

**BALESHWAR KHARAGPUR EXPRESSWAY
LIMITED**

ANNUAL REPORT

2012-13

DIRECTORS' REPORT

The Shareholders

BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Your Directors have pleasure in presenting the First Annual Report along with the Audited Statements of Accounts for the financial period ended March 31, 2013

FINANCIAL RESULTS

The financial results of the Company are as under:

	(Amount in ₹.)
	For the period ended March 31, 2013
Total Income	10,788
Total Expenses	79,11,854
Profit/(Loss) Before Tax	(79,01,066)
Less: Provision for Tax	-
Profit /(Loss)After Tax	(79,01,066)
Balance carried forward	(79,01,066)

OPERATIONS:

Your Company had undertaken the work for construction of new bridges/structure, repair of existing four lanning road from km 0.000 to km. 119.300 on the Baleshwar-Kharagpur section of National Highway No. 60 in the states of Orissa and West Bengal to be executed as BOT (Toll) on design, build, finance, operate and transfer (“**DBFOT**”) basis (“**the Project**”) awarded by the National Highways Authority of India. The Company has achieved physical progress of 9.63% as of March 31, 2013

FURTHER ISSUE OF CAPITAL:

In order to meet the funds requirement of the Company for development of the Project, the Company had increased its Authorised Share Capital from ₹5,00,000/- to ₹95,00,00,000/-. The Company had thereafter issued 9,49,50,000 equity shares of ₹ 10/- each of par value to the existing shareholders of the Company. As a consequence, the paid up equity capital of the Company increased from ₹5,00,000/- to ₹55,84,00,000 /- during this year under review

DIVIDEND:

Due to inadequacy of profits, your Directors have not recommended any dividend for the period under review

DIRECTORS:

Mr. Ravi Sreehari, Mr. Krishna Ghag and Mr. Ajay Menon were appointed as the First Directors of the Company, as per the Articles of Association of the Company. During the period under

review, Mr. B K Jha and Mr. Sanjay Minglani were appointed as Additional Directors effective October 17, 2012 and Mr. M B Bajulge with effect from April 17, 2013 on the Board of the Company

During the period under review, Mr. Ravi Sreehari, Director of the Company had resigned effective April 17, 2013. The Directors placed on record their sincere appreciation for the valuable guidance and support rendered by him

AUDITORS:

During the period under review, M/s. Sanjay Rane & Associates, Chartered Accountants, were appointed as first Auditors of the Company. M/s. Sanjay Rane & Associates, Chartered Accountants, had resigned as a Statutory Auditors of the Company. In the view of the foregoing, M/s. Gianender & Associates, Chartered Accountants, were appointed as the Statutory Auditors of the Company at the Extra-ordinary General Meeting (EGM) held on August 27, 2012 for the financial year 2012-2013

M/s. Gianender & Associates, Chartered Accountants, Statutory Auditors, retire at the ensuing Annual General Meeting and have expressed their willingness to continue as Statutory Auditors, if re-appointed

DEPOSITS:

Your Company has not accepted any Fixed Deposits during the period under review

CORPORATE GOVERNANCE:

Two Board Meetings were held during the period under review on April 4, 2012, April 20, 2012, July 18, 2012, October 8, 2012, October 17, 2012 and January 17, 2013. 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	6	6
2	Mr. Ravi Sreehari (resigned w.e.f. April 17, 2013)	6	4
3	Mr. Ajay Menon	6	5
4	Mr. B K Jha (from October 17, 2012)	1	0
5	Mr. Sanjay Minglani (from October 17, 2012)	1	1

The Audit Committee was constituted pursuant to the provisions of the Section 292A of the Companies Act, 1956. The Audit Committee is comprised of Mr. Ravi Sreehari, Mr. Ajay Menon and Mr Krishna Ghag. Subsequently upon resignation of Mr Ravi Sreehari, the Audit Committee has been re-constituted by inducting Mr M B Bajulge as Member of Audit Committee in his place. The Audit Committee met one time during the year under review on January 17, 2013

PARTICULARS OF EMPLOYEES:

There was no employee in respect of whom the statement is required to be prepared pursuant to Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended from time to time.

