

BARWA ADDA EXPRESSWAY LIMITED

FINANCIAL STATEMENT

2014-15

INDEPENDENT AUDITOR'S REPORT

To the Members of Barwa Adda Expressway Ltd.

Report on the Financial Statements

1. We have audited the accompanying financial statements of Barwa Adda Expressway Ltd. ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements, that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such



controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements

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

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2015, its loss and its cash flows for the year ended on that date

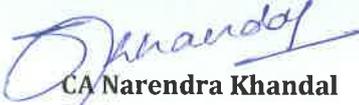
Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
8. As required by section 143(3) of the Act, we further report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014
 - e. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act



- f. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company does not have any pending litigations as at the reporting date that would impact its financial position;
 - ii) Based upon the assessment made by the company, there are no material foreseeable losses on its long term contracts that may require any provisioning.
 - iii) In view of there being no amount(s) required to be transferred to the Investor Education and Protection Fund for the year under audit the reporting under this clause is not applicable.

**For MKPS & Associates
Chartered Accountants
Firm's Regn No. 302014E**


**CA Narendra Khandal
Partner
M. No. 065025**

Mumbai, April 27, 2015



Annexure to Auditors' report

Referred to in our report of even date on the accounts of

Barwa Adda Expressway Limitedfor the year ended on 31st March 2015

(i)	The company has fixed assets in the nature of Intangible assets under development for Toll Collection Rights. The company does not have any other fixed assets and hence the reporting requirements under (i) of paragraph 3 of the order are not applicable to the company for the year under audit.
(ii)	Since the company does not carry any inventory, the reporting requirements under clause (ii) of paragraph 3 of the Order are not applicable to the Company.
(iii)	In our opinion, and according to the information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained pursuant to section 189 of the Act. Hence, the reporting requirements under sub-clause (a) and (b) of clause (iii) of paragraph 3 of the order are not applicable.
(iv)	In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business, for activities relating to the intangibles under development. The activities of the company during the period under audit did not involve purchase of inventory and sale of goods. During the course of our audit, we have neither observed nor been informed by the management of any continuing failure to correct major weaknesses in internal controls.
(v)	In our opinion, and according to the information and explanations given to us, the company has not accepted any deposits during the period under audit. Consequently, the directives issued by Reserve Bank of India and the provisions of Sections 73 to 76 of the Act and the rules framed there under are not applicable.
(vi)	We have broadly reviewed the cost records maintained by the company as specified by the Central Government under section 148 (1) of the Act and are of the opinion, that prima-facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
(vii)	a) According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India;
	b) According to the information and explanations given to us, there are no applicable statutory dues which have not been deposited on account of any dispute.
	c) In view of there being no amount(s) required to be transferred to the Investor Education and Protection Fund for the year under audit the reporting under this clause is not applicable.



(viii)	Since the company has been registered for a period of less than 5 years, the reporting requirements under Clause (viii) of paragraph 3 of the order are not applicable.
(ix)	In view of there being no borrowings from bank, the reporting requirements under Clause (ix) of paragraph 3 of the order are not applicable.
(x)	In our opinion, and according to the information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions. Therefore, the reporting requirements under clause (x) of paragraph 3 of the order are not applicable to the company.
(xi)	In view of there being no term loans availed by the company the reporting requirements under clause (xi) of paragraph 3 of the order are not applicable to the company.
(xii)	Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

