

ITNL ROAD INVESTMENT TRUST SCHEME

FINANCIAL STATEMENTS

2013-14

INDEPENDENT AUDITORS' REPORT ON THE SPECIAL PURPOSE FINANCIAL STATEMENTS

TO THE TRUSTEE OF

ITNL ROAD INVESTMENT TRUST SCHEME I

We have audited the accompanying special purpose financial statements of ITNL Road Investment Trust Scheme I ("the Trust"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Income & Expenditure and the Cash Flow Statement for the year then ended, and significant accounting policies and other explanatory information. The special purpose financial statements have been prepared by the Management of the Trust based on Group Referral Instructions (GRI) emailed on March 28, 2014 issued by the Management of IL&FS Transportation Networks Limited (ITNL) ("Parent Company").

Management's Responsibility for the Special Purpose Financial Statements

The Trust's Management is responsible for the preparation and presentation of these special purpose financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the Trust in accordance with the Generally Accepted Accounting Principles in India and the accounting policies as mentioned in the GRI and in accordance with the format of financial statements as given in the GRI; this includes the design, implementation and maintenance of internal controls relevant to the preparation of the special purpose financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

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

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



CHARTERED ACCOUNTANTS

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 special purpose financial statements of the Trust for the year ended March 31, 2014 give a true and fair view in conformity with the accounting principles generally accepted in India and GRI.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the following elements of the special purpose financial statements determined on the basis of management estimates (which in turn are based on technical evaluations by independent experts):

- i. ~~Intangible Assets and Intangible Assets under Development covered under service concession arrangements aggregating to carrying value of Rs. _____ Mn (_____% of the total assets), the useful lives and the annual amortisation thereof;~~
- ii. ~~Provision for Overlay carried at Rs. _____ Mn in respect of intangible assets covered under service concession arrangements; and~~
- iii. ~~Financial Assets covered under service concession arrangements, included as a part of Receivables against Service Concession Arrangements, carried at Rs. _____ Mn (_____% of the total assets) and revenue recognised thereon based on the effective interest method which in turn is based on evaluations of the future operating and maintenance costs and the overlay / renewal costs and the timing thereof.~~

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion, we draw attention to Note 1 to the special financial statements which describes the basis of accounting. The special purpose financial statements have been prepared for inclusion in the consolidated financial information of Parent Company. As a result, the special purpose financial statements may not be suitable for another purpose. Our report is intended solely for the Trust, the Parent Company and the auditors of the Parent Company for their consideration into the audit of Consolidated Financial Statements and should not be distributed to or used by parties other than the Trust, the Parent Company and the auditors of the Parent Company.

Further, we have attached Appendix.

For **Lakhani & Co.**
Chartered Accountants
Firm Registration Number 105524W



Parag Modi
Parag Modi
Partner

Membership Number 114105
Place : Mumbai,
Date : April 12, 2014.

SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

Balance Sheet as at March 31, 2014

Rs.

Particulars	Note	As at		As at	
		March 31, 2014		March 31, 2013	
I					
UNIT CAPITAL AND LIABILITIES					
1 UNITHOLDERS' FUNDS					
(a) Unit capital	2	1,09,60,61,800		1,08,35,61,800	
(b) Reserves and surplus	3	79,37,938	1,10,39,99,738	83,72,888	1,09,19,34,688
2 MINORITY INTEREST					
3 NON-CURRENT LIABILITIES					
(a) Long-term borrowings	4 (A)	-		-	
(b) Deferred tax liabilities (Net)	6	-		-	
(c) Other long term liabilities	7	-		-	
(d) Long-term provisions	9	-		-	
4 CURRENT LIABILITIES					
(a) Current maturities of long-term debt	4 (B)	-		-	
(b) Short-term borrowings	5	-		-	
(c) Trade payables		2,62,758		2,62,327	
(d) Other current liabilities	8	-		-	
(e) Short-term provisions	10	-	2,62,758	-	2,62,327
TOTAL			1,10,42,62,496		1,09,21,97,015
II ASSETS					
1 NON CURRENT ASSETS					
(a) Fixed assets	11				
(i) Tangible assets (net)		-		-	
(ii) Intangible assets (net)		-		-	
(iii) Capital work-in-progress		-		-	
(iv) Intangible assets under development		-		-	
(b) Goodwill on consolidation (net)		-		-	
(c) Non-current investments (net)	12	1,02,46,83,089		77,53,03,089	
(d) Deferred tax assets (Net)	6	-		-	
(e) Long-term loans and advances (net)	14	-		-	
(f) Other non-current assets	16	7,91,25,889	1,10,38,08,978	7,91,25,889	85,44,28,978
2 CURRENT ASSETS					
(a) Current Investments	13	-		-	
(b) Inventories	18	-		-	
(c) Trade receivables (net)	19	-		-	
(d) Cash and bank balances	20	4,53,518		8,57,037	
(e) Short-term loans and advances	15	-		-	
(f) Other current assets	17	-	4,53,518	23,69,11,000	23,77,68,037
TOTAL			1,10,42,62,496		1,09,21,97,015

Notes 1 to 38 form part of the special purpose financial statements.

In terms of our report attached.
For M/s. Lakhani & Co
Chartered Accountants
Firm Reg No.: 105524W

Parag Modi
Partner

Place: Mumbai
Date : April 12, 2014



For IL&FS Trust Company Ltd
(Trustee of ITNL Road Investment Trust - I)

Authorised Signatory

SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

Statement of Income & Expenditure for the year ended March 31, 2014

		Rs.		
	Particulars	Note	Year ended March 31, 2014	Year ended March 31, 2013
I	Revenue from operations	22	-	-
II	Other income	23	4,78,09,836	13,64,55,017
III	Total revenue (I + II)		4,78,09,836	13,64,55,017
IV	Expenses			
	Cost of materials consumed	24	-	-
	Operating expenses	25	-	-
	Employee benefits expense	26	-	-
	Finance costs	27	-	-
	Administrative and general expenses	28	4,34,950	4,44,104
	Depreciation and amortization expense		-	-
	Provision for diminution in value of investments		-	-
	Amortisation of goodwill		-	-
	Total expenses		4,34,950	4,44,104
V	Surplus / (Deficit) before exceptional and extraordinary items and tax (III-IV)		4,73,74,886	13,60,10,913
VI	Add / (Less) : Exceptional items		-	-
VII	Surplus / (Deficit) before extraordinary items and tax (V-VI)		4,73,74,886	13,60,10,913
VIII	Add / (Less) : Extraordinary items		-	-
IX	Surplus / (Deficit) before taxation (VII-VIII)		4,73,74,886	13,60,10,913
X	Tax expense:			
	(1) Current tax		-	-
	(2) Tax relating to earlier period		-	-
	(3) Deferred tax		-	-
	(4) MAT credit entitlement		-	-
	Total tax expenses (X)		-	-
XI	Surplus / (Deficit) from continuing operations before consolidation adjustment (IX-X)		4,73,74,886	13,60,10,913
	Share of Surplus / (Deficit) transferred to minority interest (net)		-	-
	Share of Surplus / (Deficit) of associates (net)		-	-
XII	Surplus / (Deficit) from Continuing operation after consolidation adjustment		4,73,74,886	13,60,10,913
XIII	Surplus / (Deficit) from discontinuing operations		-	-
XIV	Tax expense of discontinuing operations		-	-
XV	Surplus / (Deficit) from Discontinuing operations (after tax) (XIII-XIV)		-	-
XVI	Surplus / (Deficit) for the year (XII-XV)		4,73,74,886	13,60,10,913
	Earnings per unit (Face value per unit Rupees 10/-):	29		
	(1) Basic		43.22	125.52
	(2) Diluted		43.22	125.52

Notes 1 to 38 form part of the special purpose financial statements.

In terms of our report attached.

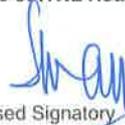
For M/s. Lakhani & Co
Chartered Accountants
Firm Reg No.: 105524W


Parag Modi
Partner



Place: Mumbai
Date : April 12, 2014

For IL&FS Trust Company Ltd
(Trustee of ITNL Road Investment Trust - I)


Authorised Signatory

SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

Cash Flow Statement for the year ended March 31, 2014

Rs.

	Year ended March 31, 2014	Year ended March 31, 2013
Cash Flow from Operating Activities		
Surplus / (Deficit) Before Taxes, Minority Interest and Share of Associates	4,73,74,886	13,60,10,913
Adjustments for :-		
Dividend income	(4,78,09,836)	(11,84,565)
Reversal of Provision for Call Options		(13,52,70,452)
Operating profit before Working Capital Changes	(4,34,950)	(4,44,104)
Adjustments changes in working capital:		
(-) Increase in Trade receivables	-	-
(+) Decrease in other assets & loans and advances (current and non current)	23,69,11,000	-
(+) Increase in liabilities (current and non current)	431	(95,678)
Cash Generated from Operations	23,64,76,481	(5,39,782)
Direct Taxes paid (Net)	-	-
Net Cash generated from Operating Activities (A)	23,64,76,481	(5,39,782)
Cash flow from Investing Activities		
Purchase of / advance towards investments (net)	(24,93,80,000)	-
Acquisition of Subsidiaries / Jointly Controlled Entities	-	(7,72,10,620)
Proceeds from redemption of Mutual Fund units	-	3,34,99,409
Dividend received	4,78,09,836	-
Net Cash used in Investing Activities (B)	(20,15,70,164)	(4,37,11,211)
Cash flow from Financing Activities		
Proceeds from Issue of Unit Capital	1,25,00,000	4,48,00,000
Distribution	(4,78,09,836)	-
Net Cash generated from Financing Activities (C)	(3,53,09,836)	4,48,00,000
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(4,03,519)	5,49,007
Cash and Cash Equivalent at the beginning of the year	8,57,037	3,08,030
(+)(-) Impact of foreign currency translation		
(+)(-) Impact of acquisition / sale of subsidiaries / Jointly controlled entities		
Cash and Cash Equivalent at the end of the year	4,53,518	8,57,037
Net Increase / (Decrease) in Cash and Cash Equivalents	(4,03,519)	5,49,007

Components of Cash and Cash Equivalents		
Cash on hand	-	-
Balances with Banks in current accounts	4,53,518	8,57,037
Balances with Banks in deposit accounts	-	-
	4,53,518	8,57,037
Unpaid Dividend Accounts	-	-
Bank balances held as margin money or as security against borrowings	-	-
Cash and Cash Equivalents as per Balance Sheet	4,53,518	8,57,037

Notes 1 to 38 form part of the special purpose financial statements.

In terms of our report attached.

For M/s. Lakhani & Co

Chartered Accountants

Firm Reg No.: 105524W


 Parag Modi
 Partner
Place: Mumbai
Date : April 12, 2014For IL&FS Trust Company Ltd
(Trustee of ITNL Road Investment Trust - I)

 Authorised Signatory

SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 2: Unit capital

Particulars	As at March 31, 2014		As at March 31, 2013	
	Number	Rs.	Number	Rs.
Unit Capital of Rupees 1000/- each 1096061.80 units (Previous year 1083561.8) Units of Rs.1000/- (Refer footnote)	10,96,061.800	1,09,60,61,800	10,83,561.800	1,08,35,61,800
Total	10,96,061.800	1,09,60,61,800	10,83,561.800	1,08,35,61,800

Foot Notes:i. Of the above **1096061.80** units are held solely IL&FS Transporation Networks Limited (As at March 31, 2013 **1083561.80**).

ii. Reconciliation of the number of units outstanding at the beginning and at the end of the reporting year.

Particulars	As at March 31, 2014		As at March 31, 2013	
	Units		Units	
	No. of Units	Rs.	No. of Units	Rs.
units outstanding at the beginning of the year	10,83,561.80	1,08,35,61,800	10,83,561.80	1,08,35,61,800
units issued during the year	12,500.00	1,25,00,000	-	-
units bought back during the year	-	-	-	-
units outstanding at the end of the year	10,96,061.80	1,09,60,61,800	10,83,561.80	1,08,35,61,800

iii. Unitholding more than 5% units

Name of Unitholder	As at March 31, 2014		As at March 31, 2013	
	No. of units held	% of total holding	No. of Units held	% of total holding
IL&FS Transporation Networks Limited	10,96,061.80	100%	10,83,561.80	100%
Total	10,96,061.80	100%	10,83,561.80	100%

SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 3: Reserves and surplus

Particulars	As at March 31, 2014		As at March 31, 2013	
Income & Expenditure Account				
Opening balance	83,72,888		(12,76,38,025)	
(-) Surplus for the current year	4,73,74,886		13,60,10,913	
(-) Distribution	(4,78,09,836)	79,37,938	-	83,72,888
Total		79,37,938		83,72,888



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 4: (A) Long-term borrowings

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Bonds / Debentures				
(i) Secured				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
(ii) Unsecured				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
(b) Term Loans				
(i) Secured				
From banks				
From financial institutions				
From others				
From Related party				
(ii) Unsecured				
From banks				
From financial institutions				
From others				
From Related party				
(c) Long term maturities of finance lease obligations				
(i) Secured				
From Related party				
From others				
(ii) Unsecured				
From Related party				
From others				
Total				



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 4: (B) Current maturities of long-term debt**Rs.**

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Bonds / Debentures				
(i) Secured				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
(ii) Unsecured				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
(b) Term Loans				
(i) Secured				
From banks				
From financial institutions				
From others				
From Related party				
(ii) Unsecured				
From banks				
From financial institutions				
From others				
From Related party				
(c) Finance lease obligations				
(i) Secured				
From Related party				
From others				
(ii) Unsecured				
From Related party				
From others				
Total				



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SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

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

Note 5: Short-term borrowings

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Loans repayable on demand				
(i) Secured				
From banks				
From financial institutions				
From others				
From Related party		-		-
(ii) Unsecured				
From banks				
From financial institutions				
From others				
From Related party		-		-
(b) Short term loans				
(i) Secured				
From banks				
From financial institutions				
From others				
From Related party		-		-
(ii) Unsecured				
From banks				
From financial institutions				
From others				
From Related party		-		-
(c) Commercial paper				
Unsecured				
Less : Unexpired discount		-		-
(d) Deposits				
(i) Secured				
From others				
From Related party				
(ii) Unsecured				
From others				
From Related party		-		-
Total				



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I****Notes forming part of the Financial Statements for the year ended March 31, 2014****Note 6: Deferred tax liabilities (Net) and Deferred tax assets (Net)**

The entity have net deferred tax liabilities or deferred tax assets aggregating Rs Nil as at March 31, 2014 (March 31, 2013 Rs Nil).

a) A breakdown of the components of deferred tax liabilities is furnished below:

Particulars	Rs		
	As at March 31, 2013	Movement	As at March 31, 2014
Liabilities:			
Timing differences in respect of construction margin			-
Timing differences in respect of depreciation			-
Assets:			
Timing differences in respect of depreciation			-
Timing differences in respect of employee benefits			-
Timing differences in respect of unabsorbed depreciation			-
Timing differences in respect of unabsorbed losses			-
Timing differences in respect of provision for doubtful debts			-
Timing differences in respect of provision for overlay			-
Net deferred tax liability	-	-	-

b) A breakdown of the components of deferred tax assets is furnished below:

Particulars	Rs		
	As at March 31, 2013	Movement	As at March 31, 2014
Liabilities:			
Timing differences in respect of construction margin			-
Timing differences in respect of depreciation			-
Assets:			
Timing differences in respect of depreciation			-
Timing differences in respect of employee benefits			-
Timing differences in respect of unabsorbed depreciation			-
Timing differences in respect of unabsorbed losses			-
Timing differences in respect of provision for doubtful debts			-
Timing differences in respect of provision for overlay			-
Net deferred tax asset	-	-	-

The sole beneficiary of the Scheme is IL&FS Transportation Network Ltd., Scheme is a definite (non-discretionary) private trust under Income Tax Act, 1961. As per the Trustee the income will be taxable in the hands of beneficiary, hence no provision for Income Tax and no provision for or recognition of deferred tax is made.



