-	32.00	32.00	-
(d) Investments in covered warrants	194.30	-	194.30	-
(e) Investments in units	109.61	-	109.61	-
sub- total	5,133.26	32.00	4,789.28	-
Less : Provision for diminution in the value of Investments	1,400.41	-	1,075.16	-
Total Trade Investments	3,732.85	32.00	3,714.12	-
Total	3,732.85	32.00	3,714.12	-

Details of Trade Investments (Refer Notes 10.1 to 10.9)						
Non-current						
Sr. No.	Name of the Entity	Face Value per unit (₹)	As at March 31, 2016		As at March 31, 2015	
			Quantity	₹ In Crore	Quantity	₹ in Crore
(a)	Investment in Equity shares					
	in Subsidiaries (Unquoted; Fully paid - At Cost)					
	North Karnataka Expressway Limited	10	77,20,823	7.72	77,20,823	7.72
	East Hyderabad Expressway Limited	10	2,16,89,400	21.69	2,16,89,400	21.69
	ITNL International Pte. Ltd., Singapore (Nominal value US\$ 1 each)	Not Applicable	6,63,98,625	366.76	6,08,94,038	329.27
	ITNL Road Infrastructure Development Company	10	14,00,00,000	140.00	14,00,00,000	140.00
	Elsamex S.A. (Nominal value Euro 60,10121 each) (Refer Note 10.2)	Not Applicable	2,60,949	272.23	2,60,949	272.23
	Vansh Nimay Infraprojects Limited (Refer Note 10.3)	10	1,43,00,000	14.50	1,43,00,000	14.50
	IL&FS Rail Limited (Refer Note 10.6 and 10.8)	10	55,01,39,182	550.14	38,52,85,112	385.29
	Hazaribagh Ranchi Expressway Limited (Refer Note 10.9)	10	13,09,86,900	136.26	13,09,86,900	136.26
	Pune Sholapur Road Development Company Limited	10	16,00,00,000	160.00	16,00,00,000	160.00
	West Gujarat Expressway Limited	10	1,47,99,985	10.05	1,47,99,985	10.05
	Moradabad Bareilly Expressway Limited	10	22,16,60,000	221.66	22,16,60,000	221.66
	Jharkhand Road Projects Implementation Company Limited	10	24,24,48,000	242.45	24,24,48,000	242.45
	Chenani Nashri Tunnelway Limited	10	37,20,00,000	372.00	37,20,00,000	372.00
	MP Border Checkposts Development Company Limited	10	11,02,78,130	110.28	11,02,78,130	110.28
	Badarpur Tollway Operations Management Limited	10	49,994	0.05	49,994	0.05
	Rapid MetroRail Gurgaon Limited (Refer Note 10.6)	10	1,82,39,128	18.24	19,33,32,083	193.33
	Futureage Infrastructure India Limited	10	30,00,000	3.00	30,00,000	3.00
	Charminar Robopark Limited	10	46,80,000	4.68	46,80,000	4.68
	Karyavatom Sports Facilities Limited	10	4,31,19,940	43.12	4,31,19,940	43.12
	Kiratpur Ner Chowk Expressway Limited	10	41,59,50,000	415.95	32,07,50,000	320.75
	ITNL Offshore Pte. Ltd., Singapore (Nominal value US\$ 1 each)	Not Applicable	33,70,500	20.84	33,70,500	20.84
	Baleshwar Kharagpur Expressway Limited	10	17,85,90,000	178.59	17,27,80,000	172.78
	Sikar Bikaner Highway Limited	10	12,40,50,000	124.05	12,40,50,000	124.05
	Rapid MetroRail Gurgaon South Limited	10	15,59,77,500	155.98	8,78,67,500	87.87
	ITNL Africa Projects Ltd., Nigeria (Nominal value Nigerian Naira 1 each)	Not Applicable	25,00,000	0.09	25,00,000	0.09
	Barwa Adda Expressway Limited	10	8,50,00,000	85.00	8,49,99,940	85.00
	Khed Sinnar Expressway Limited (Refer footnote (i) to Cash Flow Statement)	10	29,41,90,000	294.19	14,99,99,994	150.00
	Andhra Pradesh Expressway Limited	10	42,93,440	4.29	42,93,440	4.29
	GIFT Parking Facilities Limited	10	50,000	0.05	49,994	0.05
	ITNL Offshore Two Pte. Ltd. (Nominal value US\$ 1 each)	Not Applicable	50,000	0.31	1	0.00
	ITNL Offshore Three Pte. Ltd. (Nominal value US\$ 1 each)	Not Applicable	1	0.00	1	0.00
	Amravati Chikhli Expressway Limited	10	1,15,49,994	11.55	-	-
	Fagne Songadh Expressway Limited	10	85,49,994	8.55	-	-
	Jharkhand Infrastructure Implementation Company Limited	10	1,24,50,000	12.45	-	-
	GRIIL Rail Bridge Development Company Limited	10	50,000	0.05	-	-
	Rajasthan Land Holdings Limited	10	20,00,000	2.50	-	-



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Notes forming part of the recast financial statements for the year ended March 31, 2016

in Joint Ventures (Fully paid - At Cost)						
	Jorabat Shillong Expressway Limited (Unquoted)	10	4,20,00,000	42.00	4,20,00,000	42.00
	NAM Expressway Limited (Unquoted)	10	11,67,54,970	116.75	11,67,54,970	116.75
	Noida Toll Bridge Company Limited (Quoted)	10	4,71,95,007	187.16	4,71,95,007	187.16
in Associates (Unquoted; Fully paid - At Cost)						
	Thiruvananthapuram Road Development Company Limited	10	1,70,30,000	17.03	1,70,30,000	17.03
	ITNL Toll Management Services Limited	10	24,500	0.02	24,500	0.02
	Warora Chandrapur Ballarpur Toll Road Limited	10	6,17,08,500	61.71	6,17,08,500	61.71
	Srinagar Sonamarg Tunnelway Limited (Refer Note 10.7)	10	56,76,068	105.68	56,76,068	105.68
	Gujarat Road and Infrastructure Company Limited	10	2,31,87,166	22.13	2,31,87,166	22.13
in Others (Unquoted; Fully paid - At Cost)						
	Pipavav Railway Corporation Limited	10	1,20,00,000	17.90	1,20,00,000	17.90
	sub-total (a)			4,579.66		4,203.68
Details of Trade Investments (Refer Notes 10.1 to 10.9)						
Sr. No.	Name of the Entity	Face Value per unit (₹)	As at March 31, 2016		As at March 31, 2015	
			Quantity	₹ In Crore	Quantity	₹ in Crore
(b) Investments in Preference Shares (Unquoted; Fully paid - At Cost)						
in Subsidiaries						
	West Gujarat Expressway Limited (Refer Note 10.5)	10	2,00,00,000	29.69	2,00,00,000	29.69
	Andhra Pradesh Expressway Limited	10	22,00,00,000	220.00	22,00,00,000	220.00
	sub-total (b)			249.69		249.69
(c) Investments in Debentures (Unquoted; Fully paid - At Cost)						
	11.50% Non-Convertible Debentures of Road Infrastructure Development Company of Rajasthan Limited	10	-	-	3,20,00,000	32.00
	sub-total (c)					32.00
(d) Investments in Covered Warrants (Unquoted; Fully paid - At Cost)						
	Infrastructure Leasing & Financial Services Limited (Refer Note 10.4)	10	19,43,00,000	194.30	19,43,00,000	194.30
(e) Investments in Units (Unquoted; Fully paid - At Cost)						
	ITNL Road Investment Trust (a Subsidiary)	1000	10,96,062	109.61	10,96,062	109.61
	Total (a+b+c+d+e)			5,133.25		4,789.28

Current portion of long-term investments

Name of the Entity	Face Value per unit (₹)	As at March 31, 2016		As at March 31, 2015	
		Quantity	₹ In Crore	Quantity	₹ in Crore
Investments in Debentures (Unquoted; Fully paid - At Cost)					
	11.50% Non-Convertible Debentures of Road Infrastructure Development Company of Rajasthan Limited	10	3,20,00,000	32.00	-
	Total		3,20,00,000	32.00	-

Particulars	₹ in Crore	
	As at March 31, 2016	As at March 31, 2015
Aggregate cost of quoted investments (Market value of ₹ 105.72 Crore; as at March 31, 2015 : ₹ 157.16 Crore)	187.16	187.16
Aggregate cost of unquoted investments	4,978.10	4,602.12
Total	5,165.26	4,789.28



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Notes

- 10.1 The Company has given non-disposal undertakings to the lenders and the grantors of the Concession for its investment in 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, equity investors and the grantors of the Concession, the carrying value of which is ₹ 1,554.44 Crore as on March 31, 2016. (₹ 1,514.62 Crore as on March 31, 2015)
- 10.2 The Company has pledged Nil equity shares aggregating ₹ Nil (As at March 31, 2015 - 171,959 equity shares aggregating ₹ 138.84 Crore) 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.
- 10.3 The Company has pledged 14,300,000 equity shares aggregating ₹ 14.50 Crore (As at March 31, 2015 - 14,300,000 equity shares aggregating ₹ 14.50 Crore) 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").
- 10.4 The Company's investment in "Covered Warrants" aggregating to ₹ 194.30 Crore (As at March 31, 2015 ₹ 194.30 Crore) 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. However, the Company is not entitled to rights and privileges, which IL&FS enjoys as a shareholder / debentureholder. The instruments are unsecured.
- 10.5 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").
- 10.6 During the year ended March 31, 2016, the Company has sold its investment of 202,602,955 equity shares held in Rapid MetroRail Gurgaon Limited to Infrastructure Leasing & Financial Services Limited, its holding company. The profit on sale of ₹ 141.82 crore from this transaction was included under Other operating revenues in the original financial statements and the same has been re-grouped to Other income in the recast financial statements (Refer note 20).
- 10.7 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 SOMA Enterprise Limited ("SOMA"), 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-moth Tunnel including approaches on National Highway no. 1 (Srinagar Sonamarg Gumri Road) in the state of Jammu and Kashmir. Since the amount is paid towards acquisition of shares in SPV formed by SOMA and not towards acquisition of any commercial right, the capitalisation in March 2015 and amortisation thereof made in the Original Financial Statements has been reversed and added to the cost of investments on acquisition of such additional stake. In the original financial statements, this amount was classified under Intangible Assets.
- 10.8 During the previous year, the Company has sold its Investment representing 26,200,000 shares of IL&FS Rail Limited ("IRL") vide sale and purchase agreement dated March 23, 2015 to Enso Infrastructure Pvt. Ltd. Sales consideration of ₹ 655.00 million was receivable as at March 31, 2015 and the said shares were transferred to an escrow account on April 30, 2015.
- 10.9 During the previous year, the Company acquired 34,046,900 equity shares of Hazaribagh Ranchi Expressway Limited ("HREL") having face value of ₹ 10/- each at a premium of ₹ 1.55 per share from Punj Lloyd Limited ("PLL") for a total purchase consideration of ₹ 393.24 million. The said purchase consideration was settled by the Company by setting off loan given to PLL of ₹ 387.73 million and payment of balance amount of ₹ 5.51 million as per the share purchase agreement signed with PLL.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 11: Loans and Advances (Unsecured, considered good unless otherwise mentioned)

₹ in Crore

Particulars	As at March 31, 2016		As at March 31, 2015	
	Long-term	Short-term	Long-term	Short-term
a. Security Deposits				
Related party	2.25	-	2.25	-
Others	3.32	11.00	3.63	24.93
sub-total (a)	5.57	11.00	5.88	24.93
b. Capital Advances	31.56	-	31.56	-
c. Loans and advances to related parties				
Term loans*				
Unsecured, considered good	1,864.27	1,342.05	1,177.40	1,552.96
Unsecured, considered doubtful	-	83.80	-	36.50
Less: Provision for doubtful loans	(557.76)	(417.67)	(611.06)	(423.63)
Advances receivable				
Unsecured, considered good	-	121.05	-	83.94
Unsecured, considered doubtful	-	22.06	-	-
Less: Provision for doubtful advances	-	(49.98)	-	(3.18)
Mobilisation advance	-	4.00	-	11.55
Advance towards Share Application Money (refer Note 11.1)	75.02	-	90.65	-
sub-total (c)	1,381.53	1,105.31	656.99	1,258.14
d. Other Loans and Advances				
Term loans				
Unsecured, considered good	77.38	111.57	81.47	281.57
Unsecured, considered doubtful	-	0.60	-	-
Less: Provisions for doubtful loans	(11.00)	(82.60)	(17.15)	(86.09)
Preconstruction and Mobilisation advances paid to contractors and other advances	225.86	268.64	433.04	264.50
Staff loans	-	2.15	-	2.18
Indirect tax balances / Receivable credit	-	65.68	-	41.92
Advances receivable				
Unsecured, considered good	-	37.02	-	28.81
Unsecured, considered doubtful	20.00	-	-	-
Less: Provisions for doubtful advances	(20.00)	-	-	-
Advance towards Share Application Money	-	-	20.00	-
Advance payment of taxes (net of provision)	296.18	-	217.15	-
MAT Credit Entitlement	-	-	25.58	-
Prepaid expenses	0.34	32.55	13.11	31.00
Prepaid Gratuity (Refer Note 23.2)	-	-	-	2.06
sub-total (d)	588.76	435.61	773.20	565.95
Total	2,007.41	1,551.92	1,467.64	1,849.03

*includes outstanding long term loans to subsidiaries and associates of Rs. 1,734.75 crores and Rs. 129.53 crores respectively for March 31, 2016 and outstanding long term loans to subsidiaries and associates of Rs. 1,143.05 crores and Rs. 34.35 crores respectively for March 31, 2015

includes outstanding short term loans to subsidiaries and associates of Rs. 1,196.68 crores and Rs. 153.80 crores respectively for March 31, 2016 and outstanding short term loans to subsidiaries and associates Rs. 1,299.93 crores and Rs. 152.95 crores respectively for March 31, 2015



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

11.1. Advance towards Share Application Money of ₹ 75.02 crores includes ₹ 15 crores assigned by IL&FS in the name of the Company for the advances given by it to the GRICL with all the risk and rewards attached to the said advances. The Company has accepted the proposal given by IL&FS vide letter dated December 15, 2014 and accordingly the Company has accounted the corresponding amount payable to IL&FS under "Other current liabilities".

GRICL has written request letter to the Company vide letter dated March 30, 2015 for allowing it to continue the advance of ₹ 75 crores (Previous year ₹ 75 crores) as Advances towards Capital / Debt until the repayment of the DDB's and NCD's proposed to be repaid in the month July 2018 and thereafter the aforesaid advance may be converted into capital / debt.

The Company has given consent vide letter dated March 31, 2015 to GRICL to continue the classification of the advances towards Capital / debt as requested by GRICL.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 12: Other assets

Particulars	₹ in Crore			
	As at March 31, 2016		As at March 31, 2015	
	Non-current	Current	Non-current	Current
Retention Money Receivable (Refer Note 26)	181.31	-	140.29	-
Interest Accrued but not due	166.33	115.05	66.14	85.88
Less: Provision for interest receivable	(11.20)	(47.13)	(31.03)	(43.17)
Interest Accrued but not due (Net)	155.13	67.92	35.11	42.71
Interest Accrued and due	-	160.48	-	91.26
Less: Provision for interest receivable	-	(55.75)	-	(29.87)
Interest Accrued and due (Net)	-	104.73	-	61.38
Balances with Banks in deposit accounts (Restricted) (maturing more than 12 months) (Refer note 12.3)	24.41	-	167.47	-
Unbilled revenue (Refer Note 26)	-	482.20	-	119.81
Unamortised borrowing costs	127.59	59.12	90.38	39.25
Receivable for sale of investment (Refer Note 10.6)	-	-	-	65.50
Receivable due to fair valuation of derivative contract	5.77	-	-	-
Recoverable from erstwhile Directors for managerial remuneration paid / accrued (Refer note 12.2)	23.85	-	16.52	-
Recoverable from Holding Company (Note 42.8)	44.44	-	20.08	-
Consideration paid for acquisition of commercial premises (Refer note 12.1)	115.30	-	115.30	-
Total	677.80	713.97	585.15	328.65

12.1 During the year ended March 31, 2013, the Company had exercised an option under an Agreement, by virtue of which it was entitled to 49,555 sq. ft. area in a commercial development project in Mumbai in lieu of the outstanding balance of advance given of ₹1,11.85 Crore (including interest accrued of ₹ 12.77 Crore). On exercising of option, the Company disclosed the amount under "Investment Property". 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 accordingly, possession of the same was not given to the Company. The Company had paid ₹ 3.46 Crore towards incidental expenses in relation to conversion which was also classified under Investment Property. In view of the above facts, the entire amount has been regrouped as "Consideration paid for acquisition of commercial premises". As stated in Note 4.1, the Company has given said property as security to one of the lenders. Subsequently the Company has been allotted designated commercial area of 49,555 sq.ft. in the said project vide letter dated May 22, 2015. This was shown as Investment Property in Note 10 in the original financial statements for the year 2013-14.

12.2 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 the Companies Act 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".



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

₹ in Crore

Sr. No	Name	Nature of Payment	Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
1	Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	4.72	0.72	4.00
2	Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	3.26	0.72	2.54
3	Deepak Dasgupta	Commission	0.12	-	0.12
4	Deepak Satwalekar	Commission	0.09	-	0.09
5	R C Sinha	Commission	0.12	-	0.12
6	H P Jamdar	Commission	0.09	-	0.09
7	Neeru Singh	Commission	0.09	-	0.09
8	Ravi Parthasarathy	Commission	0.06	-	0.06
9	Hari Sankaran	Commission	0.06	-	0.06
10	Arun K Saha	Commission	0.06	-	0.06
11	Pradeep Puri	Commission	0.05	-	0.05
12	Vibhav Kapoor	Commission	0.05	-	0.05
Total			8.77	1.44	7.33
Financial year 2014-15 recoverable			9.54	1.29	8.25
Financial Year 2013-14 recoverable			9.27	1.00	8.27
Grand Total					23.85

Previous years (2014-15 and 2013-14):

₹ in Crore

Sr. No	Name	Nature of Payment	Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
1	Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	10.51	1.24	9.28
2	Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	6.14	1.05	5.09
3	Deepak Dasgupta	Commission	0.36	-	0.36
4	Deepak Satwalekar	Commission	0.25	-	0.25
5	R C Sinha	Commission	0.30	-	0.30
6	H P Jamdar	Commission	0.25	-	0.25
7	Neeru Singh	Commission	0.22	-	0.22
8	Ravi Parthasarathy	Commission	0.19	-	0.19
9	Hari Sankaran	Commission	0.19	-	0.19
10	Arun K Saha	Commission	0.17	-	0.17
11	Pradeep Puri	Commission	0.15	-	0.15
12	Vibhav Kapoor	Commission	0.08	-	0.08
Total			18.81	2.29	16.52

12.3 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, 2016

Note 13: Inventories (At lower of cost and net realisable value)

₹ in Crore

Particulars	As at March 31, 2016	As at March 31, 2015
Raw materials (Refer Note13.1)	4.79	-
Total	4.79	-

13.1: As certified by the Management, the inventories are lying at the construction site.

Note 14: Trade Receivables

₹ in Crore

Particulars	As at March 31, 2016	As at March 31, 2015
<u>Trade receivables outstanding for a period exceeding six months from the date they are due for payment</u>		
Unsecured, considered good	2,000.56	990.20
Unsecured, considered doubtful*	221.61	197.91
Less: Provision for doubtful debts	(221.61)	(197.91)
	2,000.56	990.20
<u>Trade receivables outstanding for a period less than six months from the date they are due for payment</u>		
Unsecured, considered good	1,870.87	1,475.51
Unsecured, considered doubtful*	38.95	76.14
Less: Provision for doubtful debts	(38.95)	(76.14)
	1,870.87	1,475.51
Total	3,871.43	2,465.71

*In the original financial statements, Rs. 16.54 crores and Rs. 0.30 crores was shown as 'Unsecured, considered doubtful' in March 31, 2016 and March 31, 2015 respectively. Based on the provision considered in the recast financial statements, Rs. 38.95 crores and Rs. 221.61 crores has been disclosed as 'Unsecured, considered doubtful' for a period less than six months and period exceeding six months respectively in March 31, 2016 and Rs. 76.14 crores and Rs. 197.91 crores has been disclosed as 'Unsecured, considered doubtful' for a period less than six months and period exceeding six months respectively in March 31, 2015

Note 15: Cash and Cash Equivalents

₹ in Crore

Particulars	As at March 31, 2016	As at March 31, 2015
a. Cash and cash equivalents		
Cash on hand	0.00	0.01
Balances with Banks in current accounts	5.71	19.99
Balances with Banks in deposit accounts#	4.24	4.24
	9.95	24.24
b. Others		
Unpaid Dividend accounts	0.11	0.09
Balances with Banks in deposit accounts (Restricted) (less than 12 months)	172.89	161.79
	173.00	161.88
Total	182.95	186.12
Included in above, the balances that meet the definition of cash and cash equivalents as per AS-3 "Cash Flow Statements"	9.95	24.24

includes ₹ 4.00 Crore 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, 2016

Note 16 A: Contingent Liabilities and Commitments

Particulars	₹ in Crore	
	As at March 31, 2016	As at March 31, 2015
(i) Contingent Liabilities (Refer footnote 16.1)		
a) Claims against the Company not acknowledged as debts		
- Income tax demands contested by the Company	10.15	8.12
- Indirect tax demands contested by the Company	4.05	-
- Claims made by contractors	22.97	-
b) Guarantees (Refer footnote 16.2)		
- Guarantees/counter guarantees issued to outsider in respect of group companies	1,444.82	1,692.82
- Guarantees/counter guarantees issued to outsider in respect of other than group companies	7.72	9.27
c) Put option on sale of investment	Unascertainable	Unascertainable
d) During the year 2013-14, 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; of which the outstanding balance of loans as on 31 March 2016 is ₹ 2,350 million.		
During the year 2012-13, 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; of which the outstanding balance of loans as on 31 March 2016 is ₹ 520 million.		
(ii) Commitments		
Investment Commitments [net of advances of ₹ Nil, (As at March 31, 2015 : ₹ 35.65 Crore)]	2,066.93	976.01

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

16.2. Certain bankers have issued guarantees which have been shown under "Guarantees/counter guarantees issued in respect of group companies" aggregating ₹ 13.26 Crore (as at March 31, 2015 : ₹ 201.11 Crore) against a first charge on the receivables (including loans and advances) of the Company.

Note 16 B: Letter of comfort, letter of awareness and letter of financial support

a. The Company has issued letter of comfort / letter of awareness to banks and a related party in respect of loans availed by a few of its subsidiaries aggregating to ₹ 1,920.79 Crore as on March 31, 2016 (as on March 31, 2015 ₹ 685.50 Crore)

b. Letter of financial support has been issued by the Company to ITNL Road Infrastructure Development Company Limited, West Gujarat Expressway Limited, Vansh Nimay Infraprojects Limited, ITNL International Pte. Ltd., Singapore, ITNL Offshore Pte. Ltd., Singapore, ITNL Africa Projects Ltd., Nigeria, ITNL International DMCC, Dubai, Sharjah General Services Company LLC, Dubai IJPL USA LLC, MP Border Checkposts Development Company Limited and Thiruvananthapuram Road Development Company Limited to enable them to continue their operations and meet their financial obligations as and when they fall due.

Note 17: Proposed Dividend

Particulars	As at March 31, 2016		As at March 31, 2015	
	₹ In Crore	Per share ₹	₹ in Crore	Per share ₹
Dividend proposed based on original standalone financial statements and distributed to equity shareholders (Refer Note below)	65.79	2.00	98.69	4.00
Dividend proposed based on original standalone financial statements and distributed to 20.50% CRPS holders (Refer Note below)	41.00	2.05	41.00	2.05
Dividend proposed based on original standalone financial statements and distributed to 10.40% ITNL CNCRPS 2017 holders (Refer Note below)	22.58	2.11	22.58	2.11
Dividend proposed based on original standalone financial statements and distributed to 10.50% ITNL CNCRPS 2018 holders (Refer Note below)	4.12	2.14	4.12	2.14
Dividend proposed based on original standalone financial statements and distributed to 11% ITNL CNCRPS 2021 holders (Refer Note below)	11.16	2.23	11.16	2.23
Total	144.65		177.54	

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

"The Board of Directors have recommended dividend of ₹ 2 per equity share of ₹ 10 each (20%) for the year ended March 31, 2016 on the existing 328,960,027 fully paid-up equity shares of the Company."

As per the relevant resolution passed by the Board of Directors, such declaration of dividend was "out of profit for the year 2015-16 and free reserves".

Subsequently, the shareholders had approved the said dividend in their meeting held on August 09, 2016. Dividend was distributed to the equity shareholders during the period August 2016 to November 2016. The dividend to the preference shareholders was paid in the month of May 2016.

As per the recast standalone financial statements for the year 2013-14, 2014-15 and 2015-16, the Company has no profit in the respective year that can be utilized for distribution of dividend in terms of above resolution. In addition, the free reserves of the Company as on March 31, 2015, as per recast standalone financial statements is also negative. 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 for the years 2013-14, 2014-15 and 2015-16 amounting to Rs. 129.20 Crores, Rs. 177.55 Crores and Rs. 144.65 Crores respectively is not in compliance with Section 123 of the Companies Act read with Companies (Declaration and Payment of Dividend) Rules, 2014. The Audit Committee of the Company 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.



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Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 18: Revenue from operations

₹ in Crore

Particulars	Year ended	Year ended
	March 31, 2016	March 31, 2015
(a) Construction Revenue (Refer Note 26)	3,864.32	2,728.72
(b) Sale of services		
Advisory, Design and Engineering fees# (Refer Note 41)	486.86	315.69
Supervision fees	32.28	50.58
Operation and maintenance income	214.92	145.34
(c) Other operating revenues		
(i) Insurance claim	21.83	0.09
Total	4,620.21	3,240.42

Includes Rs. 38.26 Crores billed to Ministry of Physical Infrastructure and Transport (MOPIT) being reimbursement of cost for preparation of Detailed Project Report on Fast Track Road project. This work was carried out pursuant to a Memorandum of Understanding (MOU) executed between the parties. As per terms of the MOU, reimbursement of any cost towards preparation of DPR was to be dealt in accordance with relevant regulations by MOPIT. Based on assessment by the then management of the Company, the said amount was considered fully recoverable and the Company was confident of receipt of money. In view of the same, no adjustment has been made on this account in these recasted financial statements.

Note 19: Other Income

₹ in Crore

Particulars	Year ended	Year ended
	March 31, 2016	March 31, 2015
(a) Interest Income		
Interest on loans	423.82	270.14
Interest on debentures	5.82	5.21
Interest on bank deposits	24.50	23.51
Other interest income	0.19	0.36
(b) Dividend Income on investments	27.35	22.01
(c) Profit on sale of investments in Mutual funds	0.05	-
(d) Profit on sale of fixed assets (net)	0.02	-
(e) Foreign Exchange fluctuation gain (net)	0.65	0.16
(f) Guarantee fee income	15.82	17.94
(g) Miscellaneous income	1.99	19.47
(h) Profit on sale of investments (Refer Note 10.6)	141.82	282.61
(i) Reversal of Claims and Contingencies	-	30.00
(j) Reversal of Provision for Interest accrued & due (net)	-	16.90
(k) Reversal of Provision for Bad and Doubtful Debts (net)	13.24	-
(l) Reversal of Provision for Interest accrued but not due (net)	15.88	-
(m) Reversal of Provision for Bad Loans (net)	68.90	-
(n) Reversal of Provision for Advances towards Share Application Money (net)	-	53.05
Total	740.05	741.36

Note 20: Cost of Materials consumed

₹ in Crore

Particulars	Year ended	Year ended
	March 31, 2016	March 31, 2015
Opening stock of materials	-	-
Add: Materials purchased during the year	62.37	-
Less: Closing stock of materials	(4.79)	-
Cost of Materials consumed	57.58	-



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 21: Operating expenses

Particulars	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
Construction Contract Costs#	3,258.98	2,336.93
Fees for Legal and technical services	71.67	53.71
Operation and maintenance expenses (Refer Note 40)	160.18	125.37
Total	3,490.84	2,516.00

Includes reversal of expenditure (net) of ₹ 1.53 crores (for the year ended March 31, 2015 : ₹ Nil) and expenditure of ₹ 1.26 crores for the year ended March 31, 2015) (Note 42.5)

Note 22: Employee benefits expense

Particulars	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
Salaries and wages (Refer Note below)	46.52	45.03
Contribution to provident and other funds (Refer Note 23.1)	7.29	4.41
Staff welfare expenses	5.21	4.93
Deputation Cost	6.69	5.59
Total	65.71	59.96

Employee benefits expense is net of recoveries of ₹ 2.42 Crore (previous year : ₹ 2.20 Crore) for staff on deputation to other entities.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

23 Employee Benefit Obligations

23.1 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 ₹ 5.23 Crore (for the year ended March 31, 2015 : ₹ 2.79 Crore) has been charged to the Statement of Profit and Loss in this respect.

23.2 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 Crore	
	As at March 31, 2016	As at March 31, 2015
Present Value of Commitments	9.70	6.39
Fair value of Plan Assets	(8.67)	(8.45)
Provision / (Prepaid) amount taken to the balance sheet	1.03	(2.06)

Defined benefit Commitments : Gratuity	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
Opening balance	6.39	4.53
Interest costs	0.48	0.34
Current service cost	1.66	1.21
Benefits paid	(0.51)	(0.31)
Actuarial loss	1.68	0.62
Closing Balance	9.70	6.39

Plan Assets: Gratuity	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
Opening balance	8.45	6.64
Expected return on plan assets	0.69	0.60
Contributions by the Company	0.29	1.22
Benefits paid	(0.51)	(0.31)
Actuarial gain	(0.25)	0.30
Fair value of plan assets	8.67	8.45

Return on plan assets: Gratuity	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
Expected return on plan assets	0.69	0.60
Actuarial gain	(0.25)	0.30
Actual return on plan assets	0.44	0.90



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Notes forming part of the recast financial statements for the year ended March 31, 2016

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

Return on plan assets: Gratuity	₹ in Crore	
	Year ended	Year ended
	March 31, 2016	March 31, 2015
Current service costs	1.66	1.21
Interest expense	0.48	0.34
Expected return on investment	(0.69)	(0.60)
Net actuarial loss	1.93	0.31
Charge to the Statement of Profit and Loss	3.38	1.26

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	Year ended	Year ended
	March 31, 2016	March 31, 2015
Rate for discounting liabilities	7.77%	7.84%
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) 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 Crore				
	As at March 31, 2016	As at March 31, 2015	As at March 31, 2014	As at March 31, 2013	As at March 31, 2012
Defined benefit obligations	9.70	6.39	4.53	5.06	3.73
Plan Assets	8.67	8.45	6.64	5.96	4.62
Unfunded liability transferred from Group Company	-	-	-	-	-
Surplus / (Deficit)	(1.03)	2.06	2.11	0.90	0.89

Experience adjustments on	₹ in Crore				
	Year ended March 31, 2016	Year ended March 31, 2015	Year ended March 31, 2014	Year ended March 31, 2013	Year ended March 31, 2012
Plan liabilities (loss) / gain	1.61	0.15	(0.26)	(0.41)	(0.03)
Plan assets (loss) / gain	(0.25)	0.30	0.01	0.03	(0.03)

The contributions expected to be made by the Company during the next 12 months is ₹ 11.35 Crore (Previous year ₹ 7.60 Crore).



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 24: Finance costs

Particulars	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
(a) Interest expenses		
Interest on loans	910.57	622.38
Discount on Commercial Papers	109.22	65.71
(b) Other borrowing costs		
Upfront fees and other finance charges	82.56	50.03
Total	1,102.35	738.12

Note 25: Administrative and general expenses

Particulars	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
Electricity	1.71	1.64
Travelling and conveyance	25.67	26.09
Printing and stationery	1.67	1.27
Rent (Refer Note 29)	17.58	15.95
Rates and taxes (including wealth tax)	1.92	2.73
Repairs and maintenance (other than building and machinery)	7.84	7.36
Communication expenses	2.54	2.96
Insurance	21.76	16.17
Legal and consultation fees	15.12	18.21
Directors' fees	0.79	0.60
Bank commission	8.52	5.79
Loss on sale of fixed assets	-	0.07
Bid documents	0.71	1.53
Brand Subscription Fees	3.07	2.59
Provision for diminution in value of Investments (net)	325.25	241.66
Provision for Bad and Doubtful :		
Debts	-	225.26
Loans	-	259.06
Advance	46.80	2.83
Interest accrued & due	25.88	-
Interest accrued but not due	-	8.84
Share Application Money	20.00	-
Corporate Social Responsibility expenses (Refer Note 25.1 below)	7.31	8.26
Interest accrued on loans written off	-	9.61
Miscellaneous expenses (Refer Note 25.2 below)	27.62	25.76
Total	561.76	884.25

25.1. In terms of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been formed by the Company. The areas for CSR activities as per the CSR policy are (i) Promotion of education, (ii) promoting gender equality and empowering women, (iii) reducing child mortality and improving maternal health, (iv) ensuring environmental sustainability, (v) employment enhancing vocational skills, (vi) social business projects, (vii) contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government or the State Governments for socioeconomic development and relief and funds for the welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women and (viii) such other matters as may be prescribed.

In line with Guidance Note on Accounting for Expenditure on Corporate Social Responsibility Activities, issued by the Institute of Chartered Accountants of India, the disclosure of the CSR expenditure during the year, is as under:

(a) Gross amount required to be spent by the company during the year: ₹ 7.31 Crore

(b) Amount spent during the year on:

Particulars	₹ in Crore	
	Year ended March 31, 2016	Year ended March 31, 2015
(i) Skilling for employment	1.08	1.25
(ii) Livelihood Development	0.47	-
(iii) Education enhancement	2.81	2.81
(iv) Local Area projects	2.95	4.20
Total	7.31	8.26

The above disclosures including the amount required to be spent is as per Original Financial Statements and since CSR Committee has considered such amount and has already incurred CSR expenditure, the amount required to be spent has not been updated on account of recast financial statements.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

25.2. Miscellaneous expenses includes payment to erstwhile auditors for the following:
₹ in Crore

Particulars	Year ended	Year ended
	March 31, 2016	March 31, 2015
Payment to erstwhile Auditor as :		
Audit Fees	1.42	1.50
Other Services (assurance)	1.71	1.78
Service tax on above	0.45	0.40

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

Payments to auditors	₹ in Crore	
	Year ended	Year ended
	March 31, 2016	March 31, 2015
For audit (including tax thereon)	0.21	0.21
For other services	-	-
Total	0.21	0.21

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



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Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 26: Disclosure In respect of Construction Contracts

₹ in Crore

Particulars	Year ended	Year ended
	March 31, 2016	March 31, 2015
Contract revenue recognised as revenue during the year (Refer Note 18)	3,864.32	2,728.72
	As at March 31, 2016	As at March 31, 2015
Cumulative revenue recognised	14,934.54	11,070.22
Aggregate cost incurred up to the reporting date for contracts in progress	12,826.00	9,567.01
Profits recognised (less recognised losses) up to the reporting date for contracts in progress	2,108.54	1,503.20
Mobilisation Advance received (Refer Note 6)	377.59	499.49
Retention Money receivable (Refer Note 12)	181.31	140.29
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue) (Refer Note 12)	482.20	119.81
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue) (Refer Note 6)	208.15	263.16

Note 27: Jointly Controlled Entities

The Company has the following Jointly Controlled Entities as on March 31, 2016 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 the year ended of those entities is given below:

₹ in Crore

Name of the Jointly Controlled Entities	Country of Incorporation / residence	Percentage of holding	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%)	180.82 (166.74)	49.35 (39.88)	- (-)	0.36 (2.57)	33.81 (33.18)	18.51 (11.91)
Jorabat Shillong Expressway Limited	India	50.00% (50.00%)	717.44 (612.55)	606.41 (534.48)	- (-)	40.81 (40.81)	106.13 (187.90)	73.18 (191.57)
N. A. M. Expressway Limited	India	50.00% (50.00%)	1,087.66 (959.70)	697.72 (570.13)	- (-)	- (61.91)	213.94 (20.99)	219.86 (19.23)

Figure in brackets relate to previous periods.

b. Jointly Controlled Operations :

The Company has the following Jointly Controlled Operations as on March 31, 2016 and 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:

₹ in Crore

Name of the Jointly Controlled Operation	Country of Incorporation / residence	Percentage of holding	Share in Assets	Share in Liabilities	Share in Contingent Liabilities	Share in Capital Commitments	Share in Income	Share in Expenditure
Elsamex - ITNL JVCA (refer footnote below)	Spain	0.00% (0.00%)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)

Footnote : During the year ended March 31, 2015, the Company assigned its proportionate rights under the above jointly controlled operation and hence the percentage of holding of the Company as on March 31, 2015 has been shown as nil.

Figure in brackets relate to previous periods.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 28A: 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, 2016		As at March 31, 2015	
	₹ In Crore	Foreign currency In Crore	₹ In Crore	Foreign currency In Crore
Investments in subsidiary companies (At historical cost)	272.23	EUR 4.16	272.23	EUR 4.16
Investments in subsidiary companies (At historical cost)	387.92	USD 7.15	350.12	USD 6.43
Investments in subsidiary companies (At historical cost)	0.09	Nigerian Naira 0.25	0.09	Nigerian Naira 0.25
Advance towards Share Application Money	-	-	15.63	USD 0.25
Advances recoverable	15.03	USD 0.25	15.03	USD 0.25
Trade receivable	38.26	USD 0.60	-	-
Interest accrued on loans given	0.59	EUR 0.01	0.49	EUR 0.01
Loans to subsidiary companies	-	-	10.13	EURO 0.15

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

Particulars	As at March 31, 2016		As at March 31, 2015	
	₹ In Crore	Foreign currency In Crore	₹ In Crore	Foreign currency In Crore
Retention Money Payable	0.79	EUR 0.01	-	-
Trade payables	1.18	EUR 0.02	-	-
Trade payables	3.50	SGD 0.07	-	-
Trade payables	3.53	GBP 0.04	1.99	GBP 0.02
Trade payables	2.76	USD 0.04	3.10	USD 0.05

Note 28B: Income and Expenditure In foreign currency (on accrual basis)

Particulars	Year ended	Year ended
	March 31, 2016	March 31, 2015
Income		
Interest income	0.12	0.58
Expenditure		
Foreign Travel	0.30	-
Legal and consultation Fees	25.43	24.89
Seminar and conference expenses	0.08	0.33
Others	-	0.14

Note 29: 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 year ends are as under:

	₹ in Crore	
	As at March 31, 2016	As at March 31, 2015
Future lease rentals :		
Within one year	3.01	7.93
Over one year but less than 5 years	4.46	7.01
More than 5 years	-	0.46
	Year ended	Year ended
	March 31, 2016	March 31, 2015
Total amount charged to the Statement of Profit and Loss for rent includes In respect of these properties	7.93	7.22

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 30: Earnings per Equity Share :

Particulars	Unit	Year ended	Year ended
		March 31, 2016	March 31, 2015
Profit/ (Loss) after tax	₹ in Crore	(56.91)	(309.33)
Adjustment of written down value of fixed assets on change of method of depreciation	₹ in Crore	Not applicable	0.63
Dividend on preference shares	₹ in Crore	78.86	78.86
Dividend Tax on dividend on preference shares	₹ in Crore	16.05	16.05
Profit available for Equity Shareholders	₹ in Crore	(151.82)	(404.88)
Weighted average number of equity shares outstanding	Number	28,11,95,339	243,862,796 *
Weighted average number of equity shares outstanding as originally reported in previous year	Number	Not applicable	24,22,15,075
Nominal value per equity share	₹	10.00	10.00
Basic / Diluted earnings per share after effect of right shares	₹	(5.40)	(16.60)
Basic / Diluted earnings per share as originally reported in previous year	₹	Not applicable	(16.72)

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



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures

(i) Current 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	Amravati Chikhli Expressway Ltd (incorporated on August 25, 2015)	ACEL	
	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., Spain	ELSA	
	Fagne Songadh Expressway Ltd (incorporated on August 25, 2015)	FSEL	
	Futureage Infrastructure India Limited	FIIL	
	GIFT Parking Facilities Limited	GPFL	
	GRICL Rail Bridge Development Company Limited. (from March 31, 2016)	GRBDCL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd., Singapore	IIPL	
	ITNL Offshore Pte Ltd., Singapore	IOPL	
	ITNL Offshore Three Pte Ltd., Singapore	IO3PL	
	ITNL Offshore Two Pte Ltd., Singapore	IO2PL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Jharkhand Infrastructure Implementation Company Limited (since October 20, 2015)	JIIICL	
	Jharkhand Road Projects Implementation Company Limited	JRPIICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	KSEL	
	Kiratpur Ner Chowk Expressway Limited	KNCEL	
	Moradabad Bareilly Expressway Limited	MBEL	
	MP Border Checkposts Development Company Limited	MPBDCL	
	Pune Sholapur Road Development Company Limited	PSRDCL	
	Rajasthan Land Holdings Limited (from March 31, 2016)	RLHL	
	Scheme of ITNL Road Investment Trust	IRIT	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	North Karnataka Expressway Limited	NKEL
		Aicantariña Fotovoltaica SA, Sociedad Unipersonal	
		Andhra Pradesh Expressway Limited	APEL
		Area De Servicio Coiros S.L.U.	
		Area De Servicio Punta Umbria S.L.U.	
		Atenea Seguridad Y Medico Ambiente S.A.	
		Beasolara S.L.	
		Chirayu Kath Real Estate Private Limited (from March 31, 2016)	
		CIESM-INTEVIA S.A. Sociedad Unipersonal	
		Conservacion de Infraestructuras De Mexico SA DE CV	
		Control 7, S. A	
		Devika Buildestate Private Limited (from March 31, 2016)	
		Elsamex Brazil LTDA (upto October 29, 2015)	
		Elsamex Colombia SAS	
		Elsamex Construcao E Manutencao LTDA, Brazil	
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, S.L, Sociedad Unipersonal			
Elsamex Maintenance Services Limited		EMSL	
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex S.A. LLC			
ESM Mantenimiento Integral DE S.A DE C.V			
Flamingo Landbase Private Limited (from March 31, 2016)			
Grusamar Albania SHPK			
Grusamar India Limited		GIL	
Grusamar Ingenieria Y Consulting Colombia SAS			
Grusamar Ingenieria Y Consulting, SL Sociedad Unipersonal			
Inteval Gestao Integral Rodoviaria, S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International Developer LLC (incorporated on May 4, 2015)			
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IJLT	
Mantenimiento Y Conservacion De Vialidades, S.A. de C.V.			
Subsidiaries - Indirect		IIPL USA LLC	
		Grusamar Engenharia & Consultoria Brasil LTDA	
		Rapid MetroRail Gurgaon Limited	RMGL
		Rapid MetroRail Gurgaon South Limited	RMGSL
		Senalizacion Viales E Imagen, S.V.	
		Sharjah General Services Company LLC	
Yala Construction Company Private Limited		YCCPL	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures

(i) Current Year

(a) 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 year/ there was balance outstanding at the year end)	Chattisgarh Highways Development Company Limited	CHDCL
	Apptex Marketing Services & Solutions Limited	APMSSL
	Bhopal E-Governance Limited	B EGL
	Gujarat Integrated Maritime Complex Private Limited	GIMCL
	IL&FS Airport Limited	IAL
	IL&FS Capital Advisors Ltd.	ICAL
	IL&FS Cluster Development Initiative Limited	ICDI
	IL&FS Education & Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environment Infrastructure & Services Limited	IEISL
	IL&FS Financial Services Limited	IFIN
	IL&FS Global Financial Services (UK) Ltd.	IGFS(UK)L
	IL&FS Global Financial Services Pte. Ltd.	IGFSPL
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Securities Services Limited	ISSL
	IL&FS Skills Development Corporation Limited	ISDC
	IL&FS Technologies Ltd.	ITL
	IL&FS Township & Urban Assets Limited	ITUAL
	IL&FS Trust Company Limited	ITCL
	IL&FS Water Limited	IWL
	IL&FS Wind Power Limited	IWPL
	IL&FS Wind Projects Development Limited	IWP
	Kanak Resources Management Limited	KRML
	Livia India Limited	LIL
	Mota Layja Gas Power Company Limited	MLGPCL
	PT Mantimin Coal Mining	PTMCM
	Rohias Bio Energy Limited	RBEL
	Sabarmati Capital One Limited	SCOL
	Skill Training Assessment Management Partners Limited	STAMP
	Tierra Enviro Limited	TEL
	Unique Waste Processing Company Limited	UWPCL
	Associates - Direct	ITNL Toll Management Services Limited
Gujarat Road and Infrastructure Company Limited		GRICL
Srinagar Sonmarg Tunnelway Limited		SSTL
Thiruvananthapuram Road Development Company Limited		TRDCL
Warora Chandrapur Ballarpur Toll Road Limited		WCBTRL
Associates - Indirect	CGI 8 S.A.	CGI-8
	Elsamex Infrastructure Company WLL	EICWLL
	Elsamex Road Technology Company Limited	ERT(China)
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION
	VCS-Enterprises Limited (upto February 18, 2016)	VCS
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, Conciviles, S.R.L	
	Vias Y Construcciones, Viacon, S. R. L.	
Jointly Controlled Operations	Elsamex - ITNL JVCA	EIJVCA
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
	Mr Mukund Sapre-Executive Director	
	Mr George Cherian-Chief Financial Officer (upto December 31 2015)	
	Mr Dilip Bhatia - Chief Financial Officer (from January 01, 2016)	
	Mr Krishna Ghag-Company Secretary	
Relatives of KMP (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Mrs Rita Ramchand (wife of Mr K Ramchand)	
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	
KMP of Holding Company	Mr Ravi Parthasarathy - Director	
	Mr Hari Sankaran - Director	
	Mr Arun Saha - Director	



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures
Related Party Disclosures (contd.)

(i) Current year

(b) Transactions/ balances with above mentioned related parties (mentioned in note 31 (i) (a) above)

Particulars	₹ in crores						Total
	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	
Balances							
Advance towards Share Application Money (Long-term)							
GRICL	-	-	-	75.00	-	-	75.00
OTHERS	-	-	-	-	0.01	-	0.01
Advance towards Share Application Money (Long-term) Total	-	-	-	75.00	0.01	-	75.01
Advances Receivable - Short Term							
ILFS	0.01	-	-	-	-	-	0.01
IAL	-	-	27.27	-	-	-	27.27
KSEL	-	17.18	-	-	-	-	17.18
PSRDCL	-	21.20	-	-	-	-	21.20
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	41.82	0.45	8.05	8.97	-	59.09
Advances Receivable - Short Term Total	0.01	80.00	46.08	8.05	8.97	-	143.11
Equity share Capital							
ILFS	236.58	-	-	-	-	-	236.58
OTHERS	-	-	4.27	-	-	-	4.27
Equity share Capital Total	236.58	-	4.27	-	-	-	240.85
Interest Accrued and due on term loans							
MBEL	-	46.23	-	-	-	-	46.23
TRDCL	-	-	-	47.15	-	-	47.15
WGEL	-	16.78	-	-	-	-	16.78
OTHERS	-	29.77	-	11.57	8.61	-	49.95
Interest Accrued and due on term loans Total	-	92.78	-	58.72	8.61	-	160.11
Interest accrued but not due on borrowings							
ILFS	13.58	-	-	-	-	-	13.58
NKEL	-	11.44	-	-	-	-	11.44
TEL	-	-	5.48	-	-	-	5.48
UWPCL	-	-	6.13	-	-	-	6.13
LIL	-	-	7.01	-	-	-	7.01
OTHERS	-	0.25	8.01	-	-	-	8.26
Interest accrued but not due on borrowings Total	13.58	11.69	26.63	-	-	-	51.90
Interest Accrued but not due on term loans (Long Term)							
BAEL	-	33.41	-	-	-	-	33.41
KSEL	-	22.54	-	-	-	-	22.54
MPBCDCL	-	42.09	-	-	-	-	42.09
SBHL	-	20.89	-	-	-	-	20.89
OTHERS	-	22.03	-	3.50	-	-	25.53
Interest Accrued but not due on term loans (Long Term) Total	-	140.96	-	3.50	-	-	144.46
Interest Accrued but not due on term loans (Short Term)							
CNTL	-	35.11	-	-	-	-	35.11
RLHL	-	7.92	-	-	-	-	7.92
OTHERS	-	-	2.05	0.83	-	-	2.88
Interest Accrued but not due on term loans (Short Term) Total	-	43.03	2.05	0.83	-	-	45.91
Investment in Covered Warrants							
ILFS	194.30	-	-	-	-	-	194.30
Investment in Covered Warrants Total	194.30	-	-	-	-	-	194.30
Investment in equity shares							
IRL	-	550.14	-	-	-	-	550.14
OTHERS	-	3,459.13	-	206.56	345.91	-	4,011.60
Investment in equity shares Total	-	4,009.27	-	206.56	345.91	-	4,561.74
Provision for diminution in the value of Investments							
VNIL	-	-	-	-	-	-	-
Provision for diminution in the value of Investments Total	-	-	-	-	-	-	-
Investment in Preference Shares							
APEL	-	220.00	-	-	-	-	220.00
WGEL	-	29.69	-	-	-	-	29.69
Investment in Preference Shares Total	-	249.69	-	-	-	-	249.69
Investments in Units							
IRIT	-	109.61	-	-	-	-	109.61
Investments in Units Total	-	109.61	-	-	-	-	109.61
Impairment Loss in Investments							
NTBCL	-	-	-	-	81.44	-	81.44
HREL	-	136.26	-	-	-	-	136.26
JRPICL	-	259.45	-	-	-	-	259.45
TRDCL	-	-	-	17.03	-	-	17.03
IPL	-	285.68	-	-	-	-	285.68
MPBCDCL	-	110.28	-	-	-	-	110.28



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Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current year

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 (i) (a) above)

₹ in crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
CNTL	-	273.47	-	-	-	-	273.47
JSEL	-	-	-	-	27.70	-	27.70
Others	-	209.10	-	-	-	-	209.10
	-	1,274.24	-	17.03	109.14	-	1,400.41



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Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current year

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 (i) (a) above)

₹ in crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Impairment Loss in Trade Receivables							
MPBCDCL	-	220.07	-	-	-	-	220.07
HREL	-	3.56	-	-	-	-	3.56
TRDCL	-	-	-	20.38	-	-	20.38
	-	223.63	-	20.38	-	-	244.01
Impairment Loss in Loans							
MPBCDCL	-	213.60	-	-	-	-	213.60
PSRDCL	-	25.45	-	-	-	-	25.45
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	253.66	-	-	-	-	253.66
TRDCL	-	-	-	112.30	-	-	112.30
RLHL	-	10.24	-	-	-	-	10.24
VNIL	-	89.80	-	-	-	-	89.80
	-	863.13	-	112.30	-	-	975.43
Impairment Loss in Advances Recoverable							
VNIL	-	0.02	-	-	-	-	0.02
IAPL	-	2.70	-	-	-	-	2.70
IO2PL	-	6.84	-	-	-	-	6.84
TRDCL	-	-	-	0.01	-	-	0.01
IAL	-	-	22.06	-	-	-	22.06
PTMCM	-	-	18.36	-	-	-	18.36
	-	9.66	40.42	0.01	-	-	49.99
Impairment Loss in Interest accrued and due-Short term							
TRDCL	-	-	-	33.64	-	-	33.64
PSRDCL	-	0.03	-	-	-	-	0.03
NAMEL	-	-	-	-	8.61	-	8.61
MPBCDCL	-	5.46	-	-	-	-	5.46
	-	5.49	-	33.64	8.61	-	47.73
Impairment Loss in Interest accrued but not due-Short term							
RLHL	-	7.92	-	-	-	-	7.92
	-	7.92	-	-	-	-	7.92
Impairment Loss in Interest accrued but not due-Long term							
MPBCDCL	-	5.72	-	-	-	-	5.72
JRPICL	-	5.47	-	-	-	-	5.47
	-	11.20	-	-	-	-	11.20
Excess Brand subscription fees Recoverable							
ILFS	44.44	-	-	-	-	-	44.44
	44.44	-	-	-	-	-	44.44
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	13.27	13.27
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	7.62	7.62
	-	-	-	-	-	20.90	20.90



IL&S TRANSPORTATION NETWORKS LIMITED

Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current year

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 (i) (a) above)

₹ in crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Long-term Borrowings							
RMGSL	-	270.00	-	-	-	-	270.00
TEL	-	-	150.00	-	-	-	150.00
SCOL	-	-	157.00	-	-	-	157.00
MLGPCL	-	-	200.00	-	-	-	200.00
OTHERS	-	3.00	-	-	-	-	3.00
Long-term Borrowings Total	-	273.00	507.00	-	-	-	780.00
Short-term Borrowings							
NKEL	-	79.50	-	-	-	-	79.50
UWPCL	-	-	200.00	-	-	-	200.00
LIL	-	-	278.00	-	-	-	276.00
B EGL	-	-	75.00	-	-	-	75.00
KRML	-	-	77.00	-	-	-	77.00
OTHERS	-	-	26.00	-	-	-	26.00
Short-term Borrowings Total	-	79.50	654.00	-	-	-	733.50
Mobilisation Advance paid							
ITL	-	-	4.00	-	-	-	4.00
Mobilisation Advance paid Total	-	-	4.00	-	-	-	4.00
Mobilisation Advances Received (Long-term)							
IRIDCL	-	57.95	-	-	-	-	57.95
KNCEL	-	24.75	-	-	-	-	24.75
SSTL	-	-	-	77.58	-	-	77.58
OTHERS	-	16.80	-	-	-	-	16.80
Mobilisation Advances Received (Long-term) Total	-	99.50	-	77.58	-	-	177.08
Mobilisation Advances Received (Short-term)							
BAEL	-	76.90	-	-	-	-	76.90
CNTL	-	32.67	-	-	-	-	32.67
KNCEL	-	70.02	-	-	-	-	70.02
OTHERS	-	10.48	-	-	10.44	-	20.92
Mobilisation Advances Received (Short-term) Total	-	190.07	-	-	10.44	-	200.51
Payable on purchase of fixed assets							
SCOL	-	-	5.41	-	-	-	5.41
Payable against property Total	-	-	5.41	-	-	-	5.41
Preference share Capital							
IFIN	-	-	100.00	-	-	-	100.00
IMICL	-	-	100.00	-	-	-	100.00
Preference share Capital Total	-	-	200.00	-	-	-	200.00
Premium on Preference share Capital							
IFIN	-	-	100.00	-	-	-	100.00
IMICL	-	-	100.00	-	-	-	100.00
Premium on Preference share Capital Total	-	-	200.00	-	-	-	200.00
Provision for Doubtful Assets							
IAL	-	-	-	-	-	-	-
VNIL	-	-	-	-	-	-	-
Provision for Doubtful Assets Total	-	-	-	-	-	-	-
Provision for redemption premium on Preference Shares							
IFIN	-	-	6.28	-	-	-	6.28
IMICL	-	-	6.28	-	-	-	6.28
Provision for redemption premium on Preference Shares Total	-	-	12.56	-	-	-	12.56
Purchase of Investments							
GRICL	-	-	-	0.05	-	-	0.05
Purchase of Investments Total	-	-	-	0.05	-	-	0.05
Purchase of Tangible assets							
SCOL	-	-	6.79	-	-	-	6.79
Purchase of Property Total	-	-	6.79	-	-	-	6.79



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current year

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 (i) (a) above)

₹ in crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.05	0.05
Mrs Rila Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.05	0.05
Mrs Vishpala Parthasarathy (wife of Mr Ravl Parthasarathy)	-	-	-	-	-	2.00	2.00
Rent Deposit Total	-	-	-	-	-	2.25	2.25
Retention Money Payable							
ELSAIND	-	1.03	-	-	-	-	1.03
EMSL	-	2.48	-	-	-	-	2.48
ITL	-	-	1.55	-	-	-	1.55
OTHERS	-	0.78	0.03	-	-	-	0.81
Retention Money Payable Total	-	4.29	1.58	-	-	-	5.87
Retention Money Receivable							
JSEL	-	-	-	-	39.29	-	39.29
KSEL	-	51.75	-	-	-	-	51.75
PSRDCL	-	48.54	-	-	-	-	48.54
SBHL	-	35.07	-	-	-	-	35.07
OTHERS	-	6.66	-	-	-	-	6.66
Retention Money Receivable Total	-	142.02	-	-	39.29	-	181.31
Loans given (Long-term)							
BAEL	-	438.00	-	-	-	-	438.00
JRPICL	-	253.66	-	-	-	-	253.66
KSEL	-	260.40	-	-	-	-	260.40
MPBCDCL	-	255.98	-	-	-	-	255.98
OTHERS	-	526.70	-	129.53	-	-	656.23
Loans given (Long-term) Total	-	1,734.74	-	129.53	-	-	1,864.27
Loans given (Short-term)							
CNTL	-	170.56	-	-	-	-	170.56
HREL	-	348.32	-	-	-	-	348.32
IRIDCL	-	167.75	-	-	-	-	167.75
OTHERS	-	510.05	15.87	153.80	59.50	-	739.22
Loans given (Short-term) Total	-	1,196.68	15.87	153.80	59.50	-	1,425.85
Trade Payables							
EMSL	-	29.41	-	-	-	-	29.41
ILFS	8.23	-	-	-	-	-	8.23
IFIN	-	-	25.48	-	-	-	25.48
IRL	-	157.39	-	-	-	-	157.39
OTHERS	-	3.60	12.59	2.39	-	-	18.58
Trade Payables Total	8.23	190.40	38.07	2.39	-	-	239.09
Trade Receivables							
BAEL	-	643.47	-	-	-	-	643.47
KSEL	-	722.07	-	-	-	-	722.07
OTHERS	-	2,189.81	0.01	287.02	207.15	-	2,683.99
Trade Receivables Total	-	3,555.35	0.01	287.02	207.15	-	4,049.53
Unamortised borrowing costs							
ILFS	0.49	-	-	-	-	-	0.49
IFIN	-	-	52.21	-	-	-	52.21
Unamortised borrowing costs Total	0.49	-	52.21	-	-	-	52.70
Unbilled Revenue							
CNTL	-	218.25	-	-	-	-	218.25
JSEL	-	-	-	-	94.24	-	94.24
KNCEL	-	55.37	-	-	-	-	55.37
RMGSL	-	58.23	-	-	-	-	58.23
OTHERS	-	55.64	-	-	0.53	-	56.17
Unbilled Revenue Total	-	387.49	-	-	94.77	-	482.26
Unearned Revenue							
IRIDCL	-	22.65	-	-	-	-	22.65
MBEL	-	81.81	-	-	-	-	81.81
MPBCDCL	-	67.15	-	-	-	-	67.15
OTHERS	-	36.60	-	-	-	-	36.60
Unearned Revenue Total	-	208.21	-	-	-	-	208.21



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures
Related Party Disclosures (contd.)

(i) Current year

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 (i) (a) above)

₹ in crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Transactions							
Administrative and general expenses							
ILFS	18.44	-	-	-	-	-	18.44
OTHERS	-	-	0.11	-	-	-	0.11
Administrative and general expenses Total	18.44	-	0.11	-	-	-	18.55
Borrowings							
ILFS	2,153.75	-	-	-	-	-	2,153.75
RMGSL	-	645.00	-	-	-	-	645.00
OTHERS	-	510.50	2,577.50	-	-	-	3,088.00
Borrowings Total	2,153.75	1,155.50	2,577.50	-	-	-	5,886.75
Brand subscription fees (Expense)							
ILFS	3.07	-	-	-	-	-	3.07
Brand subscription fees (Expense) Total	3.07	-	-	-	-	-	3.07
Commission Charges							
ILFS	3.75	-	-	-	-	-	3.75
Commission Charges Total	3.75	-	-	-	-	-	3.75
Construction Cost							
IRL	-	346.69	-	-	-	-	346.69
OTHERS	-	19.92	4.89	-	-	-	24.81
Construction Cost Total	-	366.61	4.89	-	-	-	371.50
Conversion of Loan given to Investment In Equity Shares							
KSEL	-	144.19	-	-	-	-	144.19
Conversion of Loan given to Investment in Equity Shares Total	-	144.19	-	-	-	-	144.19
Corporate Social Responsibility Expenses							
IETS	-	-	3.09	-	-	-	3.09
ISDC	-	-	1.08	-	-	-	1.08
Corporate Social Responsibility Expenses Total	-	-	4.17	-	-	-	4.17
Finance Charges							
IFIN	-	-	29.36	-	-	-	29.36
OTHERS	-	-	0.16	-	-	-	0.16
Finance Charges Total	-	-	29.52	-	-	-	29.52
Interest Income							
HREL	-	46.23	-	-	-	-	46.23
MPBCDCL	-	40.41	-	-	-	-	40.41
OTHERS	-	250.38	2.11	27.87	16.37	-	296.73
Interest Income Total	-	337.02	2.11	27.87	16.37	-	383.37
Interest on Loans (Expense)							
ILFS	71.87	-	-	-	-	-	71.87
GIMCL	-	-	15.27	-	-	-	15.27
OTHERS	-	13.47	47.53	-	-	-	61.00
Interest on Loans (Expense) Total	71.87	13.47	62.80	-	-	-	148.14
Investment made / purchased							
IRL	-	164.85	-	-	-	-	164.85
KNCEL	-	95.20	-	-	-	-	95.20
RMGSL	-	68.11	-	-	-	-	68.11
OTHERS	-	103.67	-	-	-	-	103.67
Investment made / purchased Total	-	431.83	-	-	-	-	431.83
Impairment Loss in Investments							
NTBCL	-	-	-	-	51.44	-	51.44
CNTL	-	262.03	-	-	-	-	262.03
JSEL	-	-	-	-	6.89	-	6.89
BTOML	-	0.05	-	-	-	-	0.05
GPPL	-	0.05	-	-	-	-	0.05
IO2PL	-	0.31	-	-	-	-	0.31
EHEL	-	4.48	-	-	-	-	4.48
Impairment Loss in Investments Total	-	266.92	-	-	58.33	-	325.25
Reversal of Impairment Loss In Trade Receivables							
JRPICL	-	13.50	-	-	-	-	13.50
Reversal of Impairment Loss In Trade Receivables Total	-	13.50	-	-	-	-	13.50



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the standalone financial statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures

Related Party Disclosures (contd.)