**For MKPS & Associates
Chartered Accountants
Firm's Regn No. 302014E**


CA Narendra Khandal
Partner
M. No. 065025

Mumbai, April 27, 2015



BARWA ADDA EXPRESSWAY LIMITED

Balance Sheet as at March 31, 2015

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Particulars	Note Nos.	As At		As At	
		March 31, 2015		March 31, 2014	
I EQUITY AND LIABILITIES					
SHAREHOLDERS' FUNDS					
(a) Share capital	2	850,000,000		282,500,000	
(b) Reserves and surplus	3	(9,700,764)	840,299,236	(4,562,557)	277,937,443
NON-CURRENT LIABILITIES					
(a) Long-term borrowings	4	1,545,000,000		-	
(b) Deferred tax liabilities (Net)		-		-	
(c) Other long term liabilities		-		-	
			1,545,000,000		
CURRENT LIABILITIES					
(a) Trade payables		-		-	
(b) Other current liabilities	5	4,318,716,848		2,069,048,250	
(c) Short-term provisions		-		-	
			4,318,716,848		2,069,048,250
TOTAL			6,704,016,084		2,346,985,693
II ASSETS					
NON CURRENT ASSETS					
(a) Fixed assets (net)					
(i) Intangible assets under development	6	5,546,693,222		2,339,728,073	2,339,728,073
(b) Long-term loans and advances	7	1,085,294,117		-	
(c) Other non-current assets		-		-	
			6,631,987,339		
CURRENT ASSETS					
(a) Cash and cash equivalents	8	40,463,924		6,869,420	
(b) Short-term loans and advances	9	23,848,237		388,200	
(c) Other current assets	10	7,716,584		-	
			72,028,745		7,257,620
TOTAL			6,704,016,084		2,346,985,693

Notes 1 to 22 form part of financial statements.

In terms of our report attached.
For MKPS & ASSOCIATES
 Chartered Accountants
 Firm Reg No: 302014E


Narendra Khandal
 Partner

Membership Number: 065025

Place : Mumbai
 Date : April 27 2015

For Barwa Adda Expressway Limited



Director



Director



Chief Financial Officer

Manager

BARWA ADDA EXPRESSWAY LIMITED

Statement of Profit and Loss for the Year Ended March 31, 2015

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Particulars	Note Nos.	For the year ended March 31, 2015	From April 23, 2013 to March 31, 2014.
I REVENUE FROM OPERATIONS		-	-
II OTHER INCOME		-	-
III TOTAL REVENUE (I+II)		-	-
IV EXPENSES			
Cost of materials consumed		-	-
Finance costs		-	-
Administrative and general expenses	11	5,138,207	4,562,557
Preliminary / Miscellaneous Expenditure Written Off		-	-
TOTAL EXPENSES		5,138,207	4,562,557
V PROFIT BEFORE TAXATION (III-IV)		(5,138,207)	(4,562,557)
VI TAX EXPENSES:			
(1) Current tax		-	-
(2) Tax relating to earlier period		-	-
(3) Deferred tax		-	-
TOTAL TAX EXPENSES (VI)		-	-
VII PROFIT FOR THE YEAR (V-VI)		(5,138,207)	(4,562,557)
Earnings per equity share (Face value per share Rupees 10/-):	12		
(1) Basic		(0.07)	(0.16)
(2) Diluted		(0.07)	(0.16)

Notes 1 to 22 form part of financial statements.

In terms of our report attached.