DIRECTORS RESPONSIBILITY STATEMENT:

Pursuant to Section 217(2AA) of the Companies Act, 1956 (“the Act”) the Directors based on the representations received from the Operating Management, confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) 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 Loss of the Company for that period;
- (c) they have taken proper and sufficient care for the 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 fraud and other irregularities;
- (d) they have prepared the annual accounts on a going concern basis

FOREIGN EXCHANGE EARNINGS AND OUTGO:

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

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 17, 2013
Place : Mumbai

INDEPENDENT AUDITOR'S REPORT

To the Members of
Baleshwar Kharagpur Expressway Limited.

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Baleshwar Kharagpur Expressway Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the period then ended, and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation of these 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 financial statements 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION:

In our opinion and to the best of our information and according to the explanations given to us, the 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 Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
- b) in the case of the Profit and Loss Account, of the loss for the period ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the period ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, 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 purpose of our audit;
 - b) 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 Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For Giannender & Associates
Chartered Accountants

FRN: 004661N



Ramesh Koul
Partner

Membership No. :077804

Place:

Date:

19/04/13

**ANNEXURE REFERRED TO IN PARAGRAPH 4 OF THE AUDITOR'S REPORT TO THE MEMBERS OF
BALESHWAR KHARAGPUR EXPRESSWAY LIMITED ON THE ACCOUNTS FOR THE PERIOD ENDED
MARCH 31st, 2013.**

- (i) (a) There is no tangible fixed assets during the reporting period hence this clause (i) (a) to (i) (c) are not applicable.
- (ii) As the Company does not have any inventory, clauses (ii)(a) to (ii)(c) of paragraph 4 of the Order are not applicable.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured, to/from companies, firms and other parties covered in the register maintained under section 301 of the Companies Act, 1956 (the Act). Accordingly, clauses (iii) (a) to (iii) (g) of paragraph 4 of the Order are not applicable to the Company for the current period.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of services. The activities of the company during the period under audit, do not involve purchase of inventory and sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- (v) (a) According to the information and explanations given to us, the particulars of contracts required to be entered in the register maintained under section 301 of the Act have been so entered where ever applicable.
- (b) The transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.
- (vi) As the Company has not accepted any deposits from the public, paragraph 4(vi) of the Order is not applicable.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and the nature of its business.
- (viii) It has been represented by the company that this being first accounting period of the company, maintenance of cost records is not applicable.
- (ix) (a) According to the information and explanations given to us and according to the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues to the extent applicable to the Company including sales tax / value added tax and tax deducted at source.
- (b) According to the information and explanations given to us no undisputed amounts in respect to the statutory dues referred to above which were outstanding as at March 31st, 2013 for a period of more than six months from the date they became payable.
- (c) As explained to us and according to the records of the Company, there are no dues of income tax/ sales tax/ value added tax/ wealth tax /service tax/ customs duty/ excise duty/ cess which have not been deposited on account of any dispute.



- (x) Since the Company has been registered for a period of less than five years, paragraph 4(x) of the Order is not applicable to the Company.
- (xi) Company has no borrowings from Banks & Financial Institutions.
- (xii) Since the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities, paragraph 4(xii) of the Order is not applicable.
- (xiii) As the Company is not a chit fund/ nidhi /mutual benefit fund / society, paragraph 4(xiii) of the Order is not applicable.
- (xiv) Since the Company is not dealing or trading in shares, securities, debentures and other investments, paragraph 4(xiv) of the Order is not applicable.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) Company has not availed of any term loans during the period under report..
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investments.
- (xviii) According to the information and explanations given to us, the Company has not made any preferential allotment of shares during the year to the companies / parties / firms covered in the register maintained under Section 301 of the Act on the terms and conditions which are prejudicial to the interest of the company. .
- (xix) The Company has not issued any debentures during the period. Accordingly clause 4(xix) of the Order is not applicable.
- (xx) Since the company has not raised any money during the year by way of public issue, paragraph 4(xx) of the Order is not applicable.
- (xxi) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the period.