(I) Current year

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 (I) (a) above)

₹ in crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Impairment Loss in Loans							
VNIL	-	14.50	-	-	-	-	14.50
	-	14.50	-	-	-	-	14.50
Reversal of Impairment Loss in Loans							
PSRDCL	-	24.55	-	-	-	-	24.55
JRPICL	-	59.45	-	-	-	-	59.45
	-	84.00	-	-	-	-	84.00
Impairment Loss in Advances Recoverable							
IAL	-	-	22.06	-	-	-	22.06
PTMCM	-	-	18.36	-	-	-	18.36
IO2PL	-	6.84	-	-	-	-	6.84
	-	6.84	40.42	-	-	-	47.26
Reversal of Impairment Loss in Advances Recoverable							
HREL	-	0.01	-	-	-	-	0.01
JRPICL	-	0.07	-	-	-	-	0.07
VNIL	-	0.37	-	-	-	-	0.37
MPBCDCL	-	0.01	-	-	-	-	0.01
	-	0.46	-	-	-	-	0.46
Impairment Loss in Interest accrued but not due-Long term							
MPBCDCL	-	5.72	-	-	-	-	5.72
	-	5.72	-	-	-	-	5.72
Reversal of Impairment Loss in Interest accrued but not due-Long term							
RLHL	-	0.47	-	-	-	-	0.47
TRDCL	-	-	-	25.09	-	-	25.09
	-	0.47	-	25.09	-	-	25.56
Impairment Loss in Interest accrued but not due-Short term							
RLHL	-	4.05	-	-	-	-	4.05
	-	4.05	-	-	-	-	4.05
Impairment Loss in Interest accrued and due-Short term							
TRDCL	-	-	-	25.09	-	-	25.09
	-	-	-	25.09	-	-	25.09
Reversal of Impairment Loss in Interest accrued and due-Short term							
PSRDCL	-	1.51	-	-	-	-	1.51
MPBCDCL	-	5.72	-	-	-	-	5.72
	-	7.23	-	-	-	-	7.23
Legal /consultation & Professional fees							
ICAL	-	-	1.14	-	-	-	1.14
IGFSPL	-	-	3.50	-	-	-	3.50
IGFS(UK)L	-	-	3.53	-	-	-	3.53
OTHERS	-	-	1.36	-	-	-	1.36
Legal /consultation & Professional fees Total	-	-	9.53	-	-	-	9.53
Miscellaneous Income							
CNTL	-	9.66	-	-	-	-	9.66
IO2PL	-	7.58	-	-	-	-	7.58
BKEL	-	12.78	-	-	-	-	12.78
OTHERS	-	5.33	-	-	3.64	-	8.97
Miscellaneous Income Total	-	35.35	-	-	3.64	-	38.99



IL&S TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the standalone financial statements for the year ended March 31, 2016							
Note 31 A: Related Party Disclosures							
Related Party Disclosures (contd.)							
(i) Current year							
(b) transactions/ balances with above mentioned related parties (mentioned in note 31 (i) (a) above)							
							₹ in crores
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Operating Expenses (Other than Construction Cost)							
EMSL	-	136.27	-	-	-	-	136.27
OTHERS	-	0.63	-	-	-	-	0.63
Operating Expenses (Other than Construction Cost) Total	-	136.90	-	-	-	-	136.90
Profit on Sale of Investment							
ILFS	141.82	-	-	-	-	-	141.82
Profit on Sale of Investment Total	141.82	-	-	-	-	-	141.82
Sale of Investment							
ILFS	202.60	-	-	-	-	-	202.60
Sale of Investment Total	202.60	-	-	-	-	-	202.60
Proposed Dividend on Preference Shares							
IFIN	-	-	20.50	-	-	-	20.50
IMICL	-	-	20.50	-	-	-	20.50
Proposed Dividend on Preference Shares Total	-	-	41.00	-	-	-	41.00
Provision for Doubtful Assets							
IAL	-	-	-	-	-	-	-
VNII	-	-	-	-	-	-	-
Provision for Doubtful Assets Total	-	-	-	-	-	-	-
Remuneration to director / KMP							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.72	0.72
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.72	0.72
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.75	0.75
Mr George Cherian-Chief Financial Officer (upto December 31, 2015)	-	-	-	-	-	1.90	1.90
Mr Dilip Bhatia-Chief Financial Officer (from January 01, 2016)	-	-	-	-	-	0.33	0.33
Remuneration to director / KMP Total	-	-	-	-	-	4.42	4.42
Director Commission							
Mr Ravi Parthasarathy - Director	-	-	-	-	-	-	-
Mr Hari Sankaran - Director	-	-	-	-	-	-	-
Mr Arun Saha - Director	-	-	-	-	-	-	-
Director Commission Total	-	-	-	-	-	-	-
Rent Expense							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.32	0.32
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.16	0.16
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.41	0.41
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.16	0.16
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	0.01	0.01
Rent Expense Total	-	-	-	-	-	1.06	1.06
Repayment of Borrowings							
ILFS	2,153.75	-	-	-	-	-	2,153.75
OTHERS	-	1,028.00	1,416.50	-	-	-	2,444.50
Repayment of Borrowings Total	2,153.75	1,028.00	1,416.50	-	-	-	4,598.25
Repayment of loans given							
CNTL	-	323.44	-	-	-	-	323.44
JRPICL	-	699.76	-	-	-	-	699.76
JSEL	-	-	-	-	358.22	-	358.22
MBEL	-	710.00	-	-	-	-	710.00
PSRDCL	-	390.00	-	-	-	-	390.00
OTHERS	-	317.86	-	18.75	-	-	336.61
Repayment of loans given Total	-	2,441.06	-	18.75	358.22	-	2,818.03
Revenue from Operations							
BAEL	-	574.29	-	-	-	-	574.29
CNTL	-	718.61	-	-	-	-	718.61
KSEL	-	653.08	-	-	-	-	653.08
RMGSL	-	635.36	-	-	-	-	635.36
OTHERS	-	1,804.16	-	45.56	95.17	-	1,944.89
Revenue from Operations Total	-	4,385.50	-	45.56	95.17	-	4,526.23
Loans given							
CNTL	-	386.00	-	-	-	-	386.00
JRPICL	-	640.31	-	-	-	-	640.31
OTHERS	-	1,976.28	-	114.78	297.00	-	2,368.06
Loans given Total	-	3,002.59	-	114.78	297.00	-	3,414.37

Footnote : - * Includes Deputation cost of Rs 5.50 Crores charged by Holding Company "IL&S"
Mr K Ramchand-Managing Director 3.38
Mr Mukund Sapre-Executive Director 2.12
5.50



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 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	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 Linlited	FIIL	
	GIFT Parking Facilities Limited	GPFL	
	Gujarat Road and Infrastructure Company Limited (till August 07, 2014)		
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd, Singapore	IIPL	
	ITNL Offshore Pte Ltd, Singapore	IOPL	
	ITNL Offshore Two Pte Ltd, Singapore (since February 9, 2015)		
	ITNL Offshore Three Pte Ltd, Singapore (since March 10, 2015)		
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	ITNL Road Investment Trust	IRIT	
	Jharkhand Road Projects Implementation Company Limited	JRPTCL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	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	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		EPE	
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex Brazil LTDA			
ESM Mantenimiento Integral DE S.A DE C.V			
GRICL Rail Bridge Development Company Ltd (upto August 7, 2014)		GRBDCL	
Grusamar Albania SHPK			
Grusamar Ingenieria Y Consulting, SL (Proyectos De Gestion Sistemas Calculo Y Analisis S.A			
Grusamar India Limited		GIL	
Inteval-Gestao Integral Rodoviaria S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IJLT	
Mantenimiento Y Conservacion De Vialidades, DE C.V			
Elsamex Maintenance Services Ltd		EMSL	
Elsamex LLC			
Subsidiaries - Indirect		IIPL USA LLC	
		Sharjah General Services Company LLC	
		Grusamar Engenharia & Consultoria Brasil LTDA	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 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
	Rapid MetroRail Gurgaon Limited	RMGL
	Rapid MetroRail Gurgaon South Limited	RMGSL
	Senalizacion Viales E Imagen, SA	
	Yala Construction Company Private Limited	YCCPL
Fellow Subsidiaries (Only with whom there have been transaction during the period/ there was balance outstanding at the year end)	Chattisgarh Highways Development Company Limited	CHDCL
	IL&FS Airport Limited	IAL
	IL&FS Capital Advisors Limited	ICAL
	IL&FS Education Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environment Infrastructure Services Limited	IEISL
	IL&FS Financial Services Limited	IFIN
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Securities Services Limited	ISSL
	IL&FS Technology Limited (since January 30, 2015)	ITL
	IL&FS Township Urban Assets Limited	ITUAL
	IL&FS Global Financial Services (UK) Limited	IGFSUKL
	IL&FS Global Financial Services (ME) Limited	IGFSMEL
	PT Mantimin Coal Mining	PTMCM
Associates - Direct	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Srinagar Sonmarg Tunnelway Limited (since June 3, 2014)	SSTL
	Gujarat Road and Infrastructure Company Limited (Since August 08, 2014)	GRICL
Associates - Indirect	Centro de Investigaciones de Carreteras Andalucía 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 Autovia A-4 Madrid S.A.	A4 CONCESSION
	VCS-Enterprises Limited	VCS
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Zhejiang Elsamex Road Technology Co Ltd	
	Zhejiang Elsamex Road Construction Equipment Co Ltd	
	Jointly Controlled Entities - Direct	Noida Toll Bridge Company Limited
Jorabat Shillong Expressway Limited		JSEL
N.A.M. Expressway Limited		NAMSL
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	EIJVCA
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
	Mr Mukund Sapre-Executive Director	
	Mr George Cherian-Chief Financial Officer	
	Mr Krishna Ghag-Company Secretary	
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)	
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	
KMP of Holding	Mr Ravi Parthasarathy - Director	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(i) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

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	-	-	-	75.00	-	-	75.00
IIPL	-	15.63	-	-	-	-	15.63
OTHERS	-	0.00	-	-	0.01	-	0.02
	-	15.63	-	75.00	0.01	-	90.65
Advances Receivable - Short Term							
ILFS	0.06	-	-	-	-	-	0.06
IAL	-	-	27.07	-	-	-	27.07
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	39.98	4.40	0.32	5.31	-	50.00
	0.06	39.98	49.84	0.32	5.31	-	95.49
Cost of Investment in equity shares							
IRL	-	385.29	-	-	-	-	385.29
OTHERS	-	3,248.02	-	206.56	345.91	-	3,800.50
	-	3,633.31	-	206.56	345.91	-	4,185.78
Equity share Capital with Premium							
ILFS	364.50	-	-	-	-	-	364.50
	364.50	-	-	-	-	-	364.50
Interest Accrued and due							
MBEL	-	24.01	-	-	-	-	24.01
MPBCDCL	-	11.18	-	-	-	-	11.18
PSRDCL	-	14.38	-	-	-	-	14.38
WGEL	-	10.09	-	-	-	-	10.09
OTHERS	-	4.18	-	13.83	13.59	-	31.60
Interest Accrued and due Total	-	63.84	-	13.83	13.59	-	91.26
Interest Accrued and not due LT							
JRPICL	-	5.47	-	-	-	-	5.47
KSEL	-	6.46	-	-	-	-	6.46
SBHL	-	7.93	-	-	-	-	7.93
TRDCL	-	-	-	25.09	-	-	25.09
OTHERS	-	4.10	-	-	-	-	4.10
Interest Accrued and not due LT Total	-	23.96	-	25.09	-	-	49.05
Interest Accrued and not due ST							
CNTL	-	1.36	-	-	-	-	1.36
ELSA	-	0.49	-	-	-	-	0.49
IMICL	-	-	1.19	-	-	-	1.19
WCBTRL	-	-	-	1.29	-	-	1.29
OTHERS	-	-	0.14	-	-	-	0.14
Interest Accrued and not due ST Total	-	1.86	1.32	1.29	-	-	4.47
Interest accrued but not due on borrowings							
NKEL	-	20.43	-	-	-	-	20.43
	-	20.43	-	-	-	-	20.43
Investment in Covered Warrants							
ILFS	194.30	-	-	-	-	-	194.30
Investment in Covered Warrants Total	194.30	-	-	-	-	-	194.30
Investment in Preference Shares							
WGEL	-	29.69	-	-	-	-	29.69
Investment in Preference Shares Total	-	29.69	-	-	-	-	29.69
Investment in Redeemable optionally convertible cumulative preference shares							
APEL	-	220.00	-	-	-	-	220.00
	-	220.00	-	-	-	-	220.00



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(i) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Investments In Units							
IRIT	-	109.61	-	-	-	-	109.61
Investments In Units Total	-	109.61	-	-	-	-	109.61
Impairment Loss in Investments							
JRPICL	-	259.45	-	-	-	-	259.45
IIPL	-	285.68	-	-	-	-	285.68
NTBCL	-	-	-	-	30.00	-	30.00
HREL	-	136.26	-	-	-	-	136.26
TRDCL	-	-	-	17.03	-	-	17.03
IAPL	-	0.09	-	-	-	-	0.09
VNIL	-	14.50	-	-	-	-	14.50
ELSA	-	12.86	-	-	-	-	12.86
MPBCDCL	-	110.28	-	-	-	-	110.28
PSRDCL	-	158.52	-	-	-	-	158.52
CNTL	-	11.44	-	-	-	-	11.44
IOPL	-	18.24	-	-	-	-	18.24
JSEL	-	-	-	-	20.81	-	20.81
	-	1,007.32	-	17.03	50.81	-	1,075.16
Impairment Loss in Trade Receivables							
HREL	-	3.56	-	-	-	-	3.56
JRPICL	-	13.50	-	-	-	-	13.50
TRDCL	-	-	-	20.38	-	-	20.38
MPBCDCL	-	220.07	-	-	-	-	220.07
	-	237.13	-	20.38	-	-	257.51
Impairment Loss in Loans							
HREL	-	270.38	-	-	-	-	270.38
PSRDCL	-	50.00	-	-	-	-	50.00
JRPICL	-	313.11	-	-	-	-	313.11
TRDCL	-	-	-	112.30	-	-	112.30
MPBCDCL	-	213.60	-	-	-	-	213.60
VNIL	-	75.30	-	-	-	-	75.30
	-	922.39	-	112.30	-	-	1,034.69
Impairment Loss in Advances Recoverable							
VNIL	-	0.38	-	-	-	-	0.38
IAPL	-	2.70	-	-	-	-	2.70
Others	-	0.09	-	0.01	-	-	0.10
	-	3.17	-	0.01	-	-	3.18
Impairment Loss in Interest accrued and due-Short term							
TRDCL	-	-	-	8.55	-	-	8.55
MPBCDCL	-	11.18	-	-	-	-	11.18
PSRDCL	-	1.54	-	-	-	-	1.54
NAMEL	-	-	-	-	8.61	-	8.61
	-	12.72	-	8.55	8.61	-	29.88
Impairment Loss in Interest accrued but not due-Long term							
TRDCL	-	-	-	25.09	-	-	25.09
JRPICL	-	5.47	-	-	-	-	5.47
	-	5.47	-	25.09	-	-	30.56
Excess administrative expenses recoverable							
ILFS	20.08	-	-	-	-	-	20.08
	20.08	-	-	-	-	-	20.08
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	9.27	9.27
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	5.09	5.09
	-	-	-	-	-	14.36	14.36
Long-term Lendings							
BAEL	-	154.50	-	-	-	-	154.50
JRPICL	-	313.11	-	-	-	-	313.11
KSEL	-	138.25	-	-	-	-	138.25
MPBCDCL	-	213.60	-	-	-	-	213.60
OTHERS	-	323.59	-	34.35	-	-	357.94



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(ii) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Long-term Lendings Total	-	1,143.06	-	34.35	-	-	1,177.40



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(i) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Mobilisation Advances Received (Long-term)							
BAEL	-	88.31	-	-	-	-	88.31
CNTL	-	37.28	-	-	-	-	37.28
IRIDCL	-	59.27	-	-	-	-	59.27
KNCEL	-	66.26	-	-	-	-	66.26
OTHERS	-	12.22	-	-	2.97	-	15.19
	-	263.34	-	-	2.97	-	266.31
Mobilisation Advances Received (Short-term)							
CNTL	-	79.17	-	-	-	-	79.17
KNCEL	-	63.83	-	-	-	-	63.83
SBHL	-	26.37	-	-	-	-	26.37
OTHERS	-	56.35	-	-	7.47	-	63.83
	-	225.72	-	-	7.47	-	233.19
Preference share Capital with Premium							
IFIN	-	-	200.00	-	-	-	200.00
IMICL	-	-	200.00	-	-	-	200.00
	-	-	400.00	-	-	-	400.00
Other Current Liabilities							
ILFS	15.00	-	-	-	-	-	15.00
Provision for Advances Total	15.00	-	-	-	-	-	15.00
Provision for redemption premium on Preference Shares							
IFIN	-	-	3.78	-	-	-	3.78
IMICL	-	-	3.78	-	-	-	3.78
	-	-	7.56	-	-	-	7.56
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.05	0.05
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.05	0.05
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	2.00	2.00
Rent Deposit Total	-	-	-	-	-	2.25	2.25
Retention Money Payable							
ELSAIND	-	1.04	-	-	-	-	1.04
EMSL	-	1.37	-	-	-	-	1.37
EPE	-	0.33	-	-	-	-	0.33
GIYC	-	0.45	-	-	-	-	0.45
ITL	-	-	1.30	-	-	-	1.30
OTHERS	-	-	0.03	-	-	-	0.03
Retention Money Payable Total	-	3.20	1.33	-	-	-	4.53
Retention Money Receivable							
JSEL	-	-	-	-	39.29	-	39.29
KSEL	-	26.76	-	-	-	-	26.76
PSRDCL	-	42.92	-	-	-	-	42.92
SBHL	-	25.03	-	-	-	-	25.03
OTHERS	-	6.30	-	-	-	-	6.30
Retention Money Receivable Total	-	101.00	-	-	39.29	-	140.29



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(ii) Previous Year

(b) Transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Short-term Borrowings							
IRL	-	155.00	-	-	-	-	155.00
NKEL	-	70.00	-	-	-	-	70.00
Short-term Borrowings Total	-	225.00	-	-	-	-	225.00
Short-term Lendings							
HREL	-	220.38	-	-	-	-	220.38
MBEL	-	553.25	-	-	-	-	553.25
PSRDCL	-	165.70	-	-	-	-	165.70
OTHERS	-	360.60	15.87	152.95	120.72	-	650.13
Short-term Lendings Total	-	1,299.93	15.87	152.95	120.72	-	1,589.46
Provision for Advances							
VNIL	-	-	-	-	-	-	-
Provision for Advances Total	-	-	-	-	-	-	-
Trade Payables							
ILFS	5.85	-	-	-	-	-	5.85
EMSL	-	17.15	-	-	-	-	17.15
IFIN	-	-	15.26	-	-	-	15.26
IRL	-	57.01	-	-	-	-	57.01
OTHERS	-	3.21	8.97	3.38	0.58	-	16.14
Trade Payables Total	5.85	77.38	24.22	3.38	0.58	-	111.41
Trade Receivables							
BAEL	-	425.93	-	-	-	-	425.93
IRIDCL	-	301.49	-	-	-	-	301.49
KSEL	-	533.84	-	-	-	-	533.84
OTHERS	-	1,006.59	-	251.58	198.02	-	1,456.20
Trade Receivables Total	-	2,267.85	-	251.58	198.02	-	2,717.45
Unamortised Expenses							
IFIN	-	-	37.13	-	-	-	37.13
Unamortised Expenses Total	-	-	37.13	-	-	-	37.13
Unbilled Revenue							
HREL	-	25.56	-	-	-	-	25.56
JSEL	-	-	-	-	23.74	-	23.74
RMGSL	-	35.50	-	-	-	-	35.50
SBHL	-	20.64	-	-	-	-	20.64
OTHERS	-	13.84	-	-	0.53	-	14.37
Unbilled Revenue Total	-	95.55	-	-	24.26	-	119.81
Unearned Revenue							
BAEL	-	30.10	-	-	-	-	30.10
CNTL	-	58.39	-	-	-	-	58.39
KSEL	-	69.52	-	-	-	-	69.52
MBEL	-	26.36	-	-	-	-	26.36
MPBCDCL	-	57.41	-	-	-	-	57.41
OTHERS	-	21.38	-	-	-	-	21.38
Unearned Revenue Total	-	263.16	-	-	-	-	263.16
Transactions							
Administrative and general expenses							
ILFS *	21.18	-	-	-	-	-	21.18
IFIN	-	-	15.25	-	-	-	15.25
IMICL	-	-	11.80	-	-	-	11.80
OTHERS	-	6.11	9.25	-	-	-	15.36
Administrative and general expenses Total	21.18	6.11	36.30	-	-	-	63.59



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(ii) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Advance towards Share Application Money							
IPL	-	95.21	-	-	-	-	95.21
GRICL	-	-	-	15.00	-	-	15.00
KSFL	-	28.07	-	-	-	-	28.07
	-	123.28	-	15.00	-	-	138.28
Borrowings							
IRL	-	350.00	-	-	-	-	350.00
Borrowings Total	-	350.00	-	-	-	-	350.00
Construction Cost							
IRL	-	105.55	-	-	-	-	105.55
OTHERS	-	6.47	-	-	-	-	6.47
Construction Cost Total	-	112.02	-	-	-	-	112.02
Remuneration to director / KMP							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.65	0.65
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.65	0.65
Mr George Cherian-Chief Financial Officer	-	-	-	-	-	1.60	1.60
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.64	0.64
Director Remuneration Total	-	-	-	-	-	3.52	3.52
Director Commission							
Mr Ravi Parthasarathy - Director	-	-	-	-	-	-	-
Mr Hari Sankaran - Director	-	-	-	-	-	-	-
Mr Arun Saha - Director	-	-	-	-	-	-	-
Dividend Income							
NKEL	-	0.77	-	-	-	-	0.77
NTBCL	-	-	-	-	14.16	-	14.16
IRIT	-	4.68	-	-	-	-	4.68
Dividend Income Total	-	5.45	-	-	14.16	-	19.61
Interest Expenses							
ILFS	0.91	-	-	-	-	-	0.91
Interest Expenses Total	0.91	-	-	-	-	-	0.91
Interest Income							
HREL	-	28.27	-	-	-	-	28.27
JRPICL	-	30.17	-	-	-	-	30.17
MBEL	-	49.45	-	-	-	-	49.45
OTHERS	-	99.95	1.34	20.65	5.54	-	127.48
Interest Income Total	-	207.84	1.34	20.65	5.54	-	235.37
Interest on Loans (Expense)							
IRL	-	3.44	-	-	-	-	3.44
NKEL	-	6.65	-	-	-	-	6.65
Interest on Loans (Expense) Total	-	10.09	-	-	-	-	10.09
Investment made / purchased							
IPL	-	85.76	-	-	-	-	85.76
MPBCDCL	-	8.28	-	-	-	-	8.28
IRL	-	131.50	-	-	-	-	131.50
KNCEL	-	143.75	-	-	-	-	143.75
KSEL	-	98.50	-	-	-	-	98.50
OTHERS	-	261.96	-	5.66	3.00	-	270.62
Investment made / purchased Total	-	729.75	-	5.66	3.00	-	738.41
Impairment Loss in Investments							
NTBCL	-	-	-	-	(44.36)	-	(44.36)
IPL	-	135.61	-	-	-	-	135.61
IAPL	-	0.09	-	-	-	-	0.09
MPBCDCL	-	62.15	-	-	-	-	62.15
JSEL	-	-	-	-	20.81	-	20.81
CNTL	-	11.44	-	-	-	-	11.44
ELSA	-	12.86	-	-	-	-	12.86
IOPL	-	18.24	-	-	-	-	18.24
HREL	-	39.32	-	-	-	-	39.32
	-	279.71	-	-	(23.55)	-	256.16



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(ii) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Impairment Loss In Trade Receivables							
HREL	-	(10.08)	-	-	-	-	(10.08)
JRPICL	-	13.50	-	-	-	-	13.50
MPBCDCL	-	220.07	-	-	-	-	220.07
TRDCL	-	-	-	2.05	-	-	2.05
CRL	-	0.01	-	-	-	-	0.01
	-	223.50	-	2.05	-	-	225.55
Impairment Loss in Loans							
HREL	-	88.38	-	-	-	-	88.38
JRPICL	-	62.45	-	-	-	-	62.45
TRDCL	-	-	-	17.85	-	-	17.85
MPBCDCL	-	99.10	-	-	-	-	99.10
VNIL	-	20.60	-	-	-	-	20.60
	-	270.53	-	17.85	-	-	288.38
Impairment Loss In Advances Recoverable							
VNIL	-	0.04	-	-	-	-	0.04
IAPL	-	2.70	-	-	-	-	2.70
Others	-	0.09	-	0.01	-	-	0.10
	-	2.82	-	0.01	-	-	2.83
Impairment Loss in Interest accrued and due-Short term							
MPBCDCL	-	6.22	-	-	-	-	6.22
	-	6.22	-	-	-	-	6.22
Reversal of Impairment Loss in Interest accrued and due-Short term							
TRDCL	-	-	-	2.54	-	-	2.54
JRPICL	-	10.96	-	-	-	-	10.96
	-	10.96	-	2.54	-	-	13.50
Reversal of Impairment Loss In Interest accrued but not due-Short term							
VNIL	-	9.61	-	-	-	-	9.61
MPBCDCL	-	1.41	-	-	-	-	1.41
	-	11.02	-	-	-	-	11.02
Impairment Loss in Interest accrued but not due-Long term							
TRDCL	-	-	-	15.42	-	-	15.42
	-	-	-	15.42	-	-	15.42
Reversal of Impairment Loss In Interest accrued but not due-Long term							
JRPICL	-	13.51	-	-	-	-	13.51
	-	13.51	-	-	-	-	13.51
Reversal of Provision for Advances towards Share Application Money							
MPBCDCL	-	(53.05)	-	-	-	-	(53.05)
	-	(53.05)	-	-	-	-	(53.05)
Reversal of Provision for Contingencies							
HREL	-	(30.00)	-	-	-	-	(30.00)
	-	(30.00)	-	-	-	-	(30.00)
Lendings							
JRPICL	-	352.05	-	-	-	-	352.05
MBEL	-	404.50	-	-	-	-	404.50
OTHERS	-	1,212.12	7.82	77.60	120.72	-	1,418.26
Lendings Total	-	1,968.67	7.82	77.60	120.72	-	2,174.81



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 31 A: Related Party Disclosures. (contd.)

(i) Previous Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 36 (i) (a) above)

₹ in Crores

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Jointly Controlled Entities	Key Management personnel and relatives	Total
Miscellaneous Income							
CNTL	-	8.45	-	-	-	-	8.45
BKEL	-	8.00	-	-	-	-	8.00
WGEL	-	2.24	-	-	-	-	2.24
OTHERS	-	0.07	-	-	0.60	-	0.67
	-	18.77	-	-	0.60	-	19.37
Guarantee fee Income							
ELSA	-	5.86	-	-	-	-	5.86
IOPL	-	7.68	-	-	-	-	7.68
EIJVCA	-	-	-	-	2.44	-	2.44
IPL	-	1.97	-	-	-	-	1.97
	-	15.50	-	-	2.44	-	17.94
Operating Expenses (Other than Construction Cost)							
EMSL	-	97.38	-	-	-	-	97.38
OTHERS	-	4.43	0.19	-	-	-	4.62
	-	101.81	0.19	-	-	-	102.00
Proposed Dividend on Preference Shares							
IFIN	-	-	20.50	-	-	-	20.50
IMICL	-	-	20.50	-	-	-	20.50
	-	-	41.00	-	-	-	41.00
Proposed Dividend Paid							
IFIN	-	-	10.50	-	-	-	10.50
IMICL	-	-	10.50	-	-	-	10.50
Proposed Dividend Paid Total	-	-	21.01	-	-	-	21.01
Purchase of Goods							
IETS	-	-	0.12	-	-	-	0.12
Purchase of Goods Total	-	-	0.12	-	-	-	0.12
Purchase of Shares							
Purchase of Shares Total	-	-	-	-	-	-	-
Rent Expense							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.32	0.32
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.16	0.16
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.39	0.39
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.16	0.16
Mrs Vishala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	0.01	0.01
Rent Expense Total	-	-	-	-	-	1.03	1.03
Repayment of Lendings							
EHEL	-	44.73	-	-	-	-	44.73
HREL	-	38.50	-	-	-	-	38.50
JRPICL	-	289.60	-	-	-	-	289.60
OTHERS	-	10.99	-	-	-	-	10.99
Repayment of Lendings Total	-	383.82	-	-	-	-	383.82
Repayment of Borrowings							
IRL	-	195.00	-	-	-	-	195.00
	-	195.00	-	-	-	-	195.00
Revenue from Operations							
KSEL	-	371.50	-	-	-	-	371.50
MBEL	-	424.66	-	-	-	-	424.66
OTHERS	-	2,021.68	-	92.72	318.86	-	2,433.25
Revenue from Operations Total	-	2,817.83	-	92.72	318.86	-	3,229.41
Sale of Shares							
GRICL	-	-	-	22.13	-	-	22.13
Sale of Shares Total	-	-	-	22.13	-	-	22.13
Footnote :- * Includes Deputation cost of ₹ 1.29 crore charged by Holding Company "IL&FS" Mr K Ramchand-Managing Director Mr Mukund Sapre-Executive Director	0.65 0.65 1.29						



IL&FS TRANSPORTATION NETWORKS LIMITED

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

Note 31 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, 2016

Note 32: Disclosure of Loans and advances in the nature of loans to subsidiaries and associates and Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan in accordance with Para A of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

A. Disclosure of Loans and advances in the nature of loans

Name of the Company	March 31, 2016		March 31, 2015	
	Amount as at March 31, 2016	Maximum amount outstanding during the year	Amount as at March 31, 2015	Maximum amount outstanding during the year
Subsidiaries				
East Hyderabad Expressway Limited	63.36	63.36	7.50	31.73
ITNL Road Infrastructure Development Company Limited	284.34	320.84	216.59	216.59
Vansh Nimay Infraprojects Limited	89.80	89.80	75.30	75.30
West Gujarat Expressway Limited	44.99	70.44	39.42	39.42
Hazaribagh Ranchi Expressway Limited	398.33	398.33	270.38	283.38
Jharkhand Road Projects Implementation Company Limited	253.66	397.52	313.11	313.11
MP Border Checkposts Development Company Limited	383.48	383.48	213.60	213.60
Pune Sholapur Road Development Company Limited	25.45	183.70	165.70	165.70
Elsamex S.A., Spain	-	10.13	10.13	22.40
Moradabad Bareilly Expressway Limited	50.25	553.25	553.25	553.25
Sikar Bikaner Highway Limited	168.14	168.14	65.00	65.00
Baleshwar Kharagpur Expressway Limited	91.40	121.40	60.00	60.00
Barwa Adda Expressway Limited	438.00	438.00	154.50	154.50
Khed Sinnar Expressway Limited	260.41	260.41	138.25	138.25
Chenani Nashri Tunnelway Limited	170.56	461.00	108.00	108.00
Kiratpur Ner Chowk Expressway Limited	109.38	109.38	52.25	52.25
Karyavattom Sports Facility Limited	17.00	29.50	-	-
Rajasthan Land Holdings Limited (from March 31, 2016)	68.89	68.89	-	-
Rapid MetroRail Gurgaon Limited	14.00	14.00	-	-
Total (Refer Note 11)	2,931.43		2,442.98	
Associates				
Thiruvananthapuram Road Development Company Limited	128.90	128.90	112.30	112.30
Srinagar Sonamarg Tunnelway Limited	148.68	148.68	50.50	50.50
Warora Chandrapur Ballarpur Toll Road Limited	5.75	24.50	24.50	24.50
Total (Refer Note 11)	283.33		187.30	

B. Disclosure of Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan

The above loanees have not made any investment in the shares of the Company or subsidiaries, except Elsamex S.A., Spain for which disclosure is given below.

Partículas	March 31, 2016		March 31, 2015	
	Amount as at March 31, 2016	Maximum amount outstanding during the year	Amount as at March 31, 2015	Maximum amount outstanding during the year
Subsidiaries of Elsamex S.A., Spain				
Alcantarilla Fotovoltaica, S.L.U.	5.27	5.27	1.52	1.52
Area De Servicio Coiros S.L.U.	21.18	21.18	21.18	21.18
Area De Servicio Punta Umbria, S.L.U.	3.02	3.02	3.02	3.02
Atenea Seguridad Y Medio Ambiente S.A.U.	0.98	0.98	0.98	0.98
Beasolarta S.A.U.	0.31	0.31	0.31	0.31
CIESM-INTEVIA, S.A.	6.28	6.28	6.28	6.28
Conservacion De Infraestructuras De Mexico S.A. DE C.V.	0.02	0.02	0.02	0.02
Control 7, S.A.	5.75	5.75	5.75	5.75
Elsamex Construcao E Manutencao LTDA	0.26	0.26	0.26	0.26
Elsamex India Private Limited	2.53	2.53	2.53	2.53
Elsamex Internacional S.L.	107.47	107.47	107.47	107.47
Elsamex Maintenance Services Limited	0.10	0.10	0.05	0.05
Elsamex Portugal S.A.	1.89	1.89	1.89	1.89
ESM Mantenimiento Integral, SA DE CV	2.90	2.90	2.90	2.90
Grusamar Albania SHPK	0.00	0.00	0.00	0.00
Grusamar India Limited	0.06	0.06	0.05	0.05
Grusamar Ingenieria Y Consulting, S.L.	26.70	26.70	26.70	26.70
inteval Gestao Integral Rodoviaria S.A.	16.60	16.60	16.60	16.60
Mantenimiento Y Conservacion De Vialidades S.A. DE C.V.	2.87	2.87	2.87	2.87
Senalizacion Viales e Imagen S.A.U.	46.36	46.36	16.32	16.32
Yala Construction Co Private Limited	6.96	6.96	6.96	6.96



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 33

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 34

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;
- b) Potential irregularities in investments acquired and disposed by ITNL relating to Eisamex 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.

Note 35

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 36

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 2016, NRC had approved PRP of ₹ 12.53 Crore (for the year ended 31 March 2015 : ₹ 19.20 Crore), out of which ₹ 10.33 Crore (for the year ended 31 March 2015 : ₹ 15.70 Crores) 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. 10.33 Crores (for the year ended 31 March 2015 : ₹ 15.70 Crores) has been retained in these recast financial statements.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

Note 37

Going Concern

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

As at March 31, 2016, the current assets of the Company are in excess of the current liabilities as well as the net worth of the Company is positive. However, the Company and the IL&FS group in general are undergoing substantial financial stress as at the date of approval of this financial statements. The Company has incurred losses of ₹ 222.67 Crore during the previous year. 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 NCLAT 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."



Note 38

Income Tax

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 ₹ 116.24 Crore (for the year ended 31 March 2015: ₹ 82.69 Crore) as against the provision for current tax of ₹ 108.89 Crore (for the year ended 31 March 2015: ₹ 76.58 Crore) recognised in the original standalone financial statements.

The details of adjustments as a result of re-casting of financial statements for the financial year 2015-16 are given in note no.42.

Note 39

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 40

Operation & Maintenance (O&M) contracts

The Operation and Maintenance expenses amounting to Rs. 160.18 crores as shown in Note 21 includes expense pertaining to O&M contracts relating to Andhra Pradesh Expressway Limited (APEL), Barwa Adda Expressway Limited (BAEL), Pune Sholapur Road Development Company Limited (PSRDCL), West Gujarat Expressway Limited (WGEL), Hazaribaug Ranchi Expressway Limited (HREL). The expense pertaining to these O&M contracts have exceeded the revenue resulting into loss of Rs. 0.47 Crores, Rs. 0.48 Crores, Rs. 5.14 Crores, Rs. 1.95 Crores and Rs. 1.81 Crores respectively which have been recognised in the Statement of Profit & Loss for the year. The O&M Contracts are long-term contracts 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 41

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 ₹ 486.86 crores (for the year ended 31 March 2015: ₹ 315.69 Crore) (refer Note 18) 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, 2016

Note 42: Following adjustments have been made to the original standalone financial statements of the Company for the financial year 2015-16 on reopening of books of account and recasting of financial statements as stated hereinabove:

Balance Sheet as at March 31, 2016

Particulars	Note No.	As at March 31, 2016				Recast
		Original	Adjustment in FY 2013-14	Adjustment in FY 2014-15	Adjustment in FY 2015- 16	
(₹ in Crore)						
EQUITY AND LIABILITIES						
SHAREHOLDERS' FUNDS						
(a) Share capital		705.41	-	-	-	705.41
(b) Reserves and surplus	1,2,5,6,7,8,9,10,11	3,604.31	(1,905.53)	(627.98)	(230.41)	840.39
NON-CURRENT LIABILITIES						
(a) Long-term borrowings		5,868.27	-	-	-	5,868.27
(b) Deferred tax liabilities	7	7.26	0.87	13.91	41.30	63.34
(c) Other long term liabilities		515.12	30.00	(30.00)	-	515.12
(d) Long-term provisions		15.89	(2.56)	-	-	13.33
CURRENT LIABILITIES						
(a) Current maturities of long-term debt		946.74	-	-	-	946.74
(b) Short-term borrowings	10	2,173.15	-	0.24	(0.24)	2,173.15
(c) Trade payables	5,6	905.30	7.12	(7.00)	10.78	916.20
(d) Other current liabilities		589.21	0.23	(0.23)	-	589.21
(e) Short-term provisions		193.87	-	-	-	193.87
TOTAL		15,524.53	(1,869.87)	(651.06)	(178.57)	12,825.03
ASSETS						
NON CURRENT ASSETS						
(a) Fixed assets						
(i) Tangible assets (net)		35.56	-	-	-	35.56
(ii) Intangible assets (net)	10	98.33	-	(96.22)	5.01	7.12
(iii) Capital work-in-progress		7.23	-	-	-	7.23
(b) Non-current investments (net)	1	5,134.05	(934.30)	(141.66)	(325.24)	3,732.85
(c) Long-term loans and advances	1,9,11	2,811.95	(543.20)	(111.10)	49.76	2,007.41
(d) Other non-current assets	1,2,3,8,10	499.14	38.63	89.88	50.15	677.80
CURRENT ASSETS						
(a) Current portion of long-term investments		32.00	-	-	-	32.00
(a) Inventories		4.79	-	-	-	4.79
(a) Trade receivables (net)	1	4,115.46	(48.49)	(225.26)	29.72	3,871.43
(b) Cash and cash equivalents	10	178.94	46.50	119.29	(161.78)	182.95
(c) Short-term loans and advances	1,9,10	1,999.78	(370.07)	(111.28)	33.49	1,551.92
(d) Other current assets	1,10	807.30	(58.94)	(174.71)	140.32	713.97
TOTAL		15,524.53	(1,869.87)	(651.06)	(178.57)	12,825.03



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

42.1 - Impairment

In the original financial statement, no impairment/ provision for doubtful debts was recognised in respect of investments, loans and advances and receivables relating to project SPVs. The present management has identified financial projections which were available at the time of preparation of original standalone financial statements. However, in the absence of working papers/ details to support that such projections were considered for non-recognition of impairment/ provision for doubtful debts of exposure relating to project SPVs, 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 for most projects SPVs except in case of 4 entities namely Rapid Metrorail Gurgaon South Ltd., Karyavattom Sports Facilities Ltd., Warora Chandrapur Ballarpur Tollroad Ltd. and Rapid Metrorail Gurgaon Ltd. For such entities, 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.

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.

(iv) ITNL Offshore Pte Limited (IOPL) - a 100% subsidiary of ITNL, incorporated in Singapore. It has issued 630 Million RMB (equivalent to USD 100 Million) bonds, listed on the Hong Kong Stock Exchange. IOPL has advanced loans to I IPL. 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 standalone financial statements.

(v) ITNL Offshore Two Pte Limited (IO2PL) - a 100% subsidiary of ITNL, incorporated in Singapore. It has issued 690 Million RMB bonds, listed on the Singapore Stock Exchange. IO2PL has advanced loans to IOPL, a fellow subsidiary. 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 standalone financial statements.

(vi) Rajasthan Land Holdings Limited (RLHL) - Impairment testing is based on valuation report dated March 25, 2016 obtained from a firm of Chartered Accountants.

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. 204.86 Crores is charged to the Statement of Profit & Loss for the year by corresponding reduction in Investments (Rs. 325.24 Crores) and Other current assets of (₹ 21.22 Crores) (which includes interest accrued & due and not due) and increase in Trade Receivables (₹ 29.72 Crores), Other non-current assets (₹ 19.83 Crores) (which includes interest accrued & due and not due), Short term Loans and Advances (₹ 32.62 Crores) and Long term Loans and Advances (₹ 59.43 Crores).

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 2015-16 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 present management, to the extent available with the current management without considering hindsight.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

42.2 - 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 Section 197 of the Companies Act, 2013. 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, 2013 was recomputed considering the net results as per the recast standalone financial statements and excess expenditure recognised has been reversed and shown as recoverable 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 ₹ 7.33 Crores (Refer note no. 12.2)

42.3 - Changes in classification

Refer note no.12.1 dealing with re-classification of advance of ₹ 115.30 Crores 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.

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

Refer to Note 3.1 dealing with reversal of Debentures Redemption Reserve. In absence of accumulated 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.

42.5 - 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 and accordingly, reversal of expenditure amounting to ₹ 1.53 Crores (net) (for the year ended 31 March 2015: expenditure of ₹ 1.26 Crore) shown in Note 21 has 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.

42.6 - Other adjustments – rectification of errors / omissions

The Tax Auditor in their report u/s 44AB of the Income- tax Act, 1961, of subsequent years has reported expenditure of ₹ 10.66 Crores (net) as prior period expenditure. Since such expenditure were not recorded by the company in the original standalone financial statements due to error or omission, the same have been recognised in these financial statements.

In addition, the present management has identified an invoice of 1.65 Crores dated December 11, 2015 which was not recognised in the original standalone financial statement. This expenditure has been recognised in these financial statements.

42.7 - Deferred Tax

Due to re-classification of balance from Prepaid Expenses to Unamortised borrowing cost and from intangible assets to investments, there is a consequential increase in deferred tax expense amounting to Rs. 1.57 Crores. Refer to Note 5.1 dealing with recognition of deferred tax assets, pursuant to which deferred tax asset amounting to Rs. 39.73 Crores recognised in the original standalone financial statements, in respect of provision for loan and advances has been reversed.

42.8 - Brand Subscription Fees

The Company is liable to pay Brand Subscription fees to the Parent Company, which is lower of (a) 1% of the Total income/ Turnover or (b) 5% of Profit before Provision for Contingencies and Taxation, based on the audited accounts of the previous year, subject to a minimum fee of Rs. 1 Million per annum, in terms of IL&FS Brand Preservation and Promotion Policy ("Policy"). In view of the reduction in the profits of the previous year, the fees payable have been re-computed and excess amount of Rs. 24.36 Crores for the current year (for the year ended 31 March 2015 : ₹ 20.08 Crore) recognised in the original financial statements is shown as a part of "Recoverable from Holding Company" in Note 12.

42.9 - Prepaid Expenses

As mentioned in Note 42.6, the present management has identified an invoice amounting to ₹ 1.65 Crores dated December 11, 2015 which was not recognised in the original standalone financial statement. This expenditure was incurred for the period 15th June 2015 to 14th July 2016, and hence there is an increase in Prepaid Expenses amounting to ₹ 0.44 Crores and reduction in Reserves and Surplus amounting to ₹ 1.21 Crores. Similarly, the present management has identified that the period considered for calculation of Prepaid Expenses amounting to ₹ 3.21 Crores was wrong. The same has been rectified in these financial statements, due to which there is an increase in Prepaid Expenses and Reserves and Surplus amounting to ₹ 0.43 Crores.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2016

42.10 - 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.

Description	Original Financial Statements	Recast Financial Statements	Amount
Investments	Intangible assets (net)	Non-current investments (net)	100.00
Depreciation on above re-grouping			-5.01
Inter-corporate deposit	Short-term loans and advances	Cash and cash equivalents	4.00
Long-term Arranger fees	Long-term loans and advances	Other non-current assets	6.27
Short-term Arranger fees	Short-term loans and advances	Other current assets	0.94
Re-grouping carried upto FY 2014-15			
Inter-corporate deposit	Short-term loans and advances	Cash and cash equivalents	4.00
Long-term Arranger fees	Long-term loans and advances	Other non-current assets	7.64
Short-term Arranger fees	Short-term loans and advances	Other current assets	0.94
Balances with Banks in deposit accounts	Other current assets	Cash and cash equivalents	161.78
Unexpired discount on commercial paper not accounted earlier	NA	NA	0.24

42.11 - Current Tax

Refer Note 38 dealing with recomputation of provision for current tax based on profit / loss determined as per the recast Statement of Profit & 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. 11.04 Crores.

Note 43

Figures for the previous year have been regrouped and reclassified wherever considered necessary to conform to the classification for the current year.

Signature to Notes to Accounts


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 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 20:40:31 +05'30'

Mr. C. S. Rajan
Authorised signatory
DIN - 00126063
MILIND RAMESH GANDHI
Digitally signed by MILIND RAMESH GANDHI
Date: 2023.03.09 17:43:18 +05'30'
Mr. Milind Gandhi
Authorised signatory
KRISHNA DHONDU GHAG
Digitally signed by KRISHNA DHONDU GHAG
Date: 2023.03.09 18:41:20 +05'30'
Mr. Krishna Ghag
Authorised signatory

NAND KISHORE
Digitally signed by NAND KISHORE
Date: 2023.03.09 19:39:44 +05'30'

Mr. Nand Kishore
Authorised signatory
DIN - 08267502
DILIP LALCHAND BHATIA
Digitally signed by DILIP LALCHAND BHATIA
Date: 2023.03.09 19:39:22 +05'30'
Mr. Dilip Bhatia
Authorised signatory

Mumbai, March 09, 2023

09 MAR 2023

**MUKUND
M. CHITALE
& CO.****CHARTERED
ACCOUNTANTS****INDEPENDENT AUDITOR'S REPORT**

To the Members of

IL&FS Transportation Networks Limited

Report on the Recast Standalone Ind AS 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.A.2 to 1.A.6 of the recast standalone Ind AS financial statements (hereinafter referred as 'Recast Standalone Ind AS 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 2017, the Recast Standalone Statement of Profit and Loss including Other Comprehensive Income, Recast Standalone Cash Flow Statement and Recast Standalone Statement of Changes in Equity 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.A.2 to 1.A.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 including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the recast standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.


1

Auditor's Responsibility

3. Our responsibility is to express an opinion on these Recast Standalone Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the 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 Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the Recast Standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 4.5 in this Report to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

- 4.1 Note 43 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 42 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 has been received by the Company. The Company 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 45 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 36 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 50 of the Recast Standalone financial statements mentions that the dividend amount of Rs. 129.20 crores, Rs. 177.55 crores, Rs. 144.65 crores paid for the years 2013-14, 2014-15 and 2015-16 respectively, in view of the losses as per the Recast Standalone Financial statements for these years, is not in compliance with Section 123 of the Act read with Companies (Declaration and Payment of Dividend) Rules, 2014.

Note 50 of the Recast Standalone financial statements also mentions that the dividend amount of Rs. 84.06 crores is declared for the financial year 2016-17 and as per the resolution passed at the Board Meeting dated May 29, 2017, the Board considered and approved the payment of Rs. 84.06 Crore as Interim Dividend for FY 2016-17, out of the profits of the Company for FY 2016-17. The free reserves of the Company as on March 31, 2017, as per recast standalone financial statements is negative. 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 for the year 2016-17 is not in compliance with Section 123 of the Companies Act, 2013.

Non receipt of sufficient and appropriate audit evidence in respect of the following:

4.6

4.6.1

No documentary evidence was available for

- a) Expenses amounting to Rs. 11.11 crores in respect of various expenses out of the documents sought by us for the purpose of our audit.
- b) Purchase of Fixed Assets amounting to Rs. 0.68 crores.
- c) The agreements entered with the respective Vendors were not available pertaining to Construction Contract costs amounting to Rs. 276.90 crores out of the Construction Contract Costs of Rs. 2,504.93 crores disclosed in Note 22.
- d) The documents were not available pertaining to Bank Guarantee amounting to Rs. 766.41 crores disclosed in Note 33A.

4.6.2

- a) No response received in respect of Balance confirmation from 12 Banks for 14 accounts with closing balances amounting to Rs. 8.23 crores.
- b) No response received in respect of Balance Confirmation from 8 parties for loans given of Rs.115.55 crores., from 30 parties for receivables (trade receivables, mobilization advances and security deposits) of Rs. 458.29 crores and from 46 parties for payables (trade payables and retention money payable) of Rs. 694.99 crores out of the balance confirmation letters sent by the Company.

4.7

Note 9.2 of the Recast Standalone financial statements, which describes that in view of the reduced profit as disclosed by the Recast Standalone Statement of Profit and Loss, remuneration paid to the erstwhile Managing Director and Executive Director, aggregating to Rs.7.62 crores and Commission paid Rs.0.74 crores to other Directors is in excess of the limits prescribed under Section 197 of the Act by Rs. 4.54 crores and Rs.0.74 crores

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 51.4 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 1.A.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. 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.
- 4.10 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.
- 4.11 Note A.1.8 of the Recast Standalone Financial Statements, which describes that 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 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.

5. Opinion

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 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 including the Ind AS, of the state of affairs of the Company as at 31st March 2017, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

6. Emphasis of Matter

- 6.1 We draw attention to Note 1.A.6 and 1.A.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 no 14.1 and 14.6 of the Recast Standalone Financial Statements regarding the shortfall in the amount of Debenture Redemption Reserve and Provision for Redemption Premium on Preference Shares respectively as at the year-end due to non-availability of sufficient profits for the year. Our opinion is not qualified in respect of this matter.
- 6.3 We draw attention to note no 4.6 of the Recast Standalone Financial Statements in respect of suspension of toll collection of an associate Company pursuant to the order of the Hon'ble High Court of Allahabad and the matter is pending with Hon'ble Supreme Court of India. Our opinion is not qualified in respect of this matter.
- 6.4 We draw attention to note no 6.2 of the Recast Standalone Financial Statements regarding Interest on trade receivables charged to certain SPVs amounting to ₹ 135.94 crores for delayed payment which is only supported by internal executive decisions for part of the period and not by agreements with such SPVs. Since such SPVs have recognised the amount as expense, no adjustments have been made in recast standalone financial statement. Our opinion is not qualified in respect of this matter.
- 6.5 We draw attention to Note No. 19 of the Recast Standalone Financial Statements regarding the inability of the management to determine the Trade Payables as Micro and Small Enterprises since these recast 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.
- 6.6 We draw attention to Note No.44 of the Recast Standalone Financial Statement regarding expenditure of Rs. 8.55 crores 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.
- 6.7 We draw attention to Note No. 46 of the Recast Standalone Financial Statement regarding treatment of current tax and deferred 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.

- 6.8 We draw attention to Note No. 48 of recast standalone financial statements, wherein in respect of O&M Contracts relating to two 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.
- 6.9 We draw attention to Note No. 49 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 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 2017. 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.A.7). 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.
- 7.2 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 27.2).
- 8 Report on Other Legal and Regulatory Requirements**
As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in exercise of powers conferred by section 143 (11) of the Companies Act, 2013, 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 3 and 4 of the said order.
- 9 As required under provisions of section 143(3) of the Act, 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 4.5 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.
- (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 specified under section 133 of the Act, read with rule 7 of the Companies (Account) Rules, 2014.

(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 section 164(2) of the Companies Act 2013 has not been commented upon.

(f) We are appointed as the Statutory Auditors of the Company pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT) dated 9th August 2019 to carry out audit of Recast Standalone Financial Statements and therefore we have not commented on the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls as it existed at the time of preparation of original financial statements.

(g) with respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the companies (Audit and Auditors) Rules 2014, in our opinion and to the best of the information and according to the explanation given to us:

- i) The company has disclosed the impact of pending litigations on its financial position in its recast standalone financial statements (Refer Note 33 to the recast standalone financial statements)
- ii) The Company did not have any long-term contract for which there was any material foreseeable losses and therefore is not required to make any provision, as required under the applicable law or accounting standards.
- iii) There was no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

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



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

UDIN : 23111383BGTWEL2660

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 title deeds of immovable properties are in the name of the Company.
- (ii) According to information and explanations given to us including the records produced before us the inventory has been physically verified by the management at intervals as defined by the management. As informed to us, there were no discrepancies noticed on verification as compared to the records available in this respect of books of accounts.
- (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 189 of the Companies Act, 2013, according to the information and explanations given to us, the Company has given unsecured loan/advance to seven parties covered in the Register maintained under Section 189 of the Companies Act, 2013:
- (a) Pending the outcome of the investigations stated in Note 43 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 42, we are unable to comment whether the terms and conditions of the loans are prima facie prejudicial to the interest of the Company
- (b) The company has been generally receiving the principal and interest on time, except in two cases of outstanding overdue interest amount of Rs. 2.89 crores.
- (c) In respect of outstanding overdue interest as at March 31, 2017 aggregating to Rs. 2.89 crores pertaining to two parties, we are unable to comment whether the Management has taken reasonable steps for recovery of the interest amount.
- (iv) Pending the outcome of the investigations stated in Note 43 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 42, we are unable to comment whether Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans given, Investments made, guarantees given.

- (v) 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 73 to 76 or any other relevant provisions of the Act and the rules framed there under and hence the provisions of clause 3(v) of the Order are not applicable.
- (vi) The Company is required to maintain cost records as prescribed by the Central Government under section 148(1) of the Companies Act, 2013. 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.
- (vii) a) According to the information and explanations given to us, the Company is generally regular in depositing with appropriate regulatory authorities undisputed statutory dues including provident fund, Employees State Insurance, Income tax, Sales tax, Service Tax, Custom Duty, Value added tax, Cess. However, there were no amounts which were due for more than six months from the date they become 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, 2017 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 crore)	Period to which it pertains (Financial year)	Forum where pending
Income Tax Act, 1961	Income Tax	1.26	2008-09	ITAT – Mumbai
Income Tax Act, 1961	Income Tax	8.89	2009-10, 2011-12 and 2012-13	CIT (Appeals) – Mumbai
Finance Act, 1994	Service Tax	1.20	2012-13	Commissioner of Service Tax
Madhya Pradesh VAT Act	Value Added Tax	0.68	2013-14	Commercial Tax Appellate Board, MP
Madhya Pradesh VAT Act	Value Added Tax	1.42	2014-15	Addl. Commissioner of Commercial Tax, MP
Madhya Pradesh VAT Act	Value Added Tax	0.09	2015-16	Deputy Commissioner of Commercial Tax, MP
Punjab VAT Act	Value Added Tax	0.37	2014-15	Dy. Commissioner of Excise and Taxation (A)
Punjab VAT Act	Value Added Tax	0.43	2015-16	Dy. Commissioner of Excise and Taxation (A)
Rajasthan VAT Act	Value Added Tax	0.08	2012-13	Dy. Commissioner Appeals, Commercial Tax Department, Jaipur
West Bengal VAT Act	Value Added Tax	0.59	2014-15	Senior Joint Commissioner of Sales Tax Appeal

- (viii) 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.
- (ix) According to the information and explanations given to us, the Company has not raised any money by way of initial public offer, further public offer (including debt instruments) during the year. Pending the outcome of the investigations stated in Note 43 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 42 we are unable to comment whether the monies raised by term loans were applied for the purpose for which they were raised.

However, based on the information and explanation given to us and review of the books of accounts, the term loan taken from one Non-Banking Financial Company amounting to Rs.300.00 crores does not contain the purpose of utilization. Hence, we cannot comment whether this amount was utilized for the purpose for which it was raised.

- (x) As a consequence of the various matters resulting in the change in operational status of the Company, as more fully described in Note 1.A.2 to Note 1.A.6 to the recast standalone financial statements, and having regard to and pending the outcome of the investigations stated in Note 43 to the 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 42, 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.
- (xi) According to the information and explanations given to us and based on our examination of the records, the Company has paid / provided for managerial remuneration to the erstwhile Managing Director and Executive Director, aggregating to Rs.7.62 crores. and Commission paid Rs. 0.74 crores to other Directors in excess of the limits prescribed under Section 197 of the Act by Rs. 4.54 crores and Rs.0.74 crores 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.
- (xii) According to the information and explanation given to us, the Company is not a Nidhi Company. Accordingly, provision of clause 3 (xii) of the order is not applicable.
- (xiii) Pending the outcome of the investigations stated in Note 43 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 on Note 42, we are unable to comment whether all the transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable. The details of the related party transactions to the extent noticed, have been disclosed in the recast standalone financial statements as required by the applicable accounting standard.
- (xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year, therefore provisions of Clause 3(xiv) are not applicable.

**MUKUND
M. CHITALE
& CO.**

**CHARTERED
ACCOUNTANTS**

- (xv) Pending the outcome of the investigations stated in Note 43 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 42, we are unable to comment whether the company has entered into any non-cash transactions with directors or persons connected with him and whether the provisions of section 192 of Companies Act, 2013 have been complied with.
- (xvi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, provisions of Clause 3 (xvi) of the Order are not applicable to the Company.

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



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

UDIN : 23111383BGTWEL2660

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 2016-17

We have compiled the accompanying recast financial statements of IL&FS Transportation Networks Limited ('the Company') for the financial year 2016-17 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, 2017, the Standalone Statement of Profit and Loss including the Standalone Statement of Other Comprehensive Income, Standalone Cash Flow Statement and the Standalone Statement of Changes in Equity 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

G. M. KAPADIA & CO.

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 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

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HIRALAL SHAH
Date: 2023.03.09 22:11:47
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Atul Shah
Partner

Membership No. 039569
UDIN: 23039569BGUQCP3116

Place: Mumbai
Dated this 09th day of March, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Balance Sheet as at March 31, 2017

Particulars	Notes	₹ in Crore		
		As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
ASSETS				
(1) Non-Current Assets				
(a) Property, Plant and Equipment	2	138.76	35.58	32.71
(b) Capital Work-In-Progress	2	12.03	7.23	-
(c) Investment Property Under Development	3	-	-	-
(d) Intangible Assets	2	1.61	7.12	9.84
(e) Financial Assets				
(i) Investments				
a) Investments in subsidiaries	4	3,388.68	2,973.10	2,760.20
b) Investments in associates	4	69.44	127.87	179.31
c) Investments in joint ventures	4	362.66	362.66	401.55
d) Other investments	4	25.86	22.13	16.53
(ii) Trade Receivables	5	3,846.64	3,485.76	3,357.59
(iii) Loans	5	2,359.11	1,408.47	596.13
(iii) Other Financial Assets	6	409.51	264.68	391.73
(f) Non-Current Tax Assets (net)	8	419.22	295.47	216.40
(g) Other Non-Current Assets	9	520.71	441.35	629.61
Total Non-Current Assets		7,707.59	5,945.66	5,234.01
(2) Current Assets				
(a) Inventories	10	22.59	4.79	-
(b) Financial Assets				
(i) Investments	4	-	32.00	-
(ii) Trade Receivables	11	2,309.36	3,542.47	2,204.83
(iii) Cash and Cash Equivalents	12	160.96	9.95	24.24
(iv) Bank Balances other than (iii) above	12	172.74	173.00	161.88
(v) Loans	5	2,333.12	1,125.73	1,438.03
(vi) Other Financial Assets	6	682.11	623.35	314.55
(c) Other Current Assets	9	270.77	370.87	352.94
Total Current Assets		5,951.65	5,882.16	4,456.47
Total Assets		13,659.24	11,827.82	9,730.48
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	13	328.96	328.96	246.72
(b) Other Equity	14	(269.32)	(267.22)	(578.14)
Total Equity		59.64	61.74	(331.42)
LIABILITIES				
(1) Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	15	8,559.02	6,444.95	4,734.50
(ii) Other Financial Liabilities (other than those specified in item (b) below)	16	339.77	338.05	255.52
(b) Provisions	17	2.70	3.33	1.86
(c) Deferred Tax Liabilities (Net)	7	80.74	63.34	24.61
(d) Other Non-Current Liabilities	18	161.21	177.07	266.30
Total Non-Current Liabilities		9,143.44	7,026.74	5,282.79
(2) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	15	1,989.73	2,173.15	1,951.41
(ii) Trade Payables other than MSME	19	829.98	916.26	746.27
(iii) Other Financial Liabilities (other than those specified in item (c) below)	16	1,182.70	1,161.55	1,531.48
(b) Other Current Liabilities	18	419.50	453.26	510.57
(c) Provisions	17	34.25	35.12	39.38
Total Current Liabilities		4,456.16	4,739.34	4,779.11
Total Equity and Liabilities		13,659.24	11,827.82	9,730.48

Notes 1 to 52 form part of the recast financial statements.

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

Chitale

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

9 MAR 2023



As per our compilation report of even date

For G. M. Kapadia & Co.

Chartered Accountants

Firm Registration No. 104767W

ATUL
HIRALAL
SHAH

Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA
SHEKHAR
RAJAN

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

MILIND
RAMESH
GANDHI

Mr. Milind Gandhi
Authorised signatory

KRISHNA
DHONDU
GHAG

Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND
KISHO
RE

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP
LALCHA
ND
BHATIA

Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Statement of Profit and Loss for the year ended March 31, 2017

₹ in Crore

Particulars	Notes	Year ended March 31, 2017	Year ended March 31, 2016
I Revenue from Operations	20	3,400.65	4,382.27
II Other Income	21	1,011.43	669.46
III Total Income (I+II)		4,412.08	5,051.73
IV Expenses			
Cost of Material Consumed	22	19.16	57.58
Construction Costs	22	2,504.93	3,258.98
Operating Expenses	23	192.47	231.85
Employee Benefits Expense	24	69.87	65.71
Finance Costs	25	1,377.95	1,211.95
Depreciation and Amortisation Expense	26	13.85	9.53
Other Expenses	27	93.59	308.67
Total Expenses (IV)		4,271.82	5,144.27
V Profit / (Loss) Before Tax (III-IV)		140.26	(92.54)
VI Tax Expense			
(1) Current Tax	28	11.47	90.66
(2) Deferred Tax Charge	7	17.39	38.73
Total Tax Expense / (Credit)		28.86	129.39
VII Profit / (Loss) for the Year (V-VI)		111.40	(221.93)
VIII Other Comprehensive Income			
<u>Items that may be reclassified to profit or loss</u>			
Actuarial loss on defined benefit plan		(0.03)	(1.91)
Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge		(35.62)	1.78
Total Other Comprehensive Income		(35.65)	(0.13)
IX Total Comprehensive Income for the Year (VII+VIII)		75.75	(222.06)
X Earnings / (Loss) per Equity Share (Face Value ₹ 10 per Share):	35		
(1) Basic (in ₹)		3.39	(7.89)
(2) Diluted (in ₹)		3.39	(7.89)

Notes 1 to 52 form part of the recast financial statements.

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

S. M. Chitale

S. M. Chitale
Partner
Membership 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
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L SHAH

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HIRALAL SHAH
Date: 2023.03.09
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Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA SHEKHAR RAJAN

Digitally signed by CHANDRA SHEKHAR RAJAN
Date: 2023.03.09
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND RAMESH GANDHI

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Date: 2023.03.09
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Mr. Milind Gandhi
Authorised signatory

KRISHNA DHOND U GHAG

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Date: 2023.03.09
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND KISHORE

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Date: 2023.03.09
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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP LALCHAND BHATIA

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Date: 2023.03.09
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Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED

Recast Standalone Cash Flow Statement for the year ended March 31, 2017

₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) Before Tax	140.26	(92.54)
Adjustments for		
Interest Income	(619.17)	(454.33)
Employee benefits (net)	2.29	3.46
Loss / (Gain) on disposal of property, plant and equipment	0.11	(0.02)
Profit on sale of investments	(287.25)	(141.82)
Profit on sale of Mutual funds	(0.18)	(0.05)
Depreciation and amortisation expense	13.85	9.53
Provision for doubtful loans	-	67.05
Provision for doubtful receivables	26.25	-
(Reversal of Expected Credit Losses) / Expected Credit Losses on financial assets (net)	(93.48)	97.80
Gain arising on financial assets designated as at FVTPL	-	(5.58)
Finance Costs	1,377.95	1,211.02
Dividend Income on non-current investments	(70.98)	(27.35)
Operating profit before Working Capital Changes	489.64	667.17
(Increase) / Decrease in trade receivables	1,022.60	(1,176.12)
Increase in Inventories	(17.80)	(4.79)
Increase in other financial assets & other assets (current and non current)	(141.70)	(288.29)
Increase / (Decrease) in financial liabilities & other liabilities (current and non current)	(188.13)	104.98
Cash generated from / (used in) from Operations	1,164.62	(697.05)
Direct Taxes paid (Net)	(135.22)	(169.73)
Net Cash generated from / (used in) Operating Activities (A)	1,029.40	(866.78)
CASH FLOW FROM INVESTING ACTIVITIES		
Payments for acquiring property, plant and equipment	(20.33)	(11.52)
Payments for acquiring intangible assets	(0.27)	(0.11)
Proceeds from disposal of property, plant and equipment	0.27	0.13
Proceeds from disposal of subsidiary and associate	235.46	65.50
Proceeds from redemption of debentures	32.00	-
Investment in / Purchase of equity shares of subsidiaries	(369.20)	(433.76)
Investment in associates	(4.46)	-
Investment in Mutual funds	(360.00)	(300.00)
Redemption of Mutual funds	360.18	300.05
Long term loans given	(1,246.57)	(886.51)
Long term loans recovered	700.57	59.45
Short term loans recovered / (given) (net)	(2,436.79)	333.01
Interest received	419.37	255.74
Dividend received	65.96	27.35
Net Cash used in Investing Activities (B)	(2,623.81)	(590.67)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Rights Equity Shares (including securities premium)	-	740.16
Rights issue expenses adjusted in securities premium	-	(6.16)
Proceeds from long term borrowings	4,874.13	4,325.93
Repayment of long term borrowings	(2,963.13)	(3,012.42)
Proceeds from short term borrowings	6,448.96	10,319.37
Repayment of short term borrowings	(5,027.25)	(9,898.26)
Finance Costs paid	(1,382.00)	(1,071.79)
Equity Dividend paid	(65.79)	(98.69)
Tax on Equity Dividend paid	(9.29)	(20.09)
Preference Dividend paid	(78.86)	(78.86)
Tax on Preference Dividend paid	(12.89)	(16.05)
Fixed deposits matured / (placed) as security against borrowings	(28.25)	131.96
Net Cash generated from Financing Activities (C)	1,755.63	1,315.10
Net Increase / (decrease) in Cash and Cash Equivalents (A+B+C)	161.22	(142.35)



IL&FS TRANSPORTATION NETWORKS LIMITED

Recast Standalone Cash Flow Statement for the year ended March 31, 2017

Cash and Cash Equivalents at the beginning of the year	(142.01)	0.34
Cash and Cash Equivalents at the end of the year	19.21	(142.01)
Net increase / (decrease) In Cash and Cash Equivalents	161.22	(142.35)
Components of Cash and Cash Equivalents		
Balances with Banks		
On current accounts	156.86	5.71
On deposit accounts#	4.09	4.24
Cash on hand	0.01	0.00
	160.96	9.95
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 15)	(132.35)	(136.70)
Less – Unsecured Demand loans from banks (Bank overdraft) (shown under current borrowings in note 15)	(9.39)	(15.26)
Cash and cash equivalents for statement of cash flows	19.22	(142.01)

The impact of non-cash transactions have not been given in the above cash flow statement details of which are given in note 12.3.

Notes 1 to 52 form part of the recast financial statements.

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



(S. M. Chitale)
Partner
Membership 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
HIRALA
L SHAH

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Date: 2023.03.09
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Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA
SHEKHAR
RAJAN

Digitally signed by CHANDRA SHEKHAR RAJAN
Date: 2023.03.09
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND
RAMESH
GANDHI

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Date: 2023.03.09
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Mr. Milind Gandhi
Authorised signatory

KRISHNA
DHONDU
GHAG

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Date: 2023.03.09
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND
KISHORE

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Date: 2023.03.09
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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

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BHATIA

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Date: 2023.03.09
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Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Standalone Statement of Changes in Equity for the year ended March 31, 2017

₹ In Crore			
a. Equity share capital	Year Ended March 31, 2017	Year Ended March 31, 2016	As at April 1, 2015
Balance as at the beginning of the year	328.96	246.72	194.27
Changes in equity share capital during the year - Share capital issued	-	82.24	52.45
Balance as at end of the year	328.96	328.96	246.72

b. Other equity	Reserves and surplus					Items of other comprehensive Income		Total
	Debtore Redemption Reserve	Securities premium account	General reserve	Retained earnings	Total	Defined benefit plan adjustment	Cash Flow Hedge Reserve	
Balance as at April 1, 2016	46.13	2,147.79	123.90	(2,579.43)	(261.60)	(1.91)	(3.71)	(267.22)
Profit for the year	-	-	-	111.40	111.40	-	-	111.40
Other comprehensive loss	-	-	-	-	-	(0.03)	(35.62)	(35.65)
Transfer to balance in Retained earnings	-	-	-	-	-	-	-	-
Dividend and Dividend Tax paid	-	-	-	(75.03)	(75.03)	-	-	(75.03)
Debtore issue costs	-	(2.82)	-	-	(2.82)	-	-	(2.82)
Balance as at March 31, 2017	46.13	2,144.97	123.90	(2,543.05)	(228.05)	(1.94)	(39.33)	(269.32)

b. Other equity	Reserves and surplus					Items of other comprehensive Income		Total
	Debtore Redemption Reserve	Securities premium reserve	General reserve	Retained earnings	Total	Defined benefit plan adjustment	Cash Flow Hedge Reserve	
Balance as at April 1, 2015	46.14	1,496.03	123.90	(2,238.72)	(572.65)	-	(5.49)	(578.14)
Loss for the year	-	-	-	(221.93)	(221.93)	-	-	(221.93)
Other comprehensive income	-	-	-	-	-	(1.91)	1.78	(0.13)
Transfer to balance in Retained earnings	0.00	-	-	(0.00)	-	-	-	-
Payment of dividends	-	-	-	(118.78)	(118.78)	-	-	(118.78)
Securities Premium Received	-	657.92	-	-	657.92	-	-	657.92
Share issue costs	-	(6.16)	-	-	(6.16)	-	-	(6.16)
Balance as at March 31, 2016	46.13	2,147.79	123.90	(2,579.43)	(261.60)	(1.91)	(3.71)	(267.22)

Notes 1 to 52 form part of the recast financial statements.

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

(S. M. Chitale)
Partner
Membership No. 111383
Mumbai,

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
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board
CHANDRA SHEKHAR RAJAN
Digitally signed by CHANDRA SHEKHAR RAJAN
Date: 2023.03.09 20:34:33 +05'30'
Mr. C. S. Rajan
Authorised signatory
DIN - 00126063
MILIND RAMESH GANDHI
Digitally signed by MILIND RAMESH GANDHI
Date: 2023.03.09 17:28:05 +05'30'
Mr. Milind Gandhi
Authorised signatory
KRISHNA DHONDU GHAG
Digitally signed by KRISHNA DHONDU GHAG
Date: 2023.03.09 17:28:28 +05'30'
Mr. Krishna Ghag
Authorised signatory

NAND KISHORE
Digitally signed by NAND KISHORE
Date: 2023.03.09 19:52:18 +05'30'
Mr. Nand Kishore
Authorised signatory
DIN - 08267502
DILIP LALCHAN D BHATIA
Digitally signed by DILIP LALCHAN D BHATIA
Date: 2023.03.09 18:15:28 +05'30'
Mr. Dilip Bhatia
Authorised signatory

Mumbai, March 09, 2023

09 MAR 2023



IL&FS Transportation Networks Limited

Notes forming part of the Recast Standalone financial statements for the year ended March 31, 2017

Note 1: General Information & Significant Accounting Policies

A. General information

A.1 IL&FS Transportation Networks Limited the Company is a public limited company incorporated in India. Its parent and ultimate holding company is Infrastructure Leasing & Financial Services Limited ("IL&FS").

The addresses of its registered office and principal place of business are The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. ITNL is a developer, operator and facilitator of surface transportation infrastructure projects, taking projects from conceptualization 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'):

A.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.

A.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.



A.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	Resigned effective October 29, 2018
Mr. Mukund Sapre	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 Nayar	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 effective October 1, 2021
Mr. Shekhar Prabhudesai	Appointed as director effective December 01, 2021 and resigned effective November 21, 2022
Dr. Deepak Mohanty	Appointed as Director effective November 22, 2022

A.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

A.6 NCLT Order for Re-opening of books of accounts and Re-casting of Standalone Financial Statements:

- (i) The standalone financial statements for the year ended March 31, 2017 were jointly audited by the then statutory auditors of the Company- M/s Deloitte Haskins & Sells LLP (FRN 117366W) and M/s S R B C & Co. LLP (FRN 324982E) (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 29, 2017 and were adopted by the Shareholders of the Company at the Annual General Meeting held on August 29, 2017.
- (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, 2017 have been re-casted.
- (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.

A.7 Basis for preparation of Financial Statements

The recast standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended and the relevant provisions of the Act.

Upto the year ended March 31, 2016, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP) as amended. These are Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2015. Refer Note D for the details of first-time adoption exemptions availed by the Company. (refer note 37)



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 interalia 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.

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.

A.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 balance sheet. 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 51. 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 does not include any specific details with respect to the company to the effect that the relevant years accounts of the company were prepared in a fraudulent manner or the affairs of the company were mismanaged during the relevant period, casting a doubt on the reliability of financial statements. 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 have not been concluded 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. Regarding status of the forensic audit please refer Note 42.

B. Significant accounting policies

B.1 Statement of compliance

The standalone financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015.

Upto the year ended March 31, 2016, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP) as amended. These are Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2015. Refer Note 1.D for the details of first-time adoption exemptions availed by the Company. (refer note 37)

B.2 Basis of preparation and presentation

The financial statements have been prepared on a historical cost basis, except for the following asset and liabilities which have been measured at fair value:

- Derivative financial instruments,
- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments),

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset



or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on this basis.

The principal accounting policies are set out below.

B.3 Investments in subsidiaries, associates and joint ventures

Investment in subsidiaries, associates and joint ventures are measured at cost as per Ind AS 27.

If there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the net investment in a subsidiary, associate or a joint venture (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows from the net investment that can be reliably estimated, then it is necessary to recognize impairment loss with respect to the Company's investment in a subsidiary, associate or a joint venture.

When necessary, the entire carrying amount of the investment (including goodwill) is tested for impairment in accordance with Ind AS 36 Impairment of Assets as a single asset by comparing its recoverable amount (higher of value in use and fair value less costs of disposal) with its carrying amount. Any impairment loss recognized is reduced from the carrying amount of the investment and recognized in the profit or loss. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases but the increase is restricted to the amounts that would arise had no impairment loss been recognized in previous years.

B.4 Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.



All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as properties and significant liabilities, such as contingent consideration.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Disclosures for valuation methods, significant estimates and assumptions (note 1.C and 30)
Quantitative disclosures of fair value measurement hierarchy (note 30)
- Investment property under development (note 3)
- Financial instruments (including those carried at amortised cost) (note 4,5,6,11,12,15,16,19,30)

B.5 Non-current assets held for sale

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such asset and its sale is highly probable. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current asset or disposal group classified as held for sale are measured at the lower of their carrying amount and fair value and no depreciation is charged after such classification.

B.6 Revenue recognition

B.6.1 Revenue from Advisory, design, engineering and management services

The Company's service offerings include advisory and management services, supervisory services, 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 recognized when it is realized or realizable and earned. Revenue is considered as realized or realizable 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



Advisory, Design and Engineering fees are billed as services are rendered, however they are due for payment one year from the date of billing. Disclosure with respect to such Trade Receivables has been made considering above policy.

Revenue in respect of arrangements made for rendering services is recognized 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 recognized 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 recognized 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 recognized based on the milestones reached under the contracts.

Interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. When calculating the effective interest rate, the group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension) but does not consider the expected credit losses. Interest income is included in other income in the statement of profit and loss.

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

B.6.2 Revenue from construction contracts

The Company recognizes and measures revenue, costs and margin for providing construction services during the period of construction of the infrastructure in accordance with Ind AS 11 'Construction Contracts'.

When the outcome of a construction contract can be estimated reliably and it is probable that it will be profitable, contract revenue and contract costs associated with the construction contract are recognized as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed up to the reporting date bear to the estimated total contract costs.

For the purposes of recognizing revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

The percentage of completion method is applied on a cumulative basis in each accounting period to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognized in the Statement of Profit and Loss in the period in which the change is made and in subsequent periods.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognized only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognized as an expense in the period in which they are incurred.



When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognized as an expense in the Statement of Profit and Loss in the period in which such probability occurs.

Any excess / short revenue recognized 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" or "Unbilled Revenue" as the case may be

B.7 Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. For arrangements entered into prior to April 1, 2015 the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

Company as lessee

1. Assets held under finance leases are initially recognized as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.
2. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognized immediately in profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on borrowing costs (see note B.9). Contingent rentals are recognized as expenses in the periods in which they are incurred.
3. A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.
4. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Company as lessor

1. Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned



2. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables from the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

B.8 Foreign currencies

The Company's financial statements are presented in INR, which is also the Company's functional currency.

In preparing the financial statements of Company, transactions in currencies other than the Company's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCI or profit or loss are also recognized in OCI or profit or loss, respectively).

The Company had exercised the option of amortizing / capitalizing the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011.

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- Exchange differences on transactions entered into in order to hedge certain foreign currency risks (see note B.21 below for hedging accounting policies); these are recognised in OCI until the net investment is disposed of, at which time, the cumulative amount is reclassified to profit or loss.

B.9 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 of development of assets requiring a substantial period of time to prepare for their intended future use. Interest is capitalised up to the date when the asset is ready for its intended use. The amount of interest capitalised 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. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.