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 7: Other long term liabilities

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Trade Payables				
From related parties				
From others (give breakup to the extent possible)		-		-
(b) Others				
(i) Redemption premium accrued but not due on borrowings				
From related parties				
From others		-		-
(ii) Mobilisation advance received				
From related parties				
From others		-		-
(iii) Option premium liabilities		-		-
iv) Security Deposits				
From related parties				
From others		-		-
(v) Deferred Payment Liabilities				
From related parties				
From others		-		-
(vi) Retention Money Payable				
From related parties				
From others		-		-
(vii) Interest accrued but not due on borrowings				
From related parties				
From others		-		-
(viii) Other long term liabilities				
From related parties				
From others		-		-
Total		-		-



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 8: Other current liabilities

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Interest accrued but not due on borrowings				
From related parties				
From others		-		-
(b) Interest accrued and due on borrowings				
From related parties				
From others		-		-
(c) Income received in advance				
From related parties				
From others		-		-
(d) Advance received				
From related parties				
From others		-		-
(e) Unearned revenue				
From related parties				
From others		-		-
(f) Mobilisation advance received.				
From related parties				
From others		-		-
(g) Statutory dues		-		-
(h) Unpaid dividend		-		-
(i) Payable for purchase of capital assets				
From related parties				
From others		-		-
(j) Option premium liabilities		-		-
(k) Other current liabilities @				
From related parties				
From others		-		-
Total		-		-

Note 9: Long-term provisions

Rs

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Provision for dividend on preference shares of subsidiary		-		-
(b) Provision for dividend tax on preference dividend of subsidiary		-		-
(c) Provision for premium on preference shares of subsidiary		-		-
(d) Provision for dividend tax on premium on preference share subsidiary		-		-
(e) Provision for employee benefits		-		-
(f) Provision for overlay expenses (refer foot note no. i)		-		-
(g) Provision for redemption premium on Preference Shares		-		-
(h) Provision for contingency		-		-
Total		-		-

Rs

Particulars	As at March 31, 2014	As at March 31, 2013
Opening balance	-	-
Add : Provision made during the year	-	-
Less : Provision utilised / reversed during the year	-	-
Closing balance	-	-

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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 10: Short-term provisions

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Provision for employee benefits.		-		-
(b) Provision for tax (net of advance)		-		-
(c) Provision for premium on preference shares of subsidiary		-		-
(d) Provision for dividend tax on premium on preference share subsidiary		-		-
(e) Provision for dividend on preference shares		-		-
(f) Provision for dividend tax on dividend on preference shares		-		-
(g) Proposed dividend on equity shares		-		-
(h) Provision for tax on proposed dividend on equity shares		-		-
(i) Provision for overlay expenses		-		-
Total		-		-



SPECIAL PURPOSE FINANCIAL STATEMENTS
ITML Road Investment Trust Scheme I
Notes forming part of the Financial Statements for the year ended March 31, 2014

Note 11: Fixed assets

Particulars	Gross block (at cost)			Depreciation and Amortisation			Net block			
	Balance as at April 1, 2013	Adjustments / Reclassifications	Additions	Deletions	Balance as at March 31, 2014	Adjustments / Reclassifications	Charge for the year	Deletions	Balance as at March 31, 2014	Balance as at March 31, 2013
a) Tangible assets										
Land										
Building and structures										
Vehicles										
Data processing equipments										
Office equipments										
Leasehold improvements										
Furniture and fixtures										
Electrical installations										
Plant and machinery										
Management structure										
Assets taken on lease:										
Plant and machinery - Leased										
Vehicles - Leased										
Furniture and fixtures - Leased										
Building and structures - Leased										
Land - Leased										
Assets given on lease:										
Plant and machinery - Leased										
Vehicles - Leased										
Furniture and fixtures - Leased										
Building and structures - Leased										
Land - Leased										
Total										
b) Intangible assets										
Software Licences										
Commercial rights acquired										
Rights under service concession arrangements (refer foot note no. i)										
Trademarks and licences										
Others										
Total										
c) Capital work-in-progress										
d) Intangible assets under Development (refer foot note no. i)										
Grand total										
Previous year										

Foot Note:

- i Depreciation on assets used during the construction period 'NIL (March 31, 2013 - NIL)' has been included in 'Capital Work in Progress'. Therefore, the charge to the statement of profit and loss is lower by this amount.
- ii **Estimates under Service Concession Arrangement - Right under Service Concession Arrangements / Intangible assets under Developments**
Under the Service Concession Arrangements, where the Group has received the right to charge users of the public services, such rights are recognized and classified as "Intangible Assets". Such a right is not an unconditional right to receive consideration because the amounts are contingent to the extent that the public uses the service and thus are recognized and classified as intangible assets. Such an intangible asset is recognized by the Group at cost (which is the fair value of consideration received or receivable for the construction services delivered). Accordingly, the fair value of consideration for construction services in respect of intangible assets covered under service concession arrangements of the Group, the useful lives of such intangible assets, the annual amortisation in respect thereof, and the provisions for overlay costs have been estimated by the management having regard to the contractual provisions, the evaluations of the units of usage and other technical evaluations by independent experts, the key elements having been tabulated below.

Particulars	Upto / As at March 31, 2014	Upto / As at March 31, 2013
Maximum construction services recognised in respect of intangible assets	-	-
Carried amounts of intangible assets	-	-
Carried amounts of intangible assets under development	-	-
Amortisation charge in respect of intangible assets	-	-
Units of usage (Nos. of vehicles) (over the entire life of concession period)	-	-
Total Estimated Revenue for project (over the entire life of concession period)	-	-
Provision for overlay in respect of intangible assets	-	-



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SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

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

Note 12: Non-current investments

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Trade Investment				
i) Equity Investments in Subsidiaries				
a) North Karnataka Expressway Ltd ("NKEL")	77,53,03,089		77,53,03,089	
478,09,836 shares of Face Value ` 10 each (Previous year 478,09,836 shares of Face Value 10 each)				
The above investment includes 38,60,456 equity shares of NKEL purchased from IL&FS Infrastructure Equity Fund ("IIEF") being the legal owners of the shares. The shares are pending to be transferred in the name of Trust.				
The vendor of shares was economical beneficiary of the shares but was not the member of the NKEL. The transfer of shares will be effected only after approval received from the National Highway Authority of India				
b) Andhra Pradesh Expressway Ltd ("APEL")	24,93,80,000			
249,38,000 shares of Face Value ` 10 each (Previous year Nil)				
Add: Unrealised gain on transactions between the Company and its associates	-			
Add: Post-acquisition share of profit / (loss) of associates	-			
Add: Post-acquisition share of movement in the capital reserves of an associate	-			
Less: Cash flow hedge reserve	-	1,02,46,83,089		77,53,03,089
ii) Other Investments in associates				
1)				
(b) Investment in Unquoted Equity Instruments (fully paid)				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
(c) Investment in Covered Warrants				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
(d) Investments in property				
(e) Investment in Non Convertible Debentures				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)				
(f) Investment in Others				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)				
Less: Provision for diminution in the value of Investments				
Total		1,02,46,83,089		77,53,03,089

Note 13: Current investments

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Government securities				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)				
(b) Investment in Units of Mutual funds				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)				
(c) Investment in Units of Other funds				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)				
Total				

Footnote :

Aggregated cost and market value of Quoted Investments :

Rs.

	As at March 31, 2014		As at March 31, 2013	
	Non-Current	Current	Non-Current	Current
Number of Companies		0		0
Cost		0		0
Market Value		0		0



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SPECIAL PURPOSE FINANCIAL STATEMENTS
ITNL Road Investment Trust Scheme I
Notes forming part of the Financial Statements for the year ended March 31, 2014

Note 14: Long-term loans and advances

Particulars	Rs.	
	As at March 31, 2014	As at March 31, 2013
(a) Capital Advances		
Secured, considered good		
To related parties		
To others		
Unsecured, considered good		
To related parties		
To others		
(b) Security Deposits		
Secured, considered good		
Unsecured, considered good		
(c) Loans and advances to related parties		
Unsecured, considered good		
- Option premium assets (net of provision)		
- Mobilisation & pre-construction advance recoverable to related party		
- Advance towards share application money		
- Inter-corporate deposits		
- Prepaid expenses to related party		
- Long term loans to related parties		
- Other loans and advances to related parties		
(d) Other loans and advances		
Unsecured, considered good		
- Mobilisation & pre-construction advance recoverable		
- Advance towards share application money		
- Inter-corporate deposits		
- MAT credit entitlement (refer foot note)		
- Advance payment of taxes (net of provision)		
- Prepaid expenses		
- Long term loans - others		
- Other loans and advances		
Total		

Foot Note:

Particulars	Rs.	
	As at March 31, 2014	As at March 31, 2013
Opening MAT credit available	-	-
Addition during the year (to tally with P&L)	-	-
MAT credit availed during the year	-	-
Closing MAT credit available	-	-

Note 15: Short-term loans and advances

Particulars	Rs.	
	As at March 31, 2014	As at March 31, 2013
(a) Loans and advances to related parties		
Unsecured, considered good		
- Mobilisation & pre-construction advance recoverable to related party		
- Advance towards share application money		
- Inter-corporate deposits		
- Short term loans to related party		
- Prepaid expenses to related party		
- Current maturities of Long term loans and advances to related party		
- Other loans and advances to related parties		
(b) Other loans and advances		
Unsecured, considered good		
- Mobilisation & pre-construction advance recoverable		
- Advance towards share application money		
- Inter-corporate deposits		
- Short term loans - others		
- Prepaid expenses		
- Current maturities of Long term loans and advances		
- Other loans and advances		
Total		



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SPECIAL PURPOSE FINANCIAL STATEMENTS
ITNL Road Investment Trust Scheme I
Notes forming part of the Financial Statements for the year ended March 31, 2014

Note 16: Other non-current assets

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Long term Trade Receivables (Including trade receivables on deferred credit terms)				
Secured, considered good				
- Related party				
- Others				
Unsecured, considered good				
- Related party				
- Others				
(b) Call Option Premium for Equity Shares (Refer note : 31)				
Unsecured considered good	7,91,25,889		7,91,25,889	
Unsecured considered doubtful	-		-	
	7,91,25,889		7,91,25,889	
Less: (b) Allowance for bad and doubtful Debts	-	7,91,25,889	-	7,91,25,889
(c) Other non-current assets				
- Interest accrued				
- Unamortised borrowing cost				
- Fixed deposits having maturity more than 12 months under lien				
- Retention money receivable				
- Others				
Total		7,91,25,889		7,91,25,889

Note 17: Other current assets

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Call Option Premium for Equity Shares (Refer note : 31)				
Unsecured, Considered Good			23,69,11,000	
Unsecured, Considered doubtful			-	
			23,69,11,000	
Less : (b) Allowance for bad and doubtful Debts		-	-	23,69,11,000
(b) Unbilled revenue		-		-
(c) Receivable under service concession arrangement		-		-
(d) Unamortised borrowing cost		-		-
(e) Fixed deposits having maturity less than 12 months under lien		-		-
(f) TDS Receivable		-		-
Total				23,69,11,000

Rs.

Particulars	As at March 31, 2014		As at March 31, 2013	
Margin on construction and operation & maintenance and renewal services recognised in respect of Financial Assets		-		-
Carrying amounts of Financial Assets included under Receivables against Service Concession Arrangements		-		-
Revenue recognised on Financial Assets on the basis of effective interest method		-		-



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 18: Inventories

Rs

Particulars	As at March 31, 2014		As at March 31, 2013	
Inventories				
(i) Raw materials				
(ii) Finished goods				
(iii) Stores and spares				
Total				

Note 19: Trade receivables

Rs

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Trade receivables outstanding for a period less than six months from the date they are due for payment				
Secured, considered good				
- Related party				
- Others				
Unsecured, considered good				
- Related party				
- Others				
Other considered doubtful				
Less: Provision for doubtful debt				
(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment				
Secured, considered good				
- Related party				
- Others				
Unsecured, considered good				
- Related party				
- Others				
Other considered doubtful				
Less: Provision for doubtful debt				
Total				

Note 20: Cash and cash equivalents

Rs

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Cash and cash equivalents				
Cash on hand				
Balances with Banks in current accounts	4,53,518		8,57,037	
Balances with Banks in deposit accounts		4,53,518		8,57,037
(b) Other bank balances				
Unpaid dividend accounts				
Bank balances / deposits held as margin money or as security against borrowings or under lien less than 12 months				
Total		4,53,518		8,57,037



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 21: Contingent liabilities and capital commitments**A) Contingent liabilities :**

				Rs	
Sr No	Name of party	Description	As at March 31, 2014	As at March 31, 2013	
1		Guarantees issued on behalf of Group Companies			
2		Guarantees issued on behalf of other than Group Companies			
3		Guarantees / counter guarantees issued in respect of borrowing facilities of foreign subsidiary companies			
4		Claims against the Group not acknowledged as debt			
5		Income tax demands contested by the Company			
6		Other tax demands contested by the Company			
		- Service tax			
		- VAT			
		- Others (Please give description)			
7		Others (Please give description)			

B) Financial commitments pending to be executed :

				Rs	
Sr No	Name of party	Description	As at March 31, 2014	As at March 31, 2013	
1	NKEL	Total amount payable on exercise of the above Call Options by the Trust on behalf of the Scheme	19,30,211	19,30,211	
2	APEL	Total amount payable on exercise of the above Call Options by the Trust on behalf of the Scheme	22,34,310	1,47,03,310	

