# Sánchez Marcos Señalización e Imagen **Annual Report** 2010

#### Audit of the Component's Financial Information Clearance Memorandum

From:

BERNARDO TAHOCES ACEBO

Date:

May 31, 2011

Subject:

Sanchez Marcos Señalización e Imagen S.A's Financial Information for

the year ended December 31, 2010

We have audited the financial information compromising the Balance Sheet as at December 31, 2010, the Profit & Loss Account and the Cash Flow Statement for the year ended on that date included in the accompanying reporting package of Sanchez Marcos Señalización e Imagen S.A. for the year ended December 31, 2010 using the Accounting Policies stipulated by the holding company, IL&FS Transportation Networks Limited, and in accordance with auditing standards generally accepted in India.

The preparation of the Balance Sheet, the Profit & Loss Account and the Cash Flow Statement is the responsibility Sanchez Marcos Señalización e Imagen S.A's management. As stated therein, the Balance Sheet, the Profit & Loss Account and the Cash Flow Statement has been prepared in accordance with the recognition and measurement criteria as adopted by the Group for inclusion in the consolidated financial information of IL&FS Transporation Networks Limited (ITNL) and are intended solely for that purpose.

Based on our audit of Sanchez Marcos Señalización e Imagen S.A, and read together with our comments above, in our opinion and according to the information and explanations given to us, we report that the Financial Statements comprising of the Balance Sheet, the Profit & Loss Account and the Cash Flow Statement as at / for the year ended 31 December 2010 has been prepared, in all material respects, in accordance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956, other recognised accounting practices and policies stipulated by the Holding Company, IL&FS Transportation Networks Limited (ITNL) and that the amounts contained in the Financial Statements are appropriate for inclusion in the consolidated financial ITNL as at / for the year ended 31 December 2010.

This communication is provided to you solely for the information and use in the consolidated financial statements of ITNL Group for the year ended December 31, 2010. It should not be distributed to anyone in the Group, any of its components, or any other third party.

For Bernardo Tahoces Acebo Chartered Accountants N° 5625 del R.O.A.C

Bernardo Tahoces Acebo Membership no: 5625

Date: May 31, 2011

### Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED) BALANCE SHEET AS AT December 31, 2011

| Schedule   | Euros  | As at December 31, 2010 Euros  |
|--|--|--|
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| A  | 150,000  |  |
|  | (142,411)  | 7,589  |
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| K  | d) del como de la como   | 7,589  |
|  | Parince No.  | 7,309  |
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| **   | 13,568   |  |
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| \$15<br>\$15   |  | 3,000  |
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| S  |  | 9,591  |
| grov<br>grov   |  |  |
| F1   | 6 303  |  |
| F3   | 6,331  |  |
|  | 714.290  |  |
| # *** ********************************   | 726,924  |  |
| G1   | 710,441  |  |
| G2   | 21,486<br>731.927  |  |
|  |  | (5,002)  |
|  | erremelerende<br>Tr. commence  | 7,589  |
| O<br>P   |  | 0  |
|  | For and on behalf  | of the Board   |
| ,<br>,   | 1 /  | . In the over residue & Staff  |
| and the second second  | gar Barbara Salahara wa Marana wa Asala wa Marana wa Mar |  |
| <sup>3</sup><br>Manag  | ing Director   | Director   |
| _  |  |  |
| Compa  | iny Secretary  |  |
|  | A B Q C R D E S F F1 F2 F3 F4 F5 G1 G2 Manag   | A 150,000 B (142,411) Q  C R  D 13,568 D 13,568  E  F F1 F2 G,303 F3 G,331 F4 F5 714,290 726,924  G1 710,441 G2 21,486 731,927 |

# Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED) PROFIT AND LOSS ACCOUNT THE YEAR ENDED DECEMBER 31, 2010

|  | Schedule   | Year ended<br>December 31, 2010<br>Euros |
|--|--|--|
| INCOME   | darrend kirin elmikenn (h.) e gi vari i kundi andala ari pekin njenjela kiri elministija distala kirin kirin i   |  |
| Income from operations   | Н  |  |
| Other Income   | ï  | (38)                                     |
| Foreign exchange fluctuation (Net)   | 7  | -  |
|  |  | (38)                                     |
| EXPENSES   |  |  |
| Increase / decrease in stock in trade and work in progress   |  |  |
| Consumption of raw materials Operating Expenses  |  |  |
| Employee Cost  | 3  | 4,658                                    |
| Administrative and general expenses  | K<br>L   | 25,857                                   |
| Interest and finance charges   | M  | 1,117                                    |
| Preliminary expenses written off   |  | -,                                       |
|  |  | 31,632                                   |
| PROFIT BEFORE DEPRECIATION AND TAX   |  |  |
| Depreciation   | W  | (31,671)<br>300                          |
| PROFIT BEFORE DIMINUTION AND TAX   |  | (31,971)                                 |
| Provision for Dimiuation in value of investments   |  | _  |
| PROFIT BEFORE TAX  |  | (31,971)                                 |
| Provision for tax PROFIT AFTER TAX (BEFORE ADJUSTMENT OF MINORITY INTREST)   | N  | 9,591                                    |
| Less: Share of profit transferred to minority interest   | V  | (22,380)                                 |
| Add: Own share in Associate included as Minority interest of a Jointly Controlled Entity   | ٧  |  |
| PROFIL AFIER IAX (AFIER ADJUSTMENT OF MINORITY INTEGET)  |  | (22,380)                                 |
| Add / Less : Share of Profit / (Loss) of associates PROFIT AFTER TAX   |  |  |
| Balance of profit brought forward  |  | (22,380)                                 |
|  |  |  |
| Profit available for appropriation<br>Appropriations:  |  | (22,380)                                 |
| Fransfer to general reserve  |  |  |
| ransfer to debenture redemption reserve  |  | w  |
| Proposed dividend on equity shares   |  | **                                       |
| Tax on dividend on equity shares Premium on preference shares of subsidiary  |  | ~  |
| ax on dividend and premium on preference shares of subsidiary  |  | **                                       |
| Balance carried forward  |  | (22,380)                                 |
| Drin / Dilutad application   |  |  |
| Basic / Diluted earnings per share (Face value per share Rs)   |  |  |
| Significant accounting policies  | <i>(</i> 2)  | (0)                                      |
| lotes to account   | O<br>P   |  |
|  | •  |  |
| n terms of our clearance memorandum attached.  |  |  |
| or [Name of audit/film] - カーキャム ムアディステム さっぱい   | For and on bel   | half of the Board                        |
| hartered Accountants   | 1 11   |  |
|  | The state of the s |  |
|  | Managing Dire  | ctor [                                   |
| Name of partner  |  | tu                                       |
| archer Control of the |  |  |
| acers To At A Coffee Copy The  |  |  |
| ate:   | Company Secre  | etary                                    |
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Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED) SCHEDULES TO BALANCE SHEET AS AT December 31, 2010

|  | As at                      |
|--|----------------------------|
|  | December 31, 201(<br>Euros |
| AUTHORISED   | 10 14 De                   |
| Issued 2500 equity shares of Euros 60 each                               | 150,000                    |
|  | 150,000                    |
| ISSUED, SUBSCRIBED AND PAID-UP   |                            |
| Suscribed and paid up 2,500 equity shares of Euros 60 each fully paid up | 150,000                    |
|  | 150.000                    |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED SCHEDULES TO BALANCE SHEET AS AT December 31, 2010