For Gianender & Associates
Chartered Accountants
Firm Regn No 004661N



Ramesh Koul
Partner
M.No.077804

Place :

Date : 15/4/13

Balance Sheet As At March 31, 2013

₹

Particulars		Note	As At March 31, 2013	
I	EQUITY AND LIABILITIES			
1	SHAREHOLDERS' FUNDS			
	(a) Share capital	2	55,84,00,000	
	(b) Reserves and surplus	3	(79,01,066)	55,04,98,934
2	CURRENT LIABILITIES			
	(a) Other current liabilities	4	1,12,06,30,428	1,12,06,30,428
	TOTAL			1,67,11,29,362
II	ASSETS			
1	NON-CURRENT ASSETS			
	(a) Fixed assets			
	(i) Intangible assets under development	5		1,20,82,49,371
	(b) Long-term loans and advances	6		37,26,06,000
2	CURRENT ASSETS			
	(a) Cash and bank balances	7	9,02,71,833	
	(b) Short-term loans and advances	8	2,158	9,02,73,991
	TOTAL			1,67,11,29,362

Notes 1 to 18 form part of financial statements.

In terms of our report attached.

For Gianender & Associates

Chartered Accountants

Firm Registration No. 004661N

Ramesh Koul

Partner

Membership Number : 077804

Place:

Date: April 19, 2013

For and on behalf of the Board


Director


Director

April 17, 2013

Statement of Profit and Loss for the Period Ended March 31, 2013

		₹	
	Particulars	Note	For the Period ended March 31, 2013
I	Revenue from operations		-
II	Other income	10	10,788
III	Total revenue (I + II)		10,788
IV	Expenses		
	Administrative and general expenses	11	78,91,068
	Preliminary / Miscellaneous Expenditure Written Off		20,786
	Total expenses (IV)		79,11,854
V	Profit before taxation (III-IV)		(79,01,066)
VI	Tax expense:		
	(1) Current tax		-
	(2) Deferred tax (net)		-
	Total tax expense (VI)		-
VII	Profit before consolidation adjustments (V-VI)		(79,01,066)
VIII	Share of profit transferred to minority interest (net)		-
IX	Share of profit / (loss) of associates (net)		-
	Profit for the period (VII+VIII+IX)		(79,01,066)
	Earnings per equity share (Face value per share Rupees 10/-)	12	
	(1) Basic (not annualised)		(1.36)
	(2) Diluted (not annualised)		(1.36)

Notes 1 to 18 form part of financial statements.

In terms of our report attached.

For Gianender & Associates

Chartered Accountants

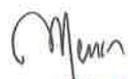
Firm Registration No. 004661N


Ramesh Koul
 Partner
 Membership Number : 077804

Place:

Date: April , 2013

For and on behalf of the Board


 Director


 Director

April 17, 2013

Cash Flow Statement for the Period Ended March 31, 2013

	₹
	For the Period ended March 31, 2013
Cash Flow from Operating Activities	
Profit Before Taxes, Minority Interest and Share of Associates	(79,01,066)
Adjustments for :-	
Interest Income	(10,788)
Operating profit before Working Capital Changes	(79,11,854)
Adjustments changes in working capital:	
Increase in Trade receivables	-
(Decrease) / Increase in other assets & loans and advances (current and non	-
Increase in liabilities (current and non current)	25,76,054
Cash Generated from Operations	(53,35,800)
Direct Taxes paid (Net)	(2,158)
Net Cash generated from Operating Activities (A)	(53,37,958)
Interest Income received	10,788
(Increase) / decrease in Loans & advances related to Investment activities	(37,26,06,000)
Increase / (decrease) in payables related to Investment activities	1,11,80,54,374
(Addition)/Deletion in Intangible Assets	(1,20,82,49,371)
Net Cash used in Investing Activities (B)	(46,27,90,209)
Cash flow from Financing Activities	
Issue of Equity Share Capital	55,84,00,000
Net Cash generated from Financing Activities (C)	55,84,00,000
Net Decrease in Cash and Cash Equivalents (A+B+C)	9,02,71,833
Cash and Cash Equivalent at the beginning of the period	-
Cash and Cash Equivalent at the end of the period	9,02,71,833
Net Decrease in Cash and Cash Equivalents	9,02,71,833
Components of Cash and Cash Equivalents	
Cash on Hand	5,728
Balances with Banks in current accounts	9,02,66,105
Fixed deposits placed	-
	9,02,71,833
Cash and Cash Equivalents as per Balance Sheet	9,02,71,833
Notes 1 to 18 form part of financial statements.	
In terms of our report attached, For Gianender & Associates Chartered Accountants Firm Registration No. 004661N	
 Ramesh Koul Partner Membership Number 077804	For and on behalf of the Board
	 Director
	 Director
Place: Date: April 19, 2013	April 17, 2013

Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note No. 1 - Significant Accounting Policies

I Background

The Company has been incorporated on 22nd March, 2012 for "Construction of New Bridges/Structures, Repair of existing Four Lane Highway from Kharagpur to Baleshwar section of NH-60 from Km 0.000 to Km 119.300 in the State of Orissa and West Bengal and its Operation and Maintenance under NHDP Phase I to be executed as BOT (Toll) on DBFOT Pattern ("the Project")." The Concession agreement between the Company and National Highways Authority of India (NHAI) for the above, has been signed on 24th April 2012. The Concession Agreement envisages concession for a period of 24 years commencing from the 'Appointed date', including construction period of 910 days commencing from the 8th February 2013 (the 'Appointed date').

II Basis of Accounting

The Financial Statements have been prepared under the historical cost convention and comply with the Accounting Standards ('AS') specified in the Companies (Accounting Standard) Rules, 2006 notified by the Central Government in terms of Section 211(3C) of the Companies Act, 1956, to the extent applicable. The Company generally follows the mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties or otherwise accounted for on cash basis.

III Use of estimates

The preparation of financial statements in conformity with IGAAP requires the Management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of financial statements. The recognition, measurement, classification or disclosures of an item or information in the financial statements have been made relying on these estimates to a greater extent.

IV Fixed Assets and Depreciation

All fixed assets are stated at cost less accumulated depreciation. For this purpose cost includes purchase price and all other attributable costs of bringing assets into working condition and location for intended use. Assessment of indication of impairment of an asset is made as at the reporting date and impairment loss, if any is recognised.

Depreciation

- Assets individually costing Rs. 5,000 or less, mobile phones and items of soft furnishing are depreciated fully in the period when such assets are put to use.
- Depreciation is provided pro-rata for the period of use of the Fixed Assets, under the Written Down Value Method in the manner and as per the rates prescribed under Schedule XIV to the Companies, Act, 1956, as amended from time to time except in the case of following assets, Company follows Straight Line Method of depreciation so as to write off 100% of the cost of the 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	Useful Life
Computers	4 Years
Specialised Office Equipments	3 Years
Assets Provided to Employees	3 Years
Licensed Software	Over the license period

V Impairment of Assets

The carrying values of assets of the Company's cash-generating units 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.



Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note No. 1 - Significant Accounting Policies

VI Borrowing Cost

Borrowing costs attributable to construction of the project facilities are capitalised up to the date of completion of construction and are treated as a part of the Intangible asset. All borrowing costs subsequent to the capitalisation are charged to the Statement of Profit and Loss in the period in which such costs are incurred.

VII Employee Costs

Employee Costs include Short term employee benefits such as Salaries, Incentives etc., as defined in AS -15 on Employee Benefits. The same are recognised as an expense in the period in which the service is rendered by the concerned employee to the company. Company does not have any Defined Benefit or Defined Contribution plans.

VIII Preliminary Expenditure

Preliminary Expenses incurred on incorporation of the Company are charged to the Statement of Profit & Loss in the period during which these expenses are incurred.

IX Accounting for Taxes on Income

Provision for current income tax is made after taking into consideration benefits admissible under the provisions of the Income - tax Act, 1961. Deferred tax resulting from "timing differences" between book and tax profits is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. Deferred tax assets are recognized and carried forward only if there is a virtual/ reasonable certainty that the assets will be realized in future. The carrying amount of deferred tax asset is reviewed at each balance sheet date.

X Provisions, Contingent Liabilities and Assets

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires outflow of resources, which can be reliably estimated. Disclosures for a contingent liability is made, without a provision in books, when there is an obligation that may, but probably will not, require outflow of resources. Contingent Assets are neither recognized nor disclosed.

XI Cash Flow Statements

Cash flows are reported using the indirect method, whereby net profits / loss before tax are adjusted for the effect of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The Cash flows from regular revenue generating; investing and financing activities are segregated. Cash and cash equivalents in the cash flow statement comprises of cash at bank and in hand and term deposits with banks, if any.

XII Earnings per Share

Basic Earnings per share is calculated by dividing the net profit / (loss) after tax for the period attributable to equity shareholders of the Company 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 year attributable to equity shareholders of the Group by the weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities.

XIII Current/Non-Current Assets and Liabilities

Assets are classified as current when it satisfies any of following criteria:

- It is expected to be realized within 12 months after the reporting date,
- It is held for trading purpose

All other assets are classified as Non-current

Liabilities are classified as current when it satisfies any of following criteria:

- It is expected to be settled within 12 months after the reporting date,
- It is held for trading purpose

All other liabilities are classified as Non-current



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 2: Share capital

Particulars	As at March 31, 2013	
	Number	₹
Authorised Equity Shares of Rupees 10/- each	9,50,00,000	95,00,00,000
Issued Equity Shares of Rupees 10/- each	5,58,40,000	55,84,00,000
Subscribed and Paid up Equity Shares of Rupees 10/- each fully paid (refer foot note no. i and ii)	5,58,40,000	55,84,00,000
Total	5,58,40,000	55,84,00,000

Foot Notes:

i. The Company has only one class of shares i.e. Equity Shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend, if any proposed, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

ii. Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period.

Particulars	As at March 31, 2013	
	Equity Shares	
	No. of Shares	₹
Shares outstanding at the beginning of the period	-	-
Shares issued during the period	5,58,40,000	55,84,00,000
Shares bought back during the period	-	-
Shares outstanding at the end of the period	5,58,40,000	55,84,00,000

ii. Shareholding more than 5% shares

Name of Shareholder	As at March 31, 2013	
	No. of Shares held	% of total holding
IL&FS Transportation Networks Limited & it's nominee	5,58,39,940	100%
Total	5,58,39,940	100%



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 3: Reserves and surplus

₹

Particulars	As at March 31, 2013	
(a) Surplus in Statement of Profit and Loss		
Profit / (Loss) for the current period		(79,01,066)
Total		(79,01,066)



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 4: Other current liabilities

₹

Particulars	As at March 31, 2013	
(a) Other liabilities		
Sundry Creditors - Related Party		1,04,96,80,600
Statutory Dues		3,93,69,004
Sundry Creditors others		3,15,80,824
Total		1,12,06,30,428

Foot notes:

There is no supplier covered under the Micro, Small and Medium Enterprises Development Act, 2006 ("the Act"). This information has been determined based on the details regarding the status of suppliers obtained by the Company and the same has been relied upon by the Auditors.



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 5: Fixed assets

Particulars	Gross block		Accumulated depreciation and amortization		Net block
	Balance for the period ended April 1, 2012	Additions	Balance for the period ended April 1, 2012	Depreciation charge	
(a) Intangible assets under development	-	1,20,82,49,371	-	-	1,20,82,49,371
Grand Total	-	1,20,82,49,371	-	-	1,20,82,49,371

Details of Breakup of Intangible assets under development

	Upto March 31, 2012	Expenses during the period	Balance for the period ended March 31, 2013
Advisory Fees	-	3,11,46,192	3,11,46,192
Lead Bank Charges	-	16,85,401	16,85,401
Security Trustee Fees	-	3,37,081	3,37,081
Syndication Fees	-	1,33,48,368	1,33,48,368
Underwriting Fees	-	62,07,890	62,07,890
Upfront Fees	-	1,32,58,480	1,32,58,480
Additional Concession Fees	-	5,83,33,332	5,83,33,332
Advertising	-	9,65,329	9,65,329
Business Promotion Expenses	-	60,000	60,000
Concession Fees	-	1	1
EPC Cost - DRA Ltd.	-	27,91,16,606	27,91,16,606
EPC Cost - NACP	-	26,92,34,189	26,92,34,189
Hotel & Food Charges	-	1,22,587	1,22,587
Operation & Maintenance	-	1,75,91,521	1,75,91,521
Professional Fees	-	11,22,600	11,22,600
Project Development Fees	-	36,30,00,000	36,30,00,000
Service Tax Exp	-	1,38,753	1,38,753
Success Fees	-	19,80,00,000	19,80,00,000
Travelling Expenses	-	14,08,221	14,08,221
Sub total	-	1,25,50,76,551	1,25,50,76,551
Less : Toll Received	-	(4,68,27,180)	(4,68,27,180)
Intangible assets under development	-	1,20,82,49,371	1,20,82,49,371



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 6: Long-term loans and advances

Particulars	As at March 31, 2013	
		₹
(a) Capital advances		
Unsecured, considered good to related party - Holding Co.		37,26,00,000
(b) Security deposits		
Unsecured, considered good		6,000
Total		37,26,06,000

Note 7: Cash and bank balances

Particulars	As at March 31, 2013	
		₹
Cash and cash equivalents		
Cash on hand	5,728	
In Current accounts with Banks	9,02,66,105	9,02,71,833
Other bank balances		-
Total		9,02,71,833

Note 8: Short-term loans and advances

Particulars	As at March 31, 2013	
		₹
(a) Loans and advances to related parties		
Unsecured, considered good		
- Advance recoverable in cash or kind		-
(b) Other loans and advances		
Unsecured, considered good		
- Advance payment of taxes (net of provision)		2,158
Total		2,158



Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 9: Contingent liabilities and capital commitments

(A) Estimated amount of contracts remaining to be executed on capital account not provided for :

₹

Particulars (Name of party & description)		As at March 31, 2013
1	IL&FS Transportation Networks Limited	4,27,90,49,205
	Estimated amount of contracts to be executed on capital account and not provided for (net of capital advances Rs. 37,26,00,000/- and EPC cost Rs. 54,83,50,795/-)	



Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 10: Other income

₹

Particulars	For the Period ended March 31, 2013	
(a) Interest Income Interest on bank deposits {Including TDS of Rs. 2,158/- (Previous Year Rs. NIL)}		10,788
Total		10,788



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Period Ended March 31, 2013

Note 11: Administrative and general expenses

Particulars	For the Period ended March 31, 2013	
Legal and consultation fees	2,09,114	
Rates and taxes	73,04,292	
Printing and stationery	24,113	
Directors' fees	55,000	
Bank charges	57,727	
Auditor's remuneration (refer foot note)	2,27,717	
Miscellaneous expenses	13,105	78,91,068
		78,91,068

Footnote:

Disclosure of the amount paid/Payable to Auditors :

Particulars (Name of party & description)		For the Period ended March 31, 2013
1	As Auditor	1,12,360
2	For Others Services	1,12,360
3	For reimbursement of expenses	2,997
	Sub total	2,27,717



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Year Ended March 31, 2013

Note 12: Earnings per share

Particulars	Unit	For the period ended March 31, 2013
Profit after tax	₹	(79,01,066)
Profit available for Equity Shareholders	₹	(79,01,066)
Weighted number of Equity Shares outstanding	Numbers	58,22,000
Nominal Value of equity shares	₹	10
Basic Earnings per share	₹	(1.36)
Equity shares used to compute diluted earnings per share	Numbers	58,22,000
Diluted Earnings per share	₹	(1.36)

Note 13: Director's Remuneration

The Directors have been paid sitting fees for the Board and Committee meetings attended by them.

Note 14: Employees:

There is no employee on the pay roll of the company. Therefore there is nothing to report under AS-15.

Note 15:

The Company does not have transactions to which the provisions of AS 2 - Valuation of Inventories apply.

Note 16: Segment Reporting:

The Company is a special purpose vehicle and is engaged in the business of construction and maintenance of Toll Road in India and thus operates in a single business and geographical segment. As a result, disclosures required under AS-17 on 'Segment Reporting' have not been given.



BALESHWAR KHARAGPUR EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Year Ended March 31, 2013

Note 17: Related Party Disclosures as per the AS-18 on "Related Party Disclosure" In respect of the Company as on March 31, 2013 are as follows:

Nature of Relationship	Name of Entity
Ultimate Holding Company :	Infrastructure Leasing & Financial Services Limited (IL&FS)
Holding Company :	IL&FS Transportation Networks Limited
Fellow Subsidiaries (with whom there have been transactions during the year)	IL&FS Trust Company Limited IL&FS Financial Services Limited Elsamex India Pvt. Limited
Key Management personnel :	NIL

Account head	Name of Entity	31-Mar-13
Balances:		
Sundry Creditors	IL&FS Transportation Networks Limited	1,00,94,73,600
Equity Share Capital	IL&FS Transportation Networks Limited	55,84,00,000
Mobilisation Advance	IL&FS Transportation Networks Limited	37,26,00,000
Sundry Creditors	IL&FS Financial Services Limited	4,00,45,104
Sundry Creditors	Elsamex India Pvt Limited	1,61,896
Account head		
Transactions:		
Equity Share Capital	IL&FS Transportation Networks Limited	55,84,00,000
Project Development Fees	IL&FS Transportation Networks Limited	36,30,00,000
Success Fees	IL&FS Transportation Networks Limited	19,80,00,000
EPC Cost	IL&FS Transportation Networks Limited	54,83,50,795
Operation & Maintenance Fees	IL&FS Transportation Networks Limited	1,73,09,589
Mobilisation Advance	IL&FS Transportation Networks Limited	37,26,00,000
Security Trustee Fees	IL&FS Trust Company Limited	3,37,081
Syndication Fees	IL&FS Financial Services Limited	1,33,48,368
Advisory Fees	IL&FS Financial Services Limited	3,11,46,192
Underwriting Fees	IL&FS Financial Services Limited	62,07,890
Operation & Maintenance Fees	Elsamex India Pvt Limited	18,00,953

Note 18:

The Company has been incorporated on March 22, 2012, therefore financial statement have been prepared for the period 22-Mar-2012 to 31-Mar-2013.

In terms of our report attached.

For Gianender & Associates

Chartered Accountants

Firm Registration No. 004661N


Ramesh Koul
 Partner
 Membership Number : 077804

For and on behalf of the Board


 Director


 Director

Place:

Date: April , 2013