C) Other commitments pending to be executed :

				Rs	
Sr No	Name of party	Description	As at March 31, 2014	As at March 31, 2013	
1					
2					
3					

D) Estimated amount of contracts remaining to be executed on capital and other account :

				Rs	
Sr No	Name of party	Description	As at March 31, 2014	As at March 31, 2013	
1		Estimated amount of contracts remaining on capital account and not provided for. [Net of advances paid of Rs. _____ ; (As at March 31, 2013 Rs. _____)]			
2					
3					

E) Disclose the amount paid/Payable to Auditors :

				Rs	
Sr No	Description	As at March 31, 2014	As at March 31, 2013		
		(Including Service	(Including Service		
1	Audit Fees	32,500	32,500		
2	Other Services	1,53,500	1,00,000		
3	Service tax on above	22,989	16,377		



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SPECIAL PURPOSE FINANCIAL STATEMENTS**iTNL Road Investment Trust Scheme I****Notes forming part of the Financial Statements for the year ended March 31, 2014****Note 22: Revenue from operations****Rs**

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
(a) Income from services				
Advisory and project management fees				
Lenders' engineer and supervision fees				
Operation and maintenance income				
Toll revenue				
User Fee Income				
Periodic maintenance income				
Finance income				
Licence fee				
Operation and maintainace Grant		-		-
(b) Construction Income		-		-
(c) Sales (net of sales tax)		-		-
		-		-

Note 23: Other income**Rs**

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
(a) Interest Income				
Interest	-	-	-	-
Interest on debentures	-	-	-	-
Interest on call money	-	-	-	-
Interest on bank deposits	-	-	-	-
Interest on short term deposit	-	-	-	-
Interest on advance towards property	-	-	-	-
(b) Profit on sale of investment (net)		-		-
(c) Profit on sale of fixed assets (net)		-		-
(d) Dividend		4,78,09,836		11,84,565
(e) Other non-operating income				
Advertisement income	-	-	-	-
Excess provisions written back	-	-	-	-
Foreign exchange fluctuation gain (net)	-	-	-	-
Miscellaneous income	-	-	-	-
- Reversal of Provision for call option	-	-	13,52,70,452	13,52,70,452
		4,78,09,836		13,64,55,017

Note 24: Cost of materials consumed**Rs**

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
(a) Material consumption		-		-
(b) Purchase of traded products		-		-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.		-		-
		-		-



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SPECIAL PURPOSE FINANCIAL STATEMENTS

IFNL Road Investment Trust Scheme I

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

Note 25: Operating expenses

Rs

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
Construction contract costs	-		-	
Fees for technical services / design and drawings	-		-	
Diesel and fuel expenses	-		-	
Operation and maintenance expenses	-		-	
Provision for overlay expenses	-		-	
Periodic maintenance expenses	-		-	
Toll plaza expenses	-		-	
Negative grant	-	-	-	-

Note 26: Employee benefit expenses

Rs

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
(a) Salaries, Wages and allowances		-		-
(b) Contribution to provident and other funds		-		-
(c) Staff Training & Welfare expenses		-		-
(d) Deputation cost		-		-



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I****Notes forming part of the Financial Statements for the year ended March 31, 2014****Note 27: Finance costs**

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
(a) Interest expenses				
Interest on loans for fixed period				
Interest on debentures				
Interest on deep discount bonds				
Other interest		-		-
(b) Other borrowing costs				
Guarantee commission				
Upfront fees				
Other finance charged		-		-
		-		-

Note 28: Administrative and general expenses

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
Legal and consultation fees	-		69,900	
Auditors remuneration	2,08,990		1,48,877	
Trusteeship Fees	2,24,720		2,24,720	
Bank Charges	240		607	
Miscellaneous expenses (Refer footnote)	1,000	4,34,950	-	4,44,104
		4,34,950		4,44,104

Footnote

Breakup of Miscellaneous expenses as below:

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
Legal Charges	1,000			
		1,000		-
		1,000		-



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SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

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

Note 29: Earnings per equity share

Particulars	Unit	Year ended March 31, 2014	Year ended March 31, 2013
Surplus / (Deficit) after tax		4,73,74,886	13,60,10,913
Surplus / (Deficit) available for unit holders		4,73,74,886	13,60,10,913
Weighted number of Units outstanding	Numbers	10,96,061.80	10,83,561.80
Nominal Value of Units		1,000	1,000
Basic Earnings per unit		43.22	125.52
No. of Units used to compute diluted earnings per share	Numbers	1096061.8	10,83,561.80
Diluted Earnings per Units		43.22	125.52

Note 30: Disclosure in terms of Accounting Standard (AS) 7 – Construction Contracts

		Rs	
Particulars	Year ended March 31, 2014	Year ended March 31, 2013	
(i) Contract Revenue recognised as revenue during the year			
(ii) Aggregate amount of Contract Costs incurred during the year			
(iii) Profits during the year			
	Upto / As at March 31, 2014	Upto / As at March 31, 2013	
(iv) For Contract that are in progress :			
(a) Aggregate amount of costs incurred upto the reporting date			
(b) recognised profits (less recognised losses) upto the reporting date			
(c) Advances received from customer for contract as at the year end			
(d) Retention money as at the year end			
(v) Gross amount due from customers for contract work, disclosed as asset, as at the year end			
(vi) Gross amount due to customers for contract work, disclosed as liability as at the year end			



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SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

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

Note 31: Derivatives and foreign currency exposures

- (a) The Group as a part of its strategic initiatives to consolidate/restructure its investments in surface transport sector, has made direct investments in certain special purpose entities ("SPEs") engaged in that sector and also invested in units in a scheme of ITNL Road Investment Trust ("the Scheme") which in turn has made investments in such SPEs. Amounts invested include derivative instruments in the form of call options.
- (b) The amounts outstanding as at March 31, in respect of derivative transactions are summarized below:

Category	No of instruments	Call option price outstanding (open interest)	Exercise price payable
Call option of Equity Shares in a subsidiary (NKEL) bought from IL&FS	3,860,421	36,673,999 (36,673,999)	1,930,211 (1,930,211)
Call option of Equity Shares of APEL (bought from IL&FS)	4,468,620 (17,187,000)	1,930,211 (163,276,500)	2,234,310 (8,593,500)
Call option of Equity Shares of APEL (bought from ITNL)	(3,963,120)	(37,649,640)	(1,981,560)

prices paid by the Group towards call options purchased by it have been aggregated under the head "Option price Assets" and classified as a part of "Other Non-Current Assets" and "Other Current Assets".

- (d) As per Various Call option Agreements dated March 14, 2007, in the event of Material Breach Committed by the trust, the Call option price paid by the is non-refundable. Further, if the Call Option is not exercised by the Trust, then the right in Call option shall lapse and the call option price will have to be written off.
- (e) The Call Option Period for availing option in case of both Equity Shares of NKEL and APEL is Till the expiry of Concession Period as specified in Concession Agreement. Incase of NKEL it is December 31, 2019 and in case of APEL it is September 14, 2026.
- (f) Foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

Amount receivable in foreign currency :

As at March 31, 2014			As at March 31, 2013		
Name of Currency	RS in million	Foreign Currency in million	Name of Currency	RS in million	Foreign Currency in million

Amount payable in foreign currency :

As at March 31, 2014			As at March 31, 2013		
Name of Currency	RS in million	Foreign Currency in million	Name of Currency	RS in million	Foreign Currency in million

Note: USD = US Dollar, DOP = Dominican Pesos, COP = Colombian Pesos, MXN = Mexican Pesos, HNL = Honduran Lempira, ECS = Ecuador Sucro, ALL = Albanian Lek, EUR = Euro



SPECIAL PURPOSE FINANCIAL STATEMENTS

IT&L Road Investment Trust Scheme I

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

Note 32 : Disclosure of Leases :

R5.

Particulars	Amounts pertaining to Group companies	Amounts pertaining to other than Group	Total
(A)	(B)	(C)	(D=B+C)
I. Receipts			
(1) Finance Lease Receipts			
Gross Debt in Lease			-
Unearned Finance expenses			-
Net Present Value (NPV) of Minimum Lease Receipts (MLR)			-
NPV of MLR :			
Not later than 1 year			-
Later than 1 year and not later than 5 years			-
Later than 5 years			-
Gross Debt in Lease			
Not later than one year			-
Later than 1 year and not later than five years			-
Later than 5 years			-
(2) Operating Lease Receipts			
Minimum future lease receipts during non-cancellable periods is as follows:			
Not later than 1 year			-
Later than 1 year & not later than 5 years			-
Later than 5 years			-
(3) Operating lease income earned during the year			-
II. Payments			
(1) Finance Lease Payments			
Gross Investment in Lease			-
Unearned Finance Income			-
Net Present Value (NPV) of Minimum Lease Payments (MLP)			-
NPV of MLP :			
Not later than 1 year			-
Later than 1 year and not later than 5 years			-
Later than 5 years			-
Gross Investment in Lease			
Not later than one year			-
Later than 1 year and not later than five years			-
Later than 5 years			-
(2) Operating Lease Payments			
Minimum future lease payments during non-cancellable periods is as follows:			
Not later than 1 year			-
Later than 1 year & not later than 5 years			-
Later than 5 years			-
(3) Operating lease expense incurred during the year			-



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SPECIAL PURPOSE FINANCIAL STATEMENTS**ITNL Road Investment Trust Scheme I**

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

Note 33: Related Party disclosure as required by the Accounting Standard (AS) 18 – “Related Party Disclosures”**Current Year**

Name of related parties and description of relationship

Nature of Relationship	Name of Entity	Acronym used
Ultimate Parent Company having control	Infrastructure Leasing & Financial Services Ltd	IL&FS
Company having control	IL&FS Transportation Network Ltd	ITNL
Subsidiaries	North Karnataka Expressway Ltd	NKEL
	Andhra Pradesh Expressway Limited	APEL
company under common Control	IL&FS Trust Company Ltd	ITCL

Details of balances during the period with related parties

Account head	Name of Entity	31st March, 2014	31st March, 2013
Unit Capital	IL&FS Transportation Network Limited	1,09,60,61,800	1,08,35,61,800
Investment in Equity Shares	North Karnataka Expressway Limited	77,53,03,089	77,53,03,089
Investment in Equity Shares	Andhra Pradesh Expressway Limited	24,93,80,000	-
Call Option Premium (APEL)	IL&FS Transportation Network Limited	-	11,60,86,390
Call Option Premium (APEL)	Infrastructure Leasing & Financial Services Limited	4,24,51,890	16,32,76,500
Call Option Premium (NKEL)	Infrastructure Leasing & Financial Services Limited	3,66,73,999	3,66,73,999

Details of transactions during the period with related parties

Nature of Transaction	Name of Entity	31st March, 2014	31st March, 2013
Unit Capital Contribution received during period	IL&FS Transportation Network Limited	1,25,00,000	4,48,00,000
Investment in Equity shares of APEL	Andhra Pradesh Expressway Limited	24,93,80,000	-
premium paid on Exercise of Call Option of APEL	Infrastructure Leasing & Financial Services Limited	63,59,190	-
premium paid on Exercise of Call Option of APEL	IL&FS Transportation Network Limited	61,09,810	-
Trusteeship Fees	IL&FS Trust Company Limited	2,00,000	2,00,000
Service tax on Trusteeship Fees		24,720	24,720
Dividend income received and distributed To beneficiary (ITNL)	North Karnataka Expressway Limited	4,78,09,836	-



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SPECIAL PURPOSE FINANCIAL STATEMENTS

ITNL Road Investment Trust Scheme I

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

Note-34 Segment Information

The Trust is engaged in Investment activity and thus operates in a single business segment. Also it operates in a single geographic segment. In the absence of separate reportable business or geographic segments the disclosures required under the Accounting Standard (AS) 17 – "Segment Reporting" have not been made.

Note-35 The trust has entered into call option agreement with IL&FS for purchase of 38, 60,421 equity shares of NKEL

As per the agreement all income received by IL&FS during the call option period until exercise of option towards the shares mentioned therein is set aside by them in a separate account on behalf of the trust

During the current year dividend of Rs. 3,860,421/- has been declared and paid on NKEL shares covered by the call option

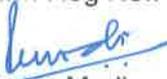
This dividend will accrue and be receivable to the trust only on and simultaneously with exercise of the call option by the trust

Note-36 ITCL, as trustee, on February 16, 2014 of the trust has exercised the right to purchase 127,18,380 and 122,19,620 shares of APEL from IL&FS and ITNL respectively of face value of Rs. 10 each per share thus consequently, APEL has become subsidiary of the trust

Note-37 The sole beneficiary of the Scheme is IL&FS Transportation Network Ltd., Scheme is a definite (non-discretionary) private trust under Income Tax Act, 1961. As the income will be taxable in the hands of beneficiary, provision for Income Tax and no provision for or recognition of deferred tax need not made.

Note-38 Figures for the previous year have been regrouped, reclassified where necessary, to conform to the classification of the current year.

In terms of our report attached.
For **M/s. Lakhani & Co.**
Chartered Accountants
Firm Reg No.: 105524W


Parag Modi
Partner

Place: Mumbai
Date : April 12, 2014





For IL&FS Trust Company Ltd
(Trustee of ITNL Road Investment Trust - I)


Authorised Signatory

ITNL Road Investment Trust Scheme I

Differences in Accounting Policies & Disclosures

Accounting Policies Differences

Accounting Policy of consolidating entity	Accounting Policy of ITNL	Difference (Explain)	Impact (Estimated if not quantified)	Action proposed
			₹	
Not Applicable				

*only if impact as quantified or likely to be greater than ₹ 10 Mn

Indicate Accounting Policy followed by Component for the items not covered in ITNL Accounting Policy

Accounting Policy of consolidating entity and its financial impact
Not Applicable

For IL&FS Trust Company Limited
(Trustee - ITNL Road Investments trust Scheme I)

Authorised Signatory

In terms of our clearance memorandum attached

For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W



Parag Modi
Partner
Membership No. 114105.
Mumbai, April 12, 2014

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DMS

ITNL Road Investment Trust Scheme I

Movement in Shareholding Pattern for the year ended March 31, 2014

Date of Purchase/sale /new Issue/buy back etc	No. of Units	Transaction price	Details of Purchaser	Net Asset Value calculation as on date of the transaction
25/03/2014	12500	12,500,000	IL&FS Transportation Network Limited	1007.42 Refer Footnote

Footnote :

NAV is based on the Audited Financials for the period ended 31st December 2013

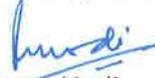
For IL&FS Trust Company Limited
(Trustee - ITNL Road Investments trust Scheme I)


Authorized Signatory

In terms of clearance memorandum attached

For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W




Parag Modi
Partner
Membership No. 114105.
Mumbai, April 12, 2014

NAME OF THE COMPANY
Audit for the year ended March 31, 2014

(Part 1) - Provision for Overlay **NOT APPLICABLE**

Provision for overlay in respect of toll roads maintained by the Group under service concession arrangements and classified as intangible assets represents contractual obligations to restore an infrastructure facility to a specified level of serviceability in respect of such asset. Estimate of the provision is measured using a number of factors, such as current contractual requirements, technology, expert opinions and expected price levels. Because actual cash flows can differ from estimates due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in the future, the carrying amounts of provision is reviewed at regular intervals and adjusted to take account of such changes.