#### SCHEDULE B : RESERVES AND SURPLUS

|   |  | As at<br>December 31, 2010 |
|---|--|----------------------------|
|   | Euros  | Euros                      |
| Securities premium account Balance as per last Balance Sheet Addition during the period   |  |                            |
| Capital reserve Opening balance Transfer during the period  | h.   |                            |
| Capital reserve on consolidation Opening balance Transfer during the period   | ar ar an   |                            |
| Other statutory reserves (created through transfer of profits) Opening balance Transfer during the period                             | 538  |                            |
| Debenture redemption reserve Opening balance Addition during the period (post acquisition)  | -  | 538                        |
| General reserve Opening balance Add: Transfer during the period   |  | -                          |
| Foreign Exchange Fluctuation Reserve (Net of deferred tax asset of Rs) Opening balance Add/(Less): Adjustment during the period (Net) |  |                            |
| Cash Flow Hedge Reserve<br>Opening balance<br>Add/(Less): Adjustment during the period (Net)  | months and the second s |                            |
| Balance in Profit and loss account  |  | (142,950)                  |
| Total reserves and surplus  |  | (142,411)                  |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS SCHEDULES TO BALANCE SHEET AS AT December 31, 2010

#### SCHEDULE C : LOAN FUNDS

|   |  | As at<br>December 31, 2010<br>Euros |
|---|--|-------------------------------------|
| SECURED   |  |                                     |
| From banks  |  | ~                                   |
| From financial institutions                       |  | ***                                 |
| From others Non convertible debentures            |  | ~                                   |
| Deep discount bonds                               |  | ~~                                  |
| Zero Coupon Bonds                                 |  |                                     |
| Lease Finance                                     |  | <b>~</b>                            |
| Interest accrued and due<br>Total secured loans   |  |                                     |
| rotal secureu loans                               |  |                                     |
| UNSECURED   |  |                                     |
| From Bank   |  |                                     |
| Short term loans                                  |  | W                                   |
| Other than short term loans                       |  | du-                                 |
| From Others                                       |  |                                     |
| Short term loans                                  |  | pa.                                 |
| Other than short term loans                       |  | -                                   |
| day Constitution in the                           | A second measurement of the second se |                                     |
| Ion-Covertible Debentures nterest accrued and due |  |                                     |
| Total unsecured loans                             |  | 100 miles                           |
|   |  |                                     |
| fotal loan funds                                  |  |                                     |
|   |  |                                     |

Sánchez Marcos Señalización e Imagen, S.A. (For consolidation into the financial statements of ilres transportation networks limited) Schedules to balance sheet as at December 31, 2010