For MKPS & ASSOCIATES
Chartered Accountants
Firm Reg No: 302014E


Narendra Khandal

Partner
Membership Number: 065025

Place : Mumbai
Date : April 27 2015

For Barwa Adda Expressway Limited


Director


Director


Chief Financial Officer

Chief Financial Officer

Manager

BARWA ADDA EXPRESSWAY LIMITED

Cash Flow Statement for the Year Ended March 31, 2015

	For the year ended March 31, 2015	From April 23, 2013 to March 31, 2014.
CASH FLOW FROM OPERATING ACTIVITIES		
Profit (Loss) Before Taxes, Minority Interest and Share of Associates	(5,138,207)	(4,562,557)
Adjustments for :-		
Depreciation and amortization expense	-	-
Excess provisions written back	-	-
Operating profit before Working Capital Changes	(5,138,207)	(4,562,557)
Adjustments changes in working capital:		
Increase in Trade receivables		(388,200)
(Increase) / Decrease in Other Current, Other Non-Current Assets & Trade Receivables	(1,106,860,294)	2,069,048,250
Increase / (Decrease) in liabilities (current and non current)	2,249,668,598	
Cash Generated from Operations	1,137,670,097	2,064,097,493
Direct Taxes paid (Net)	(9,610,444)	
Net Cash generated from Operating Activities (A)	1,128,059,653	2,064,097,493
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	-
Proceeds of Fixed Assets	-	-
(Increase) / Decrease in Intangible asset under development	(3,206,965,149)	(2,339,728,073)
Increase / (Decrease) in Other Current, Other Non-Current Liabilities & Trade Payables	-	-
(Increase) / Decrease in Other Current, Other Non-Current Assets & Trade Receivables	-	-
Interest received	-	-
Dividend received	-	-
Net Cash used in Investing Activities (B)	(3,206,965,149)	(2,339,728,073)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Shares	567,500,000	282,500,000
Share Issue expenses paid	-	-
(Decrease)/ Increase in Advance towards capital	-	-
Proceeds from borrowings	1,545,000,000	-
Repayments of borrowings	-	-
Proceeds from minority interest	-	-
Net Cash generated from Financing Activities (C)	2,112,500,000	282,500,000
Net Decrease in Cash and Cash Equivalents (A+B+C)	33,594,504	6,869,420
Cash and Cash Equivalent at the beginning of the year (Note - 6)	6,869,420	-
Cash and Cash Equivalent at the end of the year (Note- 6)	40,463,924	6,869,420
Net Decrease in Cash and Cash Equivalents	33,594,504	6,869,420
Components of Cash and Cash Equivalents		
Cash on Hand	1,382,707	1,055
Balances with Banks in current accounts	39,081,217	6,868,365
Fixed deposits placed	-	-
	40,463,924	6,869,420
Unpaid Dividend Accounts	-	-
Cash and Cash equivalents on acquisition of Joint Venture	-	-
Bank balances held as margin money or else security against borrowings	-	-
Cash and Cash Equivalents as per Balance Sheet	40,463,924	6,869,420

Notes 1 to 22 form part of financial statements.

In terms of our report attached.
For **MKPS & ASSOCIATES**
Chartered Accountants
Firm Reg No: 302014E


Narendra Khandal
Partner
Membership Number: 065025

Place : Mumbai
Date : April 28, 2015

For Barwa Adda Expressway Limited



Director



Chief Financial Officer



Director

Manager

BARWA ADDA EXPRESSWAY LIMITED

Notes forming part of the Financial Statements for the Period Ended March 31, 2015

Note No. 1 - Significant Accounting Policies

I Background

The Company has been incorporated on 23rd April, 2013 for "Set up to design, build, finance, operate and transfer Six laning of Barwa Adda-Panagarh Section of NH2 from 398.240km to 521.120 km in the state of Jharkhand and West Bengal under NHDP Phase V to be executed as (Toll) on DBFOT Pattern ("the Project")." The Concession agreement between the Company and National Highways Authority of India (NHAI) for the above, has been signed on 8th May 2013. The Concession Agreement envisages concession for a period of 20 years commencing from the 'Appointed date', including construction period of 910 days commencing from 1st April 2014, (the 'Appointed date').

II Basis of Accounting

The financial statement is prepared in accordance with the Generally Accepted Accounting Principles in India, Accounting Standards as per section 133 of the Companies Act 2013 read with Rule 7 of Companies (Accounts) Rules 2014

III Use of estimates

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

IV Fixed Assets and Depreciation

i) Tangible fixed assets and depreciation

Tangible fixed assets acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any.

The acquisition cost includes the purchase price (excluding refundable taxes) and expenses, such as delivery and handling costs, installation, legal services and consultancy services, directly attributable to bringing the asset to the site and in working condition for its intended use.

Where the construction or development of any asset requiring a substantial period of time to set up for its intended use is funded by borrowings, the corresponding borrowing costs are capitalised up to the date when the asset is ready for its intended use.

Depreciation on tangible fixed assets is computed as under:

As per notification dated, March 26, 2014 issued by the Ministry of Corporate Affairs, Schedule II of the Companies Act 2013 comes into effect from April 1, 2014 which prescribes the useful life of depreciable assets. The Company has adopted the useful life prescribed under the Schedule II of the Companies Act 2013. Also, with effect from April 1, 2014 the Company has decided to change the policy retrospectively for charging depreciation on the basis of Straight Line Method in place of Written Down Method other than those specified otherwise. Accordingly the Company has reinstated its policy for charging depreciation with effect from April 1, 2014 which is as below:

- (i) Assets purchased on or after April 1, 2014 are depreciated on Straight Line Method, over the useful life of assets as prescribed under Schedule II of the Companies Act 2013 other than assets specified in para (ii) below
- (ii) Following assets are depreciated over a useful life which is shorter than the life prescribed under Schedule II of the Companies Act 2013 based on the Management's estimate
- (iii) Data Processing Equipment – Server and Networking equipment are depreciated over a period of 4 years
- (iv) Mobile Phones and Ipad / Tablets are fully depreciated in the year of purchase
- (v) Specialised office equipment's are depreciated on Straight Line Method over a period of three years
- (vi) Cars purchased by the company for employees, are depreciated over a period of five years
- (vii) Assets provided to employees are depreciated over a period of three years
- (viii) Leasehold improvement costs are capitalised and amortised over the period of lease agreement
- (ix) All categories of assets costing less than Rs. 5,000 each are fully depreciated in the year of purchase.
- (x) The residual value of all the assets is retained at Rs. 1/- each

ii) Intangible assets and amortisation

V Impairment of Assets

The carrying values of assets of the Company's cash-generating units are reviewed for impairment annually or more often if there is an indication of decline in value. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment loss is recognised, if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the estimated future cash flows to their present value based on appropriate discount factor.

VI Borrowing Cost

In respect of an intangible asset, borrowing costs attributable to the construction of the roads are capitalised up to the date of receipt of the final completion certificate of the asset / facility received from the authority for its intended use of construction asset / facility as specified in the Concession Agreement. All borrowing costs subsequent to receipt of the final completion certificate construction of the asset / facility as specified in Concession Agreement are charged to the Statement of Profit and Loss in the period in which such costs are incurred.

VII Employee Costs

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

VIII Preliminary Expenditure

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

IX Accounting for Taxes on Income

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

X Provisions, Contingent Liabilities and Assets

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

XI Cash Flow Statements

Cash flows are reported using the indirect method, whereby net profits / loss before tax are adjusted for the effect of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The Cash flows from regular revenue generating; investing and financing activities are segregated.

Cash and cash equivalents in the cash flow statement comprises of cash at bank and in hand and term deposits with banks, if any.

XII Earnings per Share

Basic Earnings per share is calculated by dividing the net profit / (loss) after tax for the period attributable to equity shareholders of the Company by the weighted average number of equity shares in issue during the period.

Diluted earnings per share is calculated by dividing the net profit after tax for the year attributable to equity shareholders of the Group by the weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities.

XIII Current/Non-Current Assets and Liabilities

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

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

All other assets are classified as Non-current

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

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

All other liabilities are classified as Non-current

BARWA ADDA EXPRESSWAY LIMITED

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

NOTE 2: SHARE CAPITAL

Particulars	As at March 31, 2015		As at March 31, 2014	
	Number	₹	Number	₹
Authorised Equity Shares of Rupees 10/- each	85,000,000	850,000,000	50,000,000	500,000,000
Issued Equity Shares of Rupees 10/- each				
Subscribed and Paid up Equity Shares of Rupees 10/- each fully paid (refer foot note no. i, ii, and iii)	85,000,000	850,000,000	28,250,000	282,500,000
TOTAL	85,000,000	850,000,000	28,250,000	282,500,000

FOOT NOTES:

i. Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period/year

Particulars	As at March 31, 2015		As at March 31, 2014	
	Equity Shares		Equity Shares	
	No. of Shares	₹	No. of Shares	₹
Shares outstanding at the beginning of the period / year	28,250,000	282,500,000	-	-
Shares issued during the period / year	56,750,000	567,500,000	28,250,000	282,500,000
Shares bought back during the period / year			-	-
Shares outstanding at the end of the period / year	85,000,000	850,000,000	28,250,000	282,500,000

ii. Shareholding more than 5% shares

Name of Shareholder	As at March 31, 2015		As at March 31, 2014	
	No. of Shares held	% of total holding	No. of Shares held	% of total holding
IL&FS Transportation Networks Limited & its Nominees	85,000,000	100.00%	28,250,000	100.00%
TOTAL	85,000,000	100%	28,250,000	100%

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

During the year ended 31st March 2015, no dividend is declared by Board of Directors. (Previous period - Nil)"