Accordingly, provision for overlay in respect of such service concession agreements are based on above assumptions.

Movements in provision made for overlay made in respect of Intangible Assets under SCA are tabulated below:

Particulars	As at March 31, 2014		As at March 31, 2013	
	Non-Current	Current	Non-Current	Current
Opening balance as on				
Provision made during the year				
Provision utilised				
Adjustment for Foreign exchange fluctuation				
Adjustment for reclassification during the year				
Closing balance as on				

For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W


Parag Modi
Partner
Membership No. 114105.
Mumbai, April 12, 2014



For IL&FS Trust Company Limited
(Trustee - ITNL Road Investments trust Scheme I)


Authorised Signatory

ITNL Road Investment Trust Scheme I
Audit for the year ended March 31, 2014

(Part 2) - Estimates Used (Intangible Assets) : NOT APPLICABLE

As per the accounting policy followed by the Group, the fair value of consideration for construction services in respect of intangible assets covered under service concession arrangements of the Group, the useful lives of such intangible assets, the annual amortisation in respect thereof, and the provisions for overlay costs have been estimated by the management having regard to the contractual provisions, the evaluations of the units of usage and other technical evaluations by independent experts, the key elements having been tabulated below:

	Upto March 31, 2014
Margin on construction services recognised in respect of intangible assets (₹)	/
Amortisation charge in respect of intangible assets (₹)	
Units of usage (No. of vehicles) (over the entire life of concession period)	
Total Estimated Revenue for project (over the entire life of concession period)	
	As at March 31, 2014
Carrying amounts of intangible assets (₹)	/
Carrying amounts of intangible assets under development (₹)	
Provision for overlay in respect of intangible assets (₹)	
	For the year ended March 31, 2014
Amortisation charge in respect of intangible assets (₹)	

Particulars	Amount Rs.
	/
Opening Margins till March 31, 2013	
During the period under audit	
Construction Revenue	
Construction Cost	
Margin	-
Margins Recognised till the balance sheet date upto March 31, 2014	-

Margin Percentage Applied on Construction Cost to recognise Construction Revenue	%
---	----------

For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W

hundi
Parag Modi
Partner
Membership No. 114105
Mumbai, April 12, 2014



For IL&FS Trust Company Limited
(Trustee - ITNL Road Investments trust Scheme I)

Sway
Authorised Signatory

ITNL Road Investment Trust Scheme I
Audit for the year ended March 31, 2014

(Part 3) - Estimates Used (Financial Assets) : NOT APPLICABLE

As per the accounting policy followed by the Group, the fair value of consideration for construction services and the effective interest rate in the case of financial assets of the Group covered under service concession arrangements included as a part of "Receivables against Service Concession Arrangements" have been estimated by the management having regard to the contractual provisions, the evaluations of the future operating and maintenance costs and the overlay / renewal costs and the timing thereof by independent experts, the key elements having been tabulated below:

	Upto / as at March 31, 2014 (Rupees)
Margin on construction and operation and maintenance and renewal services recognised in respect of Financial Assets	-
Carrying amounts of Financial Assets included under Receivables against Service Concession Arrangements	-
Revenue recognised on Financial Assets on the basis of effective interest method	-

Particulars	Amount Rs.
March 31, 2013	-
Opening Margins as per last year notes	-
Construction Revenue	-
Construction Cost	-
O & M Revenue	-
O & M Cost	-
Periodic Maintenance Revenue	-
Periodic Maintenance Cost	-
Margin	-
Margins Recognised till the balance sheet date	-

Receivable on SCA as at March 31, 2014	-
--	---

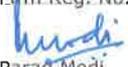
Margin Percentage Applied on Construction Cost to recognise Construction Revenue	%
---	---

Financial Income	Amount
Revenue recognised on Financial Assets on the basis of effective interest method	
Up to March 31, 2009	-
March 31, 2010	-
March 31, 2011	-
March 31, 2012	-
March 31, 2013	-
March 31, 2014	-
Total	-

Financial Assets Reco:

Particulars	Current	Non-Current
Opening Receivables under Service Concession Arrangements	-	-
Add - Additions during the year	-	-
Less - Receipt of Annuity	-	-
Closing Receivables Balance as per Balance Sheet	-	-

For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W


Parag Modi
Partner
Membership No. 114105.
Mumbai, April 12, 2014



For IL&FS Trust Company Limited
(Trustee - ITNL Road Investment


Authorised Signatory

**ITNL Road Investment Trust Scheme I
Audit for the year ended March 31, 2014**

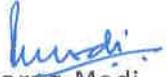
(Part 4) - Other Information

Significant terms of Service Concession Arrangements (SCA) are provided below.

NOT APPLICABLE

Particulars	Project 1	Project 2
Nature of Asset		
Year when SCA granted		
Period		
Extension of period		
Completed/Under Construction		
Premature Termination		
Special term		

For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W


Parag Modi
Partner
Membership No. 114105.
Mumbai, April 12, 2014



For IL&FS Trust Company Limited
(Trustee - ITNL Road Investments trust Scheme I)


Authorised Signatory

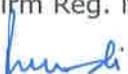
**ITNL Road Investment Trust Scheme I
Audit for the year ended March 31, 2014**

List of Related Parties and transactions / balances with them not included in Related Party Disclosures in Notes to Accounts.

NIL

In terms of our clearance memorandum attached

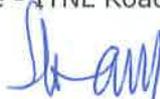
For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W


Parag Modi
Partner

Membership No. 114105.
Mumbai, April 12, 2014



For IL&FS Trust Company Limited
(Trustee - ITNL Road Investments trust Scheme I)


Authorised Signatory

**ITNL Road Investment Trust Scheme I
Audit for the year ended March 31, 2014**

Movement of Long term Investments for Cash flow

All the movements in Long term Investment needs to be given under following table to identify the cash flow impact

Script	Opening Balance	Purchase Amount	Cost of Sale	Profit / (Loss)	Sale Value	Forex adjustments	Other adjustments	Transfer	Closing Balance	Remarks
Andhra Pradesh Expressway Ltd	-	249,380,000	-	-	-	-	-	-	249,380,000	Purchase of 2,49,38,000 Equity Shares from IL&FS and ITNL

Note: Out of the above, Rs. 23,69,11,000/- was paid as option advance in the entire year. Rs. 1,24,69,000/- is paid during the year.

In terms of our clearance memorandum attached

For M/s Lakhani & Co.
Chartered Accountants
Firm Reg. No. 105524W

Parag Modi
Parag Modi
Partner

Membership No. 114105.
Mumbai, April 12, 2014



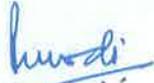
For IL&FS Trust Company Limited
(Trustee - ITNL Road Investments trust Scheme I)

[Signature]
Authorised Signatory

**ITNL ROAD INVESTMENTS TRUST SCHEME I
FCTR WORKING FOR CASHFLOW PURPOSE MARCH 2014**

NOT APPLICABLE

**In terms of our clearance memorandum attached
For Lakhani & Co.
Chartered Accountants**



**Parag Modi
Partner
Membership No.: 115104**

Mumbai, April 12, 2014



**For IL&FS Trust Company Ltd
(Trustee - ITNL Road Investment Trust - I)**



Authorised Signatory

Scheme of ITNL Road Investment Trust

BALANCE SHEET AS AT MARCH 31, 2014

	NOTE No	2014		
		Amount	Amount	
<u>EQUITY AND LIABILITIES</u>				
Shareholders Funds				
Share Capital *	1	1,096,061,800 *	1,103,999,738	
Reserves and Surplus	2	7,937,938		
Money received against share warrants		-		
Share Application Money Pending Allotment (Non-refundable)	3		-	
Minority Interest				
			-	
Non-Current Liabilities				
Long-Term Borrowings	4	-	-	
Deferred Tax Liabilities (Net)	5	-	-	
Other Long Term Liabilities	6	-	-	
Long-Term Provisions	7	-	-	
Current Liabilities				
Current maturities of long term debt	4A	-	262,758	
Current maturities of finance lease obligations	4B	-		
Short Term Borrowings	8	-		
Trade Payables	9	262,758		
Other Current Liabilities	10	-		
Short Term Provisions	11	-		
		-		
Total Equity and Liabilities			1,104,262,496	
<u>ASSETS</u>				
Non-Current Assets				
Fixed Assets	12	-	1,103,808,978	
Tangible Assets		-		
Intangible Assets		-		
Capital Work-in-Progress		-		
Intangible assets under development		-		
Non-Current Investments	13	1,024,683,089		
Goodwill on Consolidation	14	-		
Deferred Tax Assets (Net)	15	-		
Long Term Loans and Advances	16	-		
Other Non-Current Assets	17	79,125,889		
Current Assets				
Current Investments	18	-		453,518
Inventories	19	-		
Trade Receivables	20	-		
Cash and Cash Equivalents	21	453,518		
Other Current Assets	23	-		
Short Term Loans and Advances	22	-		
		-		
Total Assets			1,104,262,496	
PLUG account difference		-		
Check - Total Equity and Liabilities		-		
Check - Fixed Assets		-		
Check - NC Assets		-		
Check - Total Assets		-		
Check Assets - Liabilities		-		

Notes:

- For Hyperion reporting, "Related Party" includes only those entities which are disclosed in "List of Related Party" in the "ITNL-GRI".
- Any deviation between Hyperion Report and Financial, due to non-availability of GL code or specific grouping in Hyperion system, disclose manually as foot notes.

* denotes Unit Capital



PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

	NOTE No	Year ended March 31, 2014
		Amount
Income from operations	24	-
Other Income	25	47,809,836
Total Income		47,809,836
EXPENSES		
Cost of Materials consumed	26	0
Operating Expenses	27	-
Employee Benefits Expense	28	-
Interest and finance charges	29	-
Administrative and general expenses	30	434,950
Preliminary / Misc. expenditure written off		-
Depreciation and Amortization Expense		-
Provision for diminution in value of investments		-
Goodwill on consolidation w/off or amortised		-
Total Expenses		434,950
Profit/(Loss) before Exceptional and extraordinary items and tax		47,374,886
Exceptional Items		-
Profit/(Loss) before extraordinary items and tax		47,374,886
Extraordinary Items		-
Profit/(Loss) before taxation		47,374,886
Tax Expense:		
Current tax		-
Tax related to earlier years		-
Deferred tax charge (net)		-
MAT credit entitlement		-
Total Tax Expense		-
Profit/(Loss) from continuing operations before Consolidation adjustment		47,374,886
Share of profit transferred to minority interest		-
Own share in Assoc incl as minority interest of a Jtly controlled entity		-
Share of profit / (loss) of associates		-
PLUG account difference		-
Profit/(Loss) from Continuing operation after Consolidation adjustment		47,374,886
Balance of profit brought forward		8,372,888
Profit brought forward adjustments		-
Profit available for appropriation		55,747,774
Appropriations:		
Transfer to general reserve		-
Transfer to debenture redemption reserve		-
Proposed dividend on equity shares		47,809,836
Tax on dividend on equity shares		-
Premium on preference shares of subsidiary		-
Tax on premium on preference shares of subsidiary		-
Redemption Premium on preference shares of Company		-
		7,937,938
Check - Total Income		0
Check - Total Expenses		0
Check - (Income - Expenses)-Net Profit		0
Notes:		
1. For Hyperion reporting, "Related Party" includes only those entities which are disclosed in "List of Related Party" in the "ITNL-GRI".		
2. Any deviation between Hyperion Report and Financial, due to non-availability of GL code or specific grouping in Hyperion system, disclose manually as foot notes.		



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Scheme of ITNL Road Investment Trust

NOTES 1 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
	Amount	Amount
NOTE 1: SHARE CAPITAL *		
ISSUED, SUBSCRIBED & PAID-UP		
Equity share of Rs. 10/- each **	1,096,061,800	1,096,061,800
Preference Share of Rs. 10/- each	-	-
		1,096,061,800

* Unit capital of IRIIT

** denotes Unit of Rs. 1000/- each.



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Scheme of ITNL Road Investment Trust

NOTES 2 TO 3 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	2014	
	Amount	Amount
NOTE 2: RESERVES & SURPLUS		
(A) GENERAL RESERVE		
As per last balance sheet	-	-
Opening Balance Adj	-	-
Add : Transferred during the year / period from Profit & Loss Account	-	-
Add : On Account of Merger	-	-
Add : Transferred from Debenture redemption Reserve	-	-
Add : Any others	-	-
Less : Utilised	-	-
Closing Balance	-	-
(B) CAPITAL RESERVE		
As per last balance sheet	-	-
Opening Balance Adj	-	-
Add: Created during the year / period	-	-
Less: Written back in current year / period	-	-
Closing Balance	-	-
(C) DEBENTURE REDEMPTION RESERVE		
As per last balance sheet	-	-
Opening Balance Adj	-	-
Add: Created during the year / period	-	-
Less: Written back in current year / period	-	-
Closing Balance	-	-
(D) SECURITIES PREMIUM RESERVE		
As per last balance sheet	-	-
Opening Balance Adj	-	-
Add : Amount received on conversion of FCCB/from proceeds of Right Iss	-	-
Less : Initial Share Issue Expenses Written off	-	-
Less : Premium utilised for various reasons	-	-
Closing Balance	-	-
(E) CAPITAL RESERVE / GOODWILL		
As per last balance sheet	-	-
Opening Balance Adj	-	-
Add: On account of merger	-	-
Less: Write off against available reserves	-	-
Closing Balance	-	-
(F) SURPLUS IN STATEMENT OF PROFIT AND LOSS		
As per last balance sheet	-126,897,564	
Opening Balance Adj	135,270,452	
Add : Profit for the period / Year	47,374,886	
Add : addition during the year / period(including tranfer from reserve)	-	
Less : Loss for the period	-	
Less: Provision for proposed dividend	47,809,836	
Less :Tranfer to general reserve	-	
Less :Transfer to debenture redemption reserve	-	
		7,937,938



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Scheme of ITNL Road Investment Trust