All other borrowing costs are recognized in statement of profit and loss in the period in which they are incurred.

B.10 Employee benefits

B.10.1 Retirement benefit costs and termination benefits

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered service entitling them to the contributions. The Company has no obligation, other than the contribution payable to the provident fund, superannuation fund

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss. Past service costs are recognised in profit or loss on the earlier of:

The date of the plan amendment or curtailment, and

The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

Defined benefit costs are categorized as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and
- net interest expense or income; and
- re-measurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

The retirement benefit obligation recognized in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

A liability for a termination benefit is recognized at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognizes any related restructuring costs.

B.10.2 Short-term and other long-term employee benefits

A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.



Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

B.11 Taxation

B.11.1 Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax return with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

B.11.2 Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets (including unused tax credits such as MAT credit and unused tax losses such as carried forward business loss and unabsorbed depreciation) are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.



The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of to recover or settle the carrying amount of its assets and liabilities.

B.12 Property, plant and equipment

Property, plant and equipment 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 capitalized up to the date when the asset is ready for its intended use.

All assets are depreciated on a Straight Line Method (SLM) of Depreciation, over the useful life of assets which are estimated by the management and are in line with Schedule II of the Companies Act, 2013 other than assets specified in para below

Following assets are depreciated over a useful life other than the life prescribed under Schedule II of the Companies Act, 2013 based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc.:

Asset	Useful life based on SLM
Data Processing Equipment (Server & Networking)	4
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase
Specialized office equipment's	3
Vehicles	5
Assets provided to employees	3

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying of the asset and is recognized in profit or loss.

The Company has elected to continue with the carrying value of all of its plant and equipment and intangible assets recognized as of April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.



B.13 Investment property under development:

Investment property under development is measured at cost, including transaction costs and are stated at cost less accumulated impairment loss, if any.

Though the Company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer applying a valuation model recommended by the Royal Institute of Chartered Surveyors.

Investment property is derecognised either when it is being disposed of or when it is permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of derecognition.

B.14 Intangible assets

Intangible assets comprise of software and amounts paid for acquisition of commercial rights under an "Operation and Maintenance" agreement for a toll road project and are depreciated as follow:

Asset Type	Useful Life
Licensed Software	Over the licence period
Intellectual Property Rights	5 - 7 years
Commercial Rights acquired under Operations and Maintenance Agreement	The minimum balance period of the concession agreement relating to the corresponding toll road project
General software	4 years

Intangible assets are reported at acquisition cost with deductions for accumulated amortisation and impairment losses, if any. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period.

Acquired intangible assets are reported separately from goodwill if they fulfil the criteria for qualifying as an asset, implying they can be separated or they are based on contractual or other legal rights and that their market value can be established in a reliable manner.

An impairment test of such intangible assets is conducted annually or more often if there is an indication of a decrease in value. The impairment loss, if any, is reported in the Statement of Profit and Loss.

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 acquisition of the rights under the "Operations and Maintenance" agreement is amortised over the minimum balance period (as at the time of acquisition) of the concession agreement relating to the corresponding toll road project.

B.15 Impairment of Property, plant and equipment and intangible assets

At the end of each reporting period, the Company reviews the carrying amounts of its Property, plant and equipment and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to



estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, or whenever there is an indication that the asset may be impaired.

In assessing value in use, the estimated future cash flows are discounted to their present value using appropriate discount rate.

Recoverable amount is the higher of fair value less costs of disposal and value in use.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss.

B.16 Inventories

B.16.A. Raw material

Raw materials are valued at cost. Cost of raw material includes purchase price, non-refundable taxes and other costs incurred in bringing the inventories to their present location and condition. Costs of raw material are determined on a first-in- first-out basis.

B.16B. Stores and spares

Inventories are stated at the cost and net realizable value. Net realizable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. Costs of stores and spares are determined on a first-in- first-out basis.

B.17 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).



B.17.1 Onerous contracts

Present obligations arising under onerous contracts are recognized and measured as provisions. An onerous contract is considered to exist where the Company has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received from the contract.

B.18 Financial instruments

Financial assets and financial liabilities are recognized when a company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss ("FVTPL") are recognized immediately in the statement of profit and loss.

B.18.1 Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

B.18.2 Classifications of financial assets – debt instruments

Debt instruments that meet the following conditions are subsequently measured at amortized cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows;
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

B.18.3 Amortized cost and Effective interest method

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts)



through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL.

B.18.4 Financial assets at FVTPL

Investments in equity instruments (other than group) are classified as at FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in FVOCI for equity instruments which are not held for trading.

Debt instruments that do not meet the amortized cost or FVOCI criteria are measured at FVTPL. In addition, debt instruments that meet the amortized cost or FVOCI criteria but are designated as at FVTPL are measured at FVTPL.

A debt instrument that meets the amortized cost or FVOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognizing the gains and losses on them on different bases. The Company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognized in profit or loss.

B.18.5 Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost
- b) Lease receivables under Ind AS 17
- c) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18
- d) Loan commitments which are not measured as at FVTPL
- e) Financial guarantee contracts which are not measured as at FVTPL

ECL is the difference between all contractual cash flows that are due to the group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR.

The Company has followed simplified approach for recognition of ECL. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The Company measures the loss allowance on the basis of estimated realization date for receivables and loans by considering the cash flow model of the respective project SPV's which in the view of the management is the most realistic and appropriate way for estimating the realization date of the receivables with respect to the project SPV's. In respect of other than project SPV's, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated. When estimating the cash flows, the Company is



required to consider all contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss.

B.18.6 Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains / losses (including impairment gains or losses) or interest.

B.18.7 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

B.18.8 De-recognition of financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On de-recognition of a financial asset other than in its entirety (e.g., when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognized and the sum of the consideration received for the part no longer recognized and



any cumulative gain or loss allocated to it that had been recognized in other comprehensive income is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

B.18.9 Foreign Exchange Gain and Losses

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

- For foreign currency denominated financial assets measured at amortised cost and FVTPL, the exchange differences are recognised in profit or loss except for those which are designated as hedging instruments in a hedging relationship.
- Changes in the carrying amount of investments in equity instruments at FVOCI relating to changes in foreign currency rates are recognised in other comprehensive income.

B.18.10 Modification of Cash Flows of financial assets and revision in estimates of Cash flows

When the contractual cash flows of a financial asset are renegotiated or otherwise modified and the renegotiation or modification does not result in the de-recognition of that financial asset in accordance with AS 109, the Company recalculates the gross carrying amount of the financial asset and recognizes a modification gain or loss in profit or loss. The gross carrying amount of the financial asset is recalculated as the present value of the renegotiated or modified contractual cash flows that are discounted at the financial asset's original effective interest rate. Any costs or fees incurred are adjusted to the carrying amount of the modified financial asset and are amortized over the remaining term of the modified financial asset.

If the Company revises its estimates of payments or receipts (excluding modifications and changes in estimates of expected credit losses), it adjusts the gross carrying amount of the financial asset or amortized cost of a financial liability to reflect actual and revised estimated contractual cash flows. The Company recalculates the gross carrying amount of the financial asset or amortized cost of the financial liability as the present value of the estimated future contractual cash flows that are discounted at the financial instrument's original effective interest rate. The adjustment is recognized in profit or loss as income or expense.

B.19 Financial liabilities and equity instruments-

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

B.19.1 Classifications as debt or equity

Debt and equity instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.



B.19.2 Compound instruments

The components of compound instruments are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument. A conversion option that will be settled by issue of fixed number of the Company's own equity instruments in exchange of a fixed amount of cash or another financial asset is an equity instrument.

At the date of issue, the fair value of the liability component is estimated using the prevailing market interest rate for similar non-convertible instruments. This amount is recognized as a liability on an amortized cost basis using the effective interest method until extinguished upon conversion or at the instrument's maturity date.

The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. This is recognized and included in equity, net of income tax effects, and is not subsequently remeasured. In addition, the conversion option classified as equity will remain in equity until the conversion option is exercised, in which case, the balance recognized in equity will be transferred to other component of equity. When the conversion option remains unexercised at the maturity date of the convertible note, the balance recognized in equity will be transferred to retained earnings. No gain or loss is recognized in profit or loss upon conversion or expiration of the conversion option.

Transaction costs that relate to the issue of the convertible notes are allocated to the liability and equity components in proportion to the allocation of the gross proceeds. Transaction costs relating to the equity component are recognized directly in equity. Transaction costs relating to the liability component are included in the carrying amount of the liability component and are amortized over the lives of the convertible notes using the effective interest method.

B.19.3 Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company and commitments issued by the Company to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

B.19.3.1 Financial liabilities subsequently measured at amortized cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.



B.19.3.2 Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms

Financial guarantee contracts issued by the Company are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 18.

B.19.3.3 Foreign exchange gains and losses

For financial liabilities that are denominated in a foreign currency and are measured at amortized cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortized cost of the instruments and are recognized in 'Other income / Other expenses' in the line-item 'Net foreign exchange gains/(losses)'.

B.19.3.4 Derecognition of financial liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

B.19.3.5 Commitments to provide a loan at a below-market interest rate

Commitments to provide a loan at a below-market interest rate are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109; and
- the amount initially recognised less, when appropriate, the cumulative amount of income recognised in accordance with the principles of Ind AS 18.

B.20 Derivative financial instruments

The Company enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts, interest rate swaps and cross currency swaps. Further details of derivative financial instruments are disclosed in Note 30.

Derivatives are initially recognized at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognized in profit or loss immediately unless the derivative is designated and effective



as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedging relationship and the nature of the hedged item.

B.20.1 Embedded derivatives

Derivatives embedded in non-derivative host contracts that are not financial assets within the scope of Ind AS 109 are treated as separate derivatives when their risks and characteristics are not closely related to those of the host contracts and the host contracts are not measured at FVTPL.

B.21 Hedge accounting

The Company designates certain hedging instruments, which include derivatives, embedded derivatives and non- derivatives in respect of foreign currency risk, as either fair value hedges, cash flow hedges, or hedges of net investments in foreign operations. Hedges of foreign exchange risk on firm commitments are accounted for as cash flow hedges.

At the inception of the hedge relationship, the entity documents the relationship between the hedging instrument and the hedged item, along with its risk management objectives and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Company documents whether the hedging instrument is highly effective in offsetting changes in fair values or cash flows of the hedged item attributable to the hedged risk.

Note 30 sets out details of the fair values of the derivative instruments used for hedging purposes.

B.21.1 Cash flow hedges

The effective portion of changes in the fair value of the designated portion of derivatives that qualify as cash flow hedges is recognized in other comprehensive income and accumulated under the heading of cash flow hedging reserve. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss, and is included in the 'Other gains and losses' line item.

Amounts previously recognized in other comprehensive income and accumulated in equity relating to effective portion as described above are reclassified to profit or loss in the periods when the hedged item affects profit or loss, in the same line as the recognized hedged item. However, when the hedged forecast transaction results in the recognition of a non-financial asset or a non-financial liability, such gains and losses are transferred from equity and included in the initial measurement of the cost of the non-financial asset or non-financial liability.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting. Any gain or loss recognized in other comprehensive income and accumulated in equity at that time remains in equity and is recognized when the forecast transaction is ultimately recognized in profit or loss. When a forecast transaction is no longer expected to occur, the gain or loss accumulated in equity is recognized immediately in profit or loss.

B.22 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-



term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

C. Critical accounting judgments and key sources of estimation uncertainty

C.1 Critical accounting judgments

The preparation of Financial Statements in conformity with the recognition and measurement principles of Ind AS requires management to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities at the date of the Financial Statements and the reported amounts of income and expenses for the periods presented.

In this regard, refer Note A.8

The matters to be disclosed will be dictated by the circumstances of the individual entity, and by the significance of judgments and estimates made to the performance and financial position of the entity. Instead of disclosing this information in a separate note, it may be more appropriate to include such disclosures in the relevant asset.

C.2 Key sources of estimation uncertainty

Key source of estimation of uncertainty at the date of Financial Statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of fair value measurement of financial instruments, receivables, loans and advances, valuation of deferred tax assets, useful life of assets, cash flow models for impairment and ECL.

Key estimations in relation to fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Refer Note 30 for further disclosures.

Key estimations in relation to fair value measurement of receivables, loans and interest accrued thereon

The Company has performed valuation for its receivables, loans and interest accrued thereon as to whether there is any ECL. When the fair value of receivables, loans and interest accrued thereon cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as expected earnings in future years, liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of these receivables, loans and interest accrued thereon.

Key estimations in relation to fair value measurement investments

The Company has performed valuation for its investment as to whether there is any impairment in their fair values. When the fair value of investments cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair



values. Judgements include considerations of inputs such as expected earnings in future years, liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of these investments.

Key estimations in relation to Construction revenue and cost

The Company, being a part of construction industry major components of contract estimate are budgeted costs and revenue to complete the contract. While estimating these components various assumptions are considered by the management such as (i) Work will be executed in the manner expected so that the project is completed timely (ii) consumption norms will remain same (iii) Assets will operate at the same level of productivity as determined (iv) Wastage will not exceed the normal % as determined etc. (v) Estimates for contingencies (vi) There will be no change in design and the geological factors will be same as communicated and (vii) price escalations etc. Due to such complexities involved in the budgeting process, contract estimates are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Key estimations in relation to Useful lives of Property, plant and equipment & Intangible assets

Useful lives of Property, plant and equipment & Intangible Assets (other than the life prescribed under Schedule II of the Companies Act, 2013) are estimated based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes. All these evaluations and assessments involve judgements on part of the management.

Key estimations in relation to deferred tax assets and MAT credit entitlement

In assessing the realisability of deferred tax assets and MAT credit entitlement the management of the Company estimates whether the Company will earn sufficient taxable profit in future periods. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible. The amount of the deferred tax assets and MAT credit entitlement considered realizable could be reduced in the near term, if estimates of future taxable income during the carry forward period are reduced.

D. First-time adoption exemptions

D.1 Overall principles

The Company has prepared the opening balance sheet as per Ind AS as of April 1, 2015 (the transition date) by recognizing all assets and liabilities whose recognition is required by Ind AS, not recognizing items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from previous GAAP to Ind AS as required under Ind AS, and applying Ind AS in measurement of recognized assets and liabilities. However, this principle is subject to the certain exception and certain optional exemptions availed by the Company as detailed below.

D.2 Classification of debt instruments

The Company has determined the classification of debt instruments in terms of whether they meet the amortized cost criteria or the FVOCI criteria based on the facts and circumstances that existed as of the transition date.



D.3 Impairment of financial assets

The Company has applied the impairment requirements of Ind AS 109 retrospectively; however, as permitted by Ind AS 101, it has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments were initially recognized in order to compare it with the credit risk at the transition date. Further, the Company has not undertaken an exhaustive search for information when determining, at the date of transition to Ind ASs, whether there have been significant increases in credit risk since initial recognition, as permitted by Ind AS 101.

D.4 Deemed cost for property, plant and equipment, investment properties, and intangible assets

The Company has elected to continue with the carrying value of all of its plant and equipment, investment properties, and intangible assets recognized as of April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

D.5 Investments in Subsidiaries, Joint Ventures and associates

In its separate financial statements, the Company has measured these investments at deemed cost i.e. the previous GAAP carrying amount at the date of transition. However, for the following investments in Subsidiaries, Joint Ventures and Associates, the Company has taken one time fair value option at the transition date:

- 1) Jharkhand Road Projects Implementation Company Limited
- 2) Hazaribagh Ranchi Expressway Limited
- 3) MP Border Check posts Development Company Limited
- 4) Pune Sholapur Road Development Company Limited
- 5) Barwa Adda Expressway Limited
- 6) Charminar Robopark Limited
- 7) Futureage Infrastructure India Limited
- 8) Thiruvananthapuram Road Development Company Limited
- 9) ITNL Road Investment Trust
- 10) Noida Toll Bridge Company Limited

D.6 Foreign Currency Monetary items

The Company had exercised the option of amortizing / capitalizing the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011.

E. Recent accounting pronouncements

i. Standards issued but not yet effective

In March 2017, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2017, notifying amendments to Ind AS 7, 'Statement of cash flows'. These amendments are applicable to the Company from April 1, 2017.

ii. Amendment to Ind AS 7:

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement.

The Company is evaluating the requirements of the amendment and the effect on the financial statements is being evaluated.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 2: Property, Plant and Equipment; Intangible assets and Capital Work-in-Progress

Particulars	As at April 1, 2016		Cost / Deemed cost		As at March 31, 2017		As at April 1, 2016		Accumulated Depreciation and Amortisation		Carrying Amount	
	As at April 1, 2016	Additions	Deletions	As at March 31, 2017	As at March 31, 2017	As at April 1, 2016	Deletions	As at March 31, 2017	Depreciation / Amortisation for the year	As at March 31, 2017	As at March 31, 2017	
Property, Plant and Equipment	1.31	-	-	1.31	0.02	0.03	-	0.05	1.26	1.26	1.26	
Buildings	27.46	105.22	0.07	132.61	1.81	3.57	0.01	5.37	127.25	127.25		
Plant and Machinery (refer Note 2.1 below)	1.24	3.86	0.06	5.04	0.25	0.44	0.06	0.64	4.40	4.40		
Furniture and Fixtures	6.43	0.84	0.23	7.04	2.09	1.71	0.13	3.67	3.37	3.37		
Vehicles	2.62	1.20	0.45	3.37	1.10	1.06	0.34	1.82	1.55	1.55		
Office Equipments	2.98	0.52	0.55	2.95	1.26	1.24	0.43	2.07	0.88	0.88		
Data Processing Equipments	0.24	-	0.13	0.11	0.17	0.02	0.13	0.05	0.05	0.05		
Leasehold Improvements	42.28	111.64	1.49	152.43	6.70	8.07	1.10	13.67	138.76	138.76		
Total												
Intangible Assets	6.24	0.27	0.02	6.49	2.57	2.34	0.02	4.89	1.60	1.60		
Computer Software (Acquired)	3.71	-	-	3.71	0.26	3.44	-	3.70	0.01	0.01		
Commercial Rights (Acquired) (refer Note 2.2 below)	9.95	0.27	0.02	10.20	2.83	5.78	0.02	8.59	1.61	1.61		
Total	7.23	4.80	-	12.03	-	-	-	-	12.03	12.03		
Capital Work-in-Progress	59.46	116.71	1.51	174.66	9.53	13.85	1.12	22.26	152.40	152.40		
Grand Total												

2.1. Additions to Plant and Machinery for the current year, includes Plant and Machinery of ₹ 58 crore given on operating lease for period of 2.5 years at fixed monthly rental which is included in Miscellaneous income under Other Income (refer note 21)

2.2. During the current year, the useful life of Commercial Rights has been restricted to March 31, 2017 as the rights have been extinguished pursuant to amendment to the agreement and hence amortisation of ₹ 3.44 crore is taken in the current year.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017
Note 2: Property, Plant and Equipment; Intangible assets and Capital Work-in-Progress

Previous year :

Particulars	As at April 1, 2015		Cost / Deemed cost		As at March 31, 2016		As at April 1, 2015		Accumulated Depreciation and Amortisation		As at March 31, 2016		Carrying Amount	
	As at April 1, 2015	Additions	Additions	Deletions	As at March 31, 2016	As at March 31, 2016	As at April 1, 2015	As at March 31, 2016	As at April 1, 2015	As at March 31, 2016	As at March 31, 2016	As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Property, Plant and Equipment														
Buildings	1.31	-	-	-	1.31	-	-	-	0.02	-	0.02	-	1.29	1.31
Plant and Machinery	20.54	6.92	-	-	27.46	-	-	-	1.81	-	1.81	-	25.65	20.54
Furniture and Fixtures	1.02	0.22	-	-	1.24	-	-	-	0.25	-	0.25	-	0.99	1.02
Vehicles	5.11	1.44	0.12	-	6.43	-	-	-	2.09	-	2.09	-	4.34	5.11
Office Equipments	2.07	0.56	0.01	-	2.62	-	-	-	1.10	-	1.10	-	1.52	2.07
Data Processing Equipments	2.42	0.56	-	-	2.98	-	-	-	1.26	-	1.26	-	1.72	2.42
Leasehold Improvements	0.24	-	-	-	0.24	-	-	-	0.17	-	0.17	-	0.07	0.24
Total	32.71	9.70	0.13	0.13	42.28	0.13	-	-	6.70	6.70	6.70	-	35.58	32.71
Intangible Assets														
Computer Software (Acquired)	6.13	0.11	-	-	6.24	-	-	-	2.57	-	2.57	-	3.67	6.13
Commercial Rights (Acquired)	3.71	-	-	-	3.71	-	-	-	0.26	-	0.26	-	3.45	3.71
Total	9.84	0.11	-	-	9.95	-	-	-	2.83	2.83	2.83	-	7.12	9.84
Capital Work-in-Progress														
	-	7.23	-	-	7.23	-	-	-	-	-	-	-	7.23	-
Grand Total	42.55	17.04	0.13	0.13	59.46	0.13	-	-	9.53	9.53	9.53	-	49.93	42.55



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 3: Investment property under development

₹ in Crore

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Investment property under development	-	-	-
Total	-	-	-

In the original financial statements, the following disclosures were given pertaining to Investment property under development. In the recast financial statements, this amount has been regrouped as "Consideration paid for acquisition of commercial premises" under Other non-current assets and shown in Note 9. Due to such re-grouping, the carrying value of Investment property under development is Nil.

Disclosure as per original financial statements

a. Investment property consists of 49,555 sq.ft. commercial property in Mumbai. The said property has been offered as a security given to one of the lenders of the Company.

For investment property existing as at April 1, 2015, i.e., its date of transition to Ind AS, the Company has used Indian GAAP carrying value as deemed costs.

The investment property is held under freehold interests.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 4: Investments

i. Investments in Subsidiaries

Particulars	Face value ₹	₹ in Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid)							
Investments in Equity Instruments (at deemed cost) :							
North Karnataka Expressway Limited (refer Note 4.1)	10	77,20,823	7.72	77,20,823	7.72	77,20,823	7.72
East Hyderabad Expressway Limited (refer Note 4.1)	10	2,16,89,400	15.08	2,16,89,400	15.08	2,16,89,400	15.08
ITNL International Pte. Ltd., Singapore (Face value US\$ 1 each)	Not Applicable	12,66,32,481	494.24	6,63,98,625	81.08	6,08,94,038	43.59
ITNL Road Infrastructure Development Company Limited (refer Note 4.1)	10	14,00,00,000	140.00	14,00,00,000	140.00	14,00,00,000	140.00
Elsamex S.A. (Face value Euro 60.10121 each) (refer Note 4.7)	Not Applicable	-	-	2,60,949	259.37	2,60,949	259.37
Vansh Nimay Infraprojects Limited (refer Note 4.2)	10	1,43,00,000	-	1,43,00,000	-	1,43,00,000	-
IL&FS Rail Limited	10	68,81,74,376	589.81	55,01,39,182	451.77	38,52,85,112	286.92
Hazaribagh Ranchi Expressway Limited	10	13,09,86,900	-	13,09,86,900	-	13,09,86,900	-
Pune Sholapur Road Development Company Limited (refer Note 4.1)	10	16,00,00,000	1.48	16,00,00,000	1.48	16,00,00,000	1.48
West Gujarat Expressway Limited (refer Note 4.1 and 4.4)	10	1,47,99,985	10.05	1,47,99,985	10.05	1,47,99,985	10.05
Moradabad Bareilly Expressway Limited (refer Note 4.1)	10	22,16,60,000	221.66	22,16,60,000	221.66	22,16,60,000	221.66
Jharkhand Road Projects Implementation Company Limited	10	24,24,48,000	-	24,24,48,000	-	24,24,48,000	-
Jharkhand Infrastructure Implementation Company Limited (refer Note 4.1)	10	4,49,99,940	45.00	1,24,50,000	12.45	-	-
Chenani Nashri Tunnelway Limited (refer Note 4.1)	10	37,20,00,000	360.56	37,20,00,000	360.56	37,20,00,000	360.56
MP Border Checkpost Development Company Limited	10	11,02,78,130	-	11,02,78,130	-	11,02,78,130	-
Badarpur Tollway Operations Management Limited	10	49,994	0.05	49,994	0.05	49,994	0.05
Rapid MetroRail Gurgaon Limited (refer Note 4.5)	10	1,82,39,128	18.24	1,82,39,128	18.24	19,33,32,083	106.91
Futureage Infrastructure India Limited	10	30,00,000	-	30,00,000	-	30,00,000	-
Charminar Robopark Limited	10	46,80,000	-	46,80,000	-	46,80,000	-
Karyavattom Sports Facilities Limited (refer Note 4.1)	10	4,31,19,940	43.12	4,31,19,940	43.12	4,31,19,940	43.12
Kiratpur Ner Chowk Expressway Limited (refer Note 4.1)	10	50,08,10,000	500.81	41,59,50,000	415.95	32,07,50,000	320.75
ITNL Offshore Pte. Ltd., Singapore (Face value US\$ 1 each)	Not Applicable	33,70,500	2.61	33,70,500	2.60	33,70,500	2.60
Baleshwar Kharagpur Expressway Limited (refer Note 4.1)	10	17,85,90,000	178.59	17,85,90,000	178.59	17,27,80,000	172.78
Sikar Bikaner Highway Limited (refer Note 4.1)	10	12,40,50,000	124.05	12,40,50,000	124.05	12,40,50,000	124.05
Rapid MetroRail Gurgaon South Limited (refer Note 4.1)	10	23,03,00,000	230.30	15,59,77,500	155.98	8,78,67,500	87.87
ITNL Africa Projects Ltd., Nigeria (Face value Nigerian Naira 1 each)	Not Applicable	25,00,000	-	25,00,000	-	25,00,000	-
Barwa Adda Expressway Limited (refer Note 4.1)	10	10,49,99,940	105.00	8,49,99,940	85.00	8,49,99,940	85.00
Khed Sinnar Expressway Limited (refer Note 4.1)	10	29,41,89,994	294.19	29,41,89,994	294.19	14,99,99,994	150.00
Andhra Pradesh Expressway Limited (refer Note 4.8)	10	-	-	42,93,440	4.29	42,93,440	4.29
GIFT Parking Facilities Limited	10	-	-	49,994	0.05	49,994	0.05
Amravati Chikhli Expressway Limited (refer Note 4.1)	10	1,80,49,994	18.05	1,15,49,994	11.55	-	-
Fagne Songadh Expressway Limited (refer Note 4.1)	10	1,41,49,994	14.15	85,49,994	8.55	-	-
ITNL Offshore Two Pte. Ltd. (Face value US\$ 1 each) (refer Note 4.1)	Not Applicable	50,000	0.31	50,000	0.31	1	0.00
ITNL Offshore Three Pte. Ltd. (Face value US\$ 1 each)	Not Applicable	1	0.00	1	0.00	1	0.00
Srinagar Sonamarg Tunnelway Limited (refer Note 4.1)	10	56,76,068	195.90	56,76,068	190.25	56,76,068	136.19
GRICL Rail Bridge Development Company Limited (refer Note 4.1)	10	42,00,000	4.20	50,000	0.05	-	-
Rajasthan Land Holdings Limited (refer Note 4.1)	10	20,00,000	2.50	20,00,000	2.50	-	-
Covered Warrant - IL&FS (refer footnote 4.3)							
- In favour of Chhattisgarh Highways Road Development Company Limited	10	74,00,000	7.40	74,00,000	7.40	74,00,000	7.40
- In favour of Jharkhand Road Projects Implementation Company Limited	10	1,70,00,000	-	1,70,00,000	-	1,70,00,000	-
Investments in Preference Shares (at amortised cost) :							
West Gujarat Expressway Limited	10	2,00,00,000	10.15	2,00,00,000	9.15	2,00,00,000	8.15
Andhra Pradesh Expressway Limited (refer Note 4.9)	10	-	-	22,00,00,000	93.69	22,00,00,000	84.95
Investments in units (at deemed cost) :							
ITNL Road Investment Trust ("IRIT")	1,000	10,68,955	76.90	10,96,062	79.61	10,96,062	79.61
Total Aggregate Unquoted Investments (A)			3,712.12		3,286.39		2,760.20



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Less : Provision for diminution in the value of Investments (B)						
Investments in Equity Instruments						
IL&FS Rail Limited	68,81,74,376	25.39	55,01,39,182	15.19	-	-
Chenani Nashri Tunnelway Limited	37,20,00,000	262.03	37,20,00,000	262.03	-	-
Badarpur Tollway Operations Management Limited	49,994	0.05	49,994	0.05	-	-
Rapid MetroRail Gurgaon Limited	1,82,39,128	8.13	1,82,39,128	8.13	-	-
GIFT Parking Facilities Limited	-	-	49,994	0.05	-	-
ITNL Offshore Two Pte. Ltd.	50,000	0.31	50,000	0.31	-	-
Srinagar Sonamarg Tunnelway Limited	56,76,068	27.53	56,76,068	27.53	-	-
		323.44		313.29		
Total Investments in Subsidiaries (A) - (B)		3,388.66		2,973.10		2,760.20

ii. Investments in Associates

Particulars	Face value ₹	₹ In Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Quoted Investments (all fully paid)							
Investments in Equity Instruments (at deemed cost)							
Noida Toll Bridge Company Limited (refer Note 4.6)	10	4,90,95,007	161.62	4,71,95,007	157.16	4,71,95,007	157.16
Less : Provision for diminution in the value of Investments			106.39		51.44		-
Total Aggregate Quoted Investments (A)			55.23		105.72		157.16
Unquoted Investments (all fully paid)							
Investments in Equity Instruments (at deemed cost)							
Gujarat Road and Infrastructure Company Limited (refer Note 4.1 and 4.10)	10	1,48,73,366	14.19	2,31,87,166	22.13	2,31,87,166	22.13
ITNL Toll Management Services Limited	10	24,500	0.02	24,500	0.02	24,500	0.02
Total Aggregate Unquoted Investments (B)			14.21		22.15		22.15
Total Investments (A) + (B)			69.44		127.87		179.31



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

iii. Investments in Joint Ventures

Particulars	Face value ₹	₹ In Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid)							
Investments In Equity Instruments (at deemed cost) (A)							
Covered Warrant - IL&FS (refer Note 4.3)							
- In favour of Road Infrastructure Development Company of Rajasthan Limited	10	16,25,00,000	162.50	16,25,00,000	162.50	16,25,00,000	162.50
- In favour of Jharkhand Accelerated Road Development Company Limited	10	74,00,000	7.40	74,00,000	7.40	74,00,000	7.40
Jorabat Shillong Expressway Limited (refer Note 4.1)	10	4,20,00,000	21.19	4,20,00,000	21.19	4,20,00,000	21.19
NAM Expressway Limited (refer Note 4.1)	10	11,67,54,970	116.75	11,67,54,970	116.75	11,67,54,970	116.75
Thiruvananthapuram Road Development Company Limited	10	1,70,30,000	-	1,70,30,000	-	1,70,30,000	-
Warora Chandrapur Ballarpur Toll Road Limited (refer Note 4.1)	10	6,17,08,500	61.71	6,17,08,500	61.71	6,17,08,500	61.71
Less : Provision for diminution in the value of investments (B)							
Investments In Equity Instruments (at deemed cost)							
Jorabat Shillong Expressway Limited (refer Note 4.1)	10	4,20,00,000	6.89	4,20,00,000	6.89	-	-
Total Investments In Equity Instruments (A) - (B)			362.66		362.66		369.55
Investments in debentures or bonds (at amortised cost)							
Road Infrastructure Development Company of Rajasthan Limited	10	-	-	-	-	3,20,00,000	32.00
Total Aggregate Unquoted Investments			362.66		362.66		401.55



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

iv. Other Non Current Investments

Particulars	Face value ₹	₹ in Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid) (at FVTPL)							
Investments in Equity Instruments							
Indian Highways Management Company Limited	10	5,000	0.01				
Investments in Equity Instruments							
Pipavav Railway Corporation Limited	10	1,20,00,000	17.90	1,20,00,000	17.90	1,20,00,000	17.90
Total Aggregate Unquoted Investments (A)			17.91		17.90		17.90
Add / (Less) : Fair valuation of Investment							
Pipavav Railway Corporation Limited (B)			7.95		4.23		(1.37)
Sub-total (B)			7.95		4.23		(1.37)
Total Investments Carrying Value (A) + (B)			25.86		22.13		16.53

v. Current portion of non-current investments

investments in joint ventures:

Particulars	Face value ₹	₹ in Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid)							
Investments in debentures (at amortised cost)							
Road Infrastructure Development Company of Rajasthan Limited	10			3,20,00,000	32.00		
Total					32.00		

vi. Breakup of investments into quoted and unquoted

Particulars	₹ in Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Cost / Deemed Cost	Market value	Cost / Deemed Cost	Market value	Cost / Deemed Cost	Market value
Quoted investments	161.62	55.23	157.16	105.72	157.16	157.16
Unquoted investments	3,685.02	NA	3,328.60	NA	3,200.42	NA
Total	3,846.63	55.23	3,485.75	105.72	3,357.59	157.16

vii. Other investments – as per Ind AS 109 classification

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Financial assets carried at fair value through profit or loss (FVTPL)			
Held for trading non-derivative financial assets	25.86	22.13	16.53
Total	25.86	22.13	16.53



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

- 4.1 The Company has given non-disposal undertakings to the lenders and the grantors of the Concession for its investment in 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, equity investors and the grantors of the Concession, the carrying value of which is ₹ 1,752.15 Crore as at March 31, 2017. (₹ 1,590.01 Crore as at March 31, 2016, ₹ 1,522.62 Crore as at April 1, 2015)
- 4.2 The Company has pledged 14,300,000 equity shares aggregating ₹ 14.50 Crore (As at March 31, 2016 - 14,300,000 equity shares aggregating ₹ 14.50 Crore, As at April 1, 2015 - 14,300,000 equity shares aggregating ₹ 14.50 Crore) of Vansh Nimay Infraprojects Limited ("Borrower") with Vistra ITCL (India) Limited (formerly known as 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").
- 4.3 The Company's investment in "Covered Warrants" aggregating to ₹ 177.30 Crore (As at March 31, 2016 ₹ 177.30 Crore; As at April 1, 2015 ₹ 177.30 Crore) issued by Infrastructure Leasing & Financial Services Limited ("IL&FS") are instruments under which the holder is entitled to a proportionate share of the dividend and the residual interest / economic benefit on the shares of the underlying investments. However, the rights available as equity shareholder are with IL&FS.
- 4.4 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").
- 4.5 During the year ended March 31, 2016, the Company has sold its investment of 202,602,955 equity shares held in Rapid MetroRail Gurgaon Limited to Infrastructure Leasing & Financial Services Limited, its holding company. The profit on sale of ₹ 141.82 crore from this transaction is included under Other income in Note 21.
- 4.6 Pursuant to the order of Hon'ble High Court of Allahabad, the collection of toll at Noida Toll Bridge Company Limited has been suspended since October 26, 2016 and the matter is pending with the Hon'ble Supreme Court. Based on the provisions of the Concession agreement (relating to the Compensation and other recourses) supported by legal opinion, the Company is confident that the underlying value of the Intangible and other assets are fully recoverable. Consequently the Company is of the view that it would be appropriate to carry the investment at deemed cost of ₹ 162.33 crore.
- 4.7 During the year ended March 31, 2017, the Company sold 260,949 equity shares (representing the Company's entire shareholding of 77.39%) of Elsames S.A., Spain, a subsidiary Company to its wholly owned subsidiary in Singapore, against issue of fresh equity shares. The said transaction is done pursuant to the disclosure made by the wholly owned subsidiary company in their International Bond offering document. The profit on sale of ₹ 153.79 crore (including reversal of fair value decrease of ₹ 12.86 crore) from this transaction is included under Other Income in Note 21.
- 4.8 During the year ended March 31, 2017, the Company sold 33,700,060 equity shares of Andhra Pradesh Expressway Limited, a subsidiary Company. The loss on sale of ₹ 1.18 crore from this transaction is included under Other Income in Note 21.
- 4.9 During the year ended March 31, 2017, by order of High Court of Bombay out of total 220,000,000 preference shares of Andhra Pradesh Expressway Limited held by the Company; 83,000,000 preference shares were cancelled and balance 137,000,000 preference shares were converted into 0.0001% interest bearing unsecured loan of ₹ 137 crore; resulting into profit (net) of ₹ 34.13 crores.
- 4.10 During the year ended March 31, 2017, the Company sold 8,313,800 equity shares (representing 15% shareholding) of Gujarat Road and Infrastructure Company Limited. The profit on sale of ₹ 101.85 crore from this transaction is included under Other Income in Note 21.
- 4.11 The Company has formed IL&FS Transportation Investment Trust ("InvIT") and identified 4 SPVs i.e. North Karnataka Expressway Limited, Hazaribagh Ranchi Expressway Limited, Jharkhand Road Projects Implementation Company Limited and Sikar Bikaner Highway Limited which will be transferred to InvIT once the funds are raised by InvIT.
- 4.12 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 the amount is paid towards acquisition of shares in SPV formed by SOMA and not towards acquisition of any commercial right the capitalisation in March 2015 and amortisation thereof made in the Original Financial Statements has been reversed and added to the cost of investments on acquisition of such additional stake. In the original financial statements, this amount was classified under Intangible Assets.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

I. Information as required under paragraph 17 (b) of Ind AS 27 for Investments in subsidiaries, joint ventures and associates :

The name of the Investees	Proportion of the ownership interest			The principal place of business	Country of Incorporation
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015		
Investments in subsidiaries					
East Hyderabad Expressway Limited	74.00%	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL International Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore
ITNL Road Infrastructure Development Company Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Elsamex S.A.	0.00%	100.00%	100.00%	San Severo n°18 Madrid, Spain-28042	Spain
Vansh Nimay Infraprojects Limited	90.00%	90.00%	90.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
IL&FS Rail Limited	83.25%	79.89%	73.56%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
Pune Sholapur Road Development Company Limited	90.91%	90.91%	90.91%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
West Gujarat Expressway Limited	74.00%	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Moradabad Bareilly Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Jharkhand Infrastructure Implementation Company Limited	100.00%	100.00%	100.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Chenani Nashri Tunnelway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
MP Border Checkpost Development Company Limited	74.00%	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Badarpur Tollway Operations Management Limited	100.00%	100.00%	100.00%	Toll Plaza, Mayur Vihar Link Road, Delhi - 110092	India
Rapid MetroRail Gurgaon Limited	44.12%	42.46%	82.81%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
Futureage Infrastructure India Limited	58.48%	58.48%	58.48%	3rd Floor, A-1, Crescent Krishna Metropolis, Rukminipuri, A 5 Rao Nagar, Hyderabad - 500062 Telangana	India
Charminar Robopark Limited	89.20%	89.20%	89.20%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Karyavattom Sports Facilities Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Kiratpur Ner Chowk Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Offshore Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore
Baleshwar Kharagpur Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Rapid MetroRail Gurgaon South Limited	89.11%	86.93%	82.81%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
ITNL Africa Projects Ltd.	100.00%	100.00%	100.00%	4th floor, Bank of Industry Bldg, Central Business District, Abuja	Nigeria
Barwa Adda Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Khed Sinnar Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Andhra Pradesh Expressway Limited	0.00%	86.74%	86.74%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
GIFT Parking Facilities Limited	0.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Amravati Chikhli Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Fagne Songadh Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Offshore Two Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore
ITNL Offshore Three Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Information as required under paragraph 17 (b) of Ind AS 27 for investments in subsidiaries, joint ventures and associates :

Srinagar Sonamarg Tunnelway Limited	49.00%	49.00%	49.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
GRICL Rail Bridge Development Company Limited	100.00%	100.00%	-	301, Shapath-1 Complex, Opp: Rajpath Club, Nr. Madhur Hotel, Sarkhej Highway, Bodakdev, Ahmedabad - 380015	India
Rajasthan Land Holdings Limited	100.00%	100.00%	-	1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road Jaipur 302005	India
North Karnataka Expressway Limited	93.50%	93.50%	93.50%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Sikar Bikaner Highway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Jharkhand Road Projects Implementation Company Limited	100.00%	100.00%	100.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Hazaribagh Ranchi Expressway Limited	99.99%	99.99%	99.99%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Road Investment Trust	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Chhattisgarh Highways Road Development Company Limited	74.00%	74.00%	74.00%	House No. 705, Sector 2, Avanti Vihar, Telibandha Raipur CT 492006	India
Investments in associates					
Noida Toll Bridge Company Limited (at deemed cost)	26.37%	25.35%	25.35%	DND Flyway Toll Plaza, Noida	India
Gujarat Road and Infrastructure Company Limited	26.81%	41.81%	41.81%	Office of The Secretary, To The Govt of Gujarat, Roads And Building Department, Gandhinagar	India
ITNL Toll Management Services Limited	49.00%	49.00%	49.00%	The Toll Plaza, DND Flyway, Noida - 201301	India
Investments in joint ventures					
Jorabat Shillong Expressway Limited	50.00%	50.00%	50.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
NAM Expressway Limited	50.00%	50.00%	50.00%	6-3-1089/G/10&11, Gumohar Avenue, Rajbhavan Road, Somajiguda, Hyderabad - 500082	India
Thiruvananthapuram Road Development Company Limited	50.00%	50.00%	50.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Road Infrastructure Development Company of Rajasthan Limited	50.00%	50.00%	50.00%	1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road Jaipur 302005	India
Jharkhand Accelerated Road Development Company Limited	74.00%	74.00%	74.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Warora Chandrapur Ballarpur Toll Road Limited	35.00%	35.00%	35.00%	4th Floor Madhu Madhav Tower, Laxmi Bhuvan Square, Dharampeth, Nagpur - 440010	India



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 5: Loans

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Loans to related parties*						
Unsecured, considered good	2,829.00	2,847.47	1,925.70	1,538.88	1,272.40	1,815.86
Unsecured, considered doubtful	-	83.80	-	83.80	-	36.50
Allowance for losses	(549.41)	(620.34)	(601.44)	(552.85)	(678.42)	(472.93)
Sub-total (A)	2,279.59	2,310.93	1,324.26	1,069.83	593.98	1,379.43
Loans to other parties						
Unsecured, considered good	144.09	104.20	99.24	191.51	22.07	197.98
Unsecured, considered doubtful	-	9.21	-	-	-	0
Allowance for losses	(64.57)	(91.22)	(15.03)	(135.61)	(19.92)	(139.38)
Sub-total (B)	79.52	22.19	84.21	55.90	2.15	58.60
Total (A+B)	2,359.11	2,333.12	1,408.47	1,125.73	596.13	1,438.03

*Includes outstanding non-current loans (including interest accrued) to subsidiaries of Rs. 2,729.64 crores for March 31, 2017 and outstanding non-current loans (including interest accrued) to subsidiaries and associates of Rs. 1,734.74 crores and Rs. 129.53 crores respectively for March 31, 2016 includes outstanding current loans (including interest accrued) to subsidiaries and associates of Rs. 2,477.76 crores for March 31, 2017 and outstanding current loans (including interest accrued) to subsidiaries and associates Rs. 1,196.68 crores and Rs. 153.80 crores respectively for March 31, 2016

5.1. Expected credit loss ("ECL") is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at Effective Interest Rate ("EIR").

5.2. The estimated realization date of the loans given (including accrued interest), has been taken by considering the cash flow model of the respective project SPV's which in the view of the management is the most realistic and appropriate way for estimating the realization date of the loans given (including accrued interest), with respect to the project SPV's. In respect of other than project SPV's, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated.

Movement in the expected credit loss:

Particulars	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Balance at beginning of the year	1,304.93	1,310.65
Expected credit loss allowance on loans given (Refer Note 27.3)	110.87	85.58
Reversal of Expected credit losses on loans given (Refer Note 27.3)	(90.26)	(91.30)
Balance at end of the year	1,325.54	1,304.93

Note 6: Other financial assets (Unsecured, considered good unless otherwise mentioned)

Particulars	₹ in Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Derivative asset	-	-	5.77	-	-	-
Security Deposits to related parties	0.25	-	2.25	-	2.25	-
Security Deposits to others	3.05	8.00	3.32	11.00	3.63	24.93
Retention Money Receivable from related parties (refer note 29)	300.17	-	181.31	-	140.29	-
Balances with Banks in deposit accounts (under lien) (Refer note 6.3)	52.64	-	24.41	-	167.47	-
Advance towards Share Application Money receivable from related parties	0.01	-	0.02	-	15.65	-
Advance towards Share Application Money receivable from others	-	-	-	-	20.00	-
Interest on trade receivables from related parties (Refer note 6.2)	-	135.94	-	-	-	-
Advances recoverable:						
From related parties (Refer note 6.1)	75.00	63.08	75.00	93.13	75.00	80.76
Allowance for expected credit loss	(21.61)	-	(27.40)	-	(32.56)	(5.26)
From related parties considered doubtful	-	40.17	-	49.98	-	3.18
Allowance for doubtful advances	-	(40.17)	-	(49.98)	-	(3.18)
From others	-	50.80	-	37.02	-	28.81
From others considered doubtful	20.00	-	20.00	-	-	-
Allowance for doubtful advances	(20.00)	-	(20.00)	-	-	-
Dividend receivable from related parties	-	0.00	-	-	-	-
Receivable for sale of investment	-	-	-	-	-	65.50
Other receivables	-	25.00	-	-	-	-
Unbilled Revenue from related parties (Note 29)	-	399.29	-	482.20	-	119.81
Total	409.51	682.11	264.68	623.35	391.73	314.55

6.1 'Advance recoverable from related parties of ₹ 75 crores includes ₹ 15 crores assigned by IL&FS in the name of the Company for the advances given by it to the GRICL with all the risk and rewards attached to the said advances. The Company has accepted the proposal given by IL&FS vide letter dated December 15, 2014 and accordingly the Company has accounted the corresponding amount payable to IL&FS under "Other current liabilities".

GRICL has written request letter to the Company vide letter dated March 30, 2015 for allowing it to continue the advance of ₹ 75 crores (Previous year ₹ 75 crores) as Advances towards Capital / Debt until the repayment of the DDB's and NCD's proposed to be repaid in the month July 2018 and thereafter the aforesaid advance may be converted into capital / debt.

The Company has given consent vide letter dated March 31, 2015 to GRICL to continue the classification of the advances towards Capital / debt as requested by GRICL.

6.2 'Interest on trade receivables from related parties amounting to ₹ 135.94 crores has been charged to certain SPVs for delayed payment. Such interest is only supported by internal executive decisions for part of the period and not by agreements with such SPVs. Since such SPVs have recognised the amount as expense, no adjustments have been made in recast standalone financial statement.

6.3 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, 2017

Note 7: Deferred Tax Liabilities (Net)

The following is the analysis of Deferred Tax Asset / (Liabilities) presented in the balance sheet:

₹ in Crore

Particulars	As at March 31, 2017	Movement Recognised In Statement of Profit and Loss	As at March 31, 2016	Movement Recognised In Statement of Profit and Loss	As at April 1, 2015
Property, plant and equipment	6.42	7.52	(1.10)	(0.03)	(1.07)
Unamortised borrowing costs	(88.85)	(24.74)	(64.09)	(13.26)	(50.84)
Allowance for doubtful loans / Expected credit loss on loans	-	-	-	-	-
Allowance for doubtful debts / Expected credit loss on receivables	0.10	-	0.10	-	0.10
Allowance for expected credit loss in other financial assets	-	-	-	-	-
Defined benefit obligation	1.59	(0.16)	1.75	0.13	1.62
Business loss (refer Note 7.1)	-	-	-	-	-
Capital loss (refer Note 7.1)	-	-	-	-	-
Fair valuation and Expected credit loss in investments (net)	-	-	-	-	-
Sub-total	(80.74)	(17.39)	(63.34)	(13.16)	(50.19)
MAT Credit Entitlement (refer Note 7.1)	-	-	-	(25.58)	25.58
Deferred Tax Asset / (Liabilities) (Net)	(80.74)	(17.39)	(63.34)	(38.73)	(24.61)

7.1. In view of what has been stated in note 46 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 for doubtful debts, loans and advances as well as MAT Credit Entitlement have been recognised.

Note 8: Non Current Tax Assets (net)

₹ in Crore

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Advance Payment of taxes	1,260.69	980.77	784.77
Provision for tax	(841.47)	(685.30)	(568.37)
Total	419.22	295.47	216.40



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 9: Other assets (Unsecured, considered good unless otherwise mentioned)

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Capital Advances	-	-	31.56	-	31.56	-
Preconstruction and Mobilisation advances paid to contractors and other advances	319.77	137.39	225.86	272.64	433.04	276.06
Mobilisation advances considered doubtful	-	25.10	-	-	-	-
Allowance for doubtful advances	-	(25.10)	-	-	-	-
Prepaid expenses	-	25.21	0.34	32.55	13.11	32.90
Gratuity Fund (Refer Note 32)	0.86	-	-	-	-	-
Indirect tax balances / Receivable credit	-	0.82	-	-	-	2.06
Recoverable from erstwhile Directors for managerial remuneration paid / accrued (Refer Note 9.2)	29.13	107.35	-	65.68	-	41.92
Recoverable from Holding Company (Refer Note 51.10)	55.65	-	44.44	-	20.08	-
Consideration paid for acquisition of commercial premises (Refer note 9.1)	115.30	-	115.30	-	115.30	-
Total	520.71	270.77	441.35	370.87	629.61	352.94

9.1 During the year ended March 31, 2013, the Company had exercised an option under an Agreement, by virtue of which it was entitled to 49,555 sq. ft. area in a commercial development project in Mumbai in lieu of the outstanding balance of advance given of ₹1,11.85 Crore (including interest accrued of ₹ 12.77 Crore). On exercising of option, the Company disclosed the amount under "Investment Property". 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 accordingly, possession of the same was not given to the Company. The Company had paid ₹ 3.46 Crore towards incidental expenses in relation to conversion which was also classified under Investment Property. In view of the above facts, the entire amount has been regrouped as "Consideration paid for acquisition of commercial premises". As stated in Note 3, the Company has given said property as security to one of the lenders. Subsequently the Company has been allotted designated commercial area of 49,555 sq.ft. in the said project vide letter dated May 22, 2015.

9.2 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 the Companies Act 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".



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

For FY 2016-17

Name	Nature of Payment	₹ In Crore		
		Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	4.65	1.54	3.11
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	2.97	1.54	1.43
Deepak Dasgupta	Commission	0.13	-	0.13
Deepak Satwalekar	Commission	-	-	-
R C Sinha	Commission	0.13	-	0.13
H P Jamdar	Commission	0.13	-	0.13
Neeru Singh	Commission	0.09	-	0.09
Ravi Parthasarathy	Commission	0.07	-	0.07
Hari Sankaran	Commission	0.07	-	0.07
Arun K Saha	Commission	0.07	-	0.07
Pradeep Puri	Commission	0.05	-	0.05
Vibhav Kapoor	Commission	-	-	-
	Total	8.36	3.08	5.28
	Financial year 2015-16 recoverable	8.77	1.44	7.33
	Financial year 2014-15 recoverable	9.54	1.29	8.25
	Financial Year 2013-14 recoverable	9.27	1.00	8.27
	Grand Total			29.13

For FY 2015-16:

Name	Nature of Payment	₹ In Crore		
		Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	15.23	1.96	13.27
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	9.40	1.77	7.62
Deepak Dasgupta	Commission	0.47	-	0.47
Deepak Satwalekar	Commission	0.34	-	0.34
R C Sinha	Commission	0.42	-	0.42
H P Jamdar	Commission	0.34	-	0.34
Neeru Singh	Commission	0.31	-	0.31
Ravi Parthasarathy	Commission	0.25	-	0.25
Hari Sankaran	Commission	0.25	-	0.25
Arun K Saha	Commission	0.24	-	0.24
Pradeep Puri	Commission	0.20	-	0.20
Vibhav Kapoor	Commission	0.13	-	0.13
	Total	27.58	3.73	23.85



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

For 1st April 2015:

Name	Nature of Payment	Amount recognised as per original financial statements	₹ In Crore	
			Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	10.50	1.24	9.27
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	6.14	1.05	5.09
Deepak Dasgupta	Commission	0.35	-	0.35
Deepak Satwalekar	Commission	0.25	-	0.25
R C Sinha	Commission	0.30	-	0.30
H P Jamdar	Commission	0.25	-	0.25
Neeru Singh	Commission	0.22	-	0.22
Ravi Parthasarathy	Commission	0.19	-	0.19
Hari Sankaran	Commission	0.19	-	0.19
Arun K Saha	Commission	0.17	-	0.17
Pradeep Puri	Commission	0.15	-	0.15
Vibhav Kapoor	Commission	0.08	-	0.08
Total		18.81	2.29	16.52



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 10: Inventories (At lower of cost and net realisable value)

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Raw materials	-	4.79	-
Stores and spares	22.59	-	-
Total	22.59	4.79	-

10.1. As certified by the Management, the inventories are lying at the construction site at the year end.

Note 11: Trade receivables

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Unsecured, considered good			
Trade receivables from related parties	2,520.35	3,830.37	2,481.95
Trade receivables from others	50.80	41.08	-
Unsecured, considered doubtful			
Trade receivables from related parties	244.01	244.01	257.51
Trade receivables from others	16.54	16.54	0.30
Allowance for losses	(522.34)	(589.53)	(534.93)
Total	2,309.36	3,542.47	2,204.83

*In the original financial statements, Rs. 16.54 crores was shown as 'Unsecured, considered doubtful' in March 31, 2017 and March 31, 2016 and Rs. 0.30 crores was shown as 'Unsecured, considered doubtful' in March 31, 2015. Based on the provision considered in the recast financial statements, Rs. 260.55 crores has been disclosed as 'Unsecured, considered doubtful' in March 31, 2017 and March 31, 2016 and Rs. 257.81 crores has been disclosed as 'Unsecured, considered doubtful' in March 31, 2015

11.1. There are no receivables due from directors or other officers of the company either severally or jointly with any other person; and from firms or private companies respectively in which any director is a partner, a director or a member.

11.2. Trade receivables are generally on terms of 30 to 90 days and certain receivables carry interest for overdue period.

11.3. Expected credit loss ("ECL") is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the weighted average cost of borrowings of the Company.

11.4. The estimated realization date of the receivables has been taken by considering the cash flow model of the respective project SPVs which in the view of the management is the most realistic and appropriate way for estimating the realization date of the receivables with respect to the project SPVs. In respect of other than project SPVs, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated.

Movement in the expected credit loss :

Particulars	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Balance at beginning of the year	589.53	534.93
Expected credit loss allowance on trade receivables (Refer Note 27.3)	94.81	179.24
Reversal of Expected credit losses on trade receivables (Refer Note 27.3)	(162.00)	(124.65)
Balance at end of the year	522.34	589.53
Pertaining to the ECL Adjustments	(67.19)	54.59
Pertaining to the adjustment for revenue at fair value (Refer Note 20.3)	(86.88)	(216.11)
Total	(154.07)	(161.52)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 12: Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the reporting period as shown in the statement of cash flows can be reconciled to the related items in the balance sheet as follows:

Particulars	₹ In Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Balances with Banks			
On current accounts	156.86	5.71	19.99
On deposit accounts#	4.09	4.24	4.24
Cash on hand	0.01	0.00	0.01
Cash and cash equivalents	160.96	9.95	24.24
Unpaid dividend accounts	0.11	0.11	0.09
Balances held as margin money or as security against borrowings	172.63	172.89	161.79
Other bank balances	172.74	173.00	161.88

includes ₹ 4.00 Crore marked as lien in favour of Aditya Birla Finance Limited

12.1. Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the company, and earn interest at the respective short-term deposit rates.

The Company has pledged a part of its short-term deposits to fulfil collateral requirements. Refer to Note 15.1 for further details.

12.2. For the purpose of the statement of cash flows, cash and cash equivalents comprise the following :

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Cash and cash equivalents	160.96	9.95	24.24
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 15)	132.35	136.70	-
Less – Unsecured Demand loans from banks (Bank overdraft) (shown under current borrowings in note 15)	9.39	15.26	23.89
Cash and cash equivalents for statement of cash flows	19.21	(142.01)	0.34

12.3. Non-cash transactions excluded from cash flow statement

- i. During the current year, there is a sale of 260,949 equity shares (representing the Company's entire shareholding of 77.39%) of Elsamex S.A., Spain, a subsidiary Company to ITNL International Pte. Ltd., Singapore ("IIPL") against issue of fresh equity shares of ₹ 413.30 crore by IIPL.
- ii. During the current year, there has been conversion of receivables into loans of ₹ 303.88 crore.
- iii. During the current year, the short term loans given to certain Group Companies have been assigned to certain existing lenders of the Company aggregating ₹ 1,320.00 crore.
- iv. During the current year, by order of High Court of Bombay out of total 220,000,000 preference shares of Andhra Pradesh Expressway Limited held by the Company; 83,000,000 preference shares were cancelled and balance 137,000,000 preference shares were converted into 0.0001% interest bearing unsecured loan of ₹ 137 crore.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 12: Cash and cash equivalents

v. The Company had given sub-debt to its subsidiary, Khed Sinner Expressway Limited of ₹ 144.10 crore. During the previous year, the same has been converted into 144,100,000 equity shares of ₹ 10 each.

vi. During the previous year, the sale consideration of ₹ 344.43 crore for sale of equity shares of Rapid MetroRail Gurgaon Limited to Infrastructure Leasing & Financial Services Limited ("IL&FS") has been adjusted against the outstanding borrowing from IL&FS.

12.4. Disclosure as required as per G.S.R. 308(E) dt March 30, 2017 of Ministry of Corporate Affairs:

Specified Bank Notes (SBN) held and transacted during the period November 8, 2016 to December 30, 2016 as provided in the table below:-

Particulars	Amounts in ₹		
	SBNs	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	9,80,500	5,21,451	15,01,951
(+) Permitted receipts	-	59,562	59,562
(-) Permitted payments	-	29,38,079	29,38,079
(+) Withdrawals from Bank	-	27,11,000	27,11,000
(-) Amount deposited in Banks	9,80,500	35,259	10,15,759
(+) Non-permitted receipts	-	-	-
(-) Non-permitted payments	-	-	-
Closing cash in hand as on December 30, 2016	-	3,18,675	3,18,675

The above disclosure is as given in the original financial statements. Since these recast financial statements have been prepared after a gap of more than 7 years from date of the original financial statements, the present management is unable to determine this.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 13: Equity Share Capital

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Number of Shares	₹ In Crore	Number of Shares	₹ In Crore	Number of Shares	₹ In Crore
Authorised : Equity Shares of ₹ 10/- each (refer Note 15.5)	50,00,00,000	500.00	50,00,00,000	500.00	50,00,00,000	500.00
Issued, Subscribed and Paid up : Equity Shares of ₹ 10/- each fully paid	32,89,60,027	328.96	32,89,60,027	328.96	24,67,20,020	246.72

13.1. Details of shares held by the holding company, the ultimate controlling party, their subsidiaries and associates

Equity shares	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Holding Company - Infrastructure Leasing & Financial Services Limited ("IL&FS")	23,65,82,632	23,65,82,632	17,14,50,000
Fellow subsidiary - IL&FS Financial Services Limited ("IFIN")	42,66,368	42,66,368	31,99,776

13.2. Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year :

Equity Shares	Year ended March 31, 2017		Year ended March 31, 2016	
	Number of Shares	₹ In Crore	Number of Shares	₹ In Crore
Shares outstanding at the beginning of the year	32,89,60,027	328.96	24,67,20,020	246.72
Shares issued during the year	-	-	8,22,40,007	82.24
Shares outstanding at the end of the year	32,89,60,027	328.96	32,89,60,027	328.96

13.3. Shareholders holding more than 5% of issued, subscribed and paid up equity share capital :

Equity Shareholder	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Number of Shares	% of total holding	Number of Shares	% of total holding	Number of Shares	% of total holding
IL&FS	23,65,82,632	71.92%	23,65,82,632	71.92%	17,14,50,000	69.49%

13.4. 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.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Final dividend proposed by the Board of Directors, is subject to the approval of the shareholders in the Annual General Meeting.

During the FY 2015-16, the Company issued 82,240,007 equity shares on rights basis in the ratio of 1:3 at a price of ₹ 90 per share having a face value of ₹ 10 each aggregating ₹ 82.24 Crore and premium of ₹ 80 each aggregating to ₹ 657.92 Crore. The loss per share has been accordingly adjusted for the effects of Rights Issue for the year ended March 31, 2016.

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

Particulars	₹ In Crore
Amount received from the issue	740.16
Utilisation :	
For repayment of loans	733.21
For working capital payments (including issue expenses)	6.95
Total utilisation	740.16
Balance amount unutilised as at year end	Nil



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 14: Other equity

₹ in Crore

Reserves and surplus	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Debenture Redemption Reserve (Refer Note 14.1)			
Balance at beginning of the year	46.14	46.14	46.14
Transfer (to) / from balance in Statement of Profit and Loss	-	0.00	-
Balance at end of the year	46.14	46.14	46.14
Securities premium account (Refer Note 14.4)			
Balance at beginning of the year	2,147.79	1,496.03	1,496.03
Addition during the year from issue of equity shares on a rights basis	-	657.92	-
Premium utilised towards discount on issue of Non-Convertible Debentures	(2.82)	-	-
Premium utilised towards rights issue expenses	-	(6.16)	-
Balance at end of the year	2,144.97	2,147.79	1,496.03
General reserve (Refer Note 14.2)			
Balance at beginning of the year	123.90	123.90	123.90
Balance at end of the year	123.90	123.90	123.90
Retained earnings (Refer Note 14.3)			
Balance at beginning of the year	(2,579.43)	(2,238.72)	(2,238.72)
Profit / (loss) attributable to owners of the Company	111.40	(221.93)	-
Payment of final dividends on equity shares (including dividend distribution tax)	(75.03)	(118.78)	-
Equity div and Pref div (To be grouped in Ind AS)	-	(0.00)	-
Transfer from / (to) debenture redemption redemption reserve	-	(0.00)	-
Balance at end of the year	(2,543.06)	(2,579.43)	(2,238.72)
Sub-Total	(228.05)	(261.60)	(572.65)
Items of other comprehensive income			
Cash Flow Hedge Reserve			
Balance at beginning of the year	(3.71)	(5.49)	(5.49)
Gain/(loss) arising on changes in fair value of designated portion of hedging instruments entered into for cash flow hedges	(35.62)	1.78	-
Balance at end of the year	(39.33)	(3.71)	(5.49)
Defined benefit plan adjustment			
Balance at beginning of the year	(1.91)	-	-
Actuarial loss on defined benefit plan	(0.03)	(1.91)	-
Balance at end of the year	(1.94)	(1.91)	-
Total Other Comprehensive Income	(41.27)	(5.62)	(5.49)
Total	(269.32)	(267.22)	(578.14)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 14: Other equity

Description of the nature and purpose of each reserve within equity is as follows :

14.1. Debenture Redemption Reserve (DRR)

The Company has issued several series of Non Convertible Debentures (NCDs). In terms of Section 71(4) of the Companies Act, 2013 read with rule 18(7)(b)(iii) of the Companies (Share capital and Debentures) Rules 2014, 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.

The method of creation of Debenture Redemption Reserve (DRR) has been modified during the year from equally proportionate basis to accelerating over the years basis using "Sum of Digits" method.

As per the provisions of section 71(4) of the Companies Act, 2013 read with the Companies (Share capital and Debentures) Rules, 2014, DRR shall be created out of the profits of the Company available for payment of dividend. The Company had profits for payment of dividend, as per original standalone financial statements and the management had additionally appropriated ₹ 63.50 Crore (March 31, 2016 ₹ 0.15 Crore) towards DRR. However, as per re-cast standalone financial statements, the Company does not have profits for payment of dividend, accordingly, such DRR has been reversed.

Accordingly, the shortfall in recognition of DRR as at the date of the balance sheet amounts to Rs. 211.24 Crore.

14.2. General Reserve

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.

14.3. Retained Earnings

Retained earnings are the profits that the Company has earned till date and is net of amount transferred to other reserves such as general reserves, debenture redemption reserve etc., amount distributed as dividend and adjustments on account of transition to Ind AS.

During the year ended March 31, 2017, the dividend of ₹ 2 per share (₹ 75.03 crore including dividend distribution tax of ₹ 9.29 crore) was paid to holders of fully paid equity shares. During the year ended March 31, 2016, the dividend paid was ₹ 4 per share (₹ 118.78 crore including dividend distribution tax of ₹ 20.09 crore).

14.4. Securities Premium

Securities premium account is credited when the shares are allotted at premium. It can be utilised in accordance with the provisions of Companies Act, 2013.

14.6. Provision for redemption premium

In the original standalone financial statements of the FY 2013-14, the erstwhile Board of Directors had created a provision of ₹ 2.56 Crore 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. Premium on redemption which is contractually accruing annually to the preference shareholders is accrued by way of appropriation out of the Securities Premium Account as is permissible within the Companies Act 2013 as maybe amended from time to time from the financial year 2014-15.

Accordingly, the shortfall in recognition of Redemption premium towards 20.50% CRPS as at the date of the balance sheet amounts to ₹ 2.56 Crore.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 15: Borrowings

Particulars	As at March 31, 2017				As at March 31, 2016			As at April 1, 2015		
	Long-term		Short-term		Long-term		Short-term	Long-term		Short-term
	Long-term	Current portion	Short-term		Long-term	Current portion	Short-term	Long-term	Current portion	Short-term
Secured (Refer Note 15.1)										
Term Loans from banks	3,173.29	782.41	185.69		1,954.25	502.00	12.00	1,362.77	262.37	27.00
Term Loans from financial institutions	386.10	22.50			75.00					
Demand loans from banks (Cash credit)			132.35				136.70			
Sub-total (A)	3,559.39	804.91	318.04		2,029.25	502.00	148.70	1,362.77	262.37	27.00
Unsecured										
Debentures (Refer Note 15.2)										
Unsecured Redeemable Non-Convertible Debentures (NCDs)	3,369.26				2,085.50			1,830.00		
Unsecured Redeemable NCDs (issued at discount)	286.65				300.00			300.00		
Term Loans from banks	505.50	70.00	1,160.00		673.52	444.74	759.40	622.65	1,110.12	448.00
Term Loans from financial institutions			300.00				300.00			300.00
Term Loans from related parties	75.00		31.98		780.00		733.50			225.00
Demand loans from banks (Bank Overdraft)			9.39				15.26			23.89
Commercial Paper			170.32				216.29			927.52
Redeemable preference share capital (Refer Note 15.4)	763.22	78.86			758.22	78.86		753.22	78.86	
Less : Unamortised borrowing costs	(276.48)				(181.54)			(134.14)		
Sub-total (B)	4,999.63	148.86	1,671.69		4,415.70	523.60	2,024.45	3,371.73	1,188.98	1,924.41
Less: Current maturities of long term debt clubbed under "other financial liabilities" (Note 16)		953.77				1,025.60			1,451.35	
Total (A+B-C)	8,559.02		1,989.73		6,444.95		2,173.15	4,734.50		1,951.41

15.1. Security details	As at March 31, 2017				As at March 31, 2016			As at April 1, 2015		
	Long-term		Short-term		Long-term		Short-term	Long-term		Short-term
	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term		
Secured against:										
An asset which was classified as Investment Property under development in the original financial statements (refer note 9.1)	115.31		115.31			115.31		115.31		
Current assets and receivables	3,840.66	118.04	2,337.25	136.70		1,371.20				
Fixed deposits	408.33	200.00	78.69	12.00		138.63				27.00
Total	4,364.30	318.04	2,531.25	148.70		1,625.14				27.00



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017

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

Series of NCDs	Face value per NCD (₹)	Rate of interest p.a.	Terms of repayment	Date of redemption	No. of NCDs issued	No. of NCDs outstanding As at March 31, 2017	No. of NCDs outstanding As at March 31, 2016	No. of NCDs outstanding As at April 1, 2015
ITNL 11.80% 2024	10,00,000	11.80%	Bullet repayment	3-Jan-25	2,500	2,500	2,500	2,500
ITNL 11.80% 2024	10,00,000	11.80%	Bullet repayment	21-Dec-24	2,500	2,500	2,500	2,500
ITNL 9.44% 2026	10,00,000	9.44%	Various Dates	25-Oct-24 to 27-Oct-26	2,500	2,500	-	-
ITNL 9.51% 2026	10,00,000	9.51%	Various Dates	16-Aug-24 to 18-Aug-26	1,000	1,000	-	-
ITNL 9.51% 2026	10,00,000	9.51%	Various Dates	9-Aug-24 to 10-Aug-26	2,000	2,000	-	-
ITNL 9.33% 2027 - Series B	10,00,000	9.20%	Various Dates	28-June-24 to 31-Mar-27	4,500	4,500	-	-
ITNL, 11.50%, 2024	10,00,000	11.50%	Bullet repayment	21-Jun-24	2,000	2,000	2,000	2,000
ITNL, 11.50%, 2024	10,00,000	11.50%	Bullet repayment	4-Feb-24	1,000	1,000	1,000	1,000
ITNL 9.20% 2022 - A	10,00,000	9.20%	Bullet repayment	15-Apr-22	3,000	3,000	-	-
ITNL 10.50% 2021	10,00,000	10.50%	Bullet repayment	8-May-21	1,250	1,250	1,250	-
ITNL 9.28% 2021	10,00,000	9.28%	Various Dates	30-Jul-20 to 30-Jun-21	2,000	2,000	-	-
ITNL 11.70% 2020	10,00,000	11.70%	Bullet repayment	27-Jul-20	2,250	2,250	2,250	-
ITNL 11.50% 2019	10,00,000	11.50%	Bullet repayment	20-Nov-19	1,250	1,250	1,250	1,250
NCD Tranche XIII Series B #	5,00,000	0.00%	Bullet repayment	23-Jun-19	500	500	500	-
ITNL 9.40% 2019	10,00,000	9.40%	Bullet repayment	5-Apr-19	4,250	4,250	4,250	-
NCD Tranche XIII Series A #	5,00,000	0.00%	Bullet repayment	23-Mar-19	7,300	7,300	7,300	-
ITNL, 12.00%, 2019 Series II *	10,00,000	12.00%	Bullet repayment	18-Mar-19	5,300	363	405	5,300
ITNL, 12.00%, 2019 *	10,00,000	12.00%	Bullet repayment	23-Jan-19	4,000	50	50	4,000
ITNL 11.10%	10,00,000	11.10%	Bullet repayment	10-Oct-18	1,000	-	1,000	-
ITNL 11.70% 2018	10,00,000	11.70%	Bullet repayment	12-Apr-18	1,500	1,500	1,500	1,500
ITNL 11.25%	10,00,000	11.25%	Bullet repayment	21-Apr-16	1,250	-	-	1,250
Total					52,850	41,713	27,755	21,300

These are 0% coupon NCDs having intrinsic rate of interest of 9.85% p.a.