NOTE 3: RESERVES AND SURPLUS

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Profit / (Loss) Surplus				
Opening balance	(4,562,557)		-	
(+) Profit(Loss) for the current period / year	(5,138,207)		(4,562,557)	
(-) Consolidation adjustment	-		-	
(-) Transfer to general reserves	-		-	
(-) Transfer to debenture redemption reserve	-		-	
(-) Dividends (including dividend tax)	-		-	
(-) Premium on preference shares of subsidiary	-		-	
(-)Tax on dividend and premium on preference shares of subsidiary	-		-	
		(9,700,764)		(4,562,557)
TOTAL		(9,700,764)		(4,562,557)

BARWA ADDA EXPRESSWAY LIMITED
NOTES forming part of the financial statements for the year ended March 31, 2015

NOTE 4 : LONG - TERM BORROWINGS

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Term Loans				
(i) Secured				
From banks (refer foot note below)	-		-	
From others	-		-	
(b) Loans and Advances from related parties				
(i) Unsecured				
From related parties (refer foot note below)	1,545,000,000	1,545,000,000	-	-
TOTAL		1,545,000,000		-

Foot Note:

The Unsecured loan is a subordinate debt as defined in the concession agreement . Out of ₹ 5795.30 Million company avail ₹ 1545 Million during the year (pervious year 2013- 2014 was Nil)

Interest on subordinate debt during the construction period will be accrued @ 13% pa Simple Interest and will be paid post COD

Repayment Schedule:

The Repayment of subordinate Debt will start after end of Senior Debt repayment, and commencing from March 2031

Quarterl ending	Repayment Schedule (₹ in Million)
Mar 2031	579.50
June 2031	579.50
Sept 2031	579.50
Dec 2031	869.40
Mar 2032	579.50
June 2032	579.50
Sept 2032	579.50
Dec 2032	579.50
Mar 2033	869.40
TOTAL	5,795.30

NOTE 5: OTHER CURRENT LIABILITIES

Particulars	As at March 2015		As at March 2014	
(a) Payable on account of capital expenditure				
To related parties	4,255,835,047		2,058,532,476	
From other	2,758,048	4,258,593,095	-	2,058,532,476
(b) Interest accrued but not due on borrowings				
From related parties	41,014,912		-	
From Other	-	41,014,912.00	-	-
(c) Other current liabilities (Refer foot note below)				
Statutory dues	19,108,841		10,173,437	
sundry creditors (For Expenses)	-	19,108,841	342,337	10,515,774
TOTAL		4,318,716,848		2,069,048,250

FOOT NOTES:

The Company has not received any intimation from 'suppliers' regarding their status under the Micro, Small and Medium enterprises Development Act, 2006 and hence disclosures. If any relating to amount unpaid as at the year end together with interest paid/payable as required under the said

BARWA ADDA EXPRESSWAY LIMITED

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

NOTE 6: FIXED ASSETS

Particulars	Gross block				Accumulated depreciation			Net block		
	Balance as at April 1, 2014	Opening adjustments	Additions	Disposals	Balance as at March 31, 2015	Balance as at April 1, 2014	Opening adjustments	Depreciation charge for the period	On disposals	Balance as at March 31, 2015
a) Tangible assets	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-	-	-
b) Intangible assets	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-	-	-
GRAND TOTAL	-	-	-	-	-	-	-	-	-	-
c) Capital work in progress	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-	-	-
d) Intangible asset under development	2,339,728,073.00	-	3,206,965,149	-	5,546,693,222	-	-	-	-	5,546,693,222
TOTAL	-	-	3,206,965,149	-	5,546,693,222	-	-	-	-	5,546,693,222
AS AT MARCH 31, 2014	-	-	2,339,728,073	-	2,339,728,073	-	-	-	-	-

₹

BARWA ADDA EXPRESSWAY LIMITED
Notes forming part of the financial statements for the year ended March 31, 2015

NOTE 7: LONG -TERM LOANS AND ADVANCES

₹

Particulars	As at March 2015		As at March 31, 2014	
(a) Capital Advances				
Secured, considered good	-		-	-
Unsecured, considered good				
, Mobilisation & pre-construction advance recoverable to related party	1,075,683,673		-	-
To others	-	1,075,683,673	-	-
(b) Other long term loans and advances				
Unsecured, considered good				
- Advance payment of taxes (net of provision)	9,610,444		-	-
- Prepaid Expenses	-	9,610,444	-	-
Total		1,085,294,117		-

