

**BADARPUR TOLLWAY  
OPERATIONS MANAGEMENT  
LIMITED**

**ANNUAL REPORT**

**2010-11**

## **DIRECTORS' REPORT**

The Shareholders

### **BADARPUR TOLLWAY OPERATIONS MANAGEMENT LIMITED**

Your Directors have pleasure in presenting the First Annual Report together with the Audited Accounts and the Auditors' Report for the period November 23, 2010 to March 31, 2011.

### **FINANCIAL RESULTS**

The financial results of the Company are as under:

<b>Particulars</b>	<b>(Amount in ₹.)</b> <b>For the period ended</b> <b>March 31, 2011</b>
Operation & Maintenance Fees	23.23
Other Income	0.04
Operating & Administration Expenses	21.98
Profit (Loss) before Interest & Depreciation	1.29
Depreciation	0.12
Provision for Tax/ FBT	0.36
Net Profit/(Loss) carried to Balance Sheet.	0.81

### **DIVIDEND**

The Directors do not recommend any dividend for the period under review

### **OPERATIONS**

The Company was incorporated on November 23, 2010 as a subsidiary of IL&FS Transportation Network Limited (ITNL) to provide services and consultancy in the areas of operations, toll collection, routine maintenance, engineering, design, supply, installation, commissioning of toll and traffic management system

The Company has started operation and management of Badarpur Faridabad Tollway (BFTL) project effective November 30, 2010

### **DIRECTORS**

As per the Articles of Association and in accordance with the requirements of the Companies Act, 1956, Mr. Krishna Ghag, Mr. Ravi Sreehari and Mr. Ajay Menon being the first Directors, vacate office at the first Annual General Meeting. The Company has received proposals from the members of the Company under Section 257 of the Companies Act, 1956, for the appointment of Mr. Krishna Ghag, Mr. Ravi Sreehari and Mr. Ajay Menon, as Directors.

During the period under review, Mr. Devendra Yadav was appointed as an Additional Director of the Company with effect from January 25, 2011. Mr Yadav resigned from the Board of Directors of the Company with effect from March 22, 2011.

### **AUDITORS**

M/s Luthra & Luthra, Chartered Accountants, Statutory Auditors, were appointed as the first auditors of the Company and hold office till the conclusion of the ensuing Annual General Meeting. They have expressed their willingness to continue as Statutory Auditors for the FY 2011-12, if reappointed.

### **DEPOSIT**

The Company has not accepted any deposits from the public during the period under review.

### **CORPORATE GOVERNANCE**

Three Board Meetings were held during the period under review on November 24, 2010, December 20, 2010 and January 25, 2011. The numbers of meetings attended by the Directors are as under:

Sr. No.	Name of Directors	No. of Board Meetings held during tenure	Meetings attended
1	Mr. Krishna Ghag	3	2
2	Mr. Ravi Sreehari	3	2
3	Mr. Ajay Menon	3	3

### **PARTICULARS OF EMPLOYEES**

During the period under review, the Company had no employees drawing remuneration as set out under Section 217 (2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules. 1975.

### **DIRECTORS' RESPONSIBILITY STATEMENT**

Section 217 (2AA) of the Companies Act, 1956 ("the Act") required the Board of Directors to provide a statement to the members of the Company in connection with maintenance of books, records, preparation of Annual Accounts in conformity with the accepted accounting standards and past practices followed by the Company. Pursuant to the foregoing and on the basis of representation received from the Operating Management, and after due enquiry, Directors confirm that:

1. in the preparation of the annual accounts, the applicable Accounting Standards have been followed alongwith proper explanation relating to material departures;

2. they have selected such Accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent 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 profit of the Company for that period;
3. they have taken proper and sufficient care for the maintenance of adequate Accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. they have prepared the Annual Accounts on a going concern basis.

**ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Since your Company does not own any manufacturing facilities, the other particulars in the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are not applicable. There was no foreign exchange earnings and outgo during the period under review.