NOTES 2 TO 3 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	2014	
Less :Provision for dividend tax proposed dividends	-	
Less :Premium on preference shares of subsidiary	-	
Less :Tax on dividend and premium on preference shares of subsidiary	-	
Closing Balance	7,937,938	
(G) CASH FLOW HEDGE RESERVE		-
(H) FOREIGN EXCHANGE FLUCTUATION RESERVE		-
		7,937,938
<u>NOTE 3: SHARE APPLICATION MONEY PENDING ALLOTMENT</u>		
Share application money pending allotment (non refundable)	-	
		-



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	As At March 31, 2014	
	Amount	Amount
NOTE 4: LONG TERM BORROWINGS		
(A) Bonds/Debentures		
(a) Secured		
Non-Convertible Debentures	-	
Deep discount bonds	-	
Zero coupon bonds	-	
Interest accrued and due	-	
Optionally Convertible debentures	-	
Secured Bonds / Debentures - Related Party	-	
Secured Non-Convertible Debentures - Related Party	-	
Secured Optionally Convertible debentures - Related Party	-	
		-
(b) Unsecured		
Non-Convertible Debentures	-	
Deep discount bonds	-	
Zero coupon bonds	-	
Interest accrued and due	-	
Optionally Convertible debentures	-	
Unsecured Bonds / Debentures - Related Party	-	
Unsecured Non-Convertible Debentures - Related Party	-	
Unsecured Optionally Convertible debentures - Related Party	-	
		-
(B) Term Loans		
(a) Secured		
From banks	-	
From financial institutions	-	
From others	-	
Bank overdraft	-	
Secured Term Loan - Related Party	-	
		-
(b) Unsecured		
From banks	-	
From others parties	-	
From financial institutions	-	
Bank overdraft	-	
Unsecured Term Loan - Related Party	-	
		-
(C) Deffered Payment Liabilities		
(a) Secured		
Secured Deffered Payment Liabilities	-	
(b) Unsecured		
Unsecured Deffered Payment Liabilities	-	
		-
(D) Loans and Advances from related parties		
(a) Secured		
Secured Long Term Loans and advances from related parties	-	
(b) Unsecured		
Unsecured Long Term Loans and advances from related parties	-	
		-
(E) Long Term maturities of finance lease obligation		
(a) Secured		
Secured Long Term Maturities of Finance Lease Obligations	-	



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	As At March 31, 2014	
Secured Long Term Maturities of Finance Lease Obligations - Related Party	-	
(b) Unsecured		
Unsecured Long Term Maturities of Finance Lease Obligations	-	
Unsecured Long Term Maturities of Finance Lease Obligations - Related Party	-	
		-
(F) Other loans and advances (Specify nature)		
(a) Secured		
Secured Long Term Loans and advances from Others	-	
(b) Unsecured		
Unsecured Long Term Loans and advances from Others	-	
		-
(G) Long Term Borrowing - Deposit		
(a) Secured		
Long Term Borrowing-Secured Deposit	-	
Long Term Borrowing-Secured Deposit - Related Party	-	
(b) Unsecured		
Long Term Borrowing-Unsecured Deposit	-	
Long Term Borrowing-Unsecured Deposit - Related Party	-	
		-
TOTAL LONG TERM BORROWINGS		-
NOTE 4A: Current Maturities of Long Term Debt		
Current maturities of long term debt	-	
Current maturities of Long Term Debt - Related Party	-	
Current maturities of Long Term Debt - Secured Bonds/Debentures	-	
Current maturities of Long Term Debt-Secured Bonds/Debentures from related party	-	
Current maturities of Long Term Debt-Unsecured Bonds/Debentures	-	
Cur-maturities of Long Term Debt-Unsecured Bonds/Debentures from Related Party	-	
Cur-maturities of Long Term Debt-Secured term loans from Bank	-	
Cur-maturities of Long Term Debt-Secured term loans from Financial Institutes	-	
Cur-maturities of Long Term Debt-Secured term loans from Others	-	
Cur-maturities of Long Term Debt-Secured term loans from Related Party	-	
Cur-maturities of Long Term Debt-Unsecured term loans from Bank	-	
Cur-maturities of Long Term Debt-Unsecured term loans from Financial Institutes	-	
Cur-maturities of Long Term Debt-Unsecured term loans from Others	-	
Cur-maturities of Long Term Debt-Unsecured term loans from Related Party	-	
		-
NOTE 4B: Current Maturities of Finance Lease Obligations		
Current maturities of finance lease obligations	-	
Current maturities of finance lease obligations - Related Party	-	
		-
NOTE 5: DEFERRED TAX LIABILITIES		
Deferred Tax Liabilites (Net)	-	
		-
NOTE 6: OTHER LONG TERM LIABILITIES		
Trade Payables - Related Parties	-	
Trade Payables - Others	-	
Advance Towards Capital of Subsidiary by minority	-	
Option premium liabilities account	-	
Other Long Term Liabilites	-	
Other Long Term Liabilites -Related Party	-	



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Scheme of ITNL Road Investment Trust

NOTES 4 TO 7 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
Redemption Premium accrued but not Due	-	
Redemption Premium accrued but not Due - Related Party	-	
Long Term Other Advance Received - Related Parties	-	
Long Term Other Advance Received - Others	-	
Long Term Mobilisation Advance Received - Related Parties	-	
Long Term Mobilisation Advance Received - Others	-	
Security Deposit - Related Parties	-	
Security Deposit - Others	-	
Deferred Payment Liabilities - Related Parties	-	
Deferred Payment Liabilities - Others	-	
Interest accrued but not due on borrowings - Related Parties	-	
Interest accrued but not due on borrowings - Others	-	
Retention Money Payable - Related Parties	-	
Retention Money Payable - Others	-	
	-	
<u>NOTE 7: LONG TERM PROVISIONS</u>		
Provision for dividend on preference shares of subsidiary	-	
Provision for premium on preference shares of subsidiary	-	
Provision for tax on preference dividend of subsidiary	-	
Provision for tax on preference share premium of subsidiary	-	
Provision for contingency	-	
Provision for Employee benefits.	-	
Provision for fringe benefit tax (net of advance)	-	
Provision for tax (net of advance)	-	
Proposed dividend on equity shares	-	
Proposed dividend on equity shares - Related Party	-	
Provision for tax on proposed dividend on equity shares	-	
Provision for overlay	-	
Provision for Advances	-	
Provision for Redemption Premium on preference shares of Company	-	
	-	



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	As At March 31, 2014	
	Amount	Amount
NOTE 8: SHORT TERM BORROWINGS		
(A) Loan repayable on demand		
(a) Secured		
Secured-Loan Repayable on demand-From Bank	-	
Secured-Loan Repayable on demand-From other parties	-	
Secured-Loan Repayable on demand-From Financial Institutions	-	
Secured-Loan Repayable on demand- Bank Overdraft	-	
Secured-Loan Repayable on demand-From Related Party	-	
		-
(b) Unsecured		
Unsecured-Loan Repayable on demand-From Bank	-	
Unsecured-Loan Repayable on demand-From other parties	-	
Unsecured-Loan Repayable on demand-From Financial Institutions	-	
Unsecured-Loan Repayable on demand- Bank Overdraft	-	
Unsecured-Loan Repayable on demand-From Related Party	-	
		-
(B) Loans and advances from related parties		
(a) Secured		
Secured Short Term Loans and advances from Related Parties	-	
(b) Unsecured		
Unsecured Short Term Loans and advances from Related Parties	-	
		-
(C) Deposits		
(a) Secured		
Secured Deposits (Short Term)	-	
Secured Deposits (Short Term) - Related Party	-	
(b) Unsecured		
Unsecured Deposits (Short Term)	-	
Unsecured Deposits (Short Term) - Related Party	-	
		-
(D) Other Loans and Advances (specify nature)		
(a) Secured		
Secured - Other Short Term Loans	-	
Secured - Short Term Loans from Bank	-	
Secured - Short Term Loans from Financial Institutions	-	
(b) Unsecured		
Unsecured - Other Short Term Loans	-	
Unsecured - Short Term Loans from Bank	-	
Unsecured - Short Term Loans from Financial Institutions	-	
		-



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Scheme of ITNL Road Investment Trust

NOTES 8 TO 11 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
(E) Commercial paper		
Commercial paper - Unsecured	-	
Commercial paper - Unexpired discount	-	
		-
TOTAL SHORT TERM BORROWINGS		-
<u>NOTE 9: TRADE PAYABLES</u>		
Trade Payables - Related Parties	-	
Trade Payables - Others	262,758	
		262,758
<u>NOTE 10: OTHER CURRENT LIABILITIES</u>		
Interest accrued but not due on borrowings	-	
Interest accrued but not due on borrowings - Related party	-	
Interest accrued and due on borrowings	-	
Interest accrued and due on borrowings - Related party	-	
Income received in advance - Others	-	
Income received in advance - Related Party	-	
Unpaid Dividends	-	
Application money received for allotment of securities	-	
Unpaid matured deposits and interest accrued thereon	-	
Unpaid matured debentures and interest accrued thereon	-	
Other Current Liabilities	-	
Statutory dues	-	
Other Current Liabilities - Related Party	-	
Option Premium Liabilities	-	
Payable for purchase of capital assets - Related party	-	
Payable for purchase of capital assets - Others	-	
Short Term Other Advance received - Related Parties	-	
Short Term Other Advance received - Others	-	
Unearned Revenue from Related Party	-	
Unearned Revenue from Others	-	
Short Term Mobilisation Advance Received - Related Parties	-	
Short Term Mobilisation Advance Received - Others	-	
		-
<u>NOTE 11: SHORT TERM PROVISIONS</u>		
Provision for Employee benefits.	-	
Provision for fringe benefit tax (net of advance)	-	
Provision for tax (net of advance)	-	
Proposed dividend on equity shares	-	
Proposed dividend on equity shares - Related Parties	-	
Provision for tax on proposed dividend on equity shares	-	
Provision for overlay	-	



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Scheme of ITNL Road Investment Trust

NOTES 8 TO 11 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
Provision for wealth tax	-	
Provision for Expenses	-	
Provision for Advances	-	
Provision for premium on preference shares of subsidiary	-	
Provision for dividend tax on premium on preference share subsidiary	-	
Provision for dividend on preference shares	-	
Provision for dividend tax on dividend on preference shares	-	
		-



f

	Gross Block		Depreciation and Amortization		Net Block				
	Opening	Additions	Deletions	Closing		Opening	Additions	Deletions	Closing
Tangible assets									
Land	-	-	-	-	-	-	-	-	-
Building and Structures	-	-	-	-	-	-	-	-	-
Roads and bridges	-	-	-	-	-	-	-	-	-
Vehicles	-	-	-	-	-	-	-	-	-
Data processing equipments	-	-	-	-	-	-	-	-	-
Office premises	-	-	-	-	-	-	-	-	-
Office equipments	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Furniture & fixtures	-	-	-	-	-	-	-	-	-
Electrical installations	-	-	-	-	-	-	-	-	-
Plant and Machinery	-	-	-	-	-	-	-	-	-
Advertisement Structure	-	-	-	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-	-	-	-
Leased Assets									
Leased - Plant and Machinery	-	-	-	-	-	-	-	-	-
Leased - Vehicles	-	-	-	-	-	-	-	-	-
Leased - Furniture and fixtures	-	-	-	-	-	-	-	-	-
Leased - Building & Structures	-	-	-	-	-	-	-	-	-
Leased - Land	-	-	-	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-	-	-	-
Intangible assets									
Goodwill	-	-	-	-	-	-	-	-	-
Brands/Trademarks	-	-	-	-	-	-	-	-	-
Computer Software	-	-	-	-	-	-	-	-	-
Mastheads and publishing titles	-	-	-	-	-	-	-	-	-
Mining rights	-	-	-	-	-	-	-	-	-
Copyrights-patents-intellectual property- operating rights	-	-	-	-	-	-	-	-	-
Licenses and franchise	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Rights under service concession arrangements	-	-	-	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-	-	-	-
Capital Work-in-Progress	-	-	-	-	-	-	-	-	-
Intangible assets under development	-	-	-	-	-	-	-	-	-
Interest during construction	-	-	-	-	-	-	-	-	-
Total fixed assets	-	-	-	-	-	-	-	-	-



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Scheme of ITNL Road Investment Trust

NOTES 13 TO 17 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
	Amount	Amount
NOTE 13: NON CURRENT INVESTMENTS		
(A) Trade Investments		
Investment in Property	-	-
Investment in Quoted equity instruments/associates	1,024,683,089	-
Investment in Unquoted equity instruments/associates	-	-
Investment in Preference shares - Quoted	-	-
Investment in Preference shares - Unquoted	-	-
Investment in Government and trust securities - Quoted	-	-
Investment in Government and trust securities - Unquoted	-	-
Investment in Debentures or Bonds - Quoted	-	-
Investment in Debentures or Bonds - Unquoted	-	-
Investment in Mutual Funds - Quoted	-	-
Investment in Mutual Funds - Unquoted	-	-
Other non-current investments (Covered Warrants) - Quoted	-	-
Other non-current investments (Covered Warrants) - Unquoted	-	-
Investment in units - Unquoted	-	-
		1,024,683,089
(B) Other Investments		
Investment in property	-	-
Investment in Equity Instruments - Quoted	-	-
Investment in Equity Instruments - Unquoted	-	-
Investment in Preference shares - Quoted	-	-
Investment in Preference shares - Unquoted	-	-
Investment in Government and trust securities - Quoted	-	-
Investment in Government and trust securities - Unquoted	-	-
Investment in Debentures or Bonds - Quoted	-	-
Investment in Debentures or Bonds - Unquoted	-	-
Investment in Mutual Funds - Quoted	-	-
Investment in Mutual Funds - Unquoted	-	-
Other non-current investments (Covered Warrants) - Quoted	-	-
Other non-current investments (Covered Warrants) - Unquoted	-	-
Investment carried at other than Cost	-	-
		-
(C) Provision for diminution "other than temporary"		
		-
		-
TOTAL NON-CURRENT INVESTMENT		1,024,683,089
NOTE 14: GOODWILL ON CONSOLIDATION		
Goodwill	-	-
		-
NOTE 15: DEFERRED TAX ASSET		
Deferred Tax Assets (Net)	-	-
		-
NOTE 16: LONG TERM LOAN AND ADVANCES		
(A) Capital Advances		
Secured considered good	-	-
Unsecured considered good	-	-



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Scheme of ITNL Road Investment Trust

NOTES 13 TO 17 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
Doubtful	-	
Allowance for bad and doubtful loans and advances	-	
Capital Advance - Secured considered good - Related Party	-	
Capital Advance - Unsecured considered good - Related Party	-	
	-	-
(B) Security Deposits		
Secured considered good	-	
Unsecured considered good	-	
Doubtful	-	
Allowance for bad and doubtful loans and advances	-	
Security Deposits- Secured considered good - Related Party	-	
Security Deposits- Unsecured considered good - Related Party	-	
	-	-
(C) Loans and Advances to related parties		
Secured considered good -Loans and Advances to Related Parties	-	
Unsecured considered good-Loans and Advances to Related Parties	-	
Doubtful	-	
Allowance for bad and doubtful loans and advances	-	
Adv recoverable in cash / kind or for value to be recd - Related Party	-	
Advance towards share capital money	-	
Option premium assets	-	
Long Term Loans to related party	-	
Prepaid expenses to related party	-	
Mobilisation & pre-construction advance recoverable to related party - Long Term	-	
Inter-corporate deposits - Long term - Related party	-	
	-	-
(D) Other Loans and Advances		
Secured considered good	-	
Unsecured, considered good	-	
Doubtful	-	
Allowance for bad and doubtful loans and advances	-	
Unsec, considered good-Adv recoverable in cash / kind or for value to be recd	-	
Advance towards share application money	-	
Prepaid expenses	-	
MAT credit entitlement	-	
Mobilisation & pre-construction advance recoverable - Others - Long Term	-	
Inter-corporate deposits - Long term - Others	-	
	-	-
(E) Other than Short Term Loan		
Secured considered good (Other than short term loan) - Related Party	-	
Secured considered good (Other than short term loan) - Other	-	
Unsecured considered good- (Other than short term loan) - Others	-	
Unsecured considered good-Long term(Other than short term loan) - Related Party	-	
Doubtful (Other than short term loan) - Related Party	-	
Doubtful (Other than short term loan) - Other	-	
Allowance for bad and doubtful other than short term loans - Related parties	-	
Allowance for bad and doubtful other than short term loans - Others	-	
	-	-
(F) Advance Towards Capital		
Secured considered good (Advance towards Capital) - Related Party	-	
Secured considered good (Advance towards Capital) - Other	-	
Unsecured considered good-Long term (Advance towards Capital) - Others	-	



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Scheme of ITNL Road Investment Trust

NOTES 13 TO 17 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
Unsecured considered good-Long term (Advance towards Capital) - Related Party	-	
Doubtful (Advance towards Capital) - Related Party	-	
Doubtful (Advance towards Capital) - Other	-	
Allowance for bad and doubtful advance towards capital - Related parties	-	
Allowance for bad and doubtful advance towards capital- Others	-	
(G) Advance Against Properties	-	
(H) Advance Payment of Taxes (net of provision)	-	
(I) Advance Fringe Benefit Tax (net of provision)	-	
(J) MAT Credit Entitlement	-	
TOTAL LONG TERM LOAN AND ADVANCES		-
NOTE 17: OTHER NON CURRENT ASSETS		
(A) Long term Trade Receivables		
Secured considered good	-	
Receivable under Service Concession Arrangement	-	
Toll Receivable account	-	
Others considered doubtful	-	
Allowance for bad and doubtful Debts	-	
Unsecured, considered good	-	
Long term Trade Receivables - Related Party	-	
(B) Others		
Interest accrued and due	-	
Receivable against sale of investments	-	
Miscellaneous Expenditure (To the extent not written off or adjusted)	-	
Option premium assets	-	
Interest accrued and not due	-	
Interest accrued and due - Related Party	-	
Interest accrued and not due - Related Party	-	
Retention money receivable	-	
Retention money receivable - Related Party	-	
Fixed deposits having maturity more than 12 months under lien	-	
Unamortised borrowing cost - Non Current	-	
Unamortised borrowing cost - Non Current - Related Parties	-	
(C) Call Option Premium Assets		
Call option premium assets - unsecured considered good - non current	79,125,889	
Unsecured Considered Doubtful	-	
Allowance for bad and Doubtful Debt	-	
		79,125,889



Scheme of ITNL Road Investment Trust

NOTES 13 TO 17 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
TOTAL OTHER NON CURRENT ASSETS		79,125,889



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Scheme of ITNL Road Investment Trust

NOTES 18 TO 23 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
	Amount	Amount
NOTE 18: CURRENT INVESTMENTS		
Current Investment in Equity Instruments - Quoted	-	-
Current Investment in Equity Instruments - Unquoted	-	-
Current Investment in Preference shares - Quoted	-	-
Current Investment in Preference shares - Unquoted	-	-
Current Investment in Government and trust securities - Quoted	-	-
Current Investment in Government and trust securities - Unquoted	-	-
Current Investment in Debentures or Bonds - Quoted	-	-
Current Investment in Debentures or Bonds - Unquoted	-	-
Current Investment in Mutual Funds - Quoted	-	-
Current Investment in Mutual Funds - Unquoted	-	-
Other current investments - Quoted	-	-
Other current investments - Unquoted	-	-
		-
NOTE 19: INVENTORIES		
Raw Materials	-	-
Work-in-progress	-	-
Finished goods	-	-
Stock in trade (in respect of goods acquired for trading)	-	-
Stores and spares	-	-
Loose tools	-	-
Others	-	-
		-
NOTE 20: TRADE RECEIVABLES		
(A) Outstanding for not more than six months		
(a) Secured, considered good	-	-
(b) Unsecured, considered good	-	-
(c) Others considered doubtful	-	-
Less : (d) Allowance for bad and doubtful Debts	-	-
(e) Trade Receivables - Outstanding for not more than six months - Related Party	-	-
		-
(B) Outstanding for more than six months		
(a) Secured, considered good	-	-
(b) Unsecured, considered good	-	-
(c) Others considered doubtful	-	-
Less : (d) Allowance for bad and doubtful Debts	-	-
(e) Trade Receivables - Outstanding for more than six months - Related Party	-	-
		-
TOTAL TRADE RECEIVABLES		-
NOTE 21: CASH AND CASH EQUIVALENTS		
(i) Balances with Local banks		
In Current Account	453,518	-
In Fixed Deposit Account (Due within 3 Months)	-	-
In Fixed Deposit Account (Due after 3 Months)	-	-
In Fixed Deposit Account (Held as Margin Money/ Security)	-	-
In Current Account	-	-
Balance with banks held as margin money / security	-	-
		453,518



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Scheme of ITNL Road Investment Trust

NOTES 18 TO 23 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
(ii) Balances with Foreign Banks		
Having repatriation restrictions	-	
Without repatriation restrictions	-	
In Fixed Deposit Account (Due within 12 Months)	-	
In Fixed Deposit Account (Due after 12 Months)	-	
In Fixed Deposit Account (Held as Margin Money / Security)	-	
		-
(iii) Cheques, drafts on hand		
Cheques drafts on hand	-	
		-
(iv) Cash on hand		
Local	-	
International	-	
Imprest	-	
		-
(v) Others		
Others	-	
Option Premium Asset	-	
		-
TOTAL CASH AND CASH EQUIVALENTS		453,518
NOTE 22: SHORT-TERM LOAN AND ADVANCES		
(A) Short Term Loans and Advances Recoverable in Cash or Kind for Value to be Recovered		
Secured considered good - short term Loans and advances - Related parties	-	
Unsecured considered good - short term Loans and advances - Related parties	-	
Secured considered good - Others	-	
Doubtful	-	
Allowance for bad and doubtful loans and advances	-	
Unsecured considered good - Others	-	
Inter- corporate deposits - Short term - Related party	-	
		-
(B) Short Term Loans		
(a) Related Parties		
Secured short term loan - Related Party	-	
Unsecured short term loan - Related Party	-	
Doubtful short term loan	-	
Allowance for bad and doubtful short term loans	-	
		-
(b) Others		
Un Secured short term loan - Others	-	
Doubtful short term loan - Others	-	
Allowance for bad and doubtful short term loans - Others	-	
Secured short term loan	-	
Un Secured Advance towards capital - Others	-	
Doubtful Advance towards capital - Others	-	
Allowance for bad and doubtful Advance towards capitals - Others	-	
Secured short term loan - Others	-	
		-



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Scheme of ITNL Road Investment Trust

NOTES 18 TO 23 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
(C) Advance Towards Capital		
(a) Related Parties		
Secured Advance towards capital - Related Party	-	
Unsecured Advance towards capital - Related Party	-	
Doubtful Advance towards capital	-	
Allowance for bad and doubtful Advance towards capitals	-	
Secured Advance towards capital - Others	-	
Un Secured Advance towards capital - Others	-	
	-	-
(b) Others		
Secured Advance towards capital - Others	-	
Un Secured Advance towards capital - Others	-	
Doubtful Advance towards capital - Others	-	
Allowance for bad and doubtful Advance towards capitals - Others	-	
	-	-
(D) Others		
Secured considered good	-	
Unsecured considered good	-	
Doubtful	-	
Allowance for bad and doubtful loans and advances	-	
Prepaid Expenses	-	
Prepaid Expenses - Related Party	-	
Mobilisation & pre-construction advance recoverable to related party-Short Term	-	
Mobilisation & pre-construction advance recoverable to Others - Short Term	-	
Current maturities of Long term loans and advances	-	
Inter-corporate deposits - Short term	-	
Debts due by Directors	-	
Advance payment of taxes - (net of provision)	-	
	-	-
TOTAL SHORT-TERM LOAN AND ADVANCES		-
NOTE 23: OTHER CURRENT ASSETS		
(A) Call Option Premium Assets		
Call Option Premium Assets - Unsecured considered good - Current	-	
Unsecured considered doubtful	-	
Allowance for bad and doubtful debt	-	
	-	-
(B) Others		
Unbilled Revenue	-	
Unbilled Revenue Related Party	-	
Advance payment of taxes (net of provision)	-	
Advance fringe benefit tax (net of provision)	-	
MAT Credit Entitlement	-	
Investment in Call Money	-	
Grant receivable	-	
Interest Accrued - Short Term	-	
Interest Accrued and due- Short Term- Others	-	
Interest Accrued and due- Short Term- Related Parties	-	
Interest Accrued and not due- Short Term	-	
Interest Accrued and not due- Short Term - Others	-	
Interest Accrued and not due- Short Term - Related Parties	-	



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Scheme of ITNL Road Investment Trust

NOTES 18 TO 23 FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2014

	As At March 31, 2014	
Receivable under Service Concession Arrangement	-	
Unamortised borrowing cost - Current	-	
Unamortised borrowing cost - Current - Related Parties	-	
Receivable due to fair valuation of derivative contract	-	
Fixed deposits having maturity less than 12 months under lien	-	
	-	-
TOTAL OTHER CURRENT ASSETS		-



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Scheme of ITNL Road Investment Trust

NOTES 24 TO 28 FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED
MARCH 31, 2014

	Year Ended March 31, 2014	
	Amount	Amount
NOTE 24: INCOME FROM OPERATIONS		
(A) Income from services		
Advisory and project management fees	-	
Supervision fees	-	
Operation and maintenance income	-	
Toll revenue	-	
Periodic maintenance income	-	
Finance income	-	
Licence fee income	-	
Operation and maintenance grant	-	
		-
(B) Construction Income	-	
		-
(C) Sales (net of sales tax)	-	
		-
(D) User fee Income	-	
		-
		-
TOTAL INCOME FROM OPERATIONS		-
NOTE 25: OTHER INCOME		
Interest on loans granted	-	
Interest on debentures	-	
Interest on call money	-	
Interest on bank deposits	-	
Interest on short term deposit	-	
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	-	
Dividend	47,809,836	
Miscellaneous income	-	
		47,809,836
NOTE 26: COST OF MATERIAL CONSUMED		
Material consumption	-	



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Scheme of ITNL Road Investment Trust

**NOTES 24 TO 28 FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED
MARCH 31, 2014**

	Year Ended March 31, 2014	
Cost of traded products	-	
Purchase of stock-in-trade	-	
		-
<u>NOTE 27: OPERATING EXPENSES</u>		
Construction contract costs	-	
Fees for technical services / design and drawings	-	
Professional fees	-	
Diesel and fuel expenses	-	
Operation and maintenance expenses	-	
Provision for overlay expenses	-	
Periodic maintenance expenses	-	
Toll plaza expenses	-	
Oil & Lubricants	-	
Repair & Maintenance	-	
Spares, Tools and Consumables Less: Closing Stock	-	
Ticketing Expenses	-	
Service Van & Vehicle Expenses	-	
Depot Rent	-	
Depot Expenses Written off	-	
Route Monitoring Expenses	-	
RFID Card Expenses	-	
Other Operating Expenses	-	
Negative Grant	-	
		-
<u>NOTE 28: EMPLOYEE BENEFITS</u>		
Salaries and allowances	-	
Contribution to provident and other funds	-	
Staff welfare expenses	-	
Deputation Cost	-	
		-



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Scheme of ITNL Road Investment Trust

NOTES 29 TO 30 FORMING PART OF THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

	Year ended March 31, 2014	
	Amount	Amount
<u>NOTE 29: INTEREST AND FINANCE CHARGES</u>		
Interest on loans for fixed period	-	
Interest on debentures	-	
Guarantee commission	-	
Finance charges	-	
Upfront fees on performance guarantee	-	
Interest on deep discount bonds	-	
Other Interest	-	
		-
<u>NOTE 30: ADMINISTRATIVE AND GENERAL EXPENSES</u>		
Legal and consultation fees	6225,720	
Fees for technical services / design and drawings	-	
ECR Operating and Administrative Expenses	-	
Agency fees	-	
Travelling and conveyance	-	
Rent	-	
Rates and taxes	-	
Repairs and maintenance	-	
Bank commission	240	
Registration expenses	-	
Communication expenses	-	
Insurance	-	
Exchange rate fluctuation	-	
Asset management cost	-	
Printing and stationery	-	
Electricity charges	-	
Tender fees	-	
Cost of shared services	-	
Directors' fees	-	
Bad debts and provision for doubtful debts	-	
Project management fees	-	
Loss on sale of fixed assets (net)	-	
Brand Subscription Fee	-	
Provision for contingency	-	
Miscellaneous expenses	-	
Bid documents	-	
Office Maintenance	-	
Vehicle Running & Maintenance Exp	-	
Business promotion expenses	-	
Works Contract Tax exp	-	
Service tax write-off	-	
Payment to auditors	208,990	
Toll amortisation expenses	-	
		434,950



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Scheme of ITNL Road Investment Trust

Estimated amount of contracts remaining to be executed on capital and other account

Period: March 31, 2014

	Amount
Towards construction work	
Estimated gross value of contract to be executed	
Less: mobilization and other capital advance paid	
Estimated net value of contract to be executed	
Towards overlay or major maintenance work	
Estimated gross value of contract to be executed	
Less: mobilization and other capital advance paid	
Estimated net value of contract to be executed	
Towards O&M work	
Estimated gross value of contract to be executed	
Less: Advance paid	
Estimated net value of contract to be executed	
Towards project management fees	
Estimated gross value of contract to be executed	
Less: Advance paid	
Estimated net value of contract to be executed	
Towards project development fees	
Estimated gross value of contract to be executed	
Less: Advance paid	
Estimated net value of contract to be executed	
Towards other work	
Estimated gross value of contract to be executed	
Less: Advance paid	
Estimated net value of contract to be executed	



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Scheme of ITNL Road Investment Trust

Contingent Liabilities

Period: March 31, 2014

	Amount
Income tax demands contested by the company	
Service tax demands contested by the company	
Value added tax demands contested by the company	
Other tax demands contested by the company	
Claims against the group not acknowledged as debt	
Corporate Guarantees issued to Foreign Bank	
Guarantees issued on behalf of Group companies	
Guarantees issued on behalf of other than Group companies	
Guarantees/counter guarantees issued in respect of borrowing facilities of foreign subsidiary	
Royalty to Nagpur Municipal Corporation	
Contingent liability in terms of the approved restructuring package	
Others	
Dividend arrears	



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Scheme of ITNL Road Investment Trust

Construction Contracts

Period: March 31, 2014

	Amount
(i) Contract Revenue recognised as revenue during the year	
(ii) Aggregate amount of contract costs incurred during the year	
(iii) Profits during the year	
(iii) For contracts that are in progress:	
(a) Aggregate amount of costs incurred upto the reporting date	
(b) Recognised profits (less recognised losses) upto the reporting date	
(c) Advances received from customer for contract as at the year end	
(d) Retention money as at the year end	
(v) Gross amount due from customers for contract work, disclosed as asset, as at	
(vi) Gross amount due to customers for contract work, disclosed as liability, as at	



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Scheme of ITNL Road Investment Trust

Deferred Tax
Period: March 31, 2014

	Amount
Net Deferred Tax Liability (The component of Deferred Tax Liability is furnished below)	
Timing differences in respect of income	
Timing differences in respect of depreciation	
Liabilities	
Timing differences in respect of depreciation	
Timing differences in respect of employee benefits	
Timing differences in respect of unabsorbed dep / c/fwd business losses	
Timing differences in respect of provision for doubtful debts	
Timing differences in respect of provision for overlay	
Assets	
Net Deferred Tax Assests (The component of Deferred Assets is furnished below)	
Timing differences in respect of income	
Timing differences in respect of depreciation	
Timing differences in respect of employee benefits	

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Scheme of ITNL Road Investment Trust

**Margin & Amortization
Period: March 31, 2014**

Estimates Used (Intangible Assets)	
As per the accounting policy followed by the Company, the fair value of consideration for construction services in respect of intangible assets covered under service concession arrangements of the Company, the useful lives of such intangible assets, the annual amortisation in respect thereof, and the provisions for overlay costs have been estimated by the management having regard to the contractual provisions, the evaluations of the units of usage and other technical evaluations by independent experts, the key elements having been tabulated below:	
	Amount
Margin on construction recognized in respect of intangible assets upto date	
Carrying amounts of intangible assets	
Carrying amount of intangible assets under development	
Amortization charge in respect of intangible assets upto date	
Amortization charge in respect of intangible assets for period / year	
Provision for overlay in respect of intangible assets upto date	
Estimated units of usage over the period of concession	
Total estimated revenue for project over the period of concession	
Estimates Used (Financial Assets)	
As per the accounting policy followed by the Company, the fair value of consideration for construction services and the effective interest rate in the case of financial assets of the Company covered under service concession arrangements included as a part of "Receivables against Service Concession Arrangements" have been estimated by the management having regard to the contractual provisions, the evaluations of the future operating and maintenance costs and the overlay / renewal costs and the timing thereof by independent experts, the key elements having been tabulated below:	
	Amount
Margin on Const, O&M and other services recog in respect of Fin Assets upto date	
Carry amounts of Fin Assets incl under Receivables against SCA	
Revenue recognized on Fin Assets on the basis of eff. interest method upto date	

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Scheme of ITNL Road Investment Trust

Movement in overlay provisions

Period: March 31, 2014

Provision for overlay in respect of toll roads maintained by the Company under service concession arrangements and classified as intangible assets represents contractual obligations to restore an infrastructure facility to a specified level of serviceability in respect of such asset. Estimate of the provision is measured using a number of factors, such as current contractual requirements, technology, expert opinions and expected price levels. Because actual cash flows can differ from estimates due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in the future, the carrying amounts of provision is reviewed at regular intervals and adjusted to take account of such changes.

Accordingly, provision for overlay in respect of such service concession agreements are based on above assumptions.

Movements in provision made for overlay made in respect of Intangible Assets under SCA are tabulated below:

	Amount
Non Current	
Opening balance	
Adjustment for new acquisition/exchange difference	
Provision made during the year/period	
Provision utilised	
Closing balance	
Current	
Opening balance	
Adjustment for new acquisition/exchange difference	
Provision made during the year/period	
Provision utilised	
Closing balance	



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ITNL Group Intercompany Elimination Report

Account Name	Amount as per Financial	Elimination Amount	Balance Amount
Equity and Liabilities Accounts			
Asset Accounts			
1010803010 Call option premium assets - unsecured considered good	79,125,889	0	79,125,889
Expense Accounts			
3060101010 Legal and consultation fees	225,720	0	225,720
Revenue Accounts			
4021201010 Dividend	47,809,836	47,809,836	0

Notes:

1. Intercompany Elimination Report includes transactions/balances with ITNL, ITNL-Subsidiary & ITNL-JV entities. Other transactions/balances are covered in Other Related Party Transaction Report.
2. Intercompany Elimination Report does not include expenses and incomes reimbursed or directly capitalised to fixed assets
3. Intercompany Elimination Report does not include intercompany equity and investment transactions and balances
4. For Hyperion reporting, "Related Party" includes only those entities which are disclosed in "List of Related Party" in the "ITNL-GRI".



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Entity Name: Scheme of ITNL Road Investment Trust
Period: March - 2014

Other Related Party Transactions Report

Transactions/Balances	Name of Related Party	Amount
Equities and Liabilities Accounts		
Asset Accounts		
1010803010 Call option premium assets - unsecured considered good - non current	Infrastructure Leasing & Financial Services Limited	79,125,889
Expense Accounts		
3060101010 Legal and consultation fees	IL&FS Trust Company Limited	224,720
Revenue Accounts		



6

**Appendix I - Component Auditor Clearance: Audit of the Component's
Financial Information – Findings Clearance Memorandum****From: Lakhani & Co., Mumbai****Date: April 12, 2014****Subject: Component Audit of ITNL Road Investment Trust - I for the year ended
March 31, 2014****To: Deloitte Haskins & Sells LLP, Chartered Accountants, Mumbai,
India**

We have carried out an audit of the Special Purpose Financial Statements of ITNL Road Investment Trust scheme I ("the Trust"), which comprise of the Balance Sheet as at March 31, 2014, the Statement of Income & Expenditure and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information prepared and presented in accordance with the Referral Instructions issued by IL&FS Transportation Networks Limited ("ITNL"), using Generally Accepted Auditing Standards pronounced by the Institute of Chartered Accountants of India, and have issued our report thereon dated April 12, 2014.

In accordance with the instructions in e-mail dated March 28, 2014 issued by the Management of ITNL, we have audited the accompanying deliverables which comprise of the Special Purpose Financial Statements (including report thereon) referred to above, deliverables as per your instruction and Hyperion Generated Reports for Balance Sheet, Statement of Profit and Loss and Schedules / Notes giving break-up thereof (together referred to as "Reporting Package"), of ITNL Road Investment Trust Scheme I for the year ended March 31, 2014.

The Reporting Package is the responsibility of ITNL Road Investment Trust scheme I's management. As stated therein, the Reporting Package has been prepared on the basis of accounting principles generally accepted in India and in accordance with the group's accounting policies for inclusion in the consolidated financial statements of ITNL Group and are intended solely for that purpose.

We have complied with Code of Ethics for Professional Accountants issued by Institute of Chartered Accountants of India.

In accordance with such instructions and as a result of the audit procedures which we have performed, accompanying this communication are the following:

- Audit summary memorandum, which includes, among other matters, significant matters that we have communicated or expect to communicate to management and those charged with governance of ITNL Road Investment Trust scheme I, and any other matters that we believe may be relevant to the audit of ITNL Group



- Summary of uncorrected misstatements and disclosure misstatements
- A confirmation that procedures have been performed related to subsequent events up to the date of this communication along with any findings from those procedures.
- Issues for your consideration for inclusion in the group written representation letter

This communication is provided to you solely for the information and use of Deloitte Haskins & Sells LLP, Mumbai India to assist you in your audit of the consolidated financial statements of ITNL for the year ended March 31, 2014. It should not be distributed to anyone in the Group, any of its components, or any other third party.

For **Lakhani & Co.**
Chartered Accountants
Firm Registration Number - 105524W




Parag Modi
Partner

Membership no: 114105

Date: April 12, 2014
Place: Mumbai

A – ACKNOWLEDGMENT OF REFERRAL INSTRUCTIONS

To: **Mr. Kalpesh J. Mehta / Mr. Nishit D. Udani,**
Deloitte Haskins & Sells LLP, Chartered Accountants, Mumbai

This letter is provided in connection with your audit of the Consolidated Financial Statements (the “financial statements”) of **IL&FS Transportation Networks Limited** (the “Company”) and its subsidiaries (collectively referred to as the “ITNL Group”) as of March 31, 2014 and for the year then ending to enable you to express an opinion on the Consolidated Financial Statements and Results of the Group for the year ending March 31, 2014, prepared in accordance with the requirements of Clause 41 of the Listing Agreements entered into by the Company with the Stock Exchanges where the shares of the Company are listed.

We acknowledge receipt of your instructions emailed dated March 28, 2014 requesting us to perform the specified work on the financial statements of ITNL Road Investment Trust Scheme I as of March 31, 2014 and for the year then ending.

We confirm that:

1. We will be able to comply with the instructions.
2. The instructions are clear and that we understand them.
3. We will cooperate with you and provide you with access to relevant information and/or documentation.
4. We will use the format of the reporting that you have included in your referral instructions when reporting to you.
5. We will be using the following materiality for performing our audit work for group reporting purposes in accordance with your referral instructions which is lower than the materiality set in your referral instructions:

Materiality	Performance Materiality	Threshold for clearly trivial misstatements
33 Millions	17 Millions	2 Million

We also acknowledge that:

1. The financial statements of of ITNL Road Investment Trust Scheme I as of March 31, 2014 and for the year then ending, will be included in the consolidated financial statements of ITNL Group as of March 31, 2014 and for the year then ending.



CHARTERED ACCOUNTANTS

3. You intend to review and, if considered appropriate, use our work performed on the financial statements of ITNL Road Infrastructure Development Company Limited as of March 31, 2014 and for the year then ending, for purpose of the audit of the Consolidated financial statements of ITNL Group as of March 31, 2014 and for the year then ending.

In connection with the work that we will perform on the financial statements as of March 31, 2014 and for the year then ending of ITNL Road Infrastructure Development Company Limited, a subsidiary company of IL&FS Transportation Networks Limited, we confirm the following:

1. Our quality control system complies with Standard on Quality Control 1, remedial action is taken promptly in relation to issues identified in the monitoring program, and there are no issues from recent monitoring reports that are likely to have a significant effect on the work that we will perform.
2. We have the appropriate professional qualifications and competence sufficient to fulfill our responsibilities in the audit of the Group financial statements.
3. We have an understanding of and will comply with the requirements of the Code of Ethics for Professional Accountants issued by Institute of Chartered Accountants of India, including the independence requirements, national ethical requirements applicable to the audit of the IRIDCL's financial statements, and the quality control policies and procedures as defined in your ITNL Group referral..
4. We have an understanding of Indian generally accepted auditing standards and the additional procedures outlined by you in your referral instructions that you have informed us will ensure compliance with Indian generally accepted auditing standards sufficient to fulfill our responsibilities in the audit of the Group financial statements and will conduct our work on the financial statements of ITNL Road Infrastructure Development Company Limited as of March 31, 2014 and for the year then ending in accordance with such standards.
5. We possess the skills necessary to perform the work on the financial statements of the particular component.
6. We will retain our working papers for 3 (three) years following the date of issuance of the ITNL Group financial statements.

Your primary contact on the component engagement team is Mr. Parag Modi.

During the performance of the engagement, the component engagement team can be contacted at:

Phone: 9320071225

Fax: 022-22666644

E-mail: lakhani@lakhanicompany.com

For Lakhani & Co.

Chartered Accountants

Firm Registration Number : 105524W


Parag Modi

Partner

Membership no: 114105



Mumbai, April 4, 2014

ITNL Road Investment Trust (IRIT)

Audit for the year ending March 31, 2014

B – Contact Information for Component Auditor Engagement Team

The following table includes information for key members of each component auditor engagement team:

Component	Name	Position	Phone	E-mail
ITNL Road Investment Trust (IRIT)	Mr. Parag Modi	Partner	9320071225	parag@lakhanicompany.com
	Mr. Tejash Furia	Audit Manager	22666660/1/2	lakhani@lakhanicompany.com



C – EARLY WARNING REPORT

To:

**Mr. Kalpesh J. Mehta, Partner,
Deloitte Haskins & Sells LLP,
Chartered Accountants,
Mumbai**

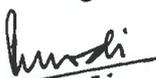
Group Name:	ITNL Group	Year end:	March 31, 2014
Component Name:	ITNL Road Investment Trust Scheme I		

In accordance with your referral instructions in respect of the audit of **IL & FS Transportation Networks Limited** we draw your attention to the following matters:

Matters to consider including in the early warning report:

- Unusual events or transactions- None
- Significant events or transactions- None
- Additional significant risks or significant risks that impact other group entities- None
- All detected or suspected instances of fraud- None
- Other material accounting issues currently under discussion with management-None
- Areas of accounting estimates - None
- Indicators of possible management bias- None
- Inappropriate accounting policies- None
- Significant changes in accounting policies. - None

For Lakhani & Co.
Chartered Accountants
Firm Registration Number : 105524W



Parag Modi
Partner

Membership No: 114105
Mumbai, April 12, 2014



ITNL Road Investment Trust Scheme I Audit for the Year Ended March 31, 2014

Appendix D

Summary of Component Uncorrected Misstatements

Description of Misstatement	Nature of Misstatement	Cause of Misstatement	Indicate if Known or Likely	Account Balance	Workpaper Reference	Assets		Liabilities		Equity		Income		TOTAL
						Dr.	Cr.	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.	
<i>(This section is currently blank and crossed out with a diagonal line.)</i>														
Total						0	0	0	0	0	0	0	0	0
Prior Period / Year Misstatements – Impacting Current Period														
<i>(This section is currently blank and crossed out with a diagonal line.)</i>														
Total						0	0	0	0	0	0	0	0	0
Total Misstatements														
Current Year - Known						0	0	0	0	0	0	0	0	0
Current Year - Likely						0	0	0	0	0	0	0	0	0
Prior Year – Impacting Current Year – Known						0	0	0	0	0	0	0	0	0
Prior Year – Impacting Current Year – Likely						0	0	0	0	0	0	0	0	0
Total - Known						0	0	0	0	0	0	0	0	0
Total - Likely						0	0	0	0	0	0	0	0	0
Total						0	0	0	0	0	0	0	0	0



**ITNL Road Investment Trust Scheme I
Audit for the Year Ended March 31, 2014**

Summary of Component Disclosure Deficiencies

Disclosure Number	Disclosure Title	Description of Disclosure Deficiency	Authoritative Literature Reference	Amount of Disclosure Deficiency (if applicable)	Nature of Misstatement	Cause of Misstatement	Management Response to Disclosure Deficiency
/							
Total of Disclosure Deficiencies							0



ITNL Road Investment Trust Scheme I Audit for the Year Ended March 31, 2014

This form is used to accumulate and evaluate the impact of

Note: All items are to be entered in the following currency:
Note: Exchange rate used:

Unit	Disclosure Number	Disclosure Title	Description of Disclosure Deficiency	Authoritative Literature Reference/Reference to reporting requirement	Amount of Disclosure Deficiency (if applicable)	Management's Reason for Disclosure Deficiency (e.g., "not deemed material for disclosure.")
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ITNL Road Investment Trust Scheme I

Audit for the Year Ended March 31, 2014

Appendix E

EVALUATION OF DISCLOSURE DEFICIENCIES

This form is used to accumulate and evaluate the impact of disclosure deficiencies identified during the review engagement. This form will assist the engagement team in assessing whether identified disclosure deficiencies are material, individually or in the aggregate, on a quantitative or qualitative basis.