* Debenture terms gives put option to debenture holder.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

15.3. Age-wise analysis and Repayment terms of the Company's Long term Borrowings (other than NCDs and Preference shares) are as below:

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015	Interest rate range		
	₹ in Crore	₹ in Crore	₹ in Crore	Frequency of Repayment*	Frequency of Repayment*	Frequency of Repayment*	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
1-3 Years	2,742.96	2,826.37	1,211.27	QT,Y,B	QT,Y,B	QT,Y,B	9.7% to 16.00%	9.1% to 16.25%	11.15% to 12.35%
3-5 Years	1,021.39	550.13	685.71	QT,Y	QT,Y	QT,B	10.46% to 11.95%	11.00% to 11.80%	10.80% to 12.25%
> 5 Years	375.54	2.91	10.09	Y	Y	QT	10.46% to 10.80%	11.00%	11.25%
Total	4,139.89	3,379.41	1,907.07						

* QT = Quarterly, HY = Half yearly, Y = Yearly and B = Bullet repayment

15.4. The Company has issued following series of Cumulative Redeemable Preference Shares ("CRPS") and Cumulative Non-Convertible Compulsorily Redeemable Preference Shares ("CNCRPS") aggregating to ₹ 752.90 crore:

Series Name	Number of shares	Face value per share	Premium received per share	Amount	Maturity date	Dividend payout	Redemption terms
20.50% CRPS	20,00,00,000	10	10	400.00	Refer footnote d.(i) below	20.50% per annum	Refer footnote d.(i) below
10.40% ITNL CNCRPS 2017	10,72,50,000	10	10	214.50	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	38.40	December 23, 2018	21.44% per annum	
1.1% ITNL CNCRPS 2021	5,00,00,000	10	10	100.00	January 17, 2021	22.32% per annum	

d.(i): 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 Crore)	Redemption Amount ₹ in Crore
31-May-17	2.00	41.84
31-May-18	2.00	42.34
31-May-19	3.00	64.26
31-May-20	3.00	65.01
31-May-21	3.00	65.76
31-May-22	3.00	66.51
31-May-23	3.00	67.26
31-May-24	0.50	11.34
31-May-25	0.50	11.48
Total	20.00	435.80



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15.5. Authorised preference share capital of the Company is 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore (as at March 31, 2016 : 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore; as at April 1, 2015 : 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore)

15.6. Rights of CRPS and CNCRPS holders are as follows:

The holder(s) of CRPS and CNCRPS shall have no voting rights other than in respect of matters directly affecting the rights attached to the CRPS and CNCRPS. In the event of any due and payable dividends on the CRPS and 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 CRPS and 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 CRPS and 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 CRPS and 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.

During the current year, preference dividend of ₹ 78.86 Crore (previous year ended March 31, 2016 : ₹ 78.86 Crore) was paid to holders of CRPS and CNCRPS.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 16: Other financial liabilities

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Derivative liability	55.40	-	-	-	7.83	-
Payable on account of Capital Expenditure	1.97	67.80	3.91	1.50	-	-
Retention money payable	282.40	-	334.14	-	247.69	-
Interest accrued	-	161.00	-	134.34	-	65.04
Unpaid dividends	-	0.13	-	0.11	-	0.09
Payable to related party - Holding company	-	-	-	-	-	15.00
Current maturities of long-term debt (refer note 15)	-	953.77	-	1,025.60	-	1,451.35
Total	339.77	1,182.70	338.05	1,161.55	255.52	1,531.48

Note 17: Provisions

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Employee benefits	2.70	18.20	2.35	19.02	1.86	23.33
Gratuity (Refer Note 32)	-	-	0.98	0.05	-	-
Provision for tax on Proposed Dividend on preference shares	-	16.05	(0.00)	16.05	-	16.05
Total	2.70	34.25	3.33	35.12	1.86	39.38



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 18: Other liabilities

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Mobilisation Advances Received (Note 29)	161.21	100.86	177.07	200.52	266.30	233.19
Unearned revenue (Note 29)	-	229.64	-	208.15	-	263.16
Statutory dues	-	89.00	-	44.59	-	14.22
Total	161.21	419.50	177.07	453.26	266.30	510.57

Note 19: Trade payables other than MSME

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Trade payables other than MSME	-	523.51	-	916.16	-	746.27
Bills payable	-	306.47	-	-	-	-
Total	-	829.98	-	916.16	-	746.27

19.1. 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 MSME 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 gap of more than 7 years from date of the original financial statements, the present management is unable to determine this.



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Note 20: Revenue from operations

₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Construction income (net) (Refer note 29)	2,991.00	3,648.21
Operation and maintenance income	226.14	214.92
Advisory, Design and Engineering fees (Refer note 20.1, 20.2 and 49)	157.53	486.86
Supervision fees	25.98	32.28
Total	3,400.65	4,382.27

20.1. Amount for FY 2015-16 includes Rs. 38.26 Crores billed to Ministry of Physical Infrastructure and Transport (MOPIT) being reimbursement of cost for preparation of Detailed Project Report on Fast Track Road project. This work was carried out pursuant to a Memorandum of Understanding (MOU) executed between the parties. However, as per such MOU, matters relating to reimbursement of any cost towards preparation of DPR was to be dealt in accordance with relevant regulations by MOPIT. The Management's understanding is that Build, Operate and Transfer (BOT) Law in Nepal provides for the reimbursement of the expense by MOPIT and hence, is confident of recovery of amount billed.

20.2. No adjustments have been made on account of excess Advisory, Design and Engineering fees charged to PSRDCL amounting to ₹ 4.34 crores as compared to what was agreed with the SPV as such expenses have been recognised by the SPV.

20.3. Construction income is net off ₹ 86.88 crore (previous year ₹ 216.11 crore) being adjustment for time value for recognising revenue at fair value. (Refer Note 11.4)

Note 21: Other Income

₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Interest income earned on financial assets that are not designated as at fair value through profit or loss	604.13	429.83
Interest on Bank deposits (at amortised cost)	15.04	24.50
Dividend Income (refer note 21.1)	65.96	27.35
Guarantee Fees Income	13.24	15.82
Foreign Exchange fluctuation gain (net)	-	0.65
Miscellaneous income	3.41	2.04
Profit on sale of investments (net) (Refer Note 4.5, 4.7, 4.8 and 4.10)	254.42	141.82
Profit on sale of investments (net) (Refer Note 4.9)	34.13	-
Insurance claim	17.37	21.83
Gain on disposal of property, plant and equipment	-	0.02
Gain arising on financial assets designated as at FVTPL	3.73	5.60
Reversal of Provision for Bad and Doubtful Debts (net)	-	-
Reversal of Provision for Bad Loans (net)	-	-
Total	1,011.43	669.46

21.1 The Company had erroneously recognised dividend income of ₹ 5.02 crores from IRIT as it was in excess of what was declared and distributed as dividend. Accordingly, it has been reversed.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 22: Cost of material consumed & Construction Cost

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Cost of material Consumed		
Purchase of raw material & stores and spares	36.96	62.37
Changes in inventories of raw material & stores and spares	(17.80)	(4.79)
Total	19.16	57.58
Construction Contract cost#	2,504.93	3,258.98

Includes expenditure of ₹ 11.71 crores (net) (for the year ended March 31, 2016 : reversal of expenditure of ₹ 1.53 crores (net)) (Note 51.4)

Note 23: Other Operating Expenses

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Fees for technical services / design and drawings	47.39	71.67
Operation and maintenance expenses (Refer Note 48)	145.08	160.18
Total	192.47	231.85

Note 24: Employee benefits expense

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Salaries and Wages	48.55	46.52
Contribution to provident and other funds (refer note 32)	6.02	7.29
Staff Welfare Expenses	5.77	5.21
Deputation Cost	9.53	6.69
Total	69.87	65.71



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 25: Finance costs

Particulars	₹ In Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Interest on bank overdrafts, loans and debentures	1,085.87	910.57
Discount on Commercial paper	21.51	109.22
Dividend on redeemable preference shares	96.75	99.92
Other borrowing costs	173.82	92.24
Loss / (gain) arising on derivatives designated as hedging instruments in cash flow hedges	40.32	(9.46)
(Gain) / Loss arising on adjustment for hedged item attributable to the hedged risk in a designated cash flow hedge accounting relationship	(40.32)	9.46
Total	1,377.95	1,211.95

25.1. Interest on bank overdrafts, loans and debentures is net off ₹ 14.80 Crore (previous year ₹ nil) on account of Credit Value Adjustment / Debit Value Adjustments (CVA / DVA) on derivative contracts on borrowings.

25.2. The weighted average rate on funds borrowed generally is 12.22% per annum (Previous year : 12.29% per annum).

Note 26: Depreciation and amortisation expense

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Depreciation of property, plant and equipment	8.07	6.70
Amortisation of intangible assets	5.78	2.83
Total depreciation and amortisation	13.85	9.53

Note 27: Other expenses

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Provision for doubtful loans	-	67.05
Provision for doubtful receivables	26.25	-
Provision for diminution in value of investments	65.10	285.20
(Reversal of Expected Credit Losses) / Expected Credit Losses on financial assets (net) (Refer Note 27.3)	(158.58)	(187.41)
Electricity	1.15	1.71
Travelling and conveyance	21.07	25.67
Printing and stationery	0.49	1.67
Rent	18.33	17.58
Rates and taxes	1.21	1.92
Repairs and maintenance (other than building and machinery)	7.81	7.84
Communication expenses	2.44	2.54
Insurance	20.99	21.76
Legal and consultation fees	18.17	15.12
Directors' fees	0.60	0.79
Bank commission	9.81	8.52
Loss on disposal of property, plant and equipment (net)	0.11	-
Foreign exchange fluctuation loss (net)	1.63	-
Bid documents expenses	0.65	0.71
Brand Subscription Fees	4.53	3.07
Corporate Social Responsibility expenses (Refer Note 27.1)	5.47	7.31
Miscellaneous expenses (Refer Note 27.2)	46.36	27.62
Total	93.59	308.67



IL&FS TRANSPORTATION NETWORKS LIMITED**Notes forming part of the recast financial statements for the year ended March 31, 2017**

27.1. In terms of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been formed by the Company. The areas for CSR activities as per the CSR policy are (i) Promotion of education, (ii) promoting gender equality and empowering women, (iii) reducing child mortality and improving maternal health, (iv) ensuring environmental sustainability, (v) employment enhancing vocational skills, (vi) social business projects, (vii) contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government or the State Governments for socioeconomic development and relief and funds for the welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women and (viii) such other matters as may be prescribed.

In line with Guidance Note on Accounting for Expenditure on Corporate Social Responsibility Activities, issued by the Institute of Chartered Accountants of India, the disclosure of the CSR expenditure during the year, is as under:

(a) Gross amount required to be spent by the company during the year: ₹ 5.89 crore (previous year ₹ 7.31 Crore)

(b) Amount spent during the year on:

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
(i) Skilling for employment	-	1.08
(ii) Livelihood Development	0.73	0.47
(iii) Education enhancement	2.48	2.81
(iv) Local Area projects	2.26	2.95
Total	5.47	7.31

The above disclosures including the amount required to be spent is as per Original Financial Statements and since CSR Committee had considered such amount and had already incurred CSR expenditure, the amount required to be spent has not been updated on account of recast financial statements since 2013-14 onwards.

27.2. Miscellaneous expenses includes payment to erstwhile auditors for the following:

Payments to erstwhile auditors	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
For audit	1.92	1.42
For tax audit	0.17	-
For other services	1.55	1.71
Service tax on Above	0.53	0.45
Total	4.17	3.58

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

Payments to auditors	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
For audit (including tax thereon)	0.21	0.21
For other services	-	-
Total	0.21	0.21

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



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Notes forming part of the recast financial statements for the year ended March 31, 2017

27.3. Movement in Expected credit losses

Particulars	₹ In Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Expected credit loss allowance on trade receivables (Refer Note 11.4)	94.81	179.24
Reversal of Expected credit losses on trade receivables	248.88	340.76
a. Reversal of Expected credit losses on trade receivables (net) (Refer Note 11.4)	(154.07)	(161.52)
Expected credit loss allowance on loans given (Refer Note 5.2)	110.87	85.58
Reversal of Expected credit losses on loans given (Refer Note 5.2)	90.26	91.30
b. Expected credit losses on loans given (net)	20.61	(5.72)
Reversal of Expected credit losses on other financial assets, unwinding of investment in preference shares and other assets (net)	25.12	20.17
c. Reversal of Expected credit losses on other financial assets, unwinding of investment in preference shares and other assets (net)	(25.12)	(20.17)
(Reversal of Expected Credit Losses) / Expected Credit Losses on financial assets (net) (a+b+c)	(158.58)	(187.41)

Note 28: Tax expenses

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Income tax recognised in profit or loss		
Current tax		
In respect of the current year	11.47	116.24
Minimum Alternate Tax		
In respect of the current year	-	(25.58)
	11.47	90.66
Deferred tax		
In respect of the current year	17.39	38.73
	17.39	38.73
Total	28.87	129.38

Note 29: Disclosure In respect of Construction Contracts

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Contract revenue recognised as revenue during the year (Note 20)	2,991.00	3,648.21

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Cumulative revenue recognised	17,709.43	14,718.43	11,070.22
Mobilisation Advances received (Refer Note 18)	262.07	377.59	499.49
Retention Money receivable (Refer Note 6)	300.17	181.31	140.29
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue) (Refer Note 6)	399.29	482.20	119.81
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue) (Refer Note 18)	229.64	208.15	263.16



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Note 30 : Financial instruments
30.1 Capital management

The Company endeavours to maintain sufficient levels of working capital, current assets, and current liabilities which helps the company to meet its expense obligations while also maintaining sufficient cash flow. The capital structure of the Company consists of net debt (borrowings as detailed in note 15 offset by cash and bank balances) and equity of the Company (comprising issued capital, reserves and retained earnings as detailed in note 13 and 14). The capital structure of the Company is reviewed by the management on a periodic basis.

30.1.1 Gearing ratio

The gearing ratio at end of the reporting period was as follows.

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Debit	11,663.52	9,778.04	8,202.90
Less: Cash & cash equivalents; and bank balances	333.70	182.95	186.12
Net debt	11,329.82	9,595.09	8,016.18
Total Equity	59.64	61.74	(331.42)
Net debt to total equity ratio (in times)	189.97	155.40	(24.19)

Debt is defined as long-term borrowings, current maturities of long-term borrowings, short-term borrowings and interest accrued thereon (excluding derivative, financial guarantee contracts), as described in note 15. Equity includes all capital and reserves of the Company that are managed as capital.

In order to achieve its overall objective, the Company's management, amongst other things, aims to ensure that it meets the financial covenants attached to the borrowings. Breaches in meeting the financial covenants would permit the bank to seek action as per terms of the agreement.

30.2 Categories of financial instruments

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Financial assets			
Fair value through profit and loss (FVTPL) - Investments	25.85	22.13	16.53
Derivative instruments designated as cash flow hedge	-	5.77	-
At amortised cost			
Trade Receivables	2,309.36	3,542.47	2,204.83
Cash & cash equivalents; and bank balances	333.70	182.95	186.12
Loans	4,692.23	2,534.19	2,034.16
Other financial assets	1,091.62	882.26	706.28
Financial liabilities			
Derivative instruments designated as cash flow hedge	55.40	-	7.83
At amortised cost			
Borrowings	10,548.75	8,618.10	6,685.91
Trade payables other than MSME	829.98	916.26	746.27
Other financial liabilities	1,467.08	1,499.60	1,779.17

As at March 31, 2017 there are no significant concentrations of credit risk for financial assets designated as FVTPL. The carrying amount reflected above represents Company's maximum exposure to credit risk for such financial assets.



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30.3 Financial risk management objectives

The Company's Corporate Treasury function monitors and manages the financial risks relating to the operations of the Company. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Company seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the Board of Directors. Compliance with policies and exposure limits is reviewed on a continuous basis. The Company does not enter into or trade in financial instruments, including derivative financial instruments, for speculative purposes.

The Corporate Treasury function reports to the Company's management, which monitors risks and policies implemented to mitigate risk exposures.

30.4 Market risk

The Company does not have activities that exposes it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. There has been no change to the Company's exposure to market risks or the manner in which these risks are managed and measured.

30.5 Foreign currency risk management

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilising cross currency interest rate swaps.

The carrying amounts of the Company's unhedged foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Particulars	₹ in Crore			
	Liabilities as at		Assets as at	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at April 1, 2015
USD	3.27	2.76	41.24	15.03
Euro	2.91	1.97	1.26	10.62
AED	-	-	0.06	-
GBP	-	3.53	-	-
SGD	4.53	3.50	-	-

30.6.1 Foreign currency sensitivity analysis

The Company is mainly exposed to the currency of United States and the currency of Eurozone.

The following table details the Company's sensitivity to a 10% increase and decrease in the ₹ against the relevant foreign currencies. 10% sensitivity indicates management's assessment of the reasonable possible change in foreign exchange rates. The sensitivity analysis includes only outstanding unhedged foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates.

Particulars	₹ in Crore			
	USD		Euro	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at April 1, 2015
Impact on Profit and loss	3.80	1.23	(0.17)	1.06
Impact on Total Equity	3.80	1.23	(0.17)	1.06



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Particulars	AED		GBP		SGD	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Impact on Profit and loss	0.01	-	-	(0.35)	(0.45)	(0.35)
Impact on Total Equity	0.01	-	-	(0.35)	(0.45)	(0.35)

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year.

30.6.2 Cross currency interest rate swap contracts

Under these swap contracts, the Company agrees to exchange the difference between fixed interest amounts based on functional currency notional principal amounts and floating rate interest amounts calculated on agreed foreign currency notional principal amounts. Also the Company agrees to exchange difference between the functional currency notional principal amount and the amount calculated based on the spot exchange rates on the foreign currency notional principal amount on specified dates. Such contracts enable the Company to mitigate the risk of changing interest rates and foreign exchange rates on the cash flows of issued foreign currency variable rate debt. The fair value of these swaps at the end of the reporting period is determined by discounting the future cash flows using the foreign currency and interest rate curves at the end of the reporting period and the credit risk inherent in these contracts, and is disclosed below. The average interest rate is based on the outstanding balances at the end of the reporting period.

The following tables detail the notional principal amounts and remaining terms of interest rate swap contracts outstanding at the end of the reporting period.

Cash flow hedges

Outstanding receive floating pay fixed contracts	USD in crore		Average contracted exchange rate		Average contracted fixed interest rate	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Upto 1 year:	3.16	-	63.33	-	10.80%	-
1 to 3 years	-	3.16	-	63.33	-	10.80%
3 to 5 years	8.70	-	67.30	-	10.66%	-
More than 5 years	5.80	-	67.30	-	10.66%	-
Total	17.66	3.16				

Outstanding receive floating pay fixed contracts	Notional principal value (₹ in Crore)		Fair value assets (liabilities) (₹ in Crore)	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Upto 1 year	200.00	-	2.66	-
1 to 3 years	-	200.00	-	5.77
3 to 5 years	585.47	-	(25.45)	-
More than 5 years	390.31	-	(32.61)	-
Total	1,175.78	200.00	(55.40)	(7.83)

The cross currency interest rate swap contracts are generally settled on a quarterly basis. The floating rate on the interest rate swaps is the 3 months LIBOR. The Company settles the difference between the fixed and floating interest rate on a net basis.

All cross currency interest rate swap contracts exchanging floating rate interest amounts for fixed rate interest amounts are designated as cash flow hedges in order to reduce the Company's cash flow exposure resulting from variable interest rates on borrowings. The cross currency interest rate swaps and the interest payments on the loan occur simultaneously and the amount accumulated in equity is reclassified to profit or loss over the period that the floating rate interest payments on debt affect profit or loss.



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30.7 Interest rate risk management

The Company is exposed to interest rate risk as it borrows funds at both fixed and floating interest rates. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings.

The Company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

30.7.1 Interest rate sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to the interest rates for all non-derivative variable interest rate instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the impact of the same is given in below table which is mainly attributable to the Company's exposure to interest rates on its variable rate borrowings

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Impact on Profit and loss	23.45	19.07
Impact on Total Equity	23.45	19.07

The Company's sensitivity to interest rates has decreased during the current year mainly due to the reduction in variable rate debt instruments and the increase in interest rate swaps to swap floating rate debt to fixed rate debt.

30.8 Commodity Price Risk

The Company requires construction materials for implementation (construction, operation and maintenance) of the projects, such as cement, bitumen, steel and others. For which, they have fixed price contract (with capped escalation charges) with the EPC contractor and Operation & Maintenance Contractor so as to manage the exposure to price increases in raw materials. Hence, the sensitivity analysis is not required.

30.9 Other price risks

The Company is exposed to equity price risks arising from equity investments which is not material.

30.10 Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and its financing activities (primarily loans given).

The credit risk on derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

30.10.1 Trade receivables and loans given :

Customer credit risk is managed by Company's accounts and treasury function. Outstanding receivables and loans are regularly monitored and provision is made for expected credit loss, if any. The trade receivables and loans given are unsecured. As at March 31, 2017, the Company had 9 customers (as at March 31, 2016: 12 customers, as at March 31, 2015: 8 customers) that owed the Company more than ₹ 100 crore each and accounted for approximately 82% (as at March 31, 2016: 91%, as at March 31, 2015: 86%) of all the receivables outstanding. As at March 31, 2017, the Company had 15 loanees (as at March 31, 2016: 11 loanees, as at March 31, 2015: 12 loanees) that owed the Company more than crore each and accounted for approximately 89% (as at March 31, 2016: 79%, as at March 31, 2015: 83%) of all the loans outstanding.

30.11 Liquidity risk management

The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. The endeavour of the Company is to constantly improve the ratio of short term to long term maturity profile so as to minimise the risk of having to refinance the borrowing at regular short intervals.

30.11.1 Liquidity and interest risk tables

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the Company may be required to pay.



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Particulars	March 31, 2017			March 31, 2016		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Weighted average effective interest rate (%)						
Upto 1 year	1,186.06	12.08%	12.34%		12.26%	12.31%
1-3 years	182.52	2,702.44	1,315.41	1,052.28	2,170.09	1,021.89
3-5 years	30.10	2,203.19	3,071.11	237.06	1,550.85	2,215.47
More than 5 years	-	563.36	1,378.13	100.93	559.45	1,142.02
Total	1,398.68	5,468.99	8,756.05	1,390.27	4,283.39	5,599.36

Particulars	April 1, 2015		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Weighted average effective interest rate (%)			
Upto 1 year	826.40	12.51%	11.78%
1-3 years	184.42	2,606.41	1,494.61
3-5 years	71.10	1,584.75	1,331.22
More than 5 years	-	432.60	2,020.93
Total	1,081.92	4,623.32	6,537.97

The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities is subject to change if changes in variable interest rates differ to those estimates of interest rates determined at the end of the reporting period.

The following table details the Company's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of the financial assets including interest that will be earned on those assets. The inclusion of information on non-derivative financial assets is necessary in order to understand the Company's liquidity risk management as the liquidity is managed on a net asset and liability basis.

Particulars	March 31, 2017			March 31, 2016			April 1, 2015		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Upto 1 year	4,082.39	-	13.02%	4,838.54	-	13.03%	-	-	13.34%
1-3 years	306.93	-	2,971.04	1,590.43	-	2,101.30	2,987.88	-	2,101.30
3-5 years	33.20	-	492.34	153.31	-	173.16	234.55	-	1.93
More than 5 years	238.99	-	426.24	57.07	-	31.37	89.27	-	292.82
Total	4,661.51	-	4,149.69	5,104.44	-	4,522.26	3,386.60	-	2,580.07
			8,039.31			6,317.22			4,976.12



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The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities is subject to change if changes in variable interest rates differ to those estimates of interest rates determined at the end of the reporting period.

The following table details the Company's liquidity analysis for its derivative financial instruments. The table has been drawn up based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

Particulars	₹ In Crore	
	March 31, 2017	April 1, 2015
Cross currency interest rate swaps		
Upto 1 year	215.43	21.60
1-3 years	619.99	43.70
3-5 years	793.89	221.60
More than 5 years	432.09	-

30.12 Fair value measurements

This note provides information about how the Company determines fair values of various financial assets and financial liabilities.

30.12.1 Fair value of the Company's material financial assets and financial liabilities that are measured at fair value on a recurring basis

Some of the Company's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used).

Financial assets/ financial liabilities	Fair value		Fair value hierarchy	₹ In Crore	
	As at March 31, 2017	As at March 31, 2016		Significant unobservable input(s)	Relationship of unobservable inputs to fair value
Cross currency interest rate swap (refer note 6 and 16)	55.40	(5.77)	Level 2	None	None
Investment in equity shares of Pipavav Railway Corporation Limited	25.85	22.13	Level 3	Future cash flows are estimated based on forward exchange rates & observable yield curves at the end of the reporting period and contract forward interest rates. Contract rates discounted at a rate that reflects the credit risk of various counterparties.	Net assets of the investee company based on its audited financial statements



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30.12. Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

₹ in Crore

	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets						
<u>At amortised cost</u>						
Trade Receivables	2,309.36	2,309.36	3,542.47	3,542.47	2,204.83	2,204.83
Cash & cash equivalents; and bank balances	333.70	333.70	182.95	182.95	186.12	186.12
Loans	4,692.23	4,830.06	2,534.19	2,541.25	2,042.60	2,042.60
Other financial assets	1,091.62	1,091.62	882.26	882.26	706.28	706.28
Financial liabilities						
<u>At amortised cost</u>						
Borrowings	10,548.75	10,716.71	8,618.10	8,671.30	6,685.91	6,685.91
Trade payables other than MSME	829.98	829.98	916.26	916.26	746.27	746.27
Other financial liabilities	1,467.08	1,467.08	1,499.60	1,499.60	1,779.17	1,779.17

₹ in Crore

Fair value hierarchy	As at March 31, 2017			As at March 31, 2016			As at April 1, 2015		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets									
<u>At amortised cost</u>									
Trade Receivables	-	-	2,309.36	-	-	3,542.47	-	-	2,204.83
Cash & cash equivalents; and bank balances	-	-	333.70	-	-	182.95	-	-	186.12
Loans	-	-	4,830.06	-	-	2,541.25	-	-	2,042.60
Other financial assets	-	-	1,091.62	-	-	882.26	-	-	706.28
Financial liabilities									
<u>At amortised cost</u>									
Borrowings	-	-	10,716.71	-	-	8,671.30	-	-	6,685.91
Trade payables other than MSME	-	-	829.98	-	-	916.26	-	-	746.27
Other financial liabilities	-	-	1,467.08	-	-	1,499.60	-	-	1,779.17

The fair values of the financial assets and financial liabilities above have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties.



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Note 31 : Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2017 and March 31, 2016

₹ in Crore

	Year ended March 31, 2017	Year ended March 31, 2016
Profit / (loss) before tax	140.26	(92.54)
Enacted tax rate in India	34.608%	34.608%
Expected Income tax expenses / (benefit) at statutory tax rate	48.54	(32.03)
Preference dividend accounted as finance cost	33.48	-
Provision for doubtful loans and receivables	(58.05)	110.71
Dividend Income exempt from tax	(24.57)	(9.46)
CSR Expenses	-	2.13
Effect of expenses that are not deductible in determining taxable profit	-	(11.20)
Effect of incomes which are exempt from tax	-	(0.97)
Difference in normal and MAT tax rate	(7.13)	-
Difference in profits between IGAAP and Ind AS financials	-	57.12
Difference in profits between original and recast financials	19.19	-
Utilisation of MAT credit	-	(25.58)
Others	-	(0.06)
Current tax (A)	11.47	90.66
Incremental Deferred tax liability/ (asset) on deductible taxable differences	24.90	13.13
Incremental Deferred tax liability/ (asset) on temporary differences of Tangible and Intangible Assets	(7.52)	0.03
Reversal of Deferred tax asset on MAT credit	-	25.58
Deferred tax (B)	17.39	38.73
Total (A+B)	28.86	129.38



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Note 32. Employee benefit plans**32.1 Defined contribution plans**

The Company offers its employees defined contribution benefits 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 year 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, contributions to superannuation fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary. The assets of the plans are held separately from those of the Company in funds under the control of Regional provident fund office and third party fund manager.

The total expense recognised in profit or loss of ₹ 6.02 crores (for the year ended March 31, 2016: ₹ 7.29 crore) represents contributions payable to these plans by the Company at rates specified in the rules of the plans.

32.2 Defined benefit plans

The Company offers its employees defined-benefit plans in the form of gratuity (a lump sum amount). Benefits under 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. The Company recognizes Actuarial Gain & Loss in the Other Comprehensive Income Account in the year in which they occur.

Under the plans, the employees are entitled to post-retirement lumpsum amounting to 30 days of final salary for each completed years of service. The eligible salary is Basic pay. Benefits are vested to employee on completion of 5 years.

Investment risk	The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined based on the benchmark yields available on Government Bonds at the valuation date with terms matching that of the liabilities. If the return on plan asset is below this rate, it will create a plan deficit.
Interest risk	A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's investments.
Longevity risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability. the salary increase rates take into account inflation, seniority, promotion and other relevant factors.

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. The principal assumptions used for the purposes of the actuarial valuations were as follows.



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Particulars	Valuation as at		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Discount rate(s)	6.69%	7.77%	7.84%
Rate of increase in compensation [#]	5%	6.50%	6.50%
Mortality rates*	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate
Employee Attrition rate (Past service)	PS: 0 to 40 : 6.1%	PS: 0 to 40 : 2%	PS: 0 to 40 : 2%

[#] 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.

* Based on India's standard mortality table with modification to reflect expected changes in mortality/ others.

Amounts recognised in statement of profit and loss in respect of these defined benefit plans are as follows.

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Service cost:		
Current service cost	1.62	1.66
Past service cost and (gain)/loss from settlements	-	-
Net interest expense	(0.05)	(0.19)
Components of defined benefit costs recognised in profit or loss	1.57	1.47
Remeasurement on the net defined benefit liability:		
Return on plan assets (excluding amounts included in net interest expense)	(0.02)	0.23
Actuarial (gains) / losses arising from changes in demographic assumptions*	0.25	-
Actuarial (gains) / losses arising from changes in financial assumptions	(0.34)	0.06
Actuarial (gains) / losses arising from experience adjustments	0.15	1.61
Components of defined benefit costs recognised in other comprehensive Income	0.03	1.91
Total	1.60	3.38

* This figure does not reflect interrelationship between demographic assumption and financial assumption when a limit is applied on the benefit, the effect will be shown as an experience

The current service cost and the net interest expense for the year are included in the 'Employee benefits expense' line item in the statement of profit and loss. The remeasurement of the net defined benefit liability is included in other comprehensive income. The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plans is as follows.

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Present value of funded defined benefit obligation	11.81	9.70	6.39
Fair value of plan assets	12.62	8.68	8.45
Funded status	0.82	(1.02)	2.06
Net asset / (liability) arising from defined benefit obligation	0.82	(1.02)	2.06



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Movements in the present value of the defined benefit obligation are as follows.

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Opening defined benefit obligation	9.70	6.39	4.53
Current service cost	1.62	1.66	1.21
Interest cost	0.74	0.48	0.40
Remeasurement (gains)/losses:	-	-	-
Actuarial gains and losses arising from changes in demographic assumptions	0.25	-	-
Actuarial gains and losses arising from changes in financial assumptions	(0.34)	0.06	0.71
Actuarial gains and losses arising from experience adjustments	0.15	1.61	(0.15)
Benefits paid	(0.30)	(0.51)	(0.31)
Closing defined benefit obligation	11.81	9.70	6.39

Movements in the fair value of the plan assets are as follows.

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Opening fair value of plan assets	8.68	8.45	6.64
Interest income	0.79	0.67	0.69
Remeasurement gain (loss):	-	-	-
Return on plan assets (excluding amounts included in net interest expense)	0.02	(0.23)	0.22
Adjustment to Opening Fair Value of Plan Asset	(0.12)	-	-
Contributions from the employer	3.55	0.29	1.22
Benefits paid	(0.30)	(0.51)	(0.31)
Closing fair value of plan assets	12.62	8.68	8.45

The fair value of the plan assets at the end of the reporting period for each category, are as follows.

Particulars	Fair Value of plan asset as at		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Cash and cash equivalents	-	-	-
Gratuity Fund (LIC)	12.62	8.68	8.45
Others [describe]	-	-	-
Total	12.62	8.68	8.45

All of the Plan Asset is entrusted to LIC of India under their Company Gratuity Scheme. The reimbursement is subject to LIC's Surrender Policy. Since the scheme funds are invested with LIC of India Expected rate of return on Plan assets is based on rate of return declared by fund managers.

The actual return on plan assets was ₹ 0.81 crore (2016: ₹ 0.48 crore).

Significant actuarial assumptions for the determination of the defined obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.



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· If the discount rate is 100 basis points higher/(lower), the defined benefit obligation would decrease by ₹ 0.82 crore (decrease by ₹ 0.95 crore as at March 31, 2016) (decrease by ₹ 0.65 crore as at April 1, 2015) and increase by ₹ 0.93 crore (increase by ₹ 1.11 crore as at March 31, 2016) (increase by ₹ 0.76 crore as at April 1, 2015).

· If the salary escalation rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ 0.90 crore (increase by ₹ 1.10 crore as at March 31, 2016) (increase by ₹ 0.75 crore as at April 1, 2015) and decrease by ₹ 0.81 crore (decrease by ₹ 0.96 crore as at March 31, 2016) (decrease by ₹ 0.65 crore as at April 1, 2015).

· If the Attrition rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ 0.07 crore (increase by ₹ 0.09 crore as at March 31, 2016) (increase by ₹ 0.04 crore as at April 1, 2015) and decrease by ₹ 0.08 crore (decrease by ₹ 0.07 crore as at March 31, 2016) (decrease by ₹ 0.04 crore as at April 1, 2015).

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

Asset Liability Comparisons

Year	As at April 1, 2015	As at March 31, 2016	As at March 31, 2017
PVO at end of the year	6.39	9.70	11.81
Plan Assets	8.45	8.68	12.62
Surplus/(Deficit)	2.06	(1.02)	0.82
Experience adjustments on plan assets	-	(0.23)	0.02

1. Analysis of Defined Benefit Obligation

The number of members under the scheme have increased by 7.07%. Similarly the total salary increased by 10.85% during the accounting period. The resultant liability at the end of the period over the beginning of the period has increased by 21.75%

2 Expected rate of return basis

Since the scheme funds are invested with LIC of India Expected rate of return on Plan assets is based on rate of return declared by fund managers.

3 Description of Plan Assets and Reimbursement Conditions

100% of the Plan Asset is entrusted to LIC of India under their Company Gratuity Scheme. The reimbursement is subject to LIC's Surrender Policy

The average duration of the benefit obligation at March 31, 2017 is 9.87 years (as at March 31, 2016: 16 years; as at April 1, 2015: 16 years).

The expected contributions to the defined benefit plan for the next annual reporting period as at March 31 2017 is ₹ 1.64 crore (as at March 31 2016 is ₹ 1.41 Crore; as at April 1, 2015 is ₹ 0.74 Crore)



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Note 33 A: Contingent Liabilities and Commitments

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(i) Contingent Liabilities (Refer Note 33.1)			
a) Claims against the Company not acknowledged as debts			
- Income tax demands contested by the Company	10.15	10.15	8.12
- Indirect tax demands contested by the Company	4.87	4.05	-
- Claims made by contractors	-	22.97	-
b) Guarantees (Refer Note 33.2)			
- Guarantees/counter guarantees issued to outsider in respect of group companies	1,389.05	1,444.82	1,688.07
- Guarantees/counter guarantees issued to outsider in respect of other than group companies	31.72	7.72	9.27
c) Put option on sale of investment	Unascertainable	Unascertainable	Unascertainable
<p>d) During the year 2013-14, 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; of which the outstanding balance of loans as on 31 March 2017 is ₹ 235 crores.</p> <p>During the year 2012-13, 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; of which the outstanding balance of loans as on 31 March 2017 is ₹ 52 crores.</p>			
(ii) Commitments			
Capital Commitments	8.63	-	-
Sub-debt Commitments	1,134.10	1,432.06	1,477.68
Investment Commitments	1,963.33	2,066.93	976.01

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

33.2. Certain bankers have issued guarantees which have been shown under "Guarantees/counter guarantees issued in respect of group companies" aggregating ₹ 12.96 Crore (as at March 31, 2016 : ₹ 13.26 Crore, as at April 1, 2015 : ₹ 201.11 Crore) against a first charge on the receivables (including loans and advances) of the Company.

Note 33 B: Letter of comfort, letter of awareness and letter of financial support

a. The Company has issued letter of comfort / letter of awareness to banks and a related party in respect of loans availed by a few of its subsidiaries aggregating to ₹ 2,535 Crore as at March 31, 2017 (as at March 31, 2016 ₹ 1,920.79 Crore, as at April 1, 2015 ₹ 685.50 Crore)

b. Letter of financial support has been issued by the Company to ITNL Road Infrastructure Development Company Limited, West Gujarat Expressway Limited, Vansh Nimay Infraprojects Limited, ITNL International Pte. Ltd., Singapore, ITNL Offshore Pte. Ltd., Singapore, ITNL Africa Projects Ltd., Nigeria, ITNL International DMCC, Dubai, Sharjah General Services Company LLC, Dubai IIP USA LLC, MP Border Checkposts Development Company Limited and Thiruvananthapuram Road Development Company Limited to enable them to continue their operations and meet their financial obligations as and when they fall due.



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Note 34: 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 year ends are as under:

	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Future lease rentals :		
Within one year	4.96	2.27
Over one year but less than 5 years	4.53	1.57
More than 5 years	-	-
	Year ended March 31, 2017	Year ended March 31, 2016
Total amount charged to the Statement of Profit and Loss for rent in respect of these properties	6.77	7.24

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.

The Company has given certain machinery under a non-cancellable operating lease. The Company's future lease receivables under the operating lease arrangements as at the year ends are as under:

	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Future lease rentals :		
Within one year	22.50	-
Over one year but less than 5 years	33.80	-
More than 5 years	-	-
	Year ended March 31, 2017	Year ended March 31, 2016
Amount credited to the Statement of Profit and Loss for rent in respect of these machineries	0.31	-

The lease terms do not contain any exceptional / restrictive covenants nor are there any options given to lessee 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 35: Earnings per Equity Share :

Particulars	Unit	Year ended	
		March 31, 2017	March 31, 2016
Profit / (loss) after tax	₹ in Crore	111.40	(221.93)
Weighted average number of equity shares	Number	32,89,60,027	28,11,95,339
Nominal value per equity share	₹	10.00	10.00
Basic / Diluted earnings / (loss) per share	₹	3.39	(7.89)



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(i) Current 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	Amravati Chikhli Expressway Ltd	ACEL	
	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	
	Fagne Songadh Expressway Ltd	FSEL	
	Futureage Infrastructure India Limited	FIIL	
	GRICL Rail Bridge Development Company Limited	GRBDCL	
	Gift Parking Facilities Limited (upto 15th September 2016)	GPFL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd	IIPL	
	ITNL Offshore Pte Ltd	IOPL	
	ITNL Offshore Three Pte Ltd	IO3PL	
	ITNL Offshore Two Pte Ltd	IO2PL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Jharkhand Infrastructure Implementation Company Limited	JIIICL	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	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	
	Rajasthan Land Holdings Limited	RLHL	
	Scheme of ITNL Road Investment Trust	IRIT	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	Srinagar Sonmarg Tunnelway Limited	SSTL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Andhra Pradesh Expressway Limited	APEL
		Area De Servicio Coiros S.L.U.	
		Area De Servicio Punta Umbria S.L.U.	
		Atenea Seguridad Y Medico Ambiente S.A.	
		Beasolarta S.L.	
		Chattisgarh Highways Development Company Limited	CHDCL
		Chirayu Kath Real Estate Private Limited	
		CIESM-INTEVIA S.A. Sociedad Unipersonal	
		Conservacion de Infraestructuras De Mexico SA DE CV	
		Control 7, S. A	
Devika Bulldestate Private Limited			
Elsamex Colombia SAS			
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, S.L, Sociedad Unipersonal			
Elsamex Maintenance Services Limited		EMSL	
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex S.A. LLC			
Elsamex S.A., Spain		ELSA	
ESM Mantenimiento Integral DE S.A DE C.V			
Flemingo Landbase Private Limited			
Grusamar Albania SHPK			
Grusamar Engenharia & Consultoria Brasil LTDA			
Grusamar India Limited		GIL	
Grusamar Ingenieria Y Consulting Colombia SAS			
Grusamar Ingenieria Y Consulting, SL Sociedad Unipersonal			
IIPL USA LLC			
Inteval Gestao Integral Rodoviaria, S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International Developer LLC			
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IJLT	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(i) Current Year

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

Nature of Relationship	Name of Entity	Abbreviation used	
Subsidiaries - Indirect	Mantenimiento Y Conservacion De Vialidades, S.A. de C.V.		
	North Karnataka Expressway Limited	NKEL	
	Rapid MetroRail Gurgaon Limited	RMGL	
	Rapid MetroRail Gurgaon South Limited	RMGSL	
	Senalizacion Viales E Imagen, S.V.		
	Sharjah General Services Company LLC		
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Yala Construction Company Private Limited	YCCPL	
	Apptex Marketing Services & Solutions Limited	APMSSL	
	Bhopal E-Governance Limited	B EGL	
	Gujarat Integrated Maritime Complex Private Limited	GIMCL	
	IL&FS Airport Limited	IAL	
	IL&FS Cluster Development Initiative Limited	ICDI	
	IL&FS Energy Development Company Limited	IEDCL	
	IL&FS Environment Infrastructure & Services Limited	IEISL	
	IL&FS Financial Services Limited	IFIN	
	IL&FS Global Financial Services (UK) Ltd.	IGFSLUK	
	IL&FS Global Financial Services Pte. Ltd.	IGFSL	
	IL&FS Maritime Infrastructure Company Limited	IMICL	
	IL&FS Renewable Energy Limited	IREL	
	IL&FS Securities Services Limited	ISSL	
	IL&FS Skills Development Corporation Limited	ISDC	
	IL&FS Technologies Ltd.	ITL	
	IL&FS Township & Urban Assets Limited	ITUAL	
	IL&FS Tamil Nadu Power Company Limited	ITPCL	
	IL&FS Water Limited	IWL	
	IL&FS Wind Power Limited	IWPL	
	Kanak Resources Management Limited	KRML	
	Livia India Limited	LIL	
	Mota Layja Gas Power Company Limited	MLGPCL	
	Nana Layja Power Company Limited	NLGPCL	
	PT Mantimin Coal Mining	PTMCM	
	Rohtas Bio Energy Limited	RBEL	
	Sabarmati Capital One Limited	SCOL	
	Tierra Enviro Limited	TEL	
	Unique Waste Processing Company Limited	UWPCL	
	Associates	ITNL Toll Management Services Limited	ITMSL
		Gujarat Road and Infrastructure Company Limited	GRICL
		Noida Toll Bridge Company Limited	NTBCL
		Geotecnia y Control De Qualitat, S.A.	
Consorcio De Obras Civiles, Conciviles, S.R.L			
Vias Y Construcciones, Viacon, S. R. L.			
CGI 8 S.A.		CGI-8	
Elsamex Infrastructure Company WLL		EICWLL	
Elsamex Road Technology Company Limited		ERT(China)	
Ramky Elsamex Ring Road Limited, Hyderabad		REHRR	
Joint Ventures	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION	
	Jorabat Shillong Expressway Limited	JSEL	
	Road Infrastructure Development Company of Rajasthan Limited	RIDCOR	
	Jharkhand Accelerated Road Development Company Limited	JARDCL	
	Thiruvananthapuram Road Development Company Limited	TRDCL	
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL	
	N.A.M. Expressway Limited	NAMEL	
	Chongqing Yuhe Expressway Co. Ltd.		
	RIDCOR Infra Projects Limited (Subsidiary of RIDCOR)	RIPL	
	Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
Mr. Krishna Ghag, Company Secretary			
Mr. Dilip Bhatia, Chief Financial Officer			
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)		



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Balances							
Equity share Capital							
ILFS	236.58	-	-	-	-	-	236.58
OTHERS	-	-	4.27	-	-	-	4.27
	236.58	-	4.27	-	-	-	240.85
Interest accrued but not due on borrowings							
NKEL	-	9.98	-	-	-	-	9.98
	-	9.98	-	-	-	-	9.98
Long-Term Borrowings							
IFIN	-	-	200.00	-	-	-	200.00
IMICL	-	-	200.00	-	-	-	200.00
RIPL	-	-	-	-	75.00	-	75.00
OTHERS	-	-	58.56	-	-	-	58.56
	-	-	458.56	-	75.00	-	533.56
Short-term Borrowings							
NKEL	-	25.15	-	-	-	-	25.15
OTHERS	0.83	3.00	3.00	-	-	-	6.83
	0.83	28.15	3.00	-	-	-	31.98
Mobilisation Advance paid							
EMSL	-	1.75	-	-	-	-	1.75
ITL	-	-	4.00	-	-	-	4.00
	-	1.75	4.00	-	-	-	5.75
Mobilisation Advances Received (Long-term)							
IRIDCL	-	57.90	-	-	-	-	57.90
KNCEL	-	18.98	-	-	-	-	18.98
SSTL	-	77.58	-	-	-	-	77.58
OTHERS	-	6.76	-	-	-	-	6.76
	-	161.22	-	-	-	-	161.22
Mobilisation Advances Received (Short-term)							
BAEL	-	59.52	-	-	-	-	59.52
KNCEL	-	28.62	-	-	-	-	28.62
OTHERS	-	4.69	-	-	8.03	-	12.72
	-	92.83	-	-	8.03	-	100.86
Allowance for losses on loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	259.13	-	-	-	-	259.13
MPBCDCL	-	224.78	-	-	-	-	224.78
SBHL	-	139.45	-	-	-	-	139.45
TRDCL	-	-	-	-	145.94	-	145.94
OTHERS	-	211.63	-	-	8.65	-	220.28
	-	1,105.37	-	-	154.59	-	1,259.96
Allowance for losses on debts							
CNTL	-	128.98	-	-	-	-	128.98
MPBCDCL	-	222.70	-	-	-	-	222.70
OTHERS	-	93.16	18.36	-	29.67	-	141.19
	-	444.84	18.36	-	29.67	-	492.87
Excess Brand subscription fees Recoverable							
ILFS	55.65	-	-	-	-	-	55.65
	55.65	-	-	-	-	-	55.65
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	16.99	16.99
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	9.65	9.65
	-	-	-	-	-	26.64	26.64
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
	-	-	-	-	-	0.15	0.15



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Retention Money Payable							
ELSAIND	-	1.03	-	-	-	-	1.03
EMSL	-	4.24	-	-	-	-	4.24
ITL	-	-	1.55	-	-	-	1.55
OTHERS	-	0.78	0.03	-	-	-	0.81
	-	6.05	1.58	-	-	-	7.63
Retention Money Receivable							
CNTL	-	96.19	-	-	-	-	96.19
JSEL	-	-	-	-	40.68	-	40.68
KSEL	-	71.75	-	-	-	-	71.75
PSRDCL	-	48.68	-	-	-	-	48.68
SBHL	-	36.20	-	-	-	-	36.20
OTHERS	-	6.67	-	-	-	-	6.67
	-	259.49	-	-	40.68	-	300.17
Trade Receivables							
CNTL	-	475.49	-	-	-	-	475.49
KSEL	-	364.51	-	-	-	-	364.51
MPBCDCL	-	275.56	-	-	-	-	275.56
SSTL	-	296.57	-	-	-	-	296.57
FSEL	-	307.52	-	-	-	-	307.52
OTHERS	-	900.97	19.74	0.12	97.73	-	1,018.56
	-	2,620.62	19.74	0.12	97.73	-	2,738.21
Unbilled Revenue							
JSEL	-	-	-	-	167.29	-	167.29
KNCEL	-	120.41	-	-	-	-	120.41
RMGSL	-	49.32	-	-	-	-	49.32
OTHERS	-	61.74	-	-	0.53	-	62.27
	-	231.47	-	-	167.82	-	399.29
Unearned Revenue							
BAEL	-	48.38	-	-	-	-	48.38
MBEL	-	78.95	-	-	-	-	78.95
MPBCDCL	-	68.77	-	-	-	-	68.77
OTHERS	-	33.56	-	-	-	-	33.56
	-	229.66	-	-	-	-	229.66
Provision for diminution in value of Investments							
NTBCL	-	-	-	106.39	-	-	106.39
CNTL	-	262.03	-	-	-	-	262.03
OTHERS	-	61.41	-	-	6.89	-	68.30
	-	323.44	-	106.39	6.89	-	436.72
Dividend receivable							
IRIT	-	-	-	-	-	-	-
Allowance for doubtful advances							
IO2PL	-	14.00	-	-	-	-	14.00
IAL	-	-	23.46	-	-	-	23.46
OTHERS	-	2.70	-	-	0.01	-	2.71
	-	16.70	23.46	-	0.01	-	40.17
Trade payables other than MSME							
ILFS	26.92	-	-	-	-	-	26.92
EMSL	-	16.24	-	-	-	-	16.24
IFIN	-	-	24.07	-	-	-	24.07
IRL	-	68.86	-	-	-	-	68.86
OTHERS	-	3.88	0.95	-	2.39	-	7.22
	26.92	88.98	25.02	-	2.39	-	143.31
Other advances to related party							
GRICL	-	-	-	75.00	-	-	75.00
	-	-	-	75.00	-	-	75.00
Advances Recoverable							
BAEL	-	17.91	-	-	-	-	17.91



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
KSEL	-	64.98	-	-	-	-	64.98
ELSA	-	18.52	-	-	-	-	18.52
OTHERS	0.01	50.26	6.46	0.50	4.45	-	61.68
	0.01	151.67	6.46	0.50	4.45	-	163.09
Advances recoverable considered doubtful							
IAL	-	-	22.06	-	-	-	22.06
OTHERS	-	1.40	-	-	-	-	1.40
	-	1.40	22.06	-	-	-	23.46
Investments							
IRL	-	688.17	-	-	-	-	688.17
IIPL	-	779.92	-	-	-	-	779.92
OTHERS	-	3,400.66	-	205.83	407.39	-	4,013.88
	-	4,868.75	-	205.83	407.39	-	5,481.97
Loans given - Non current							
BAEL	-	764.71	-	-	-	-	764.71
JRPICL	-	419.53	-	-	-	-	419.53
KSEL	-	321.52	-	-	-	-	321.52
MPBCDCL	-	393.00	-	-	-	-	393.00
OTHERS	-	830.88	-	-	99.38	-	930.26
	-	2,729.64	-	-	99.38	-	2,829.02
Loans given - Current							
IRIDCL	-	336.32	-	-	-	-	336.32
MBEL	-	562.36	-	-	-	-	562.36
PSRDCL	-	542.58	-	-	-	-	542.58
OTHERS	-	1,036.50	55.55	0.83	313.34	-	1,406.22
	-	2,477.76	55.55	0.83	313.34	-	2,847.48
Fair Value Adjustment of Other advances to related party							
GRICL	-	-	-	21.61	-	-	21.61
	-	-	-	21.61	-	-	21.61
Fair Valuation of Investments - Decrease							
HREL	-	136.26	-	-	-	-	136.26
JRPICL	-	259.45	-	-	-	-	259.45
PSRDCL	-	158.52	-	-	-	-	158.52
IIPL	-	285.68	-	-	-	-	285.68
OTHERS	-	316.75	-	30.00	37.84	-	384.59
	-	1,156.66	-	30.00	37.84	-	1,224.50
Transactions							
Revenue from Operations							
BAEL	-	586.32	-	-	-	-	586.32
CNTL	-	343.54	-	-	-	-	343.54
KNCEL	-	576.13	-	-	-	-	576.13
KSEL	-	555.80	-	-	-	-	555.80
RMGSL	-	510.02	-	-	-	-	510.02
OTHERS	-	672.17	-	11.34	161.78	-	845.29
	-	3,243.98	-	11.34	161.78	-	3,417.10
Miscellaneous Income							
WGEL	-	0.96	-	-	-	-	0.96
NTBCL	-	-	-	0.66	-	-	0.66
OTHERS	-	-	0.60	-	-	-	0.60
	-	0.96	0.60	0.66	-	-	2.22
Dividend							
IRIT	-	41.07	-	-	-	-	41.07
NKEL	-	12.47	-	-	-	-	12.47
NTBCL	-	-	-	7.36	-	-	7.36
OTHERS	-	-	-	4.46	-	-	4.46
	-	53.54	-	11.82	-	-	65.36
Administrative and general expenses							
ILFS *	26.81	-	-	-	-	-	26.81



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
IGFSLUK	-	-	4.15	-	-	-	4.15
IGFSL	-	-	4.03	-	-	-	4.03
OTHERS	0.31	0.15	0.82	-	-	-	1.28
	27.12	0.15	9.00	-	-	-	36.27
Brand subscription fees (Expense)							
ILFS	4.53	-	-	-	-	-	4.53
	4.53	-	-	-	-	-	4.53
Commission Charges & monitoring fees							
ILFS	21.51	-	-	-	-	-	21.51
OTHERS	-	-	0.15	-	-	-	0.15
	21.51	-	0.15	-	-	-	21.66
Construction Cost							
EMSL	-	51.46	-	-	-	-	51.46
IRL	-	320.50	-	-	-	-	320.50
	-	371.96	-	-	-	-	371.96
Finance Charges							
IFIN	-	-	30.12	-	-	-	30.12
IGFSLUK	-	-	4.54	-	-	-	4.54
OTHERS	-	-	3.14	-	-	-	3.14
	-	-	37.80	-	-	-	37.80
Interest on Loans (Expense)							
UWPCL	-	-	17.56	-	-	-	17.56
LIL	-	-	30.03	-	-	-	30.03
MLGPCL	-	-	20.11	-	-	-	20.11
OTHERS	6.37	17.29	81.19	-	2.41	-	107.26
	6.37	17.29	148.89	-	2.41	-	174.96
Borrowings							
ILFS	1,180.83	-	-	-	-	-	1,180.83
IAL	-	-	361.00	-	-	-	361.00
ICDI	-	-	575.10	-	-	-	575.10
OTHERS	-	106.00	960.50	-	200.00	-	1,266.50
	1,180.83	106.00	1,896.60	-	200.00	-	3,383.43
Profit on Sale of Investment							
IPL	-	140.93	-	-	-	-	140.93
	-	140.93	-	-	-	-	140.93
Investment made / purchased							
IRL	-	138.04	-	-	-	-	138.04
KNCEL	-	84.86	-	-	-	-	84.86
IPL	-	413.16	-	-	-	-	413.16
OTHERS	-	143.12	-	-	-	-	143.12
	-	779.18	-	-	-	-	779.18
Purchase of Investment							
ILFS	4.52	-	-	-	-	-	4.52
	4.52	-	-	-	-	-	4.52
Sale of Investment							
IPL	-	272.23	-	-	-	-	272.23
	-	272.23	-	-	-	-	272.23
Purchase of Units							
IRIT	-	0.23	-	-	-	-	0.23
	-	0.23	-	-	-	-	0.23
Redemption of Units							
IRIT	-	2.94	-	-	-	-	2.94
	-	2.94	-	-	-	-	2.94
Operating Expenses (Other than Construction Cost)							
EMSL	-	94.52	-	-	-	-	94.52
OTHERS	-	2.32	-	-	-	-	2.32



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
	-	96.84	-	-	-	-	96.84
Remuneration to director / KMP							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.94	0.94
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.58	0.58
Mr Dilip Bhatia-Chief Financial Officer	-	-	-	-	-	1.50	1.50
	-	-	-	-	-	3.02	3.02
Rent Expense							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.34	0.34
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.08	0.08
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.45	0.45
Mr Dilip Bhatia-Chief Financial Officer	-	-	-	-	-	0.02	0.02
	-	-	-	-	-	0.89	0.89
Repayment of Borrowings							
ILFS	1,180.00	-	-	-	-	-	1,180.00
ICDI	-	-	575.10	-	-	-	575.10
OTHERS	-	430.35	2,479.50	-	125.00	-	3,034.85
	1,180.00	430.35	3,054.60	-	125.00	-	4,789.95
Loans given							
CNTL	-	762.80	-	-	-	-	762.80
IRIDCL	-	643.85	-	-	-	-	643.85
JRPICL	-	780.62	-	-	-	-	780.62
JSEL	-	-	-	-	643.37	-	643.37
MBEL	-	956.04	-	-	-	-	956.04
PSRDCL	-	1,064.71	-	-	-	-	1,064.71
OTHERS	-	1,334.57	53.63	0.83	180.77	-	1,569.80
	-	5,542.59	53.63	0.83	824.14	-	6,421.19
Repayment of loans given							
CNTL	-	674.12	-	-	-	-	674.12
IRIDCL	-	488.90	-	-	-	-	488.90
JRPICL	-	624.65	-	-	-	-	624.65
JSEL	-	-	-	-	486.82	-	486.82
MBEL	-	502.25	-	-	-	-	502.25
PSRDCL	-	551.00	-	-	-	-	551.00
OTHERS	-	1,015.86	15.57	-	187.28	-	1,218.71
	-	3,856.78	15.57	-	674.10	-	4,546.45
Other Interest							
IFIN	-	-	2.32	-	-	-	2.32
	-	-	2.32	-	-	-	2.32
Expected Credit Loss on Other Financial Assets							
PTMCM	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Allowance for Expected Credit losses on loans							
SBHL	-	82.74	-	-	-	-	82.74
SSTL	-	26.51	-	-	-	-	26.51
OTHERS	-	20.31	-	-	-	-	20.31
	-	129.57	-	-	-	-	129.57
Reversal of Allowance for Expected Credit losses on loans							
CNTL	-	3.87	-	-	-	-	3.87
WGEL	-	15.32	-	-	-	-	15.32
MBEL	-	3.53	-	-	-	-	3.53
OTHERS	-	1.13	-	-	0.06	-	1.19
	-	23.85	-	-	0.06	-	23.91
Allowance for Expected Credit losses on debts							
CNTL	-	51.02	-	-	-	-	51.02
WGEL	-	14.06	-	-	-	-	14.06
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	6.14	-	-	5.27	-	11.41
	-	71.22	18.36	-	5.27	-	94.85

IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Reversal of Allowance for Expected Credit losses on debts							
MPBCDCL	-	16.35	-	-	-	-	16.35
SSTL	-	27.28	-	-	-	-	27.28
BAEL	-	35.22	-	-	-	-	35.22
OTHERS	-	72.88	-	0.09	8.43	-	81.40
	-	151.73	-	0.09	8.43	-	160.25
Interest income on Financial Assets							
BAEL	-	159.88	-	-	-	-	159.88
OTHERS	-	397.54	2.24	-	27.55	-	427.33
	-	557.42	2.24	-	27.55	-	587.21
Guarantee Fees Income							
IO2PL	-	7.45	-	-	-	-	7.45
IO3PL	-	2.22	-	-	-	-	2.22
ELSA	-	3.93	-	-	-	-	3.93
OTHERS	-	0.11	-	-	-	-	0.11
	-	13.71	-	-	-	-	13.71
Capital Advance received							
IFIN	-	-	115.00	-	-	-	115.00
	-	-	115.00	-	-	-	115.00
Capital Advance repaid							
IFIN	-	-	115.00	-	-	-	115.00
	-	-	115.00	-	-	-	115.00
Finance Cost							
IFIN	-	-	20.50	-	-	-	20.50
IMICL	-	-	20.50	-	-	-	20.50
OTHERS	-	-	2.50	-	-	-	2.50
	-	-	43.50	-	-	-	43.50
Redemption of Debenture							
RIDCOR	-	-	-	-	32.00	-	32.00
	-	-	-	-	32.00	-	32.00
Reversal of Expected credit losses on other financial assets							
GRICL	-	-	-	5.79	-	-	5.79
APEL	-	7.18	-	-	-	-	7.18
OTHERS	-	1.00	-	-	-	-	1.00
	-	8.18	-	5.79	-	-	13.97
Allowance for doubtful advances							
IAL	-	-	1.40	-	-	-	1.40
IO2PL	-	7.16	-	-	-	-	7.16
OTHERS	-	-	-	-	-	-	-
	-	7.16	1.40	-	-	-	8.56
Reversal of Allowance for doubtful advances							
VNIL	-	0.02	-	-	-	-	0.02
PTMCM	-	-	18.36	-	-	-	18.36
	-	0.02	18.36	-	-	-	18.37
Provision for diminution in value of Investments							
NTBCL	-	-	-	54.95	-	-	54.95
IRL	-	10.20	-	-	-	-	10.20
	-	10.20	-	54.95	-	-	65.14
Reversal of Provision for diminution in value of Investments							
GPFL	-	0.05	-	-	-	-	0.05
	-	0.05	-	-	-	-	0.05
Reduction of Investments as per Court's Scheme							
APEL	-	83.00	-	-	-	-	83.00
	-	83.00	-	-	-	-	83.00
Conversion of Investments Into Loans as per Court's Scheme							
APEL	-	137.00	-	-	-	-	137.00



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
	-	137.00	-	-	-	-	137.00
Dividend Paid							
ILFS	47.32	-	-	-	-	-	47.32
IFSL	-	0.85	-	-	-	-	0.85
	47.32	0.85	-	-	-	-	48.17

Footnote : - * Includes Deputation cost of Rs 6.10 Crores charged by Holding Company "IL&FS"

Mr K Ramchand-Managing Director 3.68

Mr Mukund Sapre-Executive Director 2.42

6.10



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(ii) Previous Year - March 2016

(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	Amravati Chikhli Expressway Ltd (Incorporated on August 25, 2015)	ACEL	
	Badapur 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	
	Fagne Songadh Expressway Ltd (Incorporated on August 25, 2015)	FSEL	
	Futureage Infrastructure India Limited	FIIL	
	GIFT Parking Facilities Limited	GPFL	
	GRICL Rail Bridge Development Company Limited. (from March 31, 2016)	GRBDCL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd.	IIPL	
	ITNL Offshore Pte Ltd.	IOPL	
	ITNL Offshore Three Pte Ltd	IO3PL	
	ITNL Offshore Two Pte Ltd	IO2PL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Jharkhand Infrastructure Implementation Company Limited	JIICL	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	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	
	Rajasthan Land Holdings Limited (from March 31, 2016)	RLHL	
	Scheme of ITNL Road Investment Trust	IRIT	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Andhra Pradesh Expressway Limited	APEL
		Area De Servicio Coiros S.L.U.	
		Area De Servicio Punta Umbria S.L.U.	
		Atenea Seguridad Y Medico Ambiente S.A.	
		Beasolarta S.L.	
		Chattisgarh Highways Development Company Limited	CHDCL
		Chirayu Kath Real Estate Private Limited (from March 31, 2016)	
		CIESM-INTEVIA S.A. Sociedad Unipersonal	
		Conservacion de Infraestructuras De Mexico SA DE CV	
		Control 7, S. A	
		Devika Buildestate Private Limited (from March 31, 2016)	
Elsamex Colombia SAS			
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, S.L, Sociedad Unipersonal			
Elsamex Maintenance Services Limited		EMSL	
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex S.A. LLC USA			
Elsamex S.A..		ELSA	
ESM Mantenimiento Integral DE S.A DE C.V			
Flamingo Landbase Private Limited (from March 31, 2016)			
Grusamar Albania SHPK			
Grusamar Engenharia & Consultoria Brasil LTDA			
Grusamar India Limited		GIL	
Grusamar Ingenieria Y Consulting Colombia SAS			
Grusamar Ingenieria Y Consulting, SL Sociedad Unipersonal			
IIPL USA LLC			
Inteval Gestao Integral Rodoviaria, S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International Developer LLC (Company is subsidiary of ITNL International Pte Limited through Board Control)			
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IIULT	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(ii) Previous Year - March 2016

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

Nature of Relationship	Name of Entity	Abbreviation used	
Subsidiaries - Indirect	Mantenimiento Y Conservacion De Vialidades, S.A. de C.V.		
	North Karnataka Expressway Limited	NKEL	
	Park Line LLC		
	Rapid MetroRail Gurgaon Limited	RMGL	
	Rapid MetroRail Gurgaon South Limited	RMGSL	
	Senalizacion Viales E Imagen, S.V.		
	Sharjah General Services Company LLC		
	Srinagar Sonmarg Tunnelway Limited	SSTL	
	Yala Construction Company Private Limited	YCCPL	
	Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Apptex Marketing Services & Solutions Limited	APMSSL
Bhopal E-Governance Limited		B EGL	
Gujarat Integrated Maritime Complex Private Limited		GIMCL	
IL&FS Airport Limited		I AL	
IL&FS Capital Advisors Ltd.		I CAL	
IL&FS Cluster Development Initiative Limited		I CDI	
IL&FS Education & Technology Services Limited		I ETS	
IL&FS Energy Development Company Limited		I EDCL	
IL&FS Environment Infrastructure & Services Limited		I EISL	
IL&FS Financial Services Limited		I FIN	
IL&FS Global Financial Services (UK) Ltd.		I GFSLUK	
IL&FS Global Financial Services Pte. Ltd.		I GFSL	
IL&FS Maritime Infrastructure Company Limited		I MICL	
IL&FS Renewable Energy Limited		I REL	
IL&FS Securities Services Limited		I SSL	
IL&FS Skills Development Corporation Limited		I SDCL	
IL&FS Technologies Ltd.		I TL	
IL&FS Township & Urban Assets Limited		I TUAL	
IL&FS Trust Company Limited		I TCL	
IL&FS Water Limited		I WL	
IL&FS Wind Power Limited		I WPL	
Kanak Resources Management Limited		K RML	
Livia India Limited		L IL	
Mota Layja Gas Power Company Limited		M LGPCL	
PT Mantimin Coal Mining		P TMCM	
Rohtas Bio Energy Limited		R BEL	
Sabarmati Capital One Limited		S COL	
Skill Training Assessment Management Partners Limited		S TAMP	
Tierra Enviro Limited		T EL	
Unique Waste Processing Company Limited		U WPCL	
Associates		ITNL Toll Management Services Limited	I TMSL
		Gujarat Road and Infrastructure Company Limited	G RICL
		CGI 8 S.A.	C GI-8
	Elsamex Infrastructure Company WLL	E ICWLL	
	Elsamex Road Technology Company Limited	E RT(China)	
	Noida Toll Bridge Company Limited	N TBCL	
	Geotecnia y Control De Qualitat, S.A.		
	Consorcio De Obras Civiles, Conciviles, S.R.L		
	Vias Y Construcciones, Viacon, S. R. L.		
	Ramky Elsamex Ring Road Limited, Hyderabad	R EHRR	
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION	
	VCS-Enterprises Limited (upto February 18, 2016)	V CS	
	Joint Ventures	Jorabat Shillong Expressway Limited	J SEL
		N.A.M. Expressway Limited	N A MEL
		Jharkhand Accelerated Road Development Company Limited	J ARDCL
Chongqing Yuhe Expressway Co. Ltd. (held through subsidiary)			
Thiruvananthapuram Road Development Company Limited		T RDCL	
Warora Chandrapur Ballarpur Toll Road Limited		W CBTRL	
Road Infrastructure Development Company of Rajasthan Limited		R IDCOR	
Elsamex - ITNL JVCA		E IJVCA	
Key Management Personnel ("KMP")		Mr K Ramchand-Managing Director	
		Mr Mukund Sapre-Executive Director	
	Mr George Cherian-Chief Financial Officer (upto December 31 2015)		
	Mr Dilip Bhatia - Chief Financial Officer (from January 01, 2016)		
	Mr Krishna Ghag-Company Secretary		
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)		
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)		
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)		



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Balances							
Equity share Capital							
ILFS	236.58	-	-	-	-	-	236.58
OTHERS	-	-	4.27	-	-	-	4.27
	236.58	-	4.27	-	-	-	240.85
Interest accrued but not due on borrowings							
ILFS	13.58	-	-	-	-	-	13.58
NKEL	-	11.44	-	-	-	-	11.44
TEL	-	-	5.48	-	-	-	5.48
UWPCL	-	-	6.13	-	-	-	6.13
LIL	-	-	7.01	-	-	-	7.01
OTHERS	-	0.25	8.01	-	-	-	8.26
	13.58	11.69	26.63	-	-	-	51.90
Long-term Borrowings							
RMGSL	-	270.00	-	-	-	-	270.00
TEL	-	-	150.00	-	-	-	150.00
SCOL	-	-	157.00	-	-	-	157.00
MLGPCL	-	-	200.00	-	-	-	200.00
OTHERS	-	3.00	453.56	-	-	-	456.56
	-	273.00	960.56	-	-	-	1,233.56
Short-term Borrowings							
NKEL	-	79.50	-	-	-	-	79.50
UWPCL	-	-	200.00	-	-	-	200.00
LIL	-	-	276.00	-	-	-	276.00
BEGL	-	-	75.00	-	-	-	75.00
KRML	-	-	77.00	-	-	-	77.00
OTHERS	-	-	26.00	-	-	-	26.00
	-	79.50	654.00	-	-	-	733.50
Mobilisation Advance paid							
ITL	-	-	4.00	-	-	-	4.00
	-	-	4.00	-	-	-	4.00
Mobilisation Advances Received (Long-term)							
IRIDCL	-	57.95	-	-	-	-	57.95
KNCEL	-	24.75	-	-	-	-	24.75
SSTL	-	77.58	-	-	-	-	77.58
OTHERS	-	16.80	-	-	-	-	16.80
	-	177.08	-	-	-	-	177.08
Mobilisation Advances Received (Short-term)							
BAEL	-	76.90	-	-	-	-	76.90
CNTL	-	32.67	-	-	-	-	32.67
KNCEL	-	70.02	-	-	-	-	70.02
OTHERS	-	10.48	-	-	10.44	-	20.92
	-	190.07	-	-	10.44	-	200.51
Payable against property							
SCOL	-	-	5.41	-	-	-	5.41
	-	-	5.41	-	-	-	5.41
Provision for Doubtful Assets							
IAL	-	-	-	-	-	-	-
VNIL	-	-	-	-	-	-	-
Provision for diminution in value of investments							
CNTL	-	262.03	-	-	-	-	262.03
OTHERS	-	51.26	-	51.44	6.89	-	109.59
	-	313.29	-	51.44	6.89	-	371.62
Allowance for doubtful advances							
IO2PL	-	6.84	-	-	-	-	6.84
IAL	-	-	22.06	-	-	-	22.06