**ACKNOWLEDGMENTS**

The Directors place on record their appreciation for the continued support and co-operation received from various Government Authorities and other Regulatory Authorities, Banks, Financial Institutions and Shareholders of the Company

For and on behalf of the Board

Sd/-  
Director

Sd/-  
Director

Date: April 19, 2011

Place: Mumbai

# Luthra & Luthra

Chartered Accountants

## AUDITORS' REPORT

To the Members of  
Badarpur Tollway Operations Management Limited  
New Delhi

1. We have audited the attached Balance Sheet of **Badarpur Tollway Operations Management Limited** as at 31<sup>st</sup> March 2011, the Profit and Loss Account and the Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have conducted our audit in accordance with auditing standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies' Auditors 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 sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in the said Order, to the extent applicable to the company.
4. Further we report that:
  - (a) we have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of such books;
  - (c) the Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account;
  - (d) in our opinion, the Balance Sheet and the Profit and Loss Account dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 to the extent applicable.



- (e) On the basis of written representations received from the directors, and taken on record by the Board of Directors, we report that none of the directors are disqualified as at 31st March 2011, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (f) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- i. in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2011; and
  - ii. in the case of the Profit and Loss Account, of the profit for the year ended on that date.
  - iii. In the case of Cash Flow Statement, of the cash flow for the year ended on that date.

Place : *New Delhi*  
Date : *20.04.2011*

For Luthra & Luthra  
Chartered Accountants  
Reg. No. 002081N

  
Akhilesh Gupta  
Partner  
M. No. 89909



ANNEXURE TO THE AUDITORS' REPORT  
(Referred to in paragraph 3 of our report of even date)

1.
  - a. The Company has generally maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b. As per the information and explanations given to us, fixed assets have been physically verified by the Management at reasonable intervals, and no discrepancy was noticed.
  - c. The company has not disposed off any fixed asset during the year.
2. The Company has not taken / granted any secured or unsecured loan from / to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
3. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business. We have not observed any failure on the part of the company to correct major weakness in internal control system.
4. As per the information and explanation given to us, there are no transactions that need to be entered in the register maintained under Section 301 of the Companies Act, 1956.
5. According to the information and explanations given to us the company has not accepted deposits from the public.
6.
  - a. According to the information and explanations given to us, the company is generally regular in depositing undisputed statutory dues including provident fund, investor education and protection fund; employees state insurance, income tax, sales tax, wealth tax, service tax, cess and any other statutory dues with the appropriate authorities. There are no arrears of outstanding statutory dues outstanding as at 31 March, 2011 for a period of more than six months from the date they became payable.
  - b. According to the information and explanation given to us, there is no disputed due on account of provident fund, investor education and protection fund; employees state insurance, sales tax, wealth tax, income tax, service tax and cess.
7. As per the information and explanation given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the company.
8. The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies' Act 1956.
9. The company has not raised money by public issue during the year.
10. Based upon the audit procedures performed and information and explanations given by the management, no fraud on or by the company has been noticed or reported during the year.



11. Other clauses i.e. (ii), (vii), (viii), (x), (xi), (xii), (xiii), (xiv), (xvi), (xvii), (xix), of the order are not applicable to the Company.

For Luthra & Luthra  
Chartered Accountants  
Reg. No. 002081N



Akhilesh Gupta  
Partner  
(M. No. 89909)

Place: *New Delhi*  
Date: *20.04.2011*



**BADARPUR TOLLWAY OPERATIONS MANAGEMENT LIMITED**

Balance Sheet as on March 31, 2011

	Schedule	As on March 31, 2011 Rupees
<b>SOURCES OF FUNDS</b>		
<b>SHAREHOLDER'S FUNDS</b>		
(a) Share Capital	A	500,000
(b) Reserves & Surplus	B	809,208
<b>TOTAL</b>		<b><u>1,309,208</u></b>
<b>APPLICATION OF FUNDS</b>		
<b>FIXED ASSETS</b>		
(a) Gross Block	C	170,965
(b) Accumulated Depreciation		<u>120,242</u>
(c) Net Block		50,723
Deferred Tax Assets		60,407
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>		
(a) Cash & Bank Balances	D	10,626,774
(b) Loans & Advances	E	<u>1,140,638</u>
		<b>11,767,412</b>
<b>LESS: CURRENT LIABILITIES AND PROVISIONS</b>		
(a) Current Liabilities	F	10,066,929
(b) Provisions		<u>502,405</u>
		<b>10,569,334</b>
<b>NET CURRENT ASSETS</b>		<b><u>1,198,078</u></b>
<b>TOTAL</b>		<b><u>1,309,208</u></b>