DISCUSSION WITH MANAGEMENT:

Enter the date of our discussion with the appropriate level of management regarding the disclosure deficiencies we identified during our audit, as well as their response.

Nil

QUANTITATIVE AND QUALITATIVE QUESTIONS:

Document below any qualitative and/or quantitative considerations regarding material disclosure deficiencies (individual or in the aggregate).

Nil

FRAUD OR ILLEGAL ACTS:

If any of the disclosure deficiencies appear to represent fraud or possible illegal acts, describe below, including your response(s).

Nil

Page 2 of 2



F – ISSUES FOR INCLUSION IN THE GROUP MANAGEMENT REPRESENTATION LETTER

Group / Parent Name:	IL&FS Transportation Networks Limited	Year end:	March 31, 2014
Component Name:	ITNL Road Investment Trust Scheme I		

We request that the following items be included in the Group management representation letter.

Title	Detailed Description
	None

If you have any questions regarding the issues listed above, please do not hesitate to contact **Parag Modi**.

Date : April 12, 2014

Place : Mumbai



ITNL Road Investment Trust Scheme I
Audit for the year ended March 31, 2014

G - SUBSEQUENT EVENTS REPORT
FOR INCLUSION IN THE GROUP AUDIT

To:
Mr. Kalpesh J. Mehta,
Partner,
Deloitte Haskins & Sells LLP,
Chartered Accountants,
Mumbai

Subsequent to the submission of our clearance memorandum to you on April 12, 2014, we have carried out procedures in accordance with your referral instruction till date.

Material Adjusting Events Subsequent to Year-End

None

Material Non adjusting Events Subsequent to Year-End

None

Date : April 12, 2014,
Place : Mumbai



**COMPONENT AUDITOR AUDIT OF COMPONENT'S FINANCIAL STATEMENTS
SUMMARY MEMORANDUM
FOR INCLUSION IN THE GROUP AUDIT**

Group Name:	ITNL Group	Year End:	March 31, 2014
Component Name:	ITNL Road Investment Trust - I		

SIGNIFICANT CHANGES IN THE ENTITY AND ITS ENVIRONMENT

NONE

SUMMARY OF AUDIT APPROACH

- We performed the audit procedures of financial statement as per the Referral Instructions issued by the management & Deloitte Haskins & Sells. We conducted our audit in accordance with Auditing Standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Our procedures included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. Our procedures also included assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.
- We relied on the balance confirmations provided by the group companies.
- We understood the Entity and its Environment, Including its Internal Control after discussion with the management.
- We conducted Inquiries, Analytical and Other audit Procedures where ever required.

SUMMARY OF ACTUAL FINANCIAL RESULTS

Profit and Loss Statement

Profit & Loss Statement Line Item	Current- Period Balance	Prior-Period Balance	Monetary Difference	% Diff- erence
Revenue from operation	Nil	Nil	Nil	Nil
Other Income	47,809,836	136,455,017	(88,645,181)	(65%)
Total	47,809,836	136,455,017	(88,645,181)	(65%)
Administrative and general expenses	434,950	444,104	(9,154)	(2%)
Total expenses	434,950	444,104	(9,154)	(2%)
Surplus / (Deficit)	47,374,886	136,010,913	(88,636,027)	(65%)



Balance Sheet

Balance Sheet Line Item	Current-Period Balance	Prior-Period Balance	Monetary Difference	% Difference
UNIT CAPITAL AND LIABILITIES				
Unit capital	1,096,061,800	1,083,561,800	12,500,000	1%
Reserves and surplus	7,937,938	83,72,888	(434,950)	(5%)
CURRENT LIABILITIES				
Trade payables	262,758	262,327	431	0%
Total	1,104,262,496	1,092,197,015	12,065,480	1%
ASSETS				
Non-current investments (net)	1,024,683,089	775,303,089	249,380,000	32%
Other non-current assets	79,125,889	79,125,889	-	0%
CURRENT ASSETS				
Cash and bank balances	453,518	857,037	(403,519)	(47%)
Other current Assets	00	236,911,000	(236,911,000)	(100%)
Total	1,104,262,496	1,092,197,015	12,065,480	1%

SUMMARY OF SIGNIFICANT RISKS IDENTIFIED

Significant Risks to the Group

Significant Risk	Account Balance(s) Class(es) of Transaction or Disclosure(s) Affected	Procedures Performed	Risk Addressed (Yes/No)
NONE			

ISSUES RELATING TO FRAUD AND COMPLIANCE WITH LAWS AND REGULATIONS

As per the information and explanation provided to us the Trust has neither come across any instance of fraud on the trust or by the trust nor any instance of non compliance of any laws & regulations by the trust which shall have material bearing on the financial statement under audit.



SUMMARY OF GOING CONCERN REVIEW INCLUDING CONCLUSION

We have reviewed the going concern assumption and have concluded that no adjustments are required in the financial information of the Trust.

SUBSEQUENT EVENTS

None

SIGNIFICANT MATTERS FOR COMMUNICATION TO THOSE CHARGED WITH GOVERNANCE AND/OR MANAGEMENT OF THE GROUP

None

DEFICIENCIES IN INTERNAL CONTROL

For a detailed description of deficiencies in internal control, refer to the Controls Deficiency form forwarded to you.

SPECIAL INSTRUCTIONS FOR THE GROUP

None

OTHER MATTERS OF SIGNIFICANCE TO THE GROUP

None

SCOPE ASSESSMENT

The scope of our **audit procedures** performed on the component's financial statements and the evidence obtained was appropriate and sufficient to support our clearance, based on the materiality level established by you.

OVERALL EVALUATION OF MISSTATEMENTS

For a detailed description of the misstatements (including their nature and cause), refer to **Appendix D** the "Numeric Misstatements Form," which was forwarded to you.

Our overall conclusion reached in our evaluation of misstatements, including disclosure misstatements:



The unadjusted misstatements, including disclosure misstatements, are immaterial, based on the materiality level established by you. Nothing has come to our attention that leads us to believe that the reporting package is materially misstated.

CONCLUSIONS ABOUT OUR ASSESSMENT OF ENGAGEMENT RISK AND ENGAGEMENT CONTINUANCE¹

Based on our **audit** of the component's financial statements performed, there has been no change in our preliminary assessment of engagement risk. Accordingly, we have tentatively concluded that we should continue to serve this component and perform the engagement.

OUTSTANDING MATTERS

SIGNIFICANT UNRESOLVED MATTERS IDENTIFIED BY THE COMPONENT AUDITOR

<input type="checkbox"/>	Significant matter to report
<input checked="" type="checkbox"/>	No matters to report

Description of significant outstanding or unresolved matter	Expected resolution date
NONE	NONE

SIGNIFICANT UNRESOLVED MATTERS TO BE FOLLOWED UP UPON BY THE GROUP ENGAGEMENT TEAM

<input type="checkbox"/>	Significant matter to report
<input checked="" type="checkbox"/>	No matters to report

Description of significant outstanding or unresolved matter	Preliminary findings to date and action requested to be performed by the Group engagement team
NONE	NONE

¹ Applicable only to DTTL Member Firms



SUMMARY OF SIGNIFICANT FINDINGS AND ISSUES

I.1 Management Bias

<input type="checkbox"/>	Consideration of management bias related to estimates to report
√	Nothing to report

If there is a consideration of management bias related to estimates to be reported, please list the following:

NONE

Document the overall analysis of estimates for indicators of possible management bias

NONE

Document the indicators of management bias and how they were addressed in the audit

NONE

I.2 Unusual/significant (related party) transactions and balances

I.2.1 Unusual and/or significant related party transactions and balances

Transaction / Balance #1	
<input type="checkbox"/>	Unusual and/or significant transactions and/or balances to report
√	Nothing to report

If there is an unusual and/or significant transaction and/or balance to be reported, please list the following:

Nature / extent of related party transaction	There is no Unusual transaction and/or balance to be reported
Significant related party transaction?	[Y / N]
Outside normal course of business?	[Y / N]
Previously unidentified or undisclosed?	[Y / N]



Were related party transactions conducted on terms equivalent to those prevailing in an arm's length transaction?	[Y / N]
Significant accounts / disclosures	[Text]
Has sufficient appropriate audit evidence been obtained that (1) the financial statements with respect to related party relationships and transactions achieve fair presentation; and (2) related party relationships and transactions have been appropriately identified, accounted for and disclosed in the financial statements in accordance with the applicable financial reporting framework?	[Y / N]

If insufficient appropriate audit evidence has been obtained, complete the following:

Document the impact on the audit	[Text]
----------------------------------	--------

I.2.2 Other significant unusual transactions

<input type="checkbox"/>	Other unusual and/or significant transaction and/or balance to report
<input checked="" type="checkbox"/>	Nothing to report

If there is an other unusual and/or significant transaction and/or balance to be reported, please list the following:

Significant unusual transaction	[Text]
Detailed description	[Text]
Significant related accounts/ disclosure, if applicable	[Text]
Estimate?	[Y / N]
Does the significant unusual	[Y / N]



transaction have a pervasive effect?	
How was the matter addressed?	[Text]
Results / Findings	[Text]

I.3 Other significant findings and issues

I.3.1 Significant findings and issues identified during audit of Special Purpose financial statement.

<input type="checkbox"/>	Significant finding or issue to report
<input checked="" type="checkbox"/>	Nothing to report

If there is a significant finding or issue to be reported, please list the following:	
Significant finding or issue	Effect on our audit approach in the annual audit
[Text] [Text] _____	[Text]

I.3.2 Significant matters involving the selection, application and consistency of accounting principles, including related disclosures

<input type="checkbox"/>	Significant matter to report
<input checked="" type="checkbox"/>	Nothing to report

If there is a significant matter to be reported, please list the following:	
Significant matters	Resolution
[Text] _____	[Text]

I.3.4 Disagreements among members of the engagement team (including specialists), or with the engagement quality control reviewer or other reviewing partners, or others consulted about final conclusions reached on significant accounting or auditing matters

<input type="checkbox"/>	Disagreement to report
<input checked="" type="checkbox"/>	Nothing to report



If there is a disagreement to be reported, please list the following:		
Subject matter of disagreement	Team members or others with a difference of opinion	Resolution - if a team member disagrees with the final conclusion, he or she documents such disagreement
[Text]	[Text]	[Text]

I.3.5 Disagreement with component management about matters that, individually or in aggregate, could be significant to the component's financial statement or our report

<input type="checkbox"/>	Disagreement to report
<input checked="" type="checkbox"/>	Nothing to report

If there is a disagreement to be reported, please list the following:	
Subject matter of disagreement	Resolution
[Text]	[Text]

I.3.6 Circumstances that caused significant difficulties in applying our auditing procedures

<input type="checkbox"/>	Significant difficulty to report
<input checked="" type="checkbox"/>	Nothing to report

If there is a Significant difficulty to be reported, please list the following:	
Difficulties encountered in performing audit procedures	Resolution
[Text]	[Text]

I.3.7 Information that is contradictory or inconsistent with our final conclusions regarding significant findings or issues

<input type="checkbox"/>	Significant matter to report
<input checked="" type="checkbox"/>	Nothing to report



If there is a significant matter to be reported, please list the following:

Identified information that contradicts or is inconsistent with our final conclusion	Resolution
[Text]	[Text]

I.3.8 Other significant findings and issues

<input type="checkbox"/>	Significant finding or issue to report
<input checked="" type="checkbox"/>	Nothing to report

If there is a significant finding or issue to be reported, please list the following:

Significant finding or issue	Resolution
[Text]	[Text]

I.4 Significant other matters

<input type="checkbox"/>	Significant other matter to report
<input checked="" type="checkbox"/>	Nothing to report

If there is a significant other matter to be reported, please list the following:

Significant other matter	[short description]
Detailed description	[Text]
Significant accounts/ disclosure and related assertions, if applicable	[Text]
Estimate?	[Y/N]
Does the matter relate pervasively to the financial statements?	[Y/N]
How was the matter addressed?	[Text]
Results / Findings	[Text]



I.5 Misstatements and omissions in the financial statements and other errors in the financial statements – Summary of Audit Misstatements

Effect of all corrected and uncorrected audit misstatements on net income – Final	[Insert currency]	[Amount]
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I.6 Deficiencies in internal control over financial reporting identified at the component level

NONE

I.7 Litigation and claims

Description of litigation, claim, or assessment
NONE

Management's assessment	
[Description]	
Name of Legal Counsel, if applicable:	[Text]
Significant accounts / disclosures	[Text]
Has sufficient appropriate audit evidence with respect to litigation, claims and assessments been obtained?	[Y / N]

If sufficient appropriate audit evidence has not been obtained, complete the following:	
Document the impact on the audit	[Text]

I.8 Non-Compliance of Statutory and Legal Matters - NONE