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(II) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	2.72	-	-	0.01	-	2.73
	-	9.56	40.42	-	0.01	-	49.99
Excess Brand subscription fees Recoverable							
ILFS	44.44	-	-	-	-	-	44.44
	44.44	-	-	-	-	-	44.44
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	13.27	13.27
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	7.62	7.62
	-	-	-	-	-	20.90	20.90
Purchase of Investments							
GRICL	-	-	-	0.05	-	-	0.05
	-	-	-	0.05	-	-	0.05
Purchase of Property							
SCOL	-	-	6.79	-	-	-	6.79
	-	-	6.79	-	-	-	6.79
Other Advances to related party							
GRICL	-	-	-	75.00	-	-	75.00
OTHERS	-	-	-	-	0.01	-	0.01
	-	-	-	75.00	0.01	-	75.01
Fair Value of other advances to related party							
GRICL	-	-	-	27.40	-	-	27.40
	-	-	-	27.40	-	-	27.40
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.05	0.05
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.05	0.05
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	2.00	2.00
	-	-	-	-	-	2.25	2.25
Retention Money Payable							
ELSAIND	-	1.03	-	-	-	-	1.03
EMSL	-	2.48	-	-	-	-	2.48
ITL	-	-	1.55	-	-	-	1.55
OTHERS	-	0.78	0.03	-	-	-	0.81
	-	4.29	1.58	-	-	-	5.87
Retention Money Receivable							
JSEL	-	-	-	-	39.29	-	39.29
KSEL	-	51.75	-	-	-	-	51.75
PSRDCL	-	48.54	-	-	-	-	48.54
SBHL	-	35.07	-	-	-	-	35.07
OTHERS	-	6.66	-	-	-	-	6.66
	-	142.02	-	-	39.29	-	181.31
Trade Receivables							
BAEL	-	643.47	-	-	-	-	643.47
KSEL	-	722.07	-	-	-	-	722.07
OTHERS	-	2,448.74	0.01	3.24	232.00	-	2,683.99
	-	3,814.28	0.01	3.24	232.00	-	4,049.53
Unamortised borrowing costs							
ILFS	0.49	-	-	-	-	-	0.49
IFIN	-	-	52.21	-	-	-	52.21
	0.49	-	52.21	-	-	-	52.70
Unbilled Revenue							
CNTL	-	218.25	-	-	-	-	218.25
JSEL	-	-	-	-	94.24	-	94.24



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
KNCEL	-	55.37	-	-	-	-	55.37
RMGSL	-	58.23	-	-	-	-	58.23
OTHERS	-	55.64	-	-	0.53	-	56.17
	-	387.49	-	-	94.77	-	482.26
Unearned Revenue							
IRIDCL	-	22.65	-	-	-	-	22.65
MBEL	-	81.81	-	-	-	-	81.81
MPBCDCL	-	67.15	-	-	-	-	67.15
OTHERS	-	36.60	-	-	-	-	36.60
	-	208.21	-	-	-	-	208.21
Allowance for Expected Credit Losses on Loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	259.13	-	-	-	-	259.13
MPBCDCL	-	224.78	-	-	-	-	224.78
TRDCL	-	-	-	-	145.94	-	145.94
OTHERS	-	245.35	0.02	-	8.71	-	254.08
	-	999.64	0.02	-	154.65	-	1,154.31
Allowance for Expected Credit Losses on Debtors							
CNTL	-	77.96	-	-	-	-	77.96
MPBCDCL	-	239.06	-	-	-	-	239.06
OTHERS	-	208.39	-	0.09	32.82	-	241.30
	-	525.40	-	0.09	32.82	-	558.31
Fair Valuation of Investments - Decrease							
JRPICL	-	259.45	-	-	-	-	259.45
IPL	-	285.68	-	-	-	-	285.68
PSRDCL	-	158.52	-	-	-	-	158.52
OTHERS	-	593.18	-	30.00	37.84	-	661.02
	-	1,296.83	-	30.00	37.84	-	1,364.67
Investments							
IRL	-	550.14	-	-	-	-	550.14
OTHERS	-	3,948.51	-	209.30	407.39	-	4,565.20
	-	4,498.65	-	209.30	407.39	-	5,115.34
Advances Recoverable							
ILFS	0.01	-	-	-	-	-	0.01
IAL	-	-	27.27	-	-	-	27.27
KSEL	-	17.18	-	-	-	-	17.18
PSRDCL	-	21.20	-	-	-	-	21.20
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	49.80	0.25	0.30	8.96	-	59.31
	0.01	88.18	45.88	0.30	8.96	-	143.33
Trade Payables other than MSME							
EMSL	-	29.41	-	-	-	-	29.41
ILFS	8.23	-	-	-	-	-	8.23
IFIN	-	-	25.48	-	-	-	25.48
IRL	-	157.39	-	-	-	-	157.39
OTHERS	-	3.60	12.59	-	2.39	-	18.58
	8.23	186.45	37.61	-	2.39	-	234.67
Loans given - Non current							
BAEL	-	471.41	-	-	-	-	471.41
JRPICL	-	264.97	-	-	-	-	264.97
KSEL	-	282.94	-	-	-	-	282.94
MPBCDCL	-	298.07	-	-	-	-	298.07
OTHERS	-	573.94	-	-	34.35	-	608.29
	-	1,891.33	-	-	34.35	-	1,925.68
Loans given - Current							
CNTL	-	205.67	-	-	-	-	205.67
HREL	-	348.33	-	-	-	-	348.33
IRIDCL	-	174.42	-	-	-	-	174.42



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
OTHERS	-	576.04	17.43	-	216.39	-	809.86
	-	1,304.46	17.43	-	216.39	-	1,538.28
Transactions							
Revenue from Operations							
BAEL	-	574.29	-	-	-	-	574.29
CNTL	-	718.61	-	-	-	-	718.61
KSEL	-	653.08	-	-	-	-	653.08
RMGSL	-	635.36	-	-	-	-	635.36
OTHERS	-	1,834.16	-	10.06	100.67	-	1,944.89
	-	4,415.50	-	10.06	100.67	-	4,526.23
Interest Income							
HREL	-	46.23	-	-	-	-	46.23
MPBCDCL	-	40.41	-	-	-	-	40.41
OTHERS	-	261.30	2.07	-	33.36	-	296.73
	-	347.94	2.07	-	33.36	-	383.37
Miscellaneous Income							
CNTL	-	9.66	-	-	-	-	9.66
IO2PL	-	7.58	-	-	-	-	7.58
BKEL	-	12.78	-	-	-	-	12.78
OTHERS	-	5.33	-	0.69	2.95	-	8.97
	-	35.35	-	0.69	2.95	-	38.99
Profit on Sale of Investment							
ILFS	141.82	-	-	-	-	-	141.82
	141.82	-	-	-	-	-	141.82
Finance Charges							
IFIN	-	-	29.36	-	-	-	31.03
OTHERS	-	-	0.16	-	-	-	0.16
	-	-	31.19	-	-	-	31.19
Administrative and general expenses							
ILFS*	18.44	-	-	-	-	-	18.58
OTHERS	-	-	0.11	-	-	-	0.11
	18.58	-	0.11	-	-	-	18.69
Brand subscription fees (Expense)							
ILFS	3.07	-	-	-	-	-	27.43
	27.43	-	-	-	-	-	27.43
Commission Charges							
ILFS	3.75	-	-	-	-	-	3.75
	3.75	-	-	-	-	-	3.75
Construction Cost							
IRL	-	346.69	-	-	-	-	346.69
OTHERS	-	19.92	4.89	-	-	-	24.81
	-	366.61	4.89	-	-	-	371.50
Operating Expenses (Other than Construction Cost)							
EMSL	-	136.27	-	-	-	-	153.45
OTHERS	-	0.63	-	-	-	-	0.63
	-	154.08	-	-	-	-	154.08
Corporate Social Responsibility Expenses							
IETS	-	-	3.09	-	-	-	3.09
ISDC	-	-	1.08	-	-	-	1.08
	-	-	4.17	-	-	-	4.17
Provision for diminution in value of investments							
CNTL	-	262.03	-	-	-	-	262.03
OTHERS	-	51.26	-	51.44	6.89	-	109.59
	-	313.29	-	51.44	6.89	-	371.62



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

Particulars	₹ in crore						
	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Allowance for doubtful advances							
IAL	-	-	22.06	-	-	-	22.06
PTMCM	-	-	18.36	-	-	-	18.36
IO2PL	-	6.84	-	-	-	-	6.84
VNIL	-	-0.46	-	-	-	-	-0.46
	-	6.38	40.42	-	-	-	46.80
Legal /consultation & Professional fees							
ICAL	-	-	1.14	-	-	-	1.14
IGFSL	-	-	3.50	-	-	-	3.50
IGFSLUK	-	-	3.53	-	-	-	3.53
OTHERS	-	-	1.36	-	-	-	1.36
	-	-	9.53	-	-	-	9.53
Borrowings							
ILFS	2,153.75	-	-	-	-	-	2,153.75
RMGSL	-	645.00	-	-	-	-	645.00
OTHERS	-	510.50	2,577.50	-	-	-	3,088.00
	2,153.75	1,155.50	2,577.50	-	-	-	5,886.75
Repayment of Borrowings							
ILFS	2,153.75	-	-	-	-	-	2,153.75
OTHERS	-	1,028.00	1,416.50	-	-	-	2,444.50
	2,153.75	1,028.00	1,416.50	-	-	-	4,598.25
Interest on Loans (Expense)							
ILFS	71.87	-	-	-	-	-	71.87
GIMCL	-	-	15.27	-	-	-	15.27
OTHERS	-	13.47	47.53	-	-	-	61.00
	71.87	13.47	62.80	-	-	-	148.14
Investment made / purchased							
IRL	-	164.85	-	-	-	-	164.85
KNCEL	-	95.20	-	-	-	-	95.20
RMGSL	-	68.11	-	-	-	-	68.11
OTHERS	-	103.67	-	-	-	-	103.67
	-	431.83	-	-	-	-	431.83
Conversion of Loan given to Investment in Equity Shares							
KSEL	-	144.19	-	-	-	-	144.19
	-	144.19	-	-	-	-	144.19
Sale of Investment							
ILFS	202.60	-	-	-	-	-	202.60
	202.60	-	-	-	-	-	202.60
Remuneration to director / KMP							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.72	0.72
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.75	0.75
Mr Dilip Bhatia-Chief Financial Officer	-	-	-	-	-	0.33	0.33
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.72	0.72
Mr George Cherian-Chief Financial Officer (upto December 31, 2015)	-	-	-	-	-	1.90	1.90
	-	-	-	-	-	4.42	4.42
Rent Expense							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.32	0.32
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.41	0.41
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.16	0.16
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	0.01	0.01
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.16	0.16
	-	-	-	-	-	1.06	1.06
Loans given							
CNTL	-	386.00	-	-	-	-	386.00
JRPICL	-	640.31	-	-	-	-	640.31
OTHERS	-	2,074.46	-	-	313.60	-	2,388.06
	-	3,100.77	-	-	313.60	-	3,414.37



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended March 31, 2017							
Note 36 A: Related Party Disclosures							
Related Party Disclosures (contd.)							
(ii) Previous Year - March 2016							
(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)							
₹ in crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Repayment of loans given							
CNTL	-	323.44	-	-	-	-	323.44
JRPICL	-	699.76	-	-	-	-	699.76
JSEL	-	-	-	-	358.22	-	358.22
MBEL	-	710.00	-	-	-	-	710.00
PSRDCL	-	390.00	-	-	-	-	390.00
OTHERS	-	317.86	-	-	18.75	-	336.61
	-	2,441.06	-	-	376.97	-	2,818.03
Expected Credit loss on Loans							
VNIL	-	14.50	-	-	-	-	14.50
SBHL	-	26.89	-	-	-	-	26.89
WGEL	-	13.45	-	-	-	-	13.45
OTHERS	-	22.93	-	-	-	-	22.93
	-	77.77	-	-	-	-	77.77
Reversal of Expected Credit loss on Loans							
JRPICL	-	59.45	-	-	-	-	59.45
PSRDCL	-	26.06	-	-	-	-	26.06
OTHERS	-	3.70	0.15	-	0.03	-	3.88
	-	89.21	0.15	-	0.03	-	89.39
Expected Credit loss on Receivables							
CNTL	-	76.80	-	-	-	-	76.80
MPBCDCL	-	18.99	-	-	-	-	18.99
FSEL	-	17.08	-	-	-	-	17.08
ACEL	-	22.20	-	-	-	-	22.20
OTHERS	-	27.17	-	-	2.61	-	29.78
	-	162.24	-	-	2.61	-	164.85
Reversal of Expected Credit loss on Receivables							
IRIDCL	-	30.12	-	-	-	-	30.12
JSEL	-	-	-	-	14.39	-	14.39
KSEL	-	33.96	-	-	-	-	33.96
MBEL	-	18.22	-	-	-	-	18.22
JRICL	-	13.50	-	-	-	-	13.50
OTHERS	-	11.78	-	0.01	2.64	-	14.43
	-	107.58	-	0.01	17.03	-	124.61
Reversal of Expected credit losses on other financial assets							
GRICL	-	-	-	5.16	-	-	5.16
APEL	-	8.74	-	-	-	-	8.74
OTHERS	-	1.00	5.26	-	-	-	6.26
	-	9.74	5.26	5.16	-	-	20.16
Dividend Paid							
ILFS	68.58	-	-	-	-	-	68.58
IFIN	-	-	1.28	-	-	-	1.28
	68.58	-	1.28	-	-	-	69.86
Issue of Equity Shares on Right Basis (Including Premium)							
ILFS	586.19	-	-	-	-	-	586.19
IFIN	-	-	9.60	-	-	-	9.60
	586.19	-	9.60	-	-	-	595.79

Footnote :- * Includes Deputation cost of Rs 5.50 Crores charged by Holding Company "IL&FS"

Mr K Ramchand-Managing Director	3.38
Mr Mukund Sapre-Executive Director	2.12
	<u>5.50</u>



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(iii) Preceding Previous Year - March 2015

(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	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	GPFL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd, Singapore	I IPL	
	ITNL Offshore Pte Ltd, Singapore	IOPL	
	ITNL Offshore Three Pte Ltd, Singapore	IOP2L	
	ITNL Offshore Two Pte Ltd, Singapore	IOP3L	
	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	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	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			
Chattisgarh Highways Development Company Limited		CHDCL	
Srinagar Sonmarg Tunnelway Limited (since June 3, 2014)		SSTL	
Control 7, S. A			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, SLR			
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex Brazil LTDA			
ESM Mantenimiento Integral DE S.A DE C.V			
GRICL Rail Bridge Development Company Ltd		GRBDCL	
Grusamar Albania SHPK			
Grusamar Ingenieria Y Consulting, SL (Proyectos De Gestion Sistemas Calculo Y Analisis S.A was merged)			
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		EMSL	
Elsamex LLC			



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(iii) Preceding Previous Year - March 2015

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

Nature of Relationship	Name of Entity	Abbreviation used
Subsidiaries - Indirect	IIPL USA LLC	
	Sharjah General Services Company LLC	
	Grusamar Engenharia & Consultoria Brasil LTDA	
	Rapid MetroRail Gurgaon Limited	RMGL
	Rapid MetroRail Gurgaon South Limited	RMGSL
	Senalizacion Viales E Imagen, SA	
	Yala Construction Company Private Limited	YCCPL
Fellow Subsidiaries (Only with whom there have been transaction during the period/ there was balance outstanding at the year end)	IL&FS Airport Limited	IAL
	IL&FS Capital Advisors Limited	ICAL
	IL&FS Education Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environment Infrastructure Services Limited	IEISL
	IL&FS Financial Services Limited	IFIN
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Securities Services Limited	ISSL
	IL&FS Township Urban Assets Limited	ITUAL
	IL&FS Global Financial Services (UK) Limited	IGFSUKL
	IL&FS Global Financial Services (ME) Limited	IGFSMEL
	PT Mantimin Coal Mining	PTMCM
Associates	ITNL Toll Management Services Limited	ITMSL
	Gujarat Road and Infrastructure Company Limited (Since August 08, 2014)	GRICL
	Centro de Investigaciones de Curretros Andalucía S.A.	CICAN
	Labetec Ensayos Técnicos Canarios, S.A.	LABTEC
	CGI 8 S.A.	CGI-8
	Elsamex Road Technology Company Limited	ERT(China)
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION
	VCS-Enterprises Limited	VCS
	Geotecnia y Control De Qualitat, S.A.	
	Consorcio De Obras Civiles S.R.L	
	Vies Y Construcciones S. R. L.	
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Emprsas Pame sa De CV	EPSD
Joint Ventures	Noida Toll Bridge Company Limited	NTBCL
	Jorabat Shillong Expressway Limited	JSEL
	N.A.M. Expressway Limited	NAMEL
	Chongqing Yuhe Expressway Co. Ltd.	
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Road Infrastructure Development Company of Rajasthan Limited	RIDCOR
	Elsamex - ITNL JVCA	EIJVCA
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 Sangeeta Sapre (wife of Mr Mukund Sapre)	
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017
Note 36 A: Related Party Disclosures
Related Party Disclosures (contd.)
(III) Preceding Previous Year - March 2015
(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (iii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Balances							
Advance towards Application Money Long Term							
IPL	-	15.63	-	-	-	-	15.63
OTHERS	-	-	-	-	0.01	-	0.01
	-	15.63	-	-	0.01	-	15.64
Advances Recoverable							
IAL	-	-	27.07	-	-	-	27.07
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	0.06	40.19	4.21	0.31	5.28	-	50.05
	0.06	40.19	49.64	0.31	5.28	-	95.48
Allowance for Losses on Loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	318.58	-	-	-	-	318.58
MPBDCL	-	224.78	-	-	-	-	224.78
TRDCL	-	-	-	-	145.94	-	145.94
OTHERS	-	182.77	0.16	-	8.74	-	191.67
	-	996.51	0.16	-	154.68	-	1,151.35
Allowance for Losses on Receivables							
MPBCDCL	-	220.07	-	-	-	-	220.07
OTHERS	-	249.51	-	1.29	47.24	-	298.04
	-	469.58	-	1.29	47.24	-	518.11
Allowance for Expected Credit Loss on Advances Recoverable							
PTMCM	-	-	5.26	-	-	-	5.26
	-	-	5.26	-	-	-	5.26
Interest Accrued and due							
MBEL	-	24.01	-	-	-	-	24.01
MPBCDCL	-	11.18	-	-	-	-	11.18
PSRDCL	-	14.38	-	-	-	-	14.38
WGEL	-	10.09	-	-	-	-	10.09
OTHERS	-	17.11	-	-	22.15	-	39.26
	-	76.77	-	-	22.15	-	98.92
Interest Accrued and not due LT							
JRPICL	-	5.47	-	-	-	-	5.47
KSEL	-	6.46	-	-	-	-	6.46
SBHL	-	7.93	-	-	-	-	7.93
TRDCL	-	-	-	-	25.09	-	25.09
OTHERS	-	4.10	-	-	-	-	4.10
	-	23.96	-	-	25.09	-	49.05
Interest Accrued and not due ST							
CNTL	-	1.36	-	-	-	-	1.36
ELSA	-	0.49	-	-	-	-	0.49
IMICL	-	-	1.19	-	-	-	1.19
WCBTRL	-	-	-	-	1.29	-	1.29
OTHERS	-	0.14	-	-	-	-	0.14
	-	1.99	1.19	-	1.29	-	4.47
Interest accrued but not due on borrowings							
NKEL	-	20.43	-	-	-	-	20.43
	-	20.43	-	-	-	-	20.43
Investments							
OTHERS	-	4,153.20	-	209.30	439.39	-	4,801.89
	-	4,153.20	-	209.30	439.39	-	4,801.89
Long-term Borrowings							
IFIN	-	-	224.28	-	-	-	224.28
IMICL	-	-	224.28	-	-	-	224.28
	-	-	448.56	-	-	-	448.56
Mobilisation Advances Received (Long-term)							
BAEL	-	88.31	-	-	-	-	88.31
CNTL	-	37.28	-	-	-	-	37.28
IRIDCL	-	59.27	-	-	-	-	59.27
KNCEL	-	66.26	-	-	-	-	66.26
OTHERS	-	12.22	-	-	2.97	-	15.19
	-	263.34	-	-	2.97	-	266.31
Mobilisation Advances Received (Short-term)							
CNTL	-	79.17	-	-	-	-	79.17
KNCEL	-	63.83	-	-	-	-	63.83



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(iii) Preceding Previous Year - March 2015

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (iii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
SBHL	-	26.37	-	-	-	-	26.37
OTHERS	-	56.35	-	-	7.47	-	63.82
	-	225.72	-	-	7.47	-	233.19
Other advances to related party							
GRICL	-	-	-	75.00	-	-	75.00
	-	-	-	75.00	-	-	75.00
Other Current Liabilities							
ILFS	15.00	-	-	-	-	-	15.00
	15.00	-	-	-	-	-	15.00
Provision for Advances							
VNIL	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Fair Valuation of Investments - Decrease							
JRPICL	-	259.45	-	-	-	-	259.45
IPL	-	285.68	-	-	-	-	285.68
HREL	-	136.26	-	-	-	-	136.26
MPBCDCL	-	110.28	-	-	-	-	110.28
PSRDCL	-	158.52	-	-	-	-	158.52
OTHERS	-	442.80	-	-	67.84	-	510.64
	-	1,392.99	-	-	67.84	-	1,460.83
Allowance for doubtful advances							
VNIL	-	0.38	-	-	-	-	0.38
IAPL	-	2.70	-	-	-	-	2.70
OTHERS	-	0.09	-	-	0.01	-	0.10
	-	3.17	-	-	0.01	-	3.18
Excess administrative expenses recoverable							
ILFS	20.08	-	-	-	-	-	20.08
	20.08	-	-	-	-	-	20.08
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	9.27	9.27
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	5.09	5.09
	-	-	-	-	-	14.36	14.36
Rent Deposit							
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.05	0.05
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.05	0.05
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	2.00	2.00
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
	-	-	-	-	-	2.25	2.25
Retention Money Payable							
ELSAIND	-	1.04	-	-	-	-	1.04
EMSL	-	1.36	-	-	-	-	1.36
GIYC	-	0.45	-	-	-	-	0.45
ITL	-	-	1.30	-	-	-	1.30
OTHERS	-	0.33	0.03	-	-	-	0.36
	-	3.18	1.33	-	-	-	4.51
Retention Money Receivable							
JSEL	-	-	-	-	39.29	-	39.29
KSEL	-	26.76	-	-	-	-	26.76
PSRDCL	-	42.92	-	-	-	-	42.92
SBHL	-	25.03	-	-	-	-	25.03
OTHERS	-	6.30	-	-	-	-	6.30
	-	101.01	-	-	39.29	-	140.30
Short-term Borrowings							
IRL	-	155.00	-	-	-	-	155.00
NKEL	-	70.00	-	-	-	-	70.00
	-	225.00	-	-	-	-	225.00
Loan Given - Current							
HREL	-	220.38	-	-	-	-	220.38
MBEL	-	577.26	-	-	-	-	577.26
OTHERS	-	591.61	16.75	-	409.86	-	1,018.22
	-	1,389.25	16.75	-	409.86	-	1,815.86
Loan Given - Non Current							
ELSA	-	318.58	-	-	-	-	318.58
HREL	-	213.60	-	-	-	-	213.60



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(iii) Preceding Previous Year - March 2015

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (iii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
SSTL		144.71					144.71
RIDCOR					158.60		158.60
OTHERS		325.24			111.69		436.93
		1,002.13			270.29		1,272.42
Trade Payables other than MSME							
EMSL	-	17.15	-	-	-	-	17.15
IFIN	-	-	15.26	-	-	-	15.26
IRL	-	57.01	-	-	-	-	57.01
OTHERS	5.85	4.02	8.16	-	3.96	-	21.99
	5.85	78.18	23.42	-	3.96	-	111.41
Trade Receivables							
BAEL	-	425.93	-	-	-	-	425.93
IRIDCL	-	301.49	-	-	-	-	301.49
KSEL	-	533.84	-	-	-	-	533.84
OTHERS	-	1,234.32	-	4.46	217.41	-	1,456.19
	-	2,495.58	-	4.46	217.41	-	2,717.45
Unamortised Expenses							
IFIN	-	-	37.13	-	-	-	37.13
	-	-	37.13	-	-	-	37.13
Unbilled Revenue							
HREL	-	25.56	-	-	-	-	25.56
JSEL	-	-	-	-	23.74	-	23.74
RMGSL	-	35.50	-	-	-	-	35.50
SBHL	-	20.64	-	-	-	-	20.64
OTHERS	-	13.90	-	-	0.53	-	14.43
	-	95.60	-	-	24.27	-	119.87
Unearned Revenue							
BAEL	-	30.10	-	-	-	-	30.10
CNTL	-	58.39	-	-	-	-	58.39
KSEL	-	69.52	-	-	-	-	69.52
MBEL	-	26.36	-	-	-	-	26.36
MPBCDCL	-	57.41	-	-	-	-	57.41
OTHERS	-	21.45	-	-	-	-	21.45
	-	263.23	-	-	-	-	263.23
Fair value adjustment of Other advances to related party							
GRICL	-	-	-	32.56	-	-	32.56
	-	-	-	32.56	-	-	32.56
Fair Valuation of Investments - Increase							
BAEL	-	-	-	-	-	-	-
PSRDCL	-	-	-	-	-	-	-
Equity share Capital							
ILFS	171.45	-	-	-	-	-	171.45
IFIN	-	-	3.20	-	-	-	3.20
	171.45	-	3.20	-	-	-	174.65



IL&FS TRANSPORTATION NETWORKS LIMITED

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

Note 36 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, 2017

Note 37 : Ind AS 101 reconciliations

Effect of Ind AS adoption on the standalone balance sheet as at March 31, 2016 and April 1, 2015

Particulars	Notes	Previous GAAP		Ind AS		Previous GAAP		Ind AS	
		As at March 31, 2016	Effect of transition to Ind AS	As at March 31, 2016	As at April 1, 2015	Effect of transition to Ind AS	As at April 1, 2015		
₹ in Crore									
ASSETS									
(1) Non-current assets									
(a) Property, Plant and Equipment		35.56	0.02	35.58	32.71	-	-	32.71	
(b) Capital Work-In-Progress		7.23	-	7.23	-	-	-	-	
(c) Investment Property Under Development		-	-	-	-	-	-	-	
(d) Intangible assets		7.12	-	7.12	9.83	0.01	-	9.84	
(e) Financial assets									
(i) Investments	a	3,732.85	(247.10)	3,485.76	3,714.12	(356.53)	-	3,357.59	
(ii) Loans	b	1,528.01	(119.54)	1,408.47	665.80	(69.68)	-	596.13	
(iii) Others	b	292.08	(27.40)	264.68	424.28	(32.55)	-	391.73	
(f) Deferred Tax Assets (net)	a to c, h	-	-	-	-	-	-	-	
(g) Non Current Tax Assets (net)	h	296.17	(0.70)	295.47	242.73	(26.33)	-	216.40	
(h) Other Non-current Assets	c	568.95	(127.60)	441.35	719.98	(90.38)	-	629.61	
(2) Current assets									
(a) Inventories		4.79	-	4.79	-	-	-	-	
(b) Financial Assets									
(i) Investments		32.00	-	32.00	-	-	-	-	
(ii) Trade receivables	b	3,871.43	(328.96)	3,542.47	2,465.71	(260.88)	-	2,204.83	
(iii) Cash and cash equivalents	d	182.95	(173.00)	9.95	186.12	(161.88)	-	24.24	
(iv) Bank balances other than (iii) above	d	-	173.00	173.00	-	161.88	-	161.88	
(v) Loans	b	1,212.58	(86.85)	1,125.73	1,467.58	(29.54)	-	1,438.03	
(vi) Other financial assets	b	623.35	-	623.35	319.81	(5.26)	-	314.55	
(c) Other Current Assets	c	429.96	(59.09)	370.87	390.28	(37.34)	-	352.94	
Total Assets		12,825.03		11,827.82	10,638.95			9,730.48	
EQUITY AND LIABILITIES									
Equity									
(a) Equity Share Capital	e	705.41	(376.45)	328.96	623.17	(376.45)	-	246.72	
(b) Other Equity	a to c, e	840.39	(1,107.61)	(267.22)	422.85	(1,000.99)	-	(578.14)	
LIABILITIES									
(1) Non-current Liabilities									
(a) Financial Liabilities									
(i) Borrowings	c, e	5,868.27	576.68	6,444.95	4,115.42	619.08	-	4,734.50	
(ii) Other Financial Liabilities (other than those specified in item (b) below)		338.05	-	338.05	255.52	-	-	255.52	
(b) Provisions	e	13.33	(10.00)	3.33	6.86	(5.01)	-	1.86	
(c) Deferred Tax Liabilities (net)	a to c, h	63.34	-	63.34	50.18	(25.57)	-	24.61	
(d) Other Non-current Liabilities		177.07	-	177.07	266.30	-	-	266.30	
(2) Current liabilities									
(a) Financial Liabilities									
(i) Borrowings		2,173.15	-	2,173.15	1,951.41	-	-	1,951.41	
(ii) Trade Payables other than MSME		916.20	0.06	916.26	746.28	(0.01)	-	746.27	
(iii) Other Financial Liabilities (other than those specified in item (c) below)	e	1,082.69	78.86	1,161.55	1,452.62	78.86	-	1,531.48	
(b) Other Current Liabilities		453.26	-	453.26	510.57	-	-	510.57	
(c) Provisions	f, g	193.87	(158.75)	35.12	237.77	(198.39)	-	39.38	
Total Equity and Liabilities		12,825.03		11,827.82	10,638.95			9,730.48	



- a Under the previous GAAP, long term investments were measured at cost less diminution in value which is other than temporary. On the date of transition to Ind AS, certain investments in subsidiaries and associate have been measured at fair value and considered as deemed cost, which is lower than the cost resulting in decrease in carrying amount. The consequential tax effect has also been recognised. Additionally, there are changes in classification of certain investment in associate and Joint venture based on definition of control and significant influence under Ind AS as below :
- Srinagar Sonamarg Tunnelway Limited is classified as a subsidiary, which was considered as an Associate under previous GAAP.
 - Thiruvananthapuram Road Development Company Limited & Warora Chandrapur Ballarpur Toll Road Limited are classified as joint ventures, which was considered as Associates under previous GAAP.
 - Noida Toll Bridge Company Limited is classified as an associate, which was considered as a joint venture under previous GAAP.
- b Under the previous GAAP, trade receivable, loans granted, advances recoverable and advance towards capital were are disclosed at contractual value after considering impairment loss, if any. Under Ind AS, these are carried at cost less impairment, wherein the impairment is determined based on expected credit loss, capturing both cash loss as well as loss on account of time value of money, as per Ind AS 109, Financial Instruments. The consequential tax effect has also been recognised.
- c Under the previous GAAP, borrowing costs were amortised using straight line method and the unamortised borrowing costs were disclosed as other assets. Under the Ind AS, unamortised borrowing costs has been disclosed net of borrowings after calculating based on effective interest rate. The consequential tax effect has also been recognised.
- d Under the previous GAAP, restricted bank balances were disclosed under cash and cash equivalent. Under Ind AS, the same is disclosed as a separate line on the face the of balance sheet.
- e Under the previous GAAP, cumulative non-convertible compulsorily redeemable preference shares (CCRPS) were classified as part of total equity. Dividends paid on these preference shares and accrued premium on redemption were adjusted against retained earnings. However, under Ind AS, CCRPS are classified as a financial liability (borrowing). The resultant dividend, dividend tax and accrued redemption premium determined using effective Interest rate have been recognised as finance costs in statement of profit and loss.
- f Under the previous GAAP, provision for tax was included under provisions. Under Ind AS, provision for tax has been reclassified and disclosed as a to separate line item on the face of the balance sheet.
- g Under the previous GAAP, dividend on equity shares has been accrued in the financial year when the board has adopted the financial statements as an adjusting subsequent events after financials are prepared. Under Ind AS, these are accounted in the financial year when they are approved by the shareholders.
- h Under the previous GAAP, MAT credit entitlement is shown under loans and advances. Under Ind AS, the same is shown as net of deferred tax assets.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 37: Ind AS 101 reconciliations

Reconciliation between total comprehensive income and total equity previously reported (referred to as "Previous GAAP") with Ind AS is as under:

₹ in Crore

Particulars	Footnotes	P&L	Equity	
		Year ended March 31, 2016	As at April 1, 2015	As at March 31, 2016
Net profit (after tax) / Equity under previous GAAP		(56.91)	1,046.02	1,545.80
Proposed equity dividend reversed		NA	118.78	79.19
Preference share with premium classified as borrowing	a	NA	(732.32)	(723.07)
Dividend on Preference shares classified as Finance Costs	a	(99.92)	NA	NA
Adjustment for recognising revenue at fair value	b	(216.11)	NA	(216.11)
Provision for expected credit losses on trade receivables	c	153.33	(266.14)	(112.82)
Provision for expected credit losses on loans given and other financial assets	c	(38.29)	(101.21)	(149.25)
Impairment on investments		40.05	-	-
Net loss on fair value of investments in subsidiary and associates	d	-	(387.04)	(341.40)
Others	e	(4.08)	(9.51)	(18.69)
Net loss (after tax)		(221.93)	-	-
Other Comprehensive Income (after tax)		(0.13)	-	(1.91)
Total Comprehensive Loss (after tax) / Equity under Ind AS		(222.06)	(331.42)	61.74

Notes:

- Under the previous GAAP, cumulative non-convertible compulsorily redeemable preference shares (CCRPS) were classified as part of total equity. Dividends paid on these preference shares and accrued premium on redemption were adjusted against retained earnings. However, under Ind AS, CCRPS are classified as a financial liability (borrowing). The resultant dividend, dividend tax and accrued redemption premium determined using effective interest rate have been recognised as finance costs in statement of profit and loss.
- The Company has measured its revenue at fair value of consideration receivable and discounted all future receipts where it is likely to be received beyond one year.
- The Company has recorded expected credit losses ("ECL") arising out of time value of money on financial assets i.e. trade receivables, loans granted, advances recoverable and advance towards capital. As a result, ECL on the date of transition has been recognised in the opening reserves and changes thereafter have been recognised in the statement of profit and loss.
- The Company has chosen to measure certain investments in subsidiaries and associate at fair value on the transition date and considered the same as deemed cost on the said date.
- Others represents finance charges (EIR), reversal of amortisation of intangible assets and unrealised gains and losses on investments (other than investment in group companies) classified at fair value through profit and loss (FVTPL)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 37 : Ind AS 101 reconciliations

Effect of Ind AS adoption on the statement of profit and loss for the year ended March 31,2016

₹ in Crore

Particulars	Notes	Previous GAAP	Ind AS impact	Ind AS
Revenue from Operations	A	4,620.21	(237.94)	4,382.27
Other income	B	740.05	(70.59)	669.46
Total Income		5,360.26	(308.53)	5,051.73
Expenses				
Cost of materials consumed		57.58	-	57.58
Construction costs		3,258.98	-	3,258.98
Operating expenses		231.85	-	231.85
Employee benefits expense		65.71	-	65.71
Finance costs	C	1,102.35	109.60	1,211.95
Depreciation and amortisation expense		9.53	-	9.53
Other expenses	D	561.76	(253.09)	308.67
Total expenses		5,287.77	(143.50)	5,144.27
Profit / (Loss) before tax		72.49	(165.03)	(92.54)
(1) Current tax		116.24	(25.58)	90.66
(2) Deferred tax		13.16	25.57	38.73
Total Tax		129.40	(0.01)	129.38
Profit / (Loss) for the year		(56.91)	(165.02)	(221.93)
Other Comprehensive Income				
<u>Items that may be reclassified to profit or loss</u>				
Actuarial loss on defined benefit plan		-	(1.91)	(1.91)
Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge		-	1.78	1.78
Total Other Comprehensive Income		-	(0.13)	(0.13)
Total Comprehensive Income for the year		(56.91)	(165.15)	(222.06)

Notes :

A Revenue from operations:

The Company has measured its revenue at fair value of consideration receivable and discounted all future receipts where it is likely to be received beyond one year. Accordingly revenue is reduced by ₹ 216.11 Crore and re-grouping of insurance claim of ₹ 21.83 Crore from Revenue from Operations to Other Income.

B Other Income:

I. Decrease in Other Income of ₹ 98.02 crore represent incremental impairment charge computed based on the expected credit losses on financial assets measured at amortised cost, as required under Ind AS.

II. Increase in Other Income of ₹ 21.83 crore represent re-grouping of insurance claim of ₹ 21.83 Crore from Revenue from Operations to Other Income.

III. Increase in Other Income of ₹ 5.60 crore represents impact of changes in the fair value of investments classified at fair value through profit and loss (FVTPL)

C Finance Cost

I. As required under Ind AS, dividend on preference share capital of ₹ 99.92 crore (including dividend distribution tax thereon and accrued redemption premium) has been considered as finance cost.

II. Under Ind AS, company has shown borrowing at amortised cost hence interest is calculated as per Effective interest rate (EIR) method accordingly there is an additional charge of ₹ 9.68 crore reflected in finance cost

D Other expenses:

Changes in Other expenses represent incremental impairment charge computed based on the expected credit losses on financial assets measured at amortised cost, as required under Ind AS.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 37 : Ind AS 101 reconciliations

Reconciliation between cash flows as per Ind AS and cash flow reported under Previous GAAP for the year ended March 31, 2016 is as under:

Particulars	₹ in Crore		
	I-GAAP	Ind AS impact	Ind AS
Cash Flow From Operating Activities	(866.79)	-	(866.78)
Cash Flow From Investing Activities	(590.68)	-	(590.67)
Cash Flow From Financing Activities (refer footnote)	1,443.18	(128.07)	1,315.10

Footnote : As per Ind AS 7 - Statement of Cash Flows, bank overdraft is to be classified in Cash and Cash Equivalent, hence movement of ₹ 128.07 in bank overdraft and cash credit for the year ended March 31, 2016 is shown in Cash & Cash Equivalent



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 38: Disclosure of Loans and advances in the nature of loans to subsidiaries and associates and investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan in accordance with Para A of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

A. Disclosure of Loans and advances in the nature of loans given to subsidiaries

Name of the Company	March 31, 2017		March 31, 2016	
	Amount as at March 31, 2017	Maximum amount outstanding during the year	Amount as at March 31, 2016	Maximum amount outstanding during the year
East Hyderabad Expressway Limited	9.35	82.86	63.36	63.36
ITNL Road Infrastructure Development Company Limited	439.29	439.29	284.34	319.04
Vansh Nimay Infraprojects Limited	99.15	99.15	89.80	89.80
West Gujarat Expressway Limited	50.31	72.29	44.99	70.24
Hazaribagh Ranchi Expressway Limited	328.73	427.33	398.33	398.33
Jharkhand Road Projects Implementation Company Limited	409.63	409.63	253.66	396.17
MP Border Checkposts Development Company Limited	513.32	513.32	383.48	383.48
Pune Sholapur Road Development Company Limited	539.16	539.16	25.45	183.70
Elsamex S.A., Spain	-	-	-	10.13
Moradabad Bareilly Expressway Limited	504.04	504.04	50.25	543.25
Sikar Bikaner Highway Limited	149.50	170.14	168.14	168.14
Baleshwar Kharagpur Expressway Limited	61.00	151.00	91.40	121.40
Barwa Adda Expressway Limited	664.35	664.35	438.00	438.00
Khed Sinnar Expressway Limited	271.99	274.49	260.41	260.41
Chenani Nashri Tunnelway Limited	259.24	390.56	170.56	426.00
Kiratpur Ner Chowk Expressway Limited	150.73	226.65	109.38	803.76
Karyavattom Sports Facility Limited	28.00	28.00	17.00	29.50
Rajasthan Land Holdings Limited	121.77	121.77	68.89	68.89
Rapid MetroRail Gurgaon Limited	9.30	55.00	14.00	14.00
Rapid MetroRail Gurgaon South Limited	30.00	30.05	-	-
Jharkhand Infrastructure Implementation Company Limited	39.50	39.50	-	-
ITNL International Pte Ltd.	24.63	24.63	-	-
Srinagar Sonamarg Tunnelway Limited	178.18	178.18	148.68	148.68

B. Disclosure of Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan

The above loanees have not made any investment in the shares of the Company or subsidiaries, except Elsamex S.A., Spain and ITNL International Pte Ltd. for which disclosure is given below.

Particulars	March 31, 2017		March 31, 2016	
	Amount as at March 31, 2017	Maximum amount outstanding during the year	Amount as at March 31, 2016	Maximum amount outstanding during the year
Subsidiaries of Elsamex S.A., Spain				
Alcantarilla Fotovoltaica, S.L.U.	NA	NA	5.27	5.27
Area De Servicio Coiros S.L.U.	NA	NA	21.18	21.18
Area De Servicio Punta Umbria, S.L.U.	NA	NA	3.02	3.02
Atenea Seguridad Y Medio Ambiente S.A.U.	NA	NA	0.98	0.98
Beasolarta S.A.U.	NA	NA	0.31	0.31
CIESM-INTEVIA, S.A.	NA	NA	6.28	6.28
Conservacion De Infraestructuras De Mexico S.A. DE C.V.	NA	NA	0.02	0.02
Control 7, S.A.	NA	NA	5.75	5.75
Elsamex Brazil LTDA	NA	NA	-	-
Elsamex Colombia SAS	NA	NA	-	-
Elsamex Construcao E Manutencao LTDA	NA	NA	0.26	0.26
Elsamex India Private Limited	NA	NA	2.53	2.53
Elsamex Internacional S.L.	NA	NA	107.47	107.47
Elsamex LLC	NA	NA	-	-
Elsamex Maintenance Services Limited	NA	NA	0.10	0.10
Elsamex Portugal S.A.	NA	NA	1.89	1.89
ESM Mantenimiento Integral, SA DE CV	NA	NA	2.90	2.90
Grusamar Albania SHPK	NA	NA	0.00	0.00
Grusamar Engenharia y Consultoria Brasil LTDA	NA	NA	-	-
Grusamar India Limited	NA	NA	0.06	0.06
Grusamar Ingenieria Y Consulting Colombia SAS	NA	NA	-	-
Grusamar Ingenieria Y Consulting, S.L.	NA	NA	26.70	26.70
Inteval Gestao Integral Rodoviaria S.A.	NA	NA	16.60	16.60
Mantenimiento Y Conservacion De Vialidades S.A. DE C.V.	NA	NA	2.87	2.87
Senalizacion Viales e Imagen S.A.U.	NA	NA	46.36	46.36
Yala Construction Co Private Limited	NA	NA	6.96	6.96



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Particulars	₹ in Crore			
	March 31, 2017		March 31, 2016	
	Amount as at March 31, 2017	Maximum amount outstanding during the year	Amount as at March 31, 2016	Maximum amount outstanding during the year
Subsidiaries of ITNL International Pte Ltd.				
Elsamex S.A.	524.67	524.67	NA	NA
ITNL Africa Projects Limited	17.83	17.83	NA	NA
ITNL International DMCC	56.46	56.46	NA	NA
Sharjah General Services Co. LLC	0.33	0.33	NA	NA
I IPL US LLC	38.90	38.90	NA	NA
INTL Infrastructure Developer LLC	0.26	0.26	NA	NA
Elsamex Vietnam Joint Stock Company	4.21	4.21	NA	NA

Note 39: 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 Indian Accounting Standard 108 on Operating Segment are not applicable.

Note 40: Approval of Financial Statements

The original standalone financial statements were approved for issue by the Board of Directors on May 29, 2017. The recast standalone financial statements were approved for issue by the Board of Directors on March 09, 2023.

Note 41: Subsequent Events : After the balance sheet date, the Company has received approvals from Concession granting authorities for transfer of its equity investments in 4 subsidiaries to IL&FS Transportation Investment Trust.



Note 42

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;
- 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.

Note 43

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 44

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 and PRP unutilised of previous years. For the year ended 31 March 2017, NRC had approved PRP of ₹ 10.00 Crore (for the year ended 31 March 2016 : ₹ 12.53 Crore), out of which ₹ 8.55 Crore (for the year ended 31 March 2016 : ₹ 10.33 Crores) 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. 8.55 (for the year ended 31 March 2016 : ₹ 10.33 Crores) has been retained in these recast financial statements.

Note 45

Going Concern

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

As at March 31, 2017, the current assets of the Company are in excess of the current liabilities and the net worth of the Company is positive. However, the Company and the IL&FS group in general are undergoing substantial financial stress as at the date of approval of this financial statements. The Company has earned a total comprehensive income of ₹ 75.75 Crore during the current year. 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.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

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 NCLAT 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."

Note 46

Income Tax

The management is in the process of seeking expert 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 provision for current tax for FY 2016-17 has been determined at ₹ 11.47 Crores based on the revised Income Tax Return filed by the Company based on the original financial statements for AY 2017-18 as against the provision for current tax for FY 2016-17 of ₹ 2.29 Crores.

Note 47

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 balancesheet 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 48

Operation & Maintenance (O&M) contracts

The Operation and Maintenance expenses amounting to Rs. 145.08 crores as shown in Note 23 includes expense pertaining to O&M contracts relating to Andhra Pradesh Expressway Limited (APEL) and West Gujarat Expressway Limited (WGEL). The expense pertaining to these O&M contracts have exceeded the revenue resulting into loss of Rs. 1.84 Crores and Rs. 2.31 Crores respectively which have been recognised in the Statement of Profit & Loss for the year. The O&M Contracts are long-term contracts in nature.

Ind AS 37 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 49

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 ₹ 157.53 crores (for the year ended 31 March 2016 : ₹ 486.86 Crores) (Refer Note 20) 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.

Note 50

For the current financial year, preference dividend of Rs. 84.06 Crore was declared to holders of CRPS and CNCRPS.

As per the resolution passed at the Board Meeting dated May 29, 2017, the Board considered and approved the payment of Rs. 84.06 Crore as Interim Dividend for FY 2016-17 alongwith Rs. 17.11 Crore as Dividend Distribution Tax, out of the profits of the Company for FY 2016-17.

Subsequent to the year-end, the shareholders had approved the dividend in their meeting held on August 29, 2017. Such dividend was distributed to the preference shareholders during the period May and June 2017.

The free reserves of the Company as on March 31, 2017, as per recast standalone financial statements is negative. 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 for the year 2016-17 amounting to Rs. 84.06 Crores is not in compliance with Section 123 of the Companies Act, 2013. The Audit Committee of the Company 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.

In the original financial statements of FY 2015-16, it was stated as under:

"The Board of Directors have recommended dividend of ₹ 2 per equity share of ₹ 10 each (20%) for the year ended March 31, 2016 on the existing 328,960,027 fully paid-up equity shares of the Company."

As per the relevant resolution passed by the Board of Directors, such declaration of dividend was "out of profit for the year 2015-16 and free reserves".

Subsequently, the shareholders had approved the said dividend in their meeting held on August 09, 2016. Dividend was distributed to the equity shareholders during the period August 2016 to November 2016. The dividend to the preference shareholders was paid in the month of May 2016.

As per the recast standalone financial statements for the year 2013-14, 2014-15 and 2015-16, the Company has no profit in the respective 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 for the years 2013-14, 2014-15 and 2015-16 amounting to Rs. 129.20 Crores, Rs. 177.55 Crores and Rs. 144.65 Crores respectively is not in compliance with Section 123 of the Companies Act. The Audit Committee of the Company 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.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 51

Following adjustments have been made to the original standalone financial statements of the Company for the financial year 2016-17 on reopening of books of account and recasting of financial statements as stated hereinaabove:

Balance Sheet as at March 31, 2017

Particulars	Note No.	Original standalone financial statements	Recast Adjustments			Recast standalone financial statements
			Cumulative Adjustment upto March 31, 2016 - IGAAP	Cumulative Adjustment upto March 31, 2016 - Ind AS	Adjustment in FY 2016-17	
(* in Crore)						
ASSETS						
(1) Non-Current Assets						
(a) Property, Plant and Equipment		138.76	-	-	-	138.76
(b) Capital Work-In-Progress		12.03	-	-	-	12.03
(c) Investment Property Under Development		115.31	(115.31)	-	-	-
(d) Intangible Assets		1.60	0.01	-	-	1.61
(e) Financial Assets						
(i) Investments	1	5,303.95	(1,161.72)	(247.08)	(48.51)	3,846.64
(ii) Trade Receivables		-	-	-	-	-
(ii) Loans	1	2,238.03	3.22	(36.52)	154.38	2,359.11
(iii) Other Financial Assets		409.51	-	-	-	409.51
(f) Non-Current Tax Assets (net)	11	457.90	(29.50)	-	(9.18)	419.22
(g) Other Non-Current Assets	2,8,10	326.39	183.58	-	10.74	520.71
Total Non-Current Assets		9,003.48	(1,119.72)	(283.60)	107.43	7,707.59
(2) Current Assets						
(a) Inventories		22.59	-	-	-	22.59
(b) Financial Assets						
(i) Investments		-	-	-	-	-
(ii) Trade Receivables	1,8	2,587.20	(116.99)	(112.61)	(48.24)	2,309.36
(iii) Cash and Cash Equivalents		156.96	4.00	-	-	160.96
(iv) Bank Balances other than (iii) above		172.74	-	-	-	172.74
(v) Loans	1	2,955.68	(419.24)	(85.33)	(117.99)	2,333.12
(vi) Other Financial Assets	1,8,9	641.28	21.73	(27.40)	46.50	682.11
(c) Other Current Assets	7,8	271.71	0.88	-	(1.82)	270.77
Total Current Assets		6,808.16	(509.62)	(235.34)	(121.55)	5,951.65
Total Assets		15,811.64	(1,629.34)	(508.94)	(14.12)	13,659.24
EQUITY AND LIABILITIES						
Equity						
(a) Equity Share Capital		328.96	-	-	-	328.96
(b) Other Equity	1,2,4,5,6,7,9,10	2,500.15	(1,648.70)	(995.82)	(124.96)	(269.32)
Total Equity		2,829.12	(1,648.70)	(995.82)	(124.96)	59.64
LIABILITIES						
(1) Non-Current Liabilities						
(a) Financial Liabilities						
(i) Borrowings	8	8,565.71	-	-	(6.69)	8,559.02
(ii) Other Financial Liabilities (other than those specified in item (b) below)		339.77	-	-	-	339.77
(b) Provisions		2.70	-	-	-	2.70
(c) Deferred Tax Liabilities	6	(475.21)	8.71	486.88	60.36	80.74
(d) Other Non-Current Liabilities		161.21	-	-	-	161.21
Total Non-Current Liabilities		8,594.18	8.71	486.88	53.67	9,143.44
(2) Current Liabilities						
(a) Financial Liabilities						
(i) Borrowings		1,989.73	-	-	-	1,989.73
(ii) Trade Payables other than MSME	2,4,5	762.16	10.65	-	57.17	829.98
(iii) Other Financial Liabilities (other than those specified in item (c) below)		1,182.70	-	-	-	1,182.70
(b) Other Current Liabilities		419.50	-	-	-	419.50
(c) Provisions		34.25	-	-	-	34.25
Total Current Liabilities		4,388.34	10.65	-	57.17	4,456.16
Total Equity and Liabilities		15,811.64	(1,629.34)	(508.94)	(14.12)	13,659.24



51.1. Impairment

The approach adopted in the earlier recast standalone financial statements, was adopted in these recast financial statements also, accordingly, the methodology adopted now for the purposes of provisioning, seeks to determine the provisions at the relevant point in time based on information available with the erstwhile management and as provided by the present management, to the extent available with the current management without considering hindsight and impairment loss recognised in first three years of recast financial statements was reversed only if there is certainty that such loss does not exist or the underlying exposure realised in cash.

On the date of transition to Ind AS, i.e. 1 April 2015, in the original standalone financial statements, certain investments in subsidiaries, joint ventures and associates were measured at their respective fair value (FV) and such fair value was considered as Deemed Cost. In other cases, the carrying value as per the previous GAAP were considered as Deemed Cost. For the purposes of the above exercise as well as for impairment testing, the present management has considered financial projections (hereinafter referred to as Ind AS models) which were available at the time of preparation of original standalone financial statements. The details of the accounting treatment on recast of the financial statements as well as reasons for such treatment are as under:

Name of the SPV	(Rs. in Crores)			Methodology used in the original SFS	Methodology used in the recast SFS
	Carrying value as on April 01, 2015 As per original SFS	As per recast SFS	Difference		
Barwa Adda Expressway Limited	306.00	85.00	221.00	At FV – Gain recognised	No change on recasting
Pune Sholapur Road Development Company Limited	362.86	1.48	361.38	At FV – Gain recognised	No change on recasting except for impairment recognised in earlier years of recast
Futureage Infrastructure India Limited	-	-	-	At FV – Loss recognised	No change on recasting
Charminar Robopark Limited	-	-	-	At FV – Loss recognised	No change on recasting
ITNL Road Investment Trust ("IRIT")	79.61	79.61	0.00	At FV – Loss recognised	No change on recasting
Hazaribagh Ranchi Expressway Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.
Jharkhand Road Projects Implementation Company Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.
MP Border Checkpost Development Company Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.
Thiruvananthapuram Road Development Company Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.



Chenani Nashri Tunnelway Limited	372.00	360.56	11.44	At previous GAAP carrying value	No change on recasting except for impairment recognised in earlier years of recast
Elsamex S.A.	272.23	259.37	12.86		Since no Ind AS models were available in such cases, carrying value as per previous GAAP was adopted as Deemed Cost.
ITNL Africa Projects Ltd., Nigeria	0.09	-	0.09		Since no Ind AS models were available in such cases, carrying value as per previous GAAP was adopted as Deemed Cost.
Rapid MetroRail Gurgaon Limited	193.33	106.91	86.42	At previous GAAP carrying value	FV considered was not in agreement with the Ind AS models which were available. Accordingly, FV as per available Ind AS models were considered
IL&FS Rail Limited	385.29	286.92	98.37	At previous GAAP carrying value	FV considered was not in agreement with the Ind AS models which were available. Accordingly, FV as per available Ind AS models were considered

As on the end of the comparative period, i.e. 31 March 2016 and as on the date of the balance sheet, i.e. 31 March 2017

Impairment testing was done based on the Ind AS models and wherever the carrying amount was not in agreement with the Ind AS models, impairment loss was

However, in following cases, Ind AS models were not available:

- Noida Toll Bridge Company Limited - NTBCL being a listed entity, the recoverable amount was determined based on quoted price. The financial projections of NTBCL were not available on record.
- ITNL International PTE Limited (IIPL) - a subsidiary which only holds overseas investments. The management had opted for previous GAAP value as Deemed Cost in respect of investments in equity shares of IIPL. A valuation report dated 30 September 2016 was obtained from a firm of Chartered Accountants and as per the valuation report, the value per share was in excess of the carrying amount as per previous GAAP. Accordingly, no incremental impairment provision was recognised.
- ITNL Offshore Pte Ltd (IOPL) and ITNL Offshore Two Pte Ltd (IO2PL) - both the companies were wholly owned subsidiary of ITNL and incorporated in Singapore. IOPL had issued 630 million RMB bond and IO2PL had issued 690 million RMB bonds. These bonds were listed on the Singapore stock exchange. IOPL had advanced loan to ITNL while IO2PL had advanced loans to IOPL. 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 IOPL and IO2PL.
- Elsamex SA - a subsidiary based out of Spain engaged in operations and maintenance services and also holding investments in other geographies. The management had opted for previous GAAP value as Deemed Cost in respect of investments in equity shares of Elsamex SA. A valuation report dated 30 September 2016 was obtained from a firm of Chartered Accountants and as per the valuation report, the value per share was in excess of the carrying amount as per previous GAAP. Accordingly, no incremental impairment provision was recognised.
- Rajasthan Land Holdings Limited (RLHL) - The management had opted for previous GAAP value as Deemed Cost in respect of investments in equity shares of RLHL. Impairment testing is based on valuation report dated March 25, 2016 obtained from a firm of Chartered Accountants. As per the valuation report, the value per share was in excess of the cost of Rs. 12.50 per share. Accordingly, no impairment provision has been recognised on investment in equity shares.
- IL&FS Employees' Welfare Trust - 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. In the original financial statements, impairment loss was recognised based on the ECL working.

Trade receivables, Loans granted, Advances recoverable and Advances towards capital (hereinafter referred to as "Other Receivables") are carried at cost less impairment, wherein impairment is determined based on Expected Credit Loss (ECL) methodology capturing both cash loss as well as loss on account of time value of money in terms of Ind AS 109 on Financial Instruments.

In following cases, no ECL workings were available and hence, impairment was determined based on ECL recognised in the original financial statements:

- Elsamex SA
- Charminar Robopark Limited
- Noida Toll Bridge Company Limited
- RIL
- Karyavattom Sports Facilities Limited

Impairment provisions so determined in the above manner was compared with provision already recognised in the books, and balance amount of Rs. 8.86 Crores is charged to the Statement of Profit & Loss for the year by corresponding reduction in Investments (Rs. 48.51 Crores), Current Loans (Rs. 117.99 Crores), Other Current Financial Assets (Rs. 9.18 Crores) and increase in Non-current Loans (Rs. 154.38 Crores) and Trade Receivables (Rs. 12.46 Crores).

The financial statements of the Company for the financial year 2018-19 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 June 30, 2020. At the time of preparation of financial statements for the financial year 2018-19, 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 2015-16 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 present management, to the extent available with the current management without considering hindsight.



51.2. 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 Section 197 of the Companies Act, 2013. 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, 2013 was recomputed considering the net results as per the recast standalone financial statements and excess expenditure recognised has been reversed and shown as recoverable 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 ₹ 5.34 crores and ₹ 5.27 crores respectively and trade payables is decreased by ₹ 0.07 crores. (Refer note no. 9.2)

51.3. Reversal of transfer from Debenture Redemption Reserve to Retained Earnings

Refer Note 14.1 dealing with excess amount of ₹ 63.50 Crore transferred from Debenture Redemption Reserve to Retained earnings. In absence of accumulated balance in Debenture Redemption Reserve, the amount transferred to Retained earnings as per original standalone financial statements has also been reversed. These adjustments have no impact on the closing balance of Reserves and Surplus.

51.4. 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 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 and accordingly, expenditure amounting to ₹ 11.71 crore (net) (for the year ended 31 March 2016: reversal of expenditure of ₹ 1.53 Crore (net)) shown in Note 22 has 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.

51.5. Other adjustments – rectification of errors / omissions

The Tax Auditor in their report u/s 44AB of the Income- tax Act, 1961, of subsequent years has reported expenditure of ₹ 45.53 Crores (net) as prior period expenditure. Since such expenditure were not recorded by the company in the original standalone financial statements due to error or omission, the same have been recognised in these financial statements.



51.6. Deferred Tax

Due to re-classification of balance from Prepaid Expenses to Unamortised borrowing cost, there is a consequential decrease in deferred tax expense amounting to Rs. 0.32 Crores. Refer to Note 7.1 dealing with recognition of deferred tax assets, pursuant to which deferred tax asset amounting to Rs. 60.68 Crores (net) recognised in the original standalone financial statements, in respect of allowance for doubtful loans / Expected credit loss on loans, receivables, other financial assets and Business and Capital Loss has been reversed.

51.7. Prepaid Expenses

For the FY 2015-16, the present management has identified an invoice amounting to ₹ 1.64 Crores dated December 11, 2015 which was not recognised in the original standalone financial statement. This expenditure was incurred for the period 15th June 2015 to 14th July 2016, and hence there is an increase in Prepaid Expenses and reduction in Reserves and Surplus amounting to ₹ 0.44 Crores. Similarly, the present management has identified that the period considered for calculation of Prepaid Expenses amounting to ₹ 3.21 Crores was wrong. The same has been rectified in these financial statements, due to which there is an increase in Prepaid Expenses and reduction in Reserves and Surplus amounting to ₹ 0.44 Crores.

51.8. 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.

Description	[₹ In Crore]		
	Original Financial Statements	Recast Financial Statements	Amount
Short term arranger fees	Other Current Assets	Long term Borrowings	0.94
Long term arranger fees	Other Non-Current Assets	Short term Borrowings	5.75
Interest on trade receivables	Trade Receivables	Other Financial Assets - Current	60.70

51.9. Dividend income

The Company has erroneously recognised dividend income of ₹ 5.02 crores from IRIT as it was in excess of what was declared and distributed as dividend. Accordingly, it has been reversed.

51.10. Brand Subscription Fees

The Company is liable to pay Brand Subscription fees to the Parent Company, which is lower of (a) 1% of the Total income/Turnover or (b) 5% of Profit before Provision for Contingencies and Taxation, based on the audited accounts of the previous year, subject to a minimum fee of Rs. 1 Million per annum, in terms of IL&FS Brand Preservation and Promotion Policy ("Policy"). In view of the reduction in the profits of the previous year, the fees payable have been re-computed and excess amount of Rs. 11.22 Crores for the current year (for the year ended 31 March 2016 : ₹ 24.35 Crores) recognised in the original financial statements is shown as a part of "Recoverable from Holding Company" in Note 9.

51.11. Current Tax

Refer Note 46 dealing with recomputation of provision for current tax based on profit / loss determined as per the recast Statement of Profit & Loss. As a result of this adjustment, Non-Current Tax Assets and the balance in Reserves and surplus as on the date of the balancesheet is decreased by Rs. 9.18 Crores.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 52:

The figures for the previous years have been regrouped and / or re-arranged wherever necessary to conform to the classification adopted in the current year

Signature to Notes to Accounts

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



(S. M. Chitale)
Partner
Membership 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 HIRALAL SHAH

SHAH Date: 2023.03.09 22:17:37 +05'30'

Atul Shah

Partner

Membership No. 036569

Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA Digitally signed by CHANDRA SHEKHAR RAJAN
SHEKHAR Date: 2023.03.09 20:35:39 +05'20'
RAJAN

Mr. C. S. Rajan

Authorised signatory

DIN - 00126063

MILIND Digitally signed by MILIND RAMESH RAMESH GANDHI

RAMESH Date: 2023.03.09 17:27:31 +05'30'

GANDHI

Mr. Milind Gandhi

Authorised signatory

KRISHNA Digitally signed by KRISHNA DHONDU GHAG

DHONDU Date: 2023.03.09 17:23:42 +05'30'

GHAG

Mr. Krishna Ghag

Authorised signatory

Mumbai, March 09, 2023

NAND
KISHORE

Mr. Nand Kishore

Authorised signatory

DIN - 08267502

DILIP Digitally signed by DILIP LALCHAND BHATIA

LALCHAN Date: 2023.03.09 18:16:31 +05'30'

D BHATIA

Mr. Dilip Bhatia

Authorised signatory

**MUKUND
M. CHITALE
& CO.****CHARTERED
ACCOUNTANTS****INDEPENDENT AUDITOR'S REPORT**

To the Members of

IL&FS Transportation Networks Limited

Report on the Recast Standalone Ind AS 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.A.2 to 1.A.6 of the recast standalone Ind AS financial statements (hereinafter referred as 'Recast Standalone Ind AS 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 2018, the Recast Standalone Statement of Profit and Loss including Other Comprehensive Income, Recast Standalone Cash Flow Statement and Recast Standalone Statement of Changes in Equity 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.A.2 to 1.A.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 including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the recast standalone Ind AS 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 Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the 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 Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the Recast Standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 42 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 41 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 has been received by the Company. The Company 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 44 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 38 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 49 of the Recast Standalone financial statements mentions that the dividend amount of Rs. 129.20 crores, Rs. 177.55 crores and Rs. 144.65 crores paid for the years 2013-14, 2014-15 and 2015-16 respectively, in view of the losses as per the Recast Standalone Financial statements for these years, is not in compliance with Section 123 of the Act read with Companies (Declaration and Payment of Dividend) Rules, 2014.

Note 49 of the Recast Standalone financial statements also mentions that the dividend amount of Rs. 84.06 crores and Rs. 49.98 is declared for the financial year 2016-17 and 2017-18. As per the resolution passed at the Board Meeting dated May 29, 2017, the Board considered and approved the payment of Rs. 84.06 Crore as Interim Dividend for FY 2016-17, out of the profits of the Company for FY 2016-17 and as per the resolution passed at the Board Meeting dated May 29, 2018, the Board considered and approved the payment of Rs. 49.98 Crore as Interim Dividend for FY 2017-18, out of the profits of the Company for FY 2017-18. The free reserves of the Company as on March 31, 2017 and March 31, 2018 as per recast standalone financial statements is negative. 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 for the year 2016-17 and 2017-18 is not in compliance with Section 123 of the Companies Act, 2013.

- 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. 21.18 crores in respect of various expenses out of the documents sought by us for the purpose of our audit.
 - b) Purchase of Fixed Assets amounting to Rs. 0.40 crores.
 - c) The agreements entered with respective subsidiary companies were not available pertaining to Construction revenue amounting to Rs. 74.36 crores out of Construction Revenue of Rs. 2,667.93 crores disclosed in Note 21
 - d) The agreements entered with the respective Vendors were not available pertaining to Construction Contract costs amounting to Rs. 29.64 crores out of the Construction Contract Costs of Rs. 2,102.45 crores disclosed in Note 23
- 4.6.2 a) No response received in respect of Balance confirmation from 12 Banks for 15 accounts with closing balances amounting to Rs. 104.30 crores.
- b) No response received in respect of Balance Confirmation from 7 parties for loans given of Rs. 95.44 crores., from 24 parties for receivables (trade receivables, mobilization advances and security deposits) of Rs. 527.37 crores and from 46 parties for payables (trade payables and retention money payable) of Rs. 1,400.15 crores out of the balance confirmation letters sent by the Company.

- 4.7 Note No. 9.2 of the Recast Standalone financial statements, which describes that in view of the reduced profit as disclosed by the Recast Standalone Statement of Profit and Loss, remuneration paid to the erstwhile Managing Director and Executive Director, aggregating to Rs. 5.61 crores. and Commission paid Rs. 0.77 crores to other Directors is in excess of the limits prescribed under Section 197 of the Act by Rs. 2.23 crores and Rs. 0.77 crores 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 50.4 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 15.5 of the Recast Standalone Financial Statements which describes that Capital Redemption Reserve for Rs. 127.25 crores required to be created under section 55 of the Companies Act 2013 on redemption of Preference Share Capital during the year, has not been created.
- 4.10 Note 1.A.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. 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 A.1.8 of the Recast Standalone Financial Statements, which describes that 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 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.
5. **Opinion**
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 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 including the Ind AS, of the state of affairs of the Company as at 31st March 2018, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

6. Emphasis of Matter

- 6.1 We draw attention to Note 1.A.6 and 1.A.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 no 4.8 of the Recast Standalone Financial Statements in respect of suspension of toll collection of an associate Company pursuant to the order of the Hon'ble High Court of Allahabad and the matter is pending with Hon'ble Supreme Court of India. Our opinion is not qualified in respect of this matter.
- 6.3 We draw attention to note no 15.1 and 15.6 of the Recast Standalone Financial Statements regarding the shortfall in the amount of Debenture Redemption Reserve and Provision for redemption premium on Preference Shares respectively as at the year end due to losses for the year. Our opinion is not qualified in respect of this matter.
- 6.4 We draw attention to Note No. 20 of the Recast Standalone Financial Statements regarding the inability of the management to determine the Trade Payables as Micro and Small Enterprises since these recast financial statements have been prepared after a gap of more than 7 years from date of the original financial statements. Our opinion is not qualified in respect of this matter.
- 6.5 We draw attention to Note No.43 of the Recast Standalone Financial Statement regarding provision of Rs.12.21 crores towards Performance Related Pay (PRP) which was based on profits as disclosed in the original financial statements. However, the break-up of such amount among the employees covered under Managerial Remuneration provisions of the Companies Act (referred to as Managerial Personnel) and other employees is not available and therefore no sum is shown as recoverable from Managerial Personnel on account of PRP and amount in excess of what was approved by Nomination and Remuneration Committee of Rs. 6.31 crores, provided in the books of account have been reversed. Our opinion is not qualified in respect of this matter.
- 6.6 We draw attention to Note No. 45 of the Recast Standalone Financial Statement regarding treatment of current tax and deferred 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.



6.7 We draw attention to Note No. 47 of recast standalone financial statements, wherein in respect of O&M Contracts relating to six 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.

6.8 We draw attention to Note No. 48 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.

6.9 We draw attention to Note 50.9 of the recast standalone financial statements regarding reversal of Deemed Equity amounting to Rs. 110.56 crores and Rs. 29.15 crores, as explained in the Note.

Our opinion is not qualified in respect of this matter.

7 Other Matters

7.1 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 2018. 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.A.7). 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.

7.2 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 28.2)

8 Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in exercise of powers conferred by section 143 (11) of the Companies Act, 2013, 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 3 and 4 of the said order.

9 As required under provisions of section 143(3) of the Act, 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.

(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, Recast Standalone Statement of Changes in Equity and Recast Standalone Cash Flow Statement dealt with by this report comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Account) Rules, 2014.

(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 section 164(2) of the Companies Act 2013 has not been commented upon.

(f) We are appointed as the Statutory Auditors of the Company pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT) dated 9th August 2019 to carry out audit of Recast Standalone Financial Statements and therefore we have not commented on the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls as it existed at the time of preparation of original financial statements.