NOTE 8: CASH AND CASH EQUIVALENTS

₹

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Cash and cash equivalents				
Cash on hand	1,382,707		1,055	
Bank Balance in current accounts	39,081,217		6,868,365	
Bank Fixed Deposits placed for a period less than 3 months	-	40,463,924	-	6,869,420
(b) Other bank balances				
Fixed Deposits placed for a period exceeding 3 months	-		-	
TOTAL		40,463,924		6,869,420

NOTE 9: SHORT-TERM LOANS AND ADVANCES

₹

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Loans and advances to related parties				
Unsecured, considered good				
- Advance recoverable in cash or kind - related parties	388,200		388,200	
- Investment in call money	-		-	
- Advance towards share application money	-		-	
- Short term loans	-	388,200	-	388,200
(b) Other loans and advances				
Unsecured, considered good				
- Prepaid Expenses	23,460,037		-	-
- Short term loans - others	-	23,460,037	-	-
TOTAL		23,848,237		388,200

NOTE 10: OTHER CURRENT ASSETS

Particulars	As at March 31, 2014		As at March 31, 2012	
(a) Receivable from NHAI - Utility Works				
	7,716,584	7,716,584	-	-
TOTAL		7,716,584		-

BARWA ADDA EXPRESSWAY LIMITED

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

NOTE 11: ADMINISTRATIVE AND GENERAL EXPENSES

Particulars	For the year ended 31st March 2015		From 23rd April 2013 to 31st March 2014	
Legal and consultation fees	293,826		217,335	
Rates and taxes	4,022,168		3,873,190	
Bank commission	4,633.6		7,980.2	
Directors' fees	162,922.00		-	
Payment to Auditor	552,813		461,798.00	
Miscellaneous expenses	101,844	5,138,207	2,254	4,562,557
		5,138,207		4,562,557

FOOT NOTE :-

Disclose the amount Paid/Payable to Auditors :

Particulars (Name of party & description)	As at March 31, 2015	As at March 31, 2014
a Audit fees	100,000	100,000
c For other services	311,000	311,000
d Service tax on above	50,798	50,798
	461,798	461,798

BARWA ADDA EXPRESSWAY LIMITED

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

NOTE 12: EARNINGS PER EQUITY SHARE

Particulars	Unit	Year ended March 31, 2015	Year ended March 31, 2014
Profit /(Loss) after tax and minority interest	₹	(5,138,207)	(4,562,557)
Premium on preference shares	₹	-	-
Tax on premium on preference shares	₹	-	-
Profit available for Equity Shareholders	₹	(5,138,207)	(4,562,557)
Weighted number of Equity Shares outstanding	Numbers	71,437,534	28,250,000
Nominal Value of equity shares	₹	10	10
Basic Earnings per share	₹	(0.07)	(0.16)
Equity shares used to compute diluted earnings per share	Numbers	71,437,534	28,250,000
Diluted Earnings per share	₹	(0.07)	(0.16)

NOTE 13 : CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

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

₹

Particulars (Name of party & description)	As at March 31, 2015	As at March 31, 2014
Capital commitment	18,801,906.778	22,012,210.868
Bank Guarantee	1,071,900,000	1,071,900,000

BARWA ADDA EXPRESSWAY LIMITED

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

NOTE 14: RELATED PARTY STATEMENT

CURRENT/ PREVIOUS YEAR

a Name of related parties and description of relationship

Nature of Relationship	Name of Entity	Acronym used
Ultimate Holding Company	Infrastructure Leasing & Financial Services Limited	IL&FS
Holding Company	IL&FS Transportation Networks Limited	ITNL
Fellow Subsidiaries	IL&FS Financial Services Ltd	IFIN
	IL&FS Securities Services Ltd	ISSL
	IL&FS Trust Company Ltd	ITCL
Key Management personnel :	Mr. Ajay Menon	
	Mr. Sanjay Minglani	
	Mr. Hari Bhavsar	
	Mr Kamalakant Chaubal	
	Mr Goutam Mukherjee	
	Mr. Sunil Kondikopulla - CFO	
	Mr. V.B Katti - Manager	