Significant Accounting Policies & Notes to Accounts

I

As per our separate report of even date attached

For Luthra & Luthra  
Chartered Accountants  
Reg. No. 002081N

  
Akhilesh Gupta  
Partner  
(M. No. 89909)

Place: *New Delhi*  
Date: *20.04.2011*

For and on behalf of the Board of Directors



Director



Director

  
Vice President

**BADARPUR TOLLWAY OPERATIONS MANGEMENT LIMITED**  
Cash Flow Statement for the period Ended March 31, 2011

	Period Ended March 31, 2011 Rupees
<b>Cash Flows from Operating Activities</b>	
Profit/(Loss) before taxes	1,171,068
Adjustment for :	
- Depreciation	120,242
- Employee Benefits	80,138
<b>Operating Profit before working capital changes</b>	<b>1,371,448</b>
<b>Adjustments for Movement in Working Capital</b>	
Decrease/(Increase) in Loans and Advances	(600,921)
Increase/(Decrease) in Current Liabilities and Provisions	10,066,929
<b>Cash Flow from Operating Activities</b>	<b>10,837,456</b>
Net Taxes Paid	(539,717)
<b>Net Cash Flow from Operating Activities</b>	<b>10,297,739</b>
<b>Cash Flow from Investing Activities</b>	
Fixed Assets purchased	(170,965)
	<b>(170,965)</b>
<b>Cash Flow from Financing Activities</b>	
Proceeds from issuance of share capital	500,000
	<b>500,000</b>
<b>Total Cash Flows from Operating, Investing and Financing Activities</b>	<b>10,626,774</b>
Cash & Cash equivalent at the beginning of the period	-
<b>Cash &amp; Cash equivalent at end of the period</b>	<b>10,626,774</b>
<b>Components of Cash and Cash Equivalents as at:</b>	
Cash in hand	568,976
Balance in Scheduled Bank	
- in Current Account	10,057,798
	<b>10,626,774</b>

As per our separate report of even date

For **Luthra & Luthra**  
Chartered Accountants  
Reg. No. 002081N

Akhilesh Gupta  
Partner  
(M. No. 89909)

Place: *New Delhi*  
Date: *20.04.2011*



For and on behalf of the Board of Directors

*[Signature]*  
Director

*[Signature]*  
Director

*[Signature]*  
Vice President

**BADARPUR TOLLWAY OPERATIONS MANAGEMENT LIMITED**  
**Profit & Loss Account for the period ended March 31, 2011**

	Schedule	Period Ended March 31, 2011 Rupees
<b>INCOME</b>		
Income From Operations	G	23,232,000
Other Income		<u>37,115</u>
		<u><b>23,269,115</b></u>
<b>EXPENDITURE</b>		
Operation & Administrative Expenses	H	21,939,045
Preliminary Expenses Written off		38,760
Depreciation	C	<u>120,242</u>
		<u><b>22,098,047</b></u>
<b>Profit for the period</b>		<b>1,171,068</b>
<b>Provision for Tax</b>		
-Income Tax		(422,267)
-Deferred Tax		60,407
<b>Profit / (Loss) After Tax</b>		<b>809,208</b>
<b>Profit / (Loss) carried to Balance sheet</b>		<u><b>809,208</b></u>
<b>Basic &amp; Diluted Profit / (Loss) per Equity Share (in Rs.)</b>		<b>16.18</b>