(g) with respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the companies (Audit and Auditors) Rules 2014, in our opinion and to the best of the information and according to the explanation given to us:

- i) The company has disclosed the impact of pending litigations on its financial position in its recast standalone financial statements (Refer Note 35A to the recast standalone financial statements)
- ii) The Company did not have any long-term contract for which there was any material foreseeable losses and therefore is not required to make any provision, as required under the applicable law or accounting standards.
- iii) There was no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

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



(S. M. Chitale)

Partner

M. No. 111383

UDIN: 23111383BGTWEM3032

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, the Company has not conducted physical verification during the year. Hence, we are unable to comment whether there are any material discrepancies noticed and the resulting adjustment in the books of accounts.
- (c) According to information and explanations given to us, the title deeds of immovable properties are in the name of the Company.
- (ii) According to information and explanations given to us including the records produced before us, the inventory has been physically verified by the management at intervals as defined by the management. As informed to us, there were no discrepancies noticed on verification as compared to the records available in this respect of books of accounts.
- (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 189 of the Companies Act, 2013, according to the information and explanations given to us, the Company has given unsecured loan/advance to seven parties covered in the Register maintained under Section 189 of the Companies Act, 2013:
- (a) Pending the outcome of the investigations stated in Note 42 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 41, we are unable to comment whether the terms and conditions of the loans are prima facie prejudicial to the interest of the Company
- (b) The company has been generally receiving the principal and interest on time, except in two cases of outstanding overdue interest amount of Rs. 1.64 crores.
- (c) In respect of outstanding overdue interest as at March 31, 2018 aggregating to Rs. 1.64 crores pertaining to two parties, we are unable to comment whether the Management has taken reasonable steps for recovery of the interest amount.
- (iv) Pending the outcome of the investigations stated in Note 42 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 41, we are unable to comment whether Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans given, Investments made, guarantees given.
- (v) 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 73 to 76 or any other relevant provisions of the Act and the rules framed there under and hence the provisions of clause 3(v) of the Order are not applicable.

(vi) The Company is required to maintain cost records as prescribed by the Central Government under section 148(1) of the Companies Act, 2013. 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.

(vii) a) According to the information and explanations given to us, the Company is generally regular in depositing with appropriate regulatory authorities undisputed statutory dues including provident fund, Employees State Insurance, Income tax, Sales tax, Service Tax, Custom Duty, Value added tax, Cess. However, the labour cess payable amounting to Rs. 6.89 crores was due for more than six months from the date they become 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, 2018 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 crore)	Period to which it pertains (Assessment year)	Forum where pending
Income Tax Act, 1961	Income Tax	1.26	2008-09	ITAT – Mumbai
Income Tax Act, 1961	Income Tax	8.89	2009-10, 2011-12 and 2012-13	CIT (Appeals) – Mumbai
Income Tax Act, 1961	Income Tax	35.59	2014-15	CIT (Appeals) – Mumbai
Finance Act, 1994	Service Tax	1.20	2013-14	Commissioner of Service Tax
Madhya Pradesh VAT Act	Value Added Tax	0.68	2013-14	Commercial Tax Appellate Board, MP
Madhya Pradesh VAT Act	Value Added Tax	0.13	2014-15	Commercial Tax Appellate Board, MP
Madhya Pradesh VAT Act	Value Added Tax	0.09	2015-16	Additional Commissioner of Commercial Tax, MP
Madhya Pradesh VAT Act	Value Added Tax	0.03	2016-17	Deputy Commissioner of Commercial Tax, MP
Punjab VAT Act	Value Added Tax	0.37	2014-15	Dy. Commissioner of Excise and Taxation (A)
Punjab VAT Act	Value Added Tax	0.34	2015-16	Dy. Commissioner of Excise and Taxation (A)

(viii) 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.

(ix) According to the information and explanations given to us, the Company has not raised any money by way of initial public offer, further public offer (including debt instruments) during the year. Pending the outcome of the investigations stated in Note 42 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 41 we are unable to comment whether the monies raised by term loans were applied for the purpose for which they were raised.

However, based on the information and explanation given to us and review of the books of accounts, amount of Rs. 24.80 crores from the money raised by term loan from one bank and amount of Rs. 12.00 crores from the money raised by term loan from one party was utilized for the purpose other than the purpose for which it was raised.

(x) As a consequence of the various matters resulting in the change in operational status of the Company, as more fully described in Note 1.A.2 to Note 1.A.6 to the recast standalone financial statements, and having regard to and pending the outcome of the investigations stated in Note 42 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 41, 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.

(xi) According to the information and explanations given to us and based on our examination of the records in view of the loss as disclosed by the Recast Standalone Statement of Profit and loss, the Company has paid / provided for managerial remuneration to the erstwhile Managing Director and Executive Director, aggregating to Rs. 5.61 crores. and Commission paid Rs. 0.77 crores to other Directors in excess of the limits prescribed under Section 197 of the Act by Rs. 2.23 crores and Rs. 0.77 crores 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.

(xii) According to the information and explanation given to us, the Company is not a Nidhi Company. Accordingly, provision of clause 3 (xii) of the order is not applicable.

(xiii) Pending the outcome of the investigations stated in Note 42 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 on Note 41, we are unable to comment whether all the transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable. The details of the related party transactions to the extent noticed, have been disclosed in the recast standalone financial statements as required by the applicable accounting standard.

Jmt

**MUKUND
M. CHITALE
& CO.**

**CHARTERED
ACCOUNTANTS**

- (xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year, therefore provisions of Clause 3(xiv) are not applicable.
- (xv) Pending the outcome of the investigations stated in Note 42 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 41, we are unable to comment whether the company has entered into any non-cash transactions with directors or persons connected with him and whether the provisions of section 192 of Companies Act, 2013 have been complied with.
- (xvi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, provisions of Clause 3 (xvi) of the Order are not applicable to the Company.

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

S. M. Chitale

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

UDIN : 23111383BGTWEM3032

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 2017-18

We have compiled the accompanying recast financial statements of IL&FS Transportation Networks Limited ('the Company') for the financial year 2017-18 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, 2018, the Standalone Statement of Profit and Loss including the Standalone Statement of Other Comprehensive Income, Standalone Cash Flow Statement and the Standalone Statement of Changes in Equity 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

G. M. KAPADIA & CO.

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 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

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HIRALAL SHAH
Date: 2023.03.09 22:20:31
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Atul Shah
Partner

Place: Mumbai
Dated this 09th day of March, 2023

Membership No. 039569
UDIN: 23039569BGUQCQ6487

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Balance Sheet as at March 31, 2018

₹ In Crore

Particulars	Notes	As at March 31, 2018	As at March 31, 2017
ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment	2	137.49	138.76
(b) Capital Work-in-Progress	2	22.73	12.03
(c) Investment Property Under Development	3	-	-
(d) Intangible Assets	2	0.69	1.61
(e) Financial Assets			
(i) Investments	4	4,290.48	3,846.64
(ii) Trade receivables	11	64.09	-
(iii) Loans	5	3,815.93	2,359.11
(iv) Other Financial Assets	6	53.57	409.51
(f) Non-Current Tax Assets (net)	8	504.80	419.22
(g) Other Non-Current Assets	9	523.74	520.71
Total Non-Current Assets		9,413.52	7,707.59
(2) Current Assets			
(a) Inventories	10	19.90	22.59
(b) Financial Assets			
(i) Trade Receivables	11	2,891.07	2,309.36
(ii) Cash and Cash Equivalents	12	179.27	160.96
(iii) Bank Balances other than (ii) above	12	287.67	172.74
(iv) Loans	5	1,356.43	2,333.12
(v) Other Financial Assets	6	1,669.42	682.11
(c) Other Current Assets	9	711.32	270.77
(d) Assets classified as Held for sale	13	216.79	-
Total Current Assets		7,331.87	5,951.65
Total Assets		16,745.39	13,659.24
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	14	328.96	328.96
(b) Other Equity	15	(22.35)	(269.32)
Total Equity		306.61	59.64
LIABILITIES			
(1) Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	8,786.29	8,559.02
(ii) Other Financial Liabilities (other than those specified in item (b) below)	17	275.98	339.77
(b) Provisions	18	3.10	2.70
(c) Deferred Tax Liabilities (net)	7	78.73	80.74
(d) Other Non-Current Liabilities	19	134.92	161.21
Total Non-Current Liabilities		9,279.02	9,143.44
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	1,611.56	1,989.73
(ii) Trade Payables	20	1,340.52	829.98
(iii) Other Financial Liabilities (other than those specified in item (c) below)	17	3,801.96	1,182.70
(b) Other Current Liabilities	19	382.45	419.50
(c) Provisions	18	23.27	34.25
Total Current Liabilities		7,159.76	4,456.16
Total Equity and Liabilities		16,745.39	13,659.24

Notes 1 to 52 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
Membership No. 111383
Mumbai,



As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W
ATUL HIRALAL SHAH
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Date: 2023.03.09
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Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

CHANDRA SHEKHAR RAJAN
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

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Date: 2023.03.09
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Mr. Milind Gandhi
Authorised signatory

KRISHNA DHONDU GHAG
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

For and on behalf of the Board

NAND KISHORE
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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

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Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Statement of Profit and Loss for the year ended March 31, 2018

₹ in Crore

	Particulars	Notes	Year ended March 31, 2018	Year ended March 31, 2017
I	Revenue from Operations	21	3,092.62	3,400.65
II	Other Income	22	1,309.38	1,011.43
III	Total Income (I+II)		4,402.00	4,412.08
IV	Expenses			
	Cost of Material Consumed	23	12.17	19.16
	Construction Costs	23	2,102.45	2,504.93
	Operating Expenses	24	209.17	192.47
	Employee Benefits Expense	25	71.63	69.87
	Finance Costs	26	1,642.09	1,377.95
	Depreciation and Amortisation Expense	27	22.32	13.85
	Other Expenses	28	47.46	93.59
	Total Expenses (IV)		4,107.29	4,271.82
V	Profit Before Tax (III-IV)		294.71	140.26
VI	Tax Expense			
	(1) Current Tax	29	28.26	11.47
	(2) Adjustment of Tax relating to earlier periods		-	-
	(2) Deferred Tax charge/ (credit)	7	(2.01)	17.39
	Total Tax Expense / (Credit)		26.25	28.86
VII	Profit for the Year (V-VI)		268.46	111.40
VIII	Other Comprehensive Income			
	<u>Items that may be reclassified to profit or loss</u>			
	Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge		(4.21)	(35.62)
	Fair value change in investment in preference shares of subsidiary measured at amortised cost		(17.06)	-
	Income tax relating to items that will be reclassified to Statement of Profit and Loss		1.47	-
	<u>Items that may not be reclassified to profit or loss</u>			
	Actuarial loss on defined benefit plan		(2.60)	(0.03)
	Income tax relating to items that will not be reclassified to Statement of Profit and Loss		0.91	-
	Total Other Comprehensive Income		(21.49)	(35.65)
IX	Total Comprehensive Income for the Year (VII+VIII)		246.97	75.75
X	Earnings per share (of ₹ 10/- each) (* not annualised)	37		
	(a) Basic (In ₹)		8.16	3.39
	(b) Diluted (In ₹)		8.16	3.39
XI	Paid-up equity share capital (face value - ₹ 10 per share)		328.96	328.96

Notes 1 to 52 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
Membership No. 111383
Mumbai, _____, 2023

9 MAR 2023



As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W
ATULHIRALAL
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Date: 2023.03.09
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SHAH
Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA SHEKHAR RAJAN
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Date: 2023.03.09
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

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Mr. Milind Gandhi
Authorised signatory

KRISHNA DHONDU GHAG
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

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Date: 2023.03.09
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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP LALCHAND BHATIA
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Date: 2023.03.09
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Mr. Dilip Bhatia
Authorised signatory

IL&S TRANSPORTATION NETWORKS LIMITED

Recast Statement of Cash Flow for the year ended March 31, 2018

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) for the Year	294.71	140.26
Adjustments for		
Tax Expenses / (Credit)	-	-
Interest Income	(781.75)	(619.17)
Employee benefits (net)	-	2.29
Loss / (Gain) on disposal of property, plant and equipment	0.05	0.11
Foreign exchange fluctuation loss (net)	5.72	-
Profit on sale of investments	-	(287.25)
Profit on sale of Mutual funds	-	(0.18)
Depreciation and amortisation expense	22.32	13.85
Provision for doubtful receivables	35.47	26.25
(Reversal of Expected Credit Losses) / Expected Credit Losses/ Impairment losses on financial assets (net)	(298.90)	(93.48)
Finance Costs	1,642.09	1,377.95
Dividend Income on non-current investments	(32.94)	(70.98)
Rate and taxes Written off	4.03	-
Operating profit before Working Capital Changes	890.81	489.64
(Increase) / Decrease in trade receivables	(460.21)	1,022.60
Increase in Inventories	2.68	(17.80)
Increase in other financial assets & other assets (current and non current)	(1,062.50)	(141.70)
Increase / (Decrease) in financial liabilities & other liabilities (current and non current)	522.63	(188.13)
Cash generated from / (used in) from Operations	(106.59)	1,164.62
Direct Taxes paid (Net)	(111.84)	(135.22)
Net Cash generated from / (used in) Operating Activities (A)	(218.43)	1,029.40
CASH FLOW FROM INVESTING ACTIVITIES		
Payments for acquiring property, plant and equipment	(60.38)	(20.33)
Payments for acquiring intangible assets	(0.28)	(0.27)
Proceeds from disposal of property, plant and equipment	0.43	0.27
Proceeds against Investment held for Sale	270.00	-
Proceeds from disposal of subsidiary and associate	574.92	235.46
Proceeds from redemption of debentures	-	32.00
Investment in / Purchase of equity shares of subsidiaries	(1,080.82)	(369.20)
Investment in associates	-	(4.46)
Investment in Mutual funds	-	(360.00)
Redemption of Mutual funds	-	360.18
Long term loans given	(947.86)	(1,246.57)
Long term loans recovered	79.94	700.57
Short term loans recovered / (given) (net)	3,999.17	(2,436.79)
Interest received	137.17	419.37
Dividend received	32.94	65.96
Net Cash used in Investing Activities (B)	3,005.23	(2,623.81)



IL&S TRANSPORTATION NETWORKS LIMITED

Recast Statement of Cash Flow for the year ended March 31, 2018

CASH FLOW FROM FINANCING ACTIVITIES		
Redemption of preference shares with premium	(256.37)	-
Proceeds from long term borrowings	8,419.08	4,874.13
Repayment of long term borrowings	(8,794.12)	(2,963.13)
Proceeds from short term borrowings	5,321.24	6,448.96
Repayment of short term borrowings	(5,771.95)	(5,027.25)
Finance Costs paid	(1,450.69)	(1,382.00)
Equity Dividend paid	-	(65.79)
Tax on Equity Dividend paid	-	(9.29)
Preference Dividend paid	(84.72)	(78.86)
Tax on Preference Dividend paid	(10.12)	(12.89)
Fixed deposits matured / (placed) as security against borrowings	(116.42)	(28.25)
Net Cash generated from Financing Activities (C)	(2,744.07)	1,755.63
Net Increase / (decrease) In Cash and Cash Equivalents (A+B+C)	42.73	161.22
Cash and Cash Equivalents at the beginning of the year	19.22	(142.01)
Cash and Cash Equivalents at the end of the year	61.96	19.21
Net Increase / (decrease) in Cash and Cash Equivalents	42.74	161.22
Components of Cash and Cash Equivalents		
Balances with Banks		
On current accounts	175.11	156.86
On deposit accounts	4.10	4.09
Cash on hand	0.06	0.01
	179.27	160.96
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 16)	(117.31)	(132.35)
Less – Unsecured Demand loans from banks (Bank overdraft) (shown under current borrowings in note 16)	-	(9.39)
Cash and Cash Equivalents for statement of Cash Flows	61.96	19.22

Footnote: The impact of non-cash transactions have not been given in the above cash flow statement details of which are given in note 12 c.

Notes 1 to 52 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

Membership 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

Digitally signed by
ATUL HIRALAL SHAH
Date: 2023.03.09
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Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA SHEKHAR RAJAN
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CHANDRA SHEKHAR RAJAN
Date: 2023.03.09 20:26:37
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

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Date: 2023.03.09
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Mr. Milind Gandhi
Authorised signatory

KRISHNA DHONDU GHAG
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KRISHNA DHONDU GHAG
Date: 2023.03.09
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

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Date: 2023.03.09
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Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended 31 March 2018

Recast Statement of Changes in Equity for the year ended March 31, 2018
₹ in Crore

	Year Ended March 31, 2018	Year Ended March 31, 2017
a. Equity share capital		
Balance as at the beginning of the year	328.96	328.96
Changes in equity share capital during the year - Share capital issued	-	-
Balance as at end of the year	328.96	328.96

	Reserves and surplus						Items of other comprehensive income				Total
	Debtore Redemption Reserve (note no 15)	Securities Premium Account (note no 15)	Capital Redemption Reserve (note no 15)	General Reserve (note no 15)	Retained Earnings (note no 15)	Total	Defined Benefit Plan Adjustment (note no 15)	Fair value change on assets measured at amortised cost (note no 15)	Cash Flow Hedge Reserve (note no 15)	Total	
b. Other equity											
Balance as at April 1, 2017	46.14	2,144.97	-	123.90	(2,543.06)	(228.05)	(1.94)	-	(39.33)	(269.32)	
Profit for the year	-	-	-	-	268.46	268.46	-	-	-	268.46	
Other comprehensive loss	-	-	-	-	-	-	(1.69)	(17.06)	(2.74)	(21.49)	
Transfer from Retained earnings	-	-	-	-	-	-	-	-	-	-	
Transfer from General reserve to Capital Redemption Reserve	-	-	-	-	-	-	-	-	-	-	
Dividend and Dividend Tax paid	-	-	-	-	-	-	-	-	-	-	
Debtore issue costs	-	-	-	-	-	-	-	-	-	-	
Balance as at March 31, 2018	46.14	2,144.97	-	123.90	(2,274.60)	40.41	(3.63)	(17.06)	(42.07)	(22.35)	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Recast Statement of Changes in Equity for the year ended March 31, 2018

b. Other equity	Reserves and surplus						Items of other comprehensive income				Total
	Debtenture Redemption Reserve (Note no 15)	Securities Premium Account (Note no 15)	Capital Redemption Reserve (Note no 15)	General Reserve (Note no 15)	Retained Earnings (Note no 15)	Total	Defined Benefit Plan Adjustment (Note no 15)	Cash Flow Hedge Reserve (Note no 15)	Total		
									(3.71)	(267.22)	
Balance as at April 1, 2016	46.14	2,147.79	-	123.90	(2,579.43)	(261.60)	(1.91)	-	-	(3.71)	(267.22)
Profit for the year	-	-	-	-	111.40	111.40	-	-	-	-	111.40
Other comprehensive loss	-	-	-	-	-	-	(0.03)	(35.62)	-	-	(35.65)
Transfer to balance in Retained earnings	-	-	-	-	-	-	-	-	-	-	-
Dividend and Dividend Tax paid	-	-	-	-	(75.03)	(75.03)	-	-	-	-	(75.03)
Debtenture issue costs	-	(2.82)	-	-	-	(2.82)	-	-	-	-	(2.82)
Balance as at March 31, 2017	46.14	2,144.97	-	123.90	(2,543.06)	(228.05)	(1.94)	(39.33)	-	(39.33)	(289.32)

₹ in Crore

Notes 1 to 52 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

Membership 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 HIRMAAL ATE CHANDU SHAH
SHAH
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Atul Shah

Partner

Membership No. 036569

Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA Digitally signed
by CHANDRA

SHEKHAR SHEKHAR RAJAN

RAJAN Date: 2023.03.09

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Mr. C. S. Rajan

Authorised signatory

DIN - 00126063

MILIND Digitally signed

by MILIND

RAMESH RAMESH

GANDHI Date: 2023.03.09

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Mr. Milind Gandhi

Authorised signatory

KRISHNA Digitally signed

by KRISHNA

DHONDU DHONDU GHAG

GHAG Date: 2023.03.09

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Mr. Krishna Ghag

Authorised signatory

Mumbai, March 09, 2023

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NAND KISHORE

KISHORE Date: 2023.03.09

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Mr. Nand Kishore

Authorised signatory

DIN - 08267502

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Mr. Dilip Bhatia

Authorised signatory

IL&FS Transportation Networks Limited

Notes forming part of the Recast Standalone financial statements for the year ended March 31, 2018

Note 1: General Information & Significant Accounting Policies

A. General information

A.1 IL&FS Transportation Networks Limited, (ITNL) the Company is a public limited company incorporated in India. Its parent and ultimate holding company is Infrastructure Leasing & Financial Services Limited ("IL&FS"). The addresses of its registered office and principal place of business are The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. ITNL is a developer, operator and facilitator of surface transportation infrastructure projects, taking projects from conceptualization 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'):

A.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.

A.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.



A.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	Resigned effective October 29, 2018
Mr. Mukund Sapre	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 effective October 1, 2021
Mr. Shekhar Prabhudesai	Appointed as director effective December 01, 2021 and resigned effective November 21, 2022
Dr. Deepak Mohanty	Appointed as Director effective November 22, 2022

A.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.

A.6 NCLT Order for Re-opening of books of accounts and Re-casting of Standalone Financial Statements:

- (i) The standalone financial statements for the year ended March 31, 2018, were audited by the then statutory auditors of the Company- M/s S R B C & Co. LLP (FRN 324982E) (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 29, 2018, and were adopted by the Shareholders of the Company at the Annual General Meeting held on September 04, 2018.
- (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 M 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, 2017 have been re-casted.
- (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.

A.7 Basis for preparation of Financial Statements

The recast standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended and the relevant provisions of the Act.

The comparative figures for the year ended and as at March 31, 2017 are as per the audited recast standalone financial statements of the Company.



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 interalia 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.

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.

A.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 50. 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 does not include any specific details with respect to the company to the effect that the relevant years accounts of the company were prepared in a fraudulent manner or the affairs of the company were mismanaged during the relevant period, casting a doubt on the reliability of financial statements. 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 have not been concluded 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. Regarding status of the forensic audit please refer Note 42.

B. Significant accounting policies

B.1 Statement of compliance

The standalone financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended.

B.2 Basis of preparation and presentation

The financial statements have been prepared on a historical cost basis, except for the following asset and liabilities which have been measured at fair value:

- Derivative financial instruments,
- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments),

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on this basis.



The Financial statements have been prepared on going concern basis considering the Company's ability to raise requisite finance/generate cash flows from strategic initiatives in future to meet its obligations, including financial support to its subsidiary companies.

The principal accounting policies are set out below.

B.3 Investments in subsidiaries, associates and joint ventures

Investment in subsidiaries, associates and joint ventures are measured at cost as per Ind AS 27.

If there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the net investment in a subsidiary, associate or a joint venture (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows from the net investment that can be reliably estimated, then it is necessary to recognize impairment loss with respect to the Company's investment in a subsidiary, associate or a joint venture.

When necessary, the entire carrying amount of the investment (including goodwill) is tested for impairment in accordance with Ind AS 36 Impairment of Assets as a single asset by comparing its recoverable amount (higher of value in use and fair value less costs of disposal) with its carrying amount. Any impairment loss recognized is reduced from the carrying amount of the investment and recognized in the profit or loss. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases but the increase is restricted to the amounts that would arise had no impairment loss been recognized in previous years.

Investments in subsidiaries, associates and joint venture are an integral part of business of the Company in their surface transportation business.

The Company regularly evaluates the investment portfolio and as part of monetization plan decides to dispose/ sell the investments. Any gain arising out of sale of investments of subsidiary, associates, joint venture are recognized to Statement of Profit and Loss and included as part of Other Operating Income.

In case of losses, it is recognized as other expenses in the Statement of Profit and Loss.

B.4 Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.



The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as properties and significant liabilities, such as contingent consideration.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Disclosures for valuation methods, significant estimates and assumptions (note 1.C and 32)
Quantitative disclosures of fair value measurement hierarchy (note 32)
- Investment property under development (note 3)
- Financial instruments (including those carried at amortised cost) (note 4,5,6,11,12,16,17,20,32)

B.5 Non-current assets held for sale

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present



condition subject only to terms that are usual and customary for sales of such asset and its sale is highly probable. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current asset or disposal group classified as held for sale are measured at the lower of their carrying amount and fair value and no depreciation is charged after such classification.

B.6 Revenue recognition

B.6.1 Revenue from Advisory, design, engineering and management services

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 recognized when it is realized or realizable and earned. Revenue is considered as realized or realizable 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

Advisory, Design and Engineering fees are billed as services are rendered, however they are due for payment one year from the date of billing. Disclosure with respect to such Trade Receivables has been made considering above policy.

Revenue in respect of arrangements made for rendering services is recognized 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 recognized 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 recognized 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 recognized based on the milestones reached under the contracts.

Interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. When calculating the effective interest rate, the group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension) but does not consider the expected credit losses. Interest income is included in other income in the statement of profit and loss.

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

B.6.2 Revenue from construction contracts

The Company recognizes and measures revenue, costs and margin for providing construction services during the period of construction of the infrastructure in accordance with Ind AS 11 'Construction Contracts'.



When the outcome of a construction contract can be estimated reliably and it is probable that it will be profitable, contract revenue and contract costs associated with the construction contract are recognized as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed up to the reporting date bear to the estimated total contract costs.

For the purposes of recognizing revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

The percentage of completion method is applied on a cumulative basis in each accounting period to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognized in the Statement of Profit and Loss in the period in which the change is made and in subsequent periods.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognized only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognized as an expense in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognized as an expense in the Statement of Profit and Loss in the period in which such probability occurs.

Any excess revenue recognized 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", as the case may be.

B.7 Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

For arrangements entered into prior to April 1, 2015 the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

Company as lessee

1. Assets held under finance leases are initially recognized as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.



2. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognized immediately in profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on borrowing costs (see note B.9). Contingent rentals are recognized as expenses in the periods in which they are incurred.
3. A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.
4. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Company as lessor

1. Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned
2. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

B.8 Foreign currencies

The Company's financial statements are presented in INR, which is also the Company's functional currency.

In preparing the financial statements of Company, transactions in currencies other than the Company's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCI or profit or loss are also recognized in OCI or profit or loss, respectively).



The Company had exercised the option of amortizing / capitalizing the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011.

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- Exchange differences on transactions entered into in order to hedge certain foreign currency risks (see note B.21 below for hedging accounting policies); these are recognised in OCI until the net investment is disposed of, at which time, the cumulative amount is reclassified to profit or loss.

B.9 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 of development of assets requiring a substantial period of time to prepare for their intended future use. Interest is capitalised up to the date when the asset is ready for its intended use. The amount of interest capitalised 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. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognized in statement of profit and loss in the period in which they are incurred.

B.10 Employee benefits

B.10.1 Retirement benefit costs and termination benefits

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered service entitling them to the contributions. The Company has no obligation, other than the contribution payable to the provident fund, superannuation fund

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss. Past service costs are recognised in profit or loss on the earlier of:

The date of the plan amendment or curtailment, and

The date that the Company recognises related restructuring costs



Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

Defined benefit costs are categorized as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and
- net interest expense or income; and
- re-measurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

The retirement benefit obligation recognized in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

A liability for a termination benefit is recognized at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognizes any related restructuring costs.

B.10.2 Short-term and other long-term employee benefits

A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

B.11 Taxation

B.11.1 Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to



the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax return with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

B.11.2 Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets (including unused tax credits such as MAT credit and unused tax losses such as carried forward business loss and unabsorbed depreciation) are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of to recover or settle the carrying amount of its assets and liabilities.

B.12 Property, plant and equipment

Property, plant and equipment 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 capitalized up to the date when the asset is ready for its intended use.



All assets are depreciated on a Straight Line Method (SLM) of Depreciation, over the useful life of assets which are estimated by the management and are in line with Schedule II of the Companies Act, 2013 other than assets specified in para below

Following assets are depreciated over a useful life other than the life prescribed under Schedule II of the Companies Act, 2013 based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc.:

Asset	Useful life based on SLM
Data Processing Equipment (Server & Networking)	4
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase
Specialized office equipment's	3
Vehicles	5
Assets provided to employees	3
All categories of assets costing less than ₹ 5000 /- each	Fully depreciated in the year of purchase

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis. Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying of the asset and is recognized in profit or loss.

The Company has elected to continue with the carrying value of all of its plant and equipment and intangible assets recognized as of April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

B.13 Investment property under development:

Investment property under development is measured at cost, including transaction costs and are stated at cost less accumulated impairment loss, if any.

Though the Company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer applying a valuation model recommended by the Royal Institute of Chartered Surveyors.

Investment property is derecognised either when it is being disposed of or when it is permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of derecognition.



B.14 Intangible assets

Intangible assets comprise of software and amounts paid for acquisition of commercial rights under an "Operation and Maintenance" agreement for a toll road project and are depreciated as follow:

Asset Type	Useful Life
Licensed Software	Over the licence period
Intellectual Property Rights	5 - 7 years
Commercial Rights acquired under Operations and Maintenance Agreement	The minimum balance period of the concession agreement relating to the corresponding toll road project
General software	4 years

Intangible assets are reported at acquisition cost with deductions for accumulated amortisation and impairment losses, if any. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period.

Acquired intangible assets are reported separately from goodwill if they fulfil the criteria for qualifying as an asset, implying they can be separated or they are based on contractual or other legal rights and that their market value can be established in a reliable manner.

An impairment test of such intangible assets is conducted annually or more often if there is an indication of a decrease in value. The impairment loss, if any, is reported in the Statement of Profit and Loss.

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 acquisition of the rights under the "Operations and Maintenance" agreement is amortised over the minimum balance period (as at the time of acquisition) of the concession agreement relating to the corresponding toll road project.

B.15 Impairment of Property, plant and equipment and intangible assets

At the end of each reporting period, the Company reviews the carrying amounts of its Property, plant and equipment and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, or whenever there is an indication that the asset may be impaired.



In assessing value in use, the estimated future cash flows are discounted to their present value using appropriate discount rate.

Recoverable amount is the higher of fair value less costs of disposal and value in use.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss.

B.16 Inventories

Stores and spares

Inventories are stated at the cost and net realizable value. Net realizable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. Costs of stores and spares are determined on a first-in- first-out basis.

B.17 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

B.17.1 Onerous contracts

Present obligations arising under onerous contracts are recognized and measured as provisions. An onerous contract is considered to exist where the Company has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received from the contract.



B.18 Financial instruments

Financial assets and financial liabilities are recognized when a company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss ("FVTPL") are recognized immediately in the statement of profit and loss.

B.18.1 Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

B.18.2 Classifications of financial assets – debt instruments

Debt instruments that meet the following conditions are subsequently measured at amortized cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows;
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

B.18.3 Amortized cost and Effective interest method

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in profit or loss and is included in the "Other income" line item.



B.18.4 Financial assets at FVTPL

Investments in equity instruments (other than group) are classified as at FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in FVOCI for equity instruments which are not held for trading.

Debt instruments that do not meet the amortized cost or FVOCI criteria are measured at FVTPL. In addition, debt instruments that meet the amortized cost or FVOCI criteria but are designated as at FVTPL are measured at FVTPL.

A debt instrument that meets the amortized cost or FVOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognizing the gains and losses on them on different bases. The Company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognized in profit or loss. The net gain or loss recognized in profit or loss is included in the "Other income" line item.

B.18.5 Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost
- b) Lease receivables under Ind AS 17
- c) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18
- d) Loan commitments which are not measured as at FVTPL
- e) Financial guarantee contracts which are not measured as at FVTPL

ECL is the difference between all contractual cash flows that are due to the group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR.

The Company has followed simplified approach for recognition of ECL. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The Company measures the loss allowance on the basis of estimated realization date for receivables and loans by considering the cash flow model of the respective project SPV's which in the view of the management is the most realistic and appropriate way for estimating the realization date of the receivables with respect to the project SPV's. In respect of other than project SPV's, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated. When estimating the cash flows, the Company is required to consider all contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument.



ECL allowance (or reversal) recognized during the period is recognized as income/ expense in the statement of profit and loss. This amount is reflected under the head other income/other expenses in the statement of profit and loss.

B.18.6 Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

B.18.7 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

B.18.8 De-recognition of financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On de-recognition of a financial asset other than in its entirety (e.g., when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognized and the sum of the consideration received for the part no longer recognized and any cumulative gain or loss allocated to it that had been recognized in other comprehensive income is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on



disposal of that financial asset. A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

B.18.9 Foreign Exchange Gain and Losses

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

- For foreign currency denominated financial assets measured at amortised cost and FVTPL, the exchange differences are recognised in profit or loss except for those which are designated as hedging instruments in a hedging relationship.
- Changes in the carrying amount of investments in equity instruments at FVOCI relating to changes in foreign currency rates are recognised in other comprehensive income.

B.18.10 Modification of Cash Flows of financial assets and revision in estimates of Cash flows

When the contractual cash flows of a financial asset are renegotiated or otherwise modified and the renegotiation or modification does not result in the de-recognition of that financial asset in accordance within AS 109, the Company recalculates the gross carrying amount of the financial asset and recognizes a modification gain or loss in profit or loss. The gross carrying amount of the financial asset is recalculated as the present value of the renegotiated or modified contractual cash flows that are discounted at the financial asset's original effective interest rate. Any costs or fees incurred are adjusted to the carrying amount of the modified financial asset and are amortized over the remaining term of the modified financial asset.

If the Company revises its estimates of payments or receipts (excluding modifications and changes in estimates of expected credit losses), it adjusts the gross carrying amount of the financial asset or amortized cost of a financial liability to reflect actual and revised estimated contractual cash flows. The Company recalculates the gross carrying amount of the financial asset or amortized cost of the financial liability as the present value of the estimated future contractual cash flows that are discounted at the financial instrument's original effective interest rate. The adjustment is recognized in profit or loss as income or expense.

B.19 Financial liabilities and equity instruments-

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

B.19.1 Classifications as debt or equity

Debt and equity instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.



B.19.2 Compound instruments

The components of compound instruments are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument. A conversion option that will be settled by issue of fixed number of the Company's own equity instruments in exchange of a fixed amount of cash or another financial asset is an equity instrument.

At the date of issue, the fair value of the liability component is estimated using the prevailing market interest rate for similar non-convertible instruments. This amount is recognized as a liability on an amortized cost basis using the effective interest method until extinguished upon conversion or at the instrument's maturity date.

The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. This is recognized and included in equity, net of income tax effects, and is not subsequently remeasured. In addition, the conversion option classified as equity will remain in equity until the conversion option is exercised, in which case, the balance recognized in equity will be transferred to other component of equity. When the conversion option remains unexercised at the maturity date of the convertible note, the balance recognized in equity will be transferred to retained earnings. No gain or loss is recognized in profit or loss upon conversion or expiration of the conversion option.

Transaction costs that relate to the issue of the convertible notes are allocated to the liability and equity components in proportion to the allocation of the gross proceeds. Transaction costs relating to the equity component are recognized directly in equity. Transaction costs relating to the liability component are included in the carrying amount of the liability component and are amortized over the lives of the convertible notes using the effective interest method.

B.19.3 Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company and commitments issued by the Company to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

B.19.3.1 Financial liabilities subsequently measured at amortized cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an



integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

B.19.3.2 Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms

Financial guarantee contracts issued by the Company are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 18.

B.19.3.3 Foreign exchange gains and losses

For financial liabilities that are denominated in a foreign currency and are measured at amortized cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortized cost of the instruments and are recognized in 'Other income / Other expenses' in the line-item 'Net foreign exchange gains/(losses).

B.19.3.4 Derecognition of financial liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

B.19.3.5 Commitments to provide a loan at a below-market interest rate

Commitments to provide a loan at a below-market interest rate are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109; and
- the amount initially recognised less, when appropriate, the cumulative amount of income recognised in accordance with the principles of Ind AS 18.



B.20 Derivative financial instruments

The Company enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts, interest rate swaps and cross currency swaps. Further details of derivative financial instruments are disclosed in Note 32.

Derivatives are initially recognized at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognized in profit or loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedging relationship and the nature of the hedged item.

B.20.1 Embedded derivatives

Derivatives embedded in non-derivative host contracts that are not financial assets within the scope of Ind AS 109 are treated as separate derivatives when their risks and characteristics are not closely related to those of the host contracts and the host contracts are not measured at FVTPL.

B.21 Hedge accounting

The Company designates certain hedging instruments, which include derivatives, embedded derivatives and non- derivatives in respect of foreign currency risk, as either fair value hedges, cash flow hedges, or hedges of net investments in foreign operations. Hedges of foreign exchange risk on firm commitments are accounted for as cash flow hedges.

At the inception of the hedge relationship, the entity documents the relationship between the hedging instrument and the hedged item, along with its risk management objectives and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Company documents whether the hedging instrument is highly effective in offsetting changes in fair values or cash flows of the hedged item attributable to the hedged risk.

Note 32 sets out details of the fair values of the derivative instruments used for hedging purposes.

B.21.1 Cash flow hedges

The effective portion of changes in the fair value of the designated portion of derivatives that qualify as cash flow hedges is recognized in other comprehensive income and accumulated under the heading of cash flow hedging reserve. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss, and is included in the 'Other gains and losses' line item.

Amounts previously recognized in other comprehensive income and accumulated in equity relating to effective portion as described above are reclassified to profit or loss in the periods when the hedged item affects profit or loss, in the same line as the recognized hedged item. However, when the hedged forecast transaction results in the recognition of a non-financial asset or a non-financial liability, such gains and losses are transferred from equity and included in the initial measurement of the cost of the non-financial asset or non-financial liability.



Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting. Any gain or loss recognized in other comprehensive income and accumulated in equity at that time remains in equity and is recognized when the forecast transaction is ultimately recognized in profit or loss. When a forecast transaction is no longer expected to occur, the gain or loss accumulated in equity is recognized immediately in profit or loss.

B.22 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

C. Critical accounting judgments and key sources of estimation uncertainty

C.1 Critical accounting judgments

The preparation of Financial Statements in conformity with the recognition and measurement principles of Ind AS requires management to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities at the date of the Financial Statements and the reported amounts of income and expenses for the periods presented.

In this regard, refer Note A.8.

The matters to be disclosed will be dictated by the circumstances of the individual entity, and by the significance of judgments and estimates made to the performance and financial position of the entity. Instead of disclosing this information in a separate note, it may be more appropriate to include such disclosures in the relevant asset.

C.2 Key sources of estimation uncertainty

Key source of estimation of uncertainty at the date of Financial Statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of fair value measurement of financial instruments, receivables, loans and advances, valuation of deferred tax assets, useful life of assets, cash flow models for impairment and ECL.

Key estimations in relation to fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Refer Note 30 for further disclosures.



Key estimations in relation to fair value measurement of receivables, loans and interest accrued thereon

The Company has performed valuation for its receivables, loans and interest accrued thereon as to whether there is any ECL. When the fair value of receivables, loans and interest accrued thereon cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as expected earnings in future years, liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of these receivables, loans and interest accrued thereon.

Key estimations in relation to fair value measurement investments

The Company has performed valuation for its investment as to whether there is any impairment in their fair values. When the fair value of investments cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as expected earnings in future years, liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of these investments.

Key estimations in relation to Construction revenue and cost

The Company, being a part of construction industry major components of contract estimate are budgeted costs and revenue to complete the contract. While estimating these components various assumptions are considered by the management such as (i) Work will be executed in the manner expected so that the project is completed timely (ii) consumption norms will remain same (iii) Assets will operate at the same level of productivity as determined (iv) Wastage will not exceed the normal % as determined etc. (v) Estimates for contingencies (vi) There will be no change in design and the geological factors will be same as communicated and (vii) price escalations etc. Due to such complexities involved in the budgeting process, contract estimates are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Key estimations in relation to Useful lives of Property, plant and equipment & Intangible assets

Useful lives of Property, plant and equipment & Intangible Assets (other than the life prescribed under Schedule II of the Companies Act, 2013) are estimated based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes. All these evaluations and assessments involve judgements on part of the management.

Key estimations in relation to deferred tax assets and MAT credit entitlement

In assessing the realisability of deferred tax assets and MAT credit entitlement the management of the Company estimates whether the Company will earn sufficient taxable profit in future periods. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible. The amount of the deferred tax assets and MAT credit entitlement considered realizable could be reduced in the near term, if estimates of future taxable income during the carry forward period are reduced.



D. Recent accounting pronouncements

i. Standards issued but not yet effective

On March 28, 2018, the Ministry of Corporate Affairs (MCA) has notified the Companies (Indian Accounting Standards) Amended Rules, 2018 ("Amended Rules ") as per which Ind AS 115 "Revenue from Contract with Customers" supersedes Ind AS 11 "Construction Contracts" and Ind AS 18 "Revenue" and also MCA has carried out amendments to other existing Ind AS. These amendments shall be applicable to the Company for all accounting periods commencing on or after April 01, 2018.

(a) Issue of Ind AS 115 - Revenue from Contracts with Customers

Ind AS 115 will supersede the current revenue recognition guidance including Ind AS 18 Revenue, Ind AS 11 Construction Contracts and the related interpretations. Ind AS 115 provides a single model of accounting for revenue arising from contracts with customers based on the identification and satisfaction of performance obligations.

The Company had continued to evaluate the available transaction method and its contractual arrangements. The ultimate impact on revenue resulting from the application of IND-AS 115 was subject to assessments that were dependent on many variables, including, but not limited to, the terms of the contractual arrangements and the mix of business. The company considerations also include, but were not limited to, the comparability of its financial statements and the comparability within its industry from application of the new standard to its contractual arrangements. The company had established an implementation team to implement IND-AS 115 related to the recognition of revenue from contracts with customers and it had continued to evaluate the changes to accounting system and process, and additional disclosure requirement that may be necessary.

(b) Amendment to the then existing issued Ind AS

The MCA has also carried out amendments of the following accounting standards:

- i. Ind AS 21 - The Effects of Changes in Foreign Exchange Rates
- ii. Ind AS 40 - Investment Property
- iii. Ind AS 12 - Income Taxes
- iv. Ind AS 28 - Investments in Associates and Joint Ventures and
- v. Ind AS 112 - Disclosure of Interests in Other Entities

Application of above standards are not expected to have any significant impact on the Company's Financial Statements.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 2: Property, Plant and Equipment; Intangible Assets and Capital Work-In-Progress

Current year :

Particulars	Cost or Deemed cost						Accumulated Depreciation and Amortisation				Carrying Amount
	As at April 1, 2017		As at March 31, 2018		As at April 1, 2017		As at March 31, 2018		As at March 31, 2018		As at March 31, 2018
	As at April 1, 2017	Additions	Deletions	As at March 31, 2018	As at April 1, 2017	Depreciation / Amortisation for the period	Deletions	As at March 31, 2018	As at March 31, 2018	As at March 31, 2018	
Property, Plant and Equipment											
Buildings	1.31	8.08	-	9.39	0.05	0.14	-	0.19	9.20	9.20	
Plant and Machinery	132.61	0.10	0.10	132.51	5.37	16.31	0.06	21.62	110.89	110.89	
Furniture and Fixtures	5.04	8.27	0.24	13.07	0.64	1.31	0.23	1.72	11.35	11.35	
Vehicles	7.04	2.32	0.79	8.57	3.67	1.56	0.38	4.84	3.73	3.73	
Office Equipment's	3.37	0.72	1.11	2.98	1.82	0.93	1.10	1.65	1.33	1.33	
Data Processing Equipment's	2.95	0.98	1.75	2.18	2.07	0.89	1.74	1.22	0.96	0.96	
Leasehold Improvements	0.11	-	-	0.11	0.06	0.01	-	0.08	0.03	0.03	
Total	152.43	20.37	3.99	168.81	13.68	21.15	3.51	31.32	137.49	137.49	
Intangible Assets											
Computer Software (Acquired)	6.49	0.28	0.55	6.22	4.89	1.17	0.55	5.51	0.69	0.69	
Commercial Rights (Acquired) (refer note 2.2)	3.71	-	3.71	-	3.70	-	3.71	-	-	-	
Total	10.20	0.28	4.26	6.22	8.59	1.17	4.26	5.51	0.69	0.69	
Capital Work-In-Progress											
	12.03	24.66	13.96	22.73	-	-	-	-	22.73	22.73	
Grand Total	174.66	45.31	22.21	197.74	22.27	22.32	7.77	36.83	160.91	160.91	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Previous year :

Particulars	Cost or Deemed cost						Accumulated Depreciation and Amortisation				Carrying Amount As at March 31, 2017	
	As at April 1, 2016		As at March 31, 2017		As at April 1, 2016		As at March 31, 2017		Deletions	Depreciation / Amortisation for the period		
	Additions	Deletions	Additions	Deletions	As at April 1, 2016	As at March 31, 2017	As at March 31, 2017					
Property, Plant and Equipment												
Buildings	1.31	-	1.31	-	0.02	0.03	0.05	-	0.03	-	0.05	1.26
Plant and Machinery (refer note 2.1)	27.46	105.22	132.61	0.07	1.81	3.57	5.37	0.01	3.57	0.01	5.37	127.24
Furniture and Fixtures	1.24	3.86	5.04	0.06	0.25	0.44	0.64	0.06	0.44	0.06	0.64	4.40
Vehicles	6.43	0.84	7.04	0.23	2.09	1.71	3.67	0.13	1.71	0.13	3.67	3.37
Office Equipments	2.62	1.20	3.37	0.45	1.10	1.06	1.82	0.34	1.06	0.34	1.82	1.55
Data Processing Equipments	2.98	0.52	2.95	0.55	1.26	1.24	2.07	0.43	1.24	0.43	2.07	0.88
Leasehold Improvements	0.24	-	0.11	0.13	0.17	0.02	0.06	0.13	0.02	0.13	0.06	0.05
Total	42.28	111.64	152.43	1.49	6.70	8.07	13.67	1.10	8.07	1.10	13.67	138.76
Intangible Assets												
Computer Software (Acquired)	6.24	0.27	6.49	0.02	2.57	2.34	4.89	0.02	2.34	0.02	4.89	1.60
Commercial Rights (Acquired) (refer note 2.2)	3.71	-	3.71	-	0.26	3.44	3.70	-	3.44	-	3.70	0.01
Total	9.95	0.27	10.20	0.02	2.83	5.78	8.59	0.02	5.78	0.02	8.59	1.61
Capital Work-In-Progress	7.23	4.80	12.03	-	-	-	-	-	-	-	-	12.03
Grand Total	59.46	116.71	174.66	1.51	9.53	13.85	22.26	1.12	13.85	1.12	22.26	152.40

2.1. Additions to Plant and Machinery for the year ended March, 31, 2017 includes Plant and Machinery of ₹ 58 crore given on operating lease for period of 2.5 years at fixed monthly rental which is included in Other Income (refer note 22)

2.2. The commercial rights have been extinguished as at March, 31, 2017 and accordingly the cost and accumulated amortisations has been adjusted during the year and net balance is Nil.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 3: Investment property under development

₹ in Crore

Particulars	As at March 31, 2018	As at March 31, 2017
Investment property under development	-	-
Total	-	-

In the original financial statements, the following disclosures were given pertaining to Investment property under development. In the recast financial statements, this amount has been regrouped as "Consideration paid for acquisition of commercial premises" under Other non-current assets and shown in Note 9. Due to such re-grouping, the carrying value of Investment property under development is Nil.

Disclosure as per original financial statements

Reconciliation of Carrying Amount

Particulars	As at March 31, 2018	As at March 31, 2017
Carrying Amount at the beginning of the year	115.31	115.31
Add: Stamp duty and other taxes paid during the year	6.75	-
Less: Impairment loss provided during the year (refer note 29)	(3.13)	-
Total	118.93	115.31
	-118.93	-115.30

Reconciliation of Impairment during the year

Particulars	As at March 31, 2018	As at March 31, 2017
Opening balance at the beginning of the year	-	-
Addition during the year (refer note 29)	(3.13)	-
Reversal during the year	-	-
Closing balance at the end of the year	(3.13)	-

Notes :

a. Investment property consists of 49,555 sq.ft commercial property in Mumbai. The said property has been offered as a security given to one of the lenders of the Company.

The investment property is held under freehold interests.

b. Fair value measurement of the Company's investment properties

Fair value of property is determined by using market comparable method. This means that valuations performed by the valuer are based on active market prices, significantly adjusted for difference in nature, location or condition of the specific property. As at March 31, 2018 and as at March 31, 2017, the property is fair valued based on valuations performed by one of the independent valuer who has relevant valuation experience for similar properties in India.

Details of the Company's investment properties and information about the fair value hierarchy as at March 31, 2018 and as at March 31, 2017 are as follows:

Fair value as per Level 2

Particulars	As at March 31, 2018	As at March 31, 2017
Investment property under development	118.93	118.93
Total	118.93	118.93



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 4 : Investments

I. Investments in Subsidiaries

₹ in Crore

Particulars	Face value ₹	As at March 31, 2018		As at March 31, 2017	
		Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid)					
Investments in Equity Instruments (at deemed cost):					
North Karnataka Expressway Limited	10	77,20,823	7.72	77,20,823	7.72
East Hyderabad Expressway Limited	10	2,16,89,400	15.08	2,16,89,400	15.08
ITNL International Pte. Ltd., Singapore (Face value US\$ 1 each)	Not Applicable	12,66,32,481	494.24	12,66,32,481	494.24
ITNL Road Infrastructure Development Company Limited	10	14,00,00,000	140.00	14,00,00,000	140.00
Vansh Nimay Infraprojects Limited	10	1,43,00,000	-	1,43,00,000	-
IL&FS Rail Limited(refer note 13)	10	34,92,31,950	349.23	68,81,74,376	589.80
Hazaribagh Ranchi Expressway Limited	10	13,09,86,900	-	13,09,86,900	-
Pune Sholapur Road Development Company Limited(refer note 13)	10	-	-	16,00,00,000	1.48
West Gujarat Expressway Limited	10	1,47,99,985	10.05	1,47,99,985	10.05
Moradabad Bareilly Expressway Limited (refer note 4.3)	10	18,95,19,309	189.52	22,16,60,000	221.66
Jharkhand Road Projects Implementation Company Limited	10	24,24,48,000	-	24,24,48,000	-
Jharkhand Infrastructure Implementation Company Limited	10	4,49,99,940	45.00	4,49,99,940	45.00
Chenani Nashri Tunnelway Limited	10	37,20,00,000	360.56	37,20,00,000	360.56
MP Border Checkpost Development Company Limited	10	11,02,78,130	-	11,02,78,130	-
Badarpur Tollway Operations Management Limited	10	-	-	49,994	0.05
Rapid Metro Rail Gurgaon Limited	10	1,82,39,128	18.24	1,82,39,128	18.24
Futureage Infrastructure India Limited	10	30,00,000	-	30,00,000	-
Charminar Robopark Limited	10	46,80,000	-	46,80,000	-
Karyavattom Sports Facilities Limited	10	4,31,19,940	43.12	4,31,19,940	43.12
Kiratpur Ner Chowk Expressway Limited	10	50,08,10,000	500.81	50,08,10,000	500.81
ITNL Offshore Pte. Ltd., Singapore (Face value US\$ 1 each)	Not Applicable	33,70,500	2.60	33,70,500	2.61
Baleshwar Kharagpur Expressway Limited	10	17,85,90,000	178.59	17,85,90,000	178.59
Sikar Bikaner Highway Limited	10	12,40,50,000	124.05	12,40,50,000	124.05
Rapid MetroRail Gurgaon South Limited	10	23,03,00,000	230.30	23,03,00,000	230.30
ITNL Africa Projects Ltd., Nigeria (Face value Nigerian Naira 1 each)	Not Applicable	25,00,000	-	25,00,000	-
Barwa Adda Expressway Limited	10	23,04,99,940	230.50	10,49,99,940	105.00
Khed Sinnar Expressway Limited	10	29,41,89,994	294.19	29,41,89,994	294.19
Amravati Chikhli Expressway Limited	10	11,91,49,994	119.15	1,80,49,994	18.05
Fagne Songadh Expressway Limited	10	26,24,99,994	262.56	1,41,49,994	14.15
ITNL Offshore Two Pte. Ltd. (Face value US\$ 1 each)	Not Applicable	50,000	0.31	50,000	0.31
ITNL Offshore Three Pte. Ltd. (Face value US\$ 1 each)	Not Applicable	1	0.00	1	0.00
Srinagar Sonamarg Tunnelway Limited	10	56,76,068	195.90	56,76,068	195.90
GRICL Rail Bridge Development Company	10	58,00,000	5.80	42,00,000	4.20
Rajasthan Land Holdings Limited	10	-	-	20,00,000	2.50
Elsamex Maintenance Services Limited	10	49,940	116.55	-	-
Elsamex India private Limited	10	21,00,000	12.01	-	-
Yala Construction Company Limited	10	60,67,762	11.41	-	-
Grusamar India Limited	10	49,940	0.84	-	-
Ranchi Muri Road Development Limited	10	49,940	0.05	-	-



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 4 : Investments

Covered Warrant - IL&FS					
- In favour of Chhattisgarh Highways Road Development Company Limited	10	74,00,000	7.40	74,00,000	7.40
- In favour of Jharkhand Road Projects Implementation Company Limited	10	1,70,00,000	-	1,70,00,000	-
Investments in Preference Shares (at amortised cost) :					
West Gujarat Expressway Limited	10	2,00,00,000	11.41	2,00,00,000	10.15
Investments in units (at cost) :					
ITNL Road Investment Trust ("IRIT")	1,000	10,68,955	76.90	10,68,955	76.90
Total Aggregate Unquoted Investments (A)			4,054.09		3,712.11
Less : Provision for diminution in the value of Investments (B)					
Investments in Equity Instruments					
IL&FS Rail Limited		34,92,31,950	-	68,81,74,376	25.39
Chenani Nashri Tunnelway Limited		37,20,00,000	262.03	37,20,00,000	262.03
Badarpur Tollway Operations Management Limited		-	-	49,994	0.05
Rapid Metro Rail Gurgaon Limited		1,82,39,128	8.13	1,82,39,128	8.13
ITNL Offshore Two Pte. Ltd.		50,000	0.31	50,000	0.31
Srinagar Sonamarg Tunnelway Limited		56,76,068	46.38	56,76,068	27.53
Khed Sinnar Expressway Limited		29,41,89,994	5.43	29,41,89,994	-
			322.28		323.44
Total Investments in Subsidiaries (A) - (B)			3,731.81		3,388.67

ii. Investments in Associates

Particulars	Face value ₹	As at March 31, 2018		As at March 31, 2017	
		Quantity	Amount	Quantity	Amount
Quoted Investments (all fully paid)					
Investments in Equity Instruments (at cost)					
Noida Toll Bridge Company Limited	10	4,90,95,007	161.62	4,90,95,007	161.62
Less : Provision for diminution in the value of Investments			106.39		106.39
Total Aggregate Quoted Investments (A)			55.23		55.24
Unquoted Investments (all fully paid)					
Investments in Equity Instruments (at cost)					
Gujarat Road and Infrastructure Company Limited (refer note 13)	10	-	-	1,48,73,366	14.19
Pario Developers Private Limited	10	3,300	0.33	-	-
ITNL Toll Management Services Limited	10	24,500	0.02	24,500	0.02
Investments in Preference Shares (at amortised cost)					
Pario Developers Private Limited	10	1,50,00,000	140.42	-	-
Total Aggregate Unquoted Investments (B)			140.77		14.21
Total Investments (A) + (B)			196.00		69.44



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 4 : Investments

iii. Investments in Joint Ventures

Particulars	Face value ₹	As at March 31, 2018		As at March 31, 2017	
		Quantity	Amount	Quantity	Amount
		₹ in Crore			
Unquoted Investments (all fully paid)					
Investments in Equity Instruments (at cost)					
Jorabat Shillong Expressway Limited	10	4,20,00,000	21.19	4,20,00,000	21.19
NAM Expressway Limited	10	11,67,54,970	116.75	11,67,54,970	116.75
Thiruvananthapuram Road Development Company Limited	10	1,70,30,000	-	1,70,30,000	-
Warora Chandrapur Ballarpur Toll Road Limited	10	6,17,08,500	61.71	6,17,08,500	61.71
Covered Warrant - IL&FS - In favour of Road Infrastructure Development Company of Rajasthan Limited	10	16,25,00,000	162.50	16,25,00,000	162.50
- In favour of Jharkhand Accelerated Road Development Company Limited	10	74,00,000	7.40	74,00,000	7.40
Total Aggregate Unquoted Investments			369.55		369.55
Less : Provision for diminution in the value of Investments (B)					
Investments in Equity Instruments					
Jorabat Shillong Expressway Limited			6.89		6.89
			6.89		6.89
Total Investments in Associates (A) - (B)			362.66		362.66

iv. Other Non Current Investments

Particulars	Face value ₹	As at March 31, 2018		As at March 31, 2017	
		Quantity	Amount	Quantity	Amount
		₹ in Crore			
Unquoted Investments (all fully paid) (at FVTPL)					
Investments in Equity Instruments					
Indian Highways Management Company Limited	10	5,000	0.01	5,000	0.01
Investments in Equity Instruments					
Pipavav Railway Corporation Limited	10	-	-	1,20,00,000	17.90
Total Aggregate Unquoted Investments (A)			0.01		17.91
Add / (Less) : Fair valuation of Investment					
Pipavav Railway Corporation Limited (B)			-		7.95
Sub-total (B)			-		7.95
Total Investments Carrying Value (A) + (B)			0.01		25.87
Total (i + ii + iii + iv)			4,290.48		3,846.64

v. Breakup of investments into quoted and unquoted

Particulars	₹ in Crore			
	As at March 31, 2018		As at March 31, 2017	
	Cost	Market value	Cost	Market value
Quoted investments	55.23	59.16	162.33	55.23
Unquoted investments	4,235.25	-	5,141.62	-
Total	4,290.48	59.16	5,303.95	55.23

vi. Other Investments – as per Ind AS 109 classification

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Financial assets carried at fair value through profit or loss (FVTPL)		
Held for trading non-derivative financial assets	-	22.14
Total	-	22.14



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 4 : Investments**vii. Impairment Of Investments**

The Company performed its annual impairment test for year ended 31 March 2018 for its investments in SPVs based on fair value less costs to sell. The Company has prepared cash flow projection models for each SPV for the purpose of testing of impairment of investments made in these SPVs. The Company is following one valuation approach i.e. Discounted Cash Flow (DCF) Method, under which the value of each SPV is derived by discounting the future debt free cash flow accruing to the SPV over remaining life of the project. As at March 31, 2018, the recoverable value of certain SPVs investment is below the carrying amount recorded in books of accounts indicating potential impairment in these investments. As a result of this analysis, the Company has recognised impairment loss of ₹ 24.23 crore as above. The impairment losses are included in Other Expenses (refer Note 28).

Key Assumptions Used:

Following are the key assumptions used for the purpose of calculation of value of investment in each SPV and thereby for testing impairment:

Revenue Growth
Operating Expenses
Interest Rate and Repayment Schedule
Discount Rate
Terminal growth Rate

Revenue Growth

The SPVs of the Company operate under the Build, Operate and Transfer (BOT) and Design, Build, Finance, Operate and Transfer (DBFOT) contracts with the government authorities (grantor). Under these Contracts SPVs gets toll collection rights (Toll Projects) or fixed annuity amount (Annuity Projects) from the grantors of Contracts against construction services rendered. For Toll Projects, the Company has considered recent available traffic study for estimating projected revenue growth. For Annuity Projects, the Company has considered the annuity schedules agreed with grantors.

Operating Expenses

The Company has operating and maintainance agreement with its SPVs for all the estimated maintainance expenses during concession period. The operating expenses of the SPVs has been considered basis these agreements.

Interest Rate and Repayment Schedule

The Company has projected Interest rate and repayment schedule of borrowings based on the existing loan agreements with various lenders of each SPV.

Discount Rates

Discount rates represent the then current market assessment of the risks specific to each SPV, taking into consideration the time value of money and individual risks of the underlying assets that have not been incorporated in the cash flow estimates.

Terminal growth Rate

The Company had estimated Terminal growth rate based on the inflation of the markets where it is operating.

Sensitivity to changes In key assumption:

Implications of the key assumption for the recoverable amount is discussed below:

Discount rate

Change in market risks and global economic and political scenario may result into increase in the expected discount rate. In such scenario, the Company may have to provide for additional impairment.

viii. Reconciliation of Impairment during the year

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Opening balance at the beginning of the year	436.72	371.62
Addition during the year (Refer Note 28)	24.28	65.15
Reversal during the year (Refer Note 28)	(0.05)	(0.05)
Impairment on assets held for sale (Refer Note 13)	(25.39)	-
Closing balance at the end of the year	435.56	436.72



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 4 : Investments

4.1. During the year ended March 31, 2018, the Company has sold its investment of 2,000,000 equity share held in Rajasthan Land Holding Limited to Pario Developers Private Limited against consideration received by way of preference shares which is included as investment in above schedule. The profit on sale of ₹ 147.50 Crores is included as a part of Profit on Sale of investments under Other income in Note 22.

4.2. During the year ended March 31, 2018, the Company has sold its investment of 14,735,076 equity share held in Gujarat Road and Infrastructure Company Limited to Oriental Tollways Private Limited and IL&FS Financial Services Limited. The profit on sale of ₹ 214.13 Crores from this transaction is included as a part of Profit on Sale of investments under Other income in Note 22.

4.3. During the year ended March 31, 2018, the Company has sold its Investment of 32,140,691 in equity share held in Moradabad Bareilly Expressway Limited to Oriental Tollways Private Limited. The profit on sale of ₹ 48.21 Crores from this transaction is included as a part of Profit on Sale of investments under Other income in Note 22.

4.4. During the year ended March 31, 2018, the Company has sold its investment of 12,000,000 Pipavav Railway Corporation Limited to IL&FS Financial Services Limited. The profit on sale of ₹ 31.88 Crores from this transaction is included as a part of Profit on Sale of investments under Other income in Note 22.

4.5. The Company has pledged 14,300,000 equity shares aggregating ₹ 14.50 Crores (As at March 31, 2017 - 14,300,000 equity shares aggregating ₹ 14.50 Crores) of Vansh Nimay Infraprojects Limited ("Borrower") with Vistra ITCL (India) Limited (formerly known as 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").

4.6. The Company's investment in "Covered Warrants" aggregating to ₹ 177.30 Crores (As at March 31, 2017 ₹ 177.30 Crores) issued by Infrastructure Leasing & Financial Services Limited ("IL&FS") are instruments under which the holder is entitled to a proportionate share of the dividend and the residual interest / economic benefit on the shares of the underlying investments. However, the rights available as equity shareholder are with IL&FS.

4.7. 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").

4.8. Pursuant to the order of the Hon'ble High Court of Allahabad, the collection of toll at an associate company was suspended since October 26, 2016 and the matter is pending with the Arbitrator. Based on the provisions of the Concession agreement (relating to the Compensation and other recourses) supported by legal opinion, the Company is confident that the underlying value of the Intangible and other assets of associate are fully recoverable. Consequently the Company is of the view that it would be appropriate to carry its investment of the associate at ₹ 162.33 crores.

4.9. The Company has given non-disposal undertakings to the lenders and the grantors of the concession for its investment in 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, equity investors and the grantors of the concession, the carrying value of which is ₹ 1893.30 Crores as at March 31, 2018. (₹ 1,752.15 Crores as at March 31, 2017)

4.10. During the year the Company has purchased Elsamex Maintenance Services Limited, Elsamex India Private Limited, Yala Construction Company Limited and Grusamar India Limited from Elsamex S.A.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

I. Information as required under paragraph 17 (b) of Ind AS 27 for Investments in subsidiaries, joint ventures and associates :

The name of the Investees	Proportion of the ownership Interest		The principal place of business	Country of Incorporation
	As at March 31, 2018	As at March 31, 2017		
Investments in subsidiaries				
Investments in Equity Instruments (at cost / deemed cost) :				
East Hyderabad Expressway Limited	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL International Pte. Ltd.	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore-018981	Singapore
ITNL Road Infrastructure Development Company Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Elsamex S A.	0.00%	0.00%	San Severo n°18 Madrid, Spain-28042	Spain
Vansh Nimay Infraprojects Limited	90.00%	90.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
IL&FS Rail Limited	83.25%	83.25%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
Pune Sholapur Road Development Company Limited	90.91%	90.91%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
West Gujarat Expressway Limited	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Moradabad Bareilly Expressway Limited	85.50%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Jharkhand Infrastructure Implementation Company Limited	100.00%	100.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Chenani Nashri Tunnelway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
MP Border Checkpost Development Company Limited	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Badarpur Tollway Operations Management Limited	0.00%	100.00%	Toll Plaza, Mayur Vihar Link Road, Delhi - 110092	India
Rapid MetroRail Gurgaon Limited	23.82%	44.12%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
Futureage Infrastructure India Limited	58.48%	58.48%	3rd Floor, A-1, Crescent Krishna Metropolis, Rukminipuri, A S Rao Nagar, Hyderabad - 500062 Telangana	India
Charminar Robopark Limited	89.20%	89.20%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Karyavattom Sports Facilities Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Kiratpur Ner Chowk Expressway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Offshore Pte. Limited	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore-018981	Singapore
Baleshwar Kharagpur Expressway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Rapid MetroRail Gurgaon South Limited	62.46%	89.11%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
ITNL Africa Projects Limited	100.00%	100.00%	4th floor, Bank of Industry Bldg. Central Business District, Abuja	Nigeria
Barwa Adda Expressway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Khed Sinnar Expressway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Andhra Pradesh Expressway Limited	0.00%	0.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
GIFT Parking Facilities Limited	0.00%	0.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Amravati Chikhli Expressway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Fagne Songadh Expressway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

ITNL Offshore Two Pte. Limited	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore-018981	Singapore
ITNL Offshore Three Pte. Limited	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore-018981	Singapore
Srinagar Sonamarg Tunnelway Limited	49.00%	49.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
GRIL Rail Bridge Development Company Limited	100.00%	100.00%	301, Shapath-1 Complex, Opp: Rajpath Club, Nr. Madhur Hotel, Sarkhej Highway, Bodakdev, Ahmedabad - 380015	India
Rajasthan Land Holdings Limited	0.00%	100.00%	1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road Jaipur 302005	India
North Karnataka Expressway Limited	93.50%	93.50%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Sikar Bikaner Highway Limited	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Jharkhand Road Projects Implementation Company Limited	100.00%	100.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Hazaribagh Ranchi Expressway Limited	99.99%	99.99%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Road Investment Trust	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Chhattisgarh Highways Road Development Company Limited	74.00%	74.00%	House No. 705, Sector 2, Avanti Vihar, Telibandha Raipur CT 492006	India
Elsamex Maintenance Services Limited	99.88%	0.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Elsamex India Private Limited	99.15%	0.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India

The name of the investees	Proportion of the ownership Interest		The principal place of business	Country of Incorporation
	As at March 31, 2018	As at March 31, 2017		
Yala Construction Company Limited	98.03%	0.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Grusamr India Limited	99.88%	0.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Ranchi Muri Road Development Limited	100.00%	0.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
<u>Investments in associates</u>				
<u>Investments in Equity Instruments (at cost / deemed cost) :</u>				
Noida Toll Bridge Company Limited (at deemed cost)	26.37%	26.37%	DND Flyway Toll Plaza, Noida	India
Gujarat Road and Infrastructure Company Limited	0.25%	26.81%	Office of The Secretary, To The Govt of Gujarat, Roads And Building Department, Gandhinagar	India
ITNL Toll Management Services Limited	49.00%	49.00%	The Toll Plaza, DND Flyway, Noida - 201301	India
<u>Investments in Joint ventures</u>				
<u>Investments in Equity Instruments (at cost / deemed cost) :</u>				
Jorabat Shillong Expressway Limited	50.00%	50.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
NAM Expressway Limited	50.00%	50.00%	6-3-1089/G/10&11, Gumohar Avenue, Rajbhavan Road, Somajiguda, Hyderabad - 500082	India
Thiruvananthapuram Road Development Company Limited	50.00%	50.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Road Infrastructure Development Company of Rajasthan Limited	50.00%	50.00%	1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road Jaipur 302005	India
Jharkhand Accelerated Road Development Company Limited	74.00%	74.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Warora Chandrapur Ballarpur Toll Road Limited	35.00%	35.00%	4th Floor Madhu Madhav Tower, Laxmi Bhuvan Square, Dharampeth, Nagpur - 440010	India



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 5: Loans

₹ In Crore

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Loans to related parties				
Unsecured, considered good	4,369.42	1,710.71	2,829.00	2,847.47
Unsecured, considered doubtful	-	85.62	-	83.80
Allowance for losses	(716.79)	(462.44)	(549.41)	(620.34)
Sub-total (A)	3,652.63	1,333.89	2,279.59	2,310.93
Loans to other parties				
Unsecured, considered good	190.71	125.25	144.09	104.20
Unsecured, considered doubtful	-	50.36	-	9.21
Allowance for losses	(27.41)	(153.07)	(64.57)	(91.22)
Sub-total (B)	163.30	22.54	79.52	22.19
Total (A+B)	3,815.93	1,356.43	2,359.11	2,333.12
Check	55.16	454.39	(121.08)	622.56

*includes outstanding non-current loans to subsidiaries of Rs. 3,817.15 crores for March 31, 2018 and outstanding non-current loans to subsidiaries of Rs. 2,729.64 crores for March 31, 2017

includes outstanding current loans to subsidiaries of Rs. 1,347.89 for March 31, 2018 and outstanding current loans to subsidiaries of Rs. 2,477.76 crores for March 31, 2017

a. Expected credit loss ("ECL") is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at Effective Interest Rate ("EIR").

b. The estimated realization date of the loans given (including accrued interest), has been taken by considering the cash flow model of the respective project SPVs which in the view of the management is the most realistic and appropriate way for estimating the realization date of the loans given (including accrued interest), with respect to the project SPVs. In respect of other than project SPVs, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated.