b Transactions / Balances with related parties as mentioned (a) above

Account head	Name of Entity	As at March 31, 2015	As at March 2014
Balances:			
Project Development Fees - Payable	ITNL	2,457,382,071	1,882,350,000
Deputation Cost - Payable	ITNL	628,848	1,238,394
Construction Bill- Payable	ITNL	1,673,412,941	Nil
O&M & PMF Fees - Payable	ITNL	98,001,442	Nil
Utility Shifting & Labour Cess-Payable	ITNL	26,384,462	Nil
Mobilisation Advance	ITNL	1,075,683,673	Nil
Interest on Sub-Debts Payable	ITNL	41,014,912	Nil
Reimbursement of Expenses Receivable	ITNL	Nil	51,000
Equity	ITNL	850,000,000	282,500,000
Sub Debts	ITNL	1,545,000,000	Nil
Reimbursement of Expenses - Payable	IFIN	60,566	174,995,082
One Time Fees- Payable	ITCL	25,281	Nil
Account head	Name of Entity	As at March 31, 2015	From April 23,2013 to March 31, 2014
Transactions:			
Project Development Fees	ITNL	634,832,000	2,099,558,573
Deputation Cost	ITNL	1,219,854	1375993
Construction Cost	ITNL	2,397,811,615	Nil
Utility Shifting Works	ITNL	194,510,438	Nil
Operation and maintenance	ITNL	88,900,000	Nil
Project management fees (Tolling)	ITNL	13,899,991	Nil
Mobilisation Advance	ITNL	1,075,683,673	Nil
Interest on Sub-Debts	ITNL	45,572,126	Nil
Sub Debts	ITNL	1,545,000,000	Nil
Equity	ITNL	567,500,000	282,500,000
Debt syndication Fees	IFIN	Nil	191,506,384
Underwriting Fees	IFIN	Nil	2,932,596
Professional Fees	ISSL	17,454	Nil
Security Trustee Fees	ITCL	425,198	786,520
Director Sitting Fees	Mr Ajay Menon	20,000	Nil
Director Sitting Fees	Mr Hari Bhavsar	15,000	Nil
Director Sitting Fees	Mr Krishna Ghag	30,000	Nil
Director Sitting Fees	Mr M B Bajulge	40,000	Nil
Director Sitting Fees	Mr Sanjay Minglani	40,000	Nil

Footnote:

(1) Reimbursement of cost is not included above.

BARWA ADDA EXPRESSWAY LIMITED

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

NOTE 15: EMPLOYEES:

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

NOTE 16:

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

NOTE 17: SEGMENT REPORTING

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

NOTE 18:

Sundry Debtors and Sundry Creditors are subject to balance confirmations and reconciliation, if any

Note 19: Directors' Remuneration

The Directors have been paid only sitting fees for the Board Meetings attended by them and not entitled to any remuneration from the Company.

Note 20 :

The company has not taken any derivative instrument during the year and there is no derivative instrument outstanding as at the year end. Further, at the year end there is no outstanding foreign currency exposure in respect of receivables and payables.

Note 21:

As per notification dated, March 26, 2014 issued by the Ministry of Corporate Affairs, Schedule II of the Companies Act 2013 comes into effect from April 1, 2014 which prescribes the useful life of depreciable assets. The Company has adopted the useful life prescribed under the Schedule II of the Companies Act 2013. Also, with effect from April 1, 2014 the Company has decided to change the policy retrospectively for charging depreciation on the basis of Straight Line Method in place of Written Down Method other than those specified otherwise. Accordingly the Company has reinstated its policy for charging depreciation with effect from April 1, 2014

Note22:

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Notes 1 to 22 form part of financial statements.

In terms of our report attached.

For **MKPS & ASSOCIATES**

Chartered Accountants

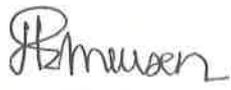
Firm Reg No: 302014E

For Barwa Adda Expressway Limited


Narendra Khandal

Partner

Membership Number: 065025


Director


Director

Place : Mumbai

Date : April 27, 2015


Chief Financial Officer

Manager