Schedule D : FIXED ASSETS

| Additions Reclassifications 31.12.10 31.  13.568 13.568  | ימו הנווופוס   | de de de la comunicación de la partir que ej comunicación de de desde en accionación de desde desde esta en ac   | Gro  | Gross Block  |  | A CONTRACTOR OF THE PROPERTY O | OCCUPATION CONTRACTOR DESCRIPTION OF THE PROPERTY. | Management of the Control of the Con | Denteration  | P. S.  | A PROTECTION OF THE PROPERTY AND ADDRESS OF THE PERSON ADDRESS OF THE PERSON AND ADDRESS OF THE PERSON ADDRESS O | A CONTRACTOR OF THE PARTY OF TH | SOLICE   |
|--|--|--|--|--|--|--|--|--|--|--|--|--|--|
| 13,568   |  | Opening as at 31,12,09   | Opening<br>adjustments   | Additions  | Delotions<br>Reclassifications   | Closing as at  | Upto<br>21 12 00                                   | Opening  | For the period   | Deletions  | Upto   | Asat   | net block<br>it As at  |
| 13,568   | SSECS  |  |  |  | erebiderborns factorisas proposedentalmentalistic erepense   |  |  | The state of the s |  | AECIG SMITCHIOUS   | 34.14.10   | 31.12.30   | 31.12.09   |
| 13,568   |  |  | 3  |  | 3  |  |  |  |  |  |  |  | 1  |
| 13,568   | itructures   |  |  |  | :  | ş t  | ordinana su  |  |  |  |  | £  | decessor   |
| 13,568   | hidges   |  |  |  |  | . 1  |  |  |  |  | ž  | ,  |  |
| 13,568   |  |  |  |  | *****  |  |  |  |  |  | 3  | ,  |  |
| 13,568   | sing Equipments  |  |  | 2000   |  | dindon-o   | *********  |  |  | ***************************************  | 4  | 1  |  |
| 13,568   | ses  |  |  | in and an and an   |  |  |  |  |  | dan-   | *  | 1  |  |
| 13,568   | ments  |  |  |  |  | 3  | 7401   |  |  | a Carriera   | ŧ  | ı  | *************  |
| 13,568   | Thorovements   | nove bloom   |  |  | 2.000  | 4  |  |  |  |  | i  | T.   |  |
| 13,568   | Tixines.   | 00   |  | ******   |  | \$   |  |  |  |  | 3  | *  |  |
| 13,568   | V C C 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2  | 0000   |  |  |  | 13,568   | (13,267)   |  | (300)  |  | (13.568)   | •  | 60   |
| 13,568   | nieder.  |  |  |  |  | ŗ  |  |  |  |  | ,  | 1  | )  |
| 13,568   | of Strictics   |  |  |  |  | ,  | ***************************************            |  |  | Marie -  | ŧ  | ,  | ***  |
| 13,568   | Section (Control of the Section of t | 030  |  |  | and and the succession of the supplemental state of the supplemental s | ÷  | ŧ  | f  |  | Mile malfri  | \$   |  | ****   |
| 1  |  | 200,51   |  |  |  | 13,558   | (13,267)   |  | (302)  | And the second s | (1923 527  | and a derive account over publication over the desire of section of section of   | V V  |
| 1  |  |  |  |  |  |  |  | Control of the Contro |  |  | 722237   |  | NO. C.   |
| 33.268   |  |  |  |  | myand)   | -  | Charterin  |  | -ded-  | orania di manana |  |  |  |
| 99/20  | 1 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1 2 1  | ***************************************  |  |  |  | ,  |  |  |  |  |  |  |  |
| ,  | Section 15 to 15 t |  |  |  |  | *  |  |  | deleganded   |  | ,  |  | ž.   |
| 33.568   |  |  |  |  |  | ş  |  |  |  |  | r losh   |  | •  |
| 39.268   | IXUTES   | dimen  |  |  |  | ,  | and a decided of                                   |  |  |  |  | ¢  |  |
| 33.568   | - Includes   |  |  |  |  |  | trami  |  | -  |  | ,  | ż  |  |
| 33.568   |  |  | •  | +  | f  | 1  |  |  | panjana  |  | ,  | ¥  | ,  |
| 1 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2  |  | -  |  | 1  |  | ***  |  | PROFESSIONAL PROFE |  | Average or service and a service of service of the  | ,  | ,  | *  |
| 33,568   | Assets   | Terr <sup>i</sup> (Indifferent)  |  |  |  |  |  | Personal designation of the second section of the section o |  |  | The second secon | dan and produced and and and and and and and and and an  | de de la companya de  |
| 13,568   | licenses   |  |  | elitabenesis.  | ******   | *********  | -  |  |  |  |  |  | ##   |
| 32,  | Rights Acquired  |  |  |  | -  |  |  | - 100  | e ann b  |  |  |  |  |
| 13,568   | Service Concession Arrangements  |  |  |  | Trich and -  |  |  |  | har.   |  | Parach An  |  |  |
| 13,568   | and Licenses   |  |  |  | ***************************************  |  | •••••  |  | eninia   |  | ante et andre  |  | 1001 1000  |
| 33,568   | NAME OF THE PARTY  |  | MARIEMENE PROPERTY AND   | Well-women or an and construction of the const |  |  |  |  |  | and a second   | O-Communication of the Communication of the Communi |  |  |
| 13,568   |  | Company and the contract of the company of the comp | APPROXIMATE AND ADDRESS OF THE APPROXIMATE ADDRESS OF THE  | To the state of th | in the second se | š  | L  | 2  | and the second s | And the second of the second o | -  |  |  |
| 13,568   | 255625   |  | wearanteen and the second seco | 1  | **************************************   |  |  |  |  | The state of the s |  | Vales (Continue to a sequipolation de la continue d | demonstrate and the second sec |
| Previous year ended December 31, 2010  |  | A STATE OF THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAMED IN COLUMN  |  | *  | enter de destrico compressión verificación de manamente que a se persona en compresa de la compressión | 13,568   | (13,267)   | f  | (300)  | Compression of the Compression o | (13.568)   | er productive de la company de | COL  |
| The second secon | All Bringing Bringing Dr. Orkes  | The state of the s | APIRATINA NA PRODUKTA KIRAMANJA STRUGOTOVOJSTVA AZIRAMAMININA ROJEŠIJA.  |  | Appropriate the second  | ,  |  |  |  | The same of the sa |  | in a second service of the second sec | ***************************************  |
| The second contract of | AND THE RESIDENCE AND THE PROPERTY OF THE PROPERTY OF THE PARK AND THE | Comprehension of the Comment of the  | Made of parameters and previous and parameters and  |  |  | -  |  | Michigan Company of the Company of t | Andrews of the Party of the Par | New York Company of the Company of t | de la completa del la completa de la completa del la completa de la completa del la completa de la completa de la completa del la completa de la completa del la com | minoral PARIST CONTROL STATEMENT AND STATEMENT AND STATEMENT OF THE STATEMENT AND STAT | **************************************   |

## Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMIT SCHEDULES TO BALANCE SHEET AS AT December 31, 2010

| SCHEDULE E : INVESTMENTS  |               |  |
|---|---------------|--|
|   |               | As at<br>December 31, 2010<br>Euros  |
| Investments in associates Less: Unrealised gain on transactions betwee Add: Post-acquisition share of profit/ (loss) Add: Post-acquisition share of movement in Less: Cash flow Hedge Reserve | of associates |  |
| Long term investments Unquoted equity shares (fully paid up) Other investments  |               | 3,000  |
| Sub total   |               | 3,000  |
| Current investments In units of mutual funds (Market value as June 30, 2010 Rs)   | )             | -  |
| Sub total   |               | PV And a state of the constant |
| Less: Provision for diminution  |               | -  |
| Total investments   |               | 3,000  |
|   |               |  |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITED SCHEDULES TO BALANCE SHEET AS AT December 31, 2010

#### SCHEDULE F: CURRENT ASSETS AND LOANS & ADVANCES

|  | As at<br>December 31, 2010   |
|--|--|
| CURRENT ASSETS   | Euros  |
| INVENTORIES (at lower of cost and market value)  |  |
| Raw Material   | p.   |
| Finished Goods Stores and Spares   | 3**  |
| Total inventories  | Since And Annual Control of the Control of the Control of the Annual Control of the Control of the Control of the Annual Control of the Contr |
|  | The second control of  |
| SUNDRY DEBTORS (Unsecured, considered good unless otherwise stated)  |  |
| Considered good  | 6,303  |
| Considered doubtful  | 31,240   |
| Less: Provision for doubtful debts   | 37,543   |
| Total sundry debtors   | 31,240<br>6,303  |
| 70 B COLD A B LOW WAR A SHARE  |  |
| CASH AND BANK BALANCES Cash in hand  |  |
| Balance with scheduled banks   |  |
| In current accounts  | 6,331  |
| In fixed deposits  | w ; *** ***  |
| Balance with non-scheduled banks In current accounts   |  |
| In fixed deposits  | -  |
| Total cash and bank balances   | 6,331  |
| OTHER CURRENT ASSETS   |  |
| Interest accrued   |  |
| Option premium assets  | -  |
| Receivable against sale of investments   | <br>   |
| Other current assets<br>T <b>otal other current assets</b>   |  |
| Total other current assets   |  |
|  |  |
| LOANS AND ADVANCES   |  |
| Advances recoverable in cash or in kind or for value to be received Deposits   | 714,290  |
| Advance payment of taxes (net of provision)  | *  |
| Advance Fringe benefit tax (net of provision)  |  |
| ong term loans<br>Short term loans   | ₩  |
| Advance towards Capital / Share Application Money  | es.  |
| nvestment in Call Money  |  |
| Grant receivable from National Highway Authorities of India // 5   | **   |
| Total loans and advances   | 714,290  |
|  |  |
| otal current assets and loans & advances   | 726,924  |
| the state of the s |  |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LIMITI SCHEDULES TO BALANCE SHEET AS AT December 31, 2010