5.1 - Movement in the expected credit loss :

₹ In Crore

Particulars	As at March 31, 2018	As at March 31, 2017
Balance at beginning of the year	1,325.54	1,304.93
Expected credit loss allowance on loans given (Refer Note 28.3)	221.06	110.87
Reversal of Expected credit losses on loans given (Refer Note 28.3)	(186.89)	(90.26)
Balance at end of the year	1,359.71	1,325.54

Note 6: Other financial assets (Unsecured, considered good unless otherwise mentioned)

₹ In Crore

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Security Deposits to related parties	0.25	-	0.25	-
Security Deposits to others	2.61	8.40	3.05	8.00
Allowance for doubtful advances	-	(3.40)	-	-
Retention Money Receivable from related parties (Refer note 31)	-	235.65	300.17	-
Balances with Banks in deposit accounts (under lien) (Refer note 6.1)	50.70	-	52.64	-
Advance towards Share Application Money receivable from related parties	0.01	-	0.01	-
Interest on trade receivables from related parties (Refer Note 50.5 (c))	-	220.52	-	135.94
Advances recoverable :				
From related parties	-	135.37	75.00	63.08
Allowance for expected credit loss	-	(22.70)	(21.61)	-
From related parties considered doubtful	-	22.06	-	40.17
Allowance for doubtful advances	-	(22.06)	-	(40.17)
From others	-	99.77	-	50.80
Allowance for doubtful advances	-	(9.22)	-	-
From others considered doubtful	20.00	-	20.00	-
Allowance for doubtful advances	(20.00)	-	(20.00)	-
Dividend receivable from related parties	-	-	-	0.00
Receivable for sale of investment	-	163.55	-	-
Other receivables	-	-	-	25.00
Unbilled Revenue from related parties (Refer note 31)	-	841.48	-	399.29
Total	53.57	1,669.42	409.51	682.11

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

-444.66 -659.39 -0.17 40.86



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 7: Deferred Tax Assets (Net)

The following is the analysis of Deferred Tax Asset / (Liabilities) presented in the balance sheet:

Particulars	₹ In Crore		
	As at March 31, 2018	Movement Recognised In Total Comprehensive Income	As at March 31, 2017
Property, plant and equipment	(7.23)	(13.65)	6.42
Unamortised borrowing costs	(73.38)	15.47	(88.85)
Allowance for doubtful loans / Expected credit loss on loans	-	-	-
Allowance for doubtful debts / Expected credit loss on receivables	0.10	-	0.10
Other Comprehensive Income	-	-	-
Allowance for expected credit loss in other financial assets	-	-	-
Defined benefit obligation	1.78	0.19	1.59
Business loss (refer footnote)	-	-	-
Capital loss (refer footnote)	-	-	-
Fair valuation and Expected credit loss in investments (net)	-	-	-
Sub-total	(78.73)	2.01	(80.74)
MAT Credit Entitlement (refer footnote)	-	-	-
Deferred Tax Asset / (Liabilities) (Net)	(78.73)	2.01	(80.74)

7.1. In view of what has been stated in note 45 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 for doubtful debts, loans and advances as well as MAT Credit Entitlement have been recognised.

Note 8: Non Current Tax Assets (net)

Particulars	₹ In Crore	
	As at March 31, 2018	As at March 31, 2017
Advance Payment of taxes	1,378.71	1,260.69
Provision for tax	(873.91)	(841.47)
Total	504.80	419.22
Check	(34.49)	(38.69)

Note 9: Other assets (Unsecured, considered good unless otherwise mentioned)

Particulars	₹ in Crore			
	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Capital Advances	0.01	-	-	-
Preconstruction and Mobilisation advances paid to contractors and other advances	309.11	506.91	319.77	137.39
Mobilisation advances considered doubtful	-	25.10	-	25.10
Allowance for doubtful advances	-	(25.10)	-	(25.10)
Prepaid expenses	4.43	10.80	0.86	25.21
Gratuity Fund (Refer Note 34)	-	4.54	-	0.82
Indirect tax balances / Receivable credit	-	188.74	-	107.35
Other Current Assets	0.01	0.33	-	-
Recoverable from erstwhile Directors for managerial remuneration paid / accrued (Refer Note 9.2)	32.13	-	29.13	-
Recoverable from Holding Company (Refer Note 50.10)	59.12	-	55.65	-
Consideration paid for acquisition of commercial premises (net of impairment) (Refer Note 9.1)	118.93	-	115.30	-
Total	523.74	711.32	520.71	270.77



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

9.1 During the year ended March 31, 2013, the Company had exercised an option under an Agreement, by virtue of which it was entitled to 49,555 sq. ft. area in a commercial development project in Mumbai in lieu of the outstanding balance of advance given of ₹111.85 Crore (including interest accrued of ₹ 12.77 Crore). On exercising of option, the Company disclosed the amount under "Investment Property". 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 accordingly, possession of the same was not given to the Company. The Company had paid ₹ 3.46 Crore towards incidental expenses in relation to conversion which was also classified under Investment Property. In view of the above facts, the entire amount has been regrouped as "Consideration paid for acquisition of commercial premises". As stated in Note 3, the Company has given said property as security to one of the lenders. Subsequently the Company has been allotted designated commercial area of 49,555 sq.ft. in the said project vide letter dated May 22, 2015. The Company had recognised impairment loss of Rs. 3.13 crores on Investment Properties under development in the original financial statements and the same has been retained in the recast financial statements shown in Note 28.

9.2 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 the Companies Act 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".

For FY 2017-18

Name	Nature of Payment	₹ in Crore		
		Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	3.39	1.69	1.70
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	2.22	1.69	0.53
Deepak Dasgupta	Commission	0.13	-	0.13
Deepak Satwalekar	Commission	-	-	-
R C Sinha	Commission	0.13	-	0.13
H P Jamdar	Commission	0.13	-	0.13
Neeru Singh	Commission	0.13	-	0.13
Ravi Parthasarathy	Commission	0.07	-	0.07
Hari Sankaran	Commission	0.07	-	0.07
Arun K Saha	Commission	0.07	-	0.07
Pradeep Puri	Commission	0.04	-	0.04
	Total	6.38	3.38	3.00
	Financial year 2016-17 recoverable	8.36	3.08	5.28
	Financial year 2015-16 recoverable	8.78	1.44	7.34
	Financial year 2014-15 recoverable	9.54	1.30	8.24
	Financial Year 2013-14 recoverable	9.27	1.00	8.27
	Grand Total			32.13



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended 31 March 2018

For FY 2016-17

₹ in Crore

Name	Nature of Payment	Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	4.65	1.54	3.11
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	2.97	1.54	1.43
Deepak Dasgupta	Commission	0.13	-	0.13
Deepak Satwalekar	Commission	-	-	-
R C Sinha	Commission	0.13	-	0.13
H P Jamdar	Commission	0.13	-	0.13
Neeru Singh	Commission	0.09	-	0.09
Ravi Parthasarathy	Commission	0.07	-	0.07
Hari Sankaran	Commission	0.07	-	0.07
Arun K Saha	Commission	0.07	-	0.07
Pradeep Puri	Commission	0.05	-	0.05
Vibhav Kapoor	Commission	-	-	-
	Total	8.36	3.08	5.28
	Financial year 2015-16 recoverable	8.78	1.44	7.34
	Financial year 2014-15 recoverable	9.54	1.30	8.24
	Financial Year 2013-14 recoverable	9.27	1.00	8.27
	Grand Total			29.13



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 10: Inventories (At lower of cost and net realisable value)

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Stores and spares	19.90	22.59
Total	19.90	22.59

Check

The inventories are lying at the construction site at the year end.

Note 11: Trade receivables

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Unsecured, considered good				
Trade receivables from related parties	115.07	2,885.08	-	2,520.35
Trade receivables from others	-	39.10	-	50.80
Unsecured, considered doubtful				
Trade receivables from related parties	-	244.01	-	244.01
Trade receivables from others	-	16.54	-	16.54
Allowance for losses	(50.98)	(293.66)	-	(522.34)
Total	64.09	2,891.07	-	2,309.36

Check

(254.21) (277.83)

a. There are no receivables due from directors or other officers of the company either severally or jointly with any other person; and from firms or private companies respectively in which any director is a partner, a director or a member.

b. Trade receivables are generally on terms of 7 to 20 days and certain receivables carry interest for overdue period.

c. Expected credit loss ("ECL") is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the weighted average cost of borrowings of the Company.

d. The estimated realization date of the receivables has been taken by considering the cash flow model of the respective project SPVs which in the view of the management is the most realistic and appropriate way for estimating the realization date of the receivables with respect to the project SPVs. In respect of other than project SPVs, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated.

11.1 - Movement in the expected credit loss on Trade Receivables:

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Balance at beginning of the year	522.34	589.53
Addition during the year (Refer Note 28.3)	11.89	94.81
Reversal during the year (net) (Refer Note 28.3)	(189.59)	(162.00)
Balance at end of the year	344.64	522.34
Pertaining to the ECL Adjustments (Refer Note 28.3)	(177.70)	(67.19)
Pertaining to the adjustment for revenue at fair value (Refer Note 28.3)	(20.93)	(86.88)
Total	(198.63)	(154.07)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 12: Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the reporting period as shown in the statement of cash flows can be reconciled to the related items in the balance sheet as follows:

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Balances with Banks		
On current accounts	175.11	156.86
On deposit accounts	4.10	4.09
Cash on hand	0.06	0.01
Cash and cash equivalents	179.27	160.96
Unpaid dividend accounts	0.11	0.11
Balances held as margin money or as security against borrowings	287.56	172.63
Other bank balances	287.67	172.74

a. Cash at Banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods between one day and three months, depending on the immediate cash requirements for the Company, and earn interest at the respective short term deposits rates.

b. For the purpose of the statement of cash flows, cash and cash equivalents comprise following :

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Cash and cash equivalents	179.27	160.96
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 16)	(117.31)	(132.35)
Less – Unsecured Demand loans from banks (Bank overdraft) (shown under current borrowings in note 16)	-	(9.39)
Cash and cash equivalents for statement of cash flows	61.97	19.21

c. Non-cash transactions excluded from cash flow statement

- Fixed deposit with Indusind bank of ₹ 3.42 crore converted into Loan to Jharkhand Road Projects Implementation Company Limited.
- During the year , Interest accrued from Karyavattom Sports Facilities Limited converted into Loan ₹ 3.32 crore.
- During the year , there has been conversion of receivable into loan of ₹ 17.93 crore.
- During the year, the short term loan given to certain Group Companies have been assigned to Certain existing lenders of the Company aggregating ₹ 3072.43 crore.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 13: Asset Classified as Held for sale

₹ In Crore

Particulars	Face value ₹	As at March 31, 2018		Face value ₹	As at March 31, 2017	
		Quantity	Amount (net of fair value reduction)		Quantity	Amount (net of fair value reduction)
IL&FS Rail Limited (Refer Note 13.3) Less : Provision for diminution in the value of investment in IL&FS Rail Limited	10	33,89,42,426	240.57 (25.39)	-	-	-
Pune sholapur Road Development Company Limited (Refer Note 13.1)	10	16,00,00,000	1.48	-	-	-
Gujarat Road and Infrastructure Company Limited (Refer Note 13.2)	10	1,38,290	0.13	-	-	-
Total			216.79			-

For the above investments in subsidiaries, the Company has entered into letter of intent (LOI)/ Memorandum understanding (MOU) with customer for sale of such investments. The LOI/MOU has certain condition precedence which are outstanding as on March 31, 2018 and accordingly these Investments are considered as held for sale and carried at cost or as per market value whichever is lower.

13.1 Investment of ₹ 160.00 Crore in subsidiary Pune Sholapur Road Development Company Limited is shown as asset held for sale as advance of ₹ 270 Crore has received against sale of investment in Pune Sholapur Road Development Company Limited. The advance received of ₹ 270 crores is shown under Other Financial Liabilities in Note 17. The Company has entered into the MOU and subject to final agreement and other condition prevalent, sale has not been recognised in books of accounts. There was a fair value reduction in this investment of ₹ 158.52 crores as on the date of transition to Ind AS.

13.2 Investment of ₹ 0.13 Crore in Associate Gujarat Road and Infrastructure Company limited is shown as asset held for sale.

13.3 Investment of 41% amount to ₹ 338.94 Crore in subsidiary IL&FS Rail limited is shown as asset held for sale. There was a fair value reduction in this investment of ₹ 98.37 crores as on the date of transition to Ind AS.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 14: Share capital

Particulars	₹ in Crore			
	As at March 31, 2018		As at March 31, 2017	
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Authorised Equity Shares of ₹ 10/- each	50,00,00,000	500.00	50,00,00,000	500.00
Issued, Subscribed and Paid up Equity Shares of ₹ 10/- each fully paid	32,89,60,027	328.96	32,89,60,027	328.96
Total	32,89,60,027	328.96	32,89,60,027	328.96

i. Details of shares held by the holding company, the ultimate controlling party, their subsidiaries and associates

Equity shares	As at March 31, 2018	As at March 31, 2017
Holding Company - Infrastructure Leasing & Financial Services Limited ("IL&FS")	23,65,82,632	23,65,82,632
Fellow subsidiary - IL&FS Financial Services Limited ("IFIN")	42,66,368	42,66,368

ii. Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year :

Equity Shares	Year ended March 31, 2018		Year ended March 31, 2017	
	Number of Shares	₹ in Crore	Number of Shares	₹ in Crore
Shares outstanding at the beginning of the year	32,89,60,027	328.96	32,89,60,027	328.96
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	32,89,60,027	328.96	32,89,60,027	328.96

iii. Shareholders holding more than 5% of issued, subscribed and paid up equity share capital :

Equity Shareholder	As at March 31, 2018		As at March 31, 2017	
	Number of Shares	% of total holding	Number of Shares	% of total holding
IL&FS	23,65,82,632	71.92%	23,65,82,632	71.92%

iv. 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.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Where final dividend proposed by the Board of Directors, is subject to the approval of the shareholders in the Annual General Meeting.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 15: Other equity

	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Reserves and surplus		
Debenture Redemption Reserve (refer note 15.1)		
Balance at beginning of the year	46.14	46.14
Transfer (to) / from balance in Statement of Profit and Loss	-	-
Balance at end of the year	46.14	46.14
Capital Redemption Reserve (refer note 15.5)		
Balance at beginning of the year	-	-
Transfer (to) / from balance in Statement of Profit and Loss	-	-
Balance at end of the year	-	-
Securities Premium (refer note 15.4)		
Balance at beginning of the year	2,144.97	2,147.79
Premium utilised towards discount on issue of Non-Convertible Debentures	-	(2.82)
Balance at end of the year	2,144.97	2,144.97
General Reserve (refer note 15.2)		
Balance at beginning of the year	123.90	123.90
Transfer from / (to) Capital Redemption Reserve	-	-
Balance at end of the year	123.90	123.90
Retained Earnings (refer note 15.3)		
Balance at beginning of the year	(2,543.06)	(2,579.43)
Profit / (loss) attributable to owners of the Company	268.46	111.40
Payment of final dividends on equity shares (including dividend distribution tax)	-	(75.03)
Transfer from / (to) Debenture Redemption Reserve	-	-
Balance at end of the year	(2,274.60)	(2,543.06)
Sub-Total	40.41	(228.05)
Items of other comprehensive income		
Cash Flow Hedge Reserve		
Balance at beginning of the year	(39.33)	(3.71)
Gain/(loss) arising on changes in fair value of designated portion of hedging instruments	(4.21)	(35.62)
Income tax relating to items that will be reclassified to Statement of Profit and Loss	1.47	-
Balance at end of the year	(42.07)	(39.33)
Defined Benefit Plan Adjustment		
Balance at beginning of the year	(1.94)	(1.91)
Actuarial loss on defined benefit plan	(2.60)	(0.03)
Income tax relating to items that will be reclassified to Statement of Profit and Loss	0.91	-
Balance at end of the year	(3.63)	(1.94)
Fair value change on assets measured at amortised cost		
Balance at beginning of the year	-	-
Fair value change in investment in preference shares of subsidiary measured at amortised cost	(17.06)	-
Balance at end of the year	(17.06)	-
Total Other Comprehensive Income	(62.76)	(41.27)
Total	(22.35)	(269.32)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Description of the nature and purpose of each reserve within equity is as follows :

15.1. Debenture Redemption Reserve (DRR)

The Company has issued several series of Non Convertible Debentures (NCDs). In terms of Section 71(4) of the Companies Act, 2013 read with rule 18(7)(b)(iii) of the Companies (Share Capital and Debentures) Rules 2014, 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.

As per the provisions of section 71(4) of the Companies Act, 2013 read with the Companies (Share capital and Debentures) Rules, 2014, DRR shall be created out of the profits of the Company available for payment of dividend. The Company had profits for payment of dividend, as per original standalone financial statements and the management had additionally appropriated ₹ 212.94 Crores towards DRR. However, as per re-cast standalone financial statements, the Company does not have profits for payment of dividend, accordingly, such DRR has been reversed.

Accordingly, the shortfall in recognition of DRR as at the date of the balance sheet amounts to Rs. 424.18 Crore.

15.2. General Reserve

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.

15.3. Retained Earnings

Retained earnings are the profits that the Company has earned till date and is net of amount transferred to other reserves such as general reserves, debenture redemption reserve etc., amount distributed as dividend and adjustments on account of transition to Ind AS.

During the year ended March 31, 2018, the dividend of ₹ Nil per share (₹ Nil including dividend distribution tax of ₹ Nil) was paid to holders of fully paid equity shares. During the year ended March 31, 2017, the dividend paid was ₹ 2 per share (₹ 75.03 crore including dividend distribution tax of ₹ 9.29 crore).

15.4. Securities Premium

Securities premium account is credited when the shares are allotted at premium. It can be utilised in accordance with the provisions of Companies Act, 2013.

15.5. Capital Redemption Reserve

During the year, 12,72,50,000 preference shares were redeemed out of profits. As required by the provisions of Section 55 of Companies Act, 2013, a Capital Redemption Reserve (CRR) of ₹ 127.25 crores was created out of General Reserve and disclosed in the original financial statements. However, as per re-cast standalone financial statements, the Company has no profit, accordingly, such CRR has been reversed.

Accordingly, the shortfall in recognition of CRR as at the date of the balance sheet amounts to ₹ 127.25 Crore.

15.6. Provision for redemption premium

In the original standalone financial statements of the FY 2013-14, the erstwhile Board of Directors had created a provision of ₹ 2.56 Crore 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 Redemption premium towards 20.50% CRPS as at the date of the balance sheet amounts to ₹ 2.56 Crore.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 16: Borrowings

₹ in Crore

Particulars	As at March 31, 2018			As at March 31, 2017		
	Long-term	Current portion	Short-term	Long-term	Current portion	Short-term
Secured (at amortised cost)(Refer Note 16.1)						
Term Loans from banks	3,094.75	1,715.72	199.08	3,173.29	782.41	185.69
Term Loans from financial institutions	893.45	45.00	-	386.10	22.50	-
Demand loans from banks (Cash credit)	-	-	117.31	-	-	132.35
Debentures						
Redeemable Non-Convertible Debentures [NCDs]	1,654.57	191.30	-	-	-	-
Redeemable NCDs (issued at discount)	300.29	-	-	-	-	-
Sub-total (A)	5,943.06	1,952.02	316.39	3,559.39	804.91	318.04
Unsecured						
Debentures (Refer Note 16.2)						
Unsecured Redeemable Non-Convertible Debentures [NCDs]	2,147.88	365.00	-	3,369.26	-	-
Unsecured Redeemable NCDs (issued at discount)	-	-	-	286.65	-	-
Term Loans from banks	209.43	697.34	750.00	505.50	70.00	1,160.00
Term Loans from financial institutions	-	-	-	-	-	300.00
Term Loans from related parties	-	-	45.56	75.00	-	31.98
Term Loans from Other Parties	-	-	330.00	-	-	-
Demand loans from banks (Bank Overdraft)	-	-	-	-	-	9.39
Commercial Paper	-	-	169.62	-	-	170.32
Redeemable preference share capital (Refer footnote 16.4)	485.92	80.66	-	763.22	78.86	-
Sub-total (B)	2,843.23	1,142.99	1,295.18	4,999.63	148.86	1,671.69
Less: Current maturities of long term borrowing clubbed under "other financial liabilities" (C) (Refer Note 17)	-	3,095.02	-	-	953.77	-
Total (A+B-C)	8,786.29	-	1,611.56	8,559.02	-	1,989.73
	-5.75		-0.10			

Note

₹ in Crore

16.1. Security details	As at March 31, 2018		As at March 31, 2017	
	Long-term	Short-term	Long-term	Short-term
Secured against:				
Investment property under development (refer note 3 a.)	118.93	-	115.31	-
Current assets and receivables	7,728.05	316.39	3,840.66	118.04
Fixed deposits	48.50	-	408.33	200.00
Total	7,895.48	316.39	4,364.30	318.04



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 16: Borrowings

16.2 - Debentures

Series of NCDs	Face value per NCD (₹)	Rate of Interest p.a.	Terms of repayment	Date of redemption	No. of NCDs Issued	No. of NCDs outstanding As at March 31, 2018	No. of NCDs outstanding As at March 31, 2017
ITNL 11.80% 2024	10,00,000	11.80%	Bullet repayment	3-Jan-25	2,500	2,500	2,500
ITNL 11.80% 2024	10,00,000	11.80%	Bullet repayment	21-Dec-24	2,500	2,500	2,500
ITNL 9.44% 2026	10,00,000	9.44%	Various Dates	25-Oct-24 to 27-Oct-26	2,500	2,500	2,500
ITNL 9.51% 2026	10,00,000	9.51%	Various Dates	16-Aug-24 to 18-Aug-26	1,000	1,000	1,000
ITNL 9.51% 2026	10,00,000	9.51%	Various Dates	9-Aug-24 to 10-Aug-26	2,000	2,000	2,000
ITNL 9.33% 2027 - Series B	10,00,000	9.20%	Various Dates	28-June-24 to 31-Mar-27	4,500	4,500	4,500
ITNL, 11.50%, 2024	10,00,000	11.50%	Bullet repayment	21-Jun-24	2,000	2,000	2,000
ITNL, 11.50%, 2024	10,00,000	11.50%	Bullet repayment	4-Feb-24	1,000	1,000	1,000
ITNL 9.20% 2022, Series A	10,00,000	9.20%	Bullet repayment	15-Apr-22	3,000	3,000	3,000
ITNL 10.50% 2021	10,00,000	10.50%	Bullet repayment	8-May-18	1,250	1,250	1,250
ITNL 9.28% 2021	10,00,000	9.28%	Various Dates	30-Jul-20 to 30-Jun-21	2,000	2,000	2,000
ITNL 11.70% 2020	10,00,000	11.70%	Bullet repayment	26-May-18	2,250	2,250	2,250
ITNL 11.50% 2019	10,00,000	11.50%	Bullet repayment	20-Nov-19	1,250	1,250	1,250
NCD Tranche XIII Series B #	5,00,000	0.00%	Bullet repayment	23-Jun-19	500	500	500
ITNL 9.40% 2020	10,00,000	9.40%	Bullet repayment	5-Apr-19	4,250	4,250	4,250
NCD Tranche XIII Series A #	5,00,000	0.00%	Bullet repayment	23-Mar-19	7,300	7,300	7,300
ITNL, 12.00%, 2019 Series II *	10,00,000	12.00%	Bullet repayment	18-Mar-19	5,300	363	363
ITNL, 12.00%, 2019 *	10,00,000	12.00%	Bullet repayment	23-Jan-19	4,000	50	50
ITNL 11.70% 2018	10,00,000	11.70%	Bullet repayment	12-Apr-18	1,500	1,500	1,500
ITNL 9.25% 2022 Option I	10,00,000	9.25%	Bullet repayment	28-Oct-22	325	325	
ITNL 9.37% 2027 Option II	10,00,000	9.37%	Various Dates	30-Jan-23 to 29-Oct-2027	1,180	1,180	
ITNL 9.37% 2027 Series 1 Option II	10,00,000	9.37%	Various Dates	28-Feb-23 to 30-Nov-27	1,000	1,000	
ITNL 9.00% 2027 Series 2	10,00,000	9.00%	Various Dates	28-Feb-23 to 30-Nov-27	1,000	1,000	
ITNL 9.25% 2022 Series 1 Option I	10,00,000	9.25%	Bullet repayment	15-Dec-22	500	500	
ITNL 9.00% 2027 Series 2	10,00,000	9.00%	Various Dates	15-Mar-23 TO 15-Dec-27	990	990	
ITNL 9.10% 2023 Series 1A	10,00,000	9.10%	Bullet repayment	2-Feb-23	1,000	1,000	
ITNL 9.10% 2023 - Series 1B	10,00,000	9.10%	Bullet repayment	3-Feb-23	1,000	1,000	
ITNL 9.10 % Series 1	10,00,000	9.10%	Bullet repayment	28-Mar-23	750	750	
ITNL 9.15 % Series 2	10,00,000	9.15%	Various Dates	28-Jun-23 to 28-Mar-25	1,000	1,000	
ITNL 9.20% Series 3	10,00,000	9.20%	Various Dates*	30-Jun-23 to 30-Mar-28	1,400	1,400	
Total					60,745	51,858	41,713

These are 0% coupon NCDs having intrinsic rate of interest of 9.85% p.a.

* Debenture terms gives put option to debenture holder.

16.3. Age-wise analysis and Repayment terms of the Company's Long term Borrowings (other than NCDs and Preference shares) are as below:

Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017	Interest rate range	
	₹ In Crore	₹ In Crore	Frequency of Repayment*	Frequency of Repayment*	As at March 31, 2018	As at March 31, 2017
1-3 Years	2,666.66	2,742.96	QT,Y,B	QT,Y,B	9.10% to 14.00%	9.7% to 16.00%
3-5 Years	1,363.63	1,021.39	QT,Y,B	QT,Y	10.06% to 12.75%	10.46% to 11.95%
> 5 Years	167.34	375.54	Y	Y	10.06%	10.46% to 10.80%
Total	4,197.63	4,139.89				

* QT = Quarterly, HY = Half yearly, Y = Yearly and B = Bullet repayment



Note 16: Borrowings

16.4. The Company has Issued following series of Cumulative Redeemable Preference Shares ("CRPS") and Cumulative Non-Convertible Compulsorily Redeemable Preference Shares ("CNCRPS") aggregating to ₹ 752.90 crore:

Series Name	Number of shares	Face value per share	Premium received per share	Maturity date	Dividend payout	Redemption terms
20.50% CRPS	18,00,00,000	10	10	Refer footnote d.(i) below	20.50% per annum	Refer footnote d.(i) below
10.50% ITNL CNCRPS 2018	1,92,00,000	10	10	December 23, 2018	21.44% per annum	Redemption at face value plus premium of ₹ 10 per share
11% ITNL CNCRPS 2021	5,00,00,000	10	10	January 17, 2021	22.32% per annum	

d.(i): 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 Crore)	Redemption Amount ₹ In Crore
31-May-18	2.00	42.34
31-May-19	3.00	64.26
31-May-20	3.00	65.01
31-May-21	3.00	65.76
31-May-22	3.00	66.51
31-May-23	3.00	67.26
31-May-24	0.50	11.34
31-May-25	0.50	11.48
Total	18.00	393.96

16.5. Authorised preference share capital of the Company is 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore (as at March 31, 2017 : 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore)

16.6. Rights of CRPS and CNCRPS holders are as follows:

The holder(s) of CRPS and CNCRPS shall have no voting rights other than in respect of matters directly affecting the rights attached to the CRPS and CNCRPS. In the event of any due and payable dividends on the CRPS and 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 CRPS and 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 CRPS and 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 CRPS and 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.

During the current year, preference dividend of ₹ 84.72 Crore (previous year ended March 31, 2017: ₹ 78.86 Crore) was paid to holders of CRPS and CNCRPS.



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 17: Other financial liabilities

Particulars	₹ in Crore			
	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Derivative liability	64.79	-	55.40	-
Payable on account of Capital Expenditure	-	43.55	1.97	67.80
Retention money payable	211.19	161.92	282.40	-
Interest accrued	-	231.35	-	161.00
Unpaid dividends	-	0.12	-	0.13
Current maturities of long-term debt (refer note 16)	-	3,095.02	-	953.77
Advance received against asset classified as held for sale (Refer Note 13.1)	-	270.00	-	-
Total	275.98	3,801.96	339.77	1,182.70

Note 18: Provisions

Particulars	₹ in Crore			
	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Employee benefits	3.10	10.75	2.70	18.20
Provision for tax on Proposed Dividend on preference shares	-	12.52	-	16.05
Total	3.10	23.27	2.70	34.25

18.1. The provision for employee benefits is based on the actuarial valuation report under Ind AS 19 dated April 19, 2018 for gratuity and actuarial valuation report under AS 15 dated April 13, 2018 for leave encashment.

Note 19: Other liabilities

Particulars	₹ in Crore			
	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Mobilisation Advances Received (Refer Note 31)	134.92	99.94	161.21	100.86
Unearned revenue (Refer Note 31)	-	112.58	-	229.64
Statutory dues	-	112.65	-	89.00
Other Current Liabilities	-	57.28	-	-
Total	134.92	382.45	161.21	419.50

Note 20 : Trade Payables

Particulars	₹ in Crore			
	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Trade payables other than MSME	-	881.83	-	523.51
Bills payable	-	458.69	-	306.47
Total	-	1,340.52	-	829.98

19.1. In the original standalone financial statements, the erstwhile management had stated as under:
 "To the extent information is available with the Company from its vendors, the amount of principal outstanding in respect of MSME as at Balance Sheet date covered under the Micro, Small and Medium Enterprises Development Act, 2006 is ₹ Nil (Previous year ₹ Nil) . There were no delays in the payment of dues to Micro, Small and Medium Enterprises."

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



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 21: Revenue from operations

The following is details of the Company's revenue for the year from continuing operations.

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Construction income (net) (Refer Note 31)	2667.93	2,991.00
Operation and maintenance income	211.85	226.14
Advisory, Design and Engineering fees (Refer Note 48)	201.15	157.53
Supervision fees	11.69	25.98
Total	3,092.62	3,400.65
Check	444.23	86.88

Construction income is net of ₹ 20.93 Crore (previous year ₹ 86.88 Crore) being adjustment for time value for recognising revenue at fair value (Refer Note 11.1).

Note 22: Other Income

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Interest income earned on financial assets that are not designated as at fair value through profit or loss (Refer Note 50.5 (c))	762.01	604.13
Interest on Bank deposits (at amortised cost)	19.74	15.04
Dividend Income	32.94	65.96
Guarantee Fees Income	17.25	13.24
Insurance claim	2.06	17.37
Gain arising on financial assets designated as at FVTPL	-	3.73
Lease Rental income	22.46	-
Profit on sale of investments (Refer Note 4.1, 4.2, 4.3, 4.4)	441.72	288.55
Profit on advance received for sale of investment	2.50	-
Miscellaneous income	8.70	3.41
Total	1,309.38	1,011.43
Check	1,172.65	69.52

Note 23: Cost of material consumed & Construction Cost

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Inventory at the beginning of the year	22.59	4.79
Add-Purchase of raw material & stores and spares	9.48	36.96
Less- Inventory at the end of the year	19.90	22.59
Cost of Materials consumed	12.17	19.16
Construction Contract Costs # *	2,102.45	2,504.93

Includes reversal of expenditure of ₹ 26.41 crores (net) (for the year ended March 31, 2017 : of expenditure of ₹ 11.71 crores (net)) (Note 50.4)

* Refer Note 50.5 (a) and (b)

Note 24: Other Operating Expenses

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Fees for Legal and technical services (Refer Note 50.5 (b))	45.40	47.39
Operation and maintenance expenses (Refer Note 47 and Note 50.5 (a) and (b))	163.77	145.08
Total	209.17	192.47
Check	23.21	(57.08)



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 25: Employee benefits expense

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Salaries and wages	53.08	48.55
Contribution to provident and other funds	5.59	6.02
Staff welfare expenses	7.45	5.77
Deputation Cost	5.51	9.53
Total	71.63	69.87
Check	8.56	4.54

Note 26: Finance Costs

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Interest expenses		
Interest on loans	1,333.24	1,085.87
Discount on Commercial Papers	41.93	21.51
Dividend on redeemable preference shares	72.16	96.75
Other borrowing costs		
Upfront fees and other finance charges	194.76	173.82
Loss/Gain arising on derivatives designated as hedging instruments in cash flow hedges (Gain)/Loss arising on adjustment for hedged item attributable to the hedged risk in a designated cash flow hedge accounting relationship	(0.68)	40.32
Total	1,642.09	1,377.95
Check	2.36	

a. Interest on bank overdraft, loans and debentures is net off Rs 9.58 Crore (previous year ₹ 14.80 Crore) on account of credit value adjustment/Debit value adjustment (CVA/DVA) on derivative contracts on borrowing.

b. The weighted average rate on funds borrowed generally is 11.57% per annum (previous year : 12.22 % per annum)

Note 27: Depreciation and amortisation expense

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Depreciation of property, plant and equipment	21.15	8.07
Amortisation of intangible assets	1.17	5.78
Total	22.32	13.85



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 28: Other expenses

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Provision for doubtful receivables /loan/advance recoverable	22.85	26.25
Impairment loss on consideration paid for acquisition of commercial premises (refer note 9.1)	3.13	-
(Reversal of Expected Credit Losses) / Expected Credit Losses on financial assets (net) (Refer Note 28.3)	(162.16)	(158.58)
Impairment loss on investments in subsidiary (Refer Note 4.vii)	24.23	65.10
Electricity (Refer Note 50.5 (a))	1.13	1.15
Travelling and conveyance	18.04	21.07
Printing and stationery (Refer Note 50.5 (a))	1.53	0.49
Rent (Refer Note 50.5 (a))	17.42	18.33
Rates and taxes	1.76	1.21
Repairs and maintenance (other than building and machinery)	3.62	7.81
Communication expenses	1.56	2.44
Insurance	28.67	20.99
Legal and consultation fees (Refer Note 50.5 (a))	25.46	18.17
Directors' fees	0.56	0.60
Bank commission	8.02	9.81
Loss on sale of fixed assets	0.09	0.11
Foreign exchange fluctuation loss (net)	5.72	1.63
Bid documents	0.34	0.65
Brand Subscription Fees	8.78	4.53
Corporate Social Responsibility expenses (Refer Note 28.1)	4.35	5.47
Miscellaneous expenses (Refer Note 28.2 and 50.5 (a))	32.36	46.36
Total	47.46	93.59
Check	236.26	

28.1. In terms of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been formed by the Company. The areas for CSR activities as per the CSR policy are (i) Promotion of education, (ii) promoting gender equality and empowering women, (iii) reducing child mortality and improving maternal health, (iv) ensuring environmental sustainability, (v) employment enhancing vocational skills, (vi) social business projects, (vii) contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government or the State Governments for socioeconomic development and relief and funds for the welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women and (viii) such other matters as may be prescribed.

In line with Guidance Note on Accounting for Expenditure on Corporate Social Responsibility Activities, issued by the Institute of Chartered Accountants of India, the disclosure of the CSR expenditure during the year, is as under:

(a) Gross amount required to be spent by the company during the year: ₹ 4.95 crore (previous year ₹ 5.89 Crore)

(b) Amount spent during the year on:

Particulars	₹ in Crore	
	Year ended March 31, 2018	Year ended March 31, 2017
(i) Livelihood Development	0.60	0.73
(ii) Education enhancement	2.29	2.48
(iii) Local Area projects	1.46	2.26
Total	4.35	5.47

The above disclosures including the amount required to be spent is as per Original Financial Statements and since CSR Committee has considered such amount and has already incurred CSR expenditure, the amount required to be spent has not been updated on account of re-casting.



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Notes forming part of the recast financial statements for the year ended 31 March 2018

28.2. Miscellaneous expenses includes payment to erstwhile auditors for the following:

Payments to auditors excluding taxes	₹ in Crore	
	Year ended March 31, 2018	Year ended March 31, 2017
For audit	1.74	1.92
For tax audit	-	0.17
For other services	1.22	1.55
For Out of pocket Expenses	0.03	-
Total	2.99	3.64

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

Payments to auditors	₹ in Crore	
	Year ended March 31, 2018	Year ended March 31, 2017
For audit (including tax thereon)	0.21	0.21
For other services	-	-
Total	0.21	0.21

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

28.3. Movement in Expected credit losses

Particulars	₹ in Crore	
	Year ended March 31, 2018	Year ended March 31, 2017
Expected credit loss allowance on trade receivables (Refer Note 11.1)	11.89	94.81
Reversal of Expected credit losses on trade receivables	(210.52)	(248.88)
a. Reversal of Expected credit losses on trade receivables (net)	(198.63)	(154.07)
Expected credit loss allowance on loans given (Refer Note 5.1)	221.06	110.87
Reversal of Expected credit losses on loans given (Net of impairment Loss of ₹ 293.29 Crore) (Refer Note 5.1)	(186.89)	(90.26)
b. Expected credit losses on loans given (net)	34.17	20.61
c. Reversal of Expected credit losses on other financial assets (net)	2.30	(25.12)
(Reversal) of Expected Credit Losses (net) (a+b+c)	(162.16)	(158.58)



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 29: Tax expenses

Income tax recognised in profit or loss

₹ in Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Current tax		
In respect of the current year	28.26	11.47
Minimum Alternate Tax		
In respect of the current year	-	-
	28.26	11.47
Deferred tax		
In respect of the current year	(2.01)	17.39
MAT Entitlement	-	-
	(2.01)	17.39
Total	26.23	28.87
Check	(53.80)	69.56

Note 30 :Component of other Comprehensive Income(OCI)

The disaggregation of change to OCI by each type of reserve in equity is shown below :

During the year ended 31 March 2018

Particular	Cash Flow Hedge Reserve	Defined benefit plan adjustment
Reclassified to statement of profit or loss	(2.74)	-
Re-measurement gains (losses) on defined benefit plans	-	(1.69)
Total	(2.74)	(1.69)

During the year ended 31 March 2017

Particular	Cash Flow Hedge Reserve	Defined benefit plan adjustment
Reclassified to statement of profit or loss	(35.62)	-
Re-measurement gains (losses) on defined benefit plans	-	(0.03)
Total	(35.62)	(0.03)

Note 31: Disclosure in respect of Construction Contracts

₹ In Crore

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Contract revenue recognised as revenue during the year (Refer Note 21)	2,667.93	2,991.00

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Cumulative revenue recognised	11,721.08	17,709.43
Mobilisation Advances received (Refer Note 19)	234.86	262.07
Retention Money receivable (Refer Note 6)	235.65	300.17
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue) (Refer Note 6)	841.48	399.29
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue) (Refer Note 19)	112.58	229.64



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 32 : Financial Instruments**32.1 Capital management**

The Company endeavours to maintain sufficient levels of working capital, current assets and current liabilities which helps the company to meet its expense obligations while also maintaining sufficient cash flow.

The capital structure of the Company consists of net debt (borrowings as detailed in note 16 offset by cash and bank balances) and equity of the Company (comprising issued capital, reserves and retained earnings as detailed in note 14 and 15). The capital structure of the Company is reviewed by the management on a periodic basis.

32.1.1 Gearing ratio

The gearing ratio at end of the reporting period was as follows. ₹ in Crore

Particulars	As at March 31, 2018	As at March 31, 2017
Debt	13,724.21	11,663.52
Less: Cash & cash equivalents; and bank balances	466.94	333.70
Net debt	13,257.27	11,329.82
Total Equity	306.61	59.64
Net debt to total equity ratio (in times)	43.24	189.98

Formulae used for the computation of the Ratios:

a) Net Debt/Equity Ratio = Net Debt / (Equity Share Capital + Other Equity)

Debt is defined as long-term borrowings(Including Preference share capital), current maturities of long-term borrowings, short-term borrowings and interest accrued thereon (excluding derivative, financial guarantee contracts), as described in note 16.

Equity includes equity share capital and reserves of the Company that are managed as capital.

In order to achieve its overall objective, the Company's management, amongst other things, aims to ensure that it meets the financial covenants attached to the borrowings. Breaches in meeting the financial covenants would permit the bank to seek action as per terms of the agreement.

32.2 Categories of financial instruments

₹ in Crore

Particulars	As at March 31, 2018	As at March 31, 2017
Financial assets		
<u>Fair value through profit and loss (FVTPL)</u>		
Investments	-	25.86
<u>Derivative instruments designated as cash flow hedge</u>	-	-
<u>At amortised cost</u>		
Trade Receivables	2,955.16	2,309.36
Cash & cash equivalents; and bank balances	466.94	333.70
Loans	5,172.37	4,692.24
Other financial assets	1,722.99	1,091.62
Financial liabilities		
<u>Derivative instruments designated as cash flow hedge</u>	64.79	55.40
<u>At amortised cost</u>		
Borrowings	10,397.85	10,548.75
Trade payables other than MSME	1,340.52	829.98
Other financial liabilities	4,013.16	1,467.08

As at March 31, 2018 there are no significant concentrations of credit risk for financial assets designated as FVTPL. The carrying amount reflected above represents Company's maximum exposure to credit risk for such financial assets.



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Notes forming part of the recast financial statements for the year ended 31 March 2018

32.3 Financial risk management objectives

The Company's Corporate Treasury function monitors and manages the financial risks relating to the operations of the Company.

These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Company seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the Board of Directors. Compliance with policies and exposure limits is reviewed on a continuous basis. The Company does not enter into or trade in financial instruments, including derivative financial instruments, for speculative purposes.

The Corporate Treasury function reports to the Company's management, which monitors risks and policies implemented to mitigate risk exposures.

32.4 Market risk

The Company does not have activities that exposes it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

There has been no change to the Company's exposure to market risks or the manner in which these risks are managed and measured.

32.5 Foreign currency risk management

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations

arise. Exchange rate exposures are managed within approved policy parameters utilising cross currency interest rate swaps.

The carrying amounts of the Company's unhedged foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Particulars	₹ In Crore			
	Liabilities		Assets	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
USD	-	3.27	8.20	41.24
Euro	17.60	2.91	0.85	1.26
AED	-	-	-	0.06
GBP	-	-	-	-
SGD	-	4.53	0.01	-

32.6.1 Foreign currency sensitivity analysis

The Company is mainly exposed to the currency of United States and the currency of Eurozone.

The following table details the Company's sensitivity to a 10% increase and decrease in the ₹ against the relevant foreign currencies. 10% sensitivity indicates management's assessment of the reasonable possible change in foreign exchange rates. The sensitivity analysis includes only outstanding unhedged foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates.

Particulars	₹ in Crore			
	USD		Euro	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
Impact on Profit and loss	0.82	3.80	(1.68)	(0.17)
Impact on Total Equity	0.82	3.80	(1.68)	(0.17)

Particulars	₹ in Crore			
	AED		SGD	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
Impact on Profit and loss	-	0.01	0.00	(0.45)
Impact on Total Equity	-	0.01	0.00	(0.45)

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year.



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32.6.2 Cross currency interest rate swap contracts

Under these swap contracts, the Company agrees to exchange the difference between fixed interest amounts based on functional currency notional principal amounts and floating rate interest amounts calculated on agreed foreign currency notional principal amounts. Also the Company agrees to exchange difference between the functional currency notional principal amount and the amount calculated based on the spot exchange rates on the foreign currency notional principal amount on specified dates. Such contracts enable the Company to mitigate the risk of changing interest rates and foreign exchange rates on the cash flows of issued foreign currency variable rate debt. The fair value of these swaps at the end of the reporting period is determined by discounting the future cash flows using the foreign currency and interest rate curves at the end of the reporting period and the credit risk inherent in these contracts, and is disclosed below. The average interest rate is based on the outstanding balances at the end of the reporting period.

The following tables detail the notional principal amounts and remaining terms of interest rate swap contracts outstanding at the end of the reporting period.

Cash flow hedges

Outstanding receive floating pay fixed contracts	USD in crore		Average contracted exchange		Average contracted fixed	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
Upto 1 year	-	3.16	-	63.33	10.50%	10.80%
1 to 3 years	3.06	-	66.57	-	10.49%	-
3 to 5 years	14.86	8.70	66.89	67.30	10.49%	10.66%
More than 5 years	2.58	5.80	64.86	67.30	10.49%	10.66%
Total	20.50	17.66				

Outstanding receive floating pay fixed contracts	Notional principal value		Fair value assets (liabilities)	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
Upto 1 year	200.00	200.00	(2.30)	2.66
1 to 3 years	203.71	-	(5.11)	-
3 to 5 years	994.04	585.47	(55.40)	(25.45)
More than 5 years	167.34	390.31	(1.97)	(32.61)
Total	1,565.09	1,175.78	(64.79)	(55.40)

The cross currency interest rate swap contracts are generally settled on a quarterly basis. The floating rate on the interest rate swaps is the 3 months LIBOR. The Company settles the difference between the fixed and floating interest rate on a net basis. All cross currency interest rate swap contracts exchanging floating rate interest amounts for fixed rate interest amounts are designated as cash flow hedges in order to reduce the Company's cash flow exposure resulting from variable interest rates on borrowings. The cross currency interest rate swaps and the interest payments on the loan occur simultaneously and the amount accumulated in equity is reclassified to profit or loss over the period that the floating rate interest payments on debt affect profit or loss.

32.7 Interest rate risk management

The Company is exposed to interest rate risk as it borrows funds at both fixed and floating interest rates. The risk is managed by the Company by maintaining an appropriate mix between fixed and floating rate borrowings.

The Company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.



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32.7.1 Interest rate sensitivity analysis

The sensitivity analyse below have been determined based on the exposure to the interest rates for all non-derivative variable interest rate instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the impact of the same is given in below table which is mainly attributable to the Company's exposure to interest rates on its variable rate borrowings.

Particulars	₹ in Crore	
	Year ended March 31, 2018	Year ended March 31, 2017
Impact on Profit and loss	23.16	23.45
Impact on Total Equity	23.16	23.45

The Company's sensitivity to interest rates has decreased during the current year mainly due to the reduction in variable rate debt instruments and the increase in interest rate swaps to swap floating rate debt to fixed rate debt.

32.8 Commodity Price Risk

The Company requires construction materials for implementation (construction, operation and maintenance) of the projects, such as cement, bitumen, steel and others, for which, they have fixed price contract (with capped escalation charges) with the EPC contractor and Operation & Maintenance Contractor so as to manage the exposure to price increases in raw materials. Hence, the sensitivity analysis is not required.

32.9 Other price risks

The Company is exposed to equity price risks arising from equity investments which is not material.

32.10 Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and its financing activities (primarily loans given).

The credit risk on derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

32.10.1 Trade receivables and loans given :

Customer credit risk is managed by Company's accounts and treasury function. Outstanding receivables and loans are regularly monitored and provision is made for expected credit loss, if any. The trade receivables and loans given are unsecured. As at March 31, 2018, the Company had 9 customers (as at March 31, 2017: 9 customers) that owed the Company more than ₹ 100 crore each and accounted for approximately 92 % (as at March 31, 2017: 82%) of all the receivables outstanding. As at March 31, 2018, the Company had 12 loanees (as at March 31, 2017: 15 loanees) that owed the Company more than crore each and accounted for approximately 77.34% (as at March 31, 2017: 89%,) of all the loans outstanding.

32.11 Liquidity risk management

The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. The endeavour of the Company is to constantly improve the ratio of short term to long term maturity profile so as to minimise the risk of having to refinance the borrowing at regular short intervals.



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32.11.1 Liquidity and interest risk tables

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the Company may be required to pay.

₹ In Crore

Particulars	March 31, 2018			March 31, 2017		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Weighted average effective interest rate (%)		12.62%	12.27%		12.08%	12.34%
Upto 1 year	2,047.46	3,370.77	2,106.26	1,118.24	2,702.44	1,315.41
1-3 years	211.19	1,551.52	2,758.18	182.52	2,203.19	3,071.11
3-5 years	-	424.92	1,894.16	30.10	563.36	1,378.13
More than 5 years	-	-	3,010.50	-	-	2,991.40
Total	2,258.65	5,347.21	9,769.10	1,330.86	5,468.99	8,756.05

The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities is subject to change if changes in variable interest rates differ to those estimates of interest rates determined at the end of the reporting period.

The following table details the Company's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of the financial assets including interest that will be earned on those assets. The inclusion of information on non-derivative financial assets is necessary in order to understand the Company's liquidity risk management as the liquidity is managed on a net asset and liability basis.

₹ In Crore

Particulars	March 31, 2018			March 31, 2017		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Weighted average effective interest rate (%)			12.82%			13.02%
Upto 1 year	5,637.36	-	1,800.25	4,257.26	-	2,971.04
1-3 years	168.64	-	901.64	306.93	-	492.34
3-5 years	-	-	387.63	33.20	-	426.24
More than 5 years	4,810.92	-	5,461.79	5,542.94	-	4,149.69
Total	10,616.91	-	8,551.31	10,140.33	-	8,039.31

The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities is subject to change if changes in variable interest rates differ to those estimates of interest rates determined at the end of the reporting period.

The following table details the Company's liquidity analysis for its derivative financial instruments. The table has been drawn up based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

₹ in Crore

Particulars	March 31, 2018	March 31, 2017
	Cross currency interest rate swaps	Cross currency interest rate swaps
Upto 1 year	390.17	215.43
1-3 years	963.15	619.99
3-5 years	1,042.81	793.89
More than 5 years	152.63	432.09



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Notes forming part of the recast financial statements for the year ended 31 March 2018

32.12 Fair value measurements

This note provides information about how the Company determines fair values of various financial assets and financial liabilities.

32.12.1 Fair value of the Company's material financial assets and financial liabilities that are measured at fair value on a recurring basis

Some of the Company's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used).

Financial assets/ financial liabilities	Fair value		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)
	As at March 31, 2018	As at March 31, 2017			
Cross currency interest rate swap (refer note 6 and 17)	64.79	55.40	Level 2	Future cash flows are estimated based on forward exchange rates & observable yield curves at the end of the reporting period and contract forward rates, contract interest rates discounted at a rate that reflects the credit risk of various counterparties.	None
Investment in equity shares of Pipavav Railway Corporation Limited	-	25.85	Level 3	Net assets value of the investee company based on its audited financial statements	Net assets of the investee company

₹ in Crore

32.12.2 Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
<u>At amortised cost</u>				
Trade Receivables	2,955.16	2,955.16	2,309.36	2,309.36
Cash & cash equivalents; and bank balances	466.94	466.94	333.70	333.70
Loans	5,172.37	5,327.11	4,692.24	4,830.07
Other financial assets	1,722.99	1,722.99	1,091.62	1,091.62
Financial liabilities				
<u>At amortised cost</u>				
Borrowings	10,397.85	10,757.46	10,548.75	10,716.71
Trade payables other than MSME	1,340.52	1,340.52	829.98	829.98
Other financial liabilities	4,013.16	4,013.16	1,467.08	1,467.08

₹ in Crore



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₹ in Crore

Fair value hierarchy Particulars	As at March 31, 2018			As at March 31, 2017		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets						
<u>At amortised cost</u>						
Trade Receivables	-	-	2,955.16	-	-	2,309.36
Cash & cash equivalents; and bank balances	-	-	466.94	-	-	333.70
Loans	-	-	5,327.11	-	-	4,830.07
Other financial assets	-	-	1,722.99	-	-	1,091.62
Financial liabilities						
<u>At amortised cost</u>						
Borrowings	-	-	10,757.46	-	-	10,716.71
Trade payables other than MSME	-	-	1,340.52	-	-	829.98
Other financial liabilities	-	-	4,013.16	-	-	1,467.08

The fair values of the financial assets and financial liabilities above have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties.



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Note 33 : Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2018 and March 31, 2017

₹ in Crore		
	Year ended March 31, 2018	Year ended March 31, 2017
Accounting profit before income tax	294.71	140.26
Enacted tax rate in India	34.944%	34.608%
Expected Income tax expenses / (benefit) at statutory tax rate	102.98	48.54
Preference dividend accounted as finance cost	25.22	33.48
Provision for doubtful loans and receivables	(70.41)	(58.05)
Dividend Income exempt from tax	(11.51)	(24.57)
Difference in normal and MAT tax rate	(18.01)	(7.13)
Difference in profits between original and recast financials	-	19.19
Current tax (A)	28.26	11.47
Incremental Deferred tax asset on deductible taxable differences	(15.66)	24.90
Incremental Deferred tax asset on temporary differences of Tangible and Intangible Assets	13.65	(7.52)
Deferred tax (B)	(2.01)	17.39
Total (A+B)	26.24	28.86



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 34. Employee benefit plans

34.1 Defined contribution plans

The Company offers its employees defined contribution benefits 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 year 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, contributions to superannuation fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary. The assets of the plans are held separately from those of the Company in funds under the control of Regional provident fund office and third party fund manager.

The total expense recognised in profit or loss of ₹ 5.95 crores (for the year ended March 31, 2017: ₹ 6.02 crore) represents contributions payable to these plans by the Company at rates specified in the rules of the plans.

34.2 Defined benefit plans

The Company offers its employees defined-benefit plans in the form of gratuity (a lump sum amount). Benefits under 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. The Company recognizes Actuarial Gain & Loss in the Other Comprehensive Income Account in the year in which they occur.

Under the plans, the employees are entitled to post-retirement lumpsum amounting to 30 days of final salary for each completed years of service. The eligible salary is Basic pay. Benefits are vested to employee on completion of 5 years.

Investment risk	The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined based on the benchmark yields available on Government Bonds at the valuation date with terms matching that of the liabilities. If the return on plan asset is below this rate, it will create a plan deficit.
Interest risk	A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's investments.
Longevity risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability. Salary increase rates take into account inflation, seniority, promotion and other relevant factors.



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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. The principal assumptions used for the purposes of the actuarial valuations were as follows.

Particulars	Valuation as at	
	As at March 31, 2018	As at March 31, 2017
Discount rate(s)	7.53%	6.69%
Rate of increase in compensation [#]	7%	5%
Mortality rates*	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate
Employee Attrition rate (Past service)	PS: 0 to 40 : 10%	PS: 0 to 40 : 6.1%

[#] 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.

* Based on India's standard mortality table with modification to reflect expected changes in mortality/ others.

₹ in Crore

Amounts recognised in statement of profit and loss in respect of these defined benefit plans are as follows.

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
Service cost:		
Current service cost	1.85	1.62
Past service cost and (gain)/loss from settlements	-	-
Net interest expense	(0.32)	(0.05)
Components of defined benefit costs recognised in profit or loss	1.53	1.57
Remeasurement on the net defined benefit liability:		
Return on plan assets (excluding amounts included in net interest expense)	0.01	(0.02)
Actuarial (gains) / losses arising from changes in demographic assumptions*	-	0.25
Actuarial (gains) / losses arising from changes in financial assumptions	0.95	(0.34)
Actuarial (gains) / losses arising from experience adjustments	1.64	0.15
Components of defined benefit costs recognised in other comprehensive income	2.60	0.03
Total	4.13	1.60

* This figure does not reflect interrelationship between demographic assumption and financial assumption when a limit is applied on the benefit, the effect will be shown as an experience

The current service cost and the net interest expense for the year are included in the 'Employee benefits expense' line item in the statement of profit and loss. The remeasurement of the net defined benefit liability is included in other comprehensive income. The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plans is as follows.

₹ in Crore

Particulars	As at March 31, 2018	As at March 31, 2017
Present value of funded defined benefit obligation	16.10	11.81
Fair value of plan assets	20.64	12.62
Funded status	4.54	0.82
Net asset / (liability) arising from defined benefit obligation	4.54	0.82



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Notes forming part of the recast financial statements for the year ended 31 March 2018

Movements in the present value of the defined benefit obligation are as follows.

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Opening defined benefit obligation	11.81	9.70
Current service cost	1.85	1.62
Interest cost	0.76	0.74
Remeasurement (gains)/losses:		
Actuarial gains and losses arising from changes in demographic assumptions	-	0.25
Actuarial gains and losses arising from changes in financial assumptions	0.95	(0.34)
Actuarial gains and losses arising from experience adjustments	1.64	0.15
Benefits paid	(0.91)	(0.30)
Others [describe]		
Closing defined benefit obligation	16.10	11.81

Movements in the fair value of the plan assets are as follows.

Particulars	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
Opening fair value of plan assets	12.62	8.68
Interest income	1.08	0.79
Remeasurement gain (loss):		
Return on plan assets (excluding amounts included in net interest expense)	-	0.02
Adjustment to Opening Fair Value of Plan Asset	0.02	(0.12)
Contributions from the employer	7.83	3.55
Benefits paid	(0.91)	(0.30)
Other [describe]		
Closing fair value of plan assets	20.64	12.62

The fair value of the plan assets at the end of the reporting period for each category, are as follows.

Particulars	₹ in Crore	
	Fair Value of plan asset as at	
	As at March 31, 2018	As at March 31, 2017
Cash and cash equivalents	-	-
Gratuity Fund (LIC)	20.64	12.62
Others [describe]	-	-
Total	20.64	12.62

All of the Plan Asset is entrusted to LIC of India under their Company Gratuity Scheme. The reimbursement is subject to LIC's Surrender Policy. Since the scheme funds are invested with LIC of India Expected rate of return on Plan assets is based on rate of return declared by fund managers.

The actual return on plan assets was ₹ 1.07 crore (2017: ₹ 0.81 crore).

Significant actuarial assumptions for the determination of the defined obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

· If the discount rate is 100 basis points higher/(lower), the defined benefit obligation would decrease by ₹ 15.21 crore (decrease by ₹ 0.82 crore as at March 31, 2017) and increase by ₹ 17.08 crore (increase by ₹ 0.93 crore as at March 31, 2017)



IL&FS TRANSPORTATION NETWORKS LIMITED**Notes forming part of the recast financial statements for the year ended 31 March 2018**

- If the salary escalation rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ 17.02 crore (increase by ₹ 0.90 crore as at March 31, 2017) and decrease by ₹ 15.24 crore (decrease by ₹ 0.81 crore as at March 31, 2017)
- If the Attrition rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ 16.09 crore (increase by ₹ 0.07 crore as at March 31, 2017) and decrease by ₹ 16.09 crore (decrease by ₹ 0.08 crore as at March 31, 2017)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

Asset Liability Comparisons

Year	₹ in Crore	
	As at March 31, 2018	As at March 31, 2017
PVO at end of the year	16.10	11.81
Plan Assets	20.64	12.62
Surplus/(Deficit)	4.54	0.82
Experience adjustments on plan assets	(0.01)	0.02

1. Analysis of Defined Benefit Obligation

The number of members under the scheme have increased by 6.60%. Similarly the total salary increased by 15.59% during the accounting period. The resultant liability at the end of the period over the beginning of the period has increased By 36.33%

2 Expected rate of return basis

Since the scheme funds are invested with LIC of India Expected rate of return on Plan assets is based on rate of return declared by fund managers.

3 Description of Plan Assets and Reimbursement Conditions

100% of the Plan Asset is entrusted to LIC of India under their Company Gratuity Scheme. The reimbursement is subject to LIC's Surrender Policy

The average duration of the benefit obligation at March 31, 2018 is 7.18 years (as at March 31, 2017: 9.87 years)

The expected contributions to the defined benefit plan for the next annual reporting period as at March 31 2018 is ₹ 2.65 Crore (as at March 31 2017 is ₹ 1.64 Crore)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 35A : Contingent Liabilities and Commitments

₹ in Crore

Particulars	As at March 31, 2018	As at March 31, 2017
(i) Contingent Liabilities (Refer Note 35.1)		
a) Claims against the Company not acknowledged as debts		
- Income tax demands contested by the Company	45.74	10.15
- Indirect tax demands contested by the Company	2.84	4.87
- Claims made by contractors	-	-
b) Guarantees (Refer Note 35.2)		
- Guarantees/counter guarantees issued to outsider in respect of group companies(Net)	680.74	1,389.05
- Guarantees/counter guarantees issued to outsider in respect of other than group companies	-	31.72
c) During the year 2013-14, 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; of which the outstanding balance of loans as on 31 March 2018 is ₹ 80 crores.		
(ii) Commitments		
Capital Commitments	3.36	8.63
Sub-debt Commitments	771.86	1,134.10
Investment Commitments	1,187.74	1,959.33

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

35.2. Certain bankers have issued guarantees which have been shown under "Guarantees/counter guarantees issued in respect of group companies" aggregating ₹ 13 Crore (as at March 31, 2017 : ₹ 12.96 Crore) against a first charge on the receivables (including loans and advances) of the Company.

Note 35B: Letter of comfort, letter of awareness and letter of financial support or Guarantees

a. The Company has issued letter of comfort / letter of awareness to banks and a related party in respect of loans availed by a few of its subsidiaries aggregating to ₹ 2,655 Crore as at March 31, 2018 (as at March 31, 2017 ₹ 2,535 Crore)

b. Letter of financial support has been issued to ITNL Road Infrastructure Development Company Limited, West Gujarat Expressway Limited, Vansh Nimay Infraprojects Limited, ITNL International Pte. Ltd., Singapore, ITNL Offshore Pte. Ltd., Singapore, ITNL Africa Projects Ltd., Nigeria, ITNL International DMCC, Dubai, Sharjah General Services Company LLC, Dubai IIPL USA LLC, MP Border Checkposts Development Company Limited and Thiruvananthapuram Road Development Company Limited to enable them to continue their operations and meet their financial obligations as and when they fall due.

c. Guarantees or counter guarantees issued to outsider in respect of Group companies amounting to ₹ 1,500 cr which is backed by Parent.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 36: 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 year ends are as under:

₹ in Crore		
	As at March 31, 2018	As at March 31, 2017
Future lease rentals :		
Within one year	9.50	4.96
Over one year but less than 5 years	8.86	4.53
More than 5 years	-	-
	Year ended March 31, 2018	Year ended March 31, 2017
Total amount charged to the Statement of Profit and Loss for rent includes in respect of these properties	5.94	6.77

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 37: Earnings / (loss) per Equity Share :

Particulars	Unit	Year ended	Year ended
		March 31, 2018	March 31, 2017
Profit / (loss) after tax	₹ in Crore	268.46	111.40
Weighted average number of equity shares	Number	32,89,60,027	32,89,60,027
Nominal value per equity share	₹	10.00	10.00
Basic / Diluted earnings / (loss) per share	₹	8.16	3.39



IL&FS TRANSPORTATION NETWORKS LIMITED			
Notes forming part of the recast financial statements for the year ended 31 March 2018			
Note 38 A : Related Party Disclosures			
(i) Current 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	
	Amravati Chikhli Expressway Ltd	ACEL	
	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 India Private Limited	ELSAIND	
	Elsamex Maintenance Services Limited	EMSL	
	Fagne Songadh Expressway Ltd	FSEL	
	Futureage Infrastructure India Limited	FIIL	
	GRICL Rail Bridge Development Company Limited	GRBDCL	
	Gift Parking Facilities Limited (upto 15th September 2016)	GPFL	
	Grusamar India Limited	GIL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL KMBJV		
	ITNL International Pte Ltd	IIPL	
	ITNL Offshore Pte Ltd	IOPL	
	ITNL Offshore Three Pte Ltd	IO3PL	
	ITNL Offshore Two Pte Ltd	IO2PL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Jharkhand Infrastructure Implementation Company Limited	JIICL	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	KSEL	
	Kiratpur Ner Chowk Expressway Limited	KNCCEL	
	Moradabad Bareilly Expressway Limited	MBEL	
	MP Border Checkposts Development Company Limited	MPBCDCL	
	Pune Sholapur Road Development Company Limited	PSRDCL	
	Rajasthan Land Holdings Limited (Upto June 30, 2017)	RLHL	
	Ranchi Muri Road Development Limited (since August 25, 2017)	RMRDL	
	Scheme of ITNL Road Investment Trust	IRIT	
	Sikar Bikaner Highways Limited	SBHL	
	Srinagar Sonmarg Tunnelway Limited	SSTL	
	Vansh Nimay Infraprojects Limited	VNIL	
	West Gujarat Expressway Limited	WGEL	
	Yala Construction Company Private Limited	YCCPL	
	ITNL IECCCL JV		
	Subsidiaries - Indirect	Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Andhra Pradesh Expressway Limited (upto March 10, 2017)	
		Area De Servicio Coiros S.L.U.	
		Area De Servicio Punta Umbria S.L.U.	
		Atenea Seguridad Y Medico Ambiente S.A.	
		Beasolarta S.L.	
		Chattisgarh Highways Development Company Limited	CHDCL
		Chirayu Kath Real Estate Private Limited (upto June 29, 2017)	
		CIESM-INTEVIA S.A. Sociedad Unipersonal	
		Conservacion de Infraestructuras De Mexico SA DE CV	
Control 7, S. A			
Devika Buildstate Private Limited (upto June 29, 2017)			
Elsamex Colombia SAS			
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex Internacional, S.L, Sociedad Unipersonal			
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex Vietnam Joint Stock Company (since May 18, 2016)			
IIPL LAOS Pte. Ltd. (since April 18, 2017)			
Park Line LLC (since May 04, 2016)			
Elsamex S.A. LLC (upto April 18, 2016)			
Elsamex S.A.			
ESM Mantenimiento Integral DE S.A DE C.V			
Flamingo Landbase Private Limited			
Grusamar Albania SHPK			
Grusamar Engenharia & Consultoria Brasil LTDA			
Grusamar Ingenieria Y Consulting Colombia SAS			
Grusamar Ingenieria Y Consulting, SL Sociedad Unipersonal			
IIPL USA LLC			
Subsidiaries - Indirect		Inteval Gestao Integral Rodoviaria, S.A	
		ITNL Africa Projects Limited	IAPL
	ITNL International Developer LLC		
	ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)	IJLT	
	Mantenimiento Y Conservacion De Vialidades, S.A. de C.V.		
	ITNL Elsamex JVCA, Botswana	EJVCA	
	North Karnataka Expressway Limited	NKEL	
	Rapid MetroRail Gurgaon Limited	RMGL	
	Rapid MetroRail Gurgaon South Limited	RMGSL	
	Senalizacion Viales E Imagen, S.V.		