Significant Accounting Policies & Notes to Accounts

As per our separate report of even date attached

For **Luthra & Luthra**  
 Chartered Accountants  
 Reg. No. 002081N

**Akhilesh Gupta**  
 Partner

(M. No. 89909)

Place: *New Delhi*

Date: *20.04.2011*



For and on behalf of the Board of Directors

*[Handwritten Signature]*

Director

*[Handwritten Signature]*

Director

*[Handwritten Signature]*  
 Vice President

BADARPUR TOLLWAY OPERATIONS MANAGEMENT LIMITED  
Schedules forming part of the Financial Statement

As on  
March 31, 2011  
Rupees

SCHEDULE A  
SHARE CAPITAL

Authorised 50,000 Equity Shares of Rs. 10/- each	<u>500,000</u>
Issued, Subscribed & paid up Share Capital 50,000 Equity Shares of Rs. 10/- each Fully Paid Up) (Out of above 49,994 Equity shares are being held by the Holding Company, IL&FS Transportation Network Limited)	<u>500,000</u>

SCHEDULE B

Reserve & Surplus	<u>809,208</u>
Profit & Loss Account	<u>809,208</u>



**BADARPUR TOLLWAY OPERATIONS MANAGEMENT LTD**  
 Schedule forming part of the Financial Statement

**SCHEDULE C: FIXED ASSETS**

Rupees

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As on 01.04.2010	Additions	Deletion	As on 31.03.2011	As on 01.04.2010	For the Period	Deletion	As on 31.03.2011	As on 31.03.2010
Office Equipment	-	114,525	-	114,525	-	93,136	-	21,389	-
Furniture & Fixtures	-	36,205	-	36,205	-	19,101	-	17,104	-
Computers	-	20,235	-	20,235	-	8,005	-	12,230	-
<b>TOTAL</b>	-	<b>170,965</b>	-	<b>170,965</b>	-	<b>120,242</b>	-	<b>50,723</b>	-



BADARPUR TOLLWAY OPERATIONS MANAGEMENT LTD  
Schedules forming part of the Financial Statement

As on  
March 31, 2011  
Rupees

SCHEDULE D

CASH & BANK BALANCE

Cash in Hand

568,976

Balance in Scheduled Bank

10,057,798

- in Current Account

10,626,774

SCHEDULE E

LOANS & ADVANCES

(Unsecured considered good)

600,921

Advances/Income Recoverable in Cash or Kind or for Value to  
be received

539,717

Advance Tax (including TDS)

1,140,638

SCHEDULE F

(a) CURRENT LIABILITIES

9,130,784

Sundry Creditors

936,145

Other Liabilities

10,066,929

(b) PROVISIONS

422,267

Provision for Income Tax

80,138

Provision for employees benefit

502,405



**BADARPUR TOLLWAY OPERATIONS MANAGEMENT LTD**  
Schedules forming part of the Financial Statement

Period  
March 31,2011  
Rupees

**SCHEDULE G**

**INCOME FROM OPERATIONS**

Operation & Maintenance Fees

23,232,000

23,232,000

**SCHEDULE H**

**ADMINISTRATIVE EXPENSES**

Salaries, Wages & Bonus

879,764

Contribution to Provident Fund & Others

105,761

Staff Welfare Expenses

615,253

Plaza Maintenance

18,397,699

Legal & Professional Charges

251,964

Travelling & Conveyance Expenses

541,048

Repair & Maintenance -Office

84,368

Telephone,Internet & Postage

86,127

Printing & Stationery

235,186

Other Expenses

741,875

21,939,045



**BADARPUR TOLLWAY OPERATIONS MANAGEMENT LIMITED**  
**SCHEDULES FORMING PART OF THE ACCOUNTS**

**SCHEDULE O: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

**(1) Background**

Badarpur Tollway Operations Management Limited (BTOML) is a public limited company incorporated and domiciled in India on 23<sup>rd</sup> November, 2010 with its registered office at Toll Plaza, Mayur Vihar Link Road, Delhi, India.