#### SCHEDULE G : CURRENT LIABILITIES AND PROVISIONS

|   | As at<br>December 31, 2010<br>Euros |
|---|-------------------------------------|
| CURRENT LIABILITIES   |                                     |
| Sundry creditors  | 710,441                             |
| Advance received<br>Interest accrued but not due                                  | *                                   |
| Other liabilities (Derivatives)   | *                                   |
| Unearned revenue  | -                                   |
| Income received in advance  |                                     |
| Total current liabilities   | 710,441                             |
| PROVISIONS  |                                     |
|   |                                     |
| Provision for fringe benefit tax (net of advance)                                 | **                                  |
| Provision for Tax (net of advance) Provision for employee benefits                | w.                                  |
| Proposed dividend on equity shares  | ~                                   |
| Provision for tax on proposed dividend on equity shares                           | -                                   |
| Provision for dividend on preference shares of subsidiary                         | w                                   |
| Provision for premium on preference shares of subsidiary                          | w                                   |
| Provision for tax on preference dividend of subsidiary                            | **                                  |
| Provision for tax on preference share premium of subsidiary Provision for overlay | **                                  |
| Provision for contingency   | 21.486                              |
| Total provisions  | 21,486                              |
|   |                                     |
| rotal current liabilities & provisions  |                                     |
|   | 731,927                             |
| 1000  |                                     |
|   |                                     |
|   |                                     |
|   |                                     |
|   |                                     |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWO SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED DECEmber 31, 2010

SCHEDULE H: INCOME FROM OPERATIONS

| e Children Astronou del saccusco di Coltino della colt di Coltino Colt |     | MRT MEN POTENTIAL BETTE BE   | Year ended<br>December 31, 2010<br>Euros   |
|--|-----|--|--|
| Income from services Advisory and project management fees Lenders' engineer and supervision fees Operation and maintenance income Toll revenue Periodic Maintainance Income Finance Income Licence Fee Total   |     |  | -  |
| Traded products Sales (net of sales tax)   |     |  | a.   |
| Total  | (b) |  |  |
| Construction Income  |     | and the state of t | **   |
| Total  | (c) | The second second  |  |
| Total income from operations (a+b  | +c) |  | The state of the s |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS LI SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2010

#### SCHEDULE I : OTHER INCOME

|   | Year ended        |
|---|-------------------|
|   | December 31, 2010 |
|   | Euros             |
| Interest on loans granted   | _                 |
| Interest on debenture   |                   |
| Interest on call money  | _                 |
| Interest on bank deposits   | uin.              |
| Interest on Short Term Deposit  | edit.             |
| Interest on advance towards property                                      |                   |
| Profit on sale of investment (net)  | ~                 |
| Profit on sale of fixed assets (net)                                      | ***               |
| Advertisement income  | •                 |
| Income from Material Testing  | ***               |
| Excess provisions written back  | -                 |
| Operation and Maintainace Grant from National Highways Authority of India | .ee               |
| Miscellaneous income  | (38)              |
| Total other income  | (38)              |
|   |                   |
| 그 그 그 그 그 그 그 그 그 그 그 그 그 그 그 그 그 그 그                                     |                   |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2010

#### SCHEDULE J : OPERATING EXPENSES

| Material Consumption Cost of traded products Construction Contract Costs Fees for technical services / design and drawings Diesel and Fule Expenses Operation and maintainance expenses Provision for overlay expenses Periodic maintainance expenses  Total operating expenses  4,65 |                          | Three Months ended<br>December 31, 2010<br>Euros   |
|---|--------------------------|--|
| Construction Contract Costs Fees for technical services / design and drawings Diesel and Fulle Expenses Operation and maintainance expenses Provision for overlay expenses Periodic maintainance expenses   | Material Consumption     | •  |
| Fees for technical services / design and drawings Diesel and Fule Expenses Deration and maintainance expenses Provision for overlay expenses Periodic maintainance expenses Periodic maintainance expenses  |                          | w  |
| Diesel and Fule Expenses Decration and maintainance expenses Provision for overlay expenses Periodic maintainance expenses  |                          |  |
| Operation and maintainance expenses Provision for overlay expenses Periodic maintainance expenses   |                          |  |
| Provision for overlay expenses Periodic maintainance expenses   |                          |  |
| Periodic maintainance expenses -  |                          | 4,036  |
|   |                          |  |
| Total operating expenses  | $f(\phi)$                |  |
|   | Fotal operating expenses | 4,658  |
|   |                          |  |
|   |                          |  |
|   |                          |  |
|   | * %                      |  |
|   |                          | and the second of the second o |
|   |                          |  |
|   | · ·                      |  |

Sánchez Marcos Señalización e Imagen, S.A. (FOR CONSOLIDATION INTO THE FINANCIAL STATEMENTS OF IL&FS TRANSPORTATION NETWORKS SCHEDULES TO PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED December 31, 2010

SCHEDULE K : EMPLOYEE COST

|  |  | Three Months ended<br>December 31, 2010<br>Euros   |
|--|--|--|
| Salaries and allowances<br>Contribution of provident and other funds<br>Staff welfare expenses | A STATE OF THE STA | •  |
| Total employee cost  |  | Employee and all and a second a |

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#### SCHEDULE L : ADMINISTRATIVE & GENERAL EXPENSES

|  | Three Months ended<br>December 31, 2010<br>Euros |
|--|--|
| Services Various   |  |
| egal and consultation fees   | 3,917  |
| CR Operating and Administrative Expenses   | on being a                                       |
| gency fees   |  |
| ravelling and conveyance   |  |
| tent   |  |
| Rates and taxes  |  |
| epairs and maintenance   |  |
| ank commission   | 169  |
| egistration expenses   |  |
| ommunication expenses  |  |
| nsurance   |  |
| xchange rate fluctuation   |  |
| rinting and stationery   |  |
| electricity charges  |  |
| Cost of shared services Directors' fees  |  |
|  |  |
| and debts and provision for doubtful debts   |  |
| roject management fees oss on sale of assets (net)   |  |
| ovalty (Next)  | 21,486   |
| licrollangue avances   |  |
| and the second of the second o | 285  |
| otal administrative & general expenses   |  |
| - The state of general expenses  | 25,857   |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |
| The second se  |  |

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#### SCHEDULE M: INTEREST & FINANCE CHARGES

| Interest on loans for fixed period<br>Interest on debentures<br>Guarantee commission   | 1,117 |
|--|-------|
|  |       |
| Guarantee commission   | 400   |
|  |       |
| Finance charges  | 66    |
| Jpfront fees on performance guarantee  | ***   |
| ntrest on Deep Discount bonds  | vs.   |
| Other interest   | Yes   |
|  |       |
| Total interest and finance charges   | 1,117 |
|  |       |
|  |       |
| the state of the s |       |

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#### SCHEDULE N : PROVISION FOR TAXATION

|  | Three Months ended<br>December 31, 2010<br>Euros |
|--|--|
| Current tax<br>Tax related to earlier years<br>Fringe benefit tax<br>Deferred tax charge (net) | (9,591)  |
| Total provision for taxation   | (9,591)  |