IL&FS TRANSPORTATION NETWORKS LIMITED			
Notes forming part of the recast financial statements for the year ended 31 March 2018			
Note 38 A : Related Party Disclosures			
(i) Current Year			
(a) 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 Nine Months year end)	Sharjah General Services Company LLC		
	Apptex Marketing Services & Solutions Limited	APMSSL	
	Bhopal E-Governance Limited	B EGL	
	Gujarat Integrated Maritime Complex Private Limited	GIMCL	
	IL&FS Airport Limited	I AL	
	IL&FS Cluster Development Initiative Limited	ICDI	
	IL&FS Education & Technologies Services Limited	IETS	
	IL&FS Energy Development Company Limited	IEDCL	
	IL&FS Environment Infrastructure & Services Limited	IEISL	
	IL&FS Financial Services Limited	IFIN	
	IL&FS Global Financial Services (UK) Ltd.	IGFSLUK	
	IL&FS Global Financial Services Pte. Ltd.	IGFSL	
	IL&FS Maritime Infrastructure Company Limited	IMICL	
	IL&FS Renewable Energy Limited	IREL	
	IL&FS Securities Services Limited	ISSL	
	IL&FS Skills Development Corporation Limited	ISDC	
	IL&FS Technologies Ltd.	ITL	
	IL&FS Township & Urban Assets Limited	ITUAL	
	IL&FS Tamil Nadu Power Company Limited	ITPCL	
	IL&FS Water Limited	IWL	
	IL&FS Wind Power Services Limited	IWPSL	
	IL&FS Infra Assets Management Limited	I IAML	
	Kanak Resources Management Limited	KRML	
	Uvia India Limited	IIL	
	Mota Lajja Gas Power Company Limited	MLGPCL	
	Nana Lajja Power Company Limited	NLGPCL	
	PT Mantimin Coal Mining	PTMCM	
	Rohtas Bio Energy Limited	RBEL	
	Sabarmati Capital One Limited	SCOL	
	IL&FS Urban Infrastructure Managers Limited	IUIM	
	IIML Asset Advisors Limited	I AAL	
	IL&FS Asian Infrastructure Managers Limited	ISIM	
	IL&FS Investment Managers Limited	IIML	
	Sabarmati Capital Two Limited	SCTL	
	Skill Training Assessment Management Partners Limited	STAMP	
	Tierra Enviro Limited	TEL	
	IL&FS Engineering & Construction Company limited	IECC	
	Unique Waste Processing Company Limited	UWPC	
	Associates	ITNL Toll Management Services Limited	ITMSL
		Gujarat Road and Infrastructure Company Limited	GRICL
		Noida Toll Bridge Company Limited	NTBCL
		Geotecnia y Control De Calidad, S.A.	
		Consorcio De Obras Civiles, Conciviles, S.R.L	
		Vias Y Construcciones, Viacon, S. R. L.	
		CGI 8 S.A.	CGI-8
		Parlo Developers Private Limited (since June 30, 2017)	PDPL
		Elsamex Infrastructure Company WLL	EICWLL
Elsamex Road Technology Company Limited		ERT(China)	
Ramky Elsamex Ring Road Limited, Hyderabad		REHRR	
Sociedad Concesionaria Autovia A-4 Madrid S.A		A4 CONCESSION	
Jorabat Shillong Expressway Limited		JSEL	
Road Infrastructure Development Company of Rajasthan Limited		RIDCOR	
Jharkhand Accelerated Road Development Company Limited	JARDCL		
Thiruvananthapuram Road Development Company Limited	TRDCL		
Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL		
N.A.M. Expressway Limited	NAMEL		
Chongqing Yuhe Expressway Co. Ltd.			
RIDCOR Infra Projects Limited (Subsidiary of RIDCOR)	R IPL		
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director		
	Mr Mukund Sapre-Executive Director		
	Mr Krishna Ghag, Company Secretary		
	Mr Dilip Bhatia, Chief Financial Officer		
	Mr Deepak Dasgupta-Non-Executive Director		
	Mr R.C. Sinha-Non-Executive Director		
	Mr H.P Jamdar-Non-Executive Director		
	Mr Ravi Parthasarathy-Non-Executive Director		
	Mr Hari Sankaran-Non-Executive Director		
	Mr Arun K Saha-Non-Executive Director		
	Mr Pradeep Puri-Non-Executive Director (upto November 20, 2017)		
Ms Neeru Singh-Non-Executive Director			
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)		
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)		
	Mrs Vishala Parthasarathy (wife of Mr Ravi Parthasarathy)		



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(i) Current Year							
(b) transactions/ balances with above mentioned related parties							
₹ in crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Venture	KMP and their relatives	Total
Balances as at March 31, 2018							
Equity share Capital							
ILFS	236.58	-	-	-	-	-	236.58
OTHERS	-	-	4.27	-	-	-	4.27
	236.58	-	4.27	-	-	-	240.85
Advances recoverable considered doubtful							
IAL	-	-	22.06	-	-	-	22.06
	-	-	22.06	-	-	-	22.06
Unbilled revenue							
BAEL	-	275.04	-	-	-	-	275.04
KNCEL	-	318.71	-	-	-	-	318.71
OTHERS	-	229.57	-	-	20.42	-	249.99
	-	823.33	-	-	20.42	-	843.74
Unearned revenue							
IRIDCL	-	22.66	-	-	-	-	22.66
MBEL	-	13.10	-	-	-	-	13.10
SSTL	-	76.82	-	-	-	-	76.82
OTHERS	-	0.00	-	-	-	-	0.00
	-	112.58	-	-	-	-	112.58
Investments							
IJPL	-	779.92	-	-	-	-	779.92
OTHERS	-	4,159.05	-	341.65	407.39	-	4,908.10
	-	4,938.98	-	341.65	407.39	-	5,688.02
Investment assets held for sale							
PSRDCL	-	362.86	-	-	-	-	362.86
IRL	-	338.94	-	-	-	-	338.94
	-	701.80	-	-	-	-	701.80
Fair Valuation of Investments - Decrease							
HREL	-	136.26	-	-	-	-	136.26
JRPICL	-	259.45	-	-	-	-	259.45
PSRDCL	-	158.52	-	-	-	-	158.52
IJPL	-	285.68	-	-	-	-	285.68
OTHERS	-	315.49	-	30.00	37.84	-	383.33
	-	1,155.40	-	30.00	37.84	-	1,223.24
Provision for diminution in value of investments							
CNTL	-	262.03	-	-	-	-	262.03
NTBCL	-	-	-	106.39	-	-	106.39
SSTL	-	46.38	-	-	-	-	46.38
OTHERS	-	39.26	-	-	6.89	-	46.15
	-	347.67	-	106.39	6.89	-	460.95
Retention Money Receivable							
JSEL	-	-	-	-	50.47	-	50.47
KSEL	-	72.76	-	-	-	-	72.76
PSRDCL	-	48.68	-	-	-	-	48.68
SBHL	-	36.33	-	-	-	-	36.33
OTHERS	-	27.42	-	-	-	-	27.42
	-	185.18	-	-	50.47	-	235.65
Retention Money Payable							
EMSL	-	6.83	-	-	-	-	6.83
IECCL	-	-	22.92	-	-	-	22.92
OTHERS	-	1.80	1.58	-	-	-	3.38
	-	8.63	24.49	-	-	-	33.12
Mobilisation Advance paid							
IECCL	-	-	42.90	-	-	-	42.90
OTHERS	-	0.59	4.00	-	-	-	4.59
	-	0.59	46.90	-	-	-	47.49
Unamortised Borrowing Cost							
ILFS	0.90	-	-	-	-	-	0.90



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(i) Current Year							
(b) transactions/ balances with above mentioned related parties							
₹ in crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Venture	KMP and their relatives	Total
IGFSL	-	-	10.70	-	-	-	10.70
IFIN	-	-	49.20	-	-	-	49.20
OTHERS	-	0.06	4.27	-	-	-	4.32
	0.90	0.06	64.16	-	-	-	65.12
Prepaid Expenses							
ILFS	0.26	-	-	-	-	-	0.26
	0.26	-	-	-	-	-	0.26
Investment Commitment							
ACEL	-	285.85	-	-	-	-	285.85
FSEL	-	222.25	-	-	-	-	222.25
IRIDCL	-	361.00	-	-	-	-	361.00
RMRDL	-	129.95	-	-	-	-	129.95
OTHERS	-	204.44	-	-	-	-	204.44
	-	1,203.49	-	-	-	-	1,203.49
Sub debt Commitment							
ACEL	-	266.31	-	-	-	-	266.31
IRIDCL	-	144.22	-	-	-	-	144.22
SSTL	-	315.83	-	-	-	-	315.83
OTHERS	-	23.64	-	-	21.86	-	45.50
	-	750.00	-	-	21.86	-	771.86
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.05	0.05
Mrs Rita Ramchand (Wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.05	0.05
	-	-	-	-	-	0.25	0.25
Interest on trade receivables from related parties							
BAEL	-	82.72	-	-	-	-	82.72
FSEL	-	28.52	-	-	-	-	28.52
KSEL	-	80.16	-	-	-	-	80.16
OTHERS	-	29.13	-	-	-	-	29.13
	-	220.52	-	-	-	-	220.52
Trade Receivables							
CNTL	-	440.82	-	-	-	-	440.82
FSEL	-	401.70	-	-	-	-	401.70
KSEL	-	412.50	-	-	-	-	412.50
SSTL	-	645.90	-	-	-	-	645.90
OTHERS	-	1,095.54	6.59	0.35	219.83	-	1,322.30
	-	2,996.46	6.59	0.35	219.83	-	3,223.22
Fair Valuation of Investments - Decrease							
PDPL	-	-	-	17.06	-	-	17.06
	-	-	-	17.06	-	-	17.06
Preconstruction and Mobilisation advance paid to contractors and other advances							
ILFS	1.19	-	-	-	-	-	1.19
IECCL	-	-	91.64	-	-	-	91.64
OTHERS	-	-	10.07	-	-	-	10.07
	1.19	-	101.71	-	-	-	102.90
Trade payables other than MSME							
ILFS	7.31	-	-	-	-	-	7.31
IRL	-	36.23	-	-	-	-	36.23
EMSL	-	54.55	-	-	-	-	54.55
IECCL	-	-	94.42	-	-	-	94.42
IFIN	-	-	28.86	-	-	-	28.86
OTHERS	-	8.02	23.80	0.00	2.89	0.05	34.77
	7.31	98.81	147.07	0.00	2.89	0.05	256.14
Short-term Borrowings							
GIMCL	-	-	12.43	-	-	-	12.43
NKEL	-	6.73	-	-	-	-	6.73



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(i) Current Year							
(b) transactions/ balances with above mentioned related parties							
₹ in crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Venture	KMP and their relatives	Total
IIML	-	-	5.00	-	-	-	5.00
IUIM	-	-	6.00	-	-	-	6.00
IAAL	-	-	7.50	-	-	-	7.50
OTHERS	-	-	7.90	-	-	-	7.90
	-	6.73	38.83	-	-	-	45.56
Mobilisation Advances Received (Long-term)							
IRIDCL	-	57.90	-	-	-	-	57.90
SSTL	-	64.85	-	-	-	-	64.85
OTHERS	-	9.71	-	-	2.46	-	12.18
	-	132.46	-	-	2.46	-	134.92
Mobilisation Advances Received (Short-term)							
BAEL	-	51.25	-	-	-	-	51.25
SSTL	-	12.73	-	-	-	-	12.73
KNCEL	-	31.97	-	-	-	-	31.97
OTHERS	-	3.99	-	-	-	-	3.99
	-	99.94	-	-	-	-	99.94
Long-Term Borrowings							
IFIN	-	-	206.46	-	-	-	206.46
IMICL	-	-	206.46	-	-	-	206.46
	-	-	412.92	-	-	-	412.92
Loans given - Non current							
BAEL	-	854.53	-	-	-	-	854.53
JRPICL	-	752.82	-	-	-	-	752.82
OTHERS	-	2,209.80	-	-	149.53	-	2,359.33
	-	3,817.15	-	-	149.53	-	3,966.68
Loans given - Current							
MBEL	-	369.72	-	-	-	-	369.72
MPBCDCL	-	364.19	-	-	-	-	364.19
PSRDCL	-	237.50	-	-	-	-	237.50
OTHERS	-	376.48	103.81	19.51	210.37	-	710.17
	-	1,347.89	103.81	19.51	210.37	-	1,681.57
Interest accrued but not due on borrowings							
NKEL	-	0.14	-	-	-	-	0.14
OTHERS	-	-	0.03	-	-	-	0.03
	-	0.14	0.03	-	-	-	0.17
Expected Credit Loss on Loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	259.13	-	-	-	-	259.13
MPBCDCL	-	224.78	-	-	-	-	224.78
OTHERS	-	362.49	1.82	-	150.84	-	515.15
	-	1,116.78	1.82	-	150.84	-	1,269.44
Expected Credit Loss on Receivables							
MPBCDCL	-	220.07	-	-	-	-	220.07
WGEL	-	38.74	-	-	-	-	38.74
OTHERS	-	40.54	-	-	24.59	-	65.13
	-	299.35	-	-	24.59	-	323.94
Allowance for doubtful advances							
IAL	-	-	22.06	-	-	-	22.06
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	1.64	-	-	-	-	1.64
	-	1.64	40.42	-	-	-	42.06
Dividend receivable							
IRIT	-	-	-	-	-	-	-
Advances Recoverable							
ILFS	0.41	-	-	-	-	-	0.41
CNTL	-	43.35	-	-	-	-	43.35
PTMCM	-	-	18.36	-	-	-	18.36



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(i) Current Year							
(b) transactions/ balances with above mentioned related parties							
₹ In crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Venture	KMP and their relatives	Total
IAL	-	-	27.61	-	-	-	27.61
OTHERS	-	75.34	2.10	-	5.07	0.14	82.65
	0.41	118.69	48.07	-	5.07	0.14	172.37
Excess Brand subscription fees Recoverable							
ILFS	59.12	-	-	-	-	-	59.12
Provision for Doubtful Assets Total	59.12	-	-	-	-	-	59.12
Deemed Investment							
HREL	-	-	-	-	-	-	-
JRPICL	-	-	-	-	-	-	-
SBHL	-	-	-	-	-	-	-
OTHERS	-	-	-	-	-	-	-
Guarantees received in respect of Group Companies							
ILFS	1,500.00	-	-	-	-	-	1,500.00
	1,500.00	-	-	-	-	-	1,500.00
Guarantees issued to outsider in respect of Group Companies							
IIPL	-	617.92	-	-	-	-	617.92
EIJVCA	-	-	-	-	211.96	-	211.96
IO2PL	-	777.99	-	-	-	-	777.99
IO3PL	-	298.30	-	-	-	-	298.30
OTHERS	-	78.07	1.41	-	58.83	-	138.31
	-	1,772.28	1.41	-	270.80	-	2,044.49
Transaction							
Expected Credit loss on Loans							
BAEL	-	13.97	-	-	-	-	13.97
FSEL	-	12.16	-	-	-	-	12.16
JSEL	-	-	-	-	33.64	-	33.64
VNIL	-	13.75	-	-	-	-	13.75
OTHERS	-	27.48	1.82	-	2.81	-	32.11
	-	67.36	1.82	-	36.45	-	105.63
Reversal of Expected Credit loss on Loans							
TRDCL	-	-	-	-	40.20	-	40.20
OTHERS	-	35.29	-	-	-	-	35.29
	-	35.29	-	-	40.20	-	75.49
Expected Credit loss on Receivables							
KSEL	-	9.73	-	-	-	-	9.73
OTHERS	-	1.43	-	-	0.69	-	2.12
	-	11.16	-	-	0.69	-	11.85
Reversal of Expected Credit loss on Receivables							
CNTL	-	117.07	-	-	-	-	117.07
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	39.59	-	-	5.76	-	45.35
	-	156.66	18.36	-	5.76	-	180.78
Provision for diminution in value of Investments							
KSEL	-	5.43	-	-	-	-	5.43
SSTL	-	18.85	-	-	-	-	18.85
	-	24.28	-	-	-	-	24.28
Reversal of Provision for diminution in value of Investments							
BTOML	-	0.05	-	-	-	-	0.05
	-	0.05	-	-	-	-	0.05
Interest Income on Financial Assets							
BAEL	-	90.41	-	-	-	-	90.41
JRPICL	-	76.12	-	-	-	-	76.12
OTHERS	-	478.07	17.97	1.16	35.35	-	532.54
	-	644.60	17.97	1.16	35.35	-	699.07



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(i) Current Year							
(b) transactions/balances with above mentioned related parties							
₹ In crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Venture	KMP and their relatives	Total
Remuneration to director / KMP*							
Mr Dilip Bhatia-Chief Financial Officer	-	-	-	-	-	2.45	2.45
Mr K Ramchand-Managing Director	-	-	-	-	-	1.09	4.19
Mr Mukund Sapre-Executive Director	-	-	-	-	-	1.09	2.88
OTHERS	-	-	-	-	-	1.95	1.95
	-	-	-	-	-	11.48	11.48
Rent Expense							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.34	0.34
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.16	0.16
Mrs Rita Ramchand (Wife of Mr K Ramchand)	-	-	-	-	-	0.49	0.49
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.16	0.16
OTHERS	-	-	-	-	-	0.09	0.09
	-	-	-	-	-	1.25	1.25
Revenue from operations							
BAEL	-	598.75	-	-	-	-	598.75
FSEL	-	847.71	-	-	-	-	847.71
KNCEL	-	368.15	-	-	-	-	368.15
OTHERS	-	1,173.66	-	-	103.03	-	1,276.69
	-	2,988.28	-	-	103.03	-	3,091.31
Borrowings							
ILFS	4,364.35	-	-	-	-	-	4,364.35
OTHERS	-	-	1,159.93	-	-	-	1,159.93
	4,364.35	-	1,159.93	-	-	-	5,524.28
Repayment of borrowings							
ILFS	4,365.18	-	-	-	-	-	4,365.18
OTHERS	-	21.42	1,124.10	-	75.00	-	1,220.52
	4,365.18	21.42	1,124.10	-	75.00	-	5,585.70
Miscellaneous Income							
Elsamex SA	-	3.18	-	-	-	-	3.18
IECCL	-	-	23.06	-	-	-	23.06
OTHERS	-	-	0.60	-	-	-	0.60
	-	3.18	23.66	-	-	-	26.84
Dividend							
IRIT	-	18.57	-	-	-	-	20.03
NKEL	-	4.70	-	-	-	-	4.70
	-	24.73	-	-	-	-	24.73
Finance Charges							
ILFS	12.72	-	-	-	-	-	12.72
IFIN	-	-	47.74	-	-	-	47.74
OTHERS	-	1.08	7.33	-	-	-	8.41
	12.72	1.08	55.07	-	-	-	68.87
Expected Credit Loss on Other Financial Assets							
PTMCM	-	-	18.36	-	-	-	18.36
	-	-	18.36	-	-	-	18.36
Reversal of Expected Credit Loss on Other Financial Assets							
GRICL	-	-	-	21.61	-	-	21.61
IO2PL	-	12.37	-	-	-	-	12.37
OTHERS	-	2.70	1.40	-	-	-	4.10
	-	15.07	1.40	21.61	-	-	38.08
Interest on loans (Expense)							
ILFS	101.51	-	-	-	-	-	101.51
OTHERS	-	2.02	79.74	-	11.97	-	93.72
	101.51	2.02	79.74	-	11.97	-	195.23
Repayment of loans given							
CNTL	-	2,095.00	-	-	-	-	2,095.00
MBEL	-	1,281.75	-	-	-	-	1,281.75
PSRDCL	-	894.05	-	-	-	-	894.05



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(i) Current Year							
(b) transactions/ balances with above mentioned related parties							
₹ In crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Venture	KMP and their relatives	Total
OTHERS	-	3,009.22	181.47	2.42	788.26	-	3,981.36
	-	7,280.02	181.47	2.42	788.26	-	8,252.17
Operating Expenses (Other than Construction Cost)							
EMSL	-	138.21	-	-	-	-	138.21
	-	138.21	-	-	-	-	138.21
Loans given							
CNTL	-	1,895.34	-	-	-	-	1,895.34
MBEL	-	1,035.69	-	-	-	-	1,035.69
OTHERS	-	4,450.42	185.39	20.57	671.42	-	5,327.80
	-	7,381.45	185.39	20.57	671.42	-	8,258.83
Sale of Investment							
IFIN	-	-	157.80	-	-	-	157.80
	-	-	157.80	-	-	-	157.80
Investment made / purchased							
ACEL	-	101.10	-	-	-	-	101.10
BAEL	-	125.50	-	-	-	-	125.50
EMSL	-	116.55	-	-	-	-	116.55
FSEL	-	248.35	-	-	-	-	248.35
PDPL	-	-	-	150.33	-	-	150.33
OTHERS	-	25.96	-	-	-	-	25.96
	-	617.46	-	150.33	-	-	767.79
Guarantee Fees Income							
IIPL	-	3.62	-	-	-	-	3.62
EIJVCA	-	-	-	-	2.91	-	2.91
IO2PL	-	7.48	-	-	-	-	7.48
IO3PL	-	2.85	-	-	-	-	2.85
OTHERS	-	0.40	-	-	-	-	0.40
	-	14.35	-	-	2.91	-	17.25
Construction Cost							
IRL	-	58.70	-	-	-	-	58.70
EMSL	-	42.08	-	-	-	-	42.08
IECCL	-	-	265.56	-	-	-	265.56
	-	100.78	265.56	-	-	-	366.34
Fair Valuation of Investments - Increase							
PDPL	-	-	-	17.06	-	-	17.06
	-	-	-	17.06	-	-	17.06
Administrative and general expenses							
ILFS	22.51	-	-	-	-	-	22.51
JMCL	-	-	10.05	-	-	-	10.05
OTHERS	-	0.08	1.49	-	-	-	1.57
	22.51	0.08	11.54	-	-	-	34.13
Footnote : - * Includes Deputation cost of ₹ 5.63 Crores charged by Holding Company "IL&FS" as mentioned below, but excludes benefits in the nature of gratuity and leave encashment which are created on actuarial basis for Company as a whole and not for the individual employee including KMP.							
Mr K Ramchand-Managing Director							3.47
Mr Mukund Sapre-Executive Director							2.16
							5.63



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 38 A: Related Party Disclosures (contd.)

(ii) Previous Year - 31 March 2017

(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	Amravati Chikhli Expressway Ltd	ACEL	
	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	
	Fagne Songadh Expressway Ltd	FSEL	
	Futureage Infrastructure India Limited	FIIL	
	GRIICL Rail Bridge Development Company Limited	GRBDCI	
	Gift Parking Facilities Limited (upto 15th September 2016)		
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd	IIPL	
	ITNL Offshore Pte Ltd	IOPL	
	ITNL Offshore Three Pte Ltd	IO3PL	
	ITNL Offshore Two Pte Ltd	IO2PL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Jharkhand Infrastructure Implementation Company Limited	JIIICL	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinner Expressway Limited	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	
	Rajasthan Land Holdings Limited	RLHL	
	Scheme of ITNL Road Investment Trust	IRIT	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	Srinagar Sonmarg Tunnelway Limited	SSTL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Andhra Pradesh Expressway Limited	APEL
		Area De Servicio Coiros S.L.U.	
		Area De Servicio Punta Umbria S.L.U.	
		Atenea Seguridad Y Medico Ambiente S.A.	
		Beasolarta S.L.	
		Chattisgarh Highways Development Company Limited	CHDCL
		Chirayu Kath Real Estate Private Limited	
CIESM-INTEVIA S.A. Sociedad Unipersonal			
Conservacion de Infraestructuras De Mexico SA DE CV			
Control 7, S. A			
Devika Bulldestate Private Limited			
Elsamex Colombia SAS			
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, S.L, Sociedad Unipersonal			
Elsamex Maintenance Services Limited		EMSL	
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex S.A. LLC			
Elsamex S.A., Spain		ELSA	
ESM Mantenimiento Integral DE S.A DE C.V			
Flamingo Landbase Private Limited			
Grusamar Albania SHPK			
Grusamar Engenharia & Consultoria Brasil LTDA			
Grusamar India Limited		GIL	
Grusamar Ingenieria Y Consulting Colombia SAS			
Grusamar Ingenieria Y Consulting, SL Sociedad Unipersonal			
IPL USA LLC			
Inteval Gestao Integral Rodoviaria, S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International Developer LLC			
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IJLT	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 38 A: Related Party Disclosures (contd.)

(ii) Previous Year - 31 March 2017

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

Nature of Relationship	Name of Entity	Abbreviation used	
Subsidiaries - Indirect	Mantenimiento Y Conservacion De Vialidades, S.A. de C.V.		
	North Karnataka Expressway Limited	NKEL	
	Rapid MetroRail Gurgaon Limited	RMGL	
	Rapid MetroRail Gurgaon South Limited	RMGSL	
	Senalizacion Viales E Imagen, S.V.		
	Sharjah General Services Company LLC		
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Yala Construction Company Private Limited	YCCPL	
	Apptex Marketing Services & Solutions Limited	APMSSL	
	Bhopal E-Governance Limited	BEGL	
	Gujarat Integrated Maritime Complex Private Limited	GIMCL	
	IL&FS Airport Limited	IAL	
	IL&FS Cluster Development Initiative Limited	ICDI	
	IL&FS Energy Development Company Limited	IEDCL	
	IL&FS Environment Infrastructure & Services Limited	IEISL	
	IL&FS Financial Services Limited	IFIN	
	IL&FS Global Financial Services (UK) Ltd.	IGFSLUK	
	IL&FS Global Financial Services Pte. Ltd.	IGF5L	
	IL&FS Maritime Infrastructure Company Limited	IMICL	
	IL&FS Renewable Energy Limited	IREL	
	IL&FS Securities Services Limited	ISSL	
	IL&FS Skills Development Corporation Limited	ISDC	
	IL&FS Technologies Ltd.	ITL	
	IL&FS Township & Urban Assets Limited	ITUAL	
	IL&FS Tamil Nadu Power Company Limited	ITPCL	
	IL&FS Water Limited	IWL	
	IL&FS Wind Power Limited	IWPL	
	Kanak Resources Management Limited	KRML	
	Livia India Limited	LIL	
	Mota Lajja Gas Power Company Limited	MLGPCL	
	Nana Lajja Power Company Limited	NLGPCL	
	PT Mantimin Coal Mining	PTMCM	
	Rohtas Bio Energy Limited	RBEL	
	Sabarmati Capital One Limited	SCOL	
	Tierra Enviro Limited	TEL	
	Associates	Unique Waste Processing Company Limited	UWPCL
		ITNL Toll Management Services Limited	ITMSL
Gujarat Road and Infrastructure Company Limited		GRICL	
Noida Toll Bridge Company Limited		NTBCL	
Geotecnia y Control De Calidad, S.A.			
Consortio De Obras Civiles, Conciviles, S.R.L			
Vias Y Construcciones, Viacon, S. R. L.			
CGI 8 S.A.		CGI-8	
Elsamex Infrastructure Company WLL		EICWLL	
Elsamex Road Technology Company Limited		ERT(China)	
Ramky Elsamex Ring Road Limited, Hyderabad		REHRR	
Sociedad Concesionaria Autovía A-4 Madrid S.A		A4 CONCESSION	
Joint Ventures		Jorabat Shillong Expressway Limited	JSEL
	Road Infrastructure Development Company of Rajasthan Limited	RIDCOR	
	Jharkhand Accelerated Road Development Company Limited	JARDCL	
	Thiruvananthapuram Road Development Company Limited	TRDCL	
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL	
	N.A.M. Expressway Limited	NAMEL	
	Chongqing Yuhe Expressway Co. Ltd.		
	RIDCOR Infra Projects Limited (Subsidiary of RIDCOR)	RIPL	
	Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
		Mr Mukund Sapre-Executive Director	
Mr Krishna Ghag, Company Secretary			
Mr Dilip Bhatia, Chief Financial Officer			
Mr Deepak Dasgupta-Non-Executive Director			
Mr R.C. Sinha-Non-Executive Director			
Mr H.P. Jamdar-Non-Executive Director			
Mr Ravi Parthasarathy-Non-Executive Director			
Mr Hari Sankaran-Non-Executive Director			
Mr Arun K Saha-Non-Executive Director			
Deepak satwalekar-Non-Executive Director (upto August 9, 2016)			
Vibhav Kapoor-Non-Executive Director (upto September 12, 2016)			
Mr Pradeep Puri-Non-Executive Director			
Ms Neeru Singh-Non-Executive Director			
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)		
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)		
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)		



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(ii) Previous year - 31 March 2017							
(b) transactions/ balances with above mentioned related parties (mentioned in note 38 (ii) (a) above)							
₹ in crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Balances							
Equity share Capital							
ILFS	236.58	-	-	-	-	-	236.58
OTHERS	-	-	4.27	-	-	-	4.27
Equity share Capital Total	236.58	-	4.27	-	-	-	240.85
Interest accrued but not due on borrowings							
NKEL	-	9.98	-	-	-	-	9.98
OTHERS	-	-	-	-	-	-	-
Interest accrued but not due on borrowings Total	-	9.98	-	-	-	-	9.98
Long-Term Borrowings							
IFIN	-	-	200.00	-	-	-	200.00
IMICL	-	-	200.00	-	-	-	200.00
RIPL	-	-	-	-	75.00	-	75.00
OTHERS	-	-	58.56	-	-	-	58.56
Long-Term Borrowings Total	-	-	458.56	-	75.00	-	533.56
Short-term Borrowings							
NKEL	-	25.15	-	-	-	-	25.15
OTHERS	0.83	3.00	3.00	-	-	-	6.83
Short-term Borrowings Total	0.83	28.15	3.00	-	-	-	31.98
Mobilisation Advance paid							
EMSL	-	1.75	-	-	-	-	1.75
ITL	-	-	4.00	-	-	-	4.00
Mobilisation Advance paid Total	-	1.75	4.00	-	-	-	5.75
Mobilisation Advances Received (Long-term)							
IRIDCL	-	57.90	-	-	-	-	57.90
KNCEL	-	18.98	-	-	-	-	18.98
SSTL	-	77.58	-	-	-	-	77.58
OTHERS	-	6.76	-	-	-	-	6.76
Mobilisation Advances Received (Long-term) Total	-	161.22	-	-	-	-	161.22
Mobilisation Advances Received (Short-term)							
BAEL	-	59.52	-	-	-	-	59.52
KNCEL	-	28.62	-	-	-	-	28.62
OTHERS	-	4.69	-	-	8.03	-	12.72
Mobilisation Advances Received (Short-term) Total	-	92.83	-	-	8.03	-	100.86
Allowance for losses on loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	259.13	-	-	-	-	259.13
MPBCDCL	-	224.78	-	-	-	-	224.78
SBHL	-	139.45	-	-	-	-	139.45
TRDCL	-	-	-	-	145.94	-	145.94
OTHERS	-	211.63	-	-	8.65	-	220.28
	-	1,105.37	-	-	154.59	-	1,259.96
Allowance for losses on debts							
CNTL	-	128.98	-	-	-	-	128.98
MPBCDCL	-	222.70	-	-	-	-	222.70
OTHERS	-	93.16	18.36	-	29.67	-	141.19
	-	444.84	18.36	-	29.67	-	492.87
Excess Brand subscription fees Recoverable							
ILFS	55.65	-	-	-	-	-	55.65
	55.65	-	-	-	-	-	55.65
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	16.99	16.99
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	9.65	9.65
	-	-	-	-	-	26.64	26.64
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
Rent Deposit Total	-	-	-	-	-	0.15	0.15
Retention Money Payable							
ELSAIND	-	1.03	-	-	-	-	1.03
EMSL	-	4.24	-	-	-	-	4.24
ITL	-	-	1.55	-	-	-	1.55
OTHERS	-	0.78	0.03	-	-	-	0.81
Retention Money Payable Total	-	6.05	1.58	-	-	-	7.63



IL&FS TRANSPORTATION NETWORKS LIMITED						
Notes forming part of the recast financial statements for the year ended 31 March 2018						
Note 38 A: Related Party Disclosures (contd.)						
(ii) Previous year - 31 March 2017						
(b) transactions/ balances with above mentioned related parties (mentioned in note 38 (ii) (a) above)						
						₹ in crore
Retention Money Receivable						
CNTL	96.19					96.19
JSEL				40.68		40.68
KSEL	71.75					71.75
PSRDCL	48.68					48.68
SBHL	36.20					36.20
OTHERS	6.67					6.67
Retention Money Receivable Total	259.49			40.68		300.17
Trade Receivables						
CNTL	475.49					475.49
KSEL	364.51					364.51
MPBCDCL	275.56					275.56
SSTL	296.57					296.57
FSEL	307.52					307.52
OTHERS	900.97	19.74	0.12	97.73		1,018.56
Trade Receivables Total	2,620.62	19.74	0.12	97.73		2,738.21

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Unbilled Revenue							
JSEL					167.29		167.29
KNCEL		120.41					120.41
RMGSL		49.32					49.32
OTHERS		61.74			0.53		62.27
Unbilled Revenue Total		231.47			167.82		399.29
Unearned Revenue							
BAEL		48.38					48.38
MBEL		78.95					78.95
MPBCDCL		68.77					68.77
OTHERS		33.56					33.56
Unearned Revenue Total		229.66					229.66
Provision for diminution in value of Investments							
NTBCL				106.39			106.39
CNTL		262.03					262.03
OTHERS		61.41			6.89		68.30
		323.44		106.39	6.89		436.72
Allowance for doubtful advances							
IOZPL		14.00					14.00
IAL			23.46				23.46
OTHERS		2.70			0.01		2.71
		16.70	23.46		0.01		40.17
Trade payables other than MSME							
ILFS	26.92						26.92
EMSL		16.24					16.24
IFIN			24.07				24.07
IRL		68.86					68.86
OTHERS		3.88	0.95		2.39		7.22
Trade payables other than MSME Total	26.92	88.98	25.02		2.39		143.31
Other advances to related party							
GRICL				75.00			75.00
Other advances to related party Total				75.00			75.00
Advances Recoverable							
BAEL		17.91					17.91
KSEL		64.98					64.98
ELSA		18.52					18.52
OTHERS	0.01	50.26	6.46	0.50	4.45		61.68
Advances Recoverable Total	0.01	151.67	6.46	0.50	4.45		163.09
Advances recoverable considered doubtful							
IAL			22.06				22.06
OTHERS		1.40					1.40
Advances recoverable considered doubtful Total		1.40	22.06				23.46
Investments							
IRL		688.17					688.17
IPL		779.92					779.92
OTHERS		3,400.66		205.83	407.39		4,013.88
Investments Total		4,868.75		205.83	407.39		5,481.97
Investment Commitment							
ACEL		668.95					668.95
FSEL		551.85					551.85
IRIDCL		401.00					401.00
OTHERS		337.53					337.53
		1,959.33					1,959.33



IL&FS TRANSPORTATION NETWORKS LIMITED						
Notes forming part of the recast financial statements for the year ended 31 March 2018						
Note 38 A: Related Party Disclosures (contd.)						
(ii) Previous year - 31 March 2017						
(b) transactions/ balances with above mentioned related parties (mentioned in note 38 (ii) (a) above)						
						₹ in crore
Sub debt Commitment						
ACEL	--	349.97	--	--	--	349.97
FSEL	--	205.90	--	--	--	205.90
IRIDCL	--	144.22	--	--	--	144.22
SSTL	--	335.33	--	--	--	335.33
OTHERS	--	76.83	--	--	21.86	98.69
Loans given - Non current Total	--	1,112.24	--	--	21.86	1,134.10
Guarantees issued to outsider in respect of Group Companies						
EIJVCA	--	--	--	--	262.94	262.94
IO2PL	--	713.10	--	--	--	713.10
IO3PL	--	256.21	--	--	--	256.21
OTHERS	--	156.80	--	--	--	156.80
	--	1,126.11	--	--	262.94	1,389.05
Loans given - Non current						
BAEL	--	764.71	--	--	--	764.71
JRPICL	--	419.53	--	--	--	419.53
KSEL	--	321.52	--	--	--	321.52
MPBCDCL	--	393.00	--	--	--	393.00
OTHERS	--	830.88	--	--	99.38	930.26
Loans given - Non current Total	--	2,729.64	--	--	99.38	2,829.02

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Loans given - Current							
IRIDCL	--	336.32	--	--	--	--	336.32
MBEL	--	562.36	--	--	--	--	562.36
PSRDCL	--	542.58	--	--	--	--	542.58
OTHERS	--	1,036.50	55.55	0.83	313.34	--	1,406.22
Loans given - Current Total	--	2,477.76	55.55	0.83	313.34	--	2,847.48
Fair Value Adjustment of Other advances to related party							
GRICL	--	--	--	21.61	--	--	21.61
Fair Value Adjustment of Other advances to related party Total	--	--	--	21.61	--	--	21.61
Fair Valuation of Investments - Decrease							
HREL	--	136.26	--	--	--	--	136.26
JRPICL	--	259.45	--	--	--	--	259.45
PSRDCL	--	158.52	--	--	--	--	158.52
I IPL	--	285.68	--	--	--	--	285.68
OTHERS	--	316.75	--	30.00	37.84	--	384.59
	--	1,156.66	--	30.00	37.84	--	1,224.50
Transactions							
Revenue from Operations							
BAEL	--	586.32	--	--	--	--	586.32
CNTL	--	343.54	--	--	--	--	343.54
KNCEL	--	576.13	--	--	--	--	576.13
KSEL	--	555.80	--	--	--	--	555.80
RMGSL	--	510.02	--	--	--	--	510.02
OTHERS	--	672.17	--	11.34	161.78	--	845.29
Revenue from Operations Total	--	3,243.98	--	11.34	161.78	--	3,417.10
Miscellaneous Income							
WGEL	--	0.96	--	--	--	--	0.96
NTBCL	--	--	--	0.66	--	--	0.66
OTHERS	--	--	0.60	--	--	--	0.60
Miscellaneous Income Total	--	0.96	0.60	0.66	--	--	2.22
Dividend							
IRIT	--	41.07	--	--	--	--	41.07
NKEL	--	12.47	--	--	--	--	12.47
NTBCL	--	--	--	7.36	--	--	7.36
OTHERS	--	--	--	4.46	--	--	4.46
Dividend Total	--	53.54	--	11.82	--	--	65.36
Administrative and general expenses							
ILFS *	26.81	--	--	--	--	--	26.81
IGFSLUK	--	--	4.15	--	--	--	4.15
IGFSL	--	--	4.03	--	--	--	4.03
OTHERS	0.31	0.15	0.82	--	--	--	1.28
Administrative and general expenses Total	27.12	0.15	9.00	--	--	--	36.27



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(ii) Previous year - 31 March 2017							
(b) transactions/ balances with above mentioned related parties (mentioned in note 38 (ii) (a) above)							
							₹ in crore
Brand subscription fees (Expense)							
ILFS	4.53						4.53
Brand subscription fees (Expense) Total	4.53						4.53
Commission Charges & monitoring fees							
ILFS	21.51						21.51
OTHERS			0.15				0.15
Commission Charges & monitoring fees Total	21.51		0.15				21.66
Construction Cost							
EMSL		51.46					51.46
IRL		320.50					320.50
Construction Cost Total		371.96					371.96
Finance Charges							
IFIN			30.12				30.12
IGFSLUK			4.54				4.54
OTHERS			3.14				3.14
Finance Charges Total			37.80				37.80
Interest on Loans (Expense)							
UWPCL			17.56				17.56
LIL			30.03				30.03
MLGPCL			20.11				20.11
OTHERS	6.37	17.29	81.19		2.41		107.26
Interest on Loans (Expense) Total	6.37	17.29	148.89		2.41		174.96

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Borrowings							
ILFS	1,180.83						1,180.83
IAL			361.00				361.00
ICDI			575.10				575.10
OTHERS		106.00	960.50		200.00		1,266.50
Borrowings Total	1,180.83	106.00	1,896.60		200.00		3,383.43
Profit on Sale of Investment							
IPL		140.93					140.93
Profit on Sale of Investment Total		140.93					140.93
Investment made / purchased							
IRL		138.04					138.04
KNCEL		84.86					84.86
IPL		413.16					413.16
OTHERS		143.12					143.12
Investment made / purchased Total		779.18					779.18
Purchase of Investment							
ILFS	4.52						4.52
Purchase of Investment Total	4.52						4.52
Sale of Investment							
IPL		272.23					272.23
Sale of Investment Total		272.23					272.23
Purchase of Units							
IRIT		0.23					0.23
Purchase of Units Total		0.23					0.23
Redemption of Units							
IRIT		2.94					2.94
Redemption of Units Total		2.94					2.94
Operating Expenses (Other than Construction Cost)							
EMSL		94.52					94.52
OTHERS		2.32					2.32
Operating Expenses (Other than Construction Cost) Total		96.84					96.84
Remuneration to director / KMP							
Mr K Ramchand-Managing Director						0.94	0.94
Mr Krishna Ghag-Company Secretary						0.58	0.58
Mr Mukund Sapre-Executive Director						0.94	3.16
Mr Dilip Bhatia-Chief Financial Officer						1.50	1.50
Others						1.40	1.40
Remuneration to director / KMP Total						5.36	7.58
Rent Expense							
Mr K Ramchand-Managing Director						0.34	0.34
Mr Krishna Ghag-Company Secretary						0.08	0.08
Mrs Rita Ramchand (wife of Mr K Ramchand)						0.45	0.45
Mr Dilip Bhatia-Chief Financial Officer						0.02	0.02
Mr Mukund Sapre-Executive Director						0.16	0.16
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)						0.16	0.16
Rent Expense Total						1.21	1.21



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended 31 March 2018							
Note 38 A: Related Party Disclosures (contd.)							
(ii) Previous year - 31 March 2017							
(b) transactions/ balances with above mentioned related parties (mentioned in note 38 (ii) (a) above)							
							₹ in crore
Repayment of Borrowings							
ILFS	1,180.00	--	--	--	--	--	1,180.00
ICDI	--	--	575.10	--	--	--	575.10
OTHERS	--	430.35	2,479.50	--	125.00	--	3,034.85
Repayment of Borrowings Total	1,180.00	430.35	3,054.60	--	125.00	--	4,789.95
Loans given							
CNTL	--	762.80	--	--	--	--	762.80
IRIDCL	--	643.85	--	--	--	--	643.85
JRPICL	--	780.62	--	--	--	--	780.62
JSEL	--	--	--	--	643.37	--	643.37
MBEL	--	956.04	--	--	--	--	956.04
PSRDCL	--	1,064.71	--	--	--	--	1,064.71
OTHERS	--	1,334.57	53.63	0.83	180.77	--	1,569.80
Loans given Total	--	5,542.59	53.63	0.83	824.14	--	6,421.19
Repayment of loans given							
CNTL	--	674.12	--	--	--	--	674.12
IRIDCL	--	488.90	--	--	--	--	488.90
JRPICL	--	624.65	--	--	--	--	624.65
JSEL	--	--	--	--	486.82	--	486.82
MBEL	--	502.25	--	--	--	--	502.25
PSRDCL	--	551.00	--	--	--	--	551.00
OTHERS	--	1,015.86	15.57	--	187.28	--	1,218.71
Repayment of loans given Total	--	3,856.78	15.57	--	674.10	--	4,546.45
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Other Interest							
IFIN	--	--	2.32	--	--	--	2.32
Other Interest Total	--	--	2.32	--	--	--	2.32
Allowance for Expected Credit losses on loans							
SBHL	--	82.74	--	--	--	--	82.74
SSTL	--	26.51	--	--	--	--	26.51
OTHERS	--	20.31	--	--	--	--	20.31
	--	129.57	--	--	--	--	129.57
Reversal of Allowance for Expected Credit losses on loans							
CNTL	--	3.87	--	--	--	--	3.87
WGEL	--	15.32	--	--	--	--	15.32
MBEL	--	3.53	--	--	--	--	3.53
OTHERS	--	1.13	--	--	0.06	--	1.19
	--	23.85	--	--	0.06	--	23.91
Allowance for Expected Credit losses on debts							
CNTL	--	51.02	--	--	--	--	51.02
WGEL	--	14.06	--	--	--	--	14.06
PTMCM	--	--	18.36	--	--	--	18.36
OTHERS	--	6.14	--	--	5.27	--	11.41
	--	71.22	18.36	--	5.27	--	94.85
Reversal of Allowance for Expected Credit losses on debts							
MPBCDCL	--	16.35	--	--	--	--	16.35
SSTL	--	27.28	--	--	--	--	27.28
BAEL	--	35.22	--	--	--	--	35.22
OTHERS	--	72.88	--	0.09	8.43	--	81.40
	--	151.73	--	0.09	8.43	--	160.25
Interest Income on Financial Assets							
BAEL	--	159.88	--	--	--	--	159.88
OTHERS	--	397.54	2.24	--	27.55	--	427.33
Interest Income on Financial Assets Total	--	557.42	2.24	--	27.55	--	587.21
Guarantee Fees Income							
IO2PL	--	7.45	--	--	--	--	7.45
IO3PL	--	2.22	--	--	--	--	2.22
ELSA	--	3.93	--	--	--	--	3.93
OTHERS	--	0.11	--	--	--	--	0.11
Guarantee Fees Income Total	--	13.71	--	--	--	--	13.71
Capital Advance received							
IFIN	--	--	115.00	--	--	--	115.00
Capital Advance received Total	--	--	115.00	--	--	--	115.00



IL&FS TRANSPORTATION NETWORKS LIMITED						
Notes forming part of the recast financial statements for the year ended 31 March 2018						
Note 38 A: Related Party Disclosures (contd.)						
(H) Previous year - 31 March 2017						
(b) transactions/ balances with above mentioned related parties (mentioned in note 38 (ii) (a) above)						
						₹ in crore
Capital Advance repaid						
IFIN	-	-	115.00	-	-	115.00
Capital Advance repaid Total	-	-	115.00	-	-	115.00
Finance Cost						
IFIN	-	-	20.50	-	-	20.50
IMICL	-	-	20.50	-	-	20.50
OTHERS	-	-	2.50	-	-	2.50
Finance Cost Total	-	-	43.50	-	-	43.50
Redemption of Debenture						
RIDCOR	-	-	-	32.00	-	32.00
Redemption of Debenture Total	-	-	-	32.00	-	32.00
Reversal of Expected credit losses on other financial assets						
GRICL	-	-	-	5.79	-	5.79
APEL	-	7.18	-	-	-	7.18
OTHERS	-	1.00	-	-	-	1.00
	-	8.18	-	5.79	-	13.97
Allowance for doubtful advances						
IAL	-	-	1.40	-	-	1.40
IO2PL	-	7.16	-	-	-	7.16
OTHERS	-	-	-	-	-	-
	-	7.16	1.40	-	-	8.56
Reversal of Allowance for doubtful advances						
VNIL	-	0.02	-	-	-	0.02
PTMCM	-	-	18.36	-	-	18.36
	-	0.02	18.36	-	-	18.37
Provision for diminution in value of investments						
NTBCL	-	-	-	54.95	-	54.95
IRL	-	10.20	-	-	-	10.20
	-	10.20	-	54.95	-	65.14
Reversal of Provision for diminution in value of investments						
GPFL	-	0.05	-	-	-	0.05
	-	0.05	-	-	-	0.05
Reduction of Investments as per Court's Scheme						
APEL	-	83.00	-	-	-	83.00
Reduction of Investments as per Court's Scheme Total	-	83.00	-	-	-	83.00
Conversion of Investments into Loans as per Court's Scheme						
APEL	-	137.00	-	-	-	137.00
Conversion of Investments into Loans as per Court's Scheme Total	-	137.00	-	-	-	137.00
Dividend Paid						
ILFS	47.32	-	-	-	-	47.32
IFSL	-	0.85	-	-	-	0.85
	47.32	0.85	-	-	-	48.17
Footnote : - * Includes Deputation cost of ₹ 6.10 Crores charged by Holding Company "IL&FS" as mentioned below, but excludes benefits in the nature of gratuity and leave encashment which are created on actuarial basis for Company as a whole and not for the individual employee including KMP.						
Mr K Ramchand-Managing Director						3.68
Mr Mukund Sapre-Executive Director						2.42
						6.10



IL&FS TRANSPORTATION NETWORKS LIMITED

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

Note 38 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 31 March 2018

Note 39: Disclosure of Loans and advances In the nature of loans to subsidiaries and associates and investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance In the nature of loan in accordance with Para A of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

A. Disclosure of Loans and advances in the nature of loans given to subsidiaries

₹ in Crore

Name of the Company	March 31, 2018		March 31, 2017	
	Amount as at March 31, 2018	Maximum amount outstanding during the year	Amount as at March 31, 2017	Maximum amount outstanding during the year
East Hyderabad Expressway Limited	17.12	71.19	9.35	82.86
ITNL Road Infrastructure Development Company Limited	362.57	448.07	439.29	439.29
Vansh Nimay Infraprojects Limited	112.90	112.90	99.15	99.15
West Gujarat Expressway Limited	54.24	80.71	50.31	72.29
Hazaribagh Ranchi Expressway Limited	324.47	328.73	328.73	427.33
Jharkhand Road Projects Implementation Company Limited	805.13	811.69	409.63	409.63
MP Border Checkposts Development Company Limited	330.68	515.32	513.32	513.32
Pune Sholapur Road Development Company Limited	233.52	539.16	539.16	539.16
Moradabad Bareilly Expressway Limited	257.98	728.51	504.04	504.04
Sikar Bikaner Highway Limited	135.01	162.00	149.50	170.14
Baleshwar Kharagpur Expressway Limited	63.41	159.14	61.00	151.00
Barwa Adda Expressway Limited	675.65	675.65	664.35	664.35
Khed Sinnar Expressway Limited	366.28	366.28	271.99	274.49
Chenani Nashri Tunnelway Limited	59.58	508.22	259.24	390.56
Kiratpur Ner Chowk Expressway Limited	304.69	304.69	150.73	226.65
Karyavattom Sports Facility Limited	48.56	48.56	28.00	28.00
Rajasthan Land Holdings Limited	124.48	124.48	121.77	121.77
Rapid MetroRail Gurgaon Limited	5.30	126.64	9.30	55.00
Rapid MetroRail Gurgaon South Limited	36.05	114.92	30.00	30.05
Jharkhand Infrastructure Implementation Company Limited	58.50	58.50	39.50	39.50
ITNL International Pte Ltd.	8.12	580.09	24.63	24.63
Srinagar Sonamarg Tunnelway Limited	197.67	197.67	178.18	178.18
Amravati Chikhli Expressway Ltd	70.20	70.20	-	-
Chattisgarh Highways Development Company Limited	0.85	0.85	-	-
Futureage Infrastructure India Limited	0.05	0.05	-	-
Fagne Songadh Expressway Ltd	331.51	331.51	-	-
IL&FS Airport Limited	1.75	1.75	-	-
IL&FS Engineering & Construction Company limited	33.00	128.14	-	-
IL&FS Maritime Infrastructure Company Limited	22.50	33.50	-	-
IL&FS Tamil Nadu Power Company Limited	0.30	20.13	-	-
Noida Toll Bridge Company Limited	17.38	17.38	-	-
Paro Developers Private Limited	1.60	1.60	-	-



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 39: Disclosure of Loans and advances in the nature of loans to subsidiaries and associates and Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan in accordance with Para A of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

B. Disclosure of Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan

The above loanees have not made any investment in the shares of the Company or subsidiaries, except Elsamex S.A., Spain and ITNL International Pte Ltd. for which disclosure is given below.

Particulars	₹ in Crore			
	March 31, 2018		March 31, 2017	
	Amount as at March 31, 2018	Maximum amount outstanding during the year	Amount as at March 31, 2017	Maximum amount outstanding during the year
Subsidiaries of Elsamex S.A., Spain				
Alcantarilla Fotovoltaica, S.L.U.	NA	NA	NA	NA
Area De Servicio Coiros S.L.U.	NA	NA	NA	NA
Area De Servicio Punta Umbria, S.L.U.	NA	NA	NA	NA
Atenea Seguridad Y Medio Ambiente S.A.U.	NA	NA	NA	NA
Beasolarita S.A.U.	NA	NA	NA	NA
CIESM-INTEVIA, S.A.	NA	NA	NA	NA
Conservacion De Infraestructuras De Mexico S.A. DE C.V.	NA	NA	NA	NA
Control 7, S.A.	NA	NA	NA	NA
Elsamex Brazil LTDA	NA	NA	NA	NA
Elsamex Colombia SAS	NA	NA	NA	NA
Elsamex Construcao E Manutencao LTDA	NA	NA	NA	NA
Elsamex India Private Limited	NA	NA	NA	NA
Elsamex Internacional S.L.	NA	NA	NA	NA
Elsamex LLC	NA	NA	NA	NA
Elsamex Maintenance Services Limited	NA	NA	NA	NA
Elsamex Portugal S.A.	NA	NA	NA	NA
ESM Mantenimiento Integral, SA DE CV	NA	NA	NA	NA
Grusamar Albania SHPK	NA	NA	NA	NA
Grusamar Engenharia y Consultoria Brasil LTDA	NA	NA	NA	NA
Grusamar India Limited	NA	NA	NA	NA
Grusamar Ingenieria Y Consulting Colombia SAS	NA	NA	NA	NA
Grusamar Ingenieria Y Consulting, S.L.	NA	NA	NA	NA
Inteval Gestao Integral Rodoviaria S.A.	NA	NA	NA	NA
Mantenimiento Y Conservacion De Vialidades S.A. DE C.V.	NA	NA	NA	NA
Senalizacion Viales e Imagen S.A.U.	NA	NA	NA	NA
Yala Construction Co Private Limited	NA	NA	NA	NA

Particulars	₹ in Crore			
	March 31, 2018		March 31, 2017	
	Amount as at March 31, 2018	Maximum amount outstanding during the year	Amount as at March 31, 2017	Maximum amount outstanding during the year
Subsidiaries of ITNL International Pte Ltd.				
Elsamex S.A.	526.33	526.33	524.67	524.67
ITNL Africa Projects Limited	17.89	17.89	17.83	17.83
ITNL Intenational DMCC	61.95	61.95	56.46	56.46
Sharjah General Services Co. LLC	0.33	0.33	0.33	0.33
I IPL US LLC	94.96	94.96	38.90	38.90
INTL Infrastructure Developer LLC	6.28	6.28	0.26	0.26
Elsamex Vietnam Joint Stock Company	4.23	4.23	4.21	4.21

Note 40: 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 Indian Accounting Standard 108 on Operating Segment are not applicable.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 41

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;
- b) Potential irregularities in investments acquired and disposed by ITNL relating to Elsamex SA, Hazaribaug Ranchi Expressway Limited, Rapid Metro rail 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.

Note 42

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 43

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 2018, NRC had approved PRP of ₹ 5.90 Crore (for the year ended 31 March 2017 : ₹ 11.82 Crore). However, provision towards PRP was recognised to the extent of ₹ 12.21 Crore in the books of account. The break-up of such amount among the employees covered under Managerial Remuneration provisions of the Companies Act (referred to as Managerial Personnel) and other employees is not available. Out of provision of ₹ 12.21 Crore recognised in the books of account, no sum was paid to any employee on or before March 31, 2018. Accordingly, no sum is shown as recoverable from Managerial Personnel on account of PRP and amount in excess of what was approved by NRC, provided in the books of account have been reversed amounting to Rs. 6.31 crores.

Note 44

Going Concern

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

As at March 31, 2018, the current assets of the Company are in excess of the current liabilities and the net worth of the Company is positive. However, the Company and the IL&FS group in general are undergoing substantial financial stress as at the date of approval of this financial statements. The Company has earned a total comprehensive income of ₹ 251.86 Crore during the current year. 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 notes A2 to A5. 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 NCLAT 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 31 March 2018

Note 45

Income Tax

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 for FY 2017-18 has been determined at ₹ 28.26 Crores as against the provision for current tax for FY 2017-18 of ₹ 24.85 Crores in the original financial statements.

Note 46

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 balancesheet 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 47

Operation & Maintenance (O&M) contracts

The Operation and Maintenance expenses amounting to Rs. 163.77 crores as shown in Note 24 includes expense pertaining to O&M contracts relating to Andhra Pradesh Expressway Limited (APEL), Hazaribaug Ranchi Expressway Limited (HREL), Pune Sholapur Road Development Company Limited (PSRDCL), Sikar Bikaner Highway Limited (SBHL), Khed Sinnar Expressway Limited (KSEL) and West Gujarat Expressway Limited (WGEL). The expense pertaining to these O&M contracts have exceeded the revenue resulting into loss of Rs. 1.17 Crores, Rs. 5.75 Crores, Rs. 9.36 Crores, Rs. 0.15 Crores, Rs. 2.31 Crores and Rs. 11.47 Crores respectively which have been recognised in the Statement of Profit & Loss for the year. The O&M Contracts are long-term contracts in nature.

Ind AS 37 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 48

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 ₹ 201.15 Crores (for the year ended March 31, 2017: ₹ 157.53 Crore) has been recognised during the year on achieving milestones as stated in the relevant invoices and as shown as Advisory, Design and Engineering fees in Note 21, 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 31 March 2018

Note 49

For the current financial year, preference dividend of Rs. 49.98 Crore was declared to holders of CRPS and CNCRPS.

As per the resolution passed at the Board Meeting dated May 29, 2018, the Board considered and approved the payment of Rs. 49.98 Crore as Interim Dividend for FY 2017-18 alongwith Rs. 10.27 Crore as Dividend Distribution Tax, out of the profits of the Company for FY 2017-18.

Subsequent to the year-end, the shareholders had approved the dividend in their meeting held on September 04, 2018. Such dividend was distributed to the preference shareholders during the period September 2018.

The free reserves of the Company as on March 31, 2018, as per recast standalone financial statements is negative. 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 for the year 2017-18 amounting to Rs. 49.98 Crores is not in compliance with Section 123 of the Companies Act, 2013. The Audit Committee of the Company 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.

For the previous financial year, preference dividend of Rs. 84.06 Crore was declared to holders of CRPS and CNCRPS.

As per the resolution passed at the Board Meeting dated May 29, 2017, the Board considered and approved the payment of Rs. 84.06 Crore as Interim Dividend for FY 2016-17 alongwith Rs. 17.11 Crore as Dividend Distribution Tax, out of the profits of the Company for FY 2016-17.

Subsequent to the year-end, the shareholders had approved the dividend in their meeting held on August 29, 2017. Such dividend was distributed to the preference shareholders during the period May and June 2017.

The free reserves of the Company as on March 31, 2017, as per recast standalone financial statements is negative. 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 for the year 2016-17 amounting to Rs. 84.06 Crores is not in compliance with Section 123 of the Companies Act, 2013. The Audit Committee of the Company 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.

In the original financial statements of FY 2015-16, it was stated as under:

"The Board of Directors have recommended dividend of ₹ 2 per equity share of ₹ 10 each (20%) for the year ended March 31, 2016 on the existing 328,960,027 fully paid-up equity shares of the Company."

As per the relevant resolution passed by the Board of Directors, such declaration of dividend was "out of profit for the year 2015-16 and free reserves".

Subsequently, the shareholders had approved the said dividend in their meeting held on August 09, 2016. Dividend was distributed to the equity shareholders during the period August 2016 to November 2016. The dividend to the preference shareholders was paid in the month of May 2016.

As per the recast standalone financial statements for the year 2013-14, 2014-15 and 2015-16, the Company has no profit in the respective year that can be utilized for distribution of dividend in terms of above resolution. In addition, the free reserves of the Company as on March 31, 2015, as per recast standalone financial statements is also negative. 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 for the years 2013-14, 2014-15 and 2015-16 amounting to Rs. 129.20 Crores, Rs. 177.54 Crores and Rs. 144.65 Crores respectively is not in compliance with Section 123 of the Companies Act. The Audit Committee of the Company 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 31 March 2018

Note 50

Following adjustments have been made to the original standalone financial statements of the Company for the financial year 2017-18 on reopening of books of account and recasting of financial statements as stated hereinaabove:

Balance Sheet as at March 31, 2018

Particulars	Note No.	Original standalone financial statements	Recast Adjustments		Recast standalone financial statements
			Cumulative Adjustment upto March 31, 2017	Adjustment in FY 2017-18	
(₹ in Crore)					
ASSETS					
(1) Non-Current Assets					
(a) Property, Plant and Equipment		137.49	-	-	137.49
(b) Capital Work-In-Progress		22.73	-	-	22.73
(c) Investment Property Under Development	7	118.93	(115.31)	(3.62)	-
(d) Intangible Assets		0.69	-	-	0.69
(e) Financial Assets					
(i) Investments	1,9	5,376.90	(1,404.26)	317.84	4,290.48
(ii) Trade Receivables		64.09	-	-	64.09
(iii) Loans	1,9	3,871.09	523.83	(578.99)	3,815.93
(iv) Other Financial Assets		53.57	-	-	53.57
(g) Non-Current Tax Assets (net)	11	539.29	(38.67)	4.18	504.80
(h) Other Non-Current Assets	2,7,10	318.37	195.28	10.09	523.74
Total Non-Current Assets		10,503.15	(839.13)	(250.50)	9,413.52
(2) Current Assets					
(a) Inventories		19.90	-	-	19.90
(b) Financial Assets					
(i) Trade Receivables	1	3,081.19	(196.64)	6.52	2,891.07
(ii) Cash and Cash Equivalents		175.26	4.01	-	179.27
(iii) Bank Balances other than (iii) above		287.67	-	-	287.67
(iv) Loans	1	1,810.82	(593.41)	139.02	1,356.43
(v) Other Financial Assets	1,5,8	1,672.38	(37.81)	34.85	1,669.42
(c) Other Current Assets		712.26	(0.94)	-	711.32
(d) Assets classified as Held for sale		701.93	(485.14)	-	216.79
Total Current Assets		8,461.41	(1,309.93)	180.39	7,331.87
Total Assets		18,964.56	(2,149.06)	(70.11)	16,745.39
EQUITY AND LIABILITIES					
Equity					
(a) Equity Share Capital		328.96	-	-	328.96
(b) Other Equity	1,2,3,4,5,6,8,9,10	2,747.50	(2,769.53)	(0.32)	(22.35)
Total Equity		3,076.46	(2,769.53)	(0.32)	306.61
LIABILITIES					
(1) Non-Current Liabilities					
(a) Financial Liabilities					
(i) Borrowings		8,792.04	(5.75)	-	8,786.29
(ii) Other Financial Liabilities (other than those specified in item (b) below)		275.98	-	-	275.98
(b) Provisions		3.10	-	-	3.10
(c) Deferred Tax Assets (net)	6	(430.01)	558.34	(49.60)	78.73
(d) Other Non-Current Liabilities		134.92	-	-	134.92
Total Non-Current Liabilities		8,776.03	552.59	(49.60)	9,279.02
(2) Current Liabilities					
(a) Financial Liabilities					
(i) Borrowings		1,611.56	-	-	1,611.56
(ii) Trade Payables other than MSME	4,5	1,286.52	67.88	(13.88)	1,340.52
(iii) Other Financial Liabilities (other than those specified in item (c) below)		3,801.96	-	-	3,801.96
(b) Other Current Liabilities		382.45	-	-	382.45
(c) Provisions	2	29.58	-	(6.31)	23.27
Total Current Liabilities		7,112.07	67.88	(20.19)	7,159.76
Total Equity and Liabilities		18,964.56	(2,149.06)	(70.11)	16,745.39



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 50

50.1. Impairment

The approach adopted in the earlier recast standalone financial statements, was adopted in these recast financial statements also, accordingly, the methodology adopted now for the purposes of provisioning, seeks to determine the provisions at the relevant point in time based on information available with the erstwhile management and as provided by the present management, to the extent available with the current management without considering hindsight and impairment loss recognised in first four years of recast financial statements was reversed only if there is certainty that such loss does not exist or the underlying exposure realised in cash.

For the purposes of the above exercise as well as for impairment testing, the present management has considered financial projections (hereinafter referred to as Ind AS models) which were available at the time of preparation of original standalone financial statements.

However, in following cases, Ind AS models were not available

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

b) ITNL International PTE Limited (IIPL) - a subsidiary which only holds overseas investments. A valuation report dated 30 September 2016 was obtained from a firm of Chartered Accountants and as per the valuation report, the value per share was in excess of the carrying amount as per previous GAAP. Accordingly, no incremental impairment provision was recognised.

c) ITNL Offshore Pte Ltd (IOPL) and ITNL Offshore Two Pte Ltd (IO2PL) - both the companies were wholly owned subsidiary of ITNL and incorporated in Singapore. IOPL had issued 630 million RMB bond and IO2PL had issued 690 million RMB bonds. These bonds were listed on the Singapore stock exchange. IOPL had advanced loan to ITNL while IO2PL had advanced loans to IOPL. 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 IOPL and IO2PL.

d) Paro Developers Private Limited (PDPL) - ITNL has investments in equity shares and preference shares of PDPL costing to Rs. 0.33 Crores and Rs. 150.00 Crores respectively. The preference shares are redeemable in three tranches at an aggregate premium of Rs. 93.75 Crores. ITNL had sold its entire holding of RLHL to PDPL. The erstwhile management had obtained a valuation report dated 30th June 2017 in respect of RLHL from a firm of Chartered Accountants. The model used for testing impairment in the original financial statements was adjusted with respect to the surplus cash that would be available with PDPL for the purposes of redemption of preference shares. The investment in preference shares of PDPL was tested for Impairment based on such model.

e) IL&FS Employees' Welfare Trust - 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. In the original financial statements, impairment loss was recognised based on the ECL working.

Trade receivables, Loans granted, Advances recoverable and Advances towards capital (hereinafter referred to as "Other Receivables") are carried at cost less impairment, wherein impairment is determined based on Expected Credit Loss (ECL) methodology capturing both cash loss as well as loss on account of time value of money in terms of Ind AS 109 on Financial Instruments.

In following cases, no ECL workings were available and hence, impairment was determined based on ECL recognised in the original financial statements:

- (1) Andhra Pradesh Expressway Limited
- (2) Chhattisgarh Highways Road Development Company Limited
- (3) Elsamex S.A.
- (4) IL&FS Maritime Infrastructure Company Limited
- (5) Kohinoor Properties Private Limited
- (6) Noida Toll Bridge Company Limited
- (7) Rajasthan Land Holdings Limited
- (8) Warora Chandrapur Ballarpur Toll Road Limited
- (9) ITNL International Pte Ltd
- (10) Karyavattom Sports Facilities Limited
- (11) IL&FS Tamil Nadu Power Company Limited
- (12) Futureage Infrastructure India Limited
- (13) IL&FS Airport Limited
- (14) Paro Developers Private Limited
- (15) IL&FS Engineering Construction Company Limited
- (16) IL&FS Financial Services Limited
- (17) Charminar RoboPark Limited
- (18) IL&FS Rail Limited
- (19) Ministry of Physical Infrastructure and Transport (MOPIT)
- (20) Gujarat Road and Infrastructure Company Limited
- (21) N.A.M Expressway Limited

Impairment provisions so determined in the above manner was compared with provision already recognised in the books, and balance amount of Rs. 204.86 Crores is charged to the Statement of Profit & Loss for the year by corresponding reduction in Non-current Loans (Rs. 175.15 Crores) and increase in Investments (Rs. 24.56 Crores), Current Loans (Rs. 139.02 Crores), Trade Receivables (Rs. 6.52 Crores) and Other Current Financial Assets (Rs. 18.32 Crores).



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 50

The financial statements of the Company for the financial year 2018-19 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 June 30, 2020. At the time of preparation of financial statements for the financial year 2018-19, 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 2017-18 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 present management, to the extent available with the current management without considering hindsight.

50.2. 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 Section 197 of the Companies Act, 2013. 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, 2013 was recomputed considering the net results as per the recast standalone financial statements and excess expenditure recognised has been reversed and shown as recoverable 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 ₹ 3.00 Crores (Refer note no. 9.2)

In addition, amount of provision of Performance Related Pay (PRP) in excess of the amount approved by NRC, amounting to Rs. 6.31 Crores has been reversed.

50.3. Reversal of transfer to Debenture Redemption Reserve and Capital Redemption Reserve

Refer to Note 15.1 and Note 15.5 dealing with reversal of Debentures Redemption Reserve (DRR) and Capital Redemption Reserve (CRR) respectively. In absence of accumulated profit, the amount transferred to DRR and CRR as per original standalone financial statements has also been reversed. These adjustments have no impact on the closing balance of Reserves and Surplus.

50.4. 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 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 and accordingly, reversal of expenditure amounting to ₹ 26.41 crore (net) (for the year ended 31 March 2017: expenditure of ₹ 11.71 Crore (net)) shown in Note 23 has 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.

50.5. Other adjustments – rectification of errors / omissions

(a) The Tax Auditor in their report u/s 44AB of the Income- tax Act, 1961, of subsequent years has reported expenditure of ₹ 24.34 Crores (net) as prior period expenditure (which includes ₹ 17.59 for Construction Cost, ₹ 0.63 crores for Rent, ₹ 0.73 crores for Printing and Stationery, ₹ 0.98 for Legal and Professional fees, ₹ 0.05 for Electricity, ₹ 4.33 for Miscellaneous expenses and ₹ 0.03 for Operation and Maintenance Expense). Since such expenditure were not recorded by the company in the original standalone financial statements due to error or omission, the same have been recognised in these financial statements.

(b) Also, the prior period expenses as per the tax audit report of financial year 2017-18, recognised in the earlier years amounting to Rs. 13.38 Crore (which includes ₹ 9.36 crores for Construction Cost, ₹ 0.11 for Fees for Legal and Technical services and ₹ 3.91 for Operation and Maintenance Expense) has been reversed in these financial statements.

(c) The balance of Interest on trade receivables has been increased by Rs. 17.99 Crore based on the balance in the books of accounts.

(d) The Board of Directors in their meeting held on May 29, 2018 approved provisions in respect of outstanding receivables aggregating to Rs. 59.94 crores from certain parties. The details stated in the approval included provision of Rs. 3.40 crores for Zealous Infrastructure Private Limited, Rs. 1.12 crores for ITNL Africa Projects Limited and Rs. 9.22 crores for IL&FS Transportation Investment Trust. However, actual outstanding in case of Zealous Infrastructure Private Limited was Rs. 3 crores and Rs. 0.40 crores was for Oscar Infra Pvt. Ltd. In the original standalone financial statements such balances were erroneously written off instead of making provision for impairment. Accordingly, in the recast standalone financial statements, the aforesaid balances are reinstated by reversing the write-off entry and provisions have been created against such advances.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 50**50.6. Deferred Tax**

Refer to Note 7.1 dealing with recognition of deferred tax assets, pursuant to which deferred tax asset amounting to Rs. 49.60 Crores recognised in the original standalone financial statements, in respect of allowance for doubtful loans / Expected credit loss on loans, receivables, other financial assets and Business and Capital Loss has been reversed.

50.7. 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.

Description	(₹ in Crore)		
	Original Financial Statements	Recast Financial Statements	Amount
Consideration paid for acquisition of commercial premises	Investment Property Under Development	Other Non-Current Assets	3.62

50.8. Dividend income

The Company has erroneously recognised dividend income of ₹ 1.46 crores from IRIT as it was in excess of what was declared and distributed as dividend. Accordingly, it has been reversed.

50.9. Reversal of Deemed Equity

During the year, the audit committee decided to drop the proposal of transfer of North Karnataka Expressway Limited, Hazaribagh Ranchi Expressway Limited (HREL), Jharkhand Road Projects Implementation Company Limited (JRPICL) and Sikar Bikaner Highway Limited (SBHL) (InvIT SPVs) to InvIT in view of amendments made to the Income Tax Rules in its meeting held on March 29, 2018. In view of the InvIT not being pursued, the Company reassessed its business plan for InvIT SPVs and reversed the expected credit loss recognised in the financial year 2016-17 on restructuring of loans by crediting Profit & Loss Account and added Rs. 403.84 Crores as Deemed Equity to carrying value of equity investment in InvIT SPVs in the original standalone financial statements. Out of four InvIT SPVs, equity investment in two InvIT SPVs were already impaired. Accordingly, the Company recognised impairment on deemed equity of Rs. 293.28 Crore and charged the same to Profit & Loss Account and as a result, net credit to Profit & Loss Account of Rs. 110.56 Crores was recognised in Other Income in the original standalone financial statements.

The subsequent creation of Deemed Equity is not supported by relevant applicable accounting standards. The derecognition of the loans given to three InvIT subsidiaries (HREL, JRPICL, SBHL) is also not in accordance with provisions of Ind AS 109 and the reassessment of InvIT plan cannot be a valid reason for reversal of ECL. In view of the same, in these recast standalone financial statements, entries relating to recognition of Deemed Equity and reversal of ECL as well as subsequent partial impairment of Deemed Equity have been reversed.

On same principle, deemed equity recognised in case of Rapid MetroRail Gurgaon Limited (RMGL) and Rapid MetroRail Gurgaon South Limited (RMGSL) aggregating to Rs. 29.15 Crores on account of changes in the terms of the loan in the earlier years has been reversed and the ECL on the loans reversed has been restated.

50.10. Brand Subscription Fees

The Company is liable to pay Brand Subscription fees to the Parent Company, which is lower of (a) 1% of the Total income/ Turnover or (b) 5% of Profit before Provision for Contingencies and Taxation, based on the audited accounts of the previous year, subject to a minimum fee of Rs. 1 Million per annum, in terms of IL&FS Brand Preservation and Promotion Policy ("Policy"). In view of the reduction in the profits of the previous year, the fees payable have been re-computed and excess amount of Rs. 3.47 Crores recognised in the original financial statements is added to the amount shown as "Recoverable from Holding Company" in Note 9.

50.11. Current Tax

Refer Note 45 dealing with recomputation of provision for current tax based on profit / loss determined as per the recast Statement of Profit & Loss. As a result of this adjustment, Non-Current Tax Assets and the balance in Reserves and surplus as on the date of the balancesheet is decreased by Rs. 4.18 Crores.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended 31 March 2018

Note 51 : Approval of Financial Statements

The original standalone financial statements were approved for issue by the Board of Directors on May 29, 2018. The recast standalone financial statements were approved for issue by the Board of Directors on March 09, 2023.

Note 52: The figures for the year ended March 31, 2017 have been regrouped and / or re-arranged wherever necessary to conform to the classification adopted in the year ended March 31, 2018.

Signature to Notes to Accounts

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



S. M. Chitale
Partner
Membership 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

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ATUL HIRALAL SHAH
Date: 2023.03.09
22:26:47 +05'30'

Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA
SHERKHAR RAJAN
Mr. C. S. Rajan

Authorised signatory
DIN - 00126063
MILIND

RAMESH
GANDHI

Mr. Milind Gandhi
Authorised signatory

KRISHNA
DHONDU
GHAG

Mr. Krishna Ghag
Authorised signatory

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Mr. Nand Kishore

Authorised signatory
DIN - 08267502
DILIP

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Mr. Dilip Bhatia
Authorised signatory

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KRISHNA DHONDU
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Date: 2023.03.09
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DILIP LALCHAND
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Date: 2023.03.09
18:12:10 +05'30'

Mumbai, March 09, 2023