BTOML has been incorporated to provide services and consultancy in the areas of operations, toll collections, routine and procedure maintenance, engineering, design, supply, installation, commissioning of toll and traffic management system. BTOML has started operations and management of Badarpur Faridabad Tollway (BFTL) Project w.e.f. 30<sup>th</sup> November, 2010.

**(2) Significant Accounting Policies**

**(a) Basis of Preparation**

The financial statements have been prepared on accrual basis of accounting and in accordance with the provisions of the Companies Act 1956 and comply with the mandatory Accounting Standards issued by The Institute of Chartered Accountants of India.

These financial statements have been drawn up in accordance with the going-concern principle and on a historical cost basis. The presentation and grouping of individual items in the balance sheet, the income statement and the cash flow statement are based on the principle of materiality.

**(b) Significant accounting judgments and estimates**

Judgements and estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

**(c) Fixed Assets**

Fixed assets have been stated at cost less accumulated depreciation and accumulated impairment in value. Such cost includes the cost of replacing part of such plant and equipment when that cost is incurred if the recognition criteria are met.

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

An item of fixed assets is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement in the period the asset is derecognised.

The asset's residual values, useful lives and methods are reviewed, and adjusted if appropriate, at each reporting date.





**(d) Depreciation**

Depreciation is calculated on a straight-line basis over the estimated useful life of the asset as follows:

Office Equipment	5 years
Furniture & Fixtures	7 years
Computers	3 years

Assets having worth of Rs. 5,000 or less are fully depreciated in the year of purchase itself.

**(e) Impairment**

Where an indication of impairment exists, or when annual impairment testing for an asset is required, the management makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Impairment losses of continuing operations are recognised in the income statement in those expense categories consistent with the function of the impaired asset.

**(f) Provisions**

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the company expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement.

**(g) Employee costs**

Wages, salaries, bonuses, social security contributions, paid annual leave and other benefits are accrued in the period in which the associated services are rendered by employees of the company.

The leave balance is classified as short term and long term based on the best estimates after considering the past trends. The short term leave encashment liability for the expected leave to be encashed has been measured on actual components eligible for leave encashment and expected short term leave to be availed is valued at total cost to the Group. Long term leave has been valued on actuarial basis

The company has two retirement benefit plans in operation viz. Gratuity, Provident Fund. Provident Fund is defined contribution plans whereby the company has to deposit a fixed amount to the fund every month.

The Gratuity plan for the company is a defined benefit plan. The cost of providing benefits under gratuity is determined using the projected unit credit actuarial valuation method at each reporting date. Actuarial gains and losses are recognised in full in the period in which they occur.



(h) **Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Operation & Maintenance Fees is recognised on accrual basis in accordance with contractual rights.

(i) **Expenditure**

Expenditures have been accounted for on the accrual basis and provisions have been made for all known losses and liabilities.

(j) **Taxes**

Current tax represents the amount that would be payable based on computation of tax as per prevailing taxation laws. Current tax is determined based on the amount of tax payable in respect of taxable income for the period.

Deferred tax is recognised on timing differences; being the difference between the taxable income and accounting income that originate in one accounting period and are capable of reversal in one or subsequent periods. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets arising on unabsorbed depreciation or carry forward of tax losses are recognised to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

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

(k) **CENVAT Credit**

Cenvat in respect of service Tax is accounted on accrual basis on eligible services. The balance of cenvat credit is reviewed at each reporting date and amount estimated to be unutilised is charged to the profit & loss account for the period.

(l) **Preliminary Expenditure**

Preliminary expenditures have been written off in the period in which incurred.

(m) **Earnings per Share**

Basic earning per share is calculated by dividing net profit for the period by the weighted average number of ordinary shares outstanding during the period.

Diluted earning per share is calculated by dividing the net profit for the by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.



(3) NOTES TO ACCOUNTS:

(a) Though the original contract for O&M of Badarpur Faridabad Tollway Project (BFTL Project) was awarded to IL&FS Transportation Networks Limited (ITNL), the same was undertaken by the Company. ITNL has initiated the steps to assign the BFTL project to the Company, however pending approval from NHAI for the same; MOU has been entered into between the Company & ITNL by virtue of which 90% of original O&M fees will be charged by the Company till the time of assignment. Any adjustment on a/c of assignment if any will be done on receipt of the approval from NHAI.

(b) **Contingent Liabilities:** Contingent Liabilities as at March 31, 2011 in respect of:

(i)	Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil
(ii)	Claims not acknowledged as debt by the Company	Nil

(c) **List of Related parties and Transactions / Outstanding Balances:**

(i) **Holding Company**  
IL&FS Transportation Network Limited

Transactions/ Outstanding balances	Period Ended March 31, 2011 Rupees
Service Fee	23,232,000
Equity as at the Period end	499,940

(ii) **Company in which Holding company is having Substantial Interest**  
ITNL Toll Management Services Limited

Transaction/Outstanding balances	Period Ended March 31, 2011 Rupees
Professional Charges	7,403,700
Payable at the end	3,728,272

(d) **Employees Post Retirement Benefits:**

The Company has two post employment benefit plans, namely gratuity and provident fund.

Gratuity is computed as 15 days salary, for every completed year of service or part thereof in excess of 6 months and is payable on retirement/termination/resignation. The benefit vests on the employee completing 5 years of service. The Gratuity plan for the Company is a defined benefit scheme. The Company makes provision of such gratuity asset/ liability in the books of accounts on the basis of actuarial valuation.

The Provident Fund is a defined contribution scheme whereby the Company deposits an amount determined as a fixed percentage of basic pay to the fund every month. The benefit vests upon commencement of employment.

The following table summarises the components of net expense recognised in the income statement and amounts recognised in the balance sheet for gratuity.



**Net Benefit expense**

	Year Ended 31st March, 2011 Rs.
Current service cost	13,642
Interest cost on benefit obligation	-
Expected return on plan assets	-
Net actuarial(gain)/loss recognised in year	-
<b>Expense for the year</b>	<b>13,642</b>

**Benefit Liability**

	Year Ended 31st March, 2011 Rs.
Defined benefit obligation	13,642
Fair value of plan assets	-
<b>Benefit Liability</b>	<b>13,642</b>

Changes in the present value of the defined benefit obligation are as follows:

	Year Ended 31st March, 2011 Rs.
Opening defined benefit obligation	-
Interest cost	-
Current service cost	13,642
Expected return on plan assets	-
Net actuarial(gain)/loss recognised in year	-
<b>Closing defined benefit obligation</b>	<b>13,642</b>

The principal assumptions used in determining post-employment benefit obligations for the Company's plans are shown below:

	31 <sup>st</sup> March., 2011 %
Discount rate	8.25
Future salary increases	6.00

**(e) Auditor's Remuneration:**

Legal and Professional charges include remuneration paid to Auditors as follows:

	Period Ended March 31, 2011 Rupees
(a) As Statutory Auditors	150,000
	<b>150,000</b>

(f) There are no amounts outstanding as payable to any enterprise covered under the Micro, Small and Medium Enterprises Development Act, 2006.



(g) **Deferred Tax Asset**

Deferred tax Asset has following components:

	Period ended 31 March 2011
	Rupees
Difference between book depreciation and income tax depreciation	32,066
Employees benefit	18,760
Other items	9,581
<b>Net Deferred Tax Asset</b>	<b>60,407</b>

(h) **Earnings Per Share:**

	Period Ended March 31, 2011
<b>BASIC / DILUTED PROFIT PER SHARE</b>	
A Number of Equity shares of Rs. 10 each fully paid up at the beginning of the period	50,000
B Number of Equity shares of Rs. 10 each fully paid up at the end of Period	50,000
C Weighted Average number of Equity Shares outstanding during the Period	50,000
D Net Profit for the Period	809,208
<b>E Basic/Diluted Profit per Share</b>	<b>16.18</b>

- (i) As the company has been incorporated during the financial year therefore the previous period information is not available.

For and on behalf of  
**Badarpur Tollway Operations Management Limited**

  
Director

  
Director

  
Vice President

Place:

